

TOWNSHIP OF WEYMOUTH

COUNTY OF ATLANTIC

REPORT OF AUDIT

FOR THE YEAR ENDED DECEMBER 31, 2022



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TOWNSHIP OF WEYMOUTH
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 Township Committee
Township of Weymouth
Dorothy, New Jersey 08317

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 Township of Weymouth, in the County of Atlantic, 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 Township'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 Township of Weymouth, in the County of Atlantic, 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 Township of Weymouth, in the County of Atlantic, 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 Township and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

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 Township 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.

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 Township's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

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.

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 Township's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Township's ability to continue as a going concern for a reasonable period of time.

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Township'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.

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 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 29, 2023 on our consideration of the Township's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Township of Weymouth's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Township of Weymouth's internal control over financial reporting and compliance.

Respectfully submitted,

Bowman & Company LLP

BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants

Fred S. Caltabiano

Fred S. Caltabiano
Certified Public Accountant
Registered Municipal Accountant

Woodbury, New Jersey
September 29, 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 Township Committee
Township of Weymouth
Dorothy, New Jersey 08317

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 Township of Weymouth, in the County of Atlantic, 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 Township's basic financial statements, and have issued our report thereon dated September 29, 2023. That report indicated that the Township of Weymouth'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.

Report on Internal Control over Financial Reporting

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

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or 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 Township’s financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*, and audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

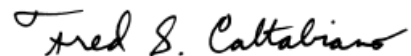
Purpose of this Report

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, 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



Fred S. Caltabiano
Certified Public Accountant
Registered Municipal Accountant

Woodbury, New Jersey
September 29, 2023

TOWNSHIP OF WEYMOUTH
CURRENT FUND

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

ASSETS:	<u>Ref.</u>	<u>2022</u>	<u>2021</u>
Regular Fund:			
Cash - Chief Financial Officer	SA-1	\$ 1,655,886.39	\$ 1,612,152.57
Cash - Tax Collector	SA-2	47,834.42	53,382.93
Cash - Change Fund	A	50.00	50.00
Due from State of New Jersey:			
Senior and Veterans Deductions	SA-5	965.85	965.85
		<u>1,704,736.66</u>	<u>1,666,551.35</u>
Receivables and Other Assets with Full Reserves:			
Taxes Receivable	SA-3		0.70
Tax Title Liens Receivable	SA-4	64,026.95	45,622.87
Property Acquired for Taxes - Assessed Valuation	A	658,100.00	676,200.00
Due from Trust - Animal Control Fund	SB-3	10,595.92	10,067.34
		<u>732,722.87</u>	<u>731,890.91</u>
Total Regular Fund		<u>2,437,459.53</u>	<u>2,398,442.26</u>
Federal and State Grant Fund:			
Due from Current Fund	SA-12	83,702.39	115,536.91
Grants Receivable	SA-13	524,111.35	458,505.96
Total Federal and State Grant Fund		<u>607,813.74</u>	<u>574,042.87</u>
		<u>\$ 3,045,273.27</u>	<u>\$ 2,972,485.13</u>

(Continued)

TOWNSHIP OF WEYMOUTH
CURRENT FUND

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

	<u>Ref.</u>	<u>2022</u>	<u>2021</u>
LIABILITIES, RESERVES AND FUND BALANCE:			
Regular Fund:			
Liabilities:			
Appropriation Reserves	A-3,SA-7	\$ 174,682.94	\$ 177,917.88
Reserve for Encumbrances	A-3,SA-7	1,134.80	1,079.31
Accounts Payable	SA-1,SA-7	12,059.00	7,084.00
Tax Overpayments	SA-1	71.19	
Prepaid Taxes	SA-8	44,962.81	43,543.20
County Taxes Payable	SA-9	1,892.91	1,971.28
Local School District Tax Payable	SA-10	292,737.99	272,383.00
Fire District Taxes Payable	A-1,SA-1	2,450.12	
Due State of New Jersey - Marriage License Fees	SA-11	52.00	99.00
Due to Federal and State Grant Fund	SA-12	83,702.39	115,536.91
Due to Trust - Municipal Open Space	SB-7	142,220.61	125,867.05
Due to General Capital Fund	SC-1	118,550.89	108,987.76
Due to Trust - Other Funds	SB-6	271,596.29	271,595.25
Reserve for Municipal Relief Fund Aid	SA-1	14,488.20	
Reserve for Revaluation	A	16,833.52	16,833.52
Reserve for Master Plan	A	500.00	500.00
		<u>1,177,935.66</u>	<u>1,143,398.16</u>
Reserves for Receivables and Other Assets	A	732,722.87	731,890.91
Fund Balance	A-1	<u>526,801.00</u>	<u>523,153.19</u>
Total Regular Fund		<u>2,437,459.53</u>	<u>2,398,442.26</u>
Federal and State Grant Fund:			
Reserve for:			
Appropriated Grants	SA-14	591,045.34	405,138.19
Unappropriated Grants	SA-15	<u>16,768.40</u>	<u>168,904.68</u>
Total Federal and State Grant Fund		<u>607,813.74</u>	<u>574,042.87</u>
		<u>\$ 3,045,273.27</u>	<u>\$ 2,972,485.13</u>

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

TOWNSHIP OF WEYMOUTH
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>
REVENUE AND OTHER INCOME REALIZED:		
Fund Balance Utilized	\$ 344,800.00	\$ 284,000.00
Miscellaneous Revenues Anticipated	1,190,134.90	838,366.93
Receipts from Current Taxes	4,432,938.48	4,428,120.28
Receipts from Delinquent Taxes and Tax Title Liens	1,474.50	1,682.78
Non-Budget Revenue	94,591.28	63,233.90
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	119,467.16	143,272.14
Interfund Liquidated		91,303.17
County Tax Payable Adjustment		1.65
Fire District Tax Payable Adjustment		0.50
	<u>6,183,406.32</u>	<u>5,849,981.35</u>
Total Income		
EXPENDITURES:		
Budget Appropriations:		
Appropriations Within "CAPS":		
Operations:		
Salaries and Wages	481,920.89	423,710.00
Other Expenses	813,946.00	805,540.00
Deferred Charges and Statutory Expenditures	84,020.00	77,778.00
Appropriations Excluded from "CAPS":		
Operations:		
Other Expenses	634,472.36	301,776.46
Capital Improvements	30,000.00	35,000.00
Municipal Debt Service	104,737.87	109,360.38
County Taxes	978,262.83	1,036,592.77
Local School District Tax	2,561,353.00	2,520,076.00
Municipal Open Space Tax	16,353.56	16,325.11
Special District Tax	125,637.00	123,186.94
School Tax Payable Adjustment	4,255.00	2.00
	<u>5,834,958.51</u>	<u>5,449,347.66</u>
Total Expenditures		
Excess in Revenue	348,447.81	400,633.69
Fund Balance January 1	<u>523,153.19</u>	<u>406,519.50</u>
	871,601.00	807,153.19
Decreased by:		
Utilized as Anticipated Revenue	<u>344,800.00</u>	<u>284,000.00</u>
Fund Balance December 31	<u>\$ 526,801.00</u>	<u>\$ 523,153.19</u>

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

TOWNSHIP OF WEYMOUTH
CURRENT FUND
Statement of Revenues -- Regulatory Basis
For the Year Ended December 31, 2022

	Anticipated <u>Budget</u>	Special NJSA <u>40A: 4-87</u>	<u>Realized</u>	Excess or <u>(Deficit)</u>
Fund Balance Anticipated	\$ 344,800.00		\$ 344,800.00	
Miscellaneous Revenues:				
Local Revenues:				
Licenses	600.00		600.00	
Fines and Costs - Municipal Court	1,150.00		1,892.30	\$ 742.30
Interest and Costs on Taxes	5,400.00		7,125.05	1,725.05
State Aid Without Offsetting Appropriations:				
Energy Receipts Tax	277,744.00		277,744.00	
Garden State Preservation Trust Fund	4,151.00		4,151.00	
Special Items of General Revenue Anticipated with Prior Written Consent of the Director of Local Government Services - Public and Private Revenues				
Offset with Appropriations:				
Clean Communities	10,186.64		10,186.64	
NJDOT	310,000.00		310,000.00	
JIF Safety Awards	8,200.00		8,200.00	
Recycling Tonnage Grant	2,150.37		2,150.37	
American Rescue Plan	296,735.35		296,735.35	
Special Items of General Revenue Anticipated with Prior Written Consent of the Director of Local Government Services - Other Items:				
Cable TV Franchise Fees - Verizon FIOS	17,192.65		23,973.30	6,780.65
Manufactured Home Tax Fee	196,000.00		247,376.89	51,376.89
	<u>1,129,510.01</u>		<u>1,190,134.90</u>	<u>60,624.89</u>
Receipts from Delinquent Taxes	<u>250.00</u>		<u>1,474.50</u>	<u>1,224.50</u>
Amount to be Raised by Taxes for Support to Municipal Budget - Local Tax for Municipal Purposes including Reserve for Uncollected Taxes	<u>755,000.19</u>		<u>827,333.04</u>	<u>72,332.85</u>
Budget Totals	<u>2,229,560.20</u>		<u>2,363,742.44</u>	<u>134,182.24</u>
Non-Budget Revenues			<u>94,591.28</u>	<u>94,591.28</u>
	<u>\$ 2,229,560.20</u>	<u>\$ -</u>	<u>\$ 2,458,333.72</u>	<u>\$ 228,773.52</u>

(Continued)

TOWNSHIP OF WEYMOUTH
CURRENT FUND
Statement of Revenues -- Regulatory Basis
For the Year Ended December 31, 2022

Analysis of Realized Revenue

Allocation of Current Tax Collections:	
Revenue from Collections	\$ 4,432,938.48
Allocated to:	
County, School, Special District and Municipal Open Space Taxes	<u>3,681,606.39</u>
Amount for Support of Municipal Budget Appropriations	751,332.09
Add: Appropriation "Reserve for Uncollected Taxes"	<u>76,000.95</u>
Amount for Support of Municipal Budget Appropriations	<u><u>\$ 827,333.04</u></u>

Analysis for Non-Budget Revenue

Miscellaneous Revenue not Anticipated:	
Interest on Investments	\$ 1,208.92
Other Miscellaneous License Fees	7,243.83
Planning and Zoning Permits	2,425.00
OCCP Permits	2,600.00
Street Opening Fees	150.00
Rental Inspection Fees	9,700.00
Copies	140.00
Senior Citizen & Veterans Administrative Fee	245.00
Homestead Mail Reimbursements	96.60
Miscellaneous	70,782.97
Interest Earnings Trust -- Other Funds	<u>(1.04)</u>
	<u><u>\$ 94,591.28</u></u>

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

TOWNSHIP OF WEYMOUTH
CURRENT FUND
 Statement of Expenditures - Regulatory Basis
 For the Year Ended December 31, 2022

	Appropriations		Expended			Unexpended Balance Cancelled
	Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	
OPERATIONS -- WITHIN "CAPS"						
<u>General Government</u>						
Mayor and Township Committee						
Salaries and Wages	\$ 17,740.00	\$ 17,740.00	\$ 17,089.29		\$ 650.71	
Other Expenses	9,500.00	5,600.00	3,934.66		1,665.34	
Municipal Clerk						
Salaries and Wages	81,286.89	89,414.89	86,207.17		3,207.72	
Other Expenses	45,000.00	44,900.00	31,065.58	\$ 110.00	13,724.42	
Financial Administration (Treasury)						
Salaries and Wages	21,010.00	21,010.00	21,006.69		3.31	
Other Expenses	5,000.00	5,100.00	3,680.78		1,419.22	
Audit Services	26,750.00	26,750.00	20,200.00		6,550.00	
Computerized Data Processing	12,000.00	12,000.00	12,000.00			
Revenue Administration (Tax Collection)						
Salaries and Wages	77,750.00	84,026.00	82,064.46		1,961.54	
Other Expenses	10,000.00	10,000.00	4,462.09		5,537.91	
Tax Assessment Administration (Tax Assessor)						
Salaries and Wages	18,200.00	18,200.00	18,191.07		8.93	
Other Expenses	8,000.00	8,000.00	3,640.00		4,360.00	
Legal Services (Legal Dept.)	45,000.00	45,000.00	31,128.99		13,871.01	
Engineering Services	50,000.00	58,000.00	57,544.48		455.52	
<u>Land Use</u>						
Land Use Board						
Salaries and Wages	10,712.00	10,712.00	10,113.45		598.55	
Other Expenses	4,500.00	4,500.00	1,996.80		2,503.20	
<u>Insurance</u>						
Liability Insurance	11,902.00	11,902.00	11,902.00			
Worker's Compensation Insurance	58,498.00	58,498.00	52,581.00		5,917.00	
Employee Group Insurance	131,000.00	108,535.00	106,719.55		1,815.45	
Health Benefits Waiver	5,000.00	5,000.00	5,000.00			
Unemployment Insurance	3,000.00	3,000.00	1,866.31		1,133.69	

(Continued)

TOWNSHIP OF WEYMOUTH
CURRENT FUND
 Statement of Expenditures - Regulatory Basis
 For the Year Ended December 31, 2022

	Appropriations		Expended			Unexpended Balance Cancelled
	Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	
<u>Public Safety</u>						
Dispatch						
Other Expenses	\$ 10,500.00	\$ 10,600.00	\$ 10,575.98		\$ 24.02	
Office of Emergency Management (OEM)						
Other Expenses	3,000.00	3,000.00	3,000.00			
<u>Public Works</u>						
Streets and Roads Maintenance						
Other Expenses	15,000.00	6,736.00	922.55		5,813.45	
Other Public Works Functions						
Salaries and Wages	225,818.00	225,818.00	189,080.52		36,737.48	
Other Expenses	18,000.00	18,000.00	15,147.53		2,852.47	
Solid Waste Collection						
Other Expenses	95,000.00	95,000.00	79,224.83		15,775.17	
Buildings and Grounds						
Other Expenses	35,000.00	55,000.00	53,681.92		1,318.08	
Vehicle Maintenance						
Other Expenses	25,000.00	10,000.00	4,837.16		5,162.84	
<u>Health and Human Services</u>						
Environmental Health Services						
Other Expenses	500.00	865.00	865.00			
Animal Control Services						
Other Expenses	4,500.00	6,260.00	6,163.00		97.00	
<u>Recreation</u>						
Museum						
Other Expenses	500.00	1,500.00	1,088.01		411.99	
Senior Citizens Advisory Board						
Other Expenses	500.00	500.00			500.00	
Veterans Advisory Board						
Other Expenses	500.00	500.00			500.00	
Maintenance of Parks						
Other Expenses	12,000.00	12,000.00	8,957.55	\$ 260.00	2,782.45	

(Continued)

TOWNSHIP OF WEYMOUTH
CURRENT FUND
 Statement of Expenditures - Regulatory Basis
 For the Year Ended December 31, 2022

	Appropriations		Expended			Unexpended Balance Cancelled
	Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	
<u>Code Enforcement</u>						
Rent Control						
Other Expenses	\$ 200.00	\$ 200.00			\$ 200.00	
Code Enforcement Officer						
Salaries and Wages	10,000.00	10,000.00	\$ 3,990.00		6,010.00	
Other Expenses	1,500.00	1,500.00			1,500.00	
<u>Unclassified</u>						
Celebration of Public Events - Other Expenses	9,500.00	9,500.00	9,500.00			
Fire District Manufactured Home Fee	25,000.00	25,000.00	24,123.00		877.00	
<u>Utilities and Bulk Purchases</u>						
Electricity	20,500.00	20,500.00	19,421.03		1,078.97	
Street Lighting	35,000.00	37,000.00	34,723.53		2,276.47	
Telephone	14,000.00	14,000.00	8,983.36	\$ 60.60	4,956.04	
Natural Gas	4,000.00	4,000.00	2,790.47		1,209.53	
Petroleum Products (Heating Oil)	6,500.00	8,500.00	6,871.20		1,628.80	
Petroleum Products (Gasoline)	12,000.00	12,000.00	10,292.60	704.20	1,003.20	
<u>Landfill/Solid Waste Disposal Cost</u>						
Other Expenses	60,000.00	60,000.00	48,445.72		11,554.28	
Total Operations -- Within "CAPS"	1,295,866.89	1,295,866.89	1,125,079.33	1,134.80	169,652.76	-
Detail:						
Salaries and Wages	467,516.89	481,920.89	432,742.65	-	49,178.24	-
Other Expenses	828,350.00	813,946.00	692,336.68	1,134.80	120,474.52	-
<u>DEFERRED CHARGES AND STATUTORY EXPENDITURES -- WITHIN "CAPS"</u>						
<u>Statutory Expenditures</u>						
Public Employees Retirement System	47,270.00	47,270.00	47,270.00			
Social Security System (O.A.S.I.)	36,000.00	36,000.00	35,914.42		85.58	
State Disability	750.00	750.00	113.40		636.60	
Total Deferred Charges and Statutory Expenditures -- Municipal -- Within "CAPS"	84,020.00	84,020.00	83,297.82	-	722.18	-

(Continued)

TOWNSHIP OF WEYMOUTH
CURRENT FUND
Statement of Expenditures - Regulatory Basis
For the Year Ended December 31, 2022

	Appropriations		Expended			Unexpended Balance Cancelled
	Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	
Total General Appropriations for Municipal Purposes Within -- "CAPS"	\$ 1,379,886.89	\$ 1,379,886.89	\$ 1,208,377.15	\$ 1,134.80	\$ 170,374.94	\$ -
<u>OPERATIONS -- EXCLUDED FROM "CAPS"</u>						
Recycling Tax	2,000.00	2,000.00			2,000.00	
Shared Service Agreement - Municipal Court	4,800.00	4,800.00	2,492.00		2,308.00	
Public and Private Programs Offset by Revenues						
Recycling Tonnage Grant	2,150.37	2,150.37	2,150.37			
Clean Communities	10,186.64	10,186.64	10,186.64			
JIF Safety Awards	8,200.00	8,200.00	8,200.00			
NJDOT	310,000.00	310,000.00	310,000.00			
Municipal Alliance	400.00	400.00	400.00			
American Rescue Plan	296,735.35	296,735.35	296,735.35			
Total Operations -- Excluded from "CAPS"	634,472.36	634,472.36	630,164.36	-	4,308.00	-
Detail:						
Salaries and Wages	-	-	-	-	-	-
Other Expenses	634,472.36	634,472.36	630,164.36	-	4,308.00	-
<u>CAPITAL IMPROVEMENTS -- EXCLUDED FROM "CAPS"</u>						
Capital Improvement Fund	15,000.00	15,000.00	15,000.00			
Municipal Building Improvements	15,000.00	15,000.00	15,000.00			
Total Capital Improvements -- Excluded from "CAPS"	30,000.00	30,000.00	30,000.00	-	-	-
<u>MUNICIPAL DEBT SERVICE -- EXCLUDED FROM "CAPS"</u>						
Payment of Bond Anticipation Notes and Capital Notes	98,500.00	98,500.00	98,500.00			
Interest on Notes	10,700.00	10,700.00	6,237.87			4,462.13
Total Municipal Debt Service -- Excluded from "CAPS"	109,200.00	109,200.00	104,737.87	-	-	4,462.13

(Continued)

TOWNSHIP OF WEYMOUTH
CURRENT FUND
 Statement of Expenditures - Regulatory Basis
 For the Year Ended December 31, 2022

	Appropriations		Expended			Unexpended Balance Cancelled
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	
Total General Appropriations for Municipal Purposes -- Excluded from "CAPS"	\$ 773,672.36	\$ 773,672.36	\$ 764,902.23	\$ -	\$ 4,308.00	\$ 4,462.13
Subtotal General Appropriations	2,153,559.25	2,153,559.25	1,973,279.38	1,134.80	174,682.94	4,462.13
Reserve for Uncollected Taxes	76,000.95	76,000.95	76,000.95			
Total	\$ 2,229,560.20	\$ 2,229,560.20	\$ 2,049,280.33	\$ 1,134.80	\$ 174,682.94	\$ 4,462.13
Original Budget		\$ 2,229,560.20				
Reserve for Federal and State Grant Funds Appropriated			\$ 627,672.36			
Reserve for Uncollected Taxes			76,000.95			
Due General Capital Fund			15,000.00			
Cash Disbursed			1,330,607.02			
		<u>\$ 2,229,560.20</u>	<u>\$ 2,049,280.33</u>			

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

TOWNSHIP OF WEYMOUTH
TRUST FUNDS

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

	<u>Ref.</u>	<u>2022</u>	<u>2021</u>
ASSETS:			
Animal Control Fund:			
Cash	SB-1	\$ 16,883.32	\$ 17,664.74
Due from State of New Jersey	SB-4	147.60	147.60
Total Animal Control Fund		<u>17,030.92</u>	<u>17,812.34</u>
Municipal Open Space Fund:			
Due from Current Fund	SB-7	142,220.61	125,867.05
Other Funds:			
Cash	SB-1	96,131.39	39,738.62
Due from Current Fund	SB-6	271,596.29	271,595.25
Total Other Funds		<u>367,727.68</u>	<u>311,333.87</u>
		<u>\$ 526,979.21</u>	<u>\$ 455,013.26</u>
LIABILITIES, RESERVES AND FUND BALANCE:			
Animal Control Fund:			
Reserve for Animal Control Expenditures	SB-2	\$ 6,435.00	\$ 7,745.00
Due to Current Fund	SB-3	10,595.92	10,067.34
Total Animal Control Fund		<u>17,030.92</u>	<u>17,812.34</u>
Municipal Open Space Fund:			
Reserve for Future Use	SB-7	142,220.61	125,867.05
Other Funds:			
Reserve for:			
Special Events	SB-5	1,591.28	2,806.45
Developers Escrow	SB-5	25,338.68	9,173.70
Sparks Electric Escrow	SB-5	13,106.17	
Oaks of Weymouth Performance Guarantee	SB-5	268,478.41	268,478.41
Payroll	SB-5	13,430.07	13,051.39
Tax Title Lien Redemption	SB-5		0.26
Tax Title Lien Premium	SB-5	33,900.00	5,600.00
Storm Recovery	SB-5	891.00	891.00
Unemployment	SB-5	4,510.82	4,851.41
Small Cities	SB-5	6,481.25	6,481.25
Total Other Funds		<u>367,727.68</u>	<u>311,333.87</u>
		<u>\$ 526,979.21</u>	<u>\$ 455,013.26</u>

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

TOWNSHIP OF WEYMOUTH
 TRUST - MUNICIPAL OPEN SPACE FUND
 Statement of Revenues -- Regulatory Basis
 For the Year Ended December 31, 2022

	<u>Anticipated Budget</u>	<u>Realized</u>	<u>Excess or (Deficit)</u>
Amount to be Raised by Taxation	<u>\$ 16,353.56</u>	<u>\$ 16,353.56</u>	<u>\$ -</u>

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

TOWNSHIP OF WEYMOUTH
 TRUST - MUNICIPAL OPEN SPACE FUND
 Statement of Expenditures -- Regulatory Basis
 For the Year Ended December 31, 2022

	Appropriation		Expended		
	<u>Original Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Encumbrances</u>	<u>Reserved for Future Use</u>
Reserve for Future Use	\$ 16,353.56	\$ 16,353.56	\$ -	\$ -	\$ 16,353.56

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

TOWNSHIP OF WEYMOUTH
GENERAL CAPITAL FUND
 Statements of Assets, Liabilities, Reserves and Fund Balance -- Regulatory Basis
 As of December 31, 2022 and 2021

	<u>Ref.</u>	<u>2022</u>	<u>2021</u>
ASSETS:			
Due from Current Fund	SC-1	\$ 118,550.89	\$ 108,987.76
Deferred Charges to Future Taxation:			
Unfunded	SC-3	<u>539,225.00</u>	<u>637,725.00</u>
		<u>\$ 657,775.89</u>	<u>\$ 746,712.76</u>
LIABILITIES, RESERVES AND FUND BALANCE:			
Bond Anticipation Note Payable	SC-6	\$ 527,025.00	\$ 625,525.00
Improvement Authorizations:			
Funded	SC-5	184.31	184.31
Unfunded	SC-5	29,264.45	34,701.32
Reserve for Purchase of Equipment	C	3,920.00	3,920.00
Capital Improvement Fund	SC-4	93,427.00	78,427.00
Fund Balance	C	<u>3,955.13</u>	<u>3,955.13</u>
		<u>\$ 657,775.89</u>	<u>\$ 746,712.76</u>

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

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

GENERAL FIXED ASSETS:	Balance <u>Dec. 31, 2021</u>	<u>Additions</u>	<u>Deletions</u>	Balance <u>Dec. 31, 2022</u>
Land, Buildings and Improvements	\$ 1,990,304.95			\$ 1,990,304.95
Machinery and Equipment	<u>457,623.23</u>		<u>\$ 4,595.00</u>	<u>453,028.23</u>
Total General Fixed Assets	<u>\$ 2,447,928.18</u>	<u>\$ -</u>	<u>\$ 4,595.00</u>	<u>\$ 2,443,333.18</u>
Investment in General Fixed Assets	<u>\$ 2,447,928.18</u>	<u>\$ -</u>	<u>\$ 4,595.00</u>	<u>\$ 2,443,333.18</u>

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

TOWNSHIP OF WEYMOUTH
Notes to Financial Statements
For the Year Ended December 31, 2022

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Description of Financial Reporting Entity - The Township of Weymouth (hereafter referred to as the "Township") was incorporated on February 21, 1798 and is located in southeast New Jersey approximately twenty-five miles west of the City of Atlantic City. The population according to the 2020 census is 2,614.

There are three Committee Members each elected to three-year terms on a staggered basis, with one seat coming up for election each year. Annually the Committee elects one of themselves to serve as Mayor. Executive and administrative responsibility rests with the Mayor, who is assisted by the other Committee members and the Township Clerk.

Component Units - The financial statements of the component units of the Township are not presented in accordance with Governmental Accounting Standards Board (GASB) Statement No. 14, *The Financial Reporting Entity*, as amended. If the provisions of the aforementioned GASB Statement, as amended had been complied with, the financial statements of the following component units would have been either blended or discretely presented with the financial statements of the Township, the primary government:

Weymouth Township Municipal Utilities Authority
P.O. Box 252
Mays Landing, New Jersey 08330

Annual financial reports may be inspected directly at the office of the component unit during regular business hours.

Measurement Focus, Basis of Accounting and Financial Statement Presentation - The financial statements of the Township 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 Township 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.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**Measurement Focus, Basis of Accounting and Financial Statement Presentation (Cont'd)**

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.

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.

Budgets and Budgetary Accounting - The Township must adopt an annual budget for its current and municipal open space 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 Township'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 Township requires it to deposit funds in public depositories protected from loss under the provisions of the Act.

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

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.

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 Township 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 Township 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 Township'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.

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.

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

Fund Balance - Fund balance included in the current fund represents an amount available for anticipation as revenue in future year's budgets, with certain restrictions.

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 Township's budget. Receivables for property taxes are recorded with offsetting reserves on the statement of assets, liabilities, reserves and fund balance of the Township's current fund; accordingly, such amounts are not recorded as revenue until collected. Other amounts that are due to the Township 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 Township's annual budget, but also the amounts required in support of the budgets of the County of Atlantic, Weymouth Township Fire District, and the Township of Weymouth School District. Unpaid property taxes are subject to tax sale in accordance with the statutes.

School Taxes - The Township is responsible for levying, collecting, and remitting school taxes for the Township of Weymouth 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 July 1 to June 30, increased by the amount deferred at December 31, 2021 and decreased by the amount deferred at December 31, 2022.

County Taxes - The municipality is responsible for levying, collecting and remitting county taxes for the County of Atlantic. 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 mitted 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 Township is responsible for levying, collecting, and remitting fire district taxes for the Weymouth Township 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 Township's annual budget protects the Township 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 and interest payments on outstanding general capital bonds and notes are provided on the cash 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 fund. 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 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 Township'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 Township, however management is currently evaluating whether or not this Statement will have an impact on the financial statement disclosures of the Township.

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 Township 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 Township, however management is currently evaluating whether or not this Statement will have an impact on the financial statement disclosures of the Township.

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 Township's deposits might not be recovered. Although the Township 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 Township's bank balances of \$1,858,948.24 were insured by FDIC and GUDPA.

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	\$ 2.712	\$ 2.720	\$ 2.640	\$ 2.563	\$ 2.527
Apportionment of Tax Rate:					
Municipal	\$.462	\$.454	\$.455	\$.447	\$.422
Municipal Open Space	.010	.010	.010	.010	.010
County	.527	.557	.533	.519	.545
County Library	.038	.043	.040	.039	.036
County Health	.026	.030	.026	.025	.024
County Open Space	.006	.006	.001	.001	.001
Fire District	.077	.076	.068	.066	.065
Local School	1.566	1.544	1.507	1.456	1.424

Assessed Valuation

<u>Year</u>	<u>Amount</u>
2022	\$ 163,535,616.00
2021	163,251,147.00
2020	162,491,484.00
2019	162,749,788.00
2018	162,717,790.00

Note 3: PROPERTY TAXES (CONT'D)

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 (Cont'd):

Comparison of Tax Levies and Collections

<u>Year</u>	<u>Tax Levy</u>	<u>Collections</u>	<u>Percentage of Collections</u>
2022	\$ 4,443,503.91	\$ 4,432,938.48	99.76%
2021	4,444,132.56	4,428,120.28	99.64%
2020	4,299,384.33	4,279,047.44	99.53%
2019	4,175,573.77	4,109,994.12	98.43%
2018	4,117,482.95	4,085,430.60	99.22%

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	\$ 64,026.95	\$ -	\$ 64,026.95	1.44%
2021	45,622.87	0.70	45,623.57	1.03%
2020	34,035.25	-	34,035.25	0.79%
2019	57,288.75	-	57,288.75	1.37%
2018	34,863.43	-	34,863.43	0.85%

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	29
2021	25
2020	28
2019	66
2018	36

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	\$ 658,100.00
2021	676,200.00
2020	676,200.00
2019	676,200.00
2018	676,200.00

Note 5: FUND BALANCES APPROPRIATED

The following schedule details 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>Current Fund</u>			
<u>Year</u>	<u>Balance December 31,</u>	<u>Utilized in Budget of Succeeding Year</u>	<u>Percentage of Fund Balance Used</u>
2022	\$ 526,801.00	\$ 341,000.00	64.73%
2021	523,153.19	344,800.00	65.91%
2020	406,519.50	284,000.00	69.86%
2019	349,606.91	240,000.00	68.65%
2018	389,101.64	226,000.00	58.08%

Note 6: 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	\$ 10,595.92	\$ 616,070.18
Federal and State Grant	83,702.39	
Trust - Animal Control		10,595.92
Trust - Municipal Open Space	142,220.61	
Trust - Other	271,596.29	
General Capital	118,550.89	
	<u>\$ 626,666.10</u>	<u>\$ 626,666.10</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 Township expects to liquidate such interfunds, depending upon the availability of cash flow.

Note 7: PENSION PLANS

A substantial number of the Township's employees participate in the Public Employees' Retirement System ("PERS"), a defined benefit pension plan, which is administered by the New Jersey Division of Pensions and Benefits. In addition, several Township 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 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 Township, 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.

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.

Note 7: PENSION PLANS (CONT'D)**General Information about the Pension Plans (Cont'd)****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 10 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 1/55th of final average salary for each year of service credit is available to tiers 1 and 2 members upon reaching age 60 and to tier 3 members upon reaching age 62. Service retirement benefits of 1/60th of final average salary for each year of service credit is available to tier 4 members upon reaching age 62 and 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.

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.

Note 7: 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 - 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.

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 Township's contractually required contribution rate for the year ended December 31, 2022 was 17.45% of the Township'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 Township's contractually required contribution to the pension plan for the year ended December 31, 2022 is \$58,425.00 and was 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 Township's contractually required contribution to the pension plan for the year ended December 31, 2021 was \$47,270.00, which was paid on April 1, 2022.

Employee contributions to the Plan for the year ended December 31, 2022 were \$25,092.00.

The amount of contractually required contribution for the State of New Jersey's proportionate share, associated with the Township, under Chapter 133, P.L. 2001, for the year ended December 31, 2022 was 0.44% of the Township'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 Township, to the pension plan for the year ended December 31, 2022 was \$1,471.00 and is payable by April 1, 2023.

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 Township contributes 3% of the employees' base salary, for each pay period.

For the year ended December 31, 2022, employee contributions totaled \$1,527.11, and the Township's contributions were \$1,124.52. There were no forfeitures during the year.

Note 7: PENSION PLANS (CONT'D)**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 Township's proportionate share of the PERS net pension liability was \$699,191.00. 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. The Township's proportion of the net pension liability was based on a projection of the Township'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 Township's proportion was .0046330512% which was an increase of .0005967311% from its proportion measured as of June 30, 2021.

Pension (Benefit) Expense - For the year ended December 31, 2022, the Township's proportionate share of the PERS pension (benefit) expense, calculated by the Plan as of the June 30, 2022 measurement date was \$3,723.00. This (benefit) expense is not recognized by the Township because of the regulatory basis of accounting as described in note 1; however, as previously mentioned, for the year ended December 31, 2022, the Township's contribution to PERS was \$47,270.00, 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 Township, under Chapter 133, P.L. 2001, calculated by the Plan as of the June 30, 2022 measurement date, was \$1,471.00. This on-behalf (benefit) expense is not recognized by the Township 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 Township 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>
Differences between Expected and Actual Experience	\$ 5,046.00	\$ 4,450.00
Changes of Assumptions	2,166.00	104,697.00
Net Difference between Projected and Actual Earnings on Pension Plan Investments	28,939.00	-
Changes in Proportion and Differences between Contributions and Proportionate Share of Contributions	164,560.00	-
Contributions Subsequent to the Measurement Date	29,213.00	-
	<u>\$ 229,924.00</u>	<u>\$ 109,147.00</u>

Note 7: 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 amount of \$29,213.00, will be included as a reduction of the net pension liability during the year ended December 31, 2023. This amount was based on an estimated April 1, 2024 contractually required contribution, prorated from the pension plan's measurement date of June 30, 2022 to the Township's year end of December 31, 2022.

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

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between Expected and Actual Experience		
Year of Pension Plan Deferral:		
June 30, 2017	5.48	-
June 30, 2018	-	5.63
June 30, 2019	5.21	-
June 30, 2020	5.16	-
June 30, 2021	-	5.13
June 30, 2022	-	5.04
Changes of Assumptions		
Year of Pension Plan Deferral:		
June 30, 2017	-	5.48
June 30, 2018	-	5.63
June 30, 2019	-	5.21
June 30, 2020	-	5.16
June 30, 2021	5.13	-
June 30, 2022	-	5.04
Difference between Projected and Actual Earnings on Pension Plan Investments		
Year of Pension Plan Deferral:		
June 30, 2018	5	-
June 30, 2019	5	-
June 30, 2020	5	-
June 30, 2021	5	-
June 30, 2022	5	-
Changes in Proportion		
Year of Pension Plan Deferral:		
June 30, 2017	5.48	5.48
June 30, 2018	5.63	5.63
June 30, 2019	5.21	5.21
June 30, 2020	5.16	5.16
June 30, 2021	5.13	5.13
June 30, 2022	5.04	5.04

Note 7: 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:

Year Ending Dec 31,	
2023	\$ 4,811.00
2024	15,336.00
2025	14,989.00
2026	55,598.00
2027	830.00
	<hr/>
	\$ 91,564.00
	<hr/> <hr/>

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:

Inflation Rate:	
Price	2.75%
Wage	3.25%
Salary Increases: ⁽¹⁾	2.75% - 6.55%
Investment Rate of Return	7.00%
Period of Actuarial Experience Study upon which Actuarial Assumptions were Based	July 1, 2018 - June 30, 2021

⁽¹⁾ based on years of service

Note 7: 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.

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' 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 7: 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.

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

Public Employees' Retirement System (PERS) - The following presents the Township'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 Township'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:

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Proportionate Share of the Net Pension Liability	<u>\$ 898,256.00</u>	<u>\$ 699,191.00</u>	<u>\$ 529,779.00</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 additions to/deductions from PERS' respective fiduciary net position have been determined on the same basis as they are reported by PERS. 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 7: PENSION PLANS (CONT'D)**Supplementary Pension Information**

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

Schedule of the Township's 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	0.0046330512%	0.0040363201%	0.0039332709%	0.0035050693%	0.0034714790%
Proportionate Share of the Net Pension Liability	\$ 699,191.00	\$ 478,163.00	\$ 641,414.00	\$ 631,560.00	\$ 683,517.00
Covered Payroll (Plan Measurement Period)	\$ 341,452.00	\$ 305,952.00	\$ 284,624.00	\$ 249,080.00	\$ 243,784.00
Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	2.047699237	156.29%	225.35%	253.56%	280.38%
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	0.0027685868%	0.0038601476%	0.0042196880%	0.0033370307%	0.0038992431%
Proportionate Share of the Net Pension Liability	\$ 644,483.00	\$ 1,143,265.00	\$ 947,235.00	\$ 624,783.00	\$ 745,223.00
Covered Payroll (Plan Measurement Period)	\$ 222,928.00	\$ 265,552.00	\$ 291,072.00	\$ 230,772.00	\$ 268,980.00
Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	289.10%	430.52%	325.43%	270.74%	277.06%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	48.10%	40.14%	47.93%	52.08%	48.72%

Note 7: 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	\$ 58,425.00	\$ 47,270.00	\$ 43,028.00	\$ 34,094.00	\$ 34,530.00
Contribution in Relation to the Contractually Required Contribution	(58,425.00)	(47,270.00)	(43,028.00)	(34,094.00)	(34,530.00)
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -
Covered Payroll (Calendar Year)	\$ 334,768.00	\$ 338,384.00	\$ 312,271.00	\$ 283,142.00	\$ 262,448.00
Contributions as a Percentage of Covered Payroll	17.45%	13.97%	13.78%	12.04%	13.16%
	<u>Year Ended December 31,</u>				
	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Contractually Required Contribution	\$ 25,648.00	\$ 34,293.00	\$ 36,278.00	\$ 27,510.00	\$ 29,380.00
Contribution in Relation to the Contractually Required Contribution	(25,648.00)	(34,293.00)	(36,278.00)	(27,510.00)	(29,380.00)
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -
Covered Payroll (Calendar Year)	\$ 246,223.00	\$ 229,545.00	\$ 282,632.00	\$ 277,207.00	\$ 239,199.00
Contributions as a Percentage of Covered Payroll	10.42%	14.94%	12.84%	9.92%	12.28%

Note 7: 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:

<u>Discount Rate</u>				<u>Long-term Expected Rate of Return</u>			
<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>
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.

Note 8: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS**General Information about the State Health Benefit Local Government Retired Employees Plan**

Plan Description and Benefits Provided - The Township 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>.

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.

Note 8: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**General Information about the State Health Benefit Local Government Retired Employees Plan (Cont'd)**

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.

The Township was billed monthly by the Plan and paid \$8,482.92, for the year ended December 31, 2021, representing 2.51% of the Township's covered payroll. During the year ended December 31, 2021, retirees were not required to contribute to the Plan.

OPEB Liability, OPEB (Benefit) Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources

OPEB Liability - At December 31, 2021, the Township's proportionate share of the net OPEB liability was \$1,364,203.00.

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 Township'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 Township's proportion was .007579%, which was an increase of .000861% from its proportion measured as of the June 30, 2020 measurement date.

OPEB (Benefit) Expense - At December 31, 2021, the Township's proportionate share of the OPEB (benefit) expense, calculated by the Plan as of the June 30, 2021 measurement date, is \$19,520.00. This (benefit) expense is not recognized by the Township because of the regulatory basis of accounting as described in note 1; however, as previously mentioned, for the year ended December 31, 2021, the Township made contributions to the Plan totaling \$8,482.92.

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

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between Expected and Actual Experience	\$ 30,611.00	\$ 285,411.00
Changes of Assumptions	196,245.00	241,139.00
Net Difference between Projected and Actual Earnings on OPEB Plan Investments	652.00	-
Changes in Proportion	341,317.00	308,190.00
Contributions Subsequent to the Measurement Date	4,241.46	-
	<u>\$ 573,066.46</u>	<u>\$ 834,740.00</u>

Note 8: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (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) - Deferred outflows of resources in the amount of \$4,241.46 will be included as a reduction of the Township's net OPEB liability during the year ending December 31, 2022. The Township 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:

	Deferred Outflows of Resources	Deferred Inflows of Resources
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	-
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:

Year Ending Dec. 31,	
2022	\$ (76,869.00)
2023	(76,976.00)
2024	(77,074.00)
2025	(84,973.00)
2026	(17,326.00)
Thereafter	67,303.00
	<u>\$ (265,915.00)</u>

Note 8: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (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%

* 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) are 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.

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.

Note 8: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**Actuarial Assumptions (Cont'd)**

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

Fiscal Year Ending	Annual Rate of Increase			
	Medical Trend			Prescription
	Pre-65	PPO Post-65	HMP Post-65	Drug Trend
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:

	1% Decrease (1.16%)	Current Discount Rate (2.16%)	1% Increase (3.16%)
Township's Proportionate Share of the Net OPEB Liability	\$ 1,605,405.00	\$ 1,364,203.00	\$ 1,173,045.00

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:

	1% Decrease	Healthcare Cost Trend Rate	1% Increase
Township's Proportionate Share of the Net OPEB Liability	\$ 1,138,205.00	\$ 1,364,203.00	\$ 1,659,103.00

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.

Note 8: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**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 Township'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>
Township's Proportion of the Net OPEB Liability	0.007579%	0.006718%	0.006259%	0.007725%	0.008578%
Township's Proportionate Share of the Net OPEB Liability	\$ 1,364,203.00	\$ 1,205,653.00	\$ 847,849.00	\$ 1,210,246.00	\$ 1,751,266.00
Township's Covered Payroll (Plan Measurement Period)	\$ 331,339.00	\$ 290,902.00	\$ 279,230.00	\$ 246,056.00	\$ 236,765.00
Township's Proportionate Share of the Net OPEB Liability as a Percentage of Covered Payroll	411.72%	414.45%	303.64%	491.86%	739.66%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	0.28%	0.91%	1.98%	1.97%	1.03%

Schedule of the Township's Contributions (Last Five Years)

	<u>Year Ended December 31,</u>				
	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Township's Required Contributions	\$ 8,482.92	\$ 8,055.02	\$ 13,045.12	\$ 27,579.48	\$ 28,508.64
Township's Contributions in Relation to the Required Contribution	(8,482.92)	(8,055.02)	(13,045.12)	(27,579.48)	(28,508.64)
Township's Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -
Township's Covered Payroll (Calendar Year)	\$ 338,384.00	\$ 312,271.00	\$ 283,142.00	\$ 262,448.00	\$ 246,223.00
Township's Contributions as a Percentage of Covered Payroll	2.51%	2.58%	4.61%	10.51%	11.58%

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.

Note 8: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**Other Notes to Supplementary OPEB Information (Cont'd)**

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 9: DEFERRED COMPENSATION SALARY ACCOUNT

The Township 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 Township or its creditors. Since the Township does not have a fiduciary relationship with the Plan, the balances and activities of the Plan are not reported in the Township's financial statements.

Note 10: SANITARY LANDFILL

The Township owns a municipal landfill that has not been opened for several years. The Sanitary Landfill Facility Closure and Contingency Fund Act of 1981 was enacted to provide funding, during the life of the landfill, of costs associated with the closure of sanitary landfills. The Act requires the owner or operator of every sanitary landfill to establish an escrow account for closure and deposit, on a monthly basis, an amount equal to \$1.00 per ton of solid waste accepted for disposal. No escrow closure fund has been established as per requirements of the Act. The Township has been in communication with the Department of Environmental Protection to determine the specific requirements for this landfill.

Note 11: CAPITAL DEBT

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

<u>Summary of Debt</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
<u>Issued</u>			
General:			
Bonds, Loans and Notes	\$ 527,025.00	\$ 625,525.00	\$ 724,025.00
Total Issued	<u>527,025.00</u>	<u>625,525.00</u>	<u>724,025.00</u>
<u>Authorized but not Issued</u>			
General:			
Bonds, Loans and Notes	<u>12,200.00</u>	<u>12,200.00</u>	<u>12,200.00</u>
Total Authorized but not Issued	<u>12,200.00</u>	<u>12,200.00</u>	<u>12,200.00</u>
Net Debt	<u>\$ 539,225.00</u>	<u>\$ 637,725.00</u>	<u>\$ 736,225.00</u>

Note 11: CAPITAL DEBT (CONT'D)**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 .281%.

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
School Purposes	\$ 1,079,000.00	\$ 1,079,000.00	\$ -
General	539,225.00	-	539,225.00
	<u>\$ 1,618,225.00</u>	<u>\$ 1,079,000.00</u>	<u>\$ 539,225.00</u>

Net debt \$539,225.00 divided by the equalized valuation basis per N.J.S.A.40A:2-2, as amended, \$192,221,014.33, equals .281%.

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

3 1/2% of Equalized Valuation Basis (Municipal)	\$ 6,727,735.50
Less: Net Debt	<u>539,225.00</u>
Remaining Borrowing Power	<u>\$ 6,188,510.50</u>

Note 12: SCHOOL TAXES

Township of Weymouth School District tax has been raised and the liability deferred by statutes, resulting in the school tax payable set forth in the current fund liabilities as follows:

	<u>Balance December 31,</u>	
	<u>2022</u>	<u>2021</u>
Balance of Tax	\$ 1,245,303.99	\$ 1,224,949.00
Deferred	<u>952,566.00</u>	<u>952,566.00</u>
	<u>\$ 292,737.99</u>	<u>\$ 272,383.00</u>

Note 13: RISK MANAGEMENT

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

Note 13: RISK MANAGEMENT (CONT'D)

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

<u>Year</u>	<u>Township Contributions</u>	<u>Employee Contributions</u>	<u>Interest Earnings</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2022	\$ -	\$ -	\$ 4.82	\$ 345.41	\$ 4,510.82
2021	-	-	5.10	486.21	4,851.41
2020	-	-	12.27	376.31	5,332.52

Joint Insurance Pool - The Township is a member of the Atlantic County Municipal Insurance Joint Insurance Fund. The Fund provides its members with the following coverage:

Real and Personal Property
Crime and Public Employee Bond
Commercial General Liability
Business Automotive Insurance
Workers' Compensation
Environmental Legal Liability
Public Officials 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 Banking and 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.

For more information regarding claims, coverages and deductibles, the Fund publishes its own financial report which can be obtained from:

Atlantic County Municipal Joint Insurance Fund
P.O. Box 490
Marlton, New Jersey 08053

Note 14: COMPENSATED ABSENCES

Township employees are entitled to sick and vacation days as covered by the Township Personnel Policies and Procedures Manual. Upon retirement or termination, employees are not paid for unused sick and vacation days.

Note 15: OPEN SPACE, RECREATION AND FARMLAND PRESERVATION TRUST

On November 4, 2003, pursuant to P.L. 1997, c. 24 (N.J.S.A. 40:12-15.1 et seq.), the voters of the Township authorized the establishment of the Township of Weymouth Open Space, Recreation and Farmland Preservation Trust Fund effective January 1, 2004, for the purpose of raising revenue for the acquisition of lands and interests in lands for the conservation of farmland and open space. As a result of the referendum, the Township levies a tax not to exceed one cent per one hundred dollars of equalized valuation. Amounts raised by taxation are assessed, levied and collected in the same manner and at the same time as other taxes. Future increases in the tax rate or to extend the authorization must be authorized by referendum. All revenue received is accounted for in a trust fund dedicated by rider (N.J.S.A. 40A:4-39) for the purposed stated. Interest earned on the investment of these funds is credited to the Township of Weymouth Open Space, Recreation and Farmland Preservation Trust Funds.

Note 16: 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 Township expects such amount, if any, to be immaterial.

Note 17: CONCENTRATIONS

The Township 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 Township is subject to changes in specific flows of intergovernmental revenues based on modifications to federal and State laws and federal and State appropriations.

Note 18: 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 Township’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 Township 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

CURRENT FUND

TOWNSHIP OF WEYMOUTH
CURRENT FUND
Statement of Cash - Chief Financial Officer
For the Year Ended December 31, 2022

Balance December 31, 2021		\$ 1,612,152.57
Increased by Receipts:		
Tax Collector	\$ 4,366,971.81	
Taxes Receivable - Homestead Rebates	69,355.53	
Miscellaneous Revenue Anticipated	555,737.49	
Miscellaneous Revenue Not Anticipated	94,592.32	
Grants Receivable	382,609.06	
Unappropriated Grants	16,768.40	
Reserve for Municipal Relief Fund Aid	14,488.20	
Due State of New Jersey		
Senior Citizens and Veterans' Deductions	12,250.00	
Marriage License Fees	28.00	
	5,512,800.81	
		7,124,953.38
Decreased by Disbursements:		
Appropriations	1,330,607.02	
Appropriation Reserves	54,530.03	
Accounts Payable	25.00	
Appropriated Grants	431,611.98	
Local School District Taxes Payable	2,545,253.01	
County Taxes Payable	978,341.20	
Special District Taxes	123,186.88	
Due State of New Jersey - Marriage Licenses	75.00	
Due General Capital Fund (Disbursed for)	5,436.87	
	5,469,066.99	
Balance December 31, 2022		\$ 1,655,886.39

TOWNSHIP OF WEYMOUTH
CURRENT FUND
Statement of Cash - Tax Collector
For the Year Ended December 31, 2022

Balance December 31, 2021		\$ 53,382.93
Increased by:		
Receipts:		
Current Taxes Receivable	\$ 4,377,145.28	
Less Homestead Rebates	<u>(69,355.53)</u>	
		\$ 4,307,789.75
Prepaid Taxes		44,962.81
Tax Overpayments		71.19
Miscellaneous Revenue Anticipated		
Interest and Costs on Taxes		7,125.05
Tax Title Liens		<u>1,474.50</u>
		<u>4,361,423.30</u>
		4,414,806.23
Decreased by:		
Disbursements to CFO		<u>4,366,971.81</u>
Balance December 31, 2022		<u><u>\$ 47,834.42</u></u>

TOWNSHIP OF WEYMOUTH
CURRENT FUND
Statement of Delinquent Property Taxes Receivable and Analysis of Property Tax Levy
For the Year Ended December 31, 2022

Year	Balance	Levy	Added Taxes	Collected		Due from State of New Jersey	Transferred to Tax Title Liens	Adjustments	Balance
	Dec 31, 2021			2021	2022				Dec 31, 2022
2022	\$ 0.70	\$ 4,435,159.64	\$ 8,344.27	\$ 43,543.20	\$ 4,377,145.28	\$ 12,250.00	\$ 13,277.28	\$ (2,711.15)	\$ -
	\$ 0.70	\$ 4,435,159.64	\$ 8,344.27	\$ 43,543.20	\$ 4,377,145.28	\$ 12,250.00	\$ 13,277.28	\$ (2,711.15)	\$ -

Analysis of Property Tax Levy

General Purpose Tax		\$ 4,435,159.64
Added and Omitted Tax (54:4-63 et. seq.)		8,344.27
		<u>\$ 4,443,503.91</u>
Local School District Taxes		\$ 2,561,353.00
Special District Taxes		125,637.00
County Taxes:		
County Tax	\$ 862,436.17	
County Library Tax	62,117.50	
County Local Health Service Tax	42,438.48	
County Open Space Tax	9,377.77	
Due County for Added and Omitted Taxes (54:4-63.1 et. seq.)		
County Tax	1,670.64	
County Library Tax	120.65	
County Local Health Service Tax	82.60	
Open Space	19.02	
Total County Taxes		978,262.83
Municipal Open Space Tax		16,353.56
Local Tax For Municipal Purposes Levied	755,000.19	
Additional Tax Levied - Rounding	445.97	
Added and Omitted Tax	6,451.36	
Total Local Tax for Municipal Purposes Levied		761,897.52
		<u>\$ 4,443,503.91</u>

TOWNSHIP OF WEYMOUTH
CURRENT FUND
Statement of Tax Title Liens Receivable
For the Year Ended December 31, 2022

Balance December 31, 2021		\$ 45,622.87
Increased by:		
Interest & Costs Accrued to Tax Sale	\$ 6,601.30	
Transfers from Taxes Receivable	<u>13,277.28</u>	
		<u>19,878.58</u>
		65,501.45
Decreased by:		
Collections		<u>1,474.50</u>
Balance December 31, 2022		<u><u>\$ 64,026.95</u></u>

Exhibit SA-5

CURRENT FUND
Statement of Due From State of New Jersey
Senior Citizens and Veterans' Deductions
For the Year Ended December 31, 2022

Balance December 31, 2021		\$ 965.85
Increased by:		
Deductions per Tax Billings	\$ 12,000.00	
Deduction Allowed by Tax Collector:		
Senior Citizens - 2021 Taxes	<u>250.00</u>	
Total State Share Applied to Taxes Receivable		<u>12,250.00</u>
		13,215.85
Decreased by:		
Received from State of New Jersey		<u>12,250.00</u>
Balance December 31, 2022		<u><u>\$ 965.85</u></u>

TOWNSHIP OF WEYMOUTH
CURRENT FUND
 Statement of Revenue Accounts Receivable
 For the Year Ended December 31, 2022

	<u>Accrued</u>	<u>Applied</u>	<u>Collected</u>
Miscellaneous Revenues			
Local Revenues:			
Licenses	\$ 600.00		\$ 600.00
Fines and Costs - Municipal Court	1,892.30		1,892.30
Interest and Costs on Taxes	7,125.05		7,125.05
State Aid Without Offsetting Appropriations:			
Energy Receipts Tax	277,744.00		277,744.00
Garden State Preservation Trust Fund	4,151.00		4,151.00
Grants	627,272.36	\$ 627,272.36	
Special Items of General Revenue Anticipated with Prior Written Consent of the Director of Local Government Services - Other Items:			
Manufactured Home Tax Fee	247,376.89		247,376.89
Cable TV Franchise Fees - Verizon FIOS	23,973.30		23,973.30
	<u>\$ 1,190,134.90</u>	<u>\$ 627,272.36</u>	<u>\$ 562,862.54</u>
 CFO			 \$ 555,737.49
Tax Collector			<u>7,125.05</u>
			 <u>\$ 562,862.54</u>

TOWNSHIP OF WEYMOUTH
CURRENT FUND
Statement of Appropriation Reserves
For the Year Ended December 31, 2022

	<u>Balance December 31, 2021</u>		<u>Balance After</u> <u>Modification</u>	<u>Cash</u> <u>Disbursed</u>	<u>Lapsed to</u> <u>Fund Balance</u>
	<u>Encumbered</u>	<u>Reserved</u>			
<u>OPERATIONS -- WITHIN "CAPS"</u>					
<u>General Government</u>					
Mayor and Township Committee					
Salaries and Wages		\$ 40.33	\$ 40.33		\$ 40.33
Other Expenses		7,600.64	7,600.64		7,600.64
Municipal Clerk					
Salaries and Wages		7,650.68	7,650.68		7,650.68
Other Expenses	\$ 230.03	1,662.36	1,892.39	\$ 1,611.75	280.64
Financial Administration (Treasury)					
Salaries and Wages		120.01	120.01		120.01
Other Expenses	255.00	398.03	653.03	255.00	398.03
Audit Services		572.72	572.72		572.72
Computerized Data Processing					
Revenue Administration (Tax Collection)					
Salaries and Wages		0.02	10.02		10.02
Other Expenses		3,394.85	3,384.85		3,384.85
Tax Assessment Administration (Tax Assessor)					
Salaries and Wages		764.87	764.87		764.87
Other Expenses		2,524.40	2,524.40	487.08	2,037.32
Legal Services (Legal Dept.)		9,498.82	9,498.82	2,058.34	7,440.48
Engineering Services		1,901.10	1,901.10	391.25	1,509.85
<u>Land Use</u>					
Land Use Board					
Salaries and Wages		585.00	585.00		585.00
Other Expenses		3,255.00	3,255.00	150.00	3,105.00
<u>Insurance</u>					
Workers Compensation Insurance		944.00	944.00	(765.00)	1,709.00
Employee Group Insurance		1,584.51	1,584.51	400.00	1,184.51
Health Wavier Buyout		5,000.00	5,000.00		5,000.00
Unemployment Insurance		1,239.98	1,239.98		1,239.98
<u>Public Safety</u>					
Dispatch					
Other Expenses		7,948.43	7,948.43	7,695.53	252.90
Office of Emergency Management (OEM)					
Other Expenses		1,889.00	1,889.00		1,889.00
<u>Public Works</u>					
Streets and Road Maintenance					
Other Expenses		14,648.75	14,648.75		14,648.75
Other Public Works Functions					
Salaries and Wages		2,374.10	2,374.10		2,374.10
Other Expenses	173.85	3,881.91	4,055.76	406.35	3,649.41
Solid Waste Collection					
Other Expenses		15,016.07	15,016.07	9,424.45	5,591.62
Buildings and Grounds					
Other Expenses	104.04	3,522.27	3,626.31	1,956.52	1,669.79
Vehicle Maintenance					
Other Expenses		16,308.81	16,308.81	758.92	15,549.89
<u>Health and Human Services</u>					
Environmental Health Services					
Other Expenses		500.00	500.00		500.00
Animal Control Services					
Other Expenses		540.00	1,320.00	1,320.00	

(Continued)

TOWNSHIP OF WEYMOUTH
CURRENT FUND
Statement of Appropriation Reserves
For the Year Ended December 31, 2022

	<u>Balance December 31, 2021</u>		<u>Balance After</u>	<u>Cash</u>	<u>Lapsed to</u>
	<u>Encumbered</u>	<u>Reserved</u>			
<u>Recreation</u>					
Museum					
Other Expenses		\$ 500.00	\$ 500.00		\$ 500.00
Senior Citizens Advisory Board					
Other Expenses		500.00	500.00		500.00
Veterans Advisory Board					
Other Expenses		500.00	500.00		500.00
Maintenance of Parks					
Other Expenses	\$ 180.00	184.00	364.00	\$ 364.00	
<u>Code Enforcement</u>					
Rent Control					
Other Expenses		170.00	170.00		170.00
Code Enforcement Officer					
Salaries and Wages		5,266.86	5,266.86		5,266.86
Other Expenses		1,500.00	1,500.00		1,500.00
<u>Unclassified</u>					
Celebration of Public Events - Other Expenses		3,419.73	3,419.73		3,419.73
Fire District Manufactured Home Fee		1,245.00	1,245.00	1,245.00	
<u>Utilities and Bulk Purchases</u>					
Electricity		1,729.39	849.39		849.39
Street Lighting		2,111.70	2,111.70	1,745.96	365.74
Telephone	136.39	5,691.91	5,828.30	766.33	5,061.97
Natural Gas		1,453.33	1,453.33	403.58	1,049.75
Petroleum Products (Heating Oil)		1,617.36	1,617.36	715.09	902.27
Petroleum Products (Gasoline)		351.10	451.10	413.73	37.37
<u>Landfill/Solid Waste Disposal Cost</u>					
Other Expenses		12,383.94	12,383.94	7,726.15	4,657.79
<u>DEFERRED CHARGES AND STATUTORY</u>					
<u>EXPENDITURES -- WITHIN "CAPS"</u>					
<u>Statutory Expenditures</u>					
Social Security System (O.A.S.I.)		1,366.44	1,366.44		1,366.44
State Disability		560.46	560.46		560.46
<u>OPERATIONS -- EXCLUDED FROM "CAPS"</u>					
Recycling Tax		2,000.00	2,000.00		2,000.00
<u>CAPITAL IMPROVEMENTS -- EXCLUDED FROM "CAPS"</u>					
Municipal Building Improvements		15,000.00	15,000.00	15,000.00	
Purchase of Generator		5,000.00	5,000.00	5,000.00	
	<u>\$ 1,079.31</u>	<u>\$ 177,917.88</u>	<u>\$ 178,997.19</u>	<u>\$ 59,530.03</u>	<u>\$ 119,467.16</u>

TOWNSHIP OF WEYMOUTH
CURRENT FUND
 Statement of Prepaid Taxes
 For the Year Ended December 31, 2022

Balance December 31, 2021		\$ 43,543.20
Increased by:		
Collections		44,962.81
		88,506.01
Decreased by:		
Applied to Taxes Receivable		43,543.20
Balance December 31, 2022		\$ 44,962.81

Exhibit SA-9

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

Balance December 31, 2021		\$ 1,971.28
Increased by:		
Tax Levy	\$ 976,369.92	
Added and Omitted Taxes	1,892.91	
		978,262.83
		980,234.11
Decreased by:		
Disbursements		978,341.20
Balance December 31, 2022		\$ 1,892.91

TOWNSHIP OF WEYMOUTH
CURRENT FUND
Statement of Local School District Tax Payable
For the Year Ended December 31, 2022

Balance December 31, 2021		
School Tax Payable	\$ 272,383.00	
School Tax Deferred	<u>952,566.00</u>	\$ 1,224,949.00
Increased by:		
Levy -- School Year July 1, 2022 to June 30, 2023	2,561,353.00	
Adjustment	<u>4,255.00</u>	<u>2,565,608.00</u>
		3,790,557.00
Decreased by:		
Disbursements		<u>2,545,253.01</u>
Balance December 31, 2022		
School Tax Payable	\$ 292,737.99	
School Tax Deferred	<u>952,566.00</u>	<u>\$ 1,245,303.99</u>

TOWNSHIP OF WEYMOUTH
CURRENT FUND
Statement Due State of New Jersey - Marriage License Fees
For the Year Ended December 31, 2022

Balance December 31, 2021		\$	99.00
Increased by:			
State Fees Collected			28.00
			127.00
Decreased by:			
Disbursed to State			75.00
			52.00
Balance December 31, 2022		\$	52.00

Exhibit SA-12

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

Balance December 31, 2021		\$	115,536.91
Increased by:			
Grant Fund Receipts Deposited in Current Fund:			
Federal and State Grants Receivable	\$	382,609.06	
Federal and State Grants Unappropriated		16,768.40	
Matching Funds		400.00	
			399,777.46
			515,314.37
Decreased by:			
Grant Fund Expenditures Disbursed by Current Fund			431,611.98
			83,702.39
Balance December 31, 2022		\$	83,702.39

TOWNSHIP OF WEYMOUTH
FEDERAL AND STATE GRANT FUND
 Statement of Grants Receivable
 For the Year Ended December 31, 2022

<u>Program</u>	<u>Balance</u> <u>Dec. 31, 2021</u>	<u>Anticipated</u> <u>as Revenue</u>	<u>Received</u>	<u>From</u> <u>Unappropriated</u>	<u>Adjustment /</u> <u>Cancelled</u>	<u>Balance</u> <u>Dec. 31, 2022</u>
Federal Grants:						
CDBG 2019 Route 50 Sidewalks	\$ 2,037.23					\$ 2,037.23
American Rescue Plan		\$ 296,735.35	\$ 148,367.68	\$ 148,367.67		
Total Federal Grants	2,037.23	296,735.35	148,367.68	148,367.67	-	2,037.23
State Grants:						
Clean Communities		10,186.64		10,186.64		
Recycling Tonnage Grant		2,150.37		2,150.37		
NJ DOT 14th Avenue	10,153.23				\$ 10,153.23	
NJ DOT Riverside	161,315.50		82,741.38			78,574.12
NJ DOT South Jersey Avenue	285,000.00		151,500.00			133,500.00
NJ DOT Estelle Avenue - 2022		310,000.00				310,000.00
Total State Grants	456,468.73	322,337.01	234,241.38	12,337.01	10,153.23	522,074.12
Local Grants:						
JIF Safety Award		8,200.00		8,200.00		
Total Local Grants	-	8,200.00	-	8,200.00	-	-
Total Grants	\$ 458,505.96	\$ 627,272.36	\$ 382,609.06	\$ 168,904.68	\$ 10,153.23	\$ 524,111.35

TOWNSHIP OF WEYMOUTH
FEDERAL AND STATE GRANT FUND
Statement of Reserve for Appropriated Grants
For the Year Ended December 31, 2022

<u>Program</u>	<u>Balance</u> <u>Dec. 31, 2021</u>	<u>Transferred from</u> <u>Budget</u> <u>Appropriation</u>	<u>Paid or</u> <u>Charged</u>	<u>Adjustment /</u> <u>Cancelled</u>	<u>Balance</u> <u>Dec. 31, 2022</u>
Federal Grants:					
CDBG 2019 Route 50 Sidewalks	\$ 1,772.23				\$ 1,772.23
American Rescue Plan		\$ 296,735.35	\$ 150,000.00		146,735.35
Total Federal Grants	1,772.23	296,735.35	150,000.00	-	148,507.58
State Grants:					
Clean Communities		10,186.64	10,186.64		
Recycling Tonnage Grant	9,362.26	2,150.37	1,380.48		\$ 10,132.15
Alcohol Education and Rehabilitation	329.00				329.00
Conrail NJDOT	7,500.00				7,500.00
NJ DOT 14th Avenue	10,153.23			\$ 10,153.23	
NJ DOT Riverside	75,256.29				75,256.29
NJ DOT South Jersey Avenue	285,000.00		269,320.86		15,679.14
Municipal Alliance	84.52	400.00	206.28		278.24
NJ DOT Estelle Avenue - 2022		310,000.00			310,000.00
Total State Grants	387,685.30	322,737.01	281,094.26	10,153.23	419,174.82
Local Grants:					
JIF Safety Award	10,212.39	8,200.00	303.73		18,108.66
Comcast	5,468.27		213.99		5,254.28
Total Local Grants	15,680.66	8,200.00	517.72	-	23,362.94
Total Grants	\$ 405,138.19	\$ 627,672.36	\$ 431,611.98	\$ 10,153.23	\$ 591,045.34

TOWNSHIP OF WEYMOUTH
FEDERAL AND STATE GRANT FUND
Statement of Reserve for Unappropriated Grants
For the Year Ended December 31, 2022

<u>Program</u>	<u>Balance</u> <u>Dec. 31, 2021</u>	<u>Received</u>	<u>2022 Budget</u> <u>Revenue</u> <u>Realized</u>	<u>Balance</u> <u>Dec. 31, 2022</u>
Federal Grants:				
American Recovery Plan	\$ 148,367.67		\$ 148,367.67	
State Grants:				
Recycling Tonnage Grant	2,150.37	\$ 2,227.77	2,150.37	\$ 2,227.77
Clean Communities	10,186.64	10,540.63	10,186.64	10,540.63
Local Grants:				
JIF Safety Award	8,200.00	4,000.00	8,200.00	4,000.00
	<u>\$ 168,904.68</u>	<u>\$ 16,768.40</u>	<u>\$ 168,904.68</u>	<u>\$ 16,768.40</u>

SUPPLEMENTAL EXHIBITS

TRUST FUND

TOWNSHIP OF WEYMOUTH
TRUST FUNDS
Statement of Cash
For the Year Ended December 31, 2022

	<u>Animal Control Fund</u>	<u>Other Funds</u>
Balance December 31, 2021	\$ 17,664.74	\$ 39,738.62
Increased by Receipts:		
Animal Control License Fees	\$ 3,477.00	
Due Current Fund	17.53	\$ 5.70
Reserves - Trust Other Funds		<u>552,083.90</u>
	<u>3,494.53</u>	<u>552,089.60</u>
	21,159.27	591,828.22
Decreased by Disbursements:		
Expenditures Under R.S. 4:19-15.11	3,755.75	
Due State of New Jersey	520.20	
Due Current Fund		6.74
Reserves - Trust Other Funds		<u>495,690.09</u>
	<u>4,275.95</u>	<u>495,696.83</u>
Balance December 31, 2022	<u><u>\$ 16,883.32</u></u>	<u><u>\$ 96,131.39</u></u>

TOWNSHIP OF WEYMOUTH
TRUST - ANIMAL CONTROL FUND
 Statement of Reserve for Animal Control Expenditures
 For the Year Ended December 31, 2022

Balance December 31, 2021		\$ 7,745.00
Increased by:		
License Fees Collected		3,477.00
		11,222.00
Decreased by:		
Expenditures Under R.S. 4:19-15.11	\$ 3,755.75	
Excess Reserve - Due to Current Fund	511.05	
Transferred to Due State of New Jersey	520.20	
		4,787.00
Balance December 31, 2022		\$ 6,435.00

License Fees Collected	
Year	Amount
2021	\$ 3,905.00
2020	2,530.00
	\$ 6,435.00

TRUST - ANIMAL CONTROL FUND
Statement of Due Current Fund
 For the Year Ended December 31, 2022

Balance December 31, 2021		\$ 10,067.34
Increased by:		
Excess Reserve	\$ 511.05	
Interest Earned on Deposits	17.53	
		528.58
Balance December 31, 2022		\$ 10,595.92

TOWNSHIP OF WEYMOUTH
TRUST - ANIMAL CONTROL FUND
Statement of Due State of New Jersey
For the Year Ended December 31, 2022

Balance December 31, 2021	\$ 147.60
Increased by:	
Disbursements	<u>520.20</u>
	667.80
Decreased by:	
State License Fees Collected	<u>520.20</u>
Balance December 31, 2022	<u><u>\$ 147.60</u></u>

TOWNSHIP OF WEYMOUTH
TRUST - OTHER FUNDS
Statement of Changes in Miscellaneous Reserves
For the Year Ended December 31, 2022

	Balance Dec. 31, 2021	Increased by Receipts	Decreased by Disbursements	Balance Dec. 31, 2022
Special Events	\$ 2,806.45	\$ 601.51	\$ 1,816.68	\$ 1,591.28
Developers Escrow	9,173.70	22,387.61	6,222.63	25,338.68
Sparks Electric Escrow		13,106.17		13,106.17
Oaks of Weymouth Performance Guarantee	268,478.41			268,478.41
Payroll	13,051.39	485,183.79	484,805.11	13,430.07
Tax Title Lien Redemption	0.26		0.26	
Tax Title Lien Premium	5,600.00	30,800.00	2,500.00	33,900.00
Storm Recovery	891.00			891.00
Unemployment	4,851.41	4.82	345.41	4,510.82
Small Cities	6,481.25			6,481.25
Totals	\$ 311,333.87	\$ 552,083.90	\$ 495,690.09	\$ 367,727.68

Exhibit SB-6

TRUST - OTHER FUNDS
Statement of Due (To) / From Current Fund
For the Year Ended December 31, 2022

	Balance Dec. 31, 2021	Increased by Receipts	Decreased by Disbursed to Current Fund - MRA	Balance Dec. 31, 2022
Payroll	\$ (192.67)			\$ (192.67)
Tax Title Lien Premium	(6.74)	\$ 5.70	\$ 6.74	(5.70)
Storm Recovery	891.00			891.00
Oaks of Weymouth Performance Guarantee	268,478.41			268,478.41
Special Events	(4,056.00)			(4,056.00)
Small Cities	6,481.25			6,481.25
	\$ 271,595.25	\$ 5.70	\$ 6.74	\$ 271,596.29

TOWNSHIP OF WEYMOUTH
TRUST - MUNICIPAL OPEN SPACE FUND
Statement of Reserve for Future Use
For the Year Ended December 31, 2022

Balance December 31, 2021	\$ 125,867.05
Increased by:	
Tax Levy	<u>16,353.56</u>
Balance December 31, 2022	<u><u>\$ 142,220.61</u></u>

SUPPLEMENTAL EXHIBITS

GENERAL CAPITAL FUND

TOWNSHIP OF WEYMOUTH
GENERAL CAPITAL FUND
Statement of Due from Current Fund
For the Year Ended December 31, 2022

Balance December 31, 2021	\$ 108,987.76
Increased by:	
Capital Improvement Fund - Budget Appropriation	<u>15,000.00</u>
	123,987.76
Decreased by:	
Improvement Authorizations Disbursed by Current Fund	<u>5,436.87</u>
Balance December 31, 2022	<u><u>\$ 118,550.89</u></u>

TOWNSHIP OF WEYMOUTH
GENERAL CAPITAL FUND
 Analysis of General Capital Cash
 For the Year Ended December 31, 2022

	Balance (Deficit) <u>Dec. 31, 2021</u>	Increased by:		Decreased by:		Transfers		Balance (Deficit) <u>Dec. 31, 2022</u>
		Bond Anticipation <u>Notes</u>	Miscellaneous <u>Receipts</u>	Improvement <u>Authorizations</u>	Miscellaneous <u>Disbursements</u>	<u>From</u>	<u>To</u>	
Capital Improvement Fund	\$ 78,427.00						\$ 15,000.00	\$ 93,427.00
Reserve for Purchase of Equipment	3,920.00							3,920.00
Due Current Fund	(108,987.76)					\$ 15,000.00	5,436.87	(118,550.89)
Fund Balance	3,955.13							3,955.13
Improvement Authorizations:								
Ordinance								
Number:								
475-08	184.31							184.31
500-11	13.00							13.00
505-12	62.10						62.10	
539-15	1,666.70					1,666.70		
550-16	3,759.52					3,708.07		51.45
564-18	17,000.00							17,000.00
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 20,436.87</u>	<u>\$ 20,436.87</u>	<u>\$ -</u>

TOWNSHIP OF WEYMOUTH
GENERAL CAPITAL FUND
 Statement of Deferred Charges to Future Taxation - Unfunded
 For the Year Ended December 31, 2022

Ordinance Number	Improvement Description	Balance		Notes Paid	Analysis of Balance		Unexpended Improvement Authorization
		Dec. 31, 2021	Authorizations	by Budget Appropriation	Dec. 31, 2022	Financed by Bond Anticipation Notes	
500-11	Purchase of a Dump Truck	\$ 17,225.00		\$ 8,400.00	\$ 8,825.00	\$ 8,825.00	
505-12	Various General Improvements	17,175.00		4,975.00	12,200.00		\$ 12,200.00
520-13	Various Improvements and Projects	21,500.00		10,700.00	10,800.00	10,800.00	
539-15	Repairs and Renovations to Municipal Building	88,475.00		22,100.00	66,375.00	66,375.00	
550-16	Various Capital Improvements	121,750.00		23,000.00	98,750.00	98,750.00	
564-18	Municipal Roads and Parking Lot Improvements	371,600.00		29,325.00	342,275.00	342,275.00	
		<u>\$ 637,725.00</u>	<u>\$ -</u>	<u>\$ 98,500.00</u>	<u>\$ 539,225.00</u>	<u>\$ 527,025.00</u>	<u>\$ -</u>
	Improvement Authorizations - Unfunded						\$ 29,264.45
	Less: Unexpended Proceeds of Bond Anticipation Notes Issued:						
	Ordinance Numbers						
	500-11					\$ 13.00	
	550-16					51.45	
	564-18					<u>17,000.00</u>	
							<u>17,064.45</u>
							<u>\$ 12,200.00</u>

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

Balance December 31, 2021	\$ 78,427.00
Increased by:	
Budget Appropriation	<u>15,000.00</u>
Balance December 31, 2022	<u><u>\$ 93,427.00</u></u>

TOWNSHIP OF WEYMOUTH
GENERAL CAPITAL FUND
Statement of Improvement Authorizations
For the Year Ended December 31, 2022

Ordinance Number	Improvement Description	Ordinance Date	Ordinance Amount	Balance December 31, 2021		Authorizations	Paid or Charged	Balance December 31, 2022	
				Funded	Unfunded			Funded	Unfunded
475-08	Various Improvements	09/17/08	\$ 100,000.00	\$ 184.31				\$ 184.31	
500-11	Purchase of a Dump Truck	10/05/11	80,000.00		\$ 13.00				\$ 13.00
505-12	Improvements to Municipal Building	06/26/12	65,000.00		12,262.10		\$ 62.10		12,200.00
539-15	Repairs and Renovations to Municipal Building	02/04/15	200,000.00		1,666.70		1,666.70		
550-16	Various Capital Improvements	08/17/16							
	a. Dump Truck		85,000.00						
	b. Renovations to Township Hall		35,000.00		3,669.17		3,669.17		
	c. Parking Lot / Roadway		105,000.00		90.35		38.90		51.45
564-18	Municipal Roads and Parking Lot Improvements	07/17/18	500,000.00		17,000.00				17,000.00
				\$ 184.31	\$ 34,701.32	\$ -	\$ 5,436.87	\$ 184.31	\$ 29,264.45

TOWNSHIP OF WEYMOUTH
GENERAL CAPITAL FUND
 Statement of Bond Anticipation Note Payable
 For the Year Ended December 31, 2022

Ordinance Number	Improvement Description	Amount of Original Issue	Date of Original Issue	Date of Issue	Date of Maturity	Interest Rate	Balance Dec. 31, 2021	Increased	Decreased	Balance Dec. 31, 2022
500-11	Purchase of a Dump Truck	\$ 70,000.00	06/28/13	06/18/21	06/15/22	1.00%	\$ 17,225.00		\$ 17,225.00	
				06/15/22	06/14/23	2.50%		\$ 8,825.00		\$ 8,825.00
505-12	Various Capital Improvements	237,500.00	07/13/12	06/18/21	06/15/22	1.00%	4,975.00		4,975.00	
520-13	Various Improvements and Projects	85,500.00	10/30/13	06/18/21	06/15/22	1.00%	21,500.00		21,500.00	
				06/15/22	06/14/23	2.50%		10,800.00		10,800.00
539-15	Repairs and Renovations to the Municipal Building	190,000.00	06/26/15	06/18/21	06/15/22	1.00%	88,475.00		88,475.00	
				06/15/22	06/14/23	2.50%		66,375.00		66,375.00
550-16	Various Capital Improvements	213,750.00	09/14/16	06/18/21	06/15/22	1.00%	121,750.00		121,750.00	
				06/15/22	06/14/23	2.50%		98,750.00		98,750.00
564-18	Municipal Roads and Parking Lot Improvements	458,000.00	09/25/18	06/18/21	06/15/22	1.00%	371,600.00		371,600.00	
				06/15/22	06/14/23	2.50%		342,275.00		342,275.00
							<u>\$ 625,525.00</u>	<u>\$ 527,025.00</u>	<u>\$ 625,525.00</u>	<u>\$ 527,025.00</u>
Paid by Budget Appropriation									\$ 98,500.00	
Renewed								<u>\$ 527,025.00</u>	<u>527,025.00</u>	
							<u>\$ 527,025.00</u>	<u>\$ 625,525.00</u>		

TOWNSHIP OF WEYMOUTH
GENERAL CAPITAL FUND
 Statement of Bonds and Notes Authorized But Not Issued
 For the Year Ended December 31, 2022

Ordinance Number	<u>Improvement Description</u>	<u>Balance</u> <u>Dec. 31, 2021</u>	<u>Increased by:</u> <u>Authorizations</u>	<u>Decreased by:</u> <u>Notes</u> <u>Issued</u>	<u>Balance</u> <u>Dec. 31, 2022</u>
505-12	Various General Improvements	\$ 12,200.00	\$ -	\$ -	\$ 12,200.00

PART II
SCHEDULE OF FINDINGS AND RECOMMENDATIONS
FOR THE YEAR ENDED DECEMBER 31, 2022

TOWNSHIP OF WEYMOUTH
Schedule of Findings and Recommendations
For the Year Ended December 31, 2022

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

TOWNSHIP OF WEYMOUTH
Summary Schedule of Prior Year Audit Findings and
Recommendations as Prepared by Management

This section identifies the status of prior year findings related to the financial statements that are required to be reported in accordance with *Government Auditing Standards*.

FINANCIAL STATEMENT FINDINGS

No prior year audit findings.

TOWNSHIP OF WEYMOUTH
Officials in Office and Surety Bonds

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

<u>Name</u>	<u>Title</u>
Kenneth Haeser	Committee Member – Mayor
C. Peter Keiffenheim	Committee Member
Edward Norton	Committee Member
Dorothy-Jo Ayres	Township Clerk
Judson Moore	Chief Financial Officer
Debra A. D'Amore	Tax Collector
Bernadette Leonardi	Tax Assessor
Fralinger Engineering	Engineer
Nehmad Perillo & Davis – Michael Lario	Solicitor

All employees are covered under a Blanket Surety Bond in the amount of \$1,000,000.

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APPRECIATION

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

Respectfully submitted,

BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants

A handwritten signature in black ink that reads "Fred S. Caltabiano". The signature is written in a cursive style with a large initial 'F' and 'C'.

Fred S. Caltabiano
Certified Public Accountant
Registered Municipal Accountant