

TOWNSHIP OF MANNINGTON

COUNTY OF SALEM

REPORT OF AUDIT

FOR THE YEAR ENDED DECEMBER 31, 2024



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TOWNSHIP OF MANNINGTON
PART 1
REPORT OF AUDIT OF FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2024

INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and
Members of the Township Committee
Township of Mannington
Mannington, New Jersey 08079

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 Mannington, in the County of Salem, State of New Jersey, as of December 31, 2024 and 2023, 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, 2024, 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 Mannington, in the County of Salem, State of New Jersey, as of December 31, 2024 and 2023, 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, 2024, 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 Mannington, in the County of Salem, State of New Jersey, as of December 31, 2024 and 2023, 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 June 30, 2025 on our consideration of the Township of Mannington'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 Mannington'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 Mannington'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
June 30, 2025

**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 Mannington
Mannington, New Jersey 08079

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 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 Mannington, in the County of Salem, State of New Jersey, as of and for the year ended December 31, 2024, and the related notes to the financial statements, which collectively comprise the Township's basic financial statements, and have issued our report thereon dated June 30, 2025. That report indicated that the Township of Mannington'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.

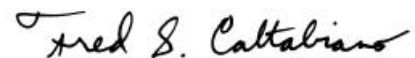
Purpose of this Report

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
June 30, 2025

TOWNSHIP OF MANNINGTON
CURRENT FUND

Statements of Assets, Liabilities, Reserves and Fund Balance -- Regulatory Basis
As of December 31, 2024 and 2023

ASSETS:	<u>Ref.</u>	<u>2024</u>	<u>2023</u>
Regular Fund:			
Cash	SA-1	\$ 2,608,044.43	\$ 2,234,883.07
Cash - Change Funds	A	300.00	300.00
Due from State of New Jersey	SA-4	541.10	
		<u>2,608,885.53</u>	<u>2,235,183.07</u>
Receivables and Other Assets with Full Reserves:			
Delinquent Property Taxes Receivable	SA-2	203,172.89	251,413.04
Tax Title Liens	SA-3	582,102.71	620,015.41
Foreclosed Property	A	518,400.00	518,400.00
Due from Trust -- Other Funds - Escrow Deposits/ Performance Bonds	A	308.25	308.25
Due from Trust -- Other Funds - Payroll Withholdings	A	4,500.00	4,500.00
Due from Trust -- Tax Title Lien Redemption	A	8.03	8.03
		<u>1,308,491.88</u>	<u>1,394,644.73</u>
Total Regular Fund		<u>3,917,377.41</u>	<u>3,629,827.80</u>
Federal and State Grant Fund:			
Due from Current Fund	SA-10	243,646.53	83,361.58
Grants Receivable	SA-11	362,832.57	221,378.54
Total Federal and State Grant Fund		<u>606,479.10</u>	<u>304,740.12</u>
		<u>\$ 4,523,856.51</u>	<u>\$ 3,934,567.92</u>

(Continued)

TOWNSHIP OF MANNINGTON
CURRENT FUND

Statements of Assets, Liabilities, Reserves and Fund Balance -- Regulatory Basis
As of December 31, 2024 and 2023

	<u>Ref.</u>	<u>2024</u>	<u>2023</u>
LIABILITIES, RESERVES AND FUND BALANCE:			
Regular Fund:			
Liabilities:			
Appropriation Reserves	A-3, SA-6	\$ 72,382.08	\$ 146,723.16
Reserve for Encumbrances	A-3, SA-6	51,632.75	31,756.88
Accounts Payable	A-1	30,000.00	30,000.00
Prepaid Taxes	SA-7	161,284.72	122,856.04
Tax Overpayments	SA-2	5,751.78	5,939.83
Due to State of New Jersey	SA-4		133.66
Due to Federal and State Grant Fund	SA-10	243,646.53	83,361.58
Due to General Capital Fund	A	1,059.18	1,059.18
Due to County - PILOT	SA-1		6,317.84
Due to County - Added Omitted Taxes	SA-8	891.34	
Local District School Tax Payable	SA-9	928,248.00	902,378.00
Reserve for Legal Costs - Tax Appeals	A	1,032.62	1,032.62
Reserve for Codification of Ordinances	A	4,922.76	4,922.76
Reserve for Municipal Relief Fund Aid	A-2		28,445.97
Reserve for Site Safety & Stabilization Guarantee	SA-1	13,438.38	
Reserve for Master Plan	SA-1	33,411.41	62,900.74
		<u>1,547,701.55</u>	<u>1,427,828.26</u>
Reserves for Receivables and Other Assets	A	1,308,491.88	1,394,644.73
Fund Balance	A-1	<u>1,061,183.98</u>	<u>807,354.81</u>
Total Regular Fund		<u>3,917,377.41</u>	<u>3,629,827.80</u>
Federal and State Grant Fund:			
Reserve for Grants - Appropriated	SA-12	606,479.10	254,740.12
Reserve for Grants - Unappropriated	SA-13		50,000.00
Total Federal and State Grant Fund		<u>606,479.10</u>	<u>304,740.12</u>
		<u>\$ 4,523,856.51</u>	<u>\$ 3,934,567.92</u>

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

TOWNSHIP OF MANNINGTON
CURRENT FUND

Statements of Operations and Changes in Fund Balance -- Regulatory Basis
For the Years Ended December 31, 2024 and 2023

	<u>2024</u>	<u>2023</u>
REVENUE AND OTHER INCOME REALIZED:		
Fund Balance Anticipated	\$ 467,750.00	\$ 452,400.00
Miscellaneous Revenues Anticipated	977,599.09	563,367.51
Receipts from Delinquent Taxes and Tax Title Liens	343,111.41	206,885.17
Receipts from Current Taxes	5,818,454.47	5,719,324.18
Non-Budget Revenue	136,171.15	124,391.13
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	137,153.99	93,900.55
Total Income	7,880,240.11	7,160,268.54
EXPENDITURES:		
Budget Appropriations:		
Appropriations Within "CAPS":		
Operations:		
Salaries and Wages	364,661.00	354,440.00
Other Expenses	488,107.00	483,650.00
Deferred Charges and Statutory Expenditures	63,055.00	51,323.00
Appropriations Excluded from "CAPS":		
Operations:		
Other Expenses	635,090.70	316,065.74
Capital Improvements	21,340.00	21,340.00
Deferred Charges		480.17
County Taxes	2,230,345.12	2,256,470.77
Local School District Tax	3,320,628.00	3,255,948.00
Municipal Open Space Tax	34,934.12	34,931.02
Prior Year Senior/Veteran Deduction Disallowed	500.00	500.00
Total Expenditures	7,158,660.94	6,775,148.70
Excess in Revenue	721,579.17	385,119.84
Fund Balance January 1	807,354.81	874,634.97
	1,528,933.98	1,259,754.81
Decreased by:		
Utilized as Anticipated Revenue	467,750.00	452,400.00
Fund Balance December 31	\$ 1,061,183.98	\$ 807,354.81

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

TOWNSHIP OF MANNINGTON
CURRENT FUND
Statement of Revenues -- Regulatory Basis
For the Year Ended December 31, 2024

	Anticipated Budget	Special NJSA 40A: 4-87	Realized	Excess or (Deficit)
Fund Balance Anticipated	\$ 467,750.00		\$ 467,750.00	
Miscellaneous Revenues				
Fines and Costs - Municipal Court	14,275.00		9,293.96	\$ (4,981.04)
Interest and Costs on Taxes	28,100.00		118,774.54	90,674.54
Interest on Investments and Deposits	1,000.00		36,305.23	35,305.23
Energy Receipts Tax (P.L. 1997, Chapters 162 & 167)	275,970.00		275,969.86	(0.14)
Public and Private Revenues Offset:				
JIF Safety Incentive Grant	2,250.00		2,250.00	
JIF Optional Safety Grant	750.00		750.00	
JIF Wellness	500.00		500.00	
JIF EPL/Cyber Risk Management	1,000.00		1,000.00	
Alcohol Education and Rehabilitation Fund		\$ 367.75	367.75	
New Jersey Transportation Trust Fund Award	105,174.00		105,174.00	
Clean Communities		11,847.11	11,847.11	
Municipal Alliance	1,920.67		1,920.67	
Stormwater Assistance Grant	50,000.00		50,000.00	
NJDOT FY 2023 Local Transportation Projects Fund Program	335,000.00		335,000.00	
Reserve for Municipal Relief Fund Aid	28,445.97		28,445.97	
Total Miscellaneous Revenues	<u>844,385.64</u>	<u>12,214.86</u>	<u>977,599.09</u>	<u>120,998.59</u>
Receipts from Delinquent Taxes	<u>97,550.00</u>		<u>343,111.41</u>	<u>245,561.41</u>
Amount to be Raised by Taxes for Support of Municipal Budget:				
Local Tax for Municipal Purposes including Reserve for Uncollected Taxes	<u>487,236.88</u>		<u>569,430.91</u>	<u>82,194.03</u>
Budget Totals	1,896,922.52	12,214.86	2,357,891.41	448,754.03
Non-Budget Revenue			<u>136,171.15</u>	<u>136,171.15</u>
	<u>\$ 1,896,922.52</u>	<u>\$ 12,214.86</u>	<u>\$ 2,494,062.56</u>	<u>\$ 584,925.18</u>

(Continued)

TOWNSHIP OF MANNINGTON
CURRENT FUND
Statement of Revenues -- Regulatory Basis
For the Year Ended December 31, 2024

Analysis of Realized Revenue

Allocation of Current Tax Collections:	
Revenue from Collections	\$ 5,818,454.47
Allocated to:	
County, Municipal Open Space and School Taxes	<u>5,585,907.24</u>
Amount for Support of Municipal Budget Appropriations	232,547.23
Add: Appropriation "Reserve for Uncollected Taxes"	<u>336,883.68</u>
Amount for Support of Municipal Budget Appropriations	<u><u>\$ 569,430.91</u></u>
Receipts from Delinquent Taxes:	
Delinquent Tax Collections	\$ 251,598.46
Tax Title Liens Collections	<u>91,512.95</u>
	<u><u>\$ 343,111.41</u></u>

Analysis of Non-Budget Revenues

Miscellaneous Revenue not Anticipated:	
Registrar	\$ 16,849.34
Planning Board Applications	6,425.00
Zoning Permits	1,800.00
Comcast Franchise Fees	2,662.90
Verizon Franchise Fees	6,852.93
Hospital Fees	98,354.21
Miscellaneous	<u>3,226.77</u>
Total Non-Budget Revenues	<u><u>\$ 136,171.15</u></u>

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

TOWNSHIP OF MANNINGTON
CURRENT FUND
 Statement of Expenditures -- Regulatory Basis
 For the Year Ended December 31, 2024

	<u>Appropriations</u>		<u>Expended</u>			<u>Unexpended Balance Canceled</u>
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	
<u>OPERATIONS -- WITHIN "CAPS"</u>						
<u>General Government</u>						
Governing Body						
Salaries and Wages	\$ 25,335.00	\$ 25,335.00	\$ 25,335.00			
Other Expenses	1,200.00	1,200.00	823.00	\$ 12.55	\$ 364.45	
Municipal Clerk						
Salaries and Wages	130,500.00	123,053.00	120,913.87			2,139.13
Other Expenses	16,000.00	16,500.00	15,693.30	678.43		128.27
Financial Administration (Treasury)						
Salaries and Wages	31,093.00	31,093.00	31,093.00			
Other Expenses	10,000.00	10,000.00	7,818.89	1,486.27		694.84
Audit Services	24,500.00	24,500.00	24,500.00			
Computerized Data Processing	14,500.00	10,300.00	8,122.88	1,326.44		850.68
Revenue Administration (Tax Collection)						
Salaries and Wages	23,500.00	23,500.00	22,551.97			948.03
Other Expenses	8,200.00	8,200.00	6,040.63	49.93		2,109.44
Tax Assessment Administration (Tax Assessor)						
Salaries and Wages	25,090.00	25,090.00	22,974.36			2,115.64
Other Expenses	12,000.00	10,700.00	5,269.67	1,075.99		4,354.34
Legal Services (Legal Dept.)						
Other Expenses	40,000.00	82,500.00	57,576.14	15,222.50		9,701.36
Defensive Law Suits	20,000.00	9,500.00	4,566.56			4,933.44
Liquidation of Tax Title Liens	2,000.00					
Engineering Services						
Other Expenses	6,000.00	6,000.00	3,568.18			2,431.82
<u>Land Use</u>						
Planning Board						
Salaries and Wages	4,815.00	4,815.00	4,815.00			
Other Expenses	7,250.00	9,750.00	8,014.71	909.08		826.21
Zoning Board of Adjustment						
Salaries and Wages	6,245.00	6,245.00	6,245.00			
Other Expenses	500.00	500.00	424.98			75.02
<u>Insurance</u>						
Liability Insurance	27,500.00	27,500.00	26,950.18			549.82
Workers Compensation Insurance	21,500.00	21,500.00	21,167.82			332.18
Employee Group Insurance	20,000.00	20,000.00	19,252.44			747.56
Unemployment Compensation	400.00	400.00	300.36			99.64

(Continued)

TOWNSHIP OF MANNINGTON
 CURRENT FUND
 Statement of Expenditures -- Regulatory Basis
 For the Year Ended December 31, 2024

	<u>Appropriations</u>		<u>Expended</u>			<u>Unexpended Balance Canceled</u>
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	
<u>Public Safety</u>						
Office of Emergency Management (OEM)						
Salaries and Wages	\$ 6,810.00	\$ 6,810.00	\$ 6,810.00			
Other Expenses	2,000.00	500.00	500.00			
Aid to Volunteer Fire Companies	40,000.00	40,000.00	37,650.50		\$ 2,349.50	
<u>Public Works</u>						
Streets and Road Maintenance						
Salaries and Wages	115,000.00	107,500.00	98,143.81		9,356.19	
Other Expenses	25,000.00	25,000.00	15,246.37	\$ 5,594.47	4,159.16	
Storm Recovery						
Salaries and Wages	5,000.00	5,000.00	1,892.37	3,107.63		
Other Expenses	1,500.00	1,500.00	1,499.89	0.11		
Solid Waste Collection						
Other Expenses	43,000.00	43,000.00	32,978.05	2,953.57	7,068.38	
Buildings and Grounds						
Salaries and Wages	100.00	100.00			100.00	
Other Expenses	18,000.00	18,500.00	15,954.01	157.92	2,388.07	
<u>Health and Human Services</u>						
Public Health Services (Board of Health)						
Salaries and Wages	2,060.00	2,060.00	2,060.00			
Other Expenses	2,500.00	2,500.00	2,054.28	60.68	385.04	
Environmental Health Services						
Salaries and Wages	300.00	300.00			300.00	
Other Expenses	1,000.00					
Animal Control Services						
Other Expenses	15,000.00	10,250.00	8,261.31	999.99	988.70	
<u>Recreation</u>						
Recreation Services and Programs						
Other Expenses	1,250.00	1,250.00			1,250.00	
<u>Municipal Court</u>						
Salaries and Wages	10.00	10.00			10.00	

(Continued)

TOWNSHIP OF MANNINGTON
CURRENT FUND
 Statement of Expenditures -- Regulatory Basis
 For the Year Ended December 31, 2024

	<u>Appropriations</u>		<u>Expended</u>			<u>Unexpended Balance Canceled</u>
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	
<u>Code Enforcement</u>						
Housing Officer						
Salaries and Wages	\$ 3,750.00	\$ 3,750.00	\$ 3,750.00			
Other Expenses	500.00	500.00	399.96		\$ 100.04	
<u>Unclassified</u>						
Electricity	12,000.00	7,947.00	7,028.12	\$ 582.16	336.72	
Street Lighting	32,000.00	34,000.00	30,928.20	2,972.23	99.57	
Telephone	9,360.00	9,360.00	8,441.64	848.62	69.74	
Fuel Oil	10,000.00	6,750.00	1,777.41	195.56	4,777.03	
Gasoline and Diesel Fuel	15,000.00	10,000.00	7,948.61		2,051.39	
Fire Hydrants	13,500.00	18,000.00	17,178.05	771.09	50.86	
Total Operations -- Within "CAPS"	852,768.00	852,768.00	744,520.52	39,005.22	69,242.26	-
<u>Detail:</u>						
Salaries and Wages	379,608.00	364,661.00	346,584.38	3,107.63	14,968.99	-
Other Expenses (Including Contingent)	473,160.00	488,107.00	397,936.14	35,897.59	54,273.27	-
<u>DEFERRED CHARGES AND STATUTORY EXPENDITURES -- WITHIN "CAPS"</u>						
<u>Statutory Expenditures</u>						
Public Employees' Retirement System	33,055.00	33,055.00	33,055.00			
Social Security System (O.A.S.I.)	29,000.00	29,000.00	26,860.18		2,139.82	
Defined Contribution Retirement Program	1,000.00	1,000.00			1,000.00	
Total Deferred Charges and Statutory Expenditures -- Municipal -- Within "CAPS"	63,055.00	63,055.00	59,915.18	-	3,139.82	-
Total General Appropriations for Municipal Purposes Within -- "CAPS"	915,823.00	915,823.00	804,435.70	39,005.22	72,382.08	-
<u>OPERATIONS -- EXCLUDED FROM "CAPS"</u>						
Recycling Tax	1,500.00	1,500.00	1,391.31	108.69		
Total Other Operations	1,500.00	1,500.00	1,391.31	108.69	-	-
<u>Shared Service Agreements</u>						
Trash and Recycling Collection	81,695.00	81,695.00	81,695.00			
Municipal Court - Mid Salem County Court	42,606.00	42,606.00	30,087.16	12,518.84	-	
Total Shared Service Agreements	124,301.00	124,301.00	111,782.16	12,518.84	-	-

(Continued)

TOWNSHIP OF MANNINGTON
CURRENT FUND
 Statement of Expenditures -- Regulatory Basis
 For the Year Ended December 31, 2024

	<u>Appropriations</u>		<u>Expended</u>			<u>Unexpended Balance Canceled</u>
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	
<u>Public and Private Programs Offset by Revenues</u>						
JIF Optional Safety Grant	\$ 750.00	\$ 750.00	\$ 750.00			
JIF Wellness Program	500.00	500.00	500.00			
JIF EPL/Cyber Risk Management	1,000.00	1,000.00	1,000.00			
JIF Safety Incentive Grant	2,250.00	2,250.00	2,250.00			
Alcohol Education and Rehabilitation Fund (NJSA 40A:4-87 \$367.75)		367.75	367.75			
Clean Communities (NJSA 40A:4-87 \$11,847.11)		11,847.11	11,847.11			
Municipal Alliance	2,400.84	2,400.84	2,400.84			
New Jersey Transportation Trust Fund Awards	105,174.00	105,174.00	105,174.00			
Stormwater Assistance Grant	50,000.00	50,000.00	50,000.00			
NJDOT FY 2023 Local Transportation Projects Fund Program	<u>335,000.00</u>	<u>335,000.00</u>	<u>335,000.00</u>			
Total Public and Private Programs Offset by Revenues	<u>497,074.84</u>	<u>509,289.70</u>	<u>509,289.70</u>	-	-	-
Total Operations -- Excluded from "CAPS"	<u>622,875.84</u>	<u>635,090.70</u>	<u>622,463.17</u>	<u>\$ 12,627.53</u>		-
Detail:						
Other Expenses	<u>622,875.84</u>	<u>635,090.70</u>	<u>622,463.17</u>	<u>12,627.53</u>	-	-
<u>CAPITAL IMPROVEMENTS -- EXCLUDED FROM "CAPS"</u>						
Capital Improvement Fund	4,590.00	4,590.00	4,590.00			
Farmland Preservation Program	1,000.00	1,000.00	1,000.00			
Improvements to Municipal Roads	<u>15,750.00</u>	<u>15,750.00</u>	<u>15,750.00</u>			
Total Capital Improvements -- Excluded from "CAPS"	<u>21,340.00</u>	<u>21,340.00</u>	<u>21,340.00</u>	-	-	-
Total General Appropriations for Municipal Purposes Excluded from "CAPS"	<u>644,215.84</u>	<u>656,430.70</u>	<u>643,803.17</u>	<u>12,627.53</u>	-	-
Subtotal General Appropriations	1,560,038.84	1,572,253.70	1,448,238.87	51,632.75	\$ 72,382.08	-
Reserve for Uncollected Taxes	<u>336,883.68</u>	<u>336,883.68</u>	<u>336,883.68</u>			
Total	<u>\$ 1,896,922.52</u>	<u>\$ 1,909,137.38</u>	<u>\$ 1,785,122.55</u>	<u>\$ 51,632.75</u>	<u>\$ 72,382.08</u>	<u>\$ -</u>
Budget		\$ 1,896,922.52				
Appropriation by NJSA 40A:4-87		12,214.86				
Reserve for Federal and State Grant Fund--Appropriated			\$ 509,289.70			
Reserve for Uncollected Taxes			336,883.68			
Cash Disbursed			<u>938,949.17</u>			
		<u>\$ 1,909,137.38</u>	<u>\$ 1,785,122.55</u>			

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

TOWNSHIP OF MANNINGTON
TRUST FUNDS
 Statements of Assets, Liabilities, Reserves and Fund Balance -- Regulatory Basis
 As of December 31, 2024 and 2023

	<u>Ref.</u>	<u>2024</u>	<u>2023</u>
ASSETS:			
Animal Control Fund:			
Cash	SB-1	\$ 1,155.33	\$ 914.93
Total Animal Control Fund		<u>1,155.33</u>	<u>914.93</u>
Municipal Open Space Fund:			
Cash	SB-1	182,256.62	146,306.41
Total Municipal Open Space Fund		<u>182,256.62</u>	<u>146,306.41</u>
Other Funds:			
Cash	SB-1	205,510.18	205,060.15
Total Other Funds		<u>205,510.18</u>	<u>205,060.15</u>
		<u>\$ 388,922.13</u>	<u>\$ 352,281.49</u>
LIABILITIES, RESERVES AND FUND BALANCE:			
Animal Control Fund:			
Reserve for Animal Control Fund Expenditures	SB-2	\$ 1,155.33	\$ 914.93
Total Animal Control Fund		<u>1,155.33</u>	<u>914.93</u>
Municipal Open Space Fund:			
Reserve for Future Use	SB-4	182,256.62	146,306.41
Total Municipal Open Space Fund		<u>182,256.62</u>	<u>146,306.41</u>
Other Funds:			
Due to Current Fund - Escrow Deposits/Performance Bonds	B	308.25	308.25
Due to Current Fund - Payroll Withholdings	B	4,500.00	4,500.00
Due to Current Fund - Tax Title Lien Redemption	B	8.03	8.03
Reserve for:			
Escrow Deposits/Performance Bonds	SB-5	59,113.07	63,852.42
Unemployment	SB-5	14,091.11	13,107.97
Fire Safety Penalty	SB-5	150.00	150.00
Tax Title Lien Redemptions	SB-5	3,312.30	2,708.32
Tax Title Lien Premiums	SB-5	2,600.00	
Storm Recovery	SB-5	114,612.86	113,594.15
Veteran's Park	SB-5	649.41	649.41
Payroll Withholdings	SB-5	6,165.15	6,181.60
Total Other Funds		<u>205,510.18</u>	<u>205,060.15</u>
		<u>\$ 388,922.13</u>	<u>\$ 352,281.49</u>

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

TOWNSHIP OF MANNINGTON
 TRUST -- MUNICIPAL OPEN SPACE FUND
 Statement of Revenues--Regulatory Basis
 For the Year Ended December 31, 2024

	<u>Anticipated Budget</u>	<u>Realized</u>	<u>Excess or (Deficit)</u>
Amount to be Raised by Taxation	\$ 34,934.12	\$ 34,934.12	\$ -
	<u>\$ 34,934.12</u>	<u>\$ 34,934.12</u>	<u>\$ -</u>

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

TOWNSHIP OF MANNINGTON
 TRUST -- MUNICIPAL OPEN SPACE FUND
 Statement of Expenditures--Regulatory Basis
 For the Year Ended December 31, 2024

	<u>Appropriations</u>		<u>Expended</u>		
	<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	\$ 34,934.12	\$ 34,934.12	\$ -	\$ -	\$ 34,934.12
	<u>\$ 34,934.12</u>	<u>\$ 34,934.12</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 34,934.12</u>

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

TOWNSHIP OF MANNINGTON
GENERAL CAPITAL FUND
 Statements of Assets, Liabilities, Reserves and Fund Balance -- Regulatory Basis
 As of December 31, 2024 and 2023

	<u>Ref.</u>	<u>2024</u>	<u>2023</u>
ASSETS:			
Cash	SC-1	\$ 236,413.03	\$ 233,833.03
Due from Current Fund	C	1,059.18	1,059.18
Deferred Charges to Future Taxation:			
Unfunded	SC-3	<u>50,000.00</u>	<u>50,000.00</u>
		<u>\$ 287,472.21</u>	<u>\$ 284,892.21</u>
LIABILITIES, RESERVES AND FUND BALANCE:			
Capital Improvement Fund	SC-5	\$ 158,640.00	\$ 154,050.00
Improvement Authorizations:			
Funded	SC-4	67,967.46	69,977.46
Unfunded	SC-4	50,000.00	50,000.00
Reserve for:			
Demolition of Property	C	10,666.00	10,666.00
Purchase of Computer Equipment	C	<u>198.75</u>	<u>198.75</u>
		<u>\$ 287,472.21</u>	<u>\$ 284,892.21</u>

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

TOWNSHIP OF MANNINGTON
GENERAL FIXED ASSET ACCOUNT GROUP
 Statement of General Fixed Asset Group of Accounts - Regulatory Basis
 For the Year Ended December 31, 2024

GENERAL FIXED ASSETS:	Balance <u>Dec. 31, 2023</u>	<u>Additions</u>	<u>Deletions</u>	Balance <u>Dec. 31, 2024</u>
Land	\$ 40,225.00			\$ 40,225.00
Buildings	251,000.00			251,000.00
Equipment	<u>696,818.11</u>			<u>696,818.11</u>
Total General Fixed Assets	<u>\$ 988,043.11</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 988,043.11</u>
Investment in General Fixed Assets	<u>\$ 988,043.11</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 988,043.11</u>

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

TOWNSHIP OF MANNINGTON
Notes to Financial Statements
For the Year Ended December 31, 2024

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Description of Financial Reporting Entity - The Township of Mannington (hereafter referred to as the "Township") was incorporated by an act of the New Jersey Legislature on February 21, 1798 and is located in southwest New Jersey approximately twenty-five miles southeast of the City of Philadelphia.

The Township of Mannington covers over 38 square miles and is "the heart of Salem County". The Salem River forms Mannington's border with Carneys Point Township and Pilesgrove Township to the north, Alloway Township borders to the east, Quinton Township and Salem City to the south, and Pennsville Township to the west. The western portion, about 3 square miles of the Township, forms the environmentally important area known as the Mannington Meadow. Most of Mannington's land mass is actively involved in agricultural production. The population according to the 2020 census is 1,475.

The Township is represented by a three-member Committee elected to three-year terms. These terms are staggered so that one member's term expires each year. The Mayor is appointed at the annual reorganization meeting by the members of the Committee. Executive and administrative responsibility rests with the Mayor, who is assisted by the Township Administrator.

Component Units - The Township had no component units as defined by Governmental Accounting Standards Board (GASB) Statement No. 14, *The Financial Reporting Entity*, as amended.

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.

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.

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

Budgets and Budgetary Accounting - The Township must adopt an annual budget for its current and municipal open space trust 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.

Interfunds - Interfund receivables and payables that arise from transactions between funds are recorded by all funds affected by such transactions in the period in which the transaction is executed. Interfund receivables in the current fund are recorded with offsetting reserves which are created by charges to operations. Income is recognized in the year the receivables are liquidated. Interfund receivables in the other funds are not offset by reserves.

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

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

General Fixed Assets - Accounting for governmental fixed assets, as required by N.J.A.C. 5:30-5.6, differs in certain respects from accounting principles generally accepted in the United States of America. In accordance with the regulations, all local units, including municipalities, must maintain a general fixed assets reporting system that establishes and maintains a physical inventory of nonexpendable, tangible property as defined and limited by the U.S. Office of Management and *Budget's Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (2 CFR Part 225), 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 Uniform Guidance. 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.

Fund Balance - Fund balance included in the current fund represent amounts available for anticipation as revenue in future years' 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.

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

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 Salem and the Township of Mannington 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 Mannington 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, 2023 and decreased by the amount deferred at December 31, 2024.

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

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.

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 paid time off (PTO), sick leave, vacation leave, compensatory time, and certain types of sabbatical 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.

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, 2024, the Township's bank balances of \$3,319,389.14 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>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Tax Rate	\$ 3.476	\$ 3.452	\$ 3.467	\$ 3.384	\$ 3.180
Apportionment of Tax Rate:					
Municipal	\$.279	\$.278	\$.279	\$.279	\$.280
Municipal Open Space	.020	.020	.020	.020	.020
County (Including Open Space)	1.276	1.289	1.361	1.321	1.220
Local School	1.901	1.865	1.807	1.764	1.660

Assessed Valuation

<u>Year</u>	<u>Amount</u>
2024	\$ 174,670,600.00
2023	174,655,082.00
2022	174,753,608.00
2021	174,355,618.00
2020	181,649,287.00

Note 3: PROPERTY TAXES (CONT'D)**Comparison of Tax Levies and Collections**

<u>Year</u>	<u>Tax Levy</u>	<u>Collections</u>	<u>Percentage of Collections</u>
2024	\$ 6,076,156.41	\$ 5,818,454.47	95.76%
2023	6,047,922.78	5,719,324.18	94.57%
2022	6,069,665.96	5,794,592.96	95.47%
2021	5,905,613.87	5,637,403.04	95.46%
2020	5,788,503.37	5,480,927.85	94.69%

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>
2024	\$ 582,102.71	\$ 203,172.89	\$ 785,275.60	12.92%
2023	620,015.41	251,413.04	871,428.45	14.41%
2022	568,435.38	187,844.52	756,279.90	12.46%
2021	534,836.60	169,890.08	704,726.68	11.93%
2020	467,518.52	183,490.41	651,008.93	11.25%

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>
2024	69
2023	74
2022	77
2021	82
2020	80

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>
2024	\$ 518,400.00
2023	518,400.00
2022	643,500.00
2021	999,800.00
2020	985,300.00

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>
2024	\$ 1,061,183.98	\$ 503,525.00	47.45%
2023	807,354.81	467,750.00	57.94%
2022	874,634.97	452,400.00	51.72%
2021	730,060.69	399,000.00	54.65%
2020	688,724.02	356,450.00	51.76%

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, 2024:

<u>Fund</u>	<u>Interfunds Receivable</u>	<u>Interfunds Payable</u>
Current	\$ 4,816.28	\$ 244,705.71
Federal and State Grant	243,646.53	
Trust - Other		4,816.28
General Capital	1,059.18	
	<u>\$ 249,521.99</u>	<u>\$ 249,521.99</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 2025, the Township expects to liquidate such interfunds, depending upon the availability of cash flow.

Note 7: PENSION PLANS

N.J.A.C. 5:30-6.1 allows local units to disclose the most recently available information as it relates to the New Jersey Division of Pension's reporting on GASB No. 68, *Accounting and Financial Reporting for Pensions*. As of the date of this report, the information for the measurement period ended June 30, 2024 was not available; therefore, the information from the measurement period June 30, 2023 is disclosed below.

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, certain Township employees may 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. As a local participation employer of these pension plans, the Township is referred to as "Employer" throughout this note. 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, and disability benefits to certain qualified members. Membership in the PERS is mandatory for substantially all full-time employees of the Employer, 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 state or local officials who are elected or appointed on or after July 1, 2007; 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 Employer's contractually required contribution rate for the year ended December 31, 2023 was 18.21% of the Employer'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, 2023, the Employer's contractually required contribution to the pension plan for the year ended December 31, 2023 is \$33,055.00, and was payable by April 1, 2024. 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, 2022, the Employer's contractually required contribution to the pension plan for the year ended December 31, 2022 was \$29,916.00, which was paid on April 1, 2023.

Employee contributions to the Plan for the year ended December 31, 2023 were \$13,614.02.

The amount of contractually required contribution for the State of New Jersey's proportionate share, associated with the Employer, under Chapter 133, P.L. 2001, for the year ended December 31, 2023 was 0.62% of the Employer's covered payroll.

Based on the most recent PERS measurement date of June 30, 2023, the State's contractually required contribution, under Chapter 133, P.L. 2001, on-behalf of the Employer, to the pension plan for the year ended December 31, 2023 was \$1,117.00. For the prior year measurement date of June 30, 2022, the State's contractually required contribution, under Chapter 133, P.L. 2001, on-behalf of the Employer, to the pension plan for the year ended December 31, 2022 was \$753.00.

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

For the year ended December 31, 2024, employee contributions totaled \$0.00, and the Employer's contributions were \$0.00. 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, 2023, 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 Employer's proportionate share of the PERS net pension liability was \$358,228.00. The net pension liability was measured as of June 30, 2023 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2022. 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, 2023. The Employer's proportion of the net pension liability was based on a projection of the Employer'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, 2023 measurement date, the Employer's proportion was .0024732006% which was an increase of .0001008881% from its proportion measured as of June 30, 2022.

Pension (Benefit) Expense - For the year ended December 31, 2023, the Employer's proportionate share of the PERS pension (benefit) expense, calculated by the Plan as of the June 30, 2023 measurement date was \$18,635.00. This (benefit) expense is not recognized by the Employer because of the regulatory basis of accounting as described in note 1; however, as previously mentioned, for the year ended December 31, 2023, the Employer's contribution to PERS was \$29,916.00, and was paid on April 1, 2023.

For the year ended December 31, 2023, the State's proportionate share of the PERS pension (benefit) expense, associated with the Employer, under Chapter 133, P.L. 2001, calculated by the Plan as of the June 30, 2023 measurement date, was \$1,117.00. This on-behalf (benefit) expense is not recognized by the Employer 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, 2023, the Employer 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	\$ 3,425.00	\$ 1,464.00
Changes of Assumptions	787.00	21,710.00
Net Difference between Projected and Actual Earnings on Pension Plan Investments	1,650.00	-
Changes in Proportion and Differences between Contributions and Proportionate Share of Contributions	107,349.00	45,729.00
Contributions Subsequent to the Measurement Date	16,528.00	-
	<u>\$ 129,739.00</u>	<u>\$ 68,903.00</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 \$16,528.00, will be included as a reduction of the net pension liability during the year ended December 31, 2024. This amount was based on an estimated April 1, 2025 contractually required contribution, prorated from the pension plan's measurement date of June 30, 2023 to the Employer's year end of December 31, 2023.

The Employer 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, 2018	-	5.63
June 30, 2019	5.21	-
June 30, 2020	5.16	-
June 30, 2021	-	5.13
June 30, 2022	-	5.04
June 30, 2023	5.08	-
Changes of Assumptions		
Year of Pension Plan Deferral:		
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, 2019	5.00	-
June 30, 2020	5.00	-
June 30, 2021	5.00	-
June 30, 2022	5.00	-
June 30, 2023	5.00	-
Changes in Proportion		
Year of Pension Plan Deferral:		
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
June 30, 2023	5.08	5.08

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,		
2024	\$	12,046.00
2025		(4,817.00)
2026		35,300.00
2027		1,469.00
2028		310.00
		310.00
	\$	44,308.00

Actuarial Assumptions

The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2022. 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, 2023. 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:	2.75% - 6.55%
	Based on Years of Service
Investment Rate of Return	7.00%
Period of Actuarial Experience	
Study upon which Actuarial	
Assumptions were Based	July 1, 2018 - June 30, 2021

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, 2023) 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, 2023 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	28.00%	8.98%
Non-US Developed Markets Equity	12.75%	9.22%
International Small Cap Equity	1.25%	9.22%
Emerging Market Equity	5.50%	11.13%
Private Equity	13.00%	12.50%
Real Estate	8.00%	8.58%
Real Assets	3.00%	8.40%
High Yield	4.50%	6.97%
Private Credit	8.00%	9.20%
Investment Grade Credit	7.00%	5.19%
Cash Equivalents	2.00%	3.31%
U.S. Treasuries	4.00%	3.31%
Risk Mitigation Strategies	3.00%	6.21%
	<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, 2023. The projection of cash flows used to determine the discount rate assumed that contributions from Plan members will be made at the current member contribution rates and that contributions from employers and the 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 all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on Plan investments was applied to all projected benefit payments to determine the total pension liability.

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

Public Employees' Retirement System (PERS) - The following presents the Employer's proportionate share of the net pension liability as of the June 30, 2023 measurement date, calculated using a discount rate of 7.00%, as well as what the Employer'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>\$ 466,336.00</u>	<u>\$ 358,228.00</u>	<u>\$ 266,213.00</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>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Proportion of the Net Pension Liability	0.0024732006%	0.0023723125%	0.0018416618%	0.0023466347%	0.0017922178%
Proportionate Share of the Net Pension Liability	\$ 358,228.00	\$ 358,015.00	\$ 218,172.00	\$ 382,675.00	\$ 322,930.00
Covered Payroll (Plan Measurement Period)	\$ 187,752.00	\$ 174,840.00	\$ 134,964.00	\$ 158,420.00	\$ 127,360.00
Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	190.80%	204.77%	161.65%	241.56%	253.56%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	65.23%	62.91%	70.33%	58.32%	56.27%
	<u>Measurement Date Ended June 30,</u>				
	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Proportion of the Net Pension Liability	0.0012553825%	0.0023312995%	0.0022690594%	0.0022301141%	0.0031783670%
Proportionate Share of the Net Pension Liability	\$ 247,179.00	\$ 542,689.00	\$ 672,030.00	\$ 500,616.00	\$ 595,077.00
Covered Payroll (Plan Measurement Period)	\$ 88,160.00	\$ 161,508.00	\$ 156,100.00	\$ 149,236.00	\$ 189,604.00
Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	280.38%	336.01%	430.51%	335.45%	313.85%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	53.60%	48.10%	40.14%	47.93%	52.08%

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>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Contractually Required Contribution	\$ 33,055.00	\$ 29,916.00	\$ 21,568.00	\$ 25,671.00	\$ 17,433.00
Contribution in Relation to the Contractually Required Contribution	(33,055.00)	(29,916.00)	(21,568.00)	(25,671.00)	(17,433.00)
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -
Covered Payroll (Calendar Year)	\$ 181,520.00	\$ 187,752.00	\$ 174,839.00	\$ 152,716.00	\$ 158,331.00
Contributions as a Percentage of Covered Payroll	18.21%	15.93%	12.34%	16.81%	11.01%
	<u>Year Ended December 31,</u>				
	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Contractually Required Contribution	\$ 12,487.00	\$ 21,597.00	\$ 20,158.00	\$ 19,173.00	\$ 26,202.00
Contribution in Relation to the Contractually Required Contribution	(12,487.00)	(21,597.00)	(20,158.00)	(19,173.00)	(26,202.00)
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -
Covered Payroll (Calendar Year)	\$ 143,155.00	\$ 119,528.00	\$ 163,191.00	\$ 156,100.00	\$ 150,246.00
Contributions as a Percentage of Covered Payroll	8.72%	18.07%	12.35%	12.28%	17.44%

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 Division of Pensions and Benefits adopted a new policy regarding the crediting of interest on member contributions for the purpose of refund of accumulated deductions. Previously, after termination of employment, but prior to retirement or death, interest was credited on member accumulated deductions at the valuation interest rate for the entire period. Effective July 1, 2018, interest is only credited at the valuation interest rate for the first two years of inactivity prior to retirement or death.

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>
2023	7.00%	2018	5.66%	2023	7.00%	2018	7.00%
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%

Note 8: COMPENSATED ABSENCES

Full-time employees are entitled to receive vacation time of one to four weeks, based on length of service. With the approval of Township Committee, up to five vacation days may be carried over to the subsequent year. They will not accrue beyond that time.

Full time employees will also be entitled to 9 days of sick leave per calendar year. Any unused days may be carried over from year to year; however the employee will not be compensated for any unused days upon termination or retirement.

Note 9: CAPITAL DEBT

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

	<u>2024</u>	<u>2023</u>	<u>2022</u>
<u>Issued</u>			
General:			
Bonds, Loans and Notes	\$ -	\$ -	\$ -
<u>Authorized but not Issued</u>			
General:			
Bonds, Loans and Notes	50,000.00	50,000.00	50,000.00
Net Debt	<u>\$ 50,000.00</u>	<u>\$ 50,000.00</u>	<u>\$ 50,000.00</u>

Note 9: 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 0.026%.

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
School Purposes	\$ 285,000.00	\$ 285,000.00	
General	50,000.00		\$ 50,000.00
	<u>\$ 335,000.00</u>	<u>\$ 285,000.00</u>	<u>\$ 50,000.00</u>

Net debt \$50,000.00 divided by the equalized valuation basis per N.J.S.A.40A:2-2, as amended, \$193,543,087.67, equals 0.026%.

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

3 1/2% of Equalized Valuation Basis (Municipal)	\$ 6,774,008.07
Less: Net Debt	<u>50,000.00</u>
Remaining Borrowing Power	<u>\$ 6,724,008.07</u>

Note 10: SCHOOL TAXES

Local School 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>2024</u>	<u>2023</u>
Balance of Tax	\$ 1,328,248.00	\$ 1,302,378.00
Deferred	<u>400,000.00</u>	<u>400,000.00</u>
	<u>\$ 928,248.00</u>	<u>\$ 902,378.00</u>

Note 11: 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.

Property and Liability Insurance - The Township maintains Joint Insurance Fund (JIF) insurance coverage for property, liability, vehicle, and surety bonds, etc.

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 11: RISK MANAGEMENT (CONT'D)

New Jersey Unemployment Compensation Insurance (Cont'd) - The following is a summary of the activity and 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>
2024	\$ -	\$ 1,036.05	\$ 119.03	\$ 171.94	\$ 14,091.11
2023	-	657.23	107.62	72.70	13,107.97
2022	-	862.64	11.94	76.68	12,415.82

Joint Insurance Pool - The Township is a member of the Gloucester, Salem, and Cumberland Counties Municipal Insurance Joint Insurance Fund. The Fund provides its members with the following coverage:

- Workers' Compensation including Employer's Liability
- General Liability other than Motor Vehicles
- Automobile Liability
- Blanket Crime including Public Employee Dishonesty
- Property Including Boiler and Machinery
- Public Officials and Employment Practices Liability
- Cyber Liability

Contributions to the Fund, including a reserve for contingencies, 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.

Coverage in excess of the Fund's self-insured retention limits is provided through the Fund's membership in the Municipal Excess Liability Joint Insurance Fund.

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

Gloucester, Salem, Cumberland Counties Municipal Joint Insurance Fund
P.O. Box 490
Marlton, New Jersey 08053

Note 12: OPEN SPACE, RECREATION AND FARMLAND PRESERVATION TRUST

On November 7, 2006 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 Mannington Open Space, Recreation and Farmland Preservation Trust Fund effective January 1, 2007, for the purpose of raising revenue for the acquisition of lands and interests in lands for the conservation of farmland and open space. Overall, as a result of the referendum, the Township levies a tax not to exceed two cents 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 Mannington Open Space, Recreation and Farmland Preservation Trust Funds.

Note 13: 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.

Tax Appeals - As of December 31, 2024, several tax appeals were on file against the Township. Based upon information provided by the tax assessor, if such appeals are not settled in favor of the Township, the estimated impact of the tax refunds could be significant.

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

Note 14: 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.

SUPPLEMENTAL EXHIBITS

CURRENT FUND

TOWNSHIP OF MANNINGTON
CURRENT FUND
Statement of Current Cash
For the Year Ended December 31, 2024

	Regular Fund	
	Chief Financial Officer	Tax Collector
Balance December 31, 2023	\$ 2,234,883.07	\$ -
Increased by Receipts:		
From Tax Collector	\$ 6,303,331.05	
Taxes Receivable		\$ 5,931,758.84
Tax Title Liens		91,512.95
Prepaid Taxes		161,284.72
Senior Citizens' and Veterans' Deductions	14,075.24	
Miscellaneous Revenue Anticipated	321,569.05	118,774.54
Miscellaneous Revenue Not Anticipated	136,171.15	
Reserve for Site Safety & Stabilization Guarantee	13,438.38	
Due Federal & State Grant Fund - Grants Receivable	317,355.50	
	<u>7,105,940.37</u>	<u>6,303,331.05</u>
	9,340,823.44	6,303,331.05
Decreased by Disbursements:		
To Chief Financial Officer		6,303,331.05
Appropriations	938,949.17	
Appropriation Reserves	41,326.05	
County Taxes Payable	2,229,453.78	
Local School Taxes Payable	3,294,758.00	
Local Open Space Taxes Payable	34,934.12	
Due Federal & State Grant Fund	157,550.72	
Due to County - PILOT	6,317.84	
Reserve for Master Plan	29,489.33	
	<u>6,732,779.01</u>	<u>6,303,331.05</u>
Balance December 31, 2024	<u>\$ 2,608,044.43</u>	<u>\$ -</u>

TOWNSHIP OF MANNINGTON
CURRENT FUND
 Statement of Taxes Receivable and Analysis of Property Tax Levy
 For the Year Ended December 31, 2024

	Balance Dec. 31, 2023	2024 Levy	Added / Omitted Taxes	Collected		Due from State of New Jersey	Overpayments Applied	Adjustments and Canceled	Transferred to Liens	Balance Dec. 31, 2024
				2023	2024					
prior	\$ 251,413.04				\$ 251,598.46	\$ (500.00)			\$ 312.08	\$ 2.50
2024		\$ 6,073,731.65	\$ 2,424.76	\$ 122,856.04	5,680,160.38	15,250.00	\$ 188.05	\$ 1,263.58	53,267.97	203,170.39
	<u>\$ 251,413.04</u>	<u>\$ 6,073,731.65</u>	<u>\$ 2,424.76</u>	<u>\$ 122,856.04</u>	<u>\$ 5,931,758.84</u>	<u>\$ 14,750.00</u>	<u>\$ 188.05</u>	<u>\$ 1,263.58</u>	<u>\$ 53,580.05</u>	<u>\$ 203,172.89</u>

Analysis of Property Tax Levy

Tax Yield:

General Purpose	\$ 6,073,731.65
Added / Omitted Taxes	2,424.76
	<u>\$ 6,076,156.41</u>

Tax Levy:

Local School Tax	\$ 3,320,628.00
Municipal Open Space Tax	34,934.12
County Taxes:	
County Tax	\$ 2,190,587.63
County Open Space Tax	38,866.13
Due County for Added and Omitted Taxes	891.36
	2,230,345.12
Local Tax for Municipal Purposes	487,236.88
Rounding	1,478.89
Add: Added / Omitted Taxes	1,533.40
	<u>490,249.17</u>
	<u>\$ 6,076,156.41</u>

TOWNSHIP OF MANNINGTON
CURRENT FUND
Statement of Tax Title Liens
For the Year Ended December 31, 2024

Balance December 31, 2023		\$ 620,015.41
Increased by:		
Interest and Costs / Adjustments	\$ 20.20	
Transfers from Taxes Receivable	<u>53,580.05</u>	
		<u>53,600.25</u>
		673,615.66
Decreased by:		
Collections		<u>91,512.95</u>
Balance December 31, 2024		<u><u>\$ 582,102.71</u></u>

TOWNSHIP OF MANNINGTON
CURRENT FUND
Statement of Due State of New Jersey
Senior Citizens' and Veterans' Deductions
For the Year Ended December 31, 2024

Balance December 31, 2023		\$ 133.66
Increased by:		
Cash Received	\$ 14,075.24	
Prior Year Senior Citizens' and Veterans' Deductions Disallowed by Tax Collector	500.00	
		14,575.24
		14,708.90
Decreased by:		
Levy -- Deductions per Tax Billing	\$ 14,250.00	
Senior Citizens' and Veterans' Deductions Granted by Tax Collector	1,000.00	
		15,250.00
Senior Citizens' and Veteran's Deductions Disallowed by Tax Collector	-	
		15,250.00
Balance December 31, 2024		\$ 541.10

TOWNSHIP OF MANNINGTON
CURRENT FUND
 Statement of Revenue Accounts Receivable
 For the Year Ended December 31, 2024

	Balance <u>Dec. 31, 2023</u>	<u>Accrued</u>	<u>Collected</u>	<u>Applied</u>	Balance <u>Dec. 31, 2024</u>
Miscellaneous Revenues					
Fines and Costs - Municipal Court		\$ 9,293.96	\$ 9,293.96		
Interest and Costs on Taxes		118,774.54	118,774.54		
Interest on Investments and Deposits		36,305.23	36,305.23		
Energy Receipts Tax (P.L. 1997, Chapters 162 & 167)		275,969.86	275,969.86		
Public and Private Revenues Offsets		173,809.53		\$ 173,809.53	
Reserve for Municipal Relief Fund Aid		28,445.97		28,445.97	
	<u>\$ -</u>	<u>\$ 642,599.09</u>	<u>\$ 440,343.59</u>	<u>\$ 202,255.50</u>	<u>\$ -</u>

TOWNSHIP OF MANNINGTON
CURRENT FUND
Statement of Appropriation Reserves
For the Year Ended December 31, 2024

	<u>Balance December 31, 2023</u>		<u>Balance After Modification</u>	<u>Paid or Charged</u>	<u>Lapsed to Fund Balance</u>
	<u>Encumbered</u>	<u>Reserved</u>			
OPERATIONS -- WITHIN "CAPS"					
<u>General Government</u>					
Governing Body					
Other Expenses		\$ 5.34	\$ 5.34		\$ 5.34
Municipal Clerk					
Salaries and Wages		2,128.08	2,128.08	\$ 1,691.25	436.83
Other Expenses	\$ 357.05	5,826.26	6,183.31	343.05	5,840.26
Financial Administration (Treasury)					
Other Expenses	1,309.23	1,367.81	2,677.04	1,247.23	1,429.81
Audit Services					
Computerized Data Processing		6,590.12	6,590.12	3.59	6,586.53
Revenue Administration (Tax Collection)					
Salaries and Wages		1,811.20	1,811.20		1,811.20
Other Expenses	46.88	3,092.69	3,139.57	18.75	3,120.82
Tax Assessment Administration (Tax Assessor)					
Salaries and Wages		726.02	726.02		726.02
Other Expenses	1,193.97	10,279.87	11,473.84	1,193.97	10,279.87
Legal Services (Legal Dept.)					
Other Expenses	1,375.00	9,214.05	10,589.05	5,286.58	5,302.47
Lawsuit Defense		13,800.34	13,800.34		13,800.34
Liquidation of Tax Title Liens		2,000.00	2,000.00		2,000.00
Engineering Services					
Other Expenses		3,527.34	3,527.34		3,527.34
Stormwater		17,500.00	17,500.00		17,500.00
<u>Land Use Administration</u>					
Planning Board					
Other Expenses	14.00	1,096.13	1,110.13	92.50	1,017.63
Zoning Board of Adjustment					
Other Expenses		300.00	300.00		300.00
<u>Insurance</u>					
Liability Insurance		783.47	783.47		783.47
Workers Compensation Insurance		712.53	712.53		712.53
Employee Group Insurance		4,893.39	4,893.39		4,893.39
Unemployment Compensation		148.42	148.42		148.42
<u>Public Safety</u>					
Office of Emergency Management (OEM)					
Other Expenses		790.00	790.00		790.00
<u>Public Works</u>					
Streets and Road Maintenance					
Salaries and Wages		7,251.07	7,251.07	3,704.00	3,547.07
Other Expenses	1,377.25	10,173.58	11,550.83	1,672.25	9,878.58
Solid Waste Collection - Other Expenses	2,769.22	6,209.12	8,978.34	2,769.22	6,209.12
Buildings and Grounds					
Salaries and Wages		100.00	100.00		100.00
Other Expenses	2,473.73	1,432.16	3,905.89	2,473.73	1,432.16
Storm Recovery					
Salaries and Wages	4,696.40		4,696.40	4,696.40	
Other Expenses	2.86		2.86	2.86	

(Continued)

TOWNSHIP OF MANNINGTON
CURRENT FUND
Statement of Appropriation Reserves
For the Year Ended December 31, 2024

	<u>Balance December 31, 2023</u>		<u>Balance After Modification</u>	<u>Paid or Charged</u>	<u>Lapsed to Fund Balance</u>
	<u>Encumbered</u>	<u>Reserved</u>			
<u>Health and Human Services</u>					
Public Health Services (Board of Health)					
Other Expenses	\$ 725.00	\$ 441.87	\$ 1,166.87	\$ 725.00	\$ 441.87
Environmental Health Services					
Salaries and Wages		300.00	300.00		300.00
Other Expenses		1,000.00	1,000.00		1,000.00
Animal Control Services					
Other Expenses	300.00	4,541.00	4,841.00	300.00	4,541.00
<u>Recreation</u>					
Recreation Services and Programs					
Other Expenses		1,250.00	1,250.00		1,250.00
<u>Municipal Court</u>					
Court Liaison					
Salaries and Wages		10.00	10.00		10.00
<u>Code Enforcement</u>					
Housing Officer					
Other Expenses		500.00	500.00		500.00
<u>Unclassified</u>					
Electricity	606.05	4,867.20	5,473.25	606.05	4,867.20
Street Lighting	2,938.78	1,401.34	4,340.12	2,938.78	1,401.34
Telephone	758.32	155.82	914.14	758.32	155.82
Fuel Oil	276.58	6,351.22	6,627.80	276.58	6,351.22
Gasoline and Diesel Fuel		7,283.07	7,283.07		7,283.07
<u>Statutory Expenditures</u>					
Social Security System (O.A.S.I.)		1,886.25	1,886.25		1,886.25
Defined Contribution Retirement Program		411.52	411.52		411.52
<u>OPERATIONS -- EXCLUDED FROM "CAPS"</u>					
Recycling Tax Appropriation	123.18	31.47	154.65	123.18	31.47
Shared Service Agreements					
Municipal Court	10,413.38	4,533.41	14,946.79	10,402.76	4,544.03
	<u>\$ 31,756.88</u>	<u>\$ 146,723.16</u>	<u>\$ 178,480.04</u>	<u>\$ 41,326.05</u>	<u>\$ 137,153.99</u>

TOWNSHIP OF MANNINGTON
CURRENT FUND
 Statement of Prepaid Taxes
 For the Year Ended December 31, 2024

Balance December 31, 2023		\$ 122,856.04
Increased by:		
Collections		161,284.72
		284,140.76
Decreased by:		
Applied to Taxes Receivable		122,856.04
Balance December 31, 2024		\$ 161,284.72

Exhibit SA-8

CURRENT FUND
 Statement of Due County Taxes
 For the Year Ended December 31, 2024

Increased by:		
County General Share of Levy	\$ 2,190,587.63	
County Open Space Preservation Share of Levy	38,866.13	
Added / Omitted Taxes	891.36	
		\$ 2,230,345.12
Decreased by:		
Disbursements		2,229,453.78
Balance December 31, 2024		\$ 891.34

TOWNSHIP OF MANNINGTON
CURRENT FUND
Statement of Local School District Tax Payable
For the Year Ended December 31, 2024

Balance December 31, 2023		
School Tax Payable	\$ 902,378.00	
School Tax Deferred	<u>400,000.00</u>	
		\$ 1,302,378.00
Increased by:		
Levy - School Year July 1, 2024 to June 30, 2025		<u>3,320,628.00</u>
		4,623,006.00
Decreased by:		
Disbursements		<u>3,294,758.00</u>
Balance December 31, 2024		
School Tax Payable	928,248.00	
School Tax Deferred	<u>400,000.00</u>	
		<u>\$ 1,328,248.00</u>

Exhibit SA-10

FEDERAL AND STATE GRANT FUND
Statement of Due from Current Fund
For the Year Ended December 31, 2024

Balance December 31, 2023		\$ 83,361.58
Increased by:		
Matching Funds	\$ 480.17	
Collected by Current Fund:		
Grants Receivable	<u>317,355.50</u>	
		<u>317,835.67</u>
		401,197.25
Decreased by:		
Disbursed by Current Fund		<u>157,550.72</u>
Balance December 31, 2024		<u>\$ 243,646.53</u>

TOWNSHIP OF MANNINGTON
FEDERAL AND STATE GRANT FUND
 Statement of Grants Receivable
 For the Year Ended December 31, 2024

<u>Program</u>	<u>Balance Dec. 31, 2023</u>	<u>Revenue Anticipated</u>	<u>From Unappropriated</u>	<u>Received by Current Fund</u>	<u>Balance Dec. 31, 2024</u>
<u>State Grants:</u>					
Clean Communities		\$ 11,847.11		\$ 11,847.11	
Alcohol Education and Rehabilitation Fund		367.75		367.75	
NJ DOT	\$ 61,523.25			56,335.62	\$ 5,187.63
NJ DOT 2022	82,004.00			63,745.36	18,258.64
NJ DOT 2023	59,308.31				59,308.31
NJDOT Local Transport Project Fund		335,000.00		178,664.03	156,335.97
NJ Transportation Trust Fund Award		105,174.00			105,174.00
Municipal Alliance	13,917.35	1,920.67		1,895.63	13,942.39
Stormwater Assistance Grant		50,000.00	\$ 50,000.00		
Total State Grants	<u>216,752.91</u>	<u>504,309.53</u>	<u>50,000.00</u>	<u>312,855.50</u>	<u>358,206.94</u>
<u>Local Grants:</u>					
JIF Safety Incentive Grant	4,625.63	2,250.00		2,250.00	4,625.63
JIF Optional Safety Grant		750.00		750.00	
JIF Wellness Program		500.00		500.00	
JIF EPL/Cyber Risk Management		1,000.00		1,000.00	
Total Local Grants	<u>4,625.63</u>	<u>4,500.00</u>	<u>-</u>	<u>4,500.00</u>	<u>4,625.63</u>
	<u>\$ 221,378.54</u>	<u>\$ 508,809.53</u>	<u>\$ 50,000.00</u>	<u>\$ 317,355.50</u>	<u>\$ 362,832.57</u>

TOWNSHIP OF MANNINGTON
FEDERAL AND STATE GRANT FUND
Statement of Reserve for Grants -- Appropriated
For the Year Ended December 31, 2024

<u>Program</u>	<u>Appropriated Balance Dec. 31, 2023</u>	<u>Transferred from Budget Appropriation</u>	<u>Cash Disbursements</u>	<u>Appropriated Balance Dec. 31, 2024</u>
<u>Federal Grants:</u>				
American Recovery Funds	\$ 10,349.50		\$ 10,349.50	
Total Federal Grants	<u>10,349.50</u>	<u>-</u>	<u>10,349.50</u>	<u>-</u>
<u>State Grants:</u>				
Clean Communities	12,857.32	\$ 11,847.11	10,694.83	\$ 14,009.60
Stormwater Grant	1,467.00			1,467.00
Alcohol Education and Rehabilitation Fund	12,989.09	367.75	1,050.00	12,306.84
State Police SLA HEOP	3,131.00			3,131.00
NJ DOT	12,934.18			12,934.18
NJ DOT 2022	26,950.59			26,950.59
NJ DOT 2023	135,610.00		119,702.94	15,907.06
NJ Transportation Trust Fund Award		105,174.00		105,174.00
NJDOT Local Transport Project Fund		335,000.00	97.00	334,903.00
Municipal Alliance	15,925.05	2,400.84	670.86	17,655.03
Stormwater Assistance Grant	<u>16,280.41</u>	<u>50,000.00</u>	<u>8,982.09</u>	<u>57,298.32</u>
Total State Grants	<u>238,144.64</u>	<u>504,789.70</u>	<u>141,197.72</u>	<u>601,736.62</u>
<u>Local Grants:</u>				
JIF Safety Incentive Grant	6,045.98	2,250.00	3,753.50	4,542.48
JIF Optional Safety Grant		750.00	750.00	
JIF Wellness Program		500.00	500.00	
JIF EPL/Cyber Risk Management		1,000.00	1,000.00	
Farmland Preservation	<u>200.00</u>			<u>200.00</u>
Total Local Grants	<u>6,245.98</u>	<u>4,500.00</u>	<u>6,003.50</u>	<u>4,742.48</u>
	<u>\$ 254,740.12</u>	<u>\$ 509,289.70</u>	<u>\$ 157,550.72</u>	<u>\$ 606,479.10</u>
Revenue		\$ 508,809.53		
Matching Funds		<u>480.17</u>		
		<u>\$ 509,289.70</u>		

TOWNSHIP OF MANNINGTON
FEDERAL AND STATE GRANT FUND
 Statement of Reserve for Grants -- Unappropriated
 For the Year Ended December 31, 2024

<u>Program</u>	<u>Balance</u> <u>Dec. 31, 2023</u>	<u>Cash</u> <u>Receipts</u>	<u>Realized as</u> <u>Revenue</u>	<u>Balance</u> <u>Dec. 31, 2024</u>
<u>State Grants:</u>				
Stormwater Assistance Grant	<u>\$ 50,000.00</u>	<u>\$ -</u>	<u>\$ 50,000.00</u>	<u>\$ -</u>

SUPPLEMENTAL EXHIBITS

TRUST FUND

TOWNSHIP OF MANNINGTON
TRUST FUNDS
 Statement of Trust Cash
 For the Year Ended December 31, 2024

	<u>Animal Control</u>	<u>Municipal Open Space</u>	<u>Other</u>
Balance December 31, 2023	\$ 914.93	\$ 146,306.41	\$ 205,060.15
Increased by Receipts:			
Dog License Fees Collected	\$ 3,013.00		
Reserve for:			
Municipal Open Space		\$ 35,950.21	
Escrow Deposits/Performance Bonds			\$ 10,817.65
Unemployment			1,155.08
Tax Title Lien Redemptions			121,437.05
Tax Title Lien Premiums			3,800.00
Storm Recovery			4,710.96
Payroll Withholdings			379,140.17
	<u>3,013.00</u>	<u>35,950.21</u>	<u>521,060.91</u>
	3,927.93	182,256.62	726,121.06
Decreased by Disbursements:			
Due State Department of Health	282.60		
Expenditures Under R.S. 4:19-15.11	2,490.00		
Reserve for:			
Escrow Deposits/Performance Bonds			15,557.00
Unemployment			171.94
Tax Title Lien Redemptions			120,833.07
Tax Title Lien Premiums			1,200.00
Storm Recovery			3,692.25
Payroll Withholdings			379,156.62
	<u>2,772.60</u>	<u>-</u>	<u>520,610.88</u>
Balance December 31, 2024	<u>\$ 1,155.33</u>	<u>\$ 182,256.62</u>	<u>\$ 205,510.18</u>

TOWNSHIP OF MANNINGTON
TRUST -- ANIMAL CONTROL FUND
 Statement of Reserve for Animal Control Fund Expenditures
 For the Year Ended December 31, 2024

Balance December 31, 2023		\$ 914.93
Increased by:		
Dog License Fees Collected		3,013.00
		3,927.93
Decreased by:		
Due to State of New Jersey Board of Health	\$ 282.60	
Expenditures Under R.S.4:19- 15.11	2,490.00	
		2,772.60
Balance December 31, 2024		\$ 1,155.33
 <u>License Fees Collected</u>		
<u>Year</u>		<u>Amount</u>
2023		\$ 3,394.00
2022		3,659.00
		\$ 7,053.00

TOWNSHIP OF MANNINGTON
TRUST -- ANIMAL CONTROL FUND
 Statement of Due to State of New Jersey
 For the Year Ended December 31, 2024

Increased by:		
Transferred from Reserve for Dog Fund Expenditures	\$	282.60
Decreased by:		
Disbursements	\$	<u>282.60</u>

Exhibit SB-4

TRUST -- MUNICIPAL OPEN SPACE FUND
Statement of Reserve for Future Use
 For the Year Ended December 31, 2024

Balance December 31, 2023		\$ 146,306.41
Increased by:		
Budget Appropriation	\$ 1,000.00	
Tax Levy	34,934.12	
Interest Earnings	<u>16.09</u>	
		<u>35,950.21</u>
Balance December 31, 2024		<u>\$ 182,256.62</u>

TOWNSHIP OF MANNINGTON
TRUST -- OTHER FUNDS
Statement of Changes in Reserves
For the Year Ended December 31, 2024

	Balance <u>Dec. 31, 2023</u>	<u>Increased by</u> <u>Receipts</u>	<u>Decreased by</u> <u>Disbursements</u>	Balance <u>Dec. 31, 2024</u>
Reserve for:				
Escrow Deposits/Performance Bonds	\$ 63,852.42	\$ 10,817.65	\$ 15,557.00	\$ 59,113.07
Unemployment	13,107.97	1,155.08	171.94	14,091.11
Fire Safety Penalty	150.00			150.00
Tax Title Lien Redemptions	2,708.32	121,437.05	120,833.07	3,312.30
Tax Title Lien Premiums		3,800.00	1,200.00	2,600.00
Storm Recovery	113,594.15	4,710.96	3,692.25	114,612.86
Veteran's Park	649.41			649.41
Payroll Withholdings	6,181.60	379,140.17	379,156.62	6,165.15
	<u>\$ 200,243.87</u>	<u>\$ 521,060.91</u>	<u>\$ 520,610.88</u>	<u>\$ 200,693.90</u>

SUPPLEMENTAL EXHIBITS

GENERAL CAPITAL FUND

TOWNSHIP OF MANNINGTON
GENERAL CAPITAL FUND
Statement of General Capital Cash
For the Year Ended December 31, 2024

Balance December 31, 2023	\$ 233,833.03
Increased by Receipts:	
Capital Improvement Fund	<u>4,590.00</u>
	238,423.03
Decreased by Disbursements:	
Improvement Authorizations	<u>2,010.00</u>
Balance December 31, 2024	<u><u>\$ 236,413.03</u></u>

TOWNSHIP OF MANNINGTON
GENERAL CAPITAL FUND
 Analysis of General Capital Cash
 For the Year Ended December 31, 2024

	Balance			Transfers		Balance
	(Deficit)			To	From	(Deficit)
	<u>Dec. 31, 2023</u>	<u>Receipts</u>	<u>Disbursements</u>			<u>Dec. 31, 2024</u>
Capital Improvement Fund	\$ 154,050.00	\$ 4,590.00				\$ 158,640.00
Due to Current Fund	(1,059.18)					(1,059.18)
Reserve for:						
Demolition of Property	10,666.00					10,666.00
Purchase of Computer Equipment	198.75					198.75
Improvement Authorizations:						
<u>Ordinance</u>						
<u>Number</u>						
13-05	10,000.00					10,000.00
05-08	50,000.00					50,000.00
06-12	106.87					106.87
03-15	4,043.50					4,043.50
05-18	3,817.09					3,817.09
23-04	2,010.00		\$ 2,010.00			
	<u>\$ 233,833.03</u>	<u>\$ 4,590.00</u>	<u>\$ 2,010.00</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 236,413.03</u>

TOWNSHIP OF MANNINGTON
GENERAL CAPITAL FUND
 Statement of Deferred Charges to Future Taxation -- Unfunded
 For the Year Ended December 31, 2024

Ordinance Number	Improvement Description	Balance Dec. 31, 2023	Increased by Authorizations	Decreased by Budget Appropriations	Balance Dec. 31, 2024	Analysis of Balance Dec. 31, 2024		
						Expenditures	Financed by Bond Anticipation Notes	Unexpended Improvement Authorization
05-08	Acquisition of Farmland Preservation Easement	\$ 50,000.00	\$ -	\$ -	\$ 50,000.00	\$ -	\$ -	\$ 50,000.00

TOWNSHIP OF MANNINGTON
GENERAL CAPITAL FUND
 Statement of Improvement Authorizations
 For the Year Ended December 31, 2024

<u>Improvement Description</u>	<u>Ordinance</u>		<u>Balance</u> <u>Dec. 31, 2023</u>		<u>Increased by</u>	<u>Decreased by</u>	<u>Balance</u> <u>Dec. 31, 2024</u>	
	<u>Number</u>	<u>Amount</u>	<u>Funded</u>	<u>Unfunded</u>	<u>Authorizations</u>	<u>Disbursed</u>	<u>Funded</u>	<u>Unfunded</u>
Farmland Preservation Program	13-05	\$ 10,000.00	\$ 10,000.00				\$ 10,000.00	
Acquisition of Farmland Preservation Easement	05-08	500,000.00	50,000.00	\$ 50,000.00			50,000.00	\$ 50,000.00
Road Maintenance and Repair Program	06-12	106,000.00	106.87				106.87	
2015 Road Program	03-15	50,000.00	4,043.50				4,043.50	
Resurfacing of Municipal Roads	05-18	280,450.00	3,817.09				3,817.09	
Resurfacing of Mannington-Yorktown Road	23-04	40,200.00	2,010.00			\$ 2,010.00		
			<u>\$ 69,977.46</u>	<u>\$ 50,000.00</u>	<u>\$ -</u>	<u>\$ 2,010.00</u>	<u>\$ 67,967.46</u>	<u>\$ 50,000.00</u>

TOWNSHIP OF MANNINGTON
GENERAL CAPITAL FUND
Statement of Capital Improvement Fund
For the Year Ended December 31, 2024

Balance December 31, 2023	\$ 154,050.00
Increased by:	
Budget Appropriation - Current Fund	<u>4,590.00</u>
Balance December 31, 2024	<u><u>\$ 158,640.00</u></u>

TOWNSHIP OF MANNINGTON
GENERAL CAPITAL FUND
 Schedule of Bonds and Notes Authorized But Not Issued
 As of December 31, 2024

<u>Ordinance Number</u>	<u>Improvement Description</u>	Balance Dec. 31, 2023 and <u>Dec. 31, 2024</u>
05-08	Acquisition of Farmland Preservation Easement	<u>\$ 50,000.00</u>

PART 2
SCHEDULE OF FINDINGS AND RECOMMENDATIONS
FOR THE YEAR ENDED DECEMBER 31, 2024

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TOWNSHIP OF MANNINGTON
Schedule of Findings and Recommendations
For the Year Ended December 31, 2024

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

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TOWNSHIP OF MANNINGTON
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

None

TOWNSHIP OF MANNINGTON
Officials in Office and Surety Bonds

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

<u>Name</u>	<u>Title</u>
Donald C. Asay	Mayor
Kenneth H. Dunham, Jr.	Committeeperson
Richard A. Eber, Jr.	Committeeperson
Esther A. Mitchell (1/1/24 – 5/31/24)	Township Clerk / Administrator, Registrar of Vital Statistics
Amber Ayars (6/1/24 – 12/31/24)	Acting Township Clerk / Administrator, Registrar of Vital Statistics
Patti L. Davis	Deputy Township Clerk
Diane Elwell	Chief Financial Officer
Suzanne Pierce	Tax Collector
Donna Harris (1/1/24 – 3/31/24)	Tax Assessor
Roy Duffield (4/4/24 – 12/31/24)	Tax Assessor
William L. Horner	Solicitor
Fralinger Engineering	Engineer

All employees are covered under a Blanket Surety Bond from the Joint Insurance Fund 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

BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants

Fred S. Caltabiano

Fred S. Caltabiano
Certified Public Accountant
Registered Municipal Accountant