

**BOROUGH OF LINDENWOLD**  
**COUNTY OF CAMDEN**  
**REPORT OF AUDIT**  
**FOR THE YEAR ENDED DECEMBER 31, 2022**

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**PART I**  
**REPORT OF AUDIT OF FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2022**

## **INDEPENDENT AUDITOR'S REPORT**

The Honorable Mayor and  
Members of the Borough Council  
Borough of Lindenwold  
Lindenwold, New Jersey 08021

### **Report on the Audit of the Financial Statements**

#### ***Opinions***

We have audited the accompanying statements of assets, liabilities, reserves and fund balance - regulatory basis of the various funds of the Borough of Lindenwold, in the County of Camden, State of New Jersey, as of December 31, 2022 and 2021, and 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, statement of expenditures - regulatory basis, and statement of general fixed asset group of accounts - regulatory basis for the year ended December 31, 2022, and the related notes to the financial statements, which collectively comprise the Borough's basic financial statements as listed in the table of contents.

#### ***Unmodified Opinions on Regulatory Basis of Accounting***

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the assets, liabilities, reserves and fund balance - regulatory basis of the various funds of the Borough of Lindenwold, in the County of Camden, State of New Jersey, as of December 31, 2022 and 2021, and the results of its operations and changes in fund balance - regulatory basis of such funds for the years then ended, and the revenues - regulatory basis and expenditures - regulatory basis of the various funds, and general fixed asset group of accounts - regulatory basis, for the year ended December 31, 2022, in conformity with accounting principles and practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, as described in note 1.

#### ***Adverse Opinion on Accounting Principles Generally Accepted in the United States of America***

In our opinion, because of the significance of the matter discussed in the *Basis for Adverse Opinion on Accounting Principles Generally Accepted in the United States of America* section of our report, the accompanying financial statements referred to above do not present fairly the financial position of the Borough of Lindenwold, in the County of Camden, State of New Jersey, as of December 31, 2022 and 2021, or the results of its operations and changes in fund balance for the years then ended in accordance with accounting principles generally accepted in the United States of America.

#### ***Basis for Opinions on Regulatory Basis of Accounting***

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and in compliance with audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to meet the requirements of the State of New Jersey. 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 audit opinions.

***Basis for Adverse Opinion on Accounting Principles Generally Accepted in the United States of America***

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

***Emphasis of Matter***

***Change in Accounting Principle***

As discussed in note 1 to the financial statements, during the year ended December 31, 2022, the Borough adopted new accounting guidance, Governmental Accounting Standards Board (GASB) Statement No. 87, *Leases*. The adoption of this new accounting principle resulted in material note disclosure. As a result of the regulatory basis of accounting, described in the previous paragraph, the implementation of this Statement only required financial statement disclosures. Our opinions are not modified with respect to this matter.

***Consistency of Financial Statements***

Because of the implementation of GASB Statement No. 87, the Borough has determined that lease agreements in which they are the lessor have now been disclosed in accordance with the Statement (note 6). In addition, the Borough has determined that lease agreements in the prior year formerly disclosed as operating leases have now been disclosed in accordance with the Statement (note 13). Our opinions are not modified with respect to this matter.

***Responsibilities of Management for the Financial Statements***

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the 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 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 auditing standards generally accepted in the United States of America and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.



### ***Auditor's Responsibilities for the Audit of the Financial Statements (Cont'd)***

In performing an audit in accordance with auditing standards generally accepted in the United States of America and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the 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 basic financial statements. The accompanying supplemental statements and schedules presented for the various funds, as listed in the table of contents, are presented for purposes of additional analysis as required by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, and are not a required part of the basic financial statements. The accompanying schedule of expenditures of state financial assistance is presented for purposes of additional analysis as required by State of New Jersey Circular 15-08-OMB, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*, respectively, and is also 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 accompanying supplemental statements and schedules, and schedule of expenditures of state financial assistance are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

**Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated September 26, 2023 on our consideration of the Borough of Lindenwold'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 of Lindenwold's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Borough of Lindenwold's internal control over financial reporting and compliance.

Respectfully submitted,

*Bowman & Company LLP*

BOWMAN & COMPANY LLP  
Certified Public Accountants  
& Consultants

*Todd Allen*

Certified Public Accountant  
Registered Municipal Accountant

Voorhees, New Jersey  
September 26, 2023

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

**INDEPENDENT AUDITOR'S REPORT**

The Honorable Mayor and  
Members of the Borough Council  
Borough of Lindenwold  
Lindenwold, New Jersey 08021

We have audited, in accordance with the auditing standards generally accepted in the United States of America, the standards applicable to financial statement audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, and the audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, the financial statements prepared on a regulatory basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, of the Borough of Lindenwold, in the County of Camden, State of New Jersey, as of and for the year ended December 31, 2022, and the related notes to the financial statements, which collectively comprise the Borough's basic financial statements, and have issued our report thereon dated September 26, 2023. That report indicated that the Borough of Lindenwold's financial statements were not prepared in accordance with accounting principles generally accepted in the United States of America, but were prepared on a regulatory basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. Our report on the financial statements included an emphasis of matter paragraph describing the adoption of a new accounting principle and an additional paragraph on the consistency of financial statements resulting from the new accounting principle.

**Report on Internal Control over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the Borough's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Borough's internal control. Accordingly, we do not express an opinion on the effectiveness of the 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 combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

**Report on Compliance and Other Matters**

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

**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 entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* and audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, and state awarding agencies and pass-through entities, in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Respectfully submitted,



BOWMAN & COMPANY LLP  
Certified Public Accountants  
& Consultants



Certified Public Accountant  
Registered Municipal Accountant

Voorhees, New Jersey  
September 26, 2023

## BOROUGH OF LINDENWOLD

## CURRENT FUND

Statements of Assets, Liabilities, Reserves and Fund Balance--Regulatory Basis  
As of December 31, 2022 and 2021

<u>ASSETS</u>	<u>Ref.</u>	<u>2022</u>	<u>2021</u>
Current Fund:			
Cash--Treasurer	SA-1	\$ 10,989,906.91	\$ 8,916,875.59
Change Funds	SA-3	500.00	500.00
		<u>10,990,406.91</u>	<u>8,917,375.59</u>
Receivables and Other Assets with Full Reserves:			
Delinquent Property Taxes Receivable	SA-6	919,018.55	547,417.41
Tax Title Liens Receivable	SA-7	1,122,274.95	1,102,791.19
Solid Waste Liens Receivable	SA-8	2,605.30	4,579.21
Property Acquired for Taxes--Assessed Valuation	A	1,509,750.00	1,509,750.00
Revenue Accounts Receivable	SA-9	55,208.23	55,756.48
Due from Federal and State Grant Fund	SA-26	394,617.66	183,346.90
Due from Animal Control Fund	SB-6	3,421.61	2.11
Due from Trust Other Funds	SB-3	18,645.01	
Due from General Capital Fund	SC-5	1,049.45	188.31
		<u>4,026,590.76</u>	<u>3,403,831.61</u>
Deferred Charges:			
Emergency Authorization	A-3	280,000.00	
		<u>280,000.00</u>	<u>-</u>
		<u>15,296,997.67</u>	<u>12,321,207.20</u>
Federal, State and Local Grant Fund:			
Cash--Treasurer	SA-1	908,310.07	1,375.26
Federal, State and Local Grants Receivable	SA-22	894,989.00	1,091,484.02
		<u>1,803,299.07</u>	<u>1,092,859.28</u>
		<u>\$ 17,100,296.74</u>	<u>\$ 13,414,066.48</u>

(Continued)

## BOROUGH OF LINDENWOLD

## CURRENT FUND

Statements of Assets, Liabilities, Reserves and Fund Balance--Regulatory Basis

As of December 31, 2022 and 2021

<u>LIABILITIES, RESERVES AND FUND BALANCE</u>	<u>Ref.</u>	<u>2022</u>	<u>2021</u>
Current Fund:			
Liabilities:			
Due to Trust Other Fund	SB-3		\$ 5,366.03
Due to Sewer Utility Operating Fund	SA-1	\$ 1,065.63	
Reserve for Municipal Relief Fund Aid	SA-1	108,273.92	
Appropriation Reserves	A-3; SA-10	1,290,353.77	1,157,431.53
Reserve for Encumbrances	A-3; SA-10	447,921.80	453,683.48
Prepaid Taxes	SA-11	305,732.55	428,268.16
Tax Overpayments	SA-12	30,102.73	27,731.31
Due to State of New Jersey:			
Veteran's and Senior Citizen Deductions	SA-5	8,854.99	5,956.07
Marriage/Civil Union License Fees	SA-13	25.00	800.00
State Training Fees	SA-14	3,952.00	2,153.00
Accounts Payable	SA-15	99,446.17	55,939.13
Due County for Added and Omitted Taxes	SA-18	121,500.99	19,426.66
Local School Taxes Payable	SA-19	5.50	6.50
Reserve for Maintenance of Free Public Library with State Aid	SA-20	5,942.04	6,311.40
Reserve for Library Donations	SA-21		4,000.00
Prepaid Licenses and Fees	A-2; SA-1	99,097.05	178,877.05
		2,522,274.14	2,345,950.32
Reserve for Receivables and Other Assets	A	4,026,590.76	3,403,831.61
Fund Balance	A-1	8,748,132.77	6,571,425.27
		15,296,997.67	12,321,207.20
Federal, State and Local Grant Fund:			
Reserve for Federal, State and Local Grants:			
Unappropriated	SA-23	941,579.41	36,500.96
Appropriated	SA-24	462,180.09	844,972.61
Reserve for Encumbrances	SA-25	59.10	26,664.18
Due to Current Fund	SA-26	394,617.66	183,346.90
Accounts Payable - Interest Earned on Grant Funds	SA-27	4,862.81	1,374.63
		1,803,299.07	1,092,859.28
		\$ 17,100,296.74	\$ 13,414,066.48

The accompanying Notes to Financial Statements are an integral part of these statements.

**BOROUGH OF LINDENWOLD**  
**CURRENT FUND**

Statements of Operations and Changes in Fund Balance--Regulatory Basis  
For the Years Ended December 31, 2022 and 2021

	<u>2022</u>	<u>2021</u>
<u>Revenue and Other</u>		
<u>Income Realized</u>		
Fund Balance Utilized	\$ 3,644,000.00	\$ 2,969,000.00
Miscellaneous Revenue Anticipated	3,620,108.44	3,490,307.07
Receipts from Delinquent Taxes	1,131,635.56	1,197,087.85
Receipts from Current Taxes	32,094,256.25	29,525,952.90
Non-Budget Revenue	1,661,017.63	1,851,043.37
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	1,056,822.72	1,093,570.62
Tax Overpayments Canceled		2,510.92
Accounts Payable Canceled	4,431.73	3,388.83
Due to State of New Jersey Canceled	2,153.00	
Canceled Grant Fund Appropriated Reserves	14,779.76	252,152.44
Statutory Excess in Animal Control Fund	3,408.40	
Liquidation of Reserves for:		
Due Federal, State and Local Grant Fund		9,426.13
Due Animal Control Fund		2.01
Due Trust Other Fund		48,723.57
Due General Capital Fund		177.88
	<hr/>	<hr/>
Total Income	43,232,613.49	40,443,343.59
<u>Expenditures</u>		
Budget and Emergency Appropriations:		
Operations--Within "CAPS":		
Salaries and Wages	7,227,591.00	6,835,543.00
Other Expenses	6,288,895.57	5,680,133.00
Deferred Charges and Statutory Expenditures		
Municipal--Within "CAPS"	2,252,710.34	2,207,026.77
Operations--Excluded from "CAPS":		
Salaries and Wages	229,399.00	182,927.91
Other Expenses	206,672.08	201,556.93
Capital Improvements--Excluded from "CAPS"	353,768.00	314,865.00
Municipal Debt Service--Excluded from "CAPS"	676,467.50	678,642.50
Fire District Taxes	1,180,929.00	1,169,953.00
County Taxes	5,348,495.95	5,063,200.41
Due County for Added and Omitted Taxes	121,500.99	19,426.66
Local School Taxes	13,561,154.00	13,678,347.00
Refund of Prior Year Revenue:		
Disbursed	1,718.04	8,121.24

(Continued)

**BOROUGH OF LINDENWOLD**  
**CURRENT FUND**

Statements of Operations and Changes in Fund Balance--Regulatory Basis  
For the Years Ended December 31, 2022 and 2021

	<u>2022</u>	<u>2021</u>
<u>Expenditures (Cont'd)</u>		
Veterans and Senior Citizens Deductions Disallowed		
By Tax Collector (Net)--Prior Year Taxes	\$ 4,000.00	\$ 3,250.00
Canceled Federal, State and Local Grants Receivable	4,408.11	366,941.57
Creation of Reserves for:		
Due Federal, State and Local Grant Fund	211,270.76	
Due Animal Control Fund	3,419.50	
Due Trust Other Funds	18,645.01	
Due General Capital Fund	861.14	
	<u>37,691,905.99</u>	<u>36,409,934.99</u>
Total Expenditures		
Excess in Revenue	5,540,707.50	4,033,408.60
Adjustments to Income before Fund Balance:		
Expenditures included above which are by		
Statute Deferred Charges to Budget of		
Succeeding Year	<u>280,000.00</u>	<u>-</u>
Statutory Excess to Fund Balance	5,820,707.50	4,033,408.60
<u>Fund Balance</u>		
Balance Jan. 1	<u>6,571,425.27</u>	<u>5,507,016.67</u>
	12,392,132.77	9,540,425.27
Decreased by:		
Utilized as Revenue	<u>3,644,000.00</u>	<u>2,969,000.00</u>
Balance Dec. 31	<u><u>\$ 8,748,132.77</u></u>	<u><u>\$ 6,571,425.27</u></u>

The accompanying Notes to Financial Statements are an integral part of these statements.



**BOROUGH OF LINDENWOLD**  
**CURRENT FUND**  
Statement of Revenue--Regulatory Basis  
For the Year Ended December 31, 2022

	<u>Budget</u>	<u>Anticipated</u> Special <u>N.J.S.40A:4-87</u>	<u>Realized</u>	Excess or ( <u>Deficit</u> )
Fund Balance Anticipated	\$ 3,644,000.00	-	\$ 3,644,000.00	-
Miscellaneous Revenues:				
Licenses:				
Alcoholic Beverages	15,000.00		22,588.00	\$ 7,588.00
Other	34,000.00		43,423.10	9,423.10
Fees and Permits	120,000.00		114,165.00	(5,835.00)
Fines and Costs:				
Municipal Court	80,000.00		75,364.93	(4,635.07)
Interest and Costs on Taxes	125,000.00		130,866.45	5,866.45
Interest on Investments and Deposits	29,000.00		73,317.46	44,317.46
Foreclosed Property Fees	80,000.00		54,750.00	(25,250.00)
Consolidated Municipal Property Tax Relief Aid	121,171.00		121,171.00	
Energy Receipts Tax	1,954,478.00		1,954,478.00	
Dedicated Uniform Construction Code Fees offset with Appropriations (N.J.S. 40A:4-36 and N.J.A.C. 5:23-4.17):				
Uniform Construction Code Fees	165,000.00		208,031.20	43,031.20
Special Items of General Revenues Anticipated with Prior Written Consent of Director of Local Government Services:				
Shared Service Agreements:				
Assessment of Taxes--Pine Hill Borough	17,861.00		17,860.92	(0.08)
Police--Lindenwold Borough School District - SRO	104,755.00		104,754.30	(0.70)
Police--Lindenwold Borough School District - SLEO	48,533.00		48,533.00	
Public and Private Revenues Off-Set with Appropriations:				
Safe and Secure Communities Program	48,600.00		48,600.00	
Body Armor Replacement Grant	2,097.78		2,097.78	
Recycling Tonnage Grant	25,380.90		25,380.90	
Clean Communities Program	34,300.33	\$ 38,708.07	73,008.40	
NJ Department of Transportation:				
Cooper Avenue	350,768.00		350,768.00	
Drunk Driving Enforcement Fund	2,200.00		2,200.00	
Distracted Driving Incentive Grant		8,750.00	8,750.00	
BPU - Community Energy Plan Grant Program		25,000.00	25,000.00	
Camden County Recreation Facility Enhancement Grant		25,000.00	25,000.00	
Special Items of General Revenues Anticipated with Prior Written Consent of Director of Local Government Services:				
Other Special Items:				
Delaware River Port Authority Community Impact	90,000.00		90,000.00	
Total Miscellaneous Revenues	3,448,145.01	97,458.07	3,620,108.44	74,505.36
Receipts from Delinquent Taxes	500,000.00	-	1,131,635.56	631,635.56
Amount to be Raised by Taxes for Support of Municipal Budget:				
Local Tax for Municipal Purposes including Reserve for Uncollected Taxes	10,398,026.99	-	12,911,350.46	2,513,323.47
Budget Totals	17,990,172.00	97,458.07	21,307,094.46	3,219,464.39
Non Budget Revenues	-	-	1,661,017.63	1,661,017.63
	\$ 17,990,172.00	\$ 97,458.07	\$ 22,968,112.09	\$ 4,880,482.02

(Continued)

**BOROUGH OF LINDENWOLD**  
**CURRENT FUND**  
Statement of Revenues--Regulatory Basis  
For the Year Ended December 31, 2022

Analysis of Realized Revenues

Allocation of Current Tax Collections:

Revenue from Collections	\$ 32,094,256.25
Allocated to:	
Local School, County and Special District Taxes	<u>20,212,079.94</u>
Balance for Support of Municipal Budget Appropriations	11,882,176.31
Add: Appropriation "Reserve for Uncollected Taxes"	<u>1,029,174.15</u>
Amount for Support of Municipal Budget Appropriations	<u><u>\$ 12,911,350.46</u></u>

Receipts from Delinquent Taxes:

Delinquent Tax Collections	\$ 1,069,439.66
Tax Title Lien Collections	<u>62,195.90</u>
	<u><u>\$ 1,131,635.56</u></u>

Licenses--Other:

Clerk:	
Cat	\$ 4,045.00
Raffle	1,503.10
Taxicab	4,650.00
Compliance Officer:	
Mercantile	30,940.00
Board of Health:	
Marriage/Civil Union	75.00
Sanitary Code	2,105.00
Swimming Pool	<u>105.00</u>
	<u><u>\$ 43,423.10</u></u>

(Continued)

**BOROUGH OF LINDENWOLD**  
**CURRENT FUND**  
Statement of Revenues--Regulatory Basis  
For the Year Ended December 31, 2022

Analysis of Realized Revenues

Fees and Permits:

Clerk:

Property Maintenance Inspections	\$ 45,200.00
Smoke Detector Inspections	33,810.00
Street Opening Permits	17,550.00

Police:

Firearm Permits	1,370.00
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Zoning Board:

Variance Fees	8,875.00
Ordinance Fees	6,400.00
List of Property Owners	160.00
Other	770.00

Tax Collector:

Tax Search Fees	30.00
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\$ 114,165.00

Miscellaneous Revenue Not Anticipated:

Revenue Accounts Receivable:

Clerk:

Other	\$ 282.05
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Board of Health:

Certified Copies	1,070.00
EFT Fees	230.00

Police Department:

Accident Reports	999.00
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Treasurer:

Tower Rentals	21,900.60
Cable Franchise Fee	50,792.34

\$ 75,273.99

Tax Collector:

Copies	50.00
Lot Cleaning	13,095.00
Duplicate Certificate/Bill Fees	20.00
Special Charges	<u>4,800.35</u>

17,965.35

(Continued)

**BOROUGH OF LINDENWOLD**  
**CURRENT FUND**  
Statement of Revenues--Regulatory Basis  
For the Year Ended December 31, 2022

Analysis of Realized Revenues

Miscellaneous Revenue Not Anticipated (Cont'd):

Treasurer:		
Tax Court Settlement	\$ 315,000.00	
Various Refunds	8,809.27	
Fuel Reimbursements	8,016.15	
Corona Virus Relief Fund	4,990.35	
Public Assistance Grants	15,129.76	
Refund of Prior Year Expenditures	3,421.60	
State Homeowner Mail reimbursement	505.80	
Insurance Reimbursements	97.00	
ID Badges	30.00	
Police Forfeitures	1,363.47	
Bail Forfeitures	100.00	
Vacant Property Fees	15,250.00	
Rental Registration Fees	372,016.91	
Library Fees	2,474.00	
Trash Collection Fees	249,363.00	
Insurance Proceeds	1,324.00	
Administrative Fees:		
Senior Citizens and Veterans	1,580.00	
Park and Field Rentals	17,675.00	
Insurance Dividends	6,999.09	
Outstanding Checks Canceled	128.00	
Sale of Assets	16,245.09	
PILOT	527,259.80	
		\$ 1,567,778.29
		\$ 1,661,017.63
Revenue Accounts Receivable		\$ 75,273.99
Tax Collector:		
Collected		17,965.35
Treasurer:		
Collected	\$ 1,388,901.24	
Prepaid Miscellaneous Revenues Applied	178,877.05	
		1,567,778.29
		\$ 1,661,017.63

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

**BOROUGH OF LINDENWOLD**  
**CURRENT FUND**  
Statement of Expenditures -- Regulatory Basis  
For the Year Ended December 31, 2022

	Appropriations		Expended			Unexpended
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	<u>Balance Canceled</u>
<u>OPERATIONS--WITHIN "CAPS"</u>						
<u>GENERAL GOVERNMENT FUNCTIONS</u>						
Administrative and Executive						
Salaries and Wages	\$ 20,287.00	\$ 20,287.00	\$ 15,447.92		\$ 4,839.08	
Other Expenses	53,000.00	53,000.00	46,926.66	\$ 459.99	5,613.35	
Mayor and Council						
Salaries and Wages	58,500.00	58,500.00	56,400.00		2,100.00	
Other Expenses	10,000.00	10,000.00	9,340.78	311.59	347.63	
Elections						
Other Expenses	13,000.00	13,000.00	9735.66		3,264.34	
Municipal Clerk						
Salaries and Wages	152,590.00	152,590.00	147,715.24		4,874.76	
Other Expenses	16,920.00	16,920.00	6,624.39	43.00	10,252.61	
Financial Administration						
Salaries and Wages	153,632.00	153,632.00	148,298.28		5,333.72	
Other Expenses	54,000.00	54,000.00	38,147.88	1,741.85	14,110.27	
Audit Services	60,000.00	60,000.00	60,000.00			
Computerized Data Processing	41,500.00	41,500.00	32,942.58	3,687.14	4,870.28	
Collection of Taxes						
Salaries and Wages	144,252.00	114,252.00	83,399.79		30,852.21	
Other Expenses	28,525.00	28,525.00	13,682.64	5,049.87	9,792.49	
Assessment of Taxes						
Salaries and Wages	83,126.00	83,126.00	77,599.26		5,526.74	
Other Expenses	19,000.00	24,000.00	4,996.36	3,000.00	16,003.64	
Legal Services and Costs						
Other Expenses	135,000.00	135,000.00	100,805.01	4,597.00	29,597.99	
Liquidation of Tax Title Liens						
Other Expenses (Emergency \$280,000.00)	12,500.00	292,500.00	165,111.54	10,423.03	14,013.00	\$ 102,952.43
Engineering Services and Costs						
Other Expenses	30,000.00	30,000.00	21,585.47		8,414.53	

(Continued)

**BOROUGH OF LINDENWOLD**  
**CURRENT FUND**  
Statement of Expenditures -- Regulatory Basis  
For the Year Ended December 31, 2022

	Appropriations		Expended			Unexpended
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	<u>Balance Canceled</u>
<u>OPERATIONS--WITHIN "CAPS" (CONT'D)</u>						
<u>LAND USE ADMINISTRATION</u>						
Municipal Land Use Law (N.J.S.44:55D-I)						
Joint Land Use Board						
Salaries and Wages	\$ 53,390.00	\$ 53,390.00	\$ 51,035.71		\$ 2,354.29	
Other Expenses	12,650.00	12,650.00	9,356.73	\$ 32.60	3,260.67	
<u>CODE ENFORCEMENT AND ADMINISTRATION</u>						
Compliance Officer						
Salaries and Wages	207,389.00	207,389.00	181,896.65		25,492.35	
Other Expenses	208,250.00	120,400.00	52,620.89	315.42	67,463.69	
<u>INSURANCE</u>						
General Liability	331,001.00	331,001.00	321,726.59	3,920.33	5,354.08	
Workers Compensation	249,503.00	249,503.00	249,502.00		1.00	
Employee Group Insurance	1,817,423.00	1,892,423.00	1,531,390.27	292,680.10	68,352.63	
Health Benefit Waiver	55,834.00	55,834.00	48,146.09		7,687.91	
<u>PUBLIC SAFETY FUNCTIONS</u>						
Police						
Salaries and Wages	4,599,511.00	4,599,511.00	4,538,462.26		61,048.74	
Other Expenses	557,409.00	557,409.00	369,188.79	52,644.07	135,576.14	
Emergency Management Services						
Salaries and Wages	5,499.00	5,499.00	4,662.84		836.16	
Other Expenses	4,202.00	4,202.00	764.94	47.54	3,389.52	
Ambulance Services						
Other Expenses	50,000.00	50,000.00			50,000.00	

(Continued)

**BOROUGH OF LINDENWOLD**  
**CURRENT FUND**  
Statement of Expenditures -- Regulatory Basis  
For the Year Ended December 31, 2022

	Appropriations		Expended			Unexpended
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	<u>Balance Canceled</u>
<u>OPERATIONS--WITHIN "CAPS" (CONT'D)</u>						
<u>PUBLIC WORKS FUNCTIONS</u>						
Road Repairs and Maintenance						
Salaries and Wages	\$ 559,808.00	\$ 559,808.00	\$ 520,520.81		\$ 39,287.19	
Other Expenses	136,219.00	151,219.00	143,755.80	\$ 711.43	6,751.77	
Shade Tree Commission						
Other Expenses	16,000.00	16,000.00			16,000.00	
Traffic Lights and Alarm System	59,300.00	59,300.00	35,363.00		23,937.00	
Solid Waste Collection--Recycling						
Salaries and Wages	539,748.00	509,748.00	442,729.89		67,018.11	
Other Expenses	173,500.00	173,500.00	85,479.30	16,163.71	71,856.99	
Public Buildings and Grounds						
Salaries and Wages	79,674.00	79,674.00	57,632.77		22,041.23	
Other Expenses	129,711.00	129,711.00	64,437.99	3,715.61	61,557.40	
Vehicle Maintenance	167,000.00	177,000.00	164,543.63	9,235.17	3,221.20	
Municipal Services Act	40,000.00	40,000.00			40,000.00	
<u>HEALTH AND HUMAN SERVICES FUNCTIONS</u>						
Board of Health						
Other Expenses	800.00	800.00	140.00		660.00	
Animal Control						
Other Expenses	71,850.00	71,850.00	65,138.86	360.95	6,350.19	
Senior Citizens' Activities						
Other Expenses	1,000.00	1,000.00	550.50		449.50	
<u>PARKS AND RECREATION FUNCTIONS</u>						
Parks and Playgrounds						
Salaries and Wages	166,927.00	169,427.00	167,626.08		1,800.92	
Other Expenses	52,324.00	52,324.00	7,171.77	16,120.00	29,032.23	
<u>EDUCATION FUNCTIONS</u>						
Expenses of Participation in Free County Library						
Salaries and Wages	89,064.00	89,064.00	73,147.45		15,916.55	
Other Expenses	17,750.00	17,750.00	13,105.95	478.18	4,165.87	

(Continued)

**BOROUGH OF LINDENWOLD**  
**CURRENT FUND**  
Statement of Expenditures -- Regulatory Basis  
For the Year Ended December 31, 2022

	Appropriations		Expended			Unexpended
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	<u>Balance Canceled</u>
<u>OPERATIONS--WITHIN "CAPS" (CONT'D)</u>						
<u>OTHER COMMON OPERATING FUNCTIONS</u>						
Accumulated Leave Compensation	\$ 15,000.00	\$ 20,000.00	\$ 15,000.00		\$ 5,000.00	
Celebration of Public Event, Anniversary or Holiday						
Other Expenses	25,000.00	25,000.00	15,444.34		9,555.66	
<u>UTILITY EXPENSES AND BULK PURCHASES</u>						
Electricity	100,000.00	100,000.00	98,163.10		1,836.90	
Street Lighting	140,000.00	146,000.00	132,301.65		13,698.35	
Telephone and Telegraph	55,000.00	65,000.00	59,152.33	\$ 2,956.21	2,891.46	
Water	24,000.00	24,000.00	19,572.02		4,427.98	
Fuel Oil	40,000.00	40,000.00	34,700.76		5,299.24	
Sewer	4,000.00	4,000.00	2,816.00		1,184.00	
Gasoline	186,560.00	201,560.00	177,805.22	9,394.97	14,359.81	
<u>LANDFILL/SOLID WASTE DISPOSAL COSTS</u>						
Garbage and Trash Removal						
Landfill/Solid Waste	833,600.00	833,600.00	678,739.56	65.00	154,795.44	
<u>MUNICIPAL COURT</u>						
Municipal Court						
Salaries and Wages	156,794.00	156,794.00	149,742.45		7,051.55	
Other Expenses	55,000.00	55,000.00	41,797.04	8,568.88	4,634.08	
Public Defender						
Salaries and Wages	1.00	4,351.00	3,196.83		1,154.17	
Other Expenses	1.00	1.00			1.00	
<u>UNIFORM CONSTRUCTION CODE</u>						
State Uniform Construction Code (N.J.S. 52:27D-120 et seq.)						
Construction Code Official						
Salaries and Wages	154,715.00	154,715.00	153,193.95		1,521.05	
Other Expenses	11,200.00	11,200.00	3,956.83		7,243.17	
Total Operations--Within "CAPS"	13,339,439.00	13,619,439.00	11,824,439.10	446,723.64	1,245,323.83	102,952.43

(Continued)



**BOROUGH OF LINDENWOLD**  
**CURRENT FUND**  
Statement of Expenditures -- Regulatory Basis  
For the Year Ended December 31, 2022

	Appropriations		Expended			Unexpended
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	<u>Balance Canceled</u>
Detail:						
Salaries and Wages	\$ 7,280,741.00	\$ 7,227,591.00	\$ 6,920,854.27	\$ -	\$ 306,736.73	\$ -
Other Expenses	6,058,698.00	6,391,848.00	4,903,584.83	446,723.64	938,587.10	102,952.43
<u>DEFERRED CHARGES AND STATUTORY EXPENDITURES--</u>						
<u>MUNICIPAL--WITHIN "CAPS"</u>						
Statutory Expenditures:						
Contribution to:						
Public Employees' Retirement System	410,015.00	410,015.00	410,015.00			
Social Security System (O.A.S.I.)	573,856.34	573,856.34	535,309.07		38,547.27	
Police and Firemen's Retirement System of NJ	1,252,339.00	1,252,339.00	1,252,339.00			
Unemployment Compensation Insurance	10,000.00	10,000.00	10,000.00			
Defined Contribution Retirement Program	6,500.00	6,500.00	4,194.40	1,198.16	1,107.44	
Total Deferred Changes and Statutory Expenditures - Municipal Within "CAPS"	2,252,710.34	2,252,710.34	2,211,857.47	1,198.16	39,654.71	-
Total General Appropriations for Municipal Purposes Within "CAPS"	15,592,149.34	15,872,149.34	14,036,296.57	447,921.80	1,284,978.54	102,952.43
<u>OPERATIONS--EXCLUDED FROM "CAPS"</u>						
Interest on Tax Appeals	2,000.00	2,000.00			2,000.00	
SFSP Fire District Payment	7,885.00	7,885.00	7,885.00			
Recycling Tax	27,500.00	27,500.00	24,124.77		3,375.23	
Shared Service Agreements:						
Assessment of Taxes--Pine Hill Borough						
Salaries and Wages	16,561.00	16,561.00	16,561.00			
Other Expenses	1,300.00	1,300.00	1,300.00			

(Continued)

**BOROUGH OF LINDENWOLD**  
**CURRENT FUND**  
Statement of Expenditures -- Regulatory Basis  
For the Year Ended December 31, 2022

	<u>Appropriations</u>		<u>Expended</u>			<u>Unexpended</u>
	<u>Budget</u>	<u>Budget After</u> <u>Modification</u>	<u>Paid or</u> <u>Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	<u>Balance</u> <u>Canceled</u>
<u>OPERATIONS--EXCLUDED FROM "CAPS" (CONT'D)</u>						
Shared Service Agreements (Con'td):						
Parks and Playgrounds--Lindenwold Borough School District						
Other Expenses	\$ 15,000.00	\$ 15,000.00	\$ 15,000.00			
Police--Lindenwold Borough School District						
Salaries and Wages	104,755.00	104,755.00	104,755.00			
Police--Lindenwold Borough School District - SLEO						
Salaries and Wages	48,533.00	48,533.00	48,533.00			
Purchasing - QPA - Brooklawn Borough						
Other Expenses	2,500.00	2,500.00	2,500.00			
Public and Private Programs Off-Set by Revenues:						
Drunk Driving Enforcement Fund	2,200.00	2,200.00	2,200.00			
Safe and Secure Communities Program	48,600.00	48,600.00	48,600.00			
Body Armor Replacement Grant	2,097.78	2,097.78	2,097.78			
Distracted Driving Incentive Grant (40A:4-87, \$8,750.00+)		8,750.00	8,750.00			
Camden County Recreation Facility Enhancement Grant (40A:4-87, \$25,000.00+)		25,000.00	25,000.00			
BPU - Community Energy Plan Grant Program (40A:4-87, \$25,000.00+)		25,000.00	25,000.00			
Recycling Tonnage Grant	25,380.90	25,380.90	25,380.90			
Clean Communities Program (40A:4-87, \$38,708.07+)	34,300.33	73,008.40	73,008.40			
	<u>338,613.01</u>	<u>436,071.08</u>	<u>430,695.85</u>	<u>-</u>	<u>\$ 5,375.23</u>	<u>-</u>
Total Operations--Excluded from "CAPS"						
	<u>338,613.01</u>	<u>436,071.08</u>	<u>430,695.85</u>	<u>-</u>	<u>\$ 5,375.23</u>	<u>-</u>
Detail:						
Salaries and Wages	220,649.00	229,399.00	229,399.00	-	-	-
Other Expenses	117,964.01	206,672.08	201,296.85	-	5,375.23	-

(Continued)

**BOROUGH OF LINDENWOLD**  
**CURRENT FUND**  
Statement of Expenditures -- Regulatory Basis  
For the Year Ended December 31, 2022

	Appropriations		Expended			Unexpended
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	<u>Balance Canceled</u>
<u>CAPITAL IMPROVEMENTS--EXCLUDED FROM "CAPS"</u>						
Down Payments on Improvements:						
Capital Improvement Fund	\$ 3,000.00	\$ 3,000.00	\$ 3,000.00			
Public and Private Programs Offset by Revenues:						
NJ Department of Transportation:						
Cooper Avenue	350,768.00	350,768.00	350,768.00			
Total Capital Improvements--Excluded from "CAPS"	353,768.00	353,768.00	353,768.00	-	-	-
<u>MUNICIPAL DEBT SERVICE--EXCLUDED FROM "CAPS"</u>						
Payment of Bond Principal	565,000.00	565,000.00	565,000.00			
Interest on Bonds	95,921.70	95,921.70	95,921.70			
Green Trust Loan Program:						
Loan Repayments for Principal and Interest:						
Principal	15,164.04	15,164.04	15,164.04			
Interest	381.76	381.76	381.76			
Total Municipal Debt Service--Excluded from "CAPS"	676,467.50	676,467.50	676,467.50	-	-	-
Total General Appropriations--Excluded from "CAPS"	1,368,848.51	1,466,306.58	1,460,931.35	-	\$ 5,375.23	-
Subtotal General Appropriations	16,960,997.85	17,338,455.92	15,497,227.92	\$ 447,921.80	1,290,353.77	\$ 102,952.43
Reserve for Uncollected Taxes	1,029,174.15	1,029,174.15	1,029,174.15	-	-	-
Total General Appropriations	\$ 17,990,172.00	\$ 18,367,630.07	\$ 16,526,402.07	\$ 447,921.80	\$ 1,290,353.77	\$ 102,952.43
Budget		\$ 17,990,172.00				
Appropriation by N.J.S.A. 40A:4-87		97,458.07				
Emergency Authorizations by N.J.S.A. 40A:4-46		280,000.00				
		\$ 18,367,630.07				

(Continued)

**BOROUGH OF LINDENWOLD**  
**CURRENT FUND**  
Statement of Expenditures -- Regulatory Basis  
For the Year Ended December 31, 2022

	<u>Appropriations</u>		<u>Expended</u>		<u>Unexpended Balance Canceled</u>
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Encumbered</u> <u>Reserved</u>	
Reserve for Federal and State Grants			\$ 560,805.08		
Reserve for Uncollected Taxes			1,029,174.15		
Due to Trust Other Funds			3,196.83		
Budget Refunds Collected by Trust Other Finds			(18,157.11)		
Budget Refunds Collected			(566,206.19)		
Disbursed			<u>15,517,589.31</u>		
			<u>\$ 16,526,402.07</u>		

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

**BOROUGH OF LINDENWOLD**  
**TRUST FUND**  
 Statements of Assets, Liabilities, Reserves and Fund Balance--Regulatory Basis  
 As of December 31, 2022 and 2021

<u>ASSETS</u>	<u>Ref.</u>	<u>2022</u>	<u>2021</u>
Animal Control Fund:			
Cash	SB-1	\$ 10,446.21	\$ 6,339.71
Other Funds:			
Cash--Treasurer	SB-1	1,072,097.76	952,493.30
Cash--Collector	SB-2	1,156,885.74	1,139,785.74
Due from Current Fund	SB-3		5,366.03
Due from Sewer Utility Operating Fund	SB-7	1,295.56	
Due from State of New Jersey--Unemployment Compensation	B	920.33	920.33
		<u>2,231,199.39</u>	<u>2,098,565.40</u>
		<u>\$ 2,241,645.60</u>	<u>\$ 2,104,905.11</u>
<u>LIABILITIES</u>			
<u>AND RESERVES</u>			
Animal Control Fund:			
Reserve for Animal Control Fund Expenditures	SB-4	\$ 7,018.00	\$ 6,321.40
Due to State of New Jersey	SB-5	6.60	16.20
Due to Current Fund	SB-6	3,421.61	2.11
		<u>10,446.21</u>	<u>6,339.71</u>
Other Funds:			
Due to Current Fund	SB-3	18,645.01	
Due to State of New Jersey--Excess Public Defender Fees	B	1,764.40	1,764.40
Payroll Deductions Payable	SB-7	106,389.57	108,526.57
Premiums Received at Tax Sale	SB-8	1,156,800.00	1,139,700.00
Reserve for Tax Title Lien Redemption	SB-8	85.74	85.74
Reserve for Accumulated Leave Compensation	SB-8	179,390.06	168,610.61
Reserve for Annual Recognition Dinner	SB-8	2,661.23	2,456.09
Reserve for Apartment Escrow	SB-8	100.00	100.00
Cash Performance Bonds	SB-8	82,423.05	74,147.05
Reserve for Crime Prevention Program	SB-8	4,060.93	4,060.93
Reserve for Escrow Deposits	SB-8	73,308.06	64,575.02
Reserve for Federal Forfeitures	SB-8	1,032.56	1,026.80
Reserve for Library Donations	SB-8	3,870.18	
Reserve for Municipal Drug Alliance	SB-8	34,142.90	34,142.90
Reserve for New Jersey Unemployment Compensation Insurance	SB-8	191,210.11	177,202.49
Reserve for Park Rentals	SB-8	10,086.54	9,461.54
Reserve for POAA Fees	SB-8	18.00	2.00
Reserve for Police Outside Services	SB-8	231,988.11	206,983.61
Reserve for Public Defender Fees	SB-8	2,500.00	2,340.74
Reserve for Recycling Program	SB-8	69,780.75	44,158.01
Reserve for Senior Citizen Building Rentals	SB-8	1,276.25	1,276.25
Reserve for Sewer Review	SB-8	2,851.13	2,851.13
Reserve for Special Law Enforcement	SB-8	45,134.81	47,013.52
Reserve for Street Opening Deposits	SB-8	11,680.00	8,080.00
		<u>2,231,199.39</u>	<u>2,098,565.40</u>
		<u>\$ 2,241,645.60</u>	<u>\$ 2,104,905.11</u>

The accompanying Notes to Financial Statements are an integral part of these statements.

**BOROUGH OF LINDENWOLD****GENERAL CAPITAL FUND**

Statements of Assets, Liabilities, Reserves and Fund Balance--Regulatory Basis  
As of December 31, 2022 and 2021

<u>ASSETS</u>	<u>Ref.</u>	<u>2022</u>	<u>2021</u>
Cash	SC-1; SC-2	\$ 441,760.28	\$ 749,810.26
Deferred Charges to Future Taxation:			
Unfunded	SC-3	2,072,085.00	2,072,085.00
Funded	SC-4	<u>3,816,055.97</u>	<u>4,396,220.01</u>
		<u>\$ 6,329,901.25</u>	<u>\$ 7,218,115.27</u>
 <u>LIABILITIES, RESERVES</u> <u>AND FUND BALANCE</u>			
General Serial Bonds	SC-10	\$ 3,808,360.00	\$ 4,373,360.00
Green Acres Trust Development Loan Payable	SC-9	7,695.97	22,860.01
Improvement Authorizations:			
Funded	SC-8	860,714.22	587,554.97
Unfunded	SC-8	527,454.40	804,629.00
Reserve for Encumbrances	SC-6	1,082,776.45	1,390,672.22
Capital Improvement Fund	SC-7	3,000.00	
Due to Current Fund	SC-5	1,049.45	188.31
Fund Balance	C	<u>38,850.76</u>	<u>38,850.76</u>
		<u>\$ 6,329,901.25</u>	<u>\$ 7,218,115.27</u>

The accompanying Notes to Financial Statements are an integral part of these statements.

**BOROUGH OF LINDENWOLD**  
SEWER UTILITY FUND

Statements of Assets, Liabilities, Reserves and Fund Balance--Regulatory Basis  
As of December 31, 2022 and 2021

<u>ASSETS</u>	<u>Ref.</u>	<u>2022</u>	<u>2021</u>
Operating Fund:			
Cash	SD-1	\$ 3,151,818.59	\$ 2,835,310.20
Change Fund	SD-4	250.00	250.00
Due from Current Fund	D-3	1,065.63	
		<u>3,153,134.22</u>	<u>2,835,560.20</u>
Receivables with Full Reserves:			
Consumer Accounts Receivable	SD-5	71,257.72	53,265.42
Sewer Liens Receivable	SD-7	22,606.05	21,651.05
		<u>93,863.77</u>	<u>74,916.47</u>
Total Operating Fund		<u>3,246,997.99</u>	<u>2,910,476.67</u>
Capital Fund:			
Cash	SD-1; SD-2	528,608.55	1,453,297.05
Fixed Capital	SD-12	11,979,905.92	11,641,459.92
Fixed Capital Authorized and Uncompleted	SD-13	1,800,338.26	2,703,784.26
Total Capital Fund		<u>14,308,852.73</u>	<u>15,798,541.23</u>
		<u>\$ 17,555,850.72</u>	<u>\$ 18,709,017.90</u>

(Continued)

**BOROUGH OF LINDENWOLD**  
SEWER UTILITY FUND

Statements of Assets, Liabilities, Reserves and Fund Balance--Regulatory Basis  
As of December 31, 2022 and 2021

<u>LIABILITIES, RESERVES AND FUND BALANCE</u>	<u>Ref.</u>	<u>2022</u>	<u>2021</u>
Operating Fund:			
Appropriation Reserves	D-3; SD-8	\$ 54,730.82	\$ 114,955.50
Reserve for Encumbrances	D-3; SD-8	23,855.06	29,243.94
Due to Trust Other Fund	D-3	1,295.56	
Sewer Rental Overpayments	SD-6	3,358.41	6,308.56
Accounts Payable	SD-8	86.15	
Sewer Rental Prepayments	SD-9	438,302.51	361,349.88
Accrued Interest on Bonds and Notes	SD-14	10,451.32	11,805.48
		<u>532,079.83</u>	<u>523,663.36</u>
Reserves for Receivables	D	93,863.77	74,916.47
Fund Balance	D-1	<u>2,621,054.39</u>	<u>2,311,896.84</u>
Total Operating Fund		<u>3,246,997.99</u>	<u>2,910,476.67</u>
Capital Fund:			
Reserve for Amortization	SD-15	11,737,768.18	11,064,322.18
Reserve for Deferred Amortization	SD-16		903,446.00
Improvement Authorizations:			
Funded	SD-16	480,416.79	1,421,123.92
Unfunded	SD-16	836.00	836.00
Reserve for Encumbrances	SD-16	16,018.63	
Sewer Serial Bonds	SD-17	2,041,640.00	2,376,640.00
Fund Balance	D	<u>32,173.13</u>	<u>32,173.13</u>
Total Capital Fund		<u>14,308,852.73</u>	<u>15,798,541.23</u>
		<u>\$ 17,555,850.72</u>	<u>\$ 18,709,017.90</u>

The accompanying Notes to Financial Statements are an integral part of these statements.



**BOROUGH OF LINDENWOLD**  
**SEWER UTILITY OPERATING FUND**  
 Statements of Operations and Changes in Fund Balance--Regulatory Basis  
 For the Years Ended December 31, 2022 and 2021

<u>Revenue and Other Income Realized</u>	<u>2022</u>	<u>2021</u>
Fund Balance	\$ 173,383.00	\$ 121,000.00
Rents	1,655,190.83	1,528,544.92
Miscellaneous	54,767.22	104,029.96
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	112,581.64	174,425.83
	<u>1,995,922.69</u>	<u>1,928,000.71</u>
<u>Expenditures</u>		
Budget Appropriations:		
Operating	1,090,137.00	1,032,397.00
Debt Service	387,499.14	389,978.30
Deferred Charges and Statutory Expenditures	35,746.00	34,863.00
	<u>1,513,382.14</u>	<u>1,457,238.30</u>
Excess in Revenue	482,540.55	470,762.41
<u>Fund Balance</u>		
Balance January 1	<u>2,311,896.84</u>	<u>1,962,134.43</u>
	2,794,437.39	2,432,896.84
Decreased by:		
Utilized as Revenue in Sewer Utility Operating Budget	173,383.00	121,000.00
	<u>173,383.00</u>	<u>121,000.00</u>
Balance December 31	<u>\$ 2,621,054.39</u>	<u>\$ 2,311,896.84</u>

The accompanying Notes to Financial Statements are an integral part of these statements.

**BOROUGH OF LINDENWOLD**  
**SEWER UTILITY FUND**  
Statement of Revenues--Regulatory Basis  
For the Year Ended December 31, 2022

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	<u>Anticipated</u>	<u>Realized</u>	Excess or (Deficit)
Fund Balance	\$ 173,383.00	\$ 173,383.00	
Rents	1,300,000.00	1,655,190.83	\$ 355,190.83
Miscellaneous	<u>40,000.00</u>	<u>54,767.22</u>	<u>14,767.22</u>
Total Revenues	<u><u>\$ 1,513,383.00</u></u>	<u><u>\$ 1,883,341.05</u></u>	<u><u>\$ 369,958.05</u></u>

Analysis of Realized Revenues

Rents:

Consumer Accounts Receivable:

Collected	\$ 1,290,890.80
Prepayments Applied	361,349.88
Overpayments Applied	<u>2,950.15</u>
	<u><u>\$ 1,655,190.83</u></u>

Miscellaneous Revenues Anticipated:

Treasurer:

Interest on Investments:

Collected	\$ 20,525.07
Due Sewer Utility Capital Fund	4,004.76

Collector:

Interest on Delinquent Accounts:

Collected	13,158.46
Service Agreements	4,078.93
Connection Fees	<u>13,000.00</u>
	<u><u>\$ 54,767.22</u></u>

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

**BOROUGH OF LINDENWOLD**  
**SEWER UTILITY FUND**  
Statement of Expenditures--Regulatory Basis  
For the Year Ended December 31, 2022

			Expended			Unexpended
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	<u>Balance Canceled</u>
Operating:						
Salaries and Wages	\$ 467,271.00	\$ 467,271.00	\$ 422,604.07		\$ 44,666.93	
Other Expenses	622,866.00	622,866.00	594,728.45	\$ 23,855.06	4,282.49	
Total Operating	1,090,137.00	1,090,137.00	1,017,332.52	23,855.06	48,949.42	-
Debt Service:						
Payment of Bond Principal	335,000.00	335,000.00	335,000.00			
Interest on Bonds	52,500.00	52,500.00	52,499.14			\$ 0.86
Total Debt Service	387,500.00	387,500.00	387,499.14	-	-	0.86
Deferred Charges and Statutory Expenditures:						
Statutory Expenditures:						
Contribution to:						
Social Security System (O.A.S.I.)	35,746.00	35,746.00	29,964.60		5,781.40	
	<u>\$ 1,513,383.00</u>	<u>\$ 1,513,383.00</u>	<u>\$ 1,434,796.26</u>	<u>\$ 23,855.06</u>	<u>\$ 54,730.82</u>	<u>\$ 0.86</u>
Disbursed			\$ 1,400,457.78			
Due Trust Other Fund			1,295.56			
Budget Refunds:						
Sewer Operating Fund			(18,390.59)			
Due Current Fund			(1,065.63)			
Accrued Interest on Bonds and Notes			52,499.14			
			<u>\$ 1,434,796.26</u>			

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

**BOROUGH OF LINDENWOLD**  
**GENERAL FIXED ASSET ACCOUNT GROUP**  
Statement of General Fixed Asset Group of Accounts--Regulatory Basis  
For the Year Ended December 31, 2022

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	Balance <u>Dec. 31, 2021</u>	<u>Additions</u>	<u>Deletions</u>	Balance <u>Dec. 31, 2022</u>
General Fixed Assets:				
Land	\$ 2,581,056.72			\$ 2,581,056.72
Building	1,148,564.45			1,148,564.45
Improvements--Other than Building	756,900.15			756,900.15
Equipment	<u>4,768,618.25</u>	<u>\$ 835,694.15</u>	<u>\$ 577,278.99</u>	<u>5,027,033.41</u>
 Total General Fixed Assets	 <u><u>\$ 9,255,139.57</u></u>	 <u><u>\$ 835,694.15</u></u>	 <u><u>\$ 577,278.99</u></u>	 <u><u>\$ 9,513,554.73</u></u>
 Total Investments in General Fixed Assets	 <u><u>\$ 9,255,139.57</u></u>	 <u><u>\$ 835,694.15</u></u>	 <u><u>\$ 577,278.99</u></u>	 <u><u>\$ 9,513,554.73</u></u>

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

**BOROUGH OF LINDENWOLD**  
Notes to Financial Statements  
For the Year Ended December 31, 2022

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**Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Description of Financial Reporting Entity** - The Borough of Lindenwold (hereafter referred to as the "Borough") was incorporated in January, 1929 and is located in southwest New Jersey approximately twenty miles southeast of the City of Philadelphia. According to the 2020 census, the population is 21,641.

The Borough operates under a Mayor-Council form of government. The Mayor is chief executive officer of the Borough and is elected by general election for a four year term. The Council is the legislative body of the Borough and consists of six members elected by popular vote to three year terms. Administrative responsibilities are assigned to the Borough Administrator. Policy is determined by Council and the Administrator is responsible for carrying out such policy.

**Measurement Focus, Basis of Accounting and Financial Statement Presentation** - The financial statements of the Borough contain all funds and account groups in accordance with the *Requirements of Audit* (the "*Requirements*") as promulgated by the State of New Jersey, Department of Community Affairs, Division of Local Government Services. The principles and practices established by the *Requirements* 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. Generally, the financial statements are presented using the flow of current financial resources measurement focus and modified accrual basis of accounting with minor exceptions as mandated by these *Requirements*. In addition, the prescribed accounting principles previously referred to differ in certain respects from accounting principles generally accepted in the United States of America applicable to local government units. The more significant differences are explained in this note.

In accordance with the *Requirements*, the Borough accounts for its financial transactions through the use of separate funds and an account group which are described as follows:

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

**Trust Funds** - The various trust funds account for receipts, custodianship, and disbursement of funds in accordance with the purpose for which each reserve was created.

**General Capital Fund** - The general capital fund accounts for receipt and disbursement of funds for the acquisition of general capital facilities, other than those acquired in the current fund.

**Sewer Utility Operating and Capital Funds** - The sewer utility operating and capital funds account for the operations and acquisition of capital facilities of the municipally owned sewer operations.

**General Fixed Asset Group of Accounts** - The general fixed asset group of accounts is utilized to account for property, land, buildings, and equipment that have been acquired by other governmental funds.

**Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**

**Budgets and Budgetary Accounting** - The Borough must adopt an annual budget for its current and sewer utility funds in accordance with N.J.S.A. 40A:4 et seq. N.J.S.A. 40A:4-5 requires the governing body to introduce and approve the annual municipal budget no later than February 10 of each year. At introduction, the governing body shall fix the time and place for a public hearing on the budget and must advertise the time and place at least ten days prior to the hearing in a newspaper published and circulating in the municipality. The public hearing must not be held less than twenty-eight days after the date the budget was introduced. After the hearing has been held, the governing body may, by majority vote, adopt the budget or may amend the budget in accordance with N.J.S.A. 40A:4-9. Amendments to adopted budgets, if any, are detailed in the statements of revenues and expenditures.

An extension of the statutory dates for introduction, approval, and adoption of the municipal budget may be granted by the Director of the Division of Local Government Services, with the permission of the Local Finance Board.

Budgets are adopted on the same basis of accounting utilized for the preparation of the Borough's financial statements.

**Cash, Cash Equivalents and Investments** - Cash and cash equivalents include petty cash, change funds and cash on deposit with public depositories. All certificates of deposit are recorded as cash regardless of the date of maturity. Investments are stated at cost; therefore, unrealized gains or losses on investments have not been recorded.

New Jersey municipal units are required by N.J.S.A. 40A:5-14 to deposit public funds in a bank or trust company having its place of business in the State of New Jersey and organized under the laws of the United States or of the State of New Jersey or in the New Jersey Cash Management Fund. N.J.S.A. 40A:5-15.1 provides a list of investments which may be purchased by New Jersey municipal units. In addition, other State statutes permit investments in obligations issued by local authorities and other state agencies.

N.J.S.A. 17:9-41 et seq. establishes the requirements for the security of deposits of governmental units. The statute requires that no governmental unit shall deposit public funds in a public depository unless such funds are secured in accordance with the Governmental Unit Deposit Protection Act ("GUDPA"), a multiple financial institutional collateral pool, which was enacted in 1970 to protect governmental units from a loss of funds on deposit with a failed banking institution in New Jersey. Public depositories include State or federally chartered banks, savings banks or associations located in or having a branch office in the State of New Jersey, the deposits of which are federally insured. All public depositories must pledge collateral, having a market value at least equal to five percent of the average daily balance of collected public funds, to secure the deposits of governmental units. If a public depository fails, the collateral it has pledged, plus the collateral of all other public depositories, is available to pay the amount of their deposits to the governmental units.

The cash management plan adopted by the Borough requires it to deposit funds in public depositories protected from loss under the provisions of the Act.

**Interfunds** - Interfund receivables and payables that arise from transactions between funds are recorded by all funds affected by such transactions in the period in which the transaction is executed. 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.

**Inventories of Supplies** - The costs of inventories of supplies for all funds are recorded as expenditures at the time individual items are purchased. The costs of inventories are not included on the various statements of assets, liabilities, reserves and fund balance.

**Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**

**General Fixed Assets** - Accounting for governmental fixed assets, as required by N.J.A.C. 5:30-5.6, differs in certain respects from accounting principles generally accepted in the United States of America. In accordance with the regulations, all local units, including municipalities, must maintain a general fixed assets reporting system that establishes and maintains a physical inventory of nonexpendable, tangible property as defined and limited by the U.S. Office of Management and *Budget's Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Part 200, §200.12), except that the useful life of such property is at least five years. The Borough has adopted a capitalization threshold of \$5,000.00, the maximum amount allowed by the Circular. Generally, assets are valued at historical cost; however, assets acquired prior to December 31, 1985 are valued at actual historical cost or estimated historical cost. No depreciation of general fixed assets is recorded. Donated general fixed assets are recorded at acquisition value as of the date of the transaction. Interest costs relative to the acquisition of general fixed assets are recorded as expenditures when paid. Public domain ("infrastructure") general fixed assets consisting of certain improvements such as roads, bridges, curbs and gutters, streets and sidewalks and drainage systems are not capitalized. Expenditures for construction in progress are recorded in the capital funds until such time as the construction is completed and put into operation. The Borough is required to maintain a subsidiary ledger detailing fixed assets records to control additions, retirements, and transfers of fixed assets. In addition, a statement of general fixed asset group of accounts, reflecting the activity for the year, must be included in the Borough's basic financial statements.

The regulations require that general fixed assets, whether constructed or acquired through purchase, grant or gift be included in the aforementioned inventory. In addition, property management standards must be maintained that include accurate records indicating asset description, source, ownership, acquisition cost and date, the percentage of Federal participation (if any), and the location, use, and condition of the asset. Periodically, physical inventories must be taken and reconciled with these records. Lastly, all fixed assets must be adequately controlled to safeguard against loss, damage, or theft.

**Utility Fixed Assets** - Property and equipment purchased by a utility fund are recorded in the utility capital account at cost and are adjusted for disposition and abandonment. The amounts shown do not represent replacement cost or current value. The reserve for amortization and deferred reserve for amortization accounts in the utility capital fund represent charges to operations for the cost of acquisition of property and equipment, improvements, and contributed capital.

**Foreclosed Property** - Foreclosed property is recorded in the current fund at the assessed valuation when such property was acquired and is fully reserved. Ordinarily it is the intention of the municipality to resell foreclosed property in order to recover all or a portion of the delinquent taxes or assessments and to return the property to a taxpaying basis. For this reason, the value of foreclosed property has not been included in the general fixed asset group of accounts. If such property is converted to a municipal use, it will be recorded in the general fixed asset group of accounts.

**Deferred Charges** - The recognition of certain expenditures is deferred to future periods. These expenditures, or deferred charges, are generally overexpenditures of legally adopted budget appropriations or emergency appropriations made in accordance with N.J.S.A. 40A:4-46 et seq. Deferred charges are subsequently raised as items of appropriation in budgets of succeeding years.

**Liens Sold for Other Governmental Units** - Liens sold on behalf of other governmental units are not recorded on the records of the tax collector until such liens are collected. Upon their collection, such liens are recorded as a liability due to the governmental unit net of the costs of the initial sale. The related costs of sale are recognized as revenue when received.

**Fund Balance** - Fund balances included in the current fund and sewer utility operating fund represent amounts available for anticipation as revenue in future years' budgets, with certain restrictions.

**Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**

**Revenues** - Revenues are recorded when received in cash except for certain amounts which are due from other governmental units. Revenue from federal and state grants is realized when anticipated as such in the Borough's budget. Receivables for property taxes are recorded with offsetting reserves on the statement of assets, liabilities, reserves and fund balance of the Borough's current fund; accordingly, such amounts are not recorded as revenue until collected. Other amounts that are due to the Borough which are susceptible to accrual are also recorded as receivables with offsetting reserves and recorded as revenue when received.

**Property Tax Revenues** - Property tax revenues are collected in quarterly installments due February 1, May 1, August 1, and November 1. The amount of tax levied includes not only the amount required in support of the Borough's annual budget, but also the amounts required in support of the budgets of the County of Camden, Borough of Lindenwold School District and Borough of Lindenwold Fire District. Unpaid property taxes are subject to tax sale in accordance with the statutes.

**School Taxes** - The Borough is responsible for levying, collecting, and remitting school taxes for the Borough of Lindenwold School District. Operations is charged for the full amount required to be raised from taxation to operate the local school district for the period from January 1 to December 31.

**County Taxes** - The municipality is responsible for levying, collecting, and remitting county taxes for the County of Camden. County taxes are determined on a calendar year by the County Board of Taxation based upon the ratables required to be certified to them on January 10 of each year. Operations is charged for the amount due to the County for the year, based upon the ratables required to be certified to the County Board of Taxation by January 10 of the current year. In addition, operations is charged for the County share of added and omitted taxes certified to the County Board of Taxation by October 10 of the current year, and due to be paid to the County by February 15 of the following year.

**Fire District Taxes** - The municipality is responsible for levying, collecting, and remitting fire district taxes for the Borough of Lindenwold Fire District. Operations is charged for the full amount required to be raised from taxation to operate the Fire District for the period from January 1 to December 31.

**Reserve for Uncollected Taxes** - The inclusion of the "reserve for uncollected taxes" appropriation in the Borough's annual budget protects the Borough from taxes not paid currently. The reserve, the minimum amount of which is determined on the percentage of collections experienced in the immediately preceding year, with certain exceptions, is required to provide assurance that cash collected in the current year will provide sufficient cash flow to meet expected obligations.

**Expenditures** - Expenditures are recorded on the "budgetary" basis of accounting. Generally, expenditures are recorded when paid. However, for charges to amounts appropriated for "other expenses", an amount is encumbered through the issuance of a numerically controlled purchase order or when a contract is executed in accordance with N.J.A.C. 5:30-5.2. When encumbered charges are paid, the amount encumbered is simultaneously liquidated in its original amount. Encumbrances are offset by an account entitled reserve for encumbrances. The reserve is classified as a cash liability under New Jersey municipal accounting. At December 31, this reserve represents the portion of appropriation reserves that has been encumbered and is subject to the same statutory provisions as appropriation reserves.

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.



**Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**

**Appropriation Reserves** - Appropriation reserves covering unexpended appropriation balances are automatically created at year-end 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 year. Lapsed appropriation reserves are recorded as income.

**Long-Term Debt** - Long-term debt, relative to the acquisition of capital assets, is recorded as a liability in the general capital and utility capital funds. Where an improvement is a "local Improvement", i.e., assessable upon completion, long-term debt associated with that portion of the cost of the improvement to be funded by assessments is transferred to the trust fund upon the confirmation of the assessments or when the improvement is fully and permanently funded.

**Compensated Absences and Postemployment Benefits** - Compensated absences for vacation, sick leave and other compensated absences are recorded and provided for in the annual budget in the year in which they are paid, on a pay-as-you-go basis. Likewise, no accrual is made for postemployment benefits, if any, which are also funded on a pay-as-you-go basis.

**Impact of Recently Issued Accounting Principles****Recently Issued and Adopted Accounting Pronouncements**

The Borough implemented the following GASB Statement for the year ended December 31, 2022:

Statement No. 87, *Leases*. The objective of this Statement is to better meet the information needs of financial statement users by improving accounting and financial reporting for leases by governments. This Statement establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Under this Statement, a lessee is required to measure and disclose a lease liability and a lessor is required to measure and disclose a lease receivable; thereby enhancing the relevance and consistency of information about governments' leasing activities. As a result of the regulatory basis of accounting previously described in note 1, the implementation of this Statement only required financial statement disclosures. There exists no impact on the financial statements of the Borough.

Because of the implementation of GASB Statement No. 87, the Borough has determined the following:

- lease agreements in which they are the lessor are now disclosed in accordance with the Statement (note 6).
- lease agreements in the prior year formerly disclosed as operating leases are now disclosed in accordance with the Statement (note 13).

**Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)****Impact of Recently Issued Accounting Principles (Cont'd)****Recently Issued Accounting Pronouncements**

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

Statement No. 96, Subscription-Based Information Technology Arrangements. This Statement provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for government end users (governments). This Statement (1) defines a SBITA; (2) establishes that a SBITA results in a right-to-use subscription asset, an intangible asset, and a corresponding subscription liability; (3) provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA; and (4) requires note disclosures regarding a SBITA. To the extent relevant, the standards for SBITAs are based on the standards established in Statement No. 87, Leases, as amended. The Statement will become effective for the Borough's year ending December 31, 2023. As a result of the regulatory basis of accounting previously described in note 1, this Statement will have no impact on the financial statements of the Borough, however management is currently evaluating whether or not this Statement will have an impact on the financial statement disclosures of the Borough.

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

**Note 2: CASH AND CASH EQUIVALENTS**

**Custodial Credit Risk Related to Deposits** - Custodial credit risk is the risk that, in the event of a bank failure, the Borough's deposits might not be recovered. Although the Borough does not have a formal policy regarding custodial credit risk, N.J.S.A. 17:9-41 et seq. requires that governmental units shall deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act (GUDPA). Under the Act, the first \$250,000.00 of governmental deposits in each insured depository is protected by the Federal Deposit Insurance Corporation (FDIC). Public funds owned by the municipality in excess of FDIC insured amounts are protected by GUDPA. However, GUDPA does not protect intermingled agency funds such as salary withholdings, bail funds, or funds that may pass to the municipality relative to the happening of a future condition. Such funds are classified as uninsured and uncollateralized.

As of December 31, 2022, the Borough's bank balances of \$19,686,951.23 were exposed to custodial credit risk as follows:

Insured by FDIC and GUDPA	\$ 18,162,249.08
Uninsured and Uncollateralized	<u>1,524,702.15</u>
Total	<u>\$ 19,686,951.23</u>

**Note 2: CASH AND CASH EQUIVALENTS (CONT'D)**

**New Jersey Cash Management Fund** - During the year, the Borough participated in the New Jersey Cash Management Fund. The Fund is governed by regulations of the State Investment Council, who prescribe standards designed to insure the quality of investments in order to minimize risk to the Funds participants. Deposits with the New Jersey Cash Management Fund are not subject to custodial credit risk as defined above. At December 31, 2022, the Borough's deposits with the New Jersey Cash Management Fund were \$190,451.99.

**Note 3: PROPERTY TAXES**

The following is a five-year comparison of certain statistical information relative to property taxes and property tax collections for the current and previous four calendar years:

**Comparative Schedule of Tax Rates**

	<u>Year Ended</u>				
	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Tax Rate	<u>\$4.967</u>	<u>\$5.104</u>	<u>\$5.074</u>	<u>\$5.119</u>	<u>\$5.106</u>
Apportionment of Tax Rate:					
Municipal	1.694	1.714	1.699	1.674	1.643
County	0.871	0.861	0.852	0.877	0.896
Local School District	2.209	2.329	2.327	2.371	2.371
Fire District	0.193	0.200	0.196	0.197	0.196

**Assessed Valuation****Year**

2022	\$ 613,966,000.00
2021	587,446,700.00
2020	597,041,100.00
2019	592,580,300.00
2018	591,972,500.00

**Comparison of Tax Levies and Collections**

<u>Year</u>	<u>Tax Levy</u>	<u>Collections</u>	<u>Percentage of Collections</u>
2022	\$ 33,092,439.66	\$ 32,094,256.25	96.98%
2021	30,211,946.89	29,525,952.90	97.73%
2020	30,358,340.48	29,647,248.49	97.66%
2019	30,769,314.25	29,601,222.89	96.20%
2018	30,310,951.07	28,893,980.72	95.33%

**Note 3: PROPERTY TAXES (CONT'D)**

Five-year comparison of certain statistical information relative to property taxes and property tax collections for the current and previous four calendar years (cont'd):

**Delinquent Taxes and Tax Title Liens**

<u>Year</u>	<u>Tax Title Liens</u>	<u>Delinquent Taxes</u>	<u>Total Delinquent</u>	<u>Percentage of Tax Levy</u>
2022	\$ 1,122,274.95	\$ 919,018.55	\$ 2,041,293.50	6.17%
2021	1,102,791.19	547,417.41	1,650,208.60	5.46%
2020	1,435,927.58	611,533.02	2,047,460.60	6.74%
2019	2,742,096.20	773,103.52	3,515,199.72	11.42%
2018	2,469,692.57	1,032,099.08	3,501,791.65	11.55%

The following comparison is made of the number of tax title liens receivable on December 31 for the current and previous four calendar years:

<u>Year</u>	<u>Number</u>
2022	67
2021	73
2020	108
2019	259
2018	264

**Note 4: PROPERTY ACQUIRED BY TAX TITLE LIEN LIQUIDATION**

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

<u>Year</u>	<u>Amount</u>
2022	\$ 1,509,750.00
2021	1,509,750.00
2020	1,509,750.00
2019	1,509,750.00
2018	1,509,750.00

**Note 5: SEWER UTILITY SERVICE CHARGES**

The following is a five-year comparison of sewer utility service charges (rents) for the current and previous four years:

<u>Year</u>	<u>Balance Beginning of Year</u>		<u>Levy</u>	<u>Total</u>	<u>Collections</u>
	<u>Receivable</u>	<u>Liens</u>			
2022	\$ 53,265.42	\$ 21,651.05	\$ 1,677,253.56	\$ 1,752,170.03	\$ 1,655,190.83
2021	76,770.41	61,082.93	1,506,647.55	1,644,500.89	1,528,544.92
2020	83,593.60	212,516.52	1,512,399.52	1,808,509.64	1,514,802.77
2019	108,804.57	189,487.29	1,511,811.30	1,810,103.16	1,507,112.54
2018	98,362.51	165,624.94	1,505,362.67	1,769,350.12	1,471,339.50

**Note 6: LEASE RECEIVABLE**

The Borough, as lessor, has entered into the following lease which meets the requirements of GASB 87:

**Cell Towers Lease** - On April 12, 2004, the Borough entered into an agreement with T-Mobile USA, Inc. for the lease of cell towers which has been extended through March 1, 2034. Based on this agreement, the Borough is receiving the following monthly payments, with an incremental borrowing rate of 7.8%:

<u>Contract Period</u>	<u>Term</u>	<u>Amount</u>
4/1/19 to 3/1/24	60	\$ 1,825.05
4/1/24 to 3/1/29	60	2,098.81
4/1/29 to 3/1/34	60	2,413.63

Under the provisions of GASB 87, as of December 31, 2022, the balance of the lease receivable is \$193,941.66. As a result of the regulatory basis of accounting previously described in note 1, such balance is not recorded on the Statements of Assets, Liabilities, Reserves and Fund Balance - Regulatory Basis of the current fund.

The following is a summary of the lease as of December 31, 2022:

<u>Lease Description</u>	<u>Lease Receivable</u>	<u>Lease Revenue</u>	<u>Lease Interest Revenue</u>
Cell Tower	\$ 193,941.66	\$ 6,495.45	\$ 15,405.15

Under the provisions of GASB 87, for the year ended December 31, 2022, the Borough would have recognized \$6,495.45 in a reduction of lease receivable and \$15,405.15 in interest revenue related to the leases. In addition, \$7,019.40 would have been recognized as both lease revenue and a reduction in deferred inflows of resources related to leases.

As a result of the regulatory basis of accounting previously described in note 1, the rental payments collected of \$21,900.60 were reported as revenue in the current fund.

**Note 6: LEASE RECEIVABLE (CONT'D)**

**Cell Towers Lease (Cont'd)** - The following schedule represents the remaining future rental payments under obligations, as of December 31, 2022:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2023	\$ 7,020.62	\$ 14,879.98	\$ 21,900.60
2024	10,117.12	14,247.32	24,364.44
2025	11,811.34	13,374.38	25,185.72
2026	12,766.28	12,419.44	25,185.72
2027	13,798.43	11,387.29	25,185.72
2028-2032	104,038.20	36,057.30	140,095.50
2033-2034	34,389.67	1,815.31	36,204.98
Total	<u>\$ 193,941.66</u>	<u>\$ 104,181.02</u>	<u>\$ 298,122.68</u>

**Note 7: FUND BALANCES APPROPRIATED**

The following schedules detail the amount of fund balances available at the end of the current year and four previous years and the amounts utilized in the subsequent year's budgets:

<u>Year</u>	<u>Balance Dec. 31</u>	<u>Utilized In Budgets of Succeeding Year</u>	<u>Percentage of Fund Balance Used</u>
<b><u>Current Fund</u></b>			
2022	\$ 8,748,132.77	\$ 4,556,900.00	52.09%
2021	6,571,425.27	3,644,000.00	55.45%
2020	5,507,016.67	2,969,000.00	53.91%
2019	4,341,523.46	2,407,000.00	55.44%
2018	3,242,139.25	2,098,262.00	64.72%
<b><u>Sewer Utility Operating Fund</u></b>			
2022	\$ 2,621,054.39	\$ 135,126.00	5.16%
2021	2,311,896.84	173,383.00	7.50%
2020	1,962,134.43	121,000.00	6.17%
2019	1,751,106.25	200,000.00	11.42%
2018	1,512,427.42	200,000.00	13.22%

**Note 8: INTERFUND RECEIVABLES AND PAYABLES**

The following interfund balances were recorded on the various statements of assets, liabilities, reserves and fund balance as of December 31, 2022:

<u>Fund</u>	<u>Interfunds Receivable</u>	<u>Interfunds Payable</u>
Current Fund	\$ 417,733.73	\$ 1,065.63
Federal and State Grant Fund		394,617.66
Animal Control Fund		3,421.61
Trust Other Funds	1,295.56	18,645.01
General Capital Fund		1,049.45
Sewer Utility Operating Fund	1,065.63	1,295.56
	<u>\$ 420,094.92</u>	<u>\$ 420,094.92</u>

The interfund receivables and payables above predominately resulted from collections and payments made by certain funds on behalf of other funds. During the year 2023, the Borough expects to liquidate such interfunds, depending upon the availability of cash flow.

**Note 9: PENSION PLANS**

A substantial number of the Borough's employees participate in one of the following defined benefit pension plans: the Public Employees' Retirement System ("PERS") and the Police and Firemen's Retirement System ("PFRS"), which are administered by the New Jersey Division of Pensions and Benefits. In addition, several Borough employees participate in the Defined Contribution Retirement Program ("DCRP"), which is a defined contribution pension plan. This Plan is administered by Empower (formerly Prudential Financial) for the New Jersey Division of Pensions and Benefits. Each Plan has a Board of Trustees that is primarily responsible for its administration. The Division issues a publicly available financial report that includes financial statements, required supplementary information and detailed information about the PERS and PFRS plans' fiduciary net position which can be obtained by writing to or at the following website:

State of New Jersey  
Division of Pensions and Benefits  
P.O. Box 295  
Trenton, New Jersey 08625-0295  
<https://www.state.nj.us/treasury/pensions/financial-reports.shtml>

**General Information about the Pension Plans****Plan Descriptions**

**Public Employees' Retirement System** - The Public Employees' Retirement System is a cost-sharing multiple-employer defined benefit pension plan, which was established as of January 1, 1955, under the provisions of N.J.S.A. 43:15A. The PERS' designated purpose is to provide retirement, death, disability and medical benefits to certain qualified members. Membership in the PERS is mandatory for substantially all full-time employees of the Borough, provided the employee is not required to be a member of another state-administered retirement system or other state pensions fund or local jurisdiction's pension fund. The PERS' Board of Trustees is primarily responsible for the administration of the PERS.

**Note 9: PENSION PLANS (CONT'D)****General Information about the Pension Plans (Cont'd)****Plan Descriptions (Cont'd)**

**Police and Firemen's Retirement System** - The Police and Firemen's Retirement System is a cost-sharing multiple-employer defined benefit pension plan, which was established as of July 1, 1944, under the provisions of N.J.S.A. 43:16A. The PFRS' designated purpose is to provide retirement, death, disability and medical benefits to certain qualified members. Membership in the PFRS is mandatory for substantially all full-time police and firemen of the Borough. The PFRS' Board of Trustees is primarily responsible for the administration of the PFRS.

**Defined Contribution Retirement Program** - The Defined Contribution Retirement Program is a multiple-employer defined contribution pension fund established on July 1, 2007 under the provisions of P.L. 2007, c. 92 and P.L. 2007, c. 103, and expanded under the provisions of P.L. 2008, c. 89 and P.L. 2010, c. 1. The DCRP is a tax-qualified defined contribution money purchase pension plan under Internal Revenue Code (IRC) § 401(a) et seq., and is a "governmental plan" within the meaning of IRC § 414(d). The DCRP provides retirement benefits for eligible employees and their beneficiaries. Individuals covered under DCRP are employees enrolled in PERS on or after July 1, 2007, who earn salary in excess of established "maximum compensation" limits; employees enrolled in New Jersey State Police Retirement System (SPRS) or the Police and Firemen's Retirement System (PFRS) after May 21, 2010, who earn salary in excess of established "maximum compensation" limits; employees otherwise eligible to enroll in PERS on or after November 2, 2008, who do not earn the minimum annual salary for tier 3 enrollment but who earn salary of at least \$5,000.00 annually; and employees otherwise eligible to enroll in PERS after May 21, 2010 who do not work the minimum number of hours per week required for tiers 4 or 5 enrollment, but who earn salary of at least \$5,000.00 annually.

**Vesting and Benefit Provisions**

**Public Employees' Retirement System** - The vesting and benefit provisions are set by N.J.S.A. 43:15A. The PERS provides retirement, death and disability benefits. All benefits vest after ten years of service.

The following represents the membership tiers for PERS:

**Tier Definition**

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

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



**Note 9: PENSION PLANS (CONT'D)****General Information about the Pension Plans (Cont'd)****Vesting and Benefit Provisions (Cont'd)**

**Police and Firemen's Retirement System** - The vesting and benefit provisions are set by N.J.S.A. 43:16A. The PFRS provides retirement, death and disability benefits. All benefits vest after 10 years of service, except disability benefits, which vest after four years of service.

The following represents the membership tiers for PFRS:

**Tier Definition**

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

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

**Defined Contribution Retirement Program** - Eligible members are provided with a defined contribution retirement plan intended to qualify for favorable Federal income tax treatment under IRC Section 401(a), a noncontributory group life insurance plan and a noncontributory group disability benefit plan. A participant's interest in that portion of his or her defined contribution retirement plan account attributable to employee contributions shall immediately become and shall at all times remain fully vested and non-forfeitable. A participant's interest in that portion of his or her defined contribution retirement plan account attributable to employer contributions shall be vested and non-forfeitable on the date the participant commences the second year of employment or upon his or her attainment of age 65, while employed by an employer, whichever occurs first.

**Contributions**

**Public Employees' Retirement System** - The contribution policy is set by N.J.S.A. 43:15A and requires contributions by active members and contributing employers. Pursuant to the provisions of P.L. 2011, C. 78, the member contribution rate is currently 7.50% of base salary, effective July 1, 2018. The rate for members who are eligible for the Prosecutors Part of PERS (P.L. 2001, C. 366) is 10.0%. Employers' contributions are based on an actuarially determined amount, which includes the normal cost and unfunded accrued liability.

*Special Funding Situation Component* - Under N.J.S.A. 43:15A, 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. One of such legislations, which legally obligate the State, is Chapter 133, P.L. 2001. This legislation increased the accrual rate from 1/60 to 1/55. In addition, it lowered the age required for a veteran benefit equal to 1/55 of highest 12-month compensation for each year of service from 60 to 55. Chapter 133, P.L. 2001 also established the Benefit Enhancement Fund (BEF) to fund the additional annual employer normal contribution due to the State's increased benefits. If the assets in the BEF are insufficient to cover the normal contribution for the increased benefits for a valuation period, the State will pay such amount for both the State and local employers.

**Note 9: PENSION PLANS (CONT'D)****General Information about the Pension Plans (Cont'd)****Contributions (Cont'd)**

**Public Employees' Retirement System (Cont'd) - *Special Funding Situation Component (Cont'd)*** - The amounts contributed on behalf of the local participating employers under this legislation is considered to be a *special funding situation* as defined by GASB Statement No. 68 and the State is treated as a nonemployer contributing entity. Since the local participating employers do 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 local participating employers related to this legislation.

The Borough's contractually required contribution rate for the year ended December 31, 2022 was 16.87% of the Borough's covered payroll. This amount was actuarially determined as the amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, including an additional amount to finance any unfunded accrued liability.

Based on the most recent PERS measurement date of June 30, 2022, the Borough's contractually required contribution to the pension plan for the year ended December 31, 2022 is \$422,070.00, and is payable by April 1, 2023. Due to the basis of accounting described in note 1, no liability has been recorded in the financial statements for this amount. For the prior year measurement date of June 30, 2021, the Borough's contractually required contribution to the pension plan for the year ended December 31, 2021 was \$396,621.00, which was paid on April 1, 2022.

Employee contributions to the Plan for the year ended December 31, 2022 were \$187,606.77.

The amount of contractually required contribution for the State of New Jersey's proportionate share, associated with the Borough, under Chapter 133, P.L. 2001, for the year ended December 31, 2022 was .42% of the Borough's covered payroll.

Based on the most recent PERS measurement date of June 30, 2022, the State's contractually required contribution, under Chapter 133, P.L. 2001, on-behalf of the Borough, to the pension plan for the year ended December 31, 2022 was \$10,628.00, and is payable by April 1, 2023.

**Police and Firemen's Retirement System** - The contribution policy for PFRS is set by N.J.S.A 43:16A and requires contributions by active members and contributing employers. Pursuant to the provisions of P.L. 2011, C. 78, the member contribution rate is currently 10.0% of base salary. State legislation has modified the amount that is contributed by the State. The State's contribution amount is based on an actuarially determined rate, which includes the normal cost and unfunded accrued liability.

***Special Funding Situation Component*** - Under 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.L. 2001, Chapter 86, P.L. 2001, Chapter 511, P.L. 1991, Chapter 109, P.L. 1979, Chapter 247, P.L. 1993 and Chapter 201, P.L. 2001. The amounts contributed on behalf of the local participating employers under this legislation is considered to be a *special funding situation* as defined by GASB Statement No. 68 and the State is treated as a nonemployer contributing entity. Since the local participating employers do 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 local participating employers related to this legislation.

**Note 9: PENSION PLANS (CONT'D)****General Information about the Pension Plans (Cont'd)****Contributions (Cont'd)**

**Police and Firemen's Retirement System - *Special Funding Situation Component (Cont'd)*** - The Borough's contractually required contribution rate for the year ended December 31, 2022 was 32.20% of the Borough's covered payroll. This amount was actuarially determined as the amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability.

Based on the most recent PFRS measurement date of June 30, 2022, the Borough's contractually required contribution to the pension plan for the year ended December 31, 2022 is \$1,291,773.00, and is payable by April 1, 2023. Due to the basis of accounting described in note 1, no liability has been recorded in the financial statements for this amount. For the prior year measurement date of June 30, 2021, the Borough's contractually required contribution to the pension plan for the year ended December 31, 2021 was \$1,194,836.00, which was paid on April 1, 2022.

Employee contributions to the Plan for the year ended December 31, 2022 were \$401,208.00.

The amount of contractually required contribution for the State of New Jersey's proportionate share, associated with the Borough, for the year ended December 31, 2022 was 6.28% of the Borough's covered payroll.

Based on the most recent PFRS measurement date of June 30, 2022, the State's contractually required contribution, on-behalf of the Borough, to the pension plan for the year ended December 31, 2022 was \$251,899.00 and is payable by April 1, 2023. For the prior year measurement date of June 30, 2021, the State's contractually required contribution, on-behalf of the Borough, to the pension plan for the year ended December 31, 2021 was \$183,077.00, which was paid on April 1, 2022.

**Defined Contribution Retirement Program** - The contribution policy is set by N.J.S.A. 43:15C-3 and requires contributions by active members and contributing employers. In accordance with Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007, Plan members are required to contribute 5.5% of their annual covered salary. In addition to the employee contributions, the Borough contributes 3% of the employees' base salary, for each pay period.

For the year ended December 31, 2022, employee contributions totaled \$6,527.36, and the Borough's contributions were \$5,392.56. There were no forfeitures during the year.

**Pension Liabilities, Pension (Benefit) Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions****Public Employees' Retirement System**

**Pension Liability** - As of December 31, 2022, there is no net pension liability associated with the special funding situation under Chapter 133, P.L. 2001, as there was no accumulated difference between the annual additional normal cost and the actual State contribution through the valuation date. The Borough's proportionate share of the PERS net pension liability was \$5,051,051.00. The net pension liability was measured as of June 30, 2022 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2021. The total pension liability was calculated through the use of updated procedures to roll forward from the actuarial valuation date to the measurement date of June 30, 2022.

**Note 9: PENSION PLANS (CONT'D)****Pension Liabilities, Pension (Benefit) Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)****Public Employees' Retirement System (Cont'd)**

**Pension Liability (Cont'd)** - 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. For the June 30, 2022 measurement date, the Borough's proportion was .0334697801%, which was a decrease of .0003971403% from its proportion measured as of June 30, 2021.

**Pension (Benefit) Expense** - For the year ended December 31, 2022, the Borough's proportionate share of the PERS pension (benefit) expense, calculated by the Plan as of the June 30, 2022 measurement date was \$(187,701.00). This (benefit) expense is not recognized by the Borough because of the regulatory basis of accounting as described in note 1; however, as previously mentioned, for the year ended December 31, 2022, the Borough's contribution to PERS was \$396,621.00, and was paid on April 1, 2022.

For the year ended December 31, 2022, the State's proportionate share of the PERS pension (benefit) expense, associated with the Borough, under Chapter 133, P.L. 2001, calculated by the Plan as of the June 30, 2022 measurement date, was \$10,628.00. This on-behalf (benefit) expense is not recognized by the Borough because of the regulatory basis of accounting as described in note 1.

**Police and Firemen's Retirement System**

**Pension Liability** - As of December 31, 2022, the Borough's and State of New Jersey's proportionate share of the PFRS net pension liability were as follows:

Proportionate Share of Net Pension Liability	\$ 11,369,079.00
State of New Jersey's Proportionate Share of Net Pension Liability Associated with the Employer	<u>2,023,363.00</u>
	<u>\$ 13,392,442.00</u>

The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2021. The total pension liability was calculated through the use of updated procedures to roll forward from the actuarial valuation date to the measurement date of June 30, 2022. 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 and the State of New Jersey, actuarially determined. For the June 30, 2022 measurement date, the Borough's proportion was .0993248800%, which was a decrease of .003195903% from its proportion measured as of June 30, 2021. Likewise, at June 30, 2022, the State of New Jersey's proportion, on-behalf of the Borough, was .0993249500%, which was a decrease of .0031949714% from its proportion, on-behalf of the Borough, measured as of June 30, 2021.

**Note 9: PENSION PLANS (CONT'D)****Pension Liabilities, Pension (Benefit) Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)****Police and Firemen's Retirement System (Cont'd)**

**Pension (Benefit) Expense** - For the year ended December 31, 2022, the Borough's proportionate share of the PFRS pension (benefit) expense, calculated by the Plan as of the June 30, 2022 measurement date was \$(201,563.00). This (benefit) expense is not recognized by the Borough because of the regulatory basis of accounting as described in note 1; however, as previously mentioned, for the year ended December 31, 2022, the Borough's contribution to PFRS was \$1,194,836.00, and was paid on April 1, 2022.

For the year ended December 31, 2022, the State's proportionate share of the PFRS pension (benefit) expense, associated with the Borough, calculated by the Plan as of the June 30, 2022 measurement date, was \$233,443.00. This on-behalf (benefit) expense is not recognized by the Borough because of the regulatory basis of accounting as described in note 1.

**Deferred Outflows of Resources and Deferred Inflows of Resources** - As of December 31, 2022, the Borough had deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>			<u>Deferred Inflows of Resources</u>		
	<u>PERS</u>	<u>PFRS</u>	<u>Total</u>	<u>PERS</u>	<u>PFRS</u>	<u>Total</u>
Differences between Expected and Actual Experience	\$ 36,456.00	\$ 514,595.00	\$ 551,051.00	\$ 32,149.00	\$ 696,511.00	\$ 728,660.00
Changes of Assumptions	15,650.00	31,158.00	46,808.00	756,342.00	1,431,142.00	2,187,484.00
Net Difference between Projected and Actual Earnings on Pension Plan Investments	209,058.00	1,041,074.00	1,250,132.00	-	-	-
Changes in Proportion and Differences between Contributions and Proportionate Share of Contributions	462,802.00	166,847.00	629,649.00	128,713.00	980,017.00	1,108,730.00
Contributions Subsequent to the Measurement Date	211,035.00	645,887.00	856,922.00	-	-	-
	<u>\$ 935,001.00</u>	<u>\$ 2,399,561.00</u>	<u>\$ 3,334,562.00</u>	<u>\$ 917,204.00</u>	<u>\$ 3,107,670.00</u>	<u>\$ 4,024,874.00</u>

**Note 9: PENSION PLANS (CONT'D)****Pension Liabilities, Pension (Benefit) Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)**

**Deferred Outflows of Resources and Deferred Inflows of Resources (Cont'd)** - Deferred outflows of resources in the amounts of \$211,035.00 and \$645,887.00 for PERS and PFRS, respectively, will be included as a reduction of the net pension liability during the year ending December 31, 2023. These amounts were based on an estimated April 1, 2024 contractually required contribution, prorated from the pension plans' measurement date of June 30, 2022 to the Borough's year end of December 31, 2022.

The Borough will amortize the other deferred outflows of resources and deferred inflows of resources related to pensions over the following number of years:

	<b>PERS</b>		<b>PFRS</b>	
	<b><u>Deferred Outflows of Resources</u></b>	<b><u>Deferred Inflows of Resources</u></b>	<b><u>Deferred Outflows of Resources</u></b>	<b><u>Deferred Inflows of Resources</u></b>
Differences between Expected and Actual Experience				
Year of Pension Plan Deferral:				
June 30, 2017	5.48	-	5.59	-
June 30, 2018	-	5.63	5.73	-
June 30, 2019	5.21	-	-	5.92
June 30, 2020	5.16	-	5.90	-
June 30, 2021	-	5.13	-	6.17
June 30, 2022	-	5.04	6.22	
Changes of Assumptions				
Year of Pension Plan Deferral:				
June 30, 2017	-	5.48	-	5.59
June 30, 2018	-	5.63	-	5.73
June 30, 2019	-	5.21	-	5.92
June 30, 2020	-	5.16	-	5.90
June 30, 2021	5.13	-	6.17	-
June 30, 2022	-	5.04		6.22
Difference between Projected and Actual Earnings on Pension Plan Investments				
Year of Pension Plan Deferral:				
June 30, 2018	5.00	-	5.00	-
June 30, 2019	5.00	-	5.00	-
June 30, 2020	5.00	-	5.00	-
June 30, 2021	5.00	-	5.00	-
June 30, 2022	5.00	-	5.00	-
Changes in Proportion				
Year of Pension Plan Deferral:				
June 30, 2017	5.48	5.48	5.59	5.59
June 30, 2018	5.63	5.63	5.73	5.73
June 30, 2019	5.21	5.21	5.92	5.92
June 30, 2020	5.16	5.16	5.90	5.90
June 30, 2021	5.13	5.13	6.17	6.17
June 30, 2022	5.04	5.04	6.22	6.22

**Note 9: PENSION PLANS (CONT'D)****Pension Liabilities, Pension (Benefit) Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)**

**Deferred Outflows of Resources and Deferred Inflows of Resources (Cont'd)** - Other amounts included as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in future periods as follows:

<b><u>Year Ending Dec 31,</u></b>	<b><u>PERS</u></b>	<b><u>PFRS</u></b>	<b><u>Total</u></b>
2023	\$ (262,619.00)	\$ (698,495.00)	\$ (961,114.00)
2024	(79,850.00)	(522,112.00)	(601,962.00)
2025	(73,042.00)	(570,604.00)	(643,646.00)
2026	223,387.00	528,182.00	751,569.00
2027	(1,114.00)	(83,163.00)	(84,277.00)
Thereafter	-	(7,804.00)	(7,804.00)
	<u>\$ (193,238.00)</u>	<u>\$ (1,353,996.00)</u>	<u>\$ (1,547,234.00)</u>

**Actuarial Assumptions**

The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2021. The total pension liability was calculated through the use of updated procedures to roll forward from the actuarial valuation date to the measurement date of June 30, 2022. This actuarial valuation used the following actuarial assumptions, applied to all periods included in the measurement:

	<b><u>PERS</u></b>	<b><u>PFRS</u></b>
Inflation Rate:		
Price	2.75%	2.75%
Wage	3.25%	3.25%
Salary Increases:	2.75% - 6.55%	3.25% - 16.25%
	Based on Years of Service	Based on Years of Service
Investment Rate of Return	7.00%	7.00%
Period of Actuarial Experience		
Study upon which Actuarial		
Assumptions were Based	July 1, 2018 - June 30, 2021	July 1, 2018 - June 30, 2021

**Note 9: PENSION PLANS (CONT'D)****Actuarial Assumptions (Cont'd)****Public Employees' Retirement System**

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.

**Police and Firemen's Retirement System**

Pre-retirement 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.

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

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
U.S. Equity	27.00%	8.12%
Non-US Developed Markets Equity	13.50%	8.38%
Emerging Market Equity	5.50%	10.33%
Private Equity	13.00%	11.80%
Real Estate	8.00%	11.19%
Real Assets	3.00%	7.60%
High Yield	4.00%	4.95%
Private Credit	8.00%	8.10%
Investment Grade Credit	7.00%	3.38%
Cash Equivalents	4.00%	1.75%
U.S. Treasuries	4.00%	1.75%
Risk Mitigation Strategies	3.00%	4.91%
	<u>100.00%</u>	



**Note 9: PENSION PLANS (CONT'D)****Actuarial Assumptions (Cont'd)****Discount Rate -**

**Public Employees' Retirement System** - The discount rate used to measure the total pension liability was 7.00% as of June 30, 2022. The projection of cash flows used to determine the discount rate assumed that contributions from Plan members will be made at the current member contribution rates and that contributions from employers and the nonemployer contributing entity would 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 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.

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

**Sensitivity of Proportionate Share of Net Pension Liability to Changes in the Discount Rate**

**Public Employees' Retirement System (PERS)** - The following presents the Borough's proportionate share of the net pension liability as of the June 30, 2022 measurement date, calculated using a discount rate of 7.00%, as well as what the Borough's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1% lower or 1% higher than the current rates used:

	<b>1% Decrease (6.00%)</b>	<b>Current Discount Rate (7.00%)</b>	<b>1% Increase (8.00%)</b>
Proportionate Share of the Net Pension Liability	<u>\$ 6,489,120.00</u>	<u>\$ 5,051,051.00</u>	<u>\$ 3,827,195.00</u>

**Note 9: PENSION PLANS (CONT'D)****Sensitivity of Proportionate Share of Net Pension Liability to Changes in the Discount Rate (Cont'd)**

**Police and Firemen's Retirement System (PFRS)** - As previously mentioned, PFRS has a special funding situation, where the State of New Jersey pays a portion of the Borough's annual required contribution. As such, the net pension liability as of the June 30, 2022 measurement date, for the Borough and the State of New Jersey, calculated using a discount rate of 7.00%, as well as using a discount rate that is 1% lower or 1% higher than the current rates used, is as follows:

	<b>1% Decrease (6.00%)</b>	<b>Current Discount Rate (7.00%)</b>	<b>1% Increase (8.00%)</b>
Proportionate Share of the Net Pension Liability	\$ 15,599,605.00	\$ 11,369,080.00	\$ 7,847,147.00
State of New Jersey's Proportionate Share of Net Pension Liability	<u>2,776,272.00</u>	<u>2,023,363.00</u>	<u>1,396,562.00</u>
	<u>\$ 18,375,877.00</u>	<u>\$ 13,392,443.00</u>	<u>\$ 9,243,709.00</u>

**Pension Plan Fiduciary Net Position**

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension (benefit) expense, information about the respective fiduciary net position of the PERS and PFRS and additions to/deductions from PERS and PFRS' respective fiduciary net position have been determined on the same basis as they are reported by PERS and PFRS. Accordingly, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

**Note 9: PENSION PLANS (CONT'D)****Supplementary Pension Information**

In accordance with GASBS 68, the following information is also presented for the PERS and PFRS pension plans. These schedules are presented to illustrate the requirements to show information for 10 years.

***Schedule of the Proportionate Share of the Net Pension Liability - Public Employees' Retirement System (PERS) (Last Ten Plan Years)***

	<u>Measurement Date Ended June 30,</u>				
	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Proportion of the Net Pension Liability	0.0334697801%	0.0338669204%	0.0332295027%	0.0300069260%	0.0313026264%
Proportionate Share of the Net Pension Liability	\$ 5,051,051.00	\$ 4,012,044.00	\$ 5,418,863.00	\$ 5,406,793.00	\$ 6,163,331.00
Covered Payroll (Plan Measurement Period)	\$ 2,466,692.00	\$ 2,473,396.00	\$ 2,300,001.64	\$ 2,145,992.00	\$ 2,175,692.00
Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	2.047702348	162.21%	235.60%	251.95%	283.28%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	62.91%	70.33%	58.32%	56.27%	53.60%
	<u>Measurement Date Ended June 30,</u>				
	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Proportion of the Net Pension Liability	0.0283599879%	0.0302540884%	0.0276091915%	0.0252115037%	0.0279467429%
Proportionate Share of the Net Pension Liability	\$ 6,601,752.00	\$ 8,960,393.00	\$ 6,197,710.00	\$ 4,720,283.00	\$ 5,341,178.00
Covered Payroll (Plan Measurement Period)	\$ 1,936,388.00	\$ 2,028,924.00	\$ 1,874,052.00	\$ 1,724,448.00	\$ 1,930,448.00
Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	340.93%	441.63%	330.71%	273.73%	276.68%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	48.10%	40.14%	47.93%	52.08%	48.72%

**Note 9: PENSION PLANS (CONT'D)****Supplementary Pension Information (Cont'd)*****Schedule of Contributions - Public Employees' Retirement System (PERS) (Last Ten Years)***

	<u>Year Ended December 31,</u>				
	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Contractually Required Contribution	\$ 422,070.00	\$ 396,621.00	\$ 363,514.00	\$ 291,879.00	\$ 311,360.00
Contribution in Relation to the Contractually Required Contribution	<u>(422,070.00)</u>	<u>(396,621.00)</u>	<u>(363,514.00)</u>	<u>(291,879.00)</u>	<u>(311,360.00)</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered Payroll (Calendar Year)	\$ 2,501,417.00	\$ 2,496,165.00	\$ 2,451,445.00	\$ 2,341,434.41	\$ 2,184,826.00
Contributions as a Percentage of Covered Payroll	16.87%	15.89%	14.83%	12.47%	14.25%
	<u>Year Ended December 31,</u>				
	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Contractually Required Contribution	\$ 262,725.00	\$ 268,773.00	\$ 237,365.00	\$ 207,840.00	\$ 210,573.00
Contribution in Relation to the Contractually Required Contribution	<u>(262,725.00)</u>	<u>(268,773.00)</u>	<u>(237,365.00)</u>	<u>(207,840.00)</u>	<u>(210,573.00)</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered Payroll (Calendar Year)	\$ 2,158,908.00	\$ 1,926,211.00	\$ 1,994,624.00	\$ 1,889,455.00	\$ 1,763,773.00
Contributions as a Percentage of Covered Payroll	12.17%	13.95%	11.90%	11.00%	11.94%

**Note 9: PENSION PLANS (CONT'D)****Supplementary Pension Information (Cont'd)*****Schedule of Proportionate Share of the Net Pension Liability - Police and Firemen's Retirement System (PFRS) (Last Ten Plan Years)***

	<b>Measurement Date Ended June 30,</b>				
	<b><u>2022</u></b>	<b><u>2021</u></b>	<b><u>2020</u></b>	<b><u>2019</u></b>	<b><u>2018</u></b>
Proportion of the Net Pension Liability	0.0993248800%	0.1025201703%	0.1075419212%	0.1087577939%	0.1059532374%
Proportionate Share of the Net Pension Liability	\$ 11,369,079.00	\$ 7,493,355.00	\$ 13,895,835.00	\$ 13,309,582.00	\$ 14,337,220.00
State's Proportionate Share of the Net Pension Liability	2,023,363.00	2,107,505.00	2,156,570.00	2,101,608.00	1,947,474.00
Total	<u>\$ 13,392,442.00</u>	<u>\$ 9,600,860.00</u>	<u>\$ 16,052,405.00</u>	<u>\$ 15,411,190.00</u>	<u>\$ 16,284,694.00</u>
Covered Payroll (Plan Measurement Period)	\$ 3,539,492.00	\$ 3,593,860.00	\$ 3,560,599.20	\$ 3,654,572.00	\$ 3,485,840.00
Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	321.21%	208.50%	390.27%	364.19%	411.30%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	68.33%	77.26%	63.52%	65.00%	62.48%
	<b>Measurement Date Ended June 30,</b>				
	<b><u>2017</u></b>	<b><u>2016</u></b>	<b><u>2015</u></b>	<b><u>2014</u></b>	<b><u>2013</u></b>
Proportion of the Net Pension Liability	0.1048147631%	0.1051276003%	0.1014838092%	0.0941653597%	0.0956283280%
Proportionate Share of the Net Pension Liability	\$ 16,181,373.00	\$ 20,082,061.00	\$ 16,903,665.00	\$ 11,845,129.00	\$ 12,712,923.00
State's Proportionate Share of the Net Pension Liability	1,812,450.00	1,686,395.00	1,482,395.00	1,275,521.00	1,184,999.00
Total	<u>\$ 17,993,823.00</u>	<u>\$ 21,768,456.00</u>	<u>\$ 18,386,060.00</u>	<u>\$ 13,120,650.00</u>	<u>\$ 13,897,922.00</u>
Covered Payroll (Plan Measurement Period)	\$ 3,351,484.00	\$ 3,444,976.00	\$ 3,300,512.00	\$ 3,040,612.00	\$ 3,085,608.00
Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	482.81%	582.94%	512.15%	389.56%	412.01%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	58.60%	52.01%	56.31%	62.41%	58.70%

**Note 9: PENSION PLANS (CONT'D)****Supplementary Pension Information (Cont'd)*****Schedule of Contributions - Police and Firemen's Retirement System (PFRS) (Last Ten Years)***

	<b>Year Ended December 31,</b>				
	<b><u>2022</u></b>	<b><u>2021</u></b>	<b><u>2020</u></b>	<b><u>2019</u></b>	<b><u>2018</u></b>
Contractually Required Contribution	\$ 1,291,773.00	\$ 1,194,836.00	\$ 1,201,427.00	\$ 1,098,574.00	\$ 1,035,849.00
Contribution in Relation to the Contractually Required Contribution	<u>(1,291,773.00)</u>	<u>(1,194,836.00)</u>	<u>(1,201,427.00)</u>	<u>(1,098,574.00)</u>	<u>(1,035,849.00)</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered Payroll (Calendar Year)	\$ 4,012,080.00	\$ 3,638,001.00	\$ 3,578,353.00	\$ 3,658,660.80	\$ 3,606,627.00
Contributions as a Percentage of Covered Payroll	32.20%	32.84%	33.57%	30.03%	28.72%
	<b>Year Ended December 31,</b>				
	<b><u>2017</u></b>	<b><u>2016</u></b>	<b><u>2015</u></b>	<b><u>2014</u></b>	<b><u>2013</u></b>
Contractually Required Contribution	\$ 927,630.00	\$ 857,148.00	\$ 824,912.00	\$ 723,255.00	\$ 697,683.00
Contribution in Relation to the Contractually Required Contribution	<u>(927,630.00)</u>	<u>(857,148.00)</u>	<u>(824,912.00)</u>	<u>(723,255.00)</u>	<u>(697,683.00)</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered Payroll (Calendar Year)	\$ 3,555,837.00	\$ 3,457,094.00	\$ 3,425,026.00	\$ 3,323,558.00	\$ 3,096,396.00
Contributions as a Percentage of Covered Payroll	26.09%	24.79%	24.08%	21.76%	22.53%

**Note 9: PENSION PLANS (CONT'D)****Supplementary Pension Information (Cont'd)****Other Notes to Supplementary Pension Information*****Public Employees' Retirement System (PERS)*****Changes in Benefit Terms**

The June 30, 2022 measurement date included three changes to the plan provisions, only one of which had an impact on the Total Pension Liability (TPL). Chapter 226, P.L. 2021 reopened the Prosecutors Part of PERS and made membership in the Prosecutors Part of PERS mandatory for all prosecutors.

**Changes in Assumptions**

The discount rate and long-term expected rate of return used as of June 30 measurement date are as follows:

<b><u>Discount Rate</u></b>				<b><u>Long-term Expected Rate of Return</u></b>			
<b><u>Year</u></b>	<b><u>Rate</u></b>	<b><u>Year</u></b>	<b><u>Rate</u></b>	<b><u>Year</u></b>	<b><u>Rate</u></b>	<b><u>Year</u></b>	<b><u>Rate</u></b>
2022	7.00%	2017	5.00%	2022	7.00%	2017	7.00%
2021	7.00%	2016	3.98%	2021	7.00%	2016	7.65%
2020	7.00%	2015	4.90%	2020	7.00%	2015	7.90%
2019	6.28%	2014	5.39%	2019	7.00%	2014	7.90%
2018	5.66%			2018	7.00%		

The underlying demographic and economic assumptions were updated as a result of the Experience Study covering the period of July 1, 2018 - June 30, 2021.

***Police and Firemen's Retirement System (PFRS)*****Changes in Benefit Terms**

None.

**Changes in Assumptions**

The discount rate and long-term expected rate of return used as of June 30 measurement date are as follows:

<b><u>Discount Rate</u></b>				<b><u>Long-term Expected Rate of Return</u></b>			
<b><u>Year</u></b>	<b><u>Rate</u></b>	<b><u>Year</u></b>	<b><u>Rate</u></b>	<b><u>Year</u></b>	<b><u>Rate</u></b>	<b><u>Year</u></b>	<b><u>Rate</u></b>
2022	7.00%	2017	6.14%	2022	7.00%	2017	7.00%
2021	7.00%	2016	5.55%	2021	7.00%	2016	7.65%
2020	7.00%	2015	5.79%	2020	7.00%	2015	7.90%
2019	6.85%	2014	6.32%	2019	7.00%	2014	7.90%
2018	6.51%			2018	7.00%		

The underlying demographic and economic assumptions were updated as a result of the Experience Study covering the period of July 1, 2018 - June 30, 2021.

**Note 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS****BOROUGH OF LINDENWOLD POSTEMPLOYMENT HEALTH BENEFIT PLAN**

**Plan Description and Benefits Provided** - The Borough's defined benefit postemployment healthcare plan, the Lindenwold Borough Postemployment Benefits Plan (the "Borough Plan"), allows retiring employees to receive paid dental benefits up to three years based on years of service, and employees retiring on a disability pension to receive paid dental benefits for life.

The Borough Plan is an agent multiple-employer postemployment healthcare plan administered by the Municipal Reinsurance Health Insurance Fund (the "MRHIF"). The benefit provisions of the plans that participate may be established or amended by the respective employer entities; for the Borough Plan that authority rests with the Borough Council. The plan does not issue a separate financial report. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75.

**Employees Covered by Benefit Terms** - As of December 31, 2022, the most recent actuarial valuation date, the following employees were covered by the benefit terms:

Active Employees	74
Retirees and Covered Spouses	51
	<u>125</u>

**Actuarial Assumptions and Other Inputs** - The following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Mortality	RP 2000 Combined Healthy Male Mortality Rates Set Forward One Year and Adjusted for Generational Improvement PUB 2010 "General" classification headcount weighted mortality with generational improvement using Scale MP-2022
Turnover	NJ State Pensions Ultimate Withdrawal Rates- prior to benefits eligibility
Assumed Retirement Age	At first eligibility after completing 25 years of service
Full Attribution Period	Service to Assumed Retirement Age
Annual Discount Rate	2.06% Based on the Bond Buyer 20 Index December 31, 2021 3.72% Based on the Bond Buyer 20 Index December 31, 2022
CPI Increase	2.50%
Rate of Salary Increase	2.50%
Medical Trend	Dental: 3.5% per annum
Cost Aging Factor	None
Attribution Period	The attribution period begins with the date of hire and ends with full benefits eligibility date.
Per Capita Cost Methods	The valuation reflects per capita net premium costs based on actual 2021 dental premiums and the plan option selected. The age specific cost was derived based on per person costs at the average age of the active population (42) and scaled to each age based on the cost aging factors. Beyond age 65 per person costs are no longer scaled.



**Note 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)****BOROUGH OF LINDENWOLD POSTEMPLOYMENT HEALTH BENEFIT PLAN (CONT'D)**

**Actuarial Assumptions and Other Inputs (Cont'd)** - The following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified (cont'd):

Actuarial Valuation Method	Entry Age Normal Funding Method based on a level percentage of salary.
Retiree Contributions	NJ Chapter 78 requires that certain future retirees contribute toward the cost of their benefits. Specifically, those who had retired prior to passage of Chapter 78 and those employees that had more than 25 years of service on the date of passage are grandfathered. All others are subject to the contribution rates in effect when they retire, but not less than 1.5% of their annual retirement allowance from the Public Employees Retirement System. For purposes of this valuation and for conservatism, we have assumed that future retiree contributions percentage rates will not increase. Thus, we assumed that a future retiree will contribute his/her current employee contribution as reported by The Borough increased annually by the rate of dental trend.

**Total OPEB Liability**

The Borough's total OPEB liability of \$813,791.00 was measured as of December 31, 2022 and was determined by an actuarial valuation as December 31, 2022.

**Changes in Total OPEB Liability**

Balance at December 31, 2021		\$ 929,224.00
Changes for the Year:		
Service Cost	\$ 13,159.00	
Interest Cost	19,086.00	
Benefit Payments	(31,752.00)	
Changes in Assumptions	(226,884.00)	
Difference between Expected and Actual Experience	110,958.00	
Net Changes		(115,433.00)
Balance at December 31, 2022		\$ 813,791.00

Changes of assumptions reflect a change in the discount rate from 2.06% at December 31, 2021 to 3.72% at December 31, 2022. There was no change in benefit terms.

**Note 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)****BOROUGH OF LINDENWOLD POSTEMPLOYMENT HEALTH BENEFIT PLAN (CONT'D)**

**Sensitivity of Total OPEB Liability to Changes in Discount Rate** - The following presents the total OPEB liability of the Borough at December 31, 2022, as well as what the Borough's total OPEB liability would be if it were calculated for using a discount rate that is 1-percentage -point lower or 1-percentage-point higher than the current discount rate:

	<b><u>1.00% Decrease (2.7%)</u></b>	<b><u>Current Discount Rate (3.72%)</u></b>	<b><u>1.00% Increase (4.72%)</u></b>
Total OPEB Liability	<u>\$ 888,571.00</u>	<u>\$ 813,791.00</u>	<u>\$ 755,204.00</u>

The following presents the total OPEB liability of the Borough at December 31, 2022, as well as what the Borough's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

	<b><u>1.00% Decrease</u></b>	<b><u>Healthcare Cost Trend Rates</u></b>	<b><u>1.00% Increase</u></b>
Total OPEB Liability	<u>\$ 767,141.00</u>	<u>\$ 813,791.00</u>	<u>\$ 876,146.00</u>

**OPEB (Benefit) Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB** - For the year ended December 31, 2022, the Borough recognized OPEB (benefit) expense of \$31,165.00. As of December 31, 2022, the Borough reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<b><u>Deferred Outflows of Resources</u></b>	<b><u>Deferred Inflows of Resources</u></b>
Changes of Assumptions	\$ 96,279.00	\$ 213,595.00
Difference Between Expected and Actual Experience	<u>104,459.00</u>	<u>20,212.00</u>
	<u>\$ 200,738.00</u>	<u>\$ 233,807.00</u>

**Note 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)****BOROUGH OF LINDENWOLD POSTEMPLOYMENT HEALTH BENEFIT PLAN (CONT'D)**

**OPEB (Benefit) Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Cont'd)** - Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB (benefit) expense as follows:

<b>Year Ending Dec 31,</b>	
2023	\$ (1,080.00)
2024	(1,080.00)
2025	(1,080.00)
2026	(1,080.00)
2027	(1,080.00)
Thereafter	<u>(27,669.00)</u>
	<u>\$ (33,069.00)</u>

**Supplementary OPEB Information**

In accordance with GASB No. 75, the following information is also presented for the Borough's OPEB Plan. These schedules are presented to illustrate the requirements to show information for 10 years; however, until a full 10-year trend is compiled, this presentation will only include information for those years for which information is available.

***Schedule of Changes in the Borough's Total OPEB Liability and Related Ratios (Last Five Years)***

	<b>Plan Measurement Date December 31,</b>				
	<b><u>2022</u></b>	<b><u>2021</u></b>	<b><u>2020</u></b>	<b><u>2019</u></b>	<b><u>2018</u></b>
<b>Total OPEB Liability</b>					
Service Cost	\$ 13,159.00	\$ 20,519.00	\$ 20,519.00	\$ 18,997.00	\$ 19,848.00
Interest Cost	19,086.00	19,470.00	22,899.00	31,892.00	30,709.00
Benefit Payments	(31,752.00)	(19,932.00)	(27,972.00)	(22,334.00)	(19,356.00)
Changes in Assumptions	110,958.00	1,347.00	63,187.00	58,078.00	-
Difference Between Expected and Actual Experience	<u>(226,884.00)</u>	<u>-</u>	<u>-</u>	<u>(27,472.00)</u>	<u>-</u>
Net Change in Total OPEB Liability	(115,433.00)	21,404.00	78,633.00	59,161.00	31,201.00
Total OPEB Liability - Beginning of Year	<u>929,224.00</u>	<u>907,820.00</u>	<u>829,187.00</u>	<u>770,026.00</u>	<u>738,825.00</u>
Total OPEB Liability - End of Year	<u>\$ 813,791.00</u>	<u>\$ 929,224.00</u>	<u>\$ 907,820.00</u>	<u>\$ 829,187.00</u>	<u>\$ 770,026.00</u>
Covered-Employee Payroll	\$ 5,972,000.00	\$ 5,914,000.00	\$ 5,712,000.00	\$ 5,810,000.00	\$ 5,852,000.00
Total OPEB Liability as a Percentage of Covered Payroll	13.63%	15.71%	15.89%	14.27%	13.16%

**Note 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)****BOROUGH OF LINDENWOLD POSTEMPLOYMENT HEALTH BENEFIT PLAN (CONT'D)****Other Notes to Supplementary OPEB Information**

**Changes in Benefit Terms** - None.

**Changes in Assumptions** - Changes of assumptions and other inputs reflect the effects of changes in the discount rate each period. The following are the discount rates used in each period:

<u>Year</u>	<u>Percentage</u>
2022	3.72%
2021	2.06%
2020	2.12%
2019	2.74%
2018	4.10%

**STATE HEALTH BENEFITS LOCAL GOVERNMENT RETIRED EMPLOYEES PLAN**

In May of 2023, the New Jersey Division of Local Government Services issued Local Finance Notice 2023-10 which allows local units to disclose the most recently available information as it relates to the New Jersey Division of Pension's reporting on GASBS No. 75, *Accounting and Financial Reporting for Postemployment Benefits other than Pensions*. As of the date of this report, the information for the measurement period ended June 30, 2022 was not available; therefore, the information from the measurement period June 30, 2021 is disclosed below.

**General Information about the State Health Benefit Local Government Retired Employees Plan**

**Plan Description and Benefits Provided** - The Borough contributes to the State Health Benefits Local Government Retired Employees Plan (the "Plan"), which 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* (GASB Statement No. 75); therefore, assets are accumulated to pay associated benefits. For additional information about the Plan, please refer to the State of New Jersey (the "State"), Division of Pensions and Benefits' (the "Division") annual financial statements, which can be found at <https://www.state.nj.us/treasury/pensions/financial-reports.shtml>.

**Note 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)****STATE HEALTH BENEFITS LOCAL GOVERNMENT RETIRED EMPLOYEES PLAN (CONT'D)****General Information about the State Health Benefit Local Government Retired Employees Plan (Cont'd)**

**Plan Description and Benefits Provided (Cont'd)** - The Plan provides medical and prescription drug to retirees and their covered dependents of the participating 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. 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 funding policy for the OPEB plan is pay-as-you-go; therefore, there is no prefunding of the liability. However, due to premium rates being set prior to each calendar year, there is a minimal amount of net position available to cover benefits in future years. Contributions to pay for the health benefit premiums of participating employees in the OPEB plan are collected from the State of New Jersey, participating local employers, and retired members.

**Note 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)****STATE HEALTH BENEFITS LOCAL GOVERNMENT RETIRED EMPLOYEES PLAN (CONT'D)****General Information about the State Health Benefit Local Government Retired Employees Plan (Cont'd)**

**Contributions (Cont'd)** - The Borough was billed monthly by the Plan and paid \$343,865.88, for the year ended December 31, 2021, representing 5.61% of the Borough's covered payroll. Retirees were not required to contribute to the Plan.

**Special Funding Situation Component** - The State of New Jersey makes contributions to cover those employees eligible under Chapter 330, P.L. 1997. Local employers remit employer contributions on a monthly basis. Retired member contributions are generally received on a monthly basis. Partially funded benefits are also available to local police officers and firefighters who retire with 25 years of service or on disability from an employer who does not provide coverage under the provisions of Chapter 330, P.L. 1997. Upon retirement, these individuals must enroll in the OPEB Plan.

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% of the premium or periodic charge for the category of coverage elected by the qualified retiree under the State managed care plan or a health maintenance organization participating in the program providing the lowest premium or periodic charge. The State also provides funding for retiree health benefits to survivors of local police officers and firefighters who die in the line of duty under Chapter 271, P.L. 1989.

Therefore, these employers are considered to be in a special funding situation as defined by GASB Statement No. 75 and the State is treated as a nonemployer contributing entity. Since the local participating employers do not contribute under this legislation directly to the Plan, there is no net OPEB liability, deferred outflows of resources or deferred inflows of resources to report in the financial statements of the local participating employers related to this legislation. However, the notes to the financial statements of the local participating employers must disclose the portion of the nonemployer contributing entities' total proportionate share of the collective net OPEB liability that is associated with the local participating employer. The participating employer is required to disclose in their respective notes to the financial statements, an expense and corresponding revenue, and their proportionate share of the OPEB expense allocated to the State under the special funding situation.

The amount of actual contributions to the OPEB Plan made by the State, on-behalf of the Borough, is not known; however, under the special funding situation, the State's OPEB expense, on-behalf of the Borough, is \$(453,969.00) for the year ended December 31, 2021, representing -7.40% of the Borough's covered payroll.

**Note 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)****STATE HEALTH BENEFITS LOCAL GOVERNMENT RETIRED EMPLOYEES PLAN (CONT'D)****OPEB Liability, OPEB (Benefit) Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources**

**OPEB Liability** - At December 31, 2021, the Borough's and State's proportionate share of the net OPEB liability were as follows:

Borough's Proportionate Share of Net OPEB Liability	\$ 18,758,832.00
State of New Jersey's Proportionate Share of Net OPEB Liability Associated with the Borough	<u>3,326,907.00</u>
	<u>\$ 22,085,739.00</u>

The net OPEB liability was measured as of June 30, 2021, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of July 1, 2020, which was rolled forward to June 30, 2021.

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, 2020 through June 30, 2021. For the June 30, 2021 measurement date, the Borough's proportion was .104217%, which was a an increase of .036079% from its proportion measured as of the June 30, 2020 measurement date.

The State's proportion of the net OPEB liability, on-behalf of the Borough was based on the ratio of the Plan members of an individual employer to the total members of the Plan's special funding situation during the measurement period July 1, 2020 through June 30, 2021. For the June 30, 2021 measurement date, the State's proportion on-behalf of the Borough was .086159%, which was a decrease of .136118% from its proportion measured as of the June 30, 2020 measurement date.

**OPEB (Benefit) Expense** - At December 31, 2021, the Borough's proportionate share of the OPEB (benefit) expense, calculated by the Plan as of the June 30, 2021 measurement date, is \$1,339,603.00. This (benefit) expense is not recognized by the Borough because of the regulatory basis of accounting as described in note 1; however, as previously mentioned, for the year ended December 31, 2021, the Borough made contributions to the Plan totaling \$343,865.88.

**Note 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)****STATE HEALTH BENEFITS LOCAL GOVERNMENT RETIRED EMPLOYEES PLAN (CONT'D)****OPEB Liability, OPEB (Benefit) Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources (Cont'd)**

**Deferred Outflows of Resources and Deferred Inflows of Resources** - At December 31, 2021, the Borough had deferred outflows of resources and deferred inflows of resources from the following sources:

	<b><u>Deferred Outflows of Resources</u></b>	<b><u>Deferred Inflows of Resources</u></b>
Differences between Expected and Actual Experience	\$ 420,926.00	\$ 3,924,625.00
Changes of Assumptions	2,698,514.00	3,315,844.00
Net Difference between Projected and Actual Earnings on OPEB Plan Investments	8,969.00	-
Changes in Proportion	8,269,659.00	429,421.00
Contributions Subsequent to the Measurement Date	166,753.56	-
	<u>\$ 11,564,821.56</u>	<u>\$ 7,669,890.00</u>

Deferred outflows of resources in the amount of \$166,753.56 will be included as a reduction of the Borough's net OPEB liability during the year ending December 31, 2022. The Borough will amortize the above other deferred outflows of resources and deferred inflows of resources related to the OPEB liability over the following number of years:

	<b><u>Deferred Outflows of Resources</u></b>	<b><u>Deferred Inflows of Resources</u></b>
Differences between Expected and Actual Experience		
June 30, 2018	-	8.14
June 30, 2019	-	8.05
June 30, 2020	7.87	-
June 30, 2021	-	7.82
Changes of Assumptions		
Year of OPEB Plan Deferral:		
June 30, 2017	-	8.04
June 30, 2018	-	8.14
June 30, 2019	-	8.05
June 30, 2020	7.87	-
June 30, 2021	7.82	-



**Note 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)****STATE HEALTH BENEFITS LOCAL GOVERNMENT RETIRED EMPLOYEES PLAN (CONT'D)****OPEB Liability, OPEB (Benefit) Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources (Cont'd)**

**Deferred Outflows of Resources and Deferred Inflows of Resources (Cont'd)** - The Borough will amortize the above other deferred outflows of resources and deferred inflows of resources related to the OPEB liability over the following number of years (cont'd):

	<b><u>Deferred Outflows of Resources</u></b>	<b><u>Deferred Inflows of Resources</u></b>
Net Difference between Projected and Actual Investment Earnings on OPEB Plan Investments		
Year of OPEB Plan Deferral:		
June 30, 2017	5.00	-
June 30, 2018	5.00	-
June 30, 2019	5.00	-
June 30, 2020	5.00	-
June 30, 2021	5.00	-
Changes in Proportion		
Year of OPEB Plan Deferral:		
June 30, 2017	8.04	8.04
June 30, 2018	8.14	8.14
June 30, 2019	8.05	8.05
June 30, 2020	7.87	7.87
June 30, 2021	7.82	7.82

Other amounts included as deferred outflows of resources and deferred inflows of resources related to the OPEB liability will be recognized in future periods as follows:

<b><u>Year Ending Dec. 31,</u></b>	
2022	\$ 14,204.00
2023	12,731.00
2024	11,384.00
2025	392,007.00
2026	1,111,555.00
Thereafter	2,186,297.00
	<u>\$ 3,728,178.00</u>

**Note 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)****STATE HEALTH BENEFITS LOCAL GOVERNMENT RETIRED EMPLOYEES PLAN (CONT'D)****Actuarial Assumptions**

The actuarial assumptions vary for each plan member depending on the pension plan in which the member is enrolled. The actuarial valuation as of July 1, 2020, which was rolled forward to June 30, 2021, used the following actuarial assumptions, applied to all periods in the measurement:

Inflation Rate	2.50%
Salary Increases *	
PERS:	
Initial Fiscal Year Applied:	
Rate through 2026	2.00% to 6.00%
Rate Thereafter	3.00% to 7.00%
PFRS:	
Rate for all Future Years	3.25% to 15.25%

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\* salary increases are based on years of service within the respective Plan

PERS mortality rates were based on Pub-2010 General classification headcount weighted mortality with fully generational morality improvement projections from the central year using Scale MP-2021.

PFRS mortality rates were based on Pub-2010 Safety classification headcount weighted mortality with fully generational morality improvement projections from the central year using Scale MP-2021.

Actuarial assumptions used in the valuation were based on the results of the PFRS and PERS experience studies prepared for July 1, 2013 to June 30, 2018 and July 1, 2014 to June 30, 2018, respectively.

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

All of the Plan's investments are in the State of New Jersey Cash Management Fund (the "CMF"). The New Jersey Division of Investments manages the CMF, which is available on a voluntary basis for investment by State and certain non-State participants. The CMF is considered to be an investment trust fund as defined in GASB Statement No. 31, *Certain Investments and External Investment Pools*. The CMF invests in U.S. government and agency obligations, commercial paper, corporate obligations and certificates of deposit. Units of ownership in the CMF may be purchased or redeemed on any given business day (excluding State holidays) at the unit cost of value of \$1.00. Participant shares are valued on a fair value basis. The CMF pay interest to participants on a monthly basis.

**Note 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)****STATE HEALTH BENEFITS LOCAL GOVERNMENT RETIRED EMPLOYEES PLAN (CONT'D)****Actuarial Assumptions (Cont'd)**

**Discount Rate** - The discount rate used to measure the OPEB liability at June 30, 2021 was 2.16%. This represents the municipal bond return rate as chosen by the State. The source is the Bond Buyer Go 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. As the long-term rate of return is less than the municipal bond rate, it is not considered in the calculation of the discount rate, rather the discount rate is set at the municipal bond rate.

**Health Care Trend Assumptions** - The health care trend assumptions used is as follows:

<u>Fiscal Year Ending</u>	<u>Annual Rate of Increase</u>			
	<u>Medical Trend</u>			<u>Prescription Drug Trend</u>
	<u>Pre-65</u>	<u>PPO Post-65</u>	<u>HMP Post-65</u>	
2021	5.65%	13.08%	13.76%	6.75%
2022	5.55%	3.34%	3.22%	6.50%
2023	5.45%	0.52%	0.17%	6.25%
2024	5.35%	7.56%	7.79%	6.00%
2025	5.20%	14.43%	15.23%	5.50%
2026	5.00%	12.55%	13.19%	5.00%
2027	4.75%	8.95%	9.29%	4.75%
2028	4.50%	5.92%	6.04%	4.50%
2029	4.50%	5.38%	5.46%	4.50%
2030	4.50%	4.86%	4.89%	4.50%
2031	4.50%	4.55%	4.56%	4.50%
2032 and Later	4.50%	4.50%	4.50%	4.50%

**Sensitivity of the Net OPEB Liability to Changes in the Discount Rate**

The net OPEB liability, calculated using a discount rate of 2.16%, as well as using a discount rate that is 1% lower or 1% higher than the current rate used, is as follows:

	<u>1% Decrease (1.16%)</u>	<u>Current Discount Rate (2.16%)</u>	<u>1% Increase (3.16%)</u>
Borough's Proportionate Share of the Net OPEB Liability	\$ 22,075,547.00	\$ 18,758,832.00	\$ 16,130,264.00
State of New Jersey's Proportionate Share of the Net OPEB Liability Associated with the Borough	3,915,131.00	3,326,907.00	2,860,727.00
	<u>\$ 25,990,678.00</u>	<u>\$ 22,085,739.00</u>	<u>\$ 18,990,991.00</u>

**Note 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)****STATE HEALTH BENEFITS LOCAL GOVERNMENT RETIRED EMPLOYEES PLAN (CONT'D)****Sensitivity of the Net OPEB Liability to Changes in the Healthcare Cost Trend Rate**

The net OPEB liability, using a healthcare cost trend rate that is 1% lower or 1% higher than the current healthcare cost trend rate used, is as follows:

	<u>1% Decrease</u>	<u>Healthcare Cost Trend Rate</u>	<u>1% Increase</u>
Borough's Proportionate Share of the Net OPEB Liability	\$ 15,651,184.00	\$ 18,758,832.00	\$ 22,813,928.00
State of New Jersey's Proportionate Share of the Net OPEB Liability Associated with the Borough	<u>2,775,761.00</u>	<u>3,326,907.00</u>	<u>4,046,084.00</u>
	<u>\$ 18,426,945.00</u>	<u>\$ 22,085,739.00</u>	<u>\$ 26,860,012.00</u>

**OPEB Plan Fiduciary Net Position**

For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB (benefit) expense, information about the respective fiduciary net position of the State Health Benefits Local Government Retired Employees Plan and additions to/deductions from the Plan's respective fiduciary net position have been determined on the same basis as they are reported by the Plan. Accordingly, contributions (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

**Supplementary OPEB Information**

In accordance with GASBS No. 75, the following information is also presented for the State Health Benefits Local Government Retired Employees Plan. These schedules are presented to illustrate the requirements to show information for 10 years; however, until a full 10-year trend is compiled, this presentation will only include information for those years for which information is available.

**Schedule of the Borough's Proportionate Share of the Net OPEB Liability (Last Five Plan Years)**

	<u>Measurement Date Ended June 30,</u>				
	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Borough's Proportion of the Net OPEB Liability	0.104217%	0.068138%	0.062594%	0.059867%	0.061954%
Borough's Proportionate Share of the Net OPEB Liability	\$ 18,758,832.00	\$ 12,228,463.00	\$ 8,479,028.00	\$ 9,379,134.00	\$ 12,648,398.00
State's Proportionate Share of the Net OPEB Liability Associated with the Borough	<u>3,326,907.00</u>	<u>12,141,444.00</u>	<u>10,009,011.00</u>	<u>11,371,025.00</u>	<u>16,244,336.00</u>
Total	<u>\$ 22,085,739.00</u>	<u>\$ 24,369,907.00</u>	<u>\$ 18,488,039.00</u>	<u>\$ 20,750,159.00</u>	<u>\$ 28,892,734.00</u>
Borough's Covered Payroll (Plan Measurement Period)	\$ 6,007,566.00	\$ 6,117,594.00	\$ 5,819,836.21	\$ 5,796,023.00	\$ 5,573,946.00
Borough's Proportionate Share of the Net OPEB Liability as a Percentage of Covered Payroll	312.25%	199.89%	145.69%	161.82%	226.92%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	0.28%	0.91%	1.98%	1.97%	1.03%

**Note 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)****STATE HEALTH BENEFITS LOCAL GOVERNMENT RETIRED EMPLOYEES PLAN (CONT'D)****Supplementary OPEB Information (Cont'd)****Schedule of the Borough's Contributions (Last Five Years)**

	Year Ended December 31,				
	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Borough's Required Contributions	\$ 343,865.88	\$ 301,468.62	\$ 258,968.54	\$ 412,804.68	\$ 433,977.55
Borough's Contributions in Relation to the Required Contribution	(343,865.88)	(301,468.62)	(258,968.54)	(412,804.68)	(433,977.55)
Borough's Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -
Borough's Covered Payroll (Calendar Year)	\$ 6,134,166.00	\$ 6,029,798.00	\$ 6,000,095.21	\$ 5,791,453.00	\$ 5,714,745.00
Borough's Contributions as a Percentage of Covered Payroll	5.61%	5.00%	4.32%	7.13%	7.59%

**Other Notes to Supplementary OPEB Information**

**Changes in Benefit Terms** - The actuarial valuation as of July 1, 2020, which was rolled forward to June 30, 2021, included changes due to employers adopting and /or changing Chapter 48 provisions.

**Changes in Assumptions** - The discount rate used as of the June 30 measurement date is as follows:

<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>
2021	2.16%	2018	3.87%
2020	2.21%	2017	3.58%
2019	3.50%		

The expected investment rate of return is based on guidance provided by the State. These expected rates of return are the same as the discount rates listed above.

In addition to changes in the discount rate, other factors that affected the valuation of the net OPEB liability included changes in the trend and updated mortality improvement assumptions.

In October 2021, the Society of Actuaries (SOA) released an updated set of life expectancy mortality improvement assumptions, Scale MP-2021. The MP-2021 scale reflects more recent mortality data for the U.S. population.

**Note 11: COMPENSATED ABSENCES**

Borough employees are entitled to fifteen paid sick leave days each year. Unused sick leave may be accumulated and carried forward from year to year. Upon retirement, an employee may sell back to the Borough unused accumulated sick days, subject to certain conditions. Generally, the maximum monetary compensation to be paid is \$15,000.00 for any employee.

The Borough does not record accrued sick leave. However, based upon current Borough policies and contracts, it is estimated that at December 31, 2022 accrued sick leave benefits payable in future years is valued at \$777,579.65.

**Note 11: COMPENSATED ABSENCES (CONT'D)**

Vacation days not used during the current year may be accumulated and carried forward. Upon resignation or retirement from Borough employment, an employee shall be paid cash at the normal rate of pay for any unused vacation leave. It is estimated that at December 31, 2022 accrued vacation benefits payable in future years is valued at \$311,002.14.

The Borough has established a compensated absences trust fund to set aside funds for future payments of compensated absences. At December 31, 2022, the balance of the fund was \$179,390.06.

**Note 12: DEFERRED COMPENSATION SALARY ACCOUNT**

The Borough offers its employees a deferred compensation plan in accordance with Internal Revenue Code Section 457, which has been approved by the Director of the Division of Local Government Services. The Plan, available to all full time employees at their option, permits employees to defer a portion of their salary to future years. The deferred compensation is not available to participants until termination, retirement, death, or unforeseeable emergency.

Amounts deferred under Section 457 plans must be held in trust for the exclusive benefit of participating employees and not be accessible by the Borough or its creditors. Since the Borough does not have a fiduciary relationship with the Plan, the balances and activities of the Plan are not reported in the Borough's financial statements.

**Note 13: LEASE LIABILITIES AND LEASE ASSETS**

The Borough, as lessee, has entered into the following leases which meet the requirements of GASB 87:

**Mail Machine** - The Borough is leasing a mail machine with a total lease liability of \$4,385.81. The lease began in October 2022 for a term of five years. The implied interest rate is based on the Borough's estimated incremental borrowing rate of 5.73%. This lease can be extended on a month-to-month basis at the expiration of the lease agreement. Based on this lease, the Borough is making payments through September 30, 2027. The Borough paid \$224.97 of lease payments during the year ended December 31, 2022 which were budgeted and paid from the current fund.

**Copiers** - The Borough is leasing the following copiers:

<u>Description</u>	<u>Total Lease Liability</u>	<u>Term</u>	<u>Implied Interest Rate</u>		<u>Total 2022 Payments</u>
3 Copiers	\$ 22,919.26	June 2021 - May 2026	3.33%	Estimated Incremental Borrowing Rate	\$ 4,968.00
2 Copiers	15,336.27	May 2019 - Apr. 2023	5.50%	Estimated Incremental Borrowing Rate	4,260.48
1 Copier	4,880.45	Jan. 2022 - Dec. 2026	3.25%	Estimated Incremental Borrowing Rate	1,056.00

These leases can be extended on a month-to-month basis at the expiration of the lease agreements. The Borough paid \$10,284.48 of lease payments during the year ended December 31, 2022 which were budgeted and paid from the current fund.

**Note 13: LEASE LIABILITIES AND LEASE ASSETS (CONT'D)**

**Vehicles** - The Borough is leasing the following vehicles:

<u>Description</u>	<u>Total Lease Liability</u>	<u>Term</u>	<u>Implied Interest Rate</u>	<u>Total 2022 Payments</u>
3 2020 Chevy Tahoes	\$ 223,252.67	Apr. 2020 - Mar. 2025	1.65% Implicit in lease	\$44,408.52
1 2020 Chevy Tahoe	44,973.91	May 2020 - Apr. 2025	1.63% Implicit in lease	9,021.36
1 2020 Chevy Tahoe	45,196.46	May 2020 - Apr. 2025	1.65% Implicit in lease	9,097.68
1 2020 Chevy Tahoe	74,402.68	June 2020 - May 2025	1.65% Implicit in lease	14,678.52
1 2020 F-Ford 150	42,002.19	July 2020 - June 2025	1.65% Implicit in lease	8,707.80
4 2020 Ford Escapes	119,242.35	Aug. 2020 - July 2025	1.65% Implicit in lease	24,764.16
1 2020 F-Ford 350	53,284.01	Oct. 2020 - Sept. 2025	1.65% Implicit in lease	8,981.64
1 2020 F-Ford 250	41,367.81	Oct. 2020 - Sept. 2025	1.65% Implicit in lease	8,164.56
1 2020 Ford Transit	29,002.43	Nov. 2020 - Oct. 2025	1.63% Implicit in lease	5,819.28
1 2021 Chevy Tahoe	47,244.97	Sept. 2021 - Aug 2026	1.63% Implicit in lease	9,651.60
1 2021 Chevy Tahoe	47,628.75	Oct. 2021 - Sept. 2026	1.63% Implicit in lease	9,691.44
5 2021 Chevy Tahoes	269,487.85	Nov. 2021 - Oct. 2026	1.63% Implicit in lease	53,167.20
1 2022 F-Ford 250	56,526.09	Sept. 2022 - Aug. 2027	1.65% Implicit in lease	9,409.07
1 2022 F-Ford 450	124,246.65	Sept. 2022 - Aug. 2027	1.65% Implicit in lease	41,906.24
1 2022 F-Ford 350	64,465.32	Sept. 2022 - Aug. 2027	1.65% Implicit in lease	16,372.18
1 2022 F-Ford 250	48,654.78	Oct. 2022 - Sept. 2027	1.65% Implicit in lease	4,967.60
4 2022 Ford Escapes	98,725.51	Dec. 2022 - Nov. 2027	1.65% Implicit in lease	-

The Borough paid \$262,436.67 of lease payments during the year ended December 31, 2022, which were budgeted and paid from the current fund, and \$16,372.18 which were budgeted and paid from the sewer utility operating fund. These leases can be extended on a month-to-month basis at the expiration of the lease agreements.

Under the provisions of GASB 87, as of December 31, 2022, the balance of the lease liability is \$933,066.81, and balance of the related right to use leased assets have a balance of \$1,009,756.80. The leases are summarized as follows:

<u>Description</u>	<u>Balance at December 31,</u>			
	<u>2022</u>		<u>2021</u>	
	<u>Lease Liability</u>	<u>Lease Asset</u>	<u>Lease Liability</u>	<u>Lease Asset</u>
Mail Machine	\$ 3,955.96	\$ 3,904.37		
Copiers	21,384.40	20,843.65	\$ 25,846.01	\$ 25,357.28
Vehicles	907,726.45	985,008.78	781,673.58	815,174.65
	<u>\$ 933,066.81</u>	<u>\$ 1,009,756.80</u>	<u>\$ 807,519.59</u>	<u>\$ 840,531.93</u>

As a result of the regulatory basis of accounting previously described in note 1, the Borough has not reported a lease liability or right to use leased assets.

**Note 13: LEASE LIABILITIES AND LEASE ASSETS (CONT'D)**

Under the provision of GASB 87, annual requirements to amortize lease obligations and related interest are as follows:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2023	\$ 275,456.98	\$ 13,437.40	\$ 288,894.38
2024	272,968.46	8,995.66	281,964.12
2025	202,162.08	4,701.88	206,863.96
2026	129,774.49	1,954.47	129,616.96
2027	52,704.80	384.69	53,089.49
Total	<u>\$ 933,066.81</u>	<u>\$ 29,474.10</u>	<u>\$ 960,428.91</u>

Under the provision of GASB 87, for the year ended December 31, 2022, the Borough would have recognized \$236,226.18 in amortization of lease liability and \$13,185.82 in interest on leases.

As a result of the regulatory basis of accounting previously described in note 1, for the year ended December 31, 2022, rental payments of \$272,946.12 were budgeted and paid from the current fund and \$16,372.18 were budgeted and paid from the sewer utility operating fund.

**Note 14: CAPITAL DEBT****General Improvement Bonds**

**General Obligation Bonds, Series 2012** - On June 7, 2012, the Borough issued \$4,415,000.00 of general obligation bonds, consisting of \$2,373,360.00 General Improvement Bonds and \$2,041,640.00 Sewer Utility Bonds, at interest rates varying from 2.00% to 3.25%. The bonds were issued for the purpose of funding various capital projects in the Borough. The final maturity of the bonds is June 1, 2026.

**General Obligation Bonds, Series 2017** - On September 28, 2017, the Borough issued \$7,018,000.00 of general obligation bonds, consisting of \$4,791,000.00 General Improvement Bonds and \$2,227,000.00 Sewer Utility Bonds, at interest rates varying from 1.00% to 2.50%. The bonds were issued for the purpose of funding various capital projects in the Borough. The final maturity of the bonds is March 15, 2028.

The following schedules represent the remaining debt service, through maturity, for the general and sewer utility improvement bonds:

<u>Year</u>	<u>General Improvements</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2023	\$ 585,000.00	\$ 83,421.70	\$ 668,421.70
2024	610,000.00	69,721.70	679,721.70
2025	625,000.00	54,871.70	679,871.70
2026	643,360.00	39,667.10	683,027.10
2027	665,000.00	24,481.25	689,481.25
2028	680,000.00	8,500.00	688,500.00
	<u>\$ 3,808,360.00</u>	<u>\$ 280,663.45</u>	<u>\$ 4,089,023.45</u>



**Note 14: CAPITAL DEBT (CONT'D)****General Improvement Bonds (Cont'd)**

The following schedules represent the remaining debt service, through maturity, for the general and sewer utility improvement bonds (cont'd):

<u>Year</u>	<u>Sewer Utility</u>		<u>Total</u>
	<u>Principal</u>	<u>Interest</u>	
2023	\$ 340,000.00	\$ 46,303.30	\$ 386,303.30
2024	350,000.00	38,003.30	388,003.30
2025	360,000.00	28,872.05	388,872.05
2026	371,640.00	19,482.90	391,122.90
2027	310,000.00	11,237.50	321,237.50
2028	310,000.00	3,875.00	313,875.00
	<u>\$ 2,041,640.00</u>	<u>\$ 147,774.05</u>	<u>\$ 2,189,414.05</u>

**General Debt - New Jersey Green Acres Trust Development Loans**

On July 28, 2003, the Borough entered into a loan agreement with the New Jersey Department of Environmental Protection to provide \$250,000.00, at an interest rate of 2.0%. The proceeds were used to fund improvements to the Lindenwold sports complex and the acquisition of real property. Semiannual debt payments are due April and October, with the final payment due April 28, 2023.

The following schedule represents the remaining debt service, through maturity, for the New Jersey Green Acres Trust Development loan:

<u>Year</u>	<u>General</u>		<u>Total</u>
	<u>Principal</u>	<u>Interest</u>	
2023	<u>\$ 7,695.97</u>	<u>\$ 76.94</u>	<u>\$ 7,772.91</u>

**Note 14: CAPITAL DEBT (CONT'D)**

The following schedule represents the Borough's summary of debt for the current and two previous years:

**Summary of Debt**

	<b><u>Year 2022</u></b>	<b><u>Year 2021</u></b>	<b><u>Year 2020</u></b>
<b><u>Issued</u></b>			
General:			
Bonds, Loans and Notes	\$ 3,816,055.97	\$ 4,396,220.01	\$ 4,966,085.26
Sewer Utility:			
Bonds and Notes	<u>2,041,640.00</u>	<u>2,376,640.00</u>	<u>2,706,640.00</u>
Total Issued	<u>5,857,695.97</u>	<u>6,772,860.01</u>	<u>7,672,725.26</u>
<b><u>Authorized but not Issued</u></b>			
General:			
Bonds, Loans and Notes	2,072,085.00	2,072,085.00	325.00
Sewer Utility:			
Bonds and Notes	<u>836.00</u>	<u>836.00</u>	<u>836.00</u>
Total Authorized but not Issued	<u>2,072,921.00</u>	<u>2,072,921.00</u>	<u>1,161.00</u>
Total Issued and Authorized but not Issued	<u>7,930,616.97</u>	<u>8,845,781.01</u>	<u>7,673,886.26</u>
<b><u>Deductions</u></b>			
Sewer Utility:			
Self-Liquidating Debt	<u>2,042,476.00</u>	<u>2,377,476.00</u>	<u>2,707,476.00</u>
Total Deductions	<u>2,042,476.00</u>	<u>2,377,476.00</u>	<u>2,707,476.00</u>
Net Debt	<u>\$ 5,888,140.97</u>	<u>\$ 6,468,305.01</u>	<u>\$ 4,966,410.26</u>

**Summary of Statutory Debt Condition - Annual Debt Statement**

The summarized statement of debt condition which follows is prepared in accordance with the required method of setting up the Annual Debt Statement and indicated a statutory net debt of 2.481%.

	<b><u>Gross Debt</u></b>	<b><u>Deductions</u></b>	<b><u>Net Debt</u></b>
Local School District	\$ 36,462,000.00	\$ 26,138,997.91	\$ 10,323,002.09
Sewer Utility	2,042,476.00	2,042,476.00	
General	<u>5,888,140.97</u>		<u>5,888,140.97</u>
	<u>\$ 44,392,616.97</u>	<u>\$ 28,181,473.91</u>	<u>\$ 16,211,143.06</u>

Net Debt \$16,211,143.06 divided by the Equalized Valuation Basis per N.J.S.A.40A:2-2 as amended, \$653,474,948.00 equals 2.481%.

**Note 14: CAPITAL DEBT (CONT'D)****Summary of Statutory Debt Condition - Annual Debt Statement****Borrowing Power Under NJSA 40A:2-6 As Amended**

3 1/2% of Equalized Valuation Basis (Municipal)	\$ 22,871,623.17
Net Debt	<u>16,211,143.06</u>
Remaining Borrowing Power	<u>\$ 6,660,480.11</u>

**Calculation of "Self-Liquidating Purpose,"****Sewer Utility Per NJSA 40A:2-45**

Cash Receipts from Fees, Rents, Fund Balance Anticipated, Interest and Other Investment Income, and Other Charges for Year	\$ 1,883,341.05
Deductions:	
Operating and Maintenance Cost	\$ 1,125,883.00
Debt Service per Sewer Fund	<u>387,499.14</u>
	<u>1,513,382.14</u>
Excess in Revenue	<u>\$ 369,958.91</u>

**Note 15: DEFERRED CHARGES TO BE RAISED IN SUCCEEDING BUDGETS**

Certain expenditures are required to be deferred to budgets of succeeding years. At December 31, 2022, the following deferred charge is shown on the statement of assets, liabilities, reserves and fund balance of the following fund:

	<b><u>Balance</u></b> <b><u>Dec. 31, 2022</u></b>	<b><u>2023 Budget</u></b> <b><u>Appropriations</u></b>
Current Fund:		
Emergency Authorization	<u>\$ 280,000.00</u>	<u>\$ 280,000.00</u>

The appropriation in the 2023 Budget as adopted is not less than that required by the statutes.

**Note 16: 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.

**New Jersey Unemployment Compensation Insurance** - The Borough has elected to fund its New Jersey Unemployment Compensation Insurance under the "Benefit Reimbursement Method". Under this plan, the Borough is required to reimburse the New Jersey Unemployment Trust Fund for benefits paid to its former employees and charged to its account with the State. The Borough is billed quarterly for amounts due to the State.

The following is a summary of Borough contributions, reimbursements to the State for benefits paid and the ending balance of the Borough's trust fund for the current and previous two years:

<u>Year</u>	<u>Borough Contributions</u>	<u>Employee Contributions</u>	<u>Interest Earnings</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2022	\$ 10,000.00	\$ 11,760.99	\$ 882.95	\$ 8,636.32	\$ 191,210.11
2021	45,000.00	10,266.59	387.18	4,600.75	177,202.49
2020	25,000.00	10,394.80	252.49	6,623.00	126,149.47

**Joint Insurance Pool** - The Borough of Lindenwold is a member of the Camden County Municipal Joint Insurance Fund. The Fund offers its members the following coverage:

- Workers' Compensation
- General Liability
- Auto Liability
- Property/Boiler and Machinery
- Auto Physical Damage
- Public Officials
- Environmental Impairment Liability

Contributions to the Fund, including a reserve for contingencies, are payable in two installments and are based on actuarial assumptions determined by the Fund's actuary. The Commissioner of Insurance may order additional assessments to supplement the Fund's claim, loss retention or administrative accounts to assure the payment of the Fund's obligations.

The Fund provides the Borough with the following coverage:

- Property Insurance
- Business Automobile Insurance
- Workers Compensation Insurance
- Environmental Legal Liability Insurance
- Underground Storage Tank Policy
- Excess Workers Compensation and Employer's Liability Insurance
- Excess Public Officials and Employment Liability Insurance

The Fund publishes its own financial report for the year ended December 31, 2022, which can be obtained at [www.camdenmunicipaljif.org](http://www.camdenmunicipaljif.org).

The Borough of Lindenwold is also a member of the Southern New Jersey Regional Employee Benefits Fund. The Fund provides its members with health benefits coverage, including dental coverage for the Borough.

**Note 16: RISK MANAGEMENT (CONT'D)**

**Joint Insurance Pool (Cont'd)** - Contributions to the Fund, including a reserve for contingencies, are payable in twelve installments and are based on actuarial assumptions determined by the Fund's actuary. The Commissioner of Insurance may order additional assessments to supplement the Fund's claim, loss retention or administrative accounts to assure the payment of the Fund's obligations.

The Fund publishes its own financial report for the year ended December 31, 2022, which can be obtained at [www.snjrebf.com](http://www.snjrebf.com).

**Note 17: CONTINGENCIES**

**Grantor Agencies** - Amounts received or receivable from grantor agencies could be subject to audit and adjustment by grantor agencies. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time, although the Borough expects such amount, if any, to be immaterial.

**Litigation** - The Borough is a defendant in several legal proceedings that are in various stages of litigation. It is believed that the outcome, or exposure to the Borough, from such litigation is either unknown or potential losses, if any, would not be material to the financial statements.

**Note 18: CONCENTRATIONS**

The Borough depends on financial resources flowing from, or associated with, both the federal government and the State of New Jersey. As a result of this dependency, the Borough is subject to changes in specific flows of intergovernmental revenues based on modifications to federal and State laws and federal and State appropriations.

**Note 19: TAX ABATEMENTS**

The Borough has entered into property tax abatement agreements with certain entities under Section 37 of the New Jersey Housing and Mortgage Finance Agency Law of 1983 (N.J.S.A. 55:14K-1 et seq.) and/or the Long Term Tax Exemption Law (N.J.S.A. 40A:20-1, et seq.). Under these statutes, tax abatements are granted typically to businesses and/or developers to encourage them to make improvements to property or to locate a project in a distressed or blighted area of the Borough.

The Borough negotiates property tax abatement agreements on an individual basis. The Borough has the following long term tax abatement agreements with three entities as of December 31, 2022:

<b><u>Purpose</u></b>	<b><u>Percentage of Municipal Taxes Abated During 2022</u></b>	<b><u>Amount of Municipal Taxes Abated During 2022</u></b>	<b><u>Payments In Lieu of Taxes Collected During 2022</u></b>
Affordable Housing - Lindenwold Towers	100%	\$ 101,955.08	\$ 20,000.00
Affordable Housing - Harvest House	100%	169,523.66	69,672.40
Affordable Housing - Linden Lakes	100%	87,960.95	39,812.20
Affordable Housing - AW Urban Renewal	100%	105,028.00	397,775.20
		<u>\$ 464,467.70</u>	<u>\$ 527,259.80</u>

**Note 20: SUBSEQUENT EVENTS**

**COVID-19** - On January 30, 2020, the World Health Organization ("WHO") announced a global health emergency because of a new strain of coronavirus originating in Wuhan, China (the "COVID-19 outbreak") and the risks to the international community as the virus spreads globally beyond its point of origin. In March 2020, the WHO classified the COVID-19 outbreak as a pandemic, based on the rapid increase in exposure globally.

The full impact of the COVID-19 outbreak continues to evolve as of the date of this report. As such, it is uncertain as to the full magnitude that the pandemic will have on the Borough's financial condition, liquidity, and future results of operations. Management is actively monitoring the global situation on its financial condition, liquidity, operations, suppliers, industry, and workforce. Given the daily evolution of the COVID-19 outbreak and the global responses to curb its spread, the Borough is not able to estimate the effects of the COVID-19 outbreak on its results of operations, financial condition, or liquidity for calendar year 2023.

## **SUPPLEMENTAL EXHIBITS**

**SUPPLEMENTAL EXHIBITS**

**CURRENT FUND**



**BOROUGH OF LINDENWOLD**  
**CURRENT FUND**  
Statement of Current Cash  
Per N.J.S.A. 40A:5-5--Treasurer  
For the Year Ended December 31, 2022

	<u>Regular</u>	<u>Federal, State and Local Grant Fund</u>
Balance Dec. 31, 2021	\$ 8,916,875.59	\$ 1,375.26
Increased by Receipts:		
Refunds of Appropriations	\$ 566,206.19	
Consolidated Municipal Property Tax Relief Aid	121,171.00	
Energy Receipts Tax	1,954,478.00	
Delaware Port Authority Community Impact	90,000.00	
Miscellaneous Revenue Not Anticipated	1,388,901.24	
Collector	33,182,533.88	
Petty Cash	1,800.00	
Reserve for Municipal Relief Fund Aid	108,273.92	
Due from the State of New Jersey	79,000.00	
Revenue Accounts Receivable	833,549.83	
Due State of New Jersey:		
Marriage License/Civil Union Fees	1,025.00	
D.C.A. State Training Fees	13,119.00	
Reserve for Maintenance of Free Public Library with State Aid	3,220.00	
Prepaid Licenses and Fees	99,097.05	
Due Current Fund		\$ 200,899.11
Due Animal Control Fund	2.21	
Due Trust Other Funds	12.23	
Due General Capital Fund	188.31	
Due Sewer Utility Operating Fund	1,065.63	
Federal, State and Local Grants Receivable		1,657,970.44
Accounts Payable - Interest Earned on Grant Funds		3,488.18
	<u>38,443,643.49</u>	<u>1,862,357.73</u>
Carried Forward	47,360,519.08	1,863,732.99

(Continued)

**BOROUGH OF LINDENWOLD**  
**CURRENT FUND**  
Statement of Current Cash  
Per N.J.S.A. 40A:5-5--Treasurer  
For the Year Ended December 31, 2022

	<u>Regular</u>	<u>Federal, State and Local Grant Fund</u>
Brought Forward	\$ 47,360,519.08	\$ 1,863,732.99
Decreased by Disbursements:		
2022 Budget Appropriations	\$ 15,517,589.31	
2021 Appropriation Reserves	498,544.12	
Petty Cash	1,800.00	
Tax Overpayments	8,045.54	
Due State of New Jersey:		
Marriage License/Civil Union Fees	1,800.00	
D.C.A. State Training Fees	9,167.00	
Accounts Payable	7,809.40	
Fire District Taxes	1,180,929.00	
County Taxes	5,348,495.95	
Due County for Added and Omitted Taxes	19,426.66	
Local School District Taxes	13,561,155.00	
Reserve for Maintenance of Free Public Library with State Aid	3,589.36	
Reserve for Library Donations	4,000.00	
Due Federal, State and Local Grant Fund	200,899.11	
Due Trust Other Fund	5,643.68	
Reserve for Federal, State and Local Grants--Appropriated		\$ 955,422.92
Refund of Prior Year Revenues	<u>1,718.04</u>	
	<u>36,370,612.17</u>	<u>955,422.92</u>
Balance Dec. 31, 2022	<u><u>\$ 10,989,906.91</u></u>	<u><u>\$ 908,310.07</u></u>

**BOROUGH OF LINDENWOLD**  
CURRENT FUND  
Statement of Current Cash  
Per N.J.S.A. 40A:5-5--Collector  
For the Year Ended December 31, 2022

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Receipts:	
Interest and Cost on Taxes	\$ 130,866.45
Miscellaneous Revenue Not Anticipated	17,965.35
Taxes Receivable	32,645,949.25
Tax Title Liens	62,195.90
Revenue Accounts Receivable	30.00
Prepaid Taxes	305,732.55
Tax Overpayments	<u>19,794.38</u>
	33,182,533.88
Decreased by Disbursements:	
Payments to Treasurer	<u><u>\$ 33,182,533.88</u></u>

**BOROUGH OF LINDENWOLD**  
**CURRENT FUND**  
 Schedule of Change Funds  
 As of December 31, 2022

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<u>Office</u>	<u>Amount</u>
Tax Collector	\$ 300.00
Municipal Court	100.00
Construction Code	100.00
	<hr/>
	\$ 500.00
	<hr/> <hr/>

## Exhibit SA-4

**CURRENT FUND**  
**Statement of Petty Cash Funds**  
 For the Year Ended December 31, 2022

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<u>Office</u>	<u>Received from Treasurer</u>	<u>Returned to Treasurer</u>
Borough Clerk	\$ 600.00	\$ 600.00
Police Department	750.00	750.00
Public Works Department	150.00	150.00
Emergency Management	150.00	150.00
Library	150.00	150.00
	<hr/>	<hr/>
	\$ 1,800.00	\$ 1,800.00
	<hr/> <hr/>	<hr/> <hr/>

**BOROUGH OF LINDENWOLD**  
**CURRENT FUND**  
Statement of Due to State of New Jersey  
Veterans' and Senior Citizens' Deductions  
For the Year Ended December 31, 2022

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Balance Dec. 31, 2021		\$ 5,956.07
Increased by:		
Collections	\$ 79,000.00	
Deductions Disallowed by Collector (Net)--Prior Year Taxes	<u>4,000.00</u>	
		<u>83,000.00</u>
		88,956.07
Decreased by:		
Accrued in 2022:		
Deductions Allowed per Tax Billings	81,000.00	
Deductions Allowed by Tax Collector	<u>2,250.00</u>	
	83,250.00	
Deductions Disallowed by Tax Collector	<u>3,148.92</u>	
		<u>80,101.08</u>
Balance Dec. 31, 2022		<u><u>\$ 8,854.99</u></u>

**BOROUGH OF LINDENWOLD**  
**CURRENT FUND**  
Statement of Taxes Receivable and Analysis of Property Tax Levy  
For the Year Ended December 31, 2022

Year	Balance	<u>2022 Levy</u>	Added Taxes	<u>Collections</u>		Due from State of New Jersey	Overpayments Applied	<u>Canceled</u>	Transferred to Tax Title Liens	Balance
	<u>Dec. 31, 2021</u>			<u>2021</u>	<u>2022</u>					<u>Dec. 31, 2022</u>
2017	\$ 1,055.47				\$ 1,055.47					
2018	2,506.32				2,506.32					
2019	4,849.46				2,586.60			\$ 1,306.08		\$ 956.78
2020	11,317.38				4,864.44			229.33		6,223.61
2021	<u>527,688.78</u>		\$ 554,024.50		<u>1,058,426.83</u>				\$ 1,941.18	<u>21,345.27</u>
	547,417.41	-	554,024.50	-	1,069,439.66	-	-	1,535.41	1,941.18	28,525.66
2022		\$ 33,092,439.66		\$ 428,268.16	31,576,509.59	\$ 80,101.08	\$ 9,377.42	19,712.78	87,977.74	890,492.89
	<u>\$ 547,417.41</u>	<u>\$ 33,092,439.66</u>	<u>\$ 554,024.50</u>	<u>\$ 428,268.16</u>	<u>\$ 32,645,949.25</u>	<u>\$ 80,101.08</u>	<u>\$ 9,377.42</u>	<u>\$ 21,248.19</u>	<u>\$ 89,918.92</u>	<u>\$ 919,018.55</u>

Analysis of 2022 Property Tax Levy

Tax Yield	
General Purpose Tax	\$ 29,314,764.18
Fire District Tax	1,180,929.00
Added Taxes	<u>2,596,746.48</u>
	<u>\$ 33,092,439.66</u>

Tax Levy

Local District School Tax	\$ 13,561,154.00
County Taxes:	
County Taxes	\$ 4,889,043.67
County Library Tax	323,879.45
County Open Space Tax	135,572.83
Due County for Added Taxes	<u>121,500.99</u>
Total County Taxes	5,469,996.94
Fire District Taxes	1,180,929.00
Local Tax for Municipal Purposes	10,398,026.99
Add: Additional Tax Levies	<u>2,482,332.73</u>
Local Tax for Municipal Purposes Levied	<u>12,880,359.72</u>
	<u>\$ 33,092,439.66</u>

**BOROUGH OF LINDENWOLD**  
**CURRENT FUND**  
**Statement of Tax Title Liens**  
**For the Year Ended December 31, 2022**

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Balance Dec. 31, 2021		\$ 1,102,791.19
Increased by:		
Transferred from Taxes Receivable	\$ 89,918.92	
Interest and Costs Accrued at Tax Sale	<u>244.97</u>	
		<u>90,163.89</u>
		1,192,955.08
Decreased by:		
Canceled	8,484.23	
Collected	<u>62,195.90</u>	
		<u>70,680.13</u>
Balance Dec. 31, 2022		<u><u>\$ 1,122,274.95</u></u>

## Exhibit SA-8

**CURRENT FUND**  
**Statement of Solid Waste Liens Receivable**  
**For the Year Ended December 31, 2022**

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Balance Dec. 31, 2021	\$ 4,579.21
Decreased by:	
Canceled	<u>1,973.91</u>
Balance Dec. 31, 2022	<u><u>\$ 2,605.30</u></u>

**BOROUGH OF LINDENWOLD**  
**CURRENT FUND**  
Statement of Revenue Accounts Receivable  
For the Year Ended December 31, 2022

	Balance Dec. 31, 2021	Accrued	Collected		Other Accounts Receivable	Interfunds Receivable	Balance Dec. 31, 2022
			Collector	Treasurer			
Clerk:							
Licenses:							
Alcoholic Beverages		\$ 22,588.00		\$ 22,588.00			
Cat		4,045.00		4,045.00			
Raffle		1,503.10		1,503.10			
Taxicab		4,650.00		4,650.00			
Other		282.05		282.05			
Fees and Permits:							
Property Maintenance Inspections		45,200.00		45,200.00			
Smoke Detector Inspections		33,810.00		33,810.00			
Street Opening Permits		17,550.00		17,550.00			
Police Department:		-					
Accident Reports		999.00		999.00			
Firearm Permits		1,370.00		1,370.00			
Zoning Board							
Variance Fees		8,875.00		8,875.00			
Ordinance Fees		6,400.00		6,400.00			
List of Property Owners		160.00		160.00			
Other		770.00		770.00			
Compliance Officer:							
Mercantile Licenses		30,940.00		30,940.00			
Board of Health:							
Certified Copies		1,070.00		1,070.00			
EFT Fees		230.00		230.00			
Marriage/Civil Union Licenses		75.00		75.00			
Sanitary Code Licenses		2,105.00		2,105.00			
Swimming Pool		105.00		105.00			
Tax Search Fees		30.00	\$ 30.00				
Municipal Court:							
Fines and Costs	\$ 4,964.14	76,037.77		75,364.93			\$ 5,636.98
Construction Code Official:							
Fees and Permits		208,031.20		208,031.20			
Shared Services Agreements:							
Tax Assessor--Pine Hill Borough		17,860.92		17,860.92			
Police--Lindenwold Borough School District		104,754.30		104,754.30			
Police--Lindenwold Borough School District		48,533.00		48,533.00			
Tower Rentals		21,900.60		21,900.60			
Cable Franchise Fee	50,792.34	49,571.25		50,792.34			49,571.25
Foreclosed Property Fees		54,750.00		54,750.00			
Interest Earned on Deposits		73,317.46		68,835.39		\$ 4,482.07	
	<u>\$ 55,756.48</u>	<u>\$ 837,513.65</u>	<u>\$ 30.00</u>	<u>\$ 833,549.83</u>	<u>\$ -</u>	<u>\$ 4,482.07</u>	<u>\$ 55,208.23</u>
Due Animal Control Fund						\$ 13.31	
Due Trust Other Funds						3,419.31	
Due General Capital Fund						1,049.45	
						<u>\$ 4,482.07</u>	



**BOROUGH OF LINDENWOLD**  
**CURRENT FUND**  
**Statement of 2021 Appropriation Reserves**  
**For the Year Ended December 31, 2022**

	<u>Balance Dec. 31, 2021</u>		<u>Balance</u>	<u>Disbursed</u>	<u>Transfer to</u>	<u>Balance</u>
	<u>Encumbrances</u>	<u>Reserves</u>	<u>After</u>	<u>(Net of Refunds)</u>	<u>Accounts</u>	<u>Lapsed</u>
<b><u>GENERAL GOVERNMENT FUNCTIONS</u></b>						
Administrative and Executive						
Salaries and Wages		\$ 1,152.96	\$ 1,152.96			\$ 1,152.96
Other Expenses	\$ 548.83	15,729.28	16,278.11	\$ 890.63		15,387.48
Mayor and Council						
Salaries and Wages		4,466.64	4,466.64			4,466.64
Other Expenses	704.95	3,205.40	3,910.35	384.95	\$ 320.00	3,205.40
Municipal Clerk						
Salaries and Wages		463.74	463.74			463.74
Other Expenses		5,047.06	5,047.06	(1,400.00)		6,447.06
Financial Administration						
Salaries and Wages		17,120.32	17,120.32			17,120.32
Other Expenses	347.35	18,930.24	19,277.59	4,343.76		14,933.83
Audit Services						
Computerized Data Processing		2,679.50	2,679.50	2,679.50		
Collection of Taxes						
Salaries and Wages		50,319.63	50,319.63			50,319.63
Other Expenses		14,861.08	14,861.08			14,861.08
Assessment of Taxes						
Salaries and Wages		501.44	501.44			501.44
Other Expenses	8,036.84	1,991.25	10,028.09	8,036.84		1,991.25
Legal Services and Costs						
Other Expenses		8,407.75	8,407.75	7,403.98		1,003.77
Engineering Services and Costs						
Other Expenses		30,572.85	30,572.85			30,572.85
<b><u>LAND USE ADMINISTRATION</u></b>						
Municipal Land Use Law (N.J.S.44:55D-I)						
Joint Land Use Board						
Salaries and Wages		2,748.63	2,748.63			2,748.63
Other Expenses	115.22	5,871.59	5,986.81	2,950.22		3,036.59
Environmental Commission						
Other Expenses	66.32	2,095.11	2,161.43	143.82		2,017.61
<b><u>CODE ENFORCEMENT AND ADMINISTRATION</u></b>						
Compliance Officer						
Salaries and Wages		0.27	0.27			0.27
Other Expenses	304.69	101,975.80	102,280.49	304.69		101,975.80
<b><u>INSURANCE</u></b>						
General Liability		9,381.90	9,381.90			9,381.90
Employee Group Insurance	282,711.88	64,870.41	347,582.29	282,711.88		64,870.41
Health Benefit Waiver		14,961.04	14,961.04			14,961.04
<b><u>PUBLIC SAFETY FUNCTIONS</u></b>						
Police						
Salaries and Wages		151,887.47	131,887.47			131,887.47
Other Expenses	29,849.60	90,881.42	120,731.02	26,235.32	1,341.68	93,154.02
Emergency Management Services						
Salaries and Wages		0.06	0.06			0.06
Other Expenses	59.16	3,403.94	3,463.10	59.16		3,403.94
Ambulance Services						
Other Expenses	50,000.00		50,000.00		50,000.00	
<b><u>PUBLIC WORKS FUNCTIONS</u></b>						
Road Repairs and Maintenance						
Salaries and Wages		23,713.59	23,713.59			23,713.59
Other Expenses	265.31	7,934.78	8,200.09	513.86		7,686.23
Shade Tree Commission						
Other Expenses		8,700.00	8,700.00			8,700.00
Traffic Lights and Alarm System	19,544.00		19,544.00	15,890.01		3,653.99

(Continued)

**BOROUGH OF LINDENWOLD**  
**CURRENT FUND**  
**Statement of 2021 Appropriation Reserves**  
**For the Year Ended December 31, 2022**

	<u>Balance Dec. 31, 2021</u>		<u>Balance</u>	<u>Disbursed</u>	<u>Transfer to</u>	<u>Balance</u>
	<u>Encumbrances</u>	<u>Reserves</u>	<u>After</u>	<u>(Net of Refunds)</u>	<u>Accounts</u>	<u>Lapsed</u>
<b><u>PUBLIC WORKS FUNCTIONS (CONT'D)</u></b>						
Solid Waste Collection--Recycling						
Salaries and Wages		\$ 7,148.94	\$ 7,148.94			\$ 7,148.94
Other Expenses	\$ 12,789.70	43,724.37	56,514.07	\$ 12,789.70		43,724.37
Public Buildings and Grounds						
Salaries and Wages		17,924.01	17,924.01			17,924.01
Other Expenses	520.54	20,277.13	20,797.67	685.41		20,112.26
Vehicle Maintenance	1,634.87	6,616.64	8,251.51	2,910.51		5,341.00
Municipal Services Act		40,000.00	40,000.00			40,000.00
<b><u>HEALTH AND HUMAN SERVICES FUNCTIONS</u></b>						
Board of Health						
Other Expenses		335.00	335.00			335.00
Animal Control						
Other Expenses	604.75	3,575.05	4,179.80	1,326.75	\$ 208.00	2,645.05
Senior Citizens' Activities						
Other Expenses		330.83	330.83			330.83
<b><u>PARKS AND RECREATION FUNCTIONS</u></b>						
Parks and Playgrounds						
Salaries and Wages		4,285.87	4,285.87			4,285.87
Other Expenses	1,348.99	39,489.51	40,838.50	503.99		40,334.51
<b><u>EDUCATION FUNCTIONS</u></b>						
Expenses of Participation in Free County Library						
Salaries and Wages		15,861.93	15,861.93			15,861.93
Other Expenses	3,289.16	1,148.62	4,437.78	3,289.16		1,148.62
<b><u>OTHER COMMON OPERATING FUNCTIONS</u></b>						
Accumulated Leave Compensation			20,000.00	20,000.00		
Celebration of Public Event, Anniversary or Holiday						
Other Expenses	168.21	21,089.21	21,257.42	850.00	168.21	20,239.21
<b><u>UTILITY EXPENSES AND BULK PURCHASES</u></b>						
Electricity		25,135.34	25,135.34			25,135.34
Street Lighting		5,566.87	5,566.87			5,566.87
Telephone and Telegraph	3,609.17	1,077.53	4,686.70	3,762.12		924.58
Water		4,209.26	4,209.26			4,209.26
Fuel Oil	3,711.86	10,710.45	14,422.31	3,711.86		10,710.45
Sewer		832.00	832.00			832.00
Gasoline	13,857.48	4,386.80	18,244.28	13,194.75	3,710.28	1,339.25
<b><u>LANDFILL/SOLID WASTE DISPOSAL COSTS</u></b>						
Garbage and Trash Removal						
Landfill/Solid Waste	65.00	151,848.26	151,913.26	62,074.98		89,838.28
<b><u>MUNICIPAL COURT</u></b>						
Municipal Court						
Salaries and Wages		10,169.28	7,669.28			7,669.28
Other Expenses	1,822.15	516.81	2,338.96	2,222.15		116.81
Public Defender						
Salaries and Wages		1.00	2,501.00	2,500.00		1.00
Other Expenses		1.00	1.00			1.00
<b><u>UNIFORM CONSTRUCTION CODE</u></b>						
State Uniform Construction Code (N.J.S. 52:27D-120 et seq.)						
Construction Code Official						
Salaries and Wages		1,206.25	1,206.25			1,206.25
Other Expenses	51.16	9,274.19	9,325.35	51.16		9,274.19

(Continued)

**BOROUGH OF LINDENWOLD**  
**CURRENT FUND**  
**Statement of 2021 Appropriation Reserves**  
**For the Year Ended December 31, 2022**

	<u>Balance Dec. 31, 2021</u>		<u>Balance</u>	<u>Disbursed</u>	<u>Transfer to</u>	<u>Balance</u>
	<u>Encumbrances</u>	<u>Reserves</u>	<u>After</u>	<u>(Net of Refunds)</u>	<u>Accounts</u>	<u>Lapsed</u>
<b>STATUTORY EXPENDITURES</b>						
Contribution to:						
Public Employees' Retirement System		\$ 1.00	\$ 1.00			\$ 1.00
Social Security System (O.A.S.I.)		31,334.22	31,334.22			31,334.22
Unemployment Compensation Insurance						
Defined Contribution Retirement Program	\$ 1,156.29	2,251.15	3,407.44	\$ 1,156.29		2,251.15
Interest on Tax Appeals		2,000.00	490.00			490.00
Recycling Tax		727.86	2,237.86			2,237.86
<b><u>CAPITAL IMPROVEMENTS</u></b>						
Roof - Park Field House		10,500.00	10,500.00			10,500.00
Purchase of Street Golf Cart (DPW)	16,500.00		16,500.00	16,366.67		133.33
	<u>\$ 453,683.48</u>	<u>\$ 1,157,431.53</u>	<u>1,611,115.01</u>	<u>\$ 498,544.12</u>	<u>\$ 55,748.17</u>	<u>\$ 1,056,822.72</u>

**BOROUGH OF LINDENWOLD**  
**CURRENT FUND**  
**Statement of Prepaid Taxes**  
**For the Year Ended December 31, 2022**

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Balance Dec. 31, 2021 (2022 Taxes)	\$ 428,268.16
Increased by:	
Collections - 2023 Taxes	<u>305,732.55</u>
	734,000.71
Decreased by:	
Applied to 2022 Taxes Receivable	<u>428,268.16</u>
Balance Dec. 31, 2022 (2023 Taxes)	<u><u>\$ 305,732.55</u></u>

## Exhibit SA-12

**CURRENT FUND**  
**Statement of Tax Overpayments**  
**For the Year Ended December 31, 2022**

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Balance Dec. 31, 2021	\$ 27,731.31
Increased by:	
Overpayments in 2022	<u>19,794.38</u>
	47,525.69
Decreased by:	
Refunded	\$ 8,045.54
Applied to Taxes Receivable	<u>9,377.42</u>
	<u>17,422.96</u>
Balance Dec. 31, 2022	<u><u>\$ 30,102.73</u></u>

**BOROUGH OF LINDENWOLD****CURRENT FUND**

Statement of Due to the State of New Jersey  
 Marriage/Civil Union License Fees and Burial Permits  
 For the Year Ended December 31, 2022

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Balance Dec. 31, 2021	\$	800.00
Increased by:		
Receipts		<u>1,025.00</u>
		1,825.00
Decreased by:		
Disbursements		<u>1,800.00</u>
Balance Dec. 31, 2022	\$	<u><u>25.00</u></u>

**Exhibit SA-14****CURRENT FUND**

Statement of Due to State of New Jersey  
 D.C.A. State Training Fees  
 For the Year Ended December 31, 2022

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Balance Dec. 31, 2021	\$	2,153.00
Increased by:		
Receipts		<u>13,119.00</u>
		15,272.00
Decreased by:		
Disbursements	\$	9,167.00
Cancelations		<u>2,153.00</u>
		<u>11,320.00</u>
Balance Dec. 31, 2022	\$	<u><u>3,952.00</u></u>

**BOROUGH OF LINDENWOLD**  
CURRENT FUND  
Statement of Accounts Payable  
For the Year Ended December 31, 2022

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Balance Dec. 31, 2021		\$ 55,939.13
Increased by:		
Charged to 2021 Appropriation Reserves		<u>55,748.17</u>
		111,687.30
Decreased by:		
Disbursed	\$ 7,809.40	
Canceled	<u>4,431.73</u>	
		<u>12,241.13</u>
Balance Dec. 31, 2022		<u><u>\$ 99,446.17</u></u>

**BOROUGH OF LINDENWOLD**  
**CURRENT FUND**  
Statement of Fire District Taxes Payable  
For the Year Ended December 31, 2022

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2022 Tax Levy--Fire District No. 1	\$ 1,180,929.00
Decreased by:	
Payments	<u>\$ 1,180,929.00</u>

**CURRENT FUND**  
Statement of County Taxes Payable  
For the Year Ended December 31, 2022

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2022 Tax Levy:		
County Tax	\$ 4,889,043.67	
County Library Tax	323,879.45	
County Open Space Tax	<u>135,572.83</u>	
		\$ 5,348,495.95
Decreased by:		
Payments		<u>\$ 5,348,495.95</u>

**BOROUGH OF LINDENWOLD**  
**CURRENT FUND**  
Statement of Due County for Added and Omitted Taxes  
For the Year Ended December 31, 2022

---

Balance Dec. 31, 2021		\$ 19,426.66
Increased by County Share of:		
Omitted Taxes (2022)	\$ 1,771.61	
Added Taxes (2022)	117,978.11	
Omitted Taxes (2021)	<u>1,751.27</u>	
		<u>121,500.99</u>
		140,927.65
Decreased by:		
Payments		<u>19,426.66</u>
Balance Dec. 31, 2022		<u><u>\$ 121,500.99</u></u>

## Exhibit SA-19

**CURRENT FUND**  
Statement of Local School District Taxes  
For the Year Ended December 31, 2022

---

Balance Dec. 31, 2021		\$ 6.50
Increased:		
Levy--Calendar Year 2022		<u>13,561,154.00</u>
		13,561,160.50
Decreased by:		
Payments		<u>13,561,155.00</u>
Balance Dec. 31, 2022		<u><u>\$ 5.50</u></u>



**BOROUGH OF LINDENWOLD****CURRENT FUND****Statement of Reserve for Maintenance of Free Public Library with State Aid****For the Year Ended December 31, 2022**


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Balance Dec. 31, 2021	\$ 6,311.40
Increased by:	
Receipts:	
State Aid	<u>3,220.00</u>
	9,531.40
Decreased by:	
Disbursements	<u>3,589.36</u>
Balance Dec. 31, 2022	<u><u>\$ 5,942.04</u></u>

**Exhibit SA-21****CURRENT FUND****Statement of Reserve for Library Donations****For the Year Ended December 31, 2022**


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Balance Dec. 31, 2021	\$ 4,000.00
Decreased by:	
Disbursed to Trust Other Funds	<u><u>\$ 4,000.00</u></u>

**BOROUGH OF LINDENWOLD**  
**FEDERAL, STATE AND LOCAL GRANT FUND**  
Statement of Federal, State and Local Grants Receivable  
For the Year Ended December 31, 2022

	Balance Dec. 31, 2021	Accrued	Collected	Canceled	Balance Dec. 31, 2022
Federal Grants:					
Local Law Enforcement Block Grant--Justice Assistance Grant (JAG)	\$ 11,416.00		\$ 11,073.00		\$ 343.00
Aggressive Driver Grants:					
Distracted Driving Incentive Grant		\$ 8,750.00	8,750.00		
Community Development Block Grant Program	250,000.00				250,000.00
American Rescue Plan		903,446.63	903,446.63		
Total Federal Grants	261,416.00	912,196.63	923,269.63		250,343.00
State Grants:					
NJ Transportation Trust Fund Authority Act	715,708.91	350,768.00	554,296.91		512,180.00
Recycling Tonnage Grant		25,380.90	25,380.90		
Municipal Drug Alliance Program	10,538.11		6,130.00	\$ 4,408.11	
Safe and Secure Communities Program	18,225.00	48,600.00	44,955.00		21,870.00
Body Armor Replacement Grant		4,961.34	4,961.34		
Drunk Driving Enforcement Grant		2,040.00	2,040.00		
Clean Communities Program		38,708.07	38,708.07		
Body-Worn Camera Grant	85,596.00				85,596.00
BPU - Community Energy Plan Grant Program		25,000.00	25,000.00		
Total State Grants	830,068.02	495,458.31	701,472.22	4,408.11	619,646.00
Local Grants:					
Camden County Recreation Facility Enhancement Grant		25,000.00			25,000.00
National Opioid Settlement Proceeds		33,228.59	33,228.59		
Total Local Grants	-	58,228.59	33,228.59	-	25,000.00
	\$ 1,091,484.02	\$ 1,465,883.53	\$ 1,657,970.44	\$ 4,408.11	\$ 894,989.00

**BOROUGH OF LINDENWOLD**  
**FEDERAL, STATE AND LOCAL GRANT FUND**  
Statement of Reserve for Federal, State and Local Grants--Unappropriated  
For the Year Ended December 31, 2022

	<u>Balance Dec. 31, 2021</u>	<u>Grants Receivable</u>	<u>Realized as Miscellaneous Revenue in 2022 Budget</u>	<u>Funded Sewer Utility Capital Fund Improvement Authorization Canceled</u>	<u>Appropriated in General Capital Fund</u>	<u>Balance Dec. 31, 2022</u>
Federal Grants:						
Aggressive Driver Grants:						
Distracted Driving Incentive Grant		\$ 8,750.00	\$ 8,750.00			
Highway Planning and Construction Grants						
American Rescue Plan	\$ 0.63	903,446.63		\$ 565,000.00	\$ 565,000.00	\$ 903,447.26
Total Federal Grants	0.63	912,196.63	8,750.00	565,000.00	565,000.00	903,447.26
State Grants:						
NJ Transportation Trust Fund Authority Act		350,768.00	350,768.00			
Recycling Tonnage Grant		25,380.90	25,380.90			
Safe and Secure Communities Program		48,600.00	48,600.00			
Body Armor Replacement Grant		4,961.34	2,097.78			2,863.56
Drunk Driving Enforcement Grant	2,200.00	2,040.00	2,200.00			2,040.00
Clean Communities Program	34,300.33	38,708.07	73,008.40			
BPU - Community Energy Plan Grant Program		25,000.00	25,000.00			
Total State Grants	36,500.33	495,458.31	527,055.08	-	-	4,903.56
Local Grants:						
Camden County Recreation Facility Enhancement Grant		25,000.00	25,000.00			
National Opioid Settlement Proceeds		33,228.59				33,228.59
Total Local Grants	-	58,228.59	25,000.00	-	-	33,228.59
	<u>\$ 36,500.96</u>	<u>\$ 1,465,883.53</u>	<u>\$ 560,805.08</u>	<u>\$ 565,000.00</u>	<u>\$ 565,000.00</u>	<u>\$ 941,579.41</u>
Original Budget			\$ 463,347.01			
Appropriation by 40A:4-87			97,458.07			
			<u>\$ 560,805.08</u>			

**BOROUGH OF LINDENWOLD**  
**FEDERAL, STATE AND LOCAL GRANT FUND**  
Statement of Reserve for Federal, State and Local Grants--Appropriated  
For the Year Ended December 31, 2022

	<u>Balance Dec. 31, 2021</u>	<u>Transferred from 2022 Budget Appropriations</u>	<u>Reclassify Prior Year Encumbered</u>	<u>Paid or Charged</u>	<u>Canceled</u>	<u>Balance Dec. 31, 2022</u>
Federal Grants:						
Local Law Enforcement Block Grant--Justice Assistance Grant (JAG)			\$ 11,416.00	\$ 11,416.00		
Aggressive Driver Grants:						
Distracted Driving Incentive Grant	\$ 18,500.00	\$ 8,750.00				\$ 27,250.00
Community Development Block Grant Program	250,000.00			188,565.48		61,434.52
Total Federal Grants	268,500.00	8,750.00	11,416.00	199,981.48	-	88,684.52
State Grants:						
Recycling Tonnage Grant	2,764.28	25,380.90		5,962.30		22,182.88
NJ Transportation Trust Fund Authority Act	363,698.27	350,768.00		659,883.32		54,582.95
Municipal Drug Alliance Program	19,278.82		2,500.00	6,999.06	\$ 14,779.76	
Safe and Secure Communities Program	11,250.00	48,600.00		48,600.00		11,250.00
Body Armor Replacement Grant		2,097.78		2,097.78		
Drunk Driving Enforcement Grant	5,748.39	2,200.00	254.58	870.98		7,331.99
Clean Communities Program	40,286.34	73,008.40	12,493.60	13,604.60		112,183.74
Hazardous Discharges Site Remediation Fund	10,111.19					10,111.19
Body-Worn Camera Grant	85,596.00					85,596.00
BPU - Community Energy Plan Grant Program		25,000.00		17,482.50		7,517.50
Total State Grants	538,733.29	527,055.08	15,248.18	755,500.54	14,779.76	310,756.25
Local Grants:						
Recycling Tonnage Rebate Program	37,739.32					37,739.32
Camden County Recreation Facility Enhancement Grant		25,000.00				25,000.00
Total Local Grants	37,739.32	25,000.00	-	-	-	62,739.32
	<u>\$ 844,972.61</u>	<u>\$ 560,805.08</u>	<u>\$ 26,664.18</u>	<u>\$ 955,482.02</u>	<u>\$ 14,779.76</u>	<u>\$ 462,180.09</u>
Disbursed				\$ 955,422.92		
Reserve for Encumbrances				59.10		
				<u>\$ 955,482.02</u>		

**BOROUGH OF LINDENWOLD**  
**FEDERAL, STATE AND LOCAL GRANT FUND**  
**Statement of Reserve for Encumbrances**  
**For the Year Ended December 31, 2022**

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Balance Dec. 31, 2021	\$ 26,664.18
Increased by:	
Charged to Appropriated Reserves	<u>59.10</u>
	26,723.28
Decreased by:	
Prior Year Encumbrances Reclassified	<u>26,664.18</u>
Balance Dec. 31, 2022	<u><u>\$ 59.10</u></u>

## Exhibit SA-26

**FEDERAL, STATE AND LOCAL GRANT FUND**  
**Statement of Due to Current Fund**  
**For the Year Ended December 31, 2022**

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Balance Dec. 31, 2021	\$ 183,346.90
Increased by:	
Interfund Loans Received	\$ 200,899.11
Appropriated Federal, State and Local Grant Reserves Canceled	<u>14,779.76</u>
	<u>215,678.87</u>
	399,025.77
Decreased by:	
Federal, State and Local Grants Receivable Canceled	<u>4,408.11</u>
Balance Dec. 31, 2022	<u><u>\$ 394,617.66</u></u>

**BOROUGH OF LINDENWOLD**  
FEDERAL, STATE AND LOCAL GRANT FUND  
Statement of Accounts Payable - Interest Earned on Grant Funds  
For the Year Ended December 31, 2022

---

Balance Dec. 31, 2021	\$ 1,374.63
Increased by:	
Interest Earned on Deposits	<u>3,488.18</u>
Balance Dec. 31, 2022	<u><u>\$ 4,862.81</u></u>

**SUPPLEMENTAL EXHIBITS**

**TRUST FUND**

**BOROUGH OF LINDENWOLD**  
**TRUST FUND**  
Statement of Trust Cash  
Per N.J.S.A. 40A:5-5--Treasurer  
For the Year Ended December 31, 2021

	<u>Animal Control</u>	<u>Other</u>
Balance Dec. 31, 2021	\$ 6,339.71	\$ 952,493.30
Increased by Receipts:		
Due Current Fund:		
Interest Earnings	\$ 51.63	\$ 4,533.62
Interfund Receipts		23,800.79
Reserve for Animal Control Expenditures	5,082.00	
Due to State of New Jersey--State Registration Fees	483.00	
Payroll Deductions Payable		5,267,498.32
Interest Earnings		1,144.65
Budget Appropriations		47,500.00
Cash Performance Bonds		9,476.00
Reserve for Annual Recognition Dinner		2,500.00
Reserve for Escrow Deposits		70,830.44
Reserve for Library Donations		4,000.00
Reserve for Park Rentals		775.00
Reserve for POAA Fees		16.00
Reserve for Police Outside Services		200,975.76
Reserve for Public Defender Fees		1,159.70
Reserve for Recycling Program		25,622.74
Reserve for Street Opening Deposits		12,700.00
Reserve for Special Law Enforcement		5,875.35
Net Payroll		4,822,348.87
	<u>5,616.63</u>	<u>10,500,757.24</u>
	11,956.34	11,453,250.54

(Continued)



**BOROUGH OF LINDENWOLD**  
**TRUST FUND**  
Statement of Trust Cash  
Per N.J.S.A. 40A:5-5--Treasurer  
For the Year Ended December 31, 2021

	<u>Animal Control</u>	<u>Other</u>
Decreased by Disbursements:		
Due Current Fund	\$ 40.53	\$ 1,126.54
Reserve for Animal Control Expenditures	977.00	
Due to State of New Jersey--State Registration Fees	492.60	
Payroll Deductions Payable		5,259,169.89
Cash Performance Bonds		1,200.00
Reserve for Accumulated Leave Compensation		24,220.55
Reserve for Annual Recognition Dinner		2,294.86
Reserve for Escrow Deposits		62,097.40
Reserve for Library Donations		129.82
Reserve for New Jersey Unemployment Compensation Insurance		8,636.32
Reserve for Park Rentals		150.00
Reserve for Police Outside Services		175,971.26
Reserve for Public Defender Fees		6,697.27
Reserve for Street Opening Deposits		9,100.00
Reserve for Special Law Enforcement		8,010.00
Net Payroll	<u>4,822,348.87</u>	
	<u>\$ 1,510.13</u>	<u>\$ 10,381,152.78</u>
Balance Dec. 31, 2022	<u><u>\$ 10,446.21</u></u>	<u><u>\$ 1,072,097.76</u></u>

**BOROUGH OF LINDENWOLD**  
TRUST FUND  
Statement of Trust Cash  
Per N.J.S.A. 40A:5-5--Collector  
For the Year Ended December 31, 2022

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Balance Dec. 31, 2021		\$ 1,139,785.74
Increased by Receipts:		
Deposits for Redemption of Tax Title Liens	\$ 570,796.27	
Premiums Received at Tax Sale	728,300.00	
Due Current Fund - Interest Earnings	<u>5,471.10</u>	
		<u>1,304,567.37</u>
		2,444,353.11
Decreased by Disbursements:		
Deposits for Redemption of Tax Title Liens	570,796.27	
Premiums Received at Tax Sale	711,200.00	
Due Current Fund:		
Interfunds Liquidated	<u>5,471.10</u>	
		<u>1,287,467.37</u>
Balance Dec. 31, 2022		<u><u>\$ 1,156,885.74</u></u>

**BOROUGH OF LINDENWOLD**  
**TRUST OTHER FUND**  
Statement of Due from/(to) Current Fund  
For the Year Ended December 31, 2022

---

Balance Dec. 31, 2021 - Due from			\$	5,366.03
Increased by:				
Disbursements:				
Interfunds Liquidated::				
Interest Earned Remitted:				
Collector	\$	5,471.10		
Treasurer		<u>1,126.54</u>		
			\$	6,597.64
Budget Appropriations:				
Public Defender				<u>3,196.83</u>
				<u>9,794.47</u>
				15,160.50
Decreased by:				
Receipts:				
Interest Earned on Deposits:				
Treasurer		4,533.62		
Collector		<u>5,471.10</u>		
				10,004.72
Interfund Loans Received:				
Treasurer		5,643.68		
Budget Refunds Collected		<u>18,157.11</u>		
				<u>23,800.79</u>
				<u>33,805.51</u>
Balance Dec. 31, 2022 - (Due to)			\$	<u><u>(18,645.01)</u></u>

**BOROUGH OF LINDENWOLD**  
**ANIMAL CONTROL FUND**  
Statement of Reserve for Animal Control Fund Expenditures  
For the Year Ended December 31, 2022

Balance Dec. 31, 2021		\$ 6,321.40
Increased by:		
Animal Control License Fees:		
Collected		<u>5,082.00</u>
		11,403.40
Decreased by:		
Expenditures Under R.S.4:19-15.11:		
Disbursed	\$ 977.00	
Due Current Fund - Statutory Excess	<u>3,408.40</u>	
		<u>4,385.40</u>
Balance Dec. 31, 2022		<u><u>\$ 7,018.00</u></u>
<u>License Fees Collected</u>		
<u>Year</u>		<u>Amount</u>
2020		\$ 3,056.00
2021		<u>3,962.00</u>
		<u><u>\$ 7,018.00</u></u>

## Exhibit SB-5

**ANIMAL CONTROL FUND**  
Statement of Due to State of New Jersey  
For the Year Ended December 31, 2022

Balance Dec. 31, 2021		\$ 16.20
Increased by:		
Receipts:		
State Registration Fees Collected		<u>483.00</u>
		499.20
Decreased by:		
Disbursements		<u>492.60</u>
Balance Dec. 31, 2022		<u><u>\$ 6.60</u></u>

**BOROUGH OF LINDENWOLD**  
**ANIMAL CONTROL FUND**  
Statement of Due to Current Fund  
For the Year Ended December 31, 2022

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Balance Dec. 31, 2021		\$	2.11
Increased by:			
Receipts:			
Interest Earned on Deposits	\$	51.63	
Statutory Excess in Reserve for Animal Control Fund Expenditures		<u>3,408.40</u>	
			<u>3,460.03</u>
			3,462.14
Decreased by:			
Disbursements:			
Interest Earned Remitted		38.32	
Interfund Liquidated		<u>2.21</u>	
			<u>40.53</u>
Balance Dec. 31, 2022		\$	<u><u>3,421.61</u></u>

**BOROUGH OF LINDENWOLD**  
**TRUST OTHER FUND**  
Statement of Payroll Deductions Payable  
For the Year Ended December 31, 2022

Balance Dec. 31, 2021		\$ 108,526.57
Increased by:		
Due from Sewer Utility Fund:		
2022 Budget Appropriations:		
Sewer Utility Salary and Wages	\$ 1,295.56	
Receipts	<u>5,267,498.32</u>	
		<u>5,268,793.88</u>
		5,377,320.45
Decreased by:		
Due to Reserve for Unemployment Compensation		
Employee Deductions	11,760.99	
Disbursed	<u>5,259,169.89</u>	
		<u>5,270,930.88</u>
Balance Dec. 31, 2022		<u><u>\$ 106,389.57</u></u>
<u>Analysis of Balance Dec. 31, 2022</u>		
Public Employees' Retirement System (PERS)		\$ 29,283.45
Police and Firemen's Retirement System (PFRS)		43,392.74
DCRP		9,586.61
Union Dues		29,900.00
Other		<u>(5,773.23)</u>
		<u><u>\$ 106,389.57</u></u>

**BOROUGH OF LINDENWOLD**  
**TRUST - OTHER FUNDS**  
Statement of Changes in Miscellaneous Trust Other Reserves  
For the Year Ended December 31, 2022

		Increased by:			Decreased by:		
		Receipts					
	Balance Dec. 31, 2021	Interest Earnings	Other Receipts	Budget Appropriations	Payroll Deductions Payable	Disbursements	Balance Dec. 31, 2022
Collector:							
Reserve For:							
Premiums Received at Tax Sale	\$ 1,139,700.00		\$ 728,300.00			\$ 711,200.00	\$ 1,156,800.00
Tax Title Lien Redemption	85.74		570,796.27			570,796.27	85.74
	<u>1,139,785.74</u>	<u>-</u>	<u>1,299,096.27</u>	<u>-</u>	<u>-</u>	<u>1,281,996.27</u>	<u>1,156,885.74</u>
Treasurer:							
Reserve for:							
Accumulated Leave Compensation	168,610.61			\$ 35,000.00		24,220.55	179,390.06
Annual Recognition Dinner	2,456.09		2,500.00			2,294.86	2,661.23
Apartment Escrow	100.00						100.00
Cash Performance Bonds	74,147.05		9,476.00			1,200.00	82,423.05
Crime Prevention Program	4,060.93						4,060.93
Escrow Deposits	64,575.02		70,830.44			62,097.40	73,308.06
Federal Forfeitures	1,026.80	\$ 5.76					1,032.56
Library Donations			4,000.00			129.82	3,870.18
Municipal Drug Alliance	34,142.90						34,142.90
New Jersey Unemployment Compensation Insurance	177,202.49	882.95		10,000.00	\$ 11,760.99	8,636.32	191,210.11
Park Rentals	9,461.54		775.00			150.00	10,086.54
POAA Fees	2.00		16.00				18.00
Police Outside Services	206,983.61		200,975.76			175,971.26	231,988.11
Public Defender Fees	2,340.74		1,159.70	5,696.83		6,697.27	2,500.00
Recycling Program	44,158.01		25,622.74				69,780.75
Senior Citizen Building Rentals	1,276.25						1,276.25
Sewer Review	2,851.13						2,851.13
Special Law Enforcement	47,013.52	255.94	5,875.35			8,010.00	45,134.81
Street Opening Deposits	8,080.00		12,700.00			9,100.00	11,680.00
	<u>848,488.69</u>	<u>1,144.65</u>	<u>333,930.99</u>	<u>50,696.83</u>	<u>11,760.99</u>	<u>298,507.48</u>	<u>947,514.67</u>
	<u>\$ 1,988,274.43</u>	<u>\$ 1,144.65</u>	<u>\$ 1,633,027.26</u>	<u>\$ 50,696.83</u>	<u>\$ 11,760.99</u>	<u>\$ 1,580,503.75</u>	<u>\$ 2,104,400.41</u>
Receipts				\$ 47,500.00			
Due from Current Fund:							
Reserve for Public Defender				3,196.83			
				<u>\$ 50,696.83</u>			

**SUPPLEMENTAL EXHIBITS**

**GENERAL CAPITAL FUND**



**BOROUGH OF LINDENWOLD**  
GENERAL CAPITAL FUND  
Statement of General Capital Cash  
Per N.J.S.A. 40A:5-5--Treasurer  
For the Year Ended December 31, 2022

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Balance Dec. 31, 2021		\$ 749,810.26
Increased by Receipts:		
Due Sewer Utility Capital Fund	\$ 565,000.00	
Due Current Fund	4,491.77	
Capital Improvement Fund	<u>3,000.00</u>	
		<u>572,491.77</u>
		1,322,302.03
Decreased by Disbursements:		
Due Current Fund	3,630.63	
Improvement Authorizations	<u>876,911.12</u>	
		<u>880,541.75</u>
Balance Dec. 31, 2022		<u><u>\$ 441,760.28</u></u>

**BOROUGH OF LINDENWOLD**  
**GENERAL CAPITAL FUND**  
 Analysis of General Capital Cash  
 For the Year Ended December 31, 2022

	Balance (Deficit) Dec. 31, 2021	Receipts		Disbursements		Transfers		Balance (Deficit) Dec. 31, 2022
		Budget Appropriations	Miscellaneous	Improvement Authorizations	Miscellaneous	From	To	
Fund Balance	\$ 38,850.76							\$ 38,850.76
Capital Improvement Fund		\$ 3,000.00						3,000.00
Reserve for Encumbrances	1,390,672.22					\$ 1,390,672.22	\$ 1,082,776.45	1,082,776.45
Due Current Fund	188.31		\$ 4,491.77		\$ 3,630.63			1,049.45
Due Sewer Utility Capital Fund			565,000.00			565,000.00		
Improvement Authorizations:								
Ordinance								
<u>Number</u>								
1141 Conversion of a 1989 Ford Sweeper to a Stake Body Truck and the Purchase of a Bucket Truck	20,222.00							20,222.00
1299 Acquisition of Various Pieces of Equipment and the Construction of Various Capital Improvements	35,729.35						3,500.00	39,229.35
1327 Refunding Bond Ordinance Providing Funds to Pay an Emergency Appropriation (Settlement of Litigation)	11,097.99							11,097.99
1362 Acquisition of Various Pieces of Equipment and the Construction of Various Capital Improvements	100,201.20			\$ 9,863.12				90,338.08
2014-2 Acquisition of Various Pieces of Equipment and the Construction of Various Capital Improvements	(325.00)							(325.00)
2015-11 Acquisition of Various Pieces of Equipment and the Completion of Various Capital Improvements	79,772.22							79,772.22
2017-11 Acquisition of Various Pieces of Equipment and the Construction of Various Capital Improvements	340,532.21			10,269.67		27,870.33	11,001.22	313,393.43
(Continued)								

**BOROUGH OF LINDENWOLD**  
**GENERAL CAPITAL FUND**  
 Analysis of General Capital Cash  
 For the Year Ended December 31, 2022

		Receipts		Disbursements		Transfers		Balance
		Budget	Miscellaneous	Improvement	Miscellaneous	From	To	(Deficit)
		Appropriations		Authorizations				Dec. 31, 2022
		Dec. 31, 2021						Dec. 31, 2021
Improvement Authorizations (Cont'd):								
Ordinance								
<u>Number</u>								
2021-15	Acquisition of Various Pieces of Equipment and the Construction of Various Capital Improvements	\$ (1,267,131.00)		\$ 795,319.60		\$ 858,026.00	\$ 1,376,171.00	\$ (1,544,305.60)
2022-09	Acquisition of Various Pieces of Equipment and the Construction of Various Capital Improvements - ARP			61,458.73		196,880.12	565,000.00	306,661.15
		<u>\$ 749,810.26</u>	<u>\$ 3,000.00</u>	<u>\$ 876,911.12</u>	<u>\$ 3,630.63</u>	<u>\$ 3,038,448.67</u>	<u>\$ 3,038,448.67</u>	<u>\$ 441,760.28</u>

**BOROUGH OF LINDENWOLD**  
**GENERAL CAPITAL FUND**  
Schedule of Deferred Charges to Future Taxation - Unfunded  
As of December 31, 2022

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Date of Ordinance</u>	<u>Amount</u>	<u>Analysis of Balance Dec. 31, 2022</u>	
				<u>Expenditures</u>	<u>Unexpended Improvement Authorizations</u>
	General Improvements:				
2014-02	Acquisition of Various Pieces of Equipment and the Construction of Various Capital Improvements	11-05-14	\$ 325.00	\$ 325.00	
2021-15	Acquisition of Various Pieces of Equipment and the Construction of Various Capital Improvements	10-13-21	<u>2,071,760.00</u>	<u>1,544,305.60</u>	<u>\$ 527,454.40</u>
			<u>\$ 2,072,085.00</u>	<u>\$ 1,544,630.60</u>	<u>\$ 527,454.40</u>

**BOROUGH OF LINDENWOLD**  
**GENERAL CAPITAL FUND**  
Statement of Deferred Charges to Future Taxation - Funded  
For the Year Ended December 31, 2022

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Balance Dec. 31, 2021		\$ 4,396,220.01
Decreased by:		
2022 Budget Appropriations to Pay:		
Serial Bonds	\$ 565,000.00	
Green Acres Loans	15,164.04	
	<u>580,164.04</u>	
		<u>580,164.04</u>
Balance Dec. 31, 2022		<u><u>\$ 3,816,055.97</u></u>

## Exhibit SC-5

**GENERAL CAPITAL FUND**  
Statement of Due to Current Fund  
For the Year Ended December 31, 2022

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Balance Dec. 31, 2021		\$ 188.31
Increased by:		
Receipts:		
Interest Earned on Deposits		<u>4,491.77</u>
		4,680.08
Decreased by:		
Disbursements:		
Interest Earned Remitted	\$ 3,442.32	
Interfund Liquidated	188.31	
	<u>3,630.63</u>	
		<u>3,630.63</u>
Balance Dec. 31, 2022		<u><u>\$ 1,049.45</u></u>

**BOROUGH OF LINDENWOLD**  
**GENERAL CAPITAL FUND**  
Statement of Reserve for Encumbrances  
For the Year Ended December 31, 2022

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Balance Dec. 31, 2021	\$ 1,390,672.22
Increased by:	
Charged to Improvement Authorizations	<u>1,082,776.45</u>
	2,473,448.67
Decreased by:	
Reclassified to Improvement Authorizations	<u>1,390,672.22</u>
Balance Dec. 31, 2022	<u><u>\$ 1,082,776.45</u></u>

## Exhibit SC-7

**GENERAL CAPITAL FUND**  
Statement of Capital Improvement Fund  
For the Year Ended December 31, 2022

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Receipts:	
Budget Appropriation	<u>\$ 3,000.00</u>
Balance Dec. 31, 2022	<u><u>\$ 3,000.00</u></u>

**BOROUGH OF LINDENWOLD**  
**GENERAL CAPITAL FUND**  
Statement of Improvement Authorizations  
For the Year Ended December 31, 2022

Ordinance Number	Improvement Description	Ordinance		Balance Dec. 31, 2021		2022 Authorizations	Prior Year Encumbrances Reclassified	Paid or Charged	Balance Dec. 31, 2022	
		Date	Amount	Funded	Unfunded	Due Sewer Utility Capital Fund - Grant Funds			Funded	Unfunded
General Improvements:										
1141	Conversion of a 1989 Ford Sweeper to a Stake Body Truck and the Purchase of a Bucket Truck	12-10-03	\$ 55,000.00	\$ 20,222.00					\$ 20,222.00	
1299	Acquisition of Various Pieces of Equipment and the Construction of Various Capital Improvements	10-12-11	1,355,000.00	35,729.35			\$ 3,500.00		39,229.35	
1327	Refunding Bond Ordinance Providing Funds to Pay an Emergency Appropriation (Settlement of Litigation)	11-14-12	380,000.00	11,097.99					11,097.99	
1362	Acquisition of Various Pieces of Equipment and the Construction of Various Capital Improvements	7-04-14	500,000.00	100,201.20				\$ 9,863.12	90,338.08	
2015-11	Acquisition of Various Pieces of Equipment and the Completion of Various Capital Improvements	8-12-15	500,000.00	79,772.22					79,772.22	
2017-11	Acquisition of Various Pieces of Equipment and the Construction of Various Capital Improvements	7-26-17	2,379,800.00	340,532.21			11,001.22	38,140.00	313,393.43	
2021-15	Acquisition of Various Pieces of Equipment and the Construction of Various Capital Improvements	10-13-21	2,180,800.00		\$ 804,629.00		1,376,171.00	1,653,345.60		\$ 527,454.40
2022-09	Acquisition of Various Pieces of Equipment and the Construction of Various Capital Improvements - ARP	06-08-22	565,000.00			\$ 565,000.00		258,338.85	306,661.15	
				<u>\$ 587,554.97</u>	<u>\$ 804,629.00</u>	<u>\$ 565,000.00</u>	<u>\$ 1,390,672.22</u>	<u>\$ 1,959,687.57</u>	<u>\$ 860,714.22</u>	<u>\$ 527,454.40</u>
Reserve for Encumbrances Disbursed								\$ 1,082,776.45		
								<u>876,911.12</u>		
								<u>\$ 1,959,687.57</u>		

**BOROUGH OF LINDENWOLD**  
**GENERAL CAPITAL FUND**  
Statement of Green Acres Trust Development Loans Payable  
For the Year Ended December 31, 2022

<u>Purpose</u>	<u>Date of Issue</u>	<u>Original Issue</u>	<u>Maturities of Loans Outstanding Dec. 31, 2022</u>		<u>Interest Rate</u>	<u>Balance Dec. 31, 2021</u>	<u>Paid by Budget Appropriation</u>	<u>Balance Dec. 31, 2022</u>
			<u>Date</u>	<u>Amount</u>				
Improvements to the Lindenwold Sports Complex and the Acquisition of Real Property	7-28-03	\$ 250,000.00	4-28-23	\$ 7,695.97	2.00%	<u>\$ 22,860.01</u>	<u>\$ 15,164.04</u>	<u>\$ 7,695.97</u>



**BOROUGH OF LINDENWOLD**  
**GENERAL CAPITAL FUND**  
Statement of General Serial Bonds  
For the Year Ended December 31, 2022

<u>Purpose</u>	<u>Date of Issue</u>	<u>Original Issue</u>	<u>Maturities of Bonds Outstanding Dec. 31, 2022</u>		<u>Interest Rate</u>	<u>Balance Dec. 31, 2021</u>	<u>Paid by Budget Appropriation</u>	<u>Balance Dec. 31, 2022</u>
			<u>Date</u>	<u>Amount</u>				
General Improvement Bonds, Series 2012	6-7-12	\$ 2,373,360.00	6-1-23	\$ 200,000.00	2.500%			
			6-1-24	200,000.00	3.250%			
			6-1-25	200,000.00	3.250%			
			6-1-26	203,360.00	3.250%	\$ 1,003,360.00	\$ 200,000.00	\$ 803,360.00
General Improvement Bonds, Series 2017	9-28-17	4,791,000.00	3-15-23	385,000.00	2.000%			
			3-15-24	410,000.00	2.000%			
			3-15-25	425,000.00	2.000%			
			3-15-26	440,000.00	2.000%			
			3-15-27	665,000.00	2.250%			
			3-15-28	680,000.00	2.500%	3,370,000.00	365,000.00	3,005,000.00
						<u>\$ 4,373,360.00</u>	<u>\$ 565,000.00</u>	<u>\$ 3,808,360.00</u>

**BOROUGH OF LINDENWOLD**  
**GENERAL CAPITAL FUND**  
Schedule of Bonds and Notes Authorized But Not Issued  
As of December 31, 2022

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<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Amount</u>
	General Improvements:	
2014-02	Acquisition of Various Pieces of Equipment and the Construction of Various Capital Improvements	\$ 325.00
2021-15	Acquisition of Various Pieces of Equipment and the Construction of Various Capital Improvements	<u>2,071,760.00</u>
		<u>\$ 2,072,085.00</u>

**SUPPLEMENTAL EXHIBITS**

**SEWER UTILITY FUND**

**BOROUGH OF LINDENWOLD**  
**SEWER UTILITY FUND**  
Statement of Sewer Utility Cash  
Per N.J.S.A. 40A:5-5--Treasurer  
For the Year Ended December 31, 2022

	<u>Operating</u>	<u>Capital</u>
Balance Dec. 31, 2021	\$ 2,835,310.20	\$ 1,453,297.05
Increased by Receipts:		
Miscellaneous Revenues:		
Interest Earned on Deposits	\$ 20,525.07	
Budget Refunds	18,390.59	
Sewer Collector	1,759,430.70	
Due Sewer Utility Operating Fund		\$ 4,004.76
Due Sewer Utility Capital Fund	4,004.76	
Petty Cash - Contra	150.00	
	<u>1,802,501.12</u>	<u>4,004.76</u>
	4,637,811.32	1,457,301.81
Decreased by Disbursements:		
2022 Budget Appropriations	1,400,457.78	
2021 Appropriation Reserves	31,531.65	
Accrued Interest on Bonds and Notes	53,853.30	
Improvement Authorizations		359,688.50
Due General Capital Fund		565,000.00
Due Sewer Utility Operating Fund		4,004.76
Petty Cash - Contra	150.00	
	<u>1,485,992.73</u>	<u>928,693.26</u>
Balance Dec. 31, 2022	<u><u>\$ 3,151,818.59</u></u>	<u><u>\$ 528,608.55</u></u>

**BOROUGH OF LINDENWOLD**  
**SEWER UTILITY CAPITAL FUND**  
 Analysis of Sewer Utility Capital Cash  
 For the Year Ended December 31, 2022

		<u>Receipts</u>		<u>Disbursements</u>		<u>Transfers</u>		<u>Balance</u>
		<u>Balance</u>	<u>Miscellaneous</u>	<u>Improvement</u>	<u>Miscellaneous</u>	<u>From</u>	<u>To</u>	<u>Dec. 31, 2022</u>
		<u>Dec. 31, 2021</u>		<u>Authorizations</u>				
Improvement Authorizations:								
General Improvements:								
Ordinance								
Number:								
1018)								
1024)								
1028)								
1070)	Various Capital Improvements	\$ 3,230.45						\$ 3,230.45
1055	Upgrading of Pump Station No. 9 and the Acquisition of Equipment	955.70						955.70
1076	Upgrading of Pump Station No. 14 and the Acquisition of Equipment	54,284.83						54,284.83
1096	Upgrading of Pump Station No. 14 and the Acquisition of Equipment	3,247.95						3,247.95
1121	Upgrading of Pump Station No. 2 and the Acquisition of Various Pieces of Equipment and Construction of Various Sewer Improvements	836.76						836.76
1201	Acquisition of Various Pieces of Sewer Equipment and the Completion of Various Sewer Utility Capital Improvements	12,083.25						12,083.25
1300	Completion of Various Sewer Improvements	35,990.37						35,990.37
1316	Acquisition of Various Equipment for the Sewer Utility	54,157.03						54,157.03
1363	Acquisition of Various Equipment for the Sewer Utility	66,797.88		\$ 12,777.00				54,020.88
2014-03	Various Improvements to Pump Station No. 1	148,700.38						148,700.38

(Continued)

**BOROUGH OF LINDENWOLD**  
**SEWER UTILITY CAPITAL FUND**  
 Analysis of Sewer Utility Capital Cash  
 For the Year Ended December 31, 2022

		Receipts		Disbursements		Transfers		Balance
		Balance Dec. 31, 2021	Miscellaneous	Improvement Authorizations	Miscellaneous	From	To	Dec. 31, 2022
Improvement Authorizations:								
General Improvements:								
Ordinance								
Number:								
2015-12	Acquisition of Various Pieces of Equipment and the Completion of Various Capital Improvements for the Sewer Utility	\$ 121,374.69		\$ 8,465.50				\$ 112,909.19
2017-12	Acquisition of Various Pieces of Equipment and the Completion of Various Capital Improvements for the Sewer Utility	16,018.63				\$ 16,018.63		
2021-16	Acquisition of Various Pieces of Equipment and the Completion of Various Capital Improvements for the Sewer Utility	903,446.00		338,446.00		565,000.00		
Fund Balance		32,173.13						32,173.13
Due to General Capital Fund					\$ 565,000.00		\$ 565,000.00	
Reserve for Encumbrances							16,018.63	16,018.63
Due Sewer Utility Operating Fund			\$ 4,004.76		4,004.76			
		<u>\$ 1,453,297.05</u>	<u>\$ 4,004.76</u>	<u>\$ 359,688.50</u>	<u>\$ 569,004.76</u>	<u>\$ 581,018.63</u>	<u>\$ 581,018.63</u>	<u>\$ 528,608.55</u>

**BOROUGH OF LINDENWOLD**  
SEWER UTILITY OPERATING FUND  
Statement of Sewer Utility Cash  
Per N.J.S.A. 40A:5-5--Sewer Collector  
For the Year Ended December 31, 2022

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Receipts:	
Consumer Accounts Receivable	\$ 1,290,890.80
Sewer Rental Prepayments	438,302.51
Miscellaneous Revenues:	
Interest on Delinquent Accounts	13,158.46
Service Agreements	4,078.93
Connection Fees	<u>13,000.00</u>
	1,759,430.70
Decreased by:	
Payments to Treasurer	<u><u>\$ 1,759,430.70</u></u>

SEWER UTILITY OPERATING FUND  
Schedule of Change Funds  
As of December 31, 2022

---

<u>Office</u>	<u>Amount</u>
Collector	<u><u>\$ 250.00</u></u>

**BOROUGH OF LINDENWOLD**  
**SEWER UTILITY OPERATING FUND**  
Statement of Consumer Accounts Receivable  
For the Year Ended December 31, 2022

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Balance Dec. 31, 2021		\$ 53,265.42
Increased by:		
Billings (Net)		<u>1,677,253.56</u>
		1,730,518.98
Decreased by:		
Collected	\$ 1,290,890.80	
Transferred to Sewer Utility Liens	955.00	
Canceled	3,115.43	
Sewer Rental Prepayments Applied	361,349.88	
Sewer Rental Overpayments Applied	<u>2,950.15</u>	
		<u>1,659,261.26</u>
Balance Dec. 31, 2022		<u><u>\$ 71,257.72</u></u>

## Exhibit SD-6

SEWER UTILITY OPERATING FUND  
Statement of Sewer Rental Overpayments  
For the Year Ended December 31, 2022

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Balance Dec. 31, 2021		\$ 6,308.56
Decreased by:		
Applied to Consumer Accounts Receivable		<u>2,950.15</u>
Balance Dec. 31, 2022		<u><u>\$ 3,358.41</u></u>



**BOROUGH OF LINDENWOLD**  
**SEWER UTILITY OPERATING FUND**  
Statement of Sewer Liens Receivable  
For the Year Ended December 31, 2022

---

Balance Dec. 31, 2021	\$ 21,651.05
Increased by:	
Transferred from Consumer Accounts Receivable	<u>955.00</u>
Balance Dec. 31, 2022	<u><u>\$ 22,606.05</u></u>

**BOROUGH OF LINDENWOLD**  
**SEWER UTILITY OPERATING FUND**  
**Statement of 2021 Appropriation Reserves**  
**For the Year Ended December 31, 2022**

	Balance Dec. 31, 2021		Balance After Modification	Paid or Charged	Balance Lapsed
	<u>Encumbered</u>	<u>Reserves</u>	<u>Modification</u>	<u>or Charged</u>	<u>Lapsed</u>
Operating:					
Salaries and Wages		\$ 2,115.20	\$ 2,115.20		\$ 2,115.20
Other Expenses	\$ 29,243.94	110,001.95	139,245.89	\$ 31,617.80	107,628.09
Statutory Expenditures:					
Contribution to:					
Social Security System		2,838.35	2,838.35		2,838.35
	<u>\$ 29,243.94</u>	<u>\$ 114,955.50</u>	<u>\$ 144,199.44</u>	<u>\$ 31,617.80</u>	<u>\$ 112,581.64</u>
			Accounts Payable Disbursed	\$ 86.15 <u>31,531.65</u>	
				<u>\$ 31,617.80</u>	

## Exhibit SD-9

**SEWER UTILITY OPERATING FUND**  
**Statement of Sewer Rental Prepayments**  
**For the Year Ended December 31, 2022**

Balance Dec. 31, 2021 (2022 Rents)	\$ 361,349.88
Increased by:	
Collections--2023 Rents	<u>438,302.51</u>
	799,652.39
Decreased by:	
Application to Consumer Accounts Receivable	<u>361,349.88</u>
Balance Dec. 31, 2022 (2023 Rents)	<u>\$ 438,302.51</u>

**BOROUGH OF LINDENWOLD**  
**SEWER UTILITY CAPITAL FUND**  
Statement of Due to Sewer Utility Operating Fund  
For the Year Ended December 31, 2022

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Interest Earned on Deposits	\$ 4,004.76
Decreased by:	
Disbursements:	
Interfunds Liquidated	<u>\$ 4,004.76</u>

## Exhibit SD-11

**SEWER UTILITY OPERATING FUND**  
Statement of Due from Current Fund  
For the Year Ended December 31, 2022

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Collected by Current Fund:	
Budget Reimbursements	<u>\$ 1,065.63</u>
Balance Dec. 31, 2022	<u><u>\$ 1,065.63</u></u>

**BOROUGH OF LINDENWOLD**  
**SEWER UTILITY CAPITAL FUND**  
Statement of Fixed Capital  
For the Year Ended December 31, 2022

<u>Description</u>	<u>Balance</u> <u>Dec. 31, 2021</u>	<u>Additions by</u> <u>Ordinance</u>	<u>Balance</u> <u>Dec. 31, 2022</u>
Sewerage Collection System	\$ 3,704,284.47		\$ 3,704,284.47
Plant Building	38,394.14		38,394.14
Pumping Stations	1,272,426.01		1,272,426.01
Land, Rights-of-Way Easements	51,674.54		51,674.54
Engineering	316,336.01		316,336.01
Contingencies	23,818.69		23,818.69
Inspection and Coordination	54,200.00		54,200.00
Legal and Administration	151,862.84		151,862.84
Bond Interest Capitalized	161,442.74		161,442.74
Bond Discount	93,000.00		93,000.00
Capitalized Operating Expenses	25,000.00		25,000.00
Purchase of Truck, Sewer Cleaning Equipment and Office Machines	260,949.12		260,949.12
Vacuum Filter Design	28,492.00		28,492.00
Automatic Chemical Feed System	21,492.62		21,492.62
Administration Building, Furnishings and Fixtures	162,361.33		162,361.33
Chain Link Fence	6,913.63		6,913.63
Utility Vehicle and Station Wagon	16,315.00		16,315.00
TV Inspection and Sealing System	88,117.00		88,117.00
Alarm System	3,257.85		3,257.85
Pick-up Trucks	103,483.53		103,483.53
Office Equipment	41,835.26		41,835.26
Computer Equipment	68,718.71		68,718.71
Backhoe	37,523.00		37,523.00
Plant Equipment	30,984.06		30,984.06
Safety Equipment	140,838.17		140,838.17
Sewer Garage Facility	100,000.00		100,000.00
Street Sweeper	153,650.00		153,650.00
4 Wheel Drive Vehicle	28,444.78		28,444.78
Emergency Generator	98,558.63		98,558.63
Equipment Trailer	4,119.50		4,119.50
Skid Loader	23,605.22		23,605.22
Lateral Camera	8,290.87		8,290.87

(Continued)

**BOROUGH OF LINDENWOLD**  
**SEWER UTILITY CAPITAL FUND**  
Statement of Fixed Capital  
For the Year Ended December 31, 2022

<u>Description</u>	<u>Balance</u> <u>Dec. 31, 2021</u>	<u>Additions by</u> <u>Ordinance</u>	<u>Balance</u> <u>Dec. 31, 2022</u>
Upgrade to Pump Station #1	\$ 1,397,498.00		\$ 1,397,498.00
Expansion of Sewer Garage	159,019.29		159,019.29
Sewer Line Repairs - Park Avenue	113,502.08		113,502.08
Upgrade to Pump Station #9	290,763.31		290,763.31
Low Body Utility Truck	30,280.99		30,280.99
Upgrade to Pump Station #14	246,806.92		246,806.92
Man Hole Repairs	12,991.30		12,991.30
Upgrades and Generator to Pump Station #15	202,269.00		202,269.00
Generators Pump Stations #5, 7 & 10	43,411.24		43,411.24
Emergency Generators Pump Stations #3 & 8	133,048.89		133,048.89
Upgrades to TV Truck	71,383.00		71,383.00
Upgrade to Pump Station #2	200,000.00		200,000.00
Various Improvements to Pump Station #3	80,313.00		80,313.00
Reconstruction of Pump Station #4	154,313.00		154,313.00
Sport Utility Vehicle	43,326.00		43,326.00
2007 Ford F150 Pickup Truck	23,601.68		23,601.68
2008 Ford F250 Pickup Truck	26,963.91		26,963.91
4 Wheel Drive Pickup Truck	28,625.31		28,625.31
Channel Monster	133,202.12		133,202.12
Emergency Generator Pump Station #3	23,392.76		23,392.76
Upgrade Pump/Motors Pump Station #15	13,958.40		13,958.40
Upgrade Pump Station # 6		\$ 338,446.00	338,446.00
Upgrade Pump Stations #2, 3, 4 and 7	892,400.00		892,400.00
Total	<u>\$ 11,641,459.92</u>	<u>\$ 338,446.00</u>	<u>\$ 11,979,905.92</u>

**BOROUGH OF LINDENWOLD**  
**SEWER UTILITY CAPITAL FUND**  
Statement of Fixed Capital Authorized and Uncompleted  
For the Year Ended December 31, 2022

Ordinance Number	Improvement Description	Ordinance		Balance Dec. 31, 2021	Improvement Authorizations Canceled - Due General Capital Fund	Costs to Fixed Capital	Balance Dec. 31, 2022
		Date	Amount Authorized				
	General Improvements:						
1018)		8-13-97)					
1024)		3-11-98)					
1028)		6-10-98)					
1070)	Various Capital Improvements	3-08-00)	\$ 700,000.00	\$ 3,230.45			\$ 3,230.45
1055	Upgrading of Pump Station No. 9 and the Acquisition of Equipment	9-08-99	322,000.00	955.70			955.70
1076	Upgrading of Pump Station No. 14 and the Acquisition of Equipment	7-12-00	194,600.00	54,884.83			54,884.83
1096	Upgrading of Pump Station No. 14 and the Acquisition of Equipment	9-12-01	440,000.00	3,247.95			3,247.95
1121	Upgrading of Pump Station No. 2 and the Acquisition of Various Pieces of Equipment and Construction of Various Sewer Improvements	10-09-02	599,000.00	886.76			886.76
1201	Acquisition of Various Pieces of Sewer Equipment and the Completion of Various Sewer Utility Capital Improvements	4-11-07	100,000.00	12,083.25			12,083.25

(Continued)

**BOROUGH OF LINDENWOLD**  
**SEWER UTILITY CAPITAL FUND**  
Statement of Fixed Capital Authorized and Uncompleted  
For the Year Ended December 31, 2022

Ordinance Number	Improvement Description	Ordinance		Balance Dec. 31, 2021	Improvement Authorizations Canceled - Due General Capital Fund	Costs to Fixed Capital	Balance Dec. 31, 2022
		Date	Amount Authorized				
	General Improvements:						
1300	Completion of Various Sewer Improvements	10-12-11	\$ 546,826.00	\$ 36,176.37			\$ 36,176.37
1316	Acquisition of Various Equipment for the Sewer Utility	4-11-12	525,000.00	525,000.00			525,000.00
1363	Acquisition of Various Equipment for the Sewer Utility	7-02-14	200,000.00	66,797.88			66,797.88
2014-03	Various Improvements to Pump Station No. 1	11-05-14	1,000,000.00	148,700.38			148,700.38
2015-12	Acquisition of Various Pieces of Equipment and the Completion of Various Capital Improvements for the Sewer Utility	8-12-15	200,000.00	121,374.69			121,374.69
2017-12	Acquisition of Various Pieces of Equipment and the Completion of Various Capital Improvements for the Sewer Utility	7-26-17	827,000.00	827,000.00			827,000.00

(Continued)

**BOROUGH OF LINDENWOLD**  
**SEWER UTILITY CAPITAL FUND**  
Statement of Fixed Capital Authorized and Uncompleted  
For the Year Ended December 31, 2022

Ordinance Number	Improvement Description	<u>Ordinance</u>		Balance <u>Dec. 31, 2021</u>	Improvement Authorizations Canceled -	Costs to	Balance <u>Dec. 31, 2022</u>
		<u>Date</u>	<u>Amount Authorized</u>		Due General <u>Capital Fund</u>	Fixed <u>Capital</u>	
General Improvements:							
2021-16	Acquisition of Various Pieces of Equipment and the Completion of Various Capital Improvements for the Sewer Utility	10-13-21	903,446.00	<u>\$ 903,446.00</u>	<u>\$ 565,000.00</u>	<u>\$ 338,446.00</u>	
				<u>\$ 2,703,784.26</u>	<u>\$ 565,000.00</u>	<u>\$ 338,446.00</u>	<u>\$ 1,800,338.26</u>



**BOROUGH OF LINDENWOLD**  
**SEWER UTILITY OPERATING FUND**  
Statement of Accrued Interest on Bonds and Notes and Analysis of Balance  
For the Year Ended December 31, 2022

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Balance Dec. 31, 2021	\$ 11,805.48
Increased by:	
Charged to Budget Appropriations	<u>52,499.14</u>
	64,304.62
Decreased by:	
Disbursed	<u>53,853.30</u>
Balance Dec. 31, 2022	<u><u>\$ 10,451.32</u></u>

Analysis of Accrued Interest Dec. 31, 2022

<u>Principal Outstanding Dec. 31, 2022</u>	<u>Interest Rate</u>	<u>From</u>	<u>To</u>	<u>Number of Days</u>	<u>Amount</u>
Bonds:					
\$ 651,640.00	3.06%	12-01-22	12-31-22	30	\$ 1,664.86
1,390,000.00	2.13%	9-15-22	12-31-22	105	<u>8,786.46</u>
					<u><u>\$ 10,451.32</u></u>

**BOROUGH OF LINDENWOLD**  
**SEWER UTILITY CAPITAL FUND**  
Statement of Reserve for Amortization  
For the Year Ended December 31, 2022

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Balance Dec. 31, 2021		\$ 11,064,322.18
Increased by:		
Serial Bonds Paid by Operating Budget	\$ 335,000.00	
Transferred form Deferred Reserve for Amortization	<u>338,446.00</u>	
		<u>673,446.00</u>
Balance Dec. 31, 2022		<u><u>\$ 11,737,768.18</u></u>

**BOROUGH OF LINDENWOLD**  
**SEWER UTILITY CAPITAL FUND**  
Statement of Improvement Authorizations  
For the Year Ended December 31, 2022

Ordinance Number	Improvement Description	Ordinance		Balance Dec. 31, 2021		Paid or Charged	Canceled - Due General Capital Fund	Balance Dec. 31, 2022	
		Date	Amount	Funded	Unfunded			Funded	Unfunded
	General Improvements:								
1018)		8-13-97)							
1024)		3-11-98)							
1028)		6-10-98)							
1070)	Various Capital Improvements	3-08-00)	\$ 700,000.00	\$ 3,230.45				\$ 3,230.45	
1055	Upgrading of Pump Station No. 9 and the Acquisition of Equipment	9-08-99	322,000.00	955.70				955.70	
1076	Upgrading of Pump Station No. 14 and the Acquisition of Equipment	7-12-00	194,600.00	54,284.83	\$ 600.00			54,284.83	\$ 600.00
1096	Upgrading of Pump Station No. 14 and the Acquisition of Equipment	9-12-01	440,000.00	3,247.95				3,247.95	
1121	Upgrading of Pump Station No. 2 and the Acquisition of Equipment	10-09-02	599,000.00	836.76	50.00			836.76	50.00
1201	Acquisition of Various Pieces of Sewer Equipment and the Completion of Various Sewer Utility Capital Improvements	4-11-07	100,000.00	12,083.25				12,083.25	
1300	Completion of Various Sewer Improvements	10-12-11	546,826.00	35,990.37	186.00			35,990.37	186.00
1316	Acquisition of Various Equipment for the Sewer Utility	4-11-12	525,000.00	54,157.03				54,157.03	
1363	Acquisition of Various Equipment for the Sewer Utility	7-02-14	200,000.00	66,797.88		\$ 12,777.00		54,020.88	
2014-03	Various Improvements to Pump Station No. 1	11-05-14	1,000,000.00	148,700.38				148,700.38	
2015-12	Acquisition of Various Pieces of Equipment and the Completion of Various Capital Improvements for the Sewer Utility	8-12-15	200,000.00	121,374.69		8,465.50		112,909.19	

(Continued)

**BOROUGH OF LINDENWOLD**  
**SEWER UTILITY CAPITAL FUND**  
Statement of Improvement Authorizations  
For the Year Ended December 31, 2022

Ordinance Number	Improvement Description	Ordinance		Balance Dec. 31, 2021		Paid or Charged	Canceled - Due General Capital Fund	Balance Dec. 31, 2022	
		Date	Amount	Funded	Unfunded			Funded	Unfunded
	General Improvements:								
2017-12	Acquisition of Various Pieces of Equipment and the Completion of Various Capital Improvements for the Sewer Utility	7-26-17	\$ 827,000.00	\$ 16,018.63		\$ 16,018.63			
2021-16	Acquisition of Various Pieces of Equipment and the Completion of Various Capital Improvements for the Sewer Utility	10-13-21	903,446.00	903,446.00		338,446.00	\$ 565,000.00		
				<u>\$ 1,421,123.92</u>	<u>\$ 836.00</u>	<u>\$ 375,707.13</u>	<u>\$ 565,000.00</u>	<u>\$ 480,416.79</u>	<u>\$ 836.00</u>
Disbursed						\$ 359,688.50			
Reserve for Encumbrances						16,018.63			
						<u>\$ 375,707.13</u>			

**BOROUGH OF LINDENWOLD**  
**SEWER UTILITY CAPITAL FUND**  
**Statement of Sewer Serial Bonds**  
**For the Year Ended December 31, 2022**

<u>Purpose</u>	<u>Date of Issue</u>	<u>Original Issue</u>	<u>Maturities of Bonds Outstanding Dec. 31, 2022</u>		<u>Interest Rate</u>	<u>Balance Dec. 31, 2021</u>	<u>Paid by Budget Appropriation</u>	<u>Balance Dec. 31, 2022</u>
			<u>Date</u>	<u>Amount</u>				
Sewer Utility Bonds, Series 2012	6-7-12	\$ 2,041,640.00	6-1-23	\$ 160,000.00	2.50%			
			6-1-24	160,000.00	3.25%			
			6-1-25	165,000.00	3.25%			
			6-1-26	166,640.00	3.25%	\$ 811,640.00	\$ 160,000.00	\$ 651,640.00
General Improvement Bonds, Series 2017	9-28-17	2,227,000.00	3-15-23	180,000.00	2.00%			
			3-15-24	190,000.00	2.00%			
			3-15-25	195,000.00	2.00%			
			3-15-26	205,000.00	2.00%			
			3-15-27	310,000.00	2.25%			
			3-15-28	310,000.00	2.50%	1,565,000.00	175,000.00	1,390,000.00
						<u>\$ 2,376,640.00</u>	<u>\$ 335,000.00</u>	<u>\$ 2,041,640.00</u>

**BOROUGH OF LINDENWOLD**  
**SEWER UTILITY CAPITAL FUND**  
Schedule of Bonds and Notes Authorized But Not Issued  
As of December 31, 2022

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<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Amount</u>
1076	Upgrading of Pump Station No. 14 and the Acquisition of Equipment	\$ 600.00
1121	Upgrading of Pump Station No. 2 and the Acquisition of Various Pieces of Equipment and Construction of Various Sewer Improvements	50.00
1300	Completion of Various Sewer Utility Improvements	<u>186.00</u>
		<u>\$ 836.00</u>

**PART II**  
**SINGLE AUDIT**  
**FOR THE YEAR ENDED DECEMBER 31, 2022**

**REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND REPORT ON INTERNAL CONTROL  
OVER COMPLIANCE REQUIRED BY STATE OF NEW JERSEY CIRCULAR 15-08-OMB**

**INDEPENDENT AUDITOR'S REPORT**

The Honorable Mayor and  
Members of the Borough Council  
Borough of Lindenwold  
Lindenwold, New Jersey 08021

**Report on Compliance for the Major State Program**

***Opinion on the Major State Program***

We have audited the Borough of Lindenwold's, in the County of Camden, State of New Jersey, compliance with the types of compliance requirements identified as subject to audit in the *New Jersey State Grant Compliance Supplement* that could have a direct and material effect on the Borough's major state program for the year ended December 31, 2022. The Borough's major state program is identified in the *Summary of Auditor's Results* section of the accompanying *Schedule of Findings and Questioned Costs*.

In our opinion, the Borough of Lindenwold, in the County of Camden, State of New Jersey, complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on the major state program for the year ended December 31, 2022.

***Basis for Opinion on the Major State Program***

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States; the audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey; and the audit requirements of State of New Jersey Circular 15-08-OMB, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Our responsibilities under those standards, and State of New Jersey Circular 15-08-OMB, are further described in the *Auditor's Responsibilities for the Audit of Compliance* section of our report.

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

***Responsibilities of Management for Compliance***

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



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

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the Borough's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with auditing standards generally accepted in the United States of America; *Government Auditing Standards*; the Division of Local Government Services, Department of Community Affairs, State of New Jersey; and State of New Jersey Circular 15-08-OMB, will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgement made by a reasonable user of the report on compliance about the Borough's compliance with the requirements of the major state program as a whole.

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

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

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

### **Report on Internal Control over Compliance**

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

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

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

**Report on Internal Control over Compliance (Cont'd)**

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

Respectfully submitted,

*Bowman & Company LLP*

BOWMAN & COMPANY LLP  
Certified Public Accountants  
& Consultants

*Todd Allen*

Certified Public Accountant  
Registered Municipal Accountant

Voorhees, New Jersey  
September 26, 2023

**BOROUGH OF LINDENWOLD**  
Schedule of Expenditures of State Financial Assistance  
For the Year Ended December 31, 2022

State Grantor/ Program Title	State GMIS	Program or Award	Matching	Grant Period	
	Number	Amount	Contribution	From	To
<u>State Department of Law and Public Safety</u>					
Body Armor Replacement Fund	066-1020-718-001	\$ 2,097.78	N/A	1-1-22	12-31-22
Body Armor Replacement Fund - Unappropriated	066-1020-718-001	2,863.56	N/A	1-1-23	12-31-23
Body Worn Camera Grant	Unavailable	85,596.00	N/A	1-1-21	12-31-21
Drunk Driving Enforcement Grant	1110-448-031020-220040	7,947.91	N/A	1-1-21	12-31-21
Drunk Driving Enforcement Grant	1110-448-031020-220040	2,200.00	N/A	1-1-22	12-31-22
Drunk Driving Enforcement Grant -Unappropriated	1110-448-031020-220040	2,040.00	N/A	1-1-23	12-31-23
Safe and Secure Communities	066-1020-100-232	90,000.00	N/A	1-1-21	12-31-21
Safe and Secure Communities	066-1020-100-232	48,600.00	N/A	1-1-22	12-31-22
Total State Department of Law and Public Safety					
<u>State Department of Environmental Protection</u>					
Recycling Tonnage Grant	042-4910-100-224	31,838.28	N/A	1-1-21	12-31-21
Recycling Tonnage Grant	042-4910-100-224	25,380.90	N/A	1-1-22	12-31-22
Clean Communities Program	042-4900-765-004	35,726.03	N/A	1-1-19	12-31-19
Clean Communities Program	042-4900-765-004	32,215.07	N/A	1-1-20	12-31-20
Clean Communities Program	042-4900-765-004	34,300.33	N/A	1-1-21	12-31-21
Clean Communities Program	042-4900-765-004	38,708.07	N/A	1-1-22	12-31-22
Hazardous Discharges Site Remediation Fund	Unavailable	29,159.00	N/A	8-29-05	Project End
Total State Department of Environmental Protection					
<u>State Department of Treasury</u>					
BPU Clean Energy Initiative Grant	082-2014-71D-022	25,000.00	N/A	1-1-22	Project End
Passed through County of Camden					
Municipal Alliance Program	100-082-C001-044	17,717.00	\$ 4,430.00	7-1-18	6-30-19
Municipal Alliance Program	100-082-C001-044	17,716.08	4,429.02	7-1-19	6-30-20
Municipal Alliance Program	100-082-C001-044	12,256.65	3,064.16	7-1-20	6-30-21
Total State Department of Treasury					
<u>New Jersey State Department of Transportation</u>					
Highway Planning and Construction	078-6320-480-XXX	449,814.00	N/A	12-11-19	Project End
Highway Planning and Construction	078-6320-480-XXX	402,771.00	N/A	12-9-20	Project End
Highway Planning and Construction	078-6320-480-XXX	350,768.00	N/A	1-1-22	Project End
Total Highway Planning and Construction					
Total State Financial Assistance					

The accompanying Notes to Financial Statements and Notes to Schedule of Expenditures of State Financial Assistance are an integral part of this schedule.

Balance Dec. 31, 2021	Receipts or Revenue Recognized	Adjustments	Disbursed	Passed- Through to Subrecipients	Balance Dec. 31, 2022	Memo Only	
						Cash Collected	Accumulated Expenditures
	\$ 2,097.78		\$ 2,097.78			\$ 2,097.78	\$ 2,097.78
	2,863.56				\$ 2,863.56	2,863.56	
\$ 85,596.00					85,596.00		
6,002.97			811.88		5,191.09		2,756.82
2,200.00					2,200.00		
	2,040.00				2,040.00	2,040.00	
11,250.00			11,250.00				90,000.00
	48,600.00		37,350.00		11,250.00	44,955.00	37,350.00
105,048.97	55,601.34	-	51,509.66	-	109,140.65	51,956.34	132,204.60
2,764.28			2,764.28				31,838.28
	25,380.90		3,198.02		22,182.88	25,380.90	3,198.02
20,564.87			13,604.60		6,960.27		28,765.76
32,215.07					32,215.07		
34,300.33					34,300.33		
	38,708.07				38,708.07	38,708.07	
10,111.19					10,111.19		19,047.81
99,955.74	64,088.97	-	19,566.90	-	144,477.81	64,088.97	82,849.87
	25,000.00		17,482.50		7,517.50	25,000.00	17,482.50
3,571.75			3,571.75			2,702.69	22,147.00
2,886.26			2,886.26			2,886.26	22,145.10
15,320.81		\$ (14,779.76)	541.05			541.05	541.05
21,778.82	25,000.00	(14,779.76)	24,481.56	-	7,517.50	31,130.00	62,315.65
363,698.27			354,250.69		9,447.58	312,937.91	449,814.00
	350,768.00		305,632.63		45,135.37	241,359.00	393,323.42
363,698.27	350,768.00	-	659,883.32	-	54,582.95	554,296.91	1,148,770.05
\$ 590,481.80	\$ 495,458.31	\$ (14,779.76)	\$ 755,441.44	\$ -	\$ 315,718.91	\$ 701,472.22	\$ 1,426,140.17

**BOROUGH OF LINDENWOLD**

Notes to Schedules of Expenditures of State Financial Assistance  
For the Year Ended December 31, 2022

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**Note 1: BASIS OF PRESENTATION**

The accompanying schedule of expenditures state financial assistance (the "schedule") includes state award activity of the Borough of Lindenwold (hereafter referred to as the "Borough") under programs of the state government for the year ended December 31, 2022. The Borough is defined in note 1 to the financial statements. The information in this schedule is presented in accordance with the requirements of State of New Jersey Circular 15-08-OMB, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. All state awards received directly from state agencies, as well state financial assistance passed through other government agencies, are included on the schedule. Because this schedule presents only a selected portion of the operations of the Borough, it is not intended to and does not present the financial position and changes in operations of the Borough.

**Note 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Expenditures reported on the schedule are reported in accordance with the *Requirements of Audit* (the "*Requirements*") as promulgated by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, and present expenditures on the modified accrual basis of accounting with minor exceptions as mandated by the *Requirements*. This basis of accounting is described in note 1 to the financial statements. Such expenditures are recognized following the cost principles contained in State of New Jersey Circular 15-08-OMB, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*, wherein certain types of expenditures are not allowed or are limited as to reimbursement. The expenditures reflected in the schedule are presented at the state participation level; thus, any matching portion is not included.

**Note 3: RELATIONSHIP TO STATE FINANCIAL REPORTS**

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

**Note 4: ADJUSTMENTS**

Amounts reported in the column entitled "adjustments" represent the cancelation of unexpended grant funds.

**Note 5: MAJOR PROGRAM**

The Major program is identified in the *Summary of Auditor's Results* section of the *Schedule of Findings and Questioned Costs*.

**PART III**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2022**

**BOROUGH OF LINDENWOLD**  
Schedule of Findings and Questioned Costs  
For the Year Ended December 31, 2022

**Section 1- Summary of Auditor's Results**

**Financial Statements**

Type of auditor's report issued \_\_\_\_\_ adverse and unmodified \_\_\_\_\_

Internal control over financial reporting:

Material weakness(es) identified? \_\_\_\_\_ yes      X   no

Significant deficiency(ies) identified? \_\_\_\_\_ yes      X   none reported

Noncompliance material to financial statements noted? \_\_\_\_\_ yes      X   no

**Federal Awards**

Internal control over major programs: **This section is not applicable.**

Material weakness(es) identified? \_\_\_\_\_ yes    \_\_\_\_\_ no

Significant deficiency(ies) identified? \_\_\_\_\_ yes    \_\_\_\_\_ none reported

Type of auditor's report issued on compliance for major programs \_\_\_\_\_

Any audit findings disclosed that are required to be reported in accordance with Section 516 of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance)? \_\_\_\_\_ yes    \_\_\_\_\_ no

Identification of major programs:

**Assistance Listings Number(s)**

**Name of Federal Program or Cluster**

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

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\_\_\_\_\_

Dollar threshold used to distinguish between type A and type B programs: \_\_\_\_\_

Auditee qualified as low-risk auditee? \_\_\_\_\_ yes    \_\_\_\_\_ no

(Continued)

**BOROUGH OF LINDENWOLD**  
Schedule of Findings and Questioned Costs  
For the Year Ended December 31, 2022

**Section 1- Summary of Auditor's Results (Cont'd)**

**State Financial Assistance**

Internal control over major programs:

Material weakness(es) identified? \_\_\_\_\_ yes      X   no

Significant deficiency(ies) identified? \_\_\_\_\_ yes      X   none reported

Type of auditor's report issued on compliance for major programs \_\_\_\_\_ Unmodified

Any audit findings disclosed that are required to be reported in  
accordance with New Jersey Circular 15-08-OMB? \_\_\_\_\_ yes      X   no

Identification of major programs:

**GMIS Number(s)**

078-6320-480-XXX

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

**Name of State Program**

Highway Planning and Construction

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

Dollar threshold used to distinguish between type A and type B programs: \_\_\_\_\_ \$750,000.00

Auditee qualified as low-risk auditee? \_\_\_\_\_ yes      X   no



**BOROUGH OF LINDENWOLD**  
Schedule of Findings and Questioned Costs  
For the Year Ended December 31, 2022

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***Section 2 - Schedule of Financial Statement Findings***

This section identifies the significant deficiencies, material weaknesses, fraud, noncompliance with provisions of laws, regulations, contracts, and grant agreements related to financial statements for which *Government Auditing Standards* and audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, requires.

None.

**BOROUGH OF LINDENWOLD**  
Schedule of Findings and Questioned Costs  
For the Year Ended December 31, 2022

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***Section 3 - Schedule of Federal Award Findings and Questioned Costs***

This section identifies the significant deficiencies, material weaknesses, material instances of noncompliance, including questioned costs, and significant instances of abuse related to the audit of major Federal programs, as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance).

This section is not applicable.

**BOROUGH OF LINDENWOLD**  
Schedule of Findings and Questioned Costs  
For the Year Ended December 31, 2022

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***Section 4 - Schedule of State Financial Assistance Findings and Questioned Costs***

This section identifies the significant deficiencies, material weaknesses, material instances of noncompliance, including questioned costs, and significant instances of abuse related to the audit of major State programs, as required by State of New Jersey Circular 15-08-OMB.

None.

**BOROUGH OF LINDENWOLD**

Summary Schedule of Prior Year Audit Findings  
and Questioned Costs as Prepared by Management

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This section identifies the status of prior year findings related to the financial statements and federal awards and state financial assistance that are required to be reported in accordance with *Government Auditing Standards*, Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), and State of New Jersey Circular 15-08-OMB.

None.

**BOROUGH OF LINDENWOLD**  
**Officials in Office and Surety Bonds**

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

<u>Name</u>	<u>Title</u>	<u>Surety Bond</u>
Richard Roach	Mayor	
Cheryle Randolph-Sharpe	Council President	
Joseph DiDomenico	Councilman	
Linda Hess	Councilwoman	
Odessa Patton	Councilwoman	
Sandra Sinon	Councilwoman	
Walter Lenkowski	Councilman	
Dawn S. Thompson	Borough Administrator	
	Chief Financial Officer	
	Treasurer	\$ 1,000,000.00 (C)
Jeffrey Payano	Account Clerk	1,000,000.00 (A)
Nadeen Randall	Deputy Clerk	1,000,000.00 (A)
Stacy Smith	Clerk Rental Registration	1,000,000.00 (A)
Deborah Jackson	Borough Clerk, Municipal Improvement Search	1,000,000.00 (A)
Carol Redmond	Tax Collector	1,000,000.00 (C)
	Tax Search Clerk	1,000,000.00 (A)
Kareemah Sadiq	Deputy Tax Collector to 8/12/2022	1,000,000.00 (A)
Ana Langenbach	Assistant Tax Collector	1,000,000.00 (A)
N. Ryan Trabosh	Judge of the Municipal Court	1,000,000.00 (B)
Kathleen Buchhofer	Court Administrator	1,000,000.00 (B)
Candace Polite	Deputy Court Administrator	1,000,000.00 (B)
Craig Wells	Superintendent of Public Works	1,000,000.00 (A)
Derek Leary	Construction Official	1,000,000.00 (A)
Wayne Hans	Code Enforcement Supervisor	1,000,000.00 (A)
Michael Raio	Tax Assessor	1,000,000.00 (A)
Jessica Ricci	Assistant Tax Assessor	1,000,000.00 (A)
Michael McCarthy Jr.	Chief of Police	1,000,000.00 (A)
Bonnie Mazzo	Police Administrative Services Division Manager	1,000,000.00 (A)
Janine Ekey	Police Records Clerk	1,000,000.00 (A)
Citlamina Morataya	Police Records Clerk	1,000,000.00 (A)
AnneMarie DiDomenico	Secretary of the Joint Land Use Board	1,000,000.00 (A)
Heather Protich	Technical Assistant to the Construction Code Official	1,000,000.00 (A)
David Capozzi	Solicitor	

- (A) Covered by the Public Employee Dishonesty Coverage in the amount of \$50,000 written by the Camden County Municipal Joint Insurance Fund and the Excess Public Employee Dishonesty Coverage in the amount of \$950,000 written by the Municipal Excess Liability Joint Insurance Fund.
- (B) Covered by the Excess Public Officials Bond Coverage in the amount of \$1,000,000 written by the Municipal Excess Liability Joint Insurance Fund.
- (C) Covered by the Primary Statutory Positions Bond Coverage in the amount of \$1,000,000 written by the Municipal Excess Liability Joint Insurance Fund.

All of the Bonds were examined and properly executed.

**APPRECIATION**

I express my appreciation for the assistance and courtesies rendered by the Borough officials during the course of the audit.

Respectfully submitted,

*Bowman & Company LLP*

BOWMAN & COMPANY LLP  
Certified Public Accountants  
& Consultants

*Joan B. Allen*

Certified Public Accountant  
Registered Municipal Accountant

