

BOROUGH OF MEDFORD LAKES

County of Burlington

Report of Audit of Financial Statements

For the Year Ended December 31, 2024

BOROUGH OF MEDFORD LAKES
COUNTY OF BURLINGTON

TABLE OF CONTENTS

<u>PART I</u>	<u>Exhibits</u>	<u>Page</u>
Independent Auditor's Report		2
Report on Internal Control Over Financial Reporting and on Compliance And Other Matters Based On An Audit of Financial Statements Performed In In Accordance with Government Auditing Standards		5
 <u>Financial Statements</u>		
<u>Current Fund:</u>		
Statement of Assets, Liabilities, Reserves and Fund Balance - Regulatory Basis	A	7
Statement of Operations and Changes in Fund Balance - Regulatory Basis	A-1	9
Statement of Revenues - Regulatory Basis	A-2	10
Statement of Expenditures - Regulatory Basis	A-3	12
 <u>Trust Fund</u>		
Statement of Assets, Liabilities, Reserves and Fund Balance - Regulatory Basis	B	19
 <u>General Capital Fund</u>		
Statement of Assets, Liabilities, Reserves and Fund Balance - Regulatory Basis	C	20
Statement of Operations and Changes in Fund Balance - Regulatory Basis	C-1	21
 <u>Sewer Utility Operating and Capital Fund</u>		
Statement of Assets, Liabilities and Reserves and Fund Balance - Regulatory Basis	D	22
Statement of Operations and Changes in Fund Balance - Regulatory Basis	D-1	24
Statement of Fund Balance - Regulatory Basis	D-2	25
Statement of Revenues - Regulatory Basis	D-3	26
Statement of Expenditures - Regulatory Basis	D-4	27
 <u>General Fixed Assets Account Group</u>		
Statement of General Fixed Assets Group of Accounts	E	28
Notes to Financial Statements		29

Part I (Continued):

	<u>Exhibits</u>	<u>Page</u>
Current Fund		
Statement of Cash - Treasurer	A-4	57
Statement of Cash - Collector	A-5	58
Schedule of Taxes Receivable and Analysis of Property Tax Levy	A-6	59
Schedule of Tax Title Liens	A-7	60
Schedule of Property Acquired for Tax	A-8	60
Schedule of Revenue Accounts Receivable	A-9	61
Statement of 2023 Appropriation Reserves	A-10	62
Schedule of Due to State of NJ - UCC Fees	A-11	64
Schedule of Due to State of NJ - Marriage License Fees	A-12	64
Schedule of Due State of New Jersey -		
Senior Citizen and Veterans' Deductions	A-13	65
Schedule of Tax Overpayments	A-14	66
Schedule of Tax Sale Premiums	A-15	66
Schedule of County Tax Payable	A-16	67
Schedule of Regional High School Tax Payable	A-17	68
Schedule of Local District School Tax Payable	A-18	69
Federal and State Grant Fund		
Schedule of Federal and State Grants Receivable	A-19	70
Schedule of Reserve for Federal and State Grants - Unappropriated	A-20	71
Schedule of Reserve for Federal and State Grants - Appropriated	A-21	72
Trust Fund		
Schedule of Cash - Treasurer	B-1	74
Schedule of Reserve for Animal Control Fund Expenditures	B-2	75
Statement of Payroll Deductions Payable	B-3	76
Schedule of Reserve for Planning and Zoning Escrow Deposits	B-4	76
Schedule of Reserve for Unemployment Compensation Insurance Trust	B-5	77
Schedule of Reserve for Public Defender Trust Fund	B-6	77
Schedule of Reserve for Compensated Absences	B-7	78
Schedule of Reserve for Special Law Enforcement Fund	B-8	78
Schedule of Reserve for Street Openings	B-9	79
Schedule of Reserve for POAA	B-10	79
Schedule of Reserve for Farmers Market	B-11	80
Schedule of Reserve for Leon Todd Memorial Park	B-12	80

Part I (Continued):

	<u>Exhibits</u>	<u>Page</u>
General Capital Fund		
Schedule of Cash - Treasurer	C-2	82
Analysis of General Capital Cash and Investments	C-3	83
Schedule of Deferred Charges to Future Taxation - Funded	C-4	84
Schedule of Deferred Charges to Future Taxation - Unfunded	C-5	85
Schedule of Bond Anticipation Notes Payable	C-6	87
Schedule of Environmental Protection Loan Payable	C-7	88
Schedule of Improvement Authorizations	C-8	89
Statement of Capital Improvement Fund	C-9	90
Statement of Bonds and Notes Authorized but Not Issued	C-10	91
Sewer Utility Operating Fund		
Statement of Cash - Collector/Treasurer	D-5	93
Analysis of Capital Cash	D-6	94
Schedule of Sewer Service Charges Receivable	D-7	95
Statement of Sewer Liens Receivable	D-8	95
Schedule of Fixed Capital	D-9	96
Schedule of Fixed Capital Authorized and Uncompleted	D-10	97
Statement of 2023 Appropriation Reserves	D-11	98
Schedule of Capital Improvement Fund	D-12	99
Schedule of Improvement Authorizations	D-13	100
Schedule of Reserve for Amortization	D-14	101
Schedule of Deferred Reserve for Amortization	D-15	102
Schedule of Bond Anticipation Notes	D-16	103
Schedule of Bond Anticipation Notes Authorized But Not Issued	D-17	104

PART II

Schedule of Findings and Questioned Costs	106
Schedule of Financial Statement Findings	107
Schedule of Federal Awards and State Financial Assistance and Questioned Costs	108
Summary Schedule of Prior Year Audit Findings	109
Officials in Office and Surety Bonds	110
Acknowledgment	110

BOROUGH OF MEDFORD LAKES

PART I

Report of Audit of Financial Statements

For the Year Ended December 31, 2024

INVERSO & STEWART, LLC

Certified Public Accountants

**651 Route 73 North, Suite 402
Marlton, New Jersey 08053
(856) 983-2244
Fax (856) 983-6674
E-Mail: rinverso@inversocpa.com**

**-Member of-
American Institute of CPAs
New Jersey Society of CPAs**

INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and
Members of the Borough Council
Borough of Medford Lakes
County of Burlington
Medford Lakes, New Jersey 08055

Report on the Audit of the Financial Statements

Opinions

I have audited the accompanying statements of assets, liabilities, reserves and fund balance - regulatory basis of the various funds of the Borough of Medford Lakes, ("Borough"), County of Burlington, 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 year then ended, and the related statement of revenues-regulatory basis, statement of expenditures - regulatory basis, and the statement of general fixed asset account group for the year ended December 31, 2024, and the related notes to the financial statements, which collectively comprise the Borough's basic financial statements as listed in the table of contents.

Unmodified Opinions on Regulatory Basis of Accounting

In my opinion, the financial statements referred to previously present fairly, in all material respects, the assets, liabilities, reserves and fund balance - regulatory basis of the various funds of the Borough 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 ("Division"), 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 my 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 my report, the accompanying financial statements referred to above do not present fairly the financial position of the Borough as of December 31, 2024 and 2023, or the results of its operations and the 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

I conducted my 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 prescribed by the Division. My responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statement* section of my report. I am required to be independent of the Borough and to meet my other ethical responsibilities, in accordance with the relevant ethical requirements relating to my audit. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinions.

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

As described in Note 1 to the financial statements, the financial statements are prepared by the Borough on the basis of the financial reporting provisions of the Division (regulatory basis), which is a basis of accounting other than accounting principles generally accepted in the United States of America, to meet with 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. 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 aggregate, that raise substantial doubt about the Borough's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibility for the Audit of the Financial Statements

My objectives are to obtain reasonable assurance about whether the financial statements - regulatory basis as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore not a guarantee that an audit conducted in accordance with generally accepted 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*, I:

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

I am 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 I identified during the audit.

Supplementary Information

My audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Borough's basic financial statements. The accompanying supplemental statements and schedules presented for the various funds, as listed in the table of contents, are presented for purposes of additional analysis as required by the Division and are not a 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 my opinion, the accompanying supplemental statements and schedules, and schedules of expenditures of federal and state financial assistance are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, I have also issued my report dated July 31, 2025, on my consideration of the Borough's internal control over financial reporting and on my 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 my 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 internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Borough's internal control over financial reporting and compliance.

Respectfully submitted,

INVERSO & STEWART, LLC
Certified Public Accountants



Robert P. Inverso
Certified Public Accountant
Registered Municipal Accountant

Marlton, New Jersey
July 31, 2025

INVERSO & STEWART, LLC

Certified Public Accountants

**651 Route 73 North, Suite 402
Marlton, New Jersey 08053
(856) 983-2244
Fax (856) 983-6674
E-Mail: rinverso@inversocpa.com**

**-Member of-
American Institute of CPAs
New Jersey Society of CPAs**

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

INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and
Members of the Borough Council
Borough of Medford Lakes
County of Burlington
Medford Lakes, New Jersey 08055

I have audited, in accordance with the auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States, and the audit requirements as prescribed by the Division of Local Government Services (“Division”), Department of Community Affairs, State of New Jersey, the financial statements prepared on a regulatory basis of accounting prescribed by the Division, of the Borough of Medford Lakes (“Borough”), in the County of Burlington, 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 Borough’s basic financial statements, and have issued my report thereon dated July 31, 2025. That report indicated that the Borough’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.

Report on Internal Control Over Financial Reporting

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

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A material weakness is a deficiency, or a 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.

My 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 my audit I did not identify any deficiencies in internal control that I consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Borough's financial statements are free from material misstatement, I 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 statement. However, providing an opinion on compliance with those provisions was not an objective of my audit, and accordingly, I do not express such an opinion. The results of my 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.

Purpose of this Report

The purpose of this report is solely to describe the scope of my 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 and federal and state awarding agencies and pass-through entities, in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Respectfully submitted,

INVERSO & STEWART, LLC
Certified Public Accountants



Robert P. Inverso
Certified Public Accountant
Registered Municipal Accountant

Marlton, New Jersey
July 31, 2025

BOROUGH OF MEDFORD LAKES

CURRENT FUND

Statement of Assets, Liabilities, Reserves and Fund Balance -- Regulatory Basis
For the Years Ended December 31, 2024 and 2023

	Reference	2024	2023
<u>ASSETS</u>			
Regular Fund:			
Cash - Treasurer	A-4	\$ 3,955,673.77	\$ 4,076,164.48
Cash - Tax Collector	A-5	37,686.01	84,158.29
Cash - Collector's Change Fund		500.00	500.00
Investment - Bond Anticipation Note	C-6	<u>2,186,221.50</u>	<u>2,068,771.50</u>
Total		<u>6,180,081.28</u>	<u>6,229,594.27</u>
Receivables and Other Assets with Full Reserves:			
Delinquent Property Taxes Receivable	A-6	196,551.73	183,196.68
Tax Title Lien Receivable	A-7		
Property Acquired for Taxes	A-8	151,200.00	151,200.00
Revenue Accounts Receivable	A-9	2,116.12	1,520.22
Other Receivable		51,993.06	3,539.50
Due from Federal and State Grant Fund	A	426.51	
Due from Other Trust Fund	B	23,741.93	11,082.51
Due from Capital Fund	C	626,192.49	171,985.68
Due from Sewer Utility Fund	D	51,154.03	65,411.88
Due from Sewer Capital Fund	D	<u>14,800.00</u>	<u>14,800.00</u>
Total		<u>1,118,175.87</u>	<u>602,736.47</u>
Total Regular Fund		<u>7,298,257.15</u>	<u>6,832,330.74</u>
Federal and State Grant Fund:			
Cash - Treasurer	A-4	43,865.21	197,688.43
Federal and State Grants Receivable	A-19	325,648.23	250,290.88
Due from Current Fund	A	<u>47,445.68</u>	<u>45,945.68</u>
Total Federal and State Grant Fund		<u>416,959.12</u>	<u>493,924.99</u>
Total		<u>\$ 7,715,216.27</u>	<u>\$ 7,326,255.73</u>

(Continued)

BOROUGH OF MEDFORD LAKES

CURRENT FUND

Statement of Assets, Liabilities, Reserves and Fund Balance -- Regulatory Basis
For the Years Ended December 31, 2024 and 2023

	Reference	2024	2023
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
Regular Fund:			
Liabilities:			
Appropriation Reserves	A-3	\$ 143,743.51	\$ 160,507.70
Reserve for Encumbrances	A-3/A-9	63,399.56	76,375.78
Accounts Payable	A-10	4,999.60	7,571.00
Tax Overpayments	A-14	17,686.20	3,096.37
Prepaid Taxes	A-4	104,314.33	103,598.20
Reserve for Tax Title Liens/Tax Sale Premiums	A-15	37,686.01	84,158.29
Reserve for Storm Damage		55,028.05	55,028.05
Reserve for Municipal Relief Aid			30,206.60
Due State of New Jersey:			
Construction Code Fees	A-11	1,484.00	2,277.00
Marriage License Fees	A-12	25.00	150.00
Vets & SC Deductions	A-13	537.96	1,500.00
Due to Federal and State Grant Fund	A	47,445.68	45,945.68
Due to Trust Other Fund	B	33,852.44	7,982.33
Due to Sewer Operating	D	757.90	757.90
Due County for Added Taxes	A-16	7,443.35	3,574.02
Regional High School Tax Payable	A-17	2,209,362.91	1,989,947.89
Local District School Tax Payable	A-18	2,608,634.25	<u>2,557,854.81</u>
Total Liabilities		5,336,400.75	5,130,531.62
Reserve for Receivables and Other Assets	A	1,118,175.87	602,736.47
Fund Balance	A-1	<u>843,680.53</u>	<u>1,099,062.65</u>
Total Regular Fund		<u>7,298,257.15</u>	<u>6,832,330.74</u>
Federal and State Grant Fund:			
Due to Current Fund	A	426.51	-
Unappropriated Reserves	A-20	1,171.22	1,139.88
Reserve for Encumbrances	A-21	73,496.76	3,455.40
Appropriated Reserves	A-21	<u>341,864.63</u>	<u>489,329.71</u>
Total Federal and State Grant Fund		<u>416,959.12</u>	<u>493,924.99</u>
Total		<u>\$ 7,715,216.27</u>	<u>\$ 7,326,255.73</u>

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

BOROUGH OF MEDFORD LAKES

CURRENT FUND

Statement 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 Utilized	\$ 840,000.00	\$ 840,000.00
Miscellaneous Revenue Anticipated	1,328,108.50	1,308,019.26
Receipts from Delinquent Taxes	183,167.35	172,970.18
Receipts from Current Taxes	16,983,798.69	16,068,205.85
Nonbudget Revenues	299,134.01	232,303.03
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	140,030.48	60,975.58
Other Receivable Liquidated		40,676.88
Tax Overpayment Canceled		2,658.85
Cancellation of Accounts Payable	3,461.61	9,647.70
Cancellation of Vets and Senior Citizens		7,991.83
Total Revenue and Other Income Realized	<u>19,777,700.64</u>	<u>18,743,449.16</u>
Expenditures:		
Operations Within "CAPS":		
Salaries and Wages	1,809,515.00	1,848,742.00
Other Expenses	1,533,950.00	1,474,395.00
Deferred Charges and Statutory Expenditures Within "CAPS"	580,064.40	555,888.00
Operations Excluded from "CAPS":		
Salaries and Wages	84,920.00	274,953.60
Other Expenses	374,304.29	164,877.23
Capital Improvements Excluded from "CAPS"	35,000.00	30,000.00
Municipal Debt Service Excluded from "CAPS"	641,109.10	623,909.09
Deferred Charges Excluded from "CAPS"		-
Local District School Tax	6,917,945.00	6,816,386.00
Regional High School Tax	4,336,941.00	3,898,111.00
County Taxes	2,386,707.61	2,179,413.28
Due County for Added Taxes	7,443.35	3,574.02
Overpayment created		7,825.16
Interfunds created	485,183.01	52,471.45
Prior Year Senior Citizens Disallowed		1,500.00
Total	<u>19,193,082.76</u>	<u>17,932,045.83</u>
Excess	584,617.88	811,403.33
Fund Balance January 1	<u>1,099,062.65</u>	<u>1,127,659.32</u>
Total	1,683,680.53	1,939,062.65
Decreased by Utilization as Anticipated Revenue	<u>840,000.00</u>	<u>840,000.00</u>
Balance December 31,	<u>\$ 843,680.53</u>	<u>\$ 1,099,062.65</u>

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

BOROUGH OF MEDFORD LAKES

CURRENT FUND

Statement of Revenues -- Regulatory Basis
For the Year Ended December 31, 2024

	BUDGET	SPECIAL NJS 40A:4-87	REALIZED	EXCESS (DEFICIT)
Fund Balance Anticipated	\$ 840,000.00	\$ -	\$ 840,000.00	\$ -
Miscellaneous Revenues:				
Licenses:				
Alcohol	1,243.00		1,431.00	188.00
Fees and Permits - Other	30,000.00		221,991.03	191,991.03
Fines and Costs - Municipal Court	26,615.00		27,982.38	1,367.38
Interest and Costs on Taxes	40,000.00		50,664.97	10,664.97
Cellular Tower Rental	150,000.00		166,464.75	16,464.75
Energy Receipts Taxes	293,053.00		293,053.48	0.48
Municipal Relief Aid	30,206.60		30,206.60	-
Uniform Construction Code Fees	52,000.00		68,590.00	16,590.00
Shared Service:				
Municipal Court - Shamong Township	24,000.00		24,000.00	-
Municipal Court - Tabernacle Township	60,920.00		60,920.00	-
Reserve for Payment of Debt Service Cost	22,000.00		22,000.00	-
Miscellaneous Revenues Offset with Appropriations:				
American Rescue Plan - Firefighters grant	72,000.00		72,000.00	-
Body Armor Replacement Grant	1,139.88		1,139.88	-
Clean Communities		14,580.35	14,580.35	-
Municipal Alliance Grant	6,000.00		6,000.00	-
Recycling Tonnage Grant	5,964.06		5,964.06	-
NJ Transportation Trust Fund	261,120.00		261,120.00	-
Total	1,076,261.54	14,580.35	1,328,108.50	237,266.61
Receipts from Delinquent Taxes	160,000.00		183,167.35	23,167.35
Amount to be Raised by Taxes for Support of Municipal Budget - Local Tax for Municipal Purposes	3,515,499.64		3,882,240.47	366,740.83
Budget Totals	5,591,761.18	14,580.35	6,233,516.32	\$ 627,174.79
Nonbudget Revenues			299,134.01	
Total	\$ 5,591,761.18	\$ 14,580.35	\$ 6,532,650.33	

(Continued)

BOROUGH OF MEDFORD LAKES

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	\$ 16,983,798.69
Allocated to School and County Taxes	13,649,036.96
Balance for Support of Municipal Budget Appropriations	3,334,761.73
Add Appropriation - Reserve for Uncollected Taxes	547,478.74
Amount for Support of Municipal Budget Appropriations	<u><u>\$ 3,882,240.47</u></u>

Receipts from Delinquent Taxes:

Delinquent Tax Collections	<u><u>\$ 183,167.35</u></u>
----------------------------	-----------------------------

Fees and Permits - Other:

Historic Commission Permits	55.00
Street Opening Permits	198,750.00
Firearm Permits	4,875.00
Zoning Permits	4,900.00
Land Use Board Fees	760.00
Tree Removal Permits	3,045.00
Permits and Fees	950.00
Fire Official Permits and Fees	8,656.03
Total	<u><u>\$ 221,991.03</u></u>

Miscellaneous Revenue Not Anticipated:

Collected - Treasurer	
Cable TV Franchise Fee	\$ 54,097.22
Vet & Senior Citizen Admin Fee	525.00
Vacant Property Fee	1,500.00
Photocopies	1,005.20
Admin Fee - Off Duty Police	14,957.75
Interest on Bank Deposits	113,316.77
Refund of Prior Year's Expenditures	69,968.39
Assessor's List	330.00
Police Reports	378.76
Raffle License	240.00
Duplicate Bill	72.00
Burlington County Salt Reimbursement	12,880.00
Miscellaneous	<u><u>\$ 29,862.92</u></u>
 Total Treasurer	 <u><u>\$ 299,134.01</u></u>

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

BOROUGH OF MEDFORD LAKES

CURRENT FUND

Statement of Expenditures -- Regulatory Basis
For the Year Ended December 31, 2024

	<u>Appropriations</u>		<u>Expended</u>			<u>Unexpended</u>	
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	<u>Balance Canceled</u>	
GENERAL APPROPRIATIONS:							
<i>Operations Within "CAPS":</i>							
General Government							
General Administration:							
Salaries and Wages	\$ 115,325.00	\$ 111,980.00	\$ 110,421.65	\$ -	\$ 1,558.35	\$ -	
Other Expenses	14,500.00	13,000.00	11,748.68	1,226.85	24.47		
Mayor and Council:							
Salaries and Wages	8,500.00	8,630.00	8,627.27		2.73		
Other Expenses	8,600.00	8,740.00	8,736.28		3.72		
Borough Clerk:							
Salaries and Wages	95,430.00	99,530.00	98,793.78		736.22		
Other Expenses	24,550.00	20,550.00	19,000.98	1,179.15	369.87		
Financial Administration:							
Salaries and Wages	35,000.00	29,000.00	27,599.60		1,400.40		
Other Expenses	1,700.00	1,700.00	1,336.95	137.25	225.80		
Audit Services:							
Other Expenses	18,500.00	18,500.00	18,000.00		500.00		
Computerized Data Processing:							
Other Expenses	23,100.00	25,300.00	25,261.22		38.78		
Collection of Taxes:							
Salaries and Wages	41,250.00	39,850.00	38,178.75		1,671.25		
Other Expenses	1,600.00	1,000.00	919.91		80.09		
Assessment of Taxes:							
Other Expenses	33,500.00	32,600.00	32,564.00		36.00		
Legal Services & Costs:							
Other Expenses	40,000.00	43,500.00	39,791.03		3,708.97		
Engineering Services:							
Other Expenses	25,000.00	28,000.00	25,387.43	1,155.00	1,457.57		

(Continued)

BOROUGH OF MEDFORD LAKES

CURRENT FUND

Statement of Expenditures -- Regulatory Basis
For the Year Ended December 31, 2024

	<u>Appropriations</u>		<u>Expended</u>			<u>Unexpended</u>	
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	<u>Balance Canceled</u>	
Operations Within "CAPS" (Continued)							
General Government							
Historic Preservation Commission:							
Salaries and Wages	\$ 2,200.00	\$ 1,925.00	\$ 1,925.00		\$ -	\$ -	
Land Use Administration:							
Planning Board:							
Salaries & Wages	5,200.00	8,200.00	7,201.46			998.54	
Other Expenses	5,900.00	8,900.00	1,234.99	5,229.75		2,435.26	
Insurance:							
Liability Insurance	141,000.00	140,920.00	140,916.70			3.30	
Employees Group Insurance	440,815.00	470,915.00	465,907.55			5,007.45	
Health Benefit Waiver	22,000.00	15,000.00	14,790.38			209.62	
Other Insurance	1,500.00	1,500.00	1,304.52	127.19		68.29	
Public Safety:							
Police:							
Salaries and Wages	1,015,600.00	955,600.00	902,295.26			53,304.74	
Other Expenses	72,200.00	72,200.00	66,748.50	5,193.81		257.69	
Office of Emergency Management:							
Salaries and Wages	2,320.00	2,320.00	2,308.47			11.53	
Other Expenses	600.00	1,000.00	888.97	80.84		30.19	
Fire Department:							
Other Expenses	80,050.00	86,150.00	72,147.34	13,981.97		20.69	
Fire Official:							
Salaries & Wages	24,180.00	22,180.00	21,660.86			519.14	
Other Expenses							
Borough Prosecutor:							
Other Expenses	10,000.00	12,000.00	8,810.00	775.50		2,414.50	

(Continued)

BOROUGH OF MEDFORD LAKES

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>	
Operations Within "CAPS" (Continued)						
Public Works:						
Streets & Roads:						
Salaries and Wages	\$ 336,100.00	\$ 353,975.00	\$ 334,429.12		\$ 19,545.88	\$ -
Other Expenses	65,475.00	57,475.00	52,576.67	4,197.13	701.20	
Solid Waste Collection:						
Salaries & Wages	54,520.00	49,520.00	47,251.07		2,268.93	
Other Expenses	39,200.00	48,200.00	34,860.17		13,339.83	
Public Buildings and Grounds:						
Other Expenses	48,925.00	25,925.00	24,365.15	770.29	789.56	
Vehicle Maintenance:						
Other Expenses	55,000.00	69,000.00	66,046.47	590.91	2,362.62	
Utility Expenses and Bulk Purchases:						
Electricity	27,000.00	30,000.00	25,402.49	4,585.80	11.71	
Street Lighting	11,000.00	10,275.00	8,286.55	1,986.36	2.09	
Telephone	18,500.00	17,800.00	16,718.70	1,060.84	20.46	
Natural Gas	15,000.00	12,300.00	12,291.16		8.84	
Gasoline	58,000.00	50,000.00	41,302.52	4,777.52	3,919.96	
Postage and Printing	10,000.00	11,000.00	11,000.00			
Landfill/Solid Waste Disposal Costs:						
Landfill Fees	183,000.00	187,000.00	169,631.97	15,746.96	1,621.07	
Uniform Construction Code:						
Construction Code Official:						
Salaries and Wages	39,815.00	47,815.00	46,056.95		1,758.05	
Other Expenses	4,500.00	3,500.00	3,438.04		61.96	
Zoning Code Enforcement Officer:						
Salaries and Wages	12,610.00	13,290.00	12,806.10		483.90	
Other Expenses			-			

(Continued)

BOROUGH OF MEDFORD LAKES

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>	
<i>Operations Within "CAPS" (Continued)</i>						
Accumulated Sick Leave Compensation						
Salaries and Wages	\$ 8,000.00	\$ 34,000.00	\$ 34,000.00		\$ -	\$ -
Celebration of Public Events						
Other Expenses	5,500.00	5,500.00				5,500.00
Municipal Court:						
Salaries and Wages	20,000.00	26,000.00	21,384.48			4,615.52
Other Expenses	5,500.00	4,500.00	3,560.84	121.44		817.72
Public Defender						
Salaries and Wages	6,700.00	5,700.00	5,225.00	475.00		
Total Operations - Within "CAPS"	3,334,465.00	3,343,465.00	3,145,140.98	63,399.56	134,924.46	
Contingent						
Total Operations Including Contingent - within "CAPS"	3,334,465.00	3,343,465.00	3,145,140.98	63,399.56	134,924.46	
Detail:						
Salaries and Wages	1,822,750.00	1,809,515.00	1,720,164.82	475.00		88,875.18
Other Expenses	1,511,715.00	1,533,950.00	1,424,976.16	62,924.56		46,049.28
Deferred Charges and Statutory Expenditures -						
Municipal - Within "CAPS":						
STATUTORY EXPENDITURES:						
Contribution to:						
Public Employees Retirement System	93,647.40	93,647.40	93,647.40			
Social Security System (O.A.S.I.)	165,000.00	162,000.00	154,941.96			7,058.04
Police and Firemen's Retirement System	316,817.00	316,817.00	316,817.00			
Unemployment Compensation Insurance	10,000.00	4,000.00	3,213.51			786.49
Defined Contribution Retirement Fund	3,600.00	3,600.00	2,625.48			974.52
Total Deferred Charges and Statutory Expenditures -	589,064.40	580,064.40	571,245.35		8,819.05	
Municipal Within "CAPS"						

BOROUGH OF MEDFORD LAKES

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>	
Total General Appropriations -						
For Municipal Purposes Within "CAPS"	<u>\$ 3,923,529.40</u>	<u>\$ 3,923,529.40</u>	<u>\$ 3,716,386.33</u>	<u>\$ 63,399.56</u>	<u>\$ 143,743.51</u>	<u>\$ -</u>
Operations Excluded from "CAPS":						
Shared Service Agreements:						
Municipal Court - Shamong						
Salaries and Wages	24,000.00	24,000.00	24,000.00			-
Municipal Court - Tabernacle						
Salaries and Wages	60,920.00	60,920.00	60,920.00			-
Emergency Medical Services - Medford Township	12,000.00	12,000.00	12,000.00			-
Public and Private Programs Offset By Revenues:						
Recycling Tonnage	5,964.06	5,964.06	5,964.06			-
Body Armor	1,139.88	1,139.88	1,139.88			-
Clean Communities (C159 \$14,580.35)		14,580.35	14,580.35			-
Municipal Alliance Against Alcoholism and Abuse						
State Share	6,000.00	6,000.00	6,000.00			-
Borough Share	1,500.00	1,500.00	1,500.00			-
American Rescue Plan - Firefighters Grant	72,000.00	72,000.00	72,000.00			-
NJDOT - Mohawk Trail Phase II	261,120.00	261,120.00	261,120.00			-
Total Operations - Excluded From "CAPS"	<u>444,643.94</u>	<u>459,224.29</u>	<u>459,224.29</u>			
Detail:						
Salaries and Wages	84,920.00	84,920.00	84,920.00			
Other Expenses	359,723.94	374,304.29	374,304.29			

(Continued)

BOROUGH OF MEDFORD LAKES

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>	
Capital Improvements - Excluded From "CAPS"						
Capital Improvement Fund	\$ 35,000.00	\$ 35,000.00	\$ 35,000.00	\$ -	\$ -	\$ -
Total Capital Improvements - Excluded From "CAPS"	<u>35,000.00</u>	<u>35,000.00</u>	<u>35,000.00</u>			
Municipal Debt Service - Excluded From "CAPS"						
Payment of Bond Anticipation Notes & Capital Notes	92,500.00	92,500.00	92,500.00			
Loan Repayment - Principal	518,031.05	518,031.05	518,031.05			
Loan Repayment - Interest	30,578.05	30,578.05	30,578.05			
Total Municipal Debt Service - Excluded From "CAPS"	<u>641,109.10</u>	<u>641,109.10</u>	<u>641,109.10</u>			
Total General Appropriations for Municipal Purposes Excluded From "CAPS"	<u>1,120,753.04</u>	<u>1,135,333.39</u>	<u>1,135,333.39</u>	<u>-</u>	<u>-</u>	<u>-</u>
Subtotal General Appropriations	5,044,282.44	5,058,862.79	4,851,719.72	63,399.56	143,743.51	
Reserve for Uncollected Taxes	547,478.74	547,478.74	547,478.74			
TOTAL GENERAL APPROPRIATIONS	<u>\$ 5,591,761.18</u>	<u>\$ 5,606,341.53</u>	<u>\$ 5,399,198.46</u>	<u>\$ 63,399.56</u>	<u>\$ 143,743.51</u>	<u>\$ -</u>

(Continued)

BOROUGH OF MEDFORD LAKES

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>	
Analysis of Budget After Modification:						
Original Budget		\$ 5,591,761.18				
Appropriation by 40A: 4-87		<u>14,580.35</u>				
Total		<u><u>\$ 5,606,341.53</u></u>				
Analysis of Expended - Paid or Charged:						
Reserve for Federal and State Grants		\$ 360,804.29				
Due to Federal and State Grant Fund		1,500.00				
Due to Other Trust Fund		26,000.00				
Payment Bond Anticipation Note		92,500.00				
Reserve for Uncollected Taxes		547,478.74				
Disbursed		<u>4,370,915.43</u>				
Total		<u><u>\$ 5,399,198.46</u></u>				

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

BOROUGH OF MEDFORD LAKES

TRUST FUND

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

<u>ASSETS</u>	Reference	2024	2023
Animal Control Fund:			
Cash - Treasurer	B-1	\$ 4,398.80	\$ 6,424.81
Other Funds:			
Cash - Treasurer	B-1	161,383.88	109,853.01
Due from Current Fund	A	<u>33,852.44</u>	<u>7,982.33</u>
Total Other Funds		<u>195,236.32</u>	<u>117,835.34</u>
Total		<u>\$ 199,635.12</u>	<u>\$ 124,260.15</u>
<u>LIABILITIES AND RESERVES</u>			
Animal Control Fund:			
Due to State Department of Health		\$ 276.60	\$ 180.00
Reserve for Animal Control Fund Expenditures	B-2	<u>4,122.20</u>	<u>6,244.81</u>
Total Animal Control Fund		<u>4,398.80</u>	<u>6,424.81</u>
Other Funds:			
Due to Current Fund	A	23,741.93	11,082.51
Due to Sewer Capital Fund	D	20,989.31	20,989.31
Payroll Deductions Payable	B-3	16,202.24	15,762.95
Reserve for Planning and Zoning Escrow Deposits	B-4	4,808.15	3,058.15
Reserve for Unemployment Compensation Trust	B-5	10,567.17	12,737.55
Reserve for Public Defender Fund	B-6	5,603.92	5,603.92
Reserve for Compensated Absences	B-7	26,285.00	285.00
Reserve for Special Law Enforcement Fund	B-8	197.64	197.64
Reserve for Street Opening Deposits	B-9	79,273.52	40,420.98
Reserve for POAA	B-10	18.00	18.00
Reserve for Farmers Market	B-11	3,306.91	3,306.91
Reserve for Leon Todd Memorial Park	B-12	<u>4,242.53</u>	<u>4,372.42</u>
Total Other Funds		<u>195,236.32</u>	<u>117,835.34</u>
Total		<u>\$ 199,635.12</u>	<u>\$ 124,260.15</u>

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

BOROUGH OF MEDFORD LAKES

GENERAL CAPITAL FUND

Statement of Assets, Liabilities, Reserves and Fund Balance -- Regulatory Basis
For the Years Ended December 31, 2024 and 2023

	Reference	2024	2023
<u>ASSETS</u>			
Cash	C-2	\$ -	\$ -
State Aid Receivable		430,341.92	677,034.36
Deferred Charges to Future Taxation:			
Funded	C-4	1,139,734.13	1,657,765.18
Unfunded	C-5	<u>4,059,941.07</u>	<u>2,992,491.07</u>
Total		<u>\$ 5,630,017.12</u>	<u>\$ 5,327,290.61</u>
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
Bond Anticipation Notes Payable	C-6	\$ 2,186,221.50	\$ 2,068,771.50
EDA Loan Payable	C-7	1,139,734.13	1,657,765.18
Improvement Authorizations:			
Funded	C-8	249,409.85	545,978.54
Unfunded	C-8	159,112.01	419,604.06
Encumbrances Payable	C-8	1,227,008.19	372,796.70
Due to Current Fund	A	626,192.49	171,985.68
Due to Sewer Utility Fund	D	2,450.33	2,450.33
Reserve for Payment of Debt Service Costs	C-3	238.72	22,238.72
Capital Improvement Fund	C-9	2,795.26	28,845.26
Fund Balance	C-1	<u>36,854.64</u>	<u>36,854.64</u>
Total		<u>\$ 5,630,017.12</u>	<u>\$ 5,327,290.61</u>

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

BOROUGH OF MEDFORD LAKES

GENERAL CAPITAL FUND

**Statement of Fund Balance - Regulatory Basis
For the Year Ended December 31, 2024**

Balance December 31, 2024 and 2023	<u>\$ 36,854.64</u>
------------------------------------	---------------------

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

BOROUGH OF MEDFORD LAKES

SEWER UTILITY OPERATING AND CAPITAL FUND

Statement of Assets, Liabilities, Reserves and Fund Balance - Regulatory Basis
For the Years Ended December 31, 2024 and 2023

	Reference	2024		2023					
ASSETS									
Operating Fund:									
Cash - Treasurer	D-5	\$	812,104.20	\$	1,603,062.20				
Investment - Bond Anticipation Note	D-16		865,000.00		280,000.00				
Due from Current Fund	A		757.90		757.90				
Due from General Capital Fund	C		2,450.33		2,450.33				
Due from Sewer Utility Capital Fund	D		16,925.32		15,036.63				
Receivables with Full Reserves:									
Sewer Service Charges Receivable	D-7		110,580.09		99,661.15				
Sewer Service Lien Receivable	D-8		-		-				
Total Operating Fund			<u>1,807,817.84</u>		<u>2,000,968.21</u>				
Capital Fund:									
Cash - Treasurer	D-5		688,632.79		753,310.15				
Fixed Capital	D-9		5,533,651.24		5,533,651.24				
Fixed Capital Authorized & Uncompleted	D-10		11,353,515.00		10,728,515.00				
Due from Bank			12.00		12.00				
Due from Trust Fund	B		20,989.31		20,989.31				
Due from Sewer Utility Fund	D		<u>25,014.96</u>						
Total Capital Fund			<u>17,621,815.30</u>		<u>17,036,477.70</u>				
Total		\$	<u>19,429,633.14</u>	\$	<u>19,037,445.91</u>				

(Continued)

BOROUGH OF MEDFORD LAKES

SEWER UTILITY OPERATING AND CAPITAL FUND

Statement of Assets, Liabilities, Reserves and Fund Balance - Regulatory Basis
For the Years Ended December 31, 2024 and 2023

	Reference	2024	2023
LIABILITIES, RESERVES AND FUND BALANCE			
Operating Fund:			
Due to Current Fund	A	\$ 51,154.03	\$ 65,411.88
Due to Sewer Capital Fund	D	25,014.96	-
Appropriation Reserves	D-4	29,637.83	164,881.00
Encumbrances Payable	D-4	53,628.72	136,476.66
Accounts Payable	D-11	-	-
Prepaid Sewer Service Charges	D-5	68,940.43	90,213.37
Sewer Rent Overpayments	D-5	<u>2,758.07</u>	<u>2,723.34</u>
Total		231,134.04	459,706.25
Reserve for Receivables	D	110,580.09	99,661.15
Fund Balance	D-1	<u>1,466,103.71</u>	<u>1,441,600.81</u>
Total Operating Fund		<u>1,807,817.84</u>	<u>2,000,968.21</u>
Capital Fund:			
Encumbrances Payable	D-13	801,306.27	1,667,142.32
Accounts Payable		-	-
Bond Anticipation Notes Payable	D-16	865,000.00	280,000.00
NJ Environmental Infrastructure Loan Advance		5,567,233.00	4,699,883.00
Due to Current Fund	A	14,800.00	14,800.00
Due to Sewer Utility Operating Fund	D	16,925.32	15,036.63
Improvement Authorization			
Funded	D-13	31,328.43	42,063.43
Unfunded	D-13	3,740,383.76	3,772,713.80
Reserve for Amortization	D-14	5,533,651.24	5,533,651.24
Deferred Reserve for Amortization	D-15	1,033,004.57	993,004.57
Reserve for Debt	D-6	1,072.96	1,072.96
Capital Improvement Fund	D-12	3,458.25	3,458.25
Capital Fund Balance	D-2	<u>13,651.50</u>	<u>13,651.50</u>
Total Capital Fund		<u>17,621,815.30</u>	<u>17,036,477.70</u>
Total		<u>\$ 19,429,633.14</u>	<u>\$ 19,037,445.91</u>

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

BOROUGH OF MEDFORD LAKES

SEWER UTILITY OPERATING FUND

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

	2024	2023
Revenue and Other Income Realized:		
Fund Balance Utilized	\$ 287,469.60	\$ 392,026.00
Sewer Service Charges	1,259,623.63	1,264,238.28
Miscellaneous	93,339.57	66,924.04
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	<u>159,009.30</u>	<u>10,589.03</u>
Total Revenues	<u>1,799,442.10</u>	<u>1,733,777.35</u>
Expenditures:		
Operating	1,345,538.00	1,363,135.00
Capital	-	-
Debt Service	40,000.00	40,000.00
Deferred Charges and Statutory Expenditures	<u>101,931.60</u>	<u>188,891.00</u>
Total Expenditures	<u>1,487,469.60</u>	<u>1,592,026.00</u>
Excess in Revenues	311,972.50	141,751.35
Adjustment to Income before Fund Balance:		
Expenditures included above which are by Statute Deferred Charges to Budget of Succeeding Year	-	-
Statutory Excess to Fund Balance	<u>311,972.50</u>	<u>141,751.35</u>
Fund Balance January 1	<u>1,441,600.81</u>	<u>1,691,875.46</u>
Decreased by Utilization by Sewer Utility Operating Budget	<u>1,753,573.31</u>	<u>1,833,626.81</u>
Fund Balance Balance December 31	<u>\$ 287,469.60</u>	<u>\$ 392,026.00</u>
	<u>\$ 1,466,103.71</u>	<u>\$ 1,441,600.81</u>

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

BOROUGH OF MEDFORD LAKES

SEWER UTILITY CAPITAL FUND

Statement of Fund Balance -- Regulatory Basis
For the Years Ended December 31, 2024 and 2023

Balance December 31, 2024 and 2023	\$ <u>13,651.50</u>
------------------------------------	---------------------

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

BOROUGH OF MEDFORD LAKES

SEWER UTILITY OPERATING FUND

Statement of Revenues -- Regulatory Basis
For the Year Ended December 31, 2024

	Anticipated	Realized	Excess (Deficit)
Fund Balance	\$ 287,469.60	\$ 287,469.60	\$ -
Sewer Service Charges	<u>1,200,000.00</u>	<u>1,259,623.63</u>	<u>59,623.63</u>
 Total	 1,487,469.60	 1,547,093.23	 59,623.63
 Miscellaneous	 -	 93,339.57	 93,339.57
 Total	 <u>\$ 1,487,469.60</u>	 <u>\$ 1,640,432.80</u>	 <u>\$ 152,963.20</u>

Analysis of Realized Revenues

Sewer Service Charges:

Consumer Accounts Receivable:

Collections - 2024 \$ 1,259,623.63

Lien Collections -Total \$ 1,259,623.63

Miscellaneous:

Sewer Late Fee Charges \$ 21,611.98

Interest Earned on Investments 56,419.14

Sewer Capital Interest Earned on Investments 12,927.78

Miscellaneous 670.67

Sump Pump Fees 1,710.00Total \$ 93,339.57

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

BOROUGH OF MEDFORD LAKES

SEWER UTILITY OPERATING FUND

Statement of Expenditures -- Regulatory Basis

For the Year Ended December 31, 2024

	Appropriations		Expended			Unexpended Balance Canceled
	Budget	Budget After Modification	Paid or Charged	Encumbrances Payable	Reserved	
Operating:						
Salaries and Wages	\$ 503,425.00	\$ 459,425.00	\$ 439,317.53	\$ -	\$ 20,107.47	\$ -
Other Expenses	842,113.00	886,113.00	828,147.96	53,628.72	4,336.32	
Statutory Expenditures:						
Public Employees Retirement System	62,431.60	62,431.60	62,431.60			-
Social Security System	37,500.00	37,500.00	33,055.20			4,444.80
Defined Contribution Retirement	1,000.00	1,000.00	1,000.00			-
Unemployment Compensation						
Insurance (NJSA 43:21-3 et. seq.)	1,000.00	1,000.00	250.76			749.24
Debt Service:						
Bond Anticipation Notes	40,000.00	40,000.00	40,000.00			-
Total	\$ 1,487,469.60	\$ 1,487,469.60	\$ 1,404,203.05	\$ 53,628.72	\$ 29,637.83	\$ -

Original Budget	\$ 1,592,026.00
<hr/>	
	\$ 1,592,026.00

Analysis of Paid or Charged:

Cash Disbursed	\$ 1,364,203.05
Bond Anticipation Note - Held as Investment	40,000.00
Total	\$ 1,404,203.05

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

BOROUGH OF MEDFORD LAKES

ACCOUNT GROUP

Statement of General Fixed Assets Group of Accounts
For the Year Ended December 31, 2024

	Balance December 31, 2023	Adjustments/ Additions	Adjustments/ Retirements	Balance December 31, 2024
General Fixed Assets:				
Land	\$ 20,000.00	\$ -	\$ -	\$ 20,000.00
Buildings	6,680,000.26	-	-	6,680,000.26
Improvements Other Than to Buildings	203,580.15	87,896.00	-	291,476.15
Furniture and Equipment	22,502.12	-	-	22,502.12
Vehicles and Equipment	4,139,539.61	826,117.78	-	4,965,657.39
Total General Fixed Assets	\$ 11,065,622.14	\$ 914,013.78	\$ -	\$ 11,979,635.92
 Total Investment in General Fixed Assets	 <u>\$ 11,065,622.14</u>	 <u>\$ 914,013.78</u>	 <u>\$ -</u>	 <u>\$ 11,979,635.92</u>

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

**Borough of Medford Lakes
Notes to Financial Statements
December 31, 2024**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Description of Financial Reporting Entity - The Borough of Medford Lakes (hereafter referred to as the "Borough") is located in the western portion of the County of Burlington, State of New Jersey. The present population according to the 2020 census is 3,911.

The Borough was incorporated in 1939 and operates under the provisions of the Municipal Manager's Act of Chapter 113 of the 1923 Laws of New Jersey, as amended. Under this act the Borough is governed by a five-member Borough Council. At least one councilmember is elected every two years to a four-year term. At its reorganization, the council selects a mayor and appoints a professionally qualified Manager. The Council is the legislative body of the Borough, while the Mayor acts as the Chief Executive Officer. The Borough Manager monitors the daily administrative and financial responsibilities, including but not limited to, staffing and personnel issues and budget preparation and implementation.

Component Units – GASB Statement No. 14, *The Financial Reporting Entity* and GASB Statement No. 39, *Determining Whether Certain Organizations are Component Unit*, provide guidance that all entities associated with a primary government are potential component units and should be evaluated for inclusion in the financial reporting entity. A primary government is financially accountable not only for the organizations that make up its legal entity, but also for legally separate organizations that meet the criteria established by GASB Statements No. 14 and No. 39. In addition, GASB Statement No. 61, provides additional guidance for organizations that do not meet the financial accountability criteria for inclusion as component units but that nevertheless should be included because the primary government's management determines that it would be misleading to exclude them. GASB Statement No. 80, *Blending Requirements for Certain Component Units* - an Amendment of GASB Statement No. 14 amends the blending requirements for the financial statement presentation of component units of all state and local governments. The additional criteria requires the blending of a component unit incorporated as a not-for-profit corporation in which the primary government is the sole corporate member. There were no additional entities required to be included in the reporting entity under the criteria as described above. Furthermore, the Borough is not includable in any other reporting entity on the basis of such criteria.

Basis of Accounting, Measurement Focus and Basis of Presentation - The financial statements of the Borough contain all funds and account groups in accordance with the "Requirements of Audit" as promulgated by the State of New Jersey, Department of Community Affairs, Division of Local Government Services. The principles and practices established by the "Requirements" are designed primarily for determining compliance with legal provisions and budgetary restrictions and as a means of reporting on the stewardship of public officials with respect to public funds. Generally, the financial statements are presented using the flow of current financial resources measurement focus and modified accrual basis of accounting with minor exceptions as mandated by these "Requirements". In addition, the prescribed accounting principles previously referred to differ in certain respects from accounting principles generally accepted in the United States of America applicable to local government units. The more significant differences are explained in this Note.

In accordance with the "Requirements," the Borough accounts for its financial transactions through the use of separate funds which are described as follows.

Current Fund - The Current Fund accounts for resources and expenditures for governmental operations of a general nature, including Federal and State grant funds.

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

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

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

Borough of Medford Lakes
Notes to Financial Statements
December 31, 2024

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Budgets and Budgetary Accounting - The Borough must adopt an annual budget for its current and sewer utility funds in accordance with N.J.S.A. 40A:4 et seq. N.J.S.A. 40A:4-5 requires the governing body to introduce and approve the annual municipal budget no later than February 10 of each year. At introduction, the governing body shall fix the time and place for a public hearing on the budget and must advertise the time and place at least ten days prior to the hearing in a newspaper published and circulating in the Borough. 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 the adopted budgets, if any, are detailed in the statements of revenues and expenditures.

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

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

Cash, Cash Equivalents and Investments - Cash and cash equivalents, for all funds, include petty cash, change funds, 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. Consequently, unrealized gain or loss on investments has not been recorded in accordance with Governmental Accounting Standards Board Statement No. 31.

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 utilities and other state agencies.

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

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

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

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

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 Circular A-87 (Attachment B, Section 19), except that the useful life of such property is at least five years. The Borough has adopted a capitalization threshold of \$5,000, the maximum amount allowed by the Circular.

Borough of Medford Lakes
Notes to Financial Statements
December 31, 2024

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

General Fixed Assets (Continued) - 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. Donated general fixed assets are recorded at their estimated fair market value on the acquisition date. Donated general fixed assets are recorded at their estimated fair market value on the acquisition date. Interest costs relative to the acquisition of general fixed assets are recorded as expenditures when paid.

Public domain ("infrastructure") general fixed assets consisting of certain improvements, such as roads, bridges, curbs and gutters, streets and sidewalks and drainage systems are not capitalized. Expenditures for construction in progress are recorded in the Capital Funds until such time as the construction is completed and put into operation. The Borough is required to maintain a subsidiary ledger detailing fixed assets records to control additions, retirements and transfers of fixed assets. In addition, a Statement of General Fixed Assets, reflecting the activity for the year, must be included in the Borough's basic financial statements.

The regulations require that general fixed assets, whether constructed or acquired through purchase, grant or gift be included in the aforementioned inventory. In addition, property management standards must be maintained that includes 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. No depreciation of general fixed assets is recorded.

Utility Fixed Assets - Property and equipment purchased by a utility fund are recorded in the utility capital account at cost and are adjusted for dispositions and abandonment. The amounts shown do not represent replacement cost or current value. The Reserve for Amortization and Deferred Reserve for Amortization accounts in the utility capital fund represent charges to operations for the cost of acquisition of property, equipment and improvements and contributed capital. Depreciation is not recorded on these fixed assets.

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 Assets Account Group. If such property is converted to a municipal use, it will be recorded in the General Fixed Assets Account Group.

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 Borough 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 and Utility Operating Fund represent amounts available for anticipation as revenue in future years' budgets, with certain restrictions.

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 fiscal year. Lapsed appropriation reserves are recorded as income.

Compensated Absences and Postemployment Benefits - Compensated absences for vacation and sick leave 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.

**Borough of Medford Lakes
Notes to Financial Statements
December 31, 2024**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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 are realized when anticipated as such in the Borough's budget. Receivables for property taxes are recorded with offsetting reserves on the statement of assets, liabilities, reserves and fund balance of the Borough's Current Fund; accordingly, such amounts are not recorded as revenue until collected. Other amounts that are due to the Borough which are susceptible to accrual are also recorded as receivables with offsetting reserves and recorded as revenue when received.

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

School Taxes - The Borough is responsible for levying, collecting and remitting school taxes for the Medford Lakes Borough School District and the Lenape Regional High School District. Operations is charged for the full amount required to be raised from taxation to operate the 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 Borough is responsible for levying, collecting and remitting county taxes for the County of Burlington. Operations is charged for the amount due 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 Borough's annual budget protects the Borough from taxes not paid currently. The Reserve, the minimum amount of which is determined on the percentage of collections experienced in the immediately preceding year, with certain exceptions, is required to provide assurance that cash collected in the current year will provide sufficient cash flow to meet expected obligations.

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

Appropriations for principal payments on outstanding general capital and utility bonds and notes are provided on the cash basis; interest on general capital indebtedness is on the cash basis; whereas interest on utility indebtedness is on the accrual basis.

Interest on Delinquent Taxes - It is the policy of the Borough to collect interest for the nonpayment of taxes or assessments on or before the date when they would become delinquent. The Tax Collector is authorized to charge eight percent (8%) per annum on the first \$1,500 of taxes becoming delinquent after due date and eighteen percent (18%) per annum on any amount of taxes in excess of \$1,500 becoming delinquent after the due date and if a delinquency is in excess of \$10,000 and remains in arrears beyond December 31st, an additional penalty of six percent (6%) shall be charged against the delinquency. There is a ten (10) day grace period.

Comparative Data - Comparative total data for the prior year have been presented in the accompanying statements of assets, liabilities, reserves and fund balance and statement of operations in order to provide an understanding of changes in the Borough's financial position. However, comparative (i.e., presentation of prior year totals by fund type) data have not been presented in the statement of revenues - regulatory basis and the statement of expenditures - regulatory basis since their inclusion would make the statements unduly complex and difficult to read.

**Borough of Medford Lakes
Notes to Financial Statements
December 31, 2024**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The Borough implemented the following GASB Statement for the year ended December 31, 2024:

Statement No. 101, Compensated Absences. The objective of this Statement is to better align the recognition and measurement guidance for compensated absences with the concept of a liability, and to simplify the guidance for certain types of leave. As a result of the regulatory basis of accounting described in Note 1, the implementation of this Statement did not impact the Borough's financial statements.

NOTE 2. CASH AND CASH EQUIVALENTS

Custodial Credit Risk Related to Deposits – Custodial credit risk refers to the risk that, in the event of a bank failure, the Municipality's deposits may not be recovered. Although the Municipality 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 Unit. Under the Act, the first \$250,000 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 trust funds such as salary withholdings or funds that may pass to the Municipality relative to the happening of a future condition. Such funds are shown as uninsured and uncollateralized. Of the Municipality's amount on deposit of \$5,674,155 as of December 31, 2024, \$250,000 was insured under FDIC and the remaining balance of \$5,424,155 was collateralized under GUDPA.

NOTE 3. INVESTMENTS

New Jersey municipalities are limited as to the types of investments and types of financial institutions they may invest in. N.J.S.A. 40A:5-15.1 provides a list of permissible investments that may be purchased by New Jersey municipalities. These permissible investments generally include bonds or other obligations of the United States of America or obligations guaranteed by the United States of America, government money market funds, any obligation that a federal agency or a federal instrumentality has issued in accordance with an act of Congress, bonds or other obligations of the local unit or other obligations approved by the Division of Investment in the Department of Treasury for investment by local units, local government investment pools, deposits with the State of New Jersey Cash Management Fund, and agreements for the repurchase of fully collateralized securities with certain provisions. The Borough has no investment policy that would further limit its investment choices.

Custodial Credit Risk Related to Investments – For an investment, custodial credit risk is the risk that, in the event of failure of the counterparty, the Borough will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. Investment securities are exposed to custodial credit risk if the securities are uninsured, are not registered in the name of the Borough, and are held by either the counterparty or the counterparty's trust department or agent but not in the Borough's name.

As of December 31, 2024, the Borough held the following investments bearing a zero rate of interest:

Current Fund:

Bond Anticipation Note	October 9, 2025	N/A	\$ 646,700
Bond Anticipation Note	August 7, 2025	N/A	320,300
Bond Anticipation Note	September 11, 2025	N/A	785,062
Bond Anticipation Note	August 21, 2025	N/A	209,950
Bond Anticipation Note	September 24, 2024	N/A	<u>224,210</u>
			<u>\$ 2,186,222</u>

Sewer Utility Fund:

Bond Anticipation Note	December 13, 2025	N/A	\$ 240,000
Bond Anticipation Note	August 21, 2025	N/A	<u>625,000</u>

**Borough of Medford Lakes
Notes to Financial Statements
December 31, 2024**

NOTE 4. PROPERTY TAXES

The following is a comparison of certain statistical information relative to property taxes and property tax collections for the current and previous four years ending December 31.

<u>Comparative Schedule of Tax Rates</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Total Tax Rate without Business Improvement District Tax Rate	<u>\$ 3.802</u>	<u>\$ 3.595</u>	<u>\$ 3.517</u>	<u>\$ 3.424</u>	<u>\$ 3.341</u>
Apportionment of Tax Rate:					
Municipal	\$ 0.779	\$ 0.740	\$ 0.705	\$ 0.685	\$ 0.671
County	0.529	0.483	0.457	0.439	0.435
Local School	1.533	1.509	1.479	1.507	1.483
Regional High School Tax	0.961	0.863	0.876	0.793	0.752

Assessed Valuation

2024	\$ 451,379,667
2023	451,739,195
2022	451,614,809
2021	450,690,401
2020	450,375,072

Comparison of Tax Levies and Collections

<u>Year</u>	<u>Tax Levy</u>	<u>Collections</u>	<u>Percentage of Collections</u>
2024	\$ 17,220,160	\$ 16,983,799	98.63%
2023	16,266,638	16,068,206	98.78%
2022	15,897,468	15,719,073	98.88%
2021	15,477,826	15,315,367	98.95%
2020	15,014,984	14,847,676	98.89%

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	\$ -	\$ 196,552	\$ 196,552	1.14%
2023	-	183,197	183,197	1.13%
2022	-	171,521	171,521	1.08%
2021	45,255	140,484	185,739	1.20%
2020	40,078	174,649	214,727	1.43%

**Borough of Medford Lakes
Notes to Financial Statements
December 31, 2024**

NOTE 4. PROPERTY TAXES (CONTINUED)

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

<u>Year</u>	<u>Number</u>
2024	0
2023	0
2022	0
2021	1
2020	1

NOTE 5. SEWER UTILITY SERVICE CHARGE

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

<u>Year</u>	<u>Balance Beginning of Year</u>			<u>Cash Collections</u>			<u>Percentage</u>
	<u>Receivables</u>	<u>Liens</u>	<u>Levy</u>	<u>Total</u>	<u>Cash Collections</u>		
2024	\$ 99,661	\$ -	\$ 1,270,543	\$ 1,370,204	\$ 1,259,624		91.93%
2023	114,312	-	1,268,672	1,382,984	1,264,238		91.41%
2022	87,493	12,753	1,267,630	1,367,876	1,239,557		90.62%
2021	93,771	11,353	1,264,909	1,370,033	1,269,787		92.68%
2020	95,789	10,653	1,252,535	1,358,977	1,190,496		87.60%

NOTE 6. FUND BALANCE 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>Year</u>	<u>Balance December 31,</u>	<u>Utilized in Budget of Succeeding Year</u>		<u>Percentage of Fund Balance Used</u>
		<u>Year</u>	<u>Used</u>	
<u>Current Fund</u>				
2024	\$ 843,681	\$ 440,000		52.15%
2023	1,099,063	840,000		76.43%
2022	1,127,659	840,000		74.49%
2021	1,256,267	840,000		66.86%
2020	1,332,527	875,000		65.66%

Borough of Medford Lakes
Notes to Financial Statements
December 31, 2024

NOTE 6. FUND BALANCE APPROPRIATED (CONTINUED)

Year	Balance December 31,	Utilized in Budget of Succeeding Year	Percentage of Fund Balance Used
<u>Sewer Utility Fund</u>			
2024	\$ 1,466,104	\$ 621,158	42.37%
2023	1,441,601	287,470	19.94%
2022	1,691,875	392,026	23.17%
2021	1,765,451	250,263	14.18%
2020	1,683,320	194,800	11.57%

NOTE 7. INTERFUND RECEIVABLES AND PAYABLES

The following interfund balances were recorded on the various statements of assets, liabilities, reserves and fund balances as of December 31, 2024. All interfund balances are expected to liquidated by December 31, 2025.

Fund	Interfund Receivables	Interfund Payables
Current Fund	\$ 716,315	\$ 82,056
Federal & State Grant Fund	47,446	427
Trust Fund:		
Other Trust Funds	33,852	44,731
General Capital Fund	-	628,643
Sewer Utility Fund	20,134	76,169
Sewer Utility Capital Fund	<u>46,004</u>	<u>31,725</u>
	<u><u>\$ 863,751</u></u>	<u><u>\$ 863,751</u></u>

Borough of Medford Lakes
Notes to Financial Statements
December 31, 2024

NOTE 8. PENSION PLANS

Substantially all of the Borough's employees participate in one of the following pension plans which have been established by State statute and are administered by the New Jersey Division of Pensions and Benefits (Division): the Police and Firemen's Retirement System (PFRS), the Public Employees' Retirement System (PERS) or the Defined Contribution Retirement Program (DCRP). Each plan has a Board of Trustees that is primarily responsible for its administration. The Division issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to the following address or visiting the State's website: the 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>

Police and Firemen's Retirement System (PFRS)

Plan Description - The Police and Firemen's Retirement System is a cost sharing multiple-employer defined benefit pension plan which was established as of July 1, 1944. The PFRS provides retirement, death and disability, and medical benefits to certain qualified members. Membership in the PFRS is mandatory for substantially all full-time police and firemen of the Borough.

Vesting and Benefit Provisions - The vesting and benefit provisions are set by N.J.S.A. 43:16A. PFRS provides retirement, death and disability benefits. All benefits vest after ten years of service, except disability benefits, which vest after four years of service.

The following represents the membership tiers for PFRS:

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

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

Contributions - The contribution requirements of plan members are determined by N.J.S.A. 43:16A and requires contributions by active members and contributing employers. Pursuant to the provisions of Chapter 78, P.L. 2011, the active member contribution rate is 10.0%. Employers' contributions are based on an actuarially determined amount, which includes the normal cost and unfunded accrued liability.

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

Borough of Medford Lakes
Notes to Financial Statements
December 31, 2024

NOTE 8. PENSION PLANS (CONTINUED)

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

The Borough's contractually required contribution rate for the year ended December 31, 2024 was 30.63% of the Borough's covered payroll. This amount was actuarially determined as the amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, including an additional amount to finance any unfunded accrued liability.

Based on the most recent PFRS measurement date of June 30, 2024, the Borough's contractually required contribution to the pension plan for the year ended December 31, 2024 is \$295,515 and is payable by April 1, 2025. Due to the basis of accounting described in Note 1, no liability has been recorded in the financial statements for this amount.

The amount of contractually required contribution for the State of New Jersey's proportionate share, associated with the Borough, for the year ended December 31, 2024 was 5.19% of the Borough's covered payroll.

Based on the most recent PFRS measurement date of June 30, 2024, the State's contractually required contribution, on-behalf of the Borough, to the pension plan for the year ended December 31, 2024 is \$50,037 and is payable by April 1, 2025. Based on the PFRS measurement date of June 30, 2023, the State's contractually required contribution, on-behalf of the Borough, to the pension plan for the year ended December 31, 2023 was \$55,411, which was paid on April 1, 2024.

The Borough is billed annually for its normal contributions plus any accrued liability. These contributions, equal to the required contributions are detailed below.

Fiscal Year	Normal Contributions	Accrued Liability	Non Contributory Life	Employer Retro	Total Liability	Paid by District
2024	\$ 100,015	\$ 206,875	\$ 9,927	\$ -	\$ 316,817	
2023	95,020	196,267	8,958	-	300,245	
2022	75,568	166,001	8,235	-	249,804	

Pension Liabilities, Pension Expense, and Deferred Outflow of Resources and Deferred Inflows of Resources Related to Pensions – For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the PFRS and additions to/deductions from PFRS fiduciary net position have been determined on the same basis as they are reported by PFRS. For this purpose, 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.

For the year ended December 31, 2024, the Borough's proportionate share of pension expense is \$188,580. This expense is not recognized by the Borough because of the regulatory basis of accounting as described in Note 1.

Borough of Medford Lakes
Notes to Financial Statements
December 31, 2024

NOTE 8. PENSION PLANS (CONTINUED)

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

At December 31, 2024, the Borough's proportionate share of the net pension liability is \$2,206,173 and had deferred outflows and inflows of resources related to PFRS from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 138,987	\$ 75,527
Changes of assumptions	3,488	64,792
Net Difference between projected and actual earnings on pension plan investments	-	17,267
Changes in proportion	288,632	229,236
Borough contributions subsequent to the measurement date	295,515	
Total	\$ 726,622	\$ 386,822

\$295,515 included in deferred outflows of resources, will be included as a reduction of the net pension liability in the year ending December 31, 2025.

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

For the year ended:	Net Deferred Outflows (Inflows) of Resources
2025	(96,963)
2026	133,030
2027	(21,005)
2028	(4,452)
2029	22,667
Thereafter	11,008
Total	\$ 44,285

**Borough of Medford Lakes
Notes to Financial Statements
December 31, 2024**

NOTE 8. PENSION PLANS (CONTINUED)

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

The amortization of the above other deferred outflows of resources and deferred inflows of resources related to pensions will be over the following number of

	Deferred Outflows of <u>Resources</u>	Deferred Inflows of <u>Resources</u>
Differences between expected and actual experience		
Year of Pension Plan Deferral:		
June 30, 2018	5.73	-
June 30, 2019	-	5.92
June 30, 2020	5.90	-
June 30, 2021	-	6.17
June 30, 2022	6.22	-
June 30, 2023	6.16	-
June 30, 2024	6.09	-
Changes of assumptions		
June 30, 2018	-	5.73
June 30, 2019	-	5.92
June 30, 2020	-	5.90
June 30, 2021	6.17	-
June 30, 2022	-	6.22
June 30, 2023	-	-
June 30, 2024	-	-
Differences between projected and actual investment earnings on pension plan investments		
June 30, 2018	5.00	-
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
June 30, 2024	-	5.00

Additional Information

Collective balances at June 30, 2024 and 2023 are as follows:

	<u>6/30/2024</u>	<u>6/30/2023</u>
Collective deferred outflows of resources	\$ 1,350,388,724	\$ 1,753,080,638
Collective deferred inflows of resources	1,421,121,200	1,966,439,601
Collective net pension liability	10,326,599,453	11,048,782,843
Fire District's Proportion	0.0213641600%	0.0237994500%

Borough of Medford Lakes
Notes to Financial Statements
December 31, 2024

NOTE 8. PENSION PLANS (CONTINUED)

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

Actuarial assumptions - The total pension liability for the June 30, 2024 measurement date was determined by an actuarial valuation as of July 1, 2023, which was rolled forward to June 30, 2024. This actuarial valuation used the following actuarial assumptions:

Inflation Rate:	
Price	2.75%
Wage	3.25%
Salary Increases:	3.25 - 16.25%
	based on years of service
Investment Rate of Return:	7.00%

Employee mortality rates were based on the PubS-2010 amount-weighted mortality table with a 105.6% adjustment for males and 102.5% adjustment for females. For healthy annuitants, mortality rates were based on the PubS-2010 amount-weighted mortality table with a 96.7% adjustment for males and 96.0% adjustment for females. Disability rates were based on the PubS-2010 amount-weighted mortality table with a 152% adjustment for males and 109.3% adjustment for females. Mortality improvement is based on Scale MP-2021.

The actuarial assumptions used in the July 1, 2023 valuation were based on the results of an actuarial experience study for the period July 1, 2018 to June 30, 2021.

Long-Term Expected Rate of Return - In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2024) is determined by the State Treasurer, after consultation with the Directors of the Division of Investment and Division of Pensions and Benefits, the board of trustees and the actuaries. The long term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in PFRS's target asset allocation as of June 30, 2024 are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
US Equity	28.00%	6.25%
Non-U.S. Developed Market Equity	11.50%	6.35%
Emerging Market Equity	7.50%	7.65%
Private Equity	10.00%	9.55%
Real Estate	7.00%	3.05%
Core Fixed Income	17.00%	1.45%
High Yield	6.00%	3.25%
Private Credit	8.00%	5.85%
Cash Equivalents	2.00%	0.65%
Infrastructure	3.00%	5.65%
	100.00%	

Borough of Medford Lakes
Notes to Financial Statements
December 31, 2024

NOTE 8. PENSION PLANS (CONTINUED)

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

Discount rate. The discount rate used to measure the total pension liability was 7.00% as of June 30, 2024. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers and the nonemployer contributing entity will be based on 100% of the actuarially determined contributions for the State employer and 100% of actuarially determined contributions for local employers. Based on those assumptions, the plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all projected benefit payments to determine the total pension liability.

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

The following presents the Borough's and State's proportionate share of the net pension liability measured as of June 30, 2024, calculated using the discount rate of 7.00%, as well as what the Borough's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower (6.00%) or 1-percentage point higher (8.00%) than the current rate:

	Current		
	1% Decrease (6.00%)	Discount Rate (7.00%)	1% Increase (8.00%)
Borough's proportionate share of the net pension liability	\$ 3,073,916	\$ 2,206,173	\$ 1,483,551
State's proportionate share of the net pension liability associated with the Borough	<u>507,620</u>	<u>434,942</u>	<u>374,395</u>
	<u><u>\$ 3,581,535</u></u>	<u><u>\$ 2,641,115</u></u>	<u><u>\$ 1,857,946</u></u>

Public Employees' Retirement System (PERS)

Plan Description - The Public Employees' Retirement System is a cost-sharing multiple-employer defined benefit pension plan which was established on January 1, 1955. The PERS provides retirement, death and disability, and medical benefits to certain qualified members. Vesting Membership in the PERS is mandatory for substantially all full-time employees of the Borough, provided the employee is not required to be a member of another state-administered retirement system or other state pension fund or local jurisdiction's pension fund. The PERS's Board of Trustees is primarily responsible for the administration of the PERS. For additional information about PERS, please refer to Division's annual financial statements, which can be found at <http://www.state.nj.us/treasury/pensions/annual-reports.shtml>.

Vesting and Benefit Provisions - The vesting and benefit provisions are set by N.J.S.A. 43:15A. PERS provides retirement, death and disability benefits. All benefits vest after ten years of service, except medical benefits, which vest after 25 years of service or under the disability provisions of PERS.

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

Borough of Medford Lakes
Notes to Financial Statements
December 31, 2024

NOTE 8. PENSION PLANS (CONTINUED)

Public Employees' Retirement System (PERS) (Continued)

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 or more years 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 their respective tier.

Contributions - The contribution requirements of plan members are determined by N.J.S.A 43:15A and requires contributions by active members and contributing employers. Members contribute at a uniform rate. The member contribution rate was 7.50% in State fiscal year 2024. Employers' contribution amounts are based on an actuarially determined rate. The Borough's contribution amounts are based on an actuarially determined rate which included the normal cost and unfunded accrued liability.

The Borough's contractually required contribution rate for the year ended December 31, 2024 was 24.85% of the Borough's covered payroll. This amount was actuarially determined as the amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, including an additional amount to finance any unfunded accrued liability.

Based on the most recent PERS measurement date of June 30, 2024, the Borough's contractually required contribution to the pension plan for the fiscal year ended December 31, 2024 was \$186,019 and is payable by April 1, 2025. Based on the PERS measurement date of June 30, 2023, the Borough's contractually required contribution to the pension plan for the year ended December 31, 2023 was \$156,079, which was paid by April 1, 2024. Employee contributions to the pension plan during the year ended December 31, 2024 were \$77,570.

The Borough is billed annually for its normal contributions plus any accrued liability. These contributions, equal to the required contributions are detailed below.

Fiscal Year	Normal Contributions	Accrued Liability	Non Contributory Life	Long-Term Disability	Total Liability	Paid by Borough
2024	\$ 27,701	\$ 121,789	\$ 6,589	\$ -	\$ 156,079	
2023	20,121	106,263	5,720	-	132,104	
2022	13,947	95,924	5,309	-	115,180	

Pension Liabilities, Pension Expense, and Deferred Outflow of Resources and Deferred Inflows of Resources Related to Pensions – For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the PERS and additions to/deductions from PERS fiduciary net position have been determined on the same basis as they are reported by PERS. For this purpose, 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.

At December 31, 2024, the Borough's proportionate share of the PERS net pension liability was \$1,857,551. The net pension liability was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2023. The Borough's proportion of the net pension liability was based on a projection of the Borough's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined.

Borough of Medford Lakes
Notes to Financial Statements
December 31, 2024

NOTE 8. PENSION PLANS (CONTINUED)

Public Employees' Retirement System (PERS) (Continued)

For the year ended December 31, 2024, the Borough's proportionate share of the PERS pension expense, calculated by the plan as of the June 30, 2024 measurement date is \$197,377. This expense is not recognized by the Borough because of the regulatory basis of accounting as described in note 1.

At December 31, 2024, the Borough proportionate share of the PERS net pension liability was \$1,857,551 and had deferred outflows and inflows of resources related to PERS from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 37,210	\$ 4,945
Changes of assumptions	2,308	21,135
Net Difference between projected and actual earnings on pension plan investments	-	86,130
Changes in proportion	457,530	-
Borough contributions subsequent to the measurement date	186,019	-
Total	\$ 683,067	\$ 112,210

\$186,019 included in deferred outflows of resources, will be included as a reduction of the net pension liability in the year ending December 31, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

For the year ended:	Net Deferred Outflows (Inflows) of Resources
2025	\$ 12,639
2026	152,531
2027	56,397
2028	71,238
2029	92,033
Total	\$ 384,838

Borough of Medford Lakes
Notes to Financial Statements
December 31, 2024

NOTE 8. PENSION PLANS (CONTINUED)

Public Employees' Retirement System (PERS) (Continued)

The amortization of the above other deferred outflows of resources and deferred inflows of resources related to pensions will be over the following number of years:

	Deferred Outflows of <u>Resources</u>	Deferred Inflows of <u>Resources</u>
Differences between expected and actual experience		
Year of Pension Plan Deferral:		
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	-
June 30, 2024	5.08	-
Changes of assumptions		
June 30, 2019	-	5.21
June 30, 2020	-	5.16
June 30, 2021	5.13	-
June 30, 2022	-	5.04
June 30, 2023	-	-
June 30, 2024	-	-
Differences between projected and actual investment earnings on pension plan investments		
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
June 30, 2024	-	5.00

Additional Information

Collective balances at June 30, 2024 and 2023 are as follows:

	6/30/2024	6/30/2023
Collective deferred outflows of resources	\$ 1,079,580,780	\$ 1,080,204,730
Collective deferred inflows of resources	1,611,322,898	1,780,216,457
Collective net pension liability	13,588,045,796	14,484,374,047
Borough's Proportion	0.0136704785%	0.0116779511%

Actuarial assumptions - The total pension liability for the June 30, 2024 measurement date was determined by an actuarial valuation as of July 1, 2023, which was rolled forward to June 30, 2024.

Borough of Medford Lakes
Notes to Financial Statements
December 31, 2024

NOTE 8. PENSION PLANS (CONTINUED)

Public Employees' Retirement System (PERS) (Continued)

This actuarial valuation used the following actuarial assumptions, applied to all periods 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%

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

The actuarial assumptions used in the July 1, 2023 valuation were based on the results of an actuarial experience study for the period July 1, 2018 to June 30, 2021.

Long-Term Expected Rate of Return - In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2024) 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's target asset allocation as of June 30, 2024 are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
US Equity	28.00%	8.63%
Non-U.S. Developed Market Equity	12.75%	8.85%
International Small Cap Equity	1.25%	8.85%
Emerging Markets Equity	5.50%	10.66%
Private Equity	13.00%	12.40%
Real Estate	8.00%	10.95%
Real Assets	3.00%	8.20%
High Yield	4.50%	6.74%
Private Credit	8.00%	8.90%
Investment Grade Credit	7.00%	5.37%
Cash Equivalents	2.00%	3.57%
U.S. Treasuries	4.00%	3.57%
Risk Mitigation Strategies	3.00%	7.10%
Total	100.00%	

Borough of Medford Lakes
Notes to Financial Statements
December 31, 2024

NOTE 8. PENSION PLANS (CONTINUED)

Public Employees' Retirement System (PERS) (Continued)

Discount rate. The discount rate used to measure the State's total pension liability was 7.00% as of June 30, 2024. 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 nonemployer contributing entity will be made 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 all projected benefit payments to determining the total pension liability.

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

The following presents the Borough's proportionate share of the net pension liability measured as of June 30, 2024, calculated using the discount rate of 7.00%, as well as what the Borough's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (6.00%) or 1 percentage point higher (8.00%) than the current rate:

	Current		
	1% Decrease (6.00%)	Discount Rate (7.00%)	1% Increase (8.00%)
School District's proportionate share of the net pension liability	\$ 2,468,229	\$ 1,857,551	\$ 1,337,868

Pension Plan fiduciary net position. Detailed information about the pension plan's fiduciary net position is available in the separately issued State of New Jersey Division of Pensions and Benefits financial report.

Defined Contribution Retirement Program (DCRP)

The Defined Contribution Retirement Program was established in 2007, under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007 (N.J.S.A.43:15C-1 et. seq), and expanded under the provisions of Chapter 89, P.L. 2008 and Chapter 1, P.L. 2010. The Defined Contribution Retirement Program Board oversees the DCRP, which is administered by Empower on behalf of the Divisions of Pensions and Benefits. The DCRP provides eligible members, and their beneficiaries, with a tax-sheltered, defined contribution retirement benefit, along with life insurance and disability coverage. Vesting and benefit provisions are established by N.J.S.A. 43:15C-1 et. seq.

The contribution requirements of plan members are determined by State statute. 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. Pursuant to the provisions of Chapter 78 P.L. 2011, the active member contribution rate was increased to 6.5% plus an additional 1.0% phased-in over seven years beginning in the first year. The phase-in of the additional incremental member contribution amount will take place in July of each subsequent year. The State Treasurer has the right under the current law to make temporary reductions in rates based on the existence of surplus pension assets in the retirement system; however, state statute also requires the return to the normal rate when such surplus pension assets no longer exist. The employee contributions along with the Borough's contribution for each pay period are transmitted to Empower not later than the fifth business day after the date on which the employee is paid for that pay period.

The Borough's contributions, equal to the required contribution for each fiscal year, were as follows:

Fiscal Year	Total Liability	Paid by Borough
2024	\$ 6,705	\$ 6,705
2023	6,510	6,510
2022	6,831	6,831

**Borough of Medford Lakes
Notes to Financial Statements
December 31, 2024**

NOTE 9. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)

The Borough does not provide postemployment health care benefits as part of the State Health Benefits Local Government Retired Employment Plan. However, benefits are provided as described below:

Special Funding Situation PFRS

Under N.J.S.A. 43:3C-24, the Borough is responsible for their own OPEB contributions based on actuarially determined amounts, except where legislation was passed which legally obligated the State to make contributions if certain circumstances occurred. The legislation which legally obligates the State is as follows: Chapter 330, P.L. 1997 and Chapter 271, P.L., 1989. Under Chapter 330, P.L. 1997, the State pays the premiums or periodic charges for the qualified local police and firefighter retirees and dependents equal to 80 percent of the premium of periodic charge for the category of coverage elected by the qualified retiree under the State managed care plan or a health maintenance organization participating in the program providing the lowest premium or periodic charge. The State also provides funding for retiree health benefits to survivors of local police officers and firefighters who die in the line of duty under Chapter 271, P.L. 1989.

The amounts contributed on behalf of the Borough by the State under this legislation is considered to be a special funding situation as defined by GASB Statement No. 75, and the State is treated as a nonemployer contributing entity. Accordingly, the Borough's proportionate share percentage of the net pension liability, deferred outflows and inflows determined under GASB Statement No. 75 is zero percent and the State's proportionate share is 100% of OPEB under this legislation.

At December 31, 2023 and 2022, the State's proportionate share of the net OPEB liability attributable to the Borough for the OPEB special funding situation is \$2,126,637 and \$2,667,840 respectively. For the years ended December 31, 2023 and 2022, the plan has determined the State's proportionate share of the OPEB expense attributable to the Borough for the OPEB special funding situation is (\$385,601) and (\$437,582) respectively. The State's proportionate share attributable to the Borough was developed based on eligible plan members subject to the special funding situation. This data takes into account active members from both participating and non-participating employer locations and retired members currently receiving OPEB benefits.

NOTE 10. COMPENSATED ABSENCES

Borough employees are entitled to sick leave, personal days and vacation days each year in varying amounts as outlined in the employee handbook. Unused sick leave may be accumulated and carried forward to the subsequent year. Personal days cannot be carried forward to the subsequent year. Vacation days are earned based on years of service. Unused vacation days may not be carried forward to the subsequent year unless specifically approved by Council. Vacations days carried forward must be used in the next succeeding year or be forfeited.

Police officers, regardless of the number of years serving the Borough and upon retirement from the Borough, will be compensated for any accumulated unused sick leave at 100% of their final pay. The maximum benefit payable under this provision shall be limited to a maximum of seventy-five thousand dollars (\$75,000).

All other Borough employees do not receive compensation for any accumulated unused sick leave.

The Borough does not record accrued expenses related to compensated absences. Despite the limitations disclosed above, and in accordance with *Governmental Accounting Standards Board Statement 101* (GASB 101), the accrued benefits for compensated absences at December 31, 2024, are estimated to be valued at \$282,538.

The Borough has established a Compensated Absences Trust Fund to set aside funds for the future payments of compensated absences. At December 31, 2024, the balance of the fund is \$26,285.

Borough of Medford Lakes
Notes to Financial Statements
December 31, 2024

NOTE 11. DEFERRED COMPENSATION SALARY ACCOUNT

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

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

NOTE 12. JOINT INSURANCE POOL

The Borough is a member of the Camden County Municipal Joint Insurance Fund. The Fund provides its members with the following coverage:

Public Employees Bond
Public Official Bonds
Business Automobile
Workers' Compensation and Employer's Liability
Environmental Liability
Property Damage

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

The Fund publishes its own financial report which can be obtained by writing to: Camden County Municipal Joint Insurance Fund, 9 Campus Drive, Suite 16, Parsippany, New Jersey, 07054.

NOTE 13. NEW JERSEY UNEMPLOYMENT COMPENSATION INSURANCE

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

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

Year	Borough Contributions	Interest	Employee Contributions	Amount Reimbursed	Ending Balance
2024	\$ -	\$ 293	\$ 4,276	\$ 6,740	\$ 10,567
2023	5,345	153	4,460	6,437	12,738
2022	-	25	3,975	314	9,217

**Borough of Medford Lakes
Notes to Financial Statements
December 31, 2024**

NOTE 14. CAPITAL DEBT

Summary of Municipal Debt

	Year 2024	Year 2023	Year 2022
<u>Issued:</u>			
General Bonds and Notes	\$ 2,186,222	\$ 2,068,772	\$ 1,919,862
Sewer Utility Bonds and Notes	865,000	280,000	320,000
Loans	<u>1,139,734</u>	<u>1,657,765</u>	<u>2,165,589</u>
Total Issued	<u>4,190,956</u>	<u>4,006,537</u>	<u>4,405,451</u>
<u>Authorized But Not Issued:</u>			
General Bonds and Notes	1,873,720	923,720	2,129,894
Sewer Utility Bonds and Notes	<u>9,455,510</u>	<u>9,455,510</u>	<u>9,455,510</u>
Net Debt	<u><u>\$ 15,520,186</u></u>	<u><u>\$ 14,385,767</u></u>	<u><u>\$ 15,990,855</u></u>

Summary of Statutory Debt Condition - Annual Debt Statement

The summarized statement of debt condition which follows is prepared in accordance with required method of setting up the Annual Debt Statement and indicates a statutory net debt of 0.600%.

	Gross Debt	Deductions	Net Debt
Local School District Debt	\$ 2,114,000	\$ 2,114,000	\$ -
Regional School District Debt	2,359,145	2,359,145	-
Sewer Utility Debt	10,320,510	10,320,510	-
General Debt	<u>5,199,676</u>	<u>1,139,735</u>	<u>4,059,941</u>
Total	<u><u>\$ 19,993,331</u></u>	<u><u>\$ 15,933,390</u></u>	<u><u>\$ 4,059,941</u></u>

Net Debt, \$4,059,941 divided by Equalized Valuation Basis per N.J.S.A. 40A:2-2, as amended, \$677,071,719 equals 0.600%.

Equalized Valuation Basis:

2022	\$ 611,396,640
2023	676,684,502
2024	<u>743,134,014</u>
Average	<u><u>\$ 677,071,719</u></u>

**Borough of Medford Lakes
Notes to Financial Statements
December 31, 2024**

NOTE 14. CAPITAL DEBT (CONTINUED)

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

3 1/2% of Equalized Valuation Basis (Municipal)	\$ 23,697,510
Net Debt	<u>4,059,941</u>
Remaining Borrowing Power	<u><u>\$ 19,637,569</u></u>

**Calculation of “Self-Liquidating Purpose”
Sewer Utility Per N.J.S.A. 40A:2-45**

Cash Receipts from Fees, Rents or Other Charges for the Year	\$ 1,627,505
Deductions:	
Operating and Maintenance Costs	\$ 1,447,470
Debt Service Costs	<u>40,000</u>
	<u><u>1,487,470</u></u>
Total Excess in Revenues	<u><u>\$ 140,035</u></u>

The foregoing debt information is in agreement with the Annual Debt Statement filed by the Chief Financial Officer.

NJDEP Loan Payable

The Borough received three (3) loan proceeds totaling \$8,831,864 from the State of New Jersey Department of Environmental Protection Loan Program. The loans have a stated interest rate of 2.00% with a final maturity on December 15, 2033. As of December 31, 2024, the balance payable amounts to \$1,139,734.

Future principal and interest payments are as follows:

Year	Principal	Interest	Total
2025	\$ 528,443	\$ 20,166	\$ 548,609
2026	539,065	9,544	548,609
2027	9,712	1,396	11,108
2028	9,907	1,201	11,108
2029	10,107	1,002	11,109
2030-2033	<u>42,500</u>	<u>1,934</u>	<u>44,434</u>
Total	<u><u>\$ 1,139,734</u></u>	<u><u>\$ 35,243</u></u>	<u><u>\$ 1,174,977</u></u>

Borough of Medford Lakes
Notes to Financial Statements
December 31, 2024

NOTE 14. CAPITAL DEBT (CONTINUED)

Bond Anticipation Notes Payable

The Borough issues bond anticipation notes to temporarily fund various capital projects prior to the issuance of serial bonds. The term of the Notes cannot exceed one year from the date of issuance however, the Notes may be renewed from time to time for a period not to exceed one year. Generally, such Notes must be paid no later than the first day of the fifth month following the close of the tenth fiscal year following the date of the original Notes. The State of New Jersey also prescribes that on or before the third anniversary date of the original Note a payment of an amount at least equal to the first legally payable installment of the bonds in anticipation of which such Notes were issued be paid or retired. A second and third legal installment must be paid if the Notes are to be renewed beyond the fourth and fifth anniversary date of the original issuance.

As of December 31, 2024, the Borough had the following outstanding bond anticipation notes.

<u>Fund</u>	<u>Amount Outstanding</u>	<u>Interest Rate</u>	<u>Maturity Date</u>
General Capital	\$ 646,700	(1)	October 9, 2025
General Capital	224,210	(1)	September 24, 2025
General Capital	785,062	(1)	September 11, 2025
General Capital	209,950	(1)	August 21, 2025
General Capital	320,300	(1)	August 7, 2025
Sewer Capital	240,000	(2)	December 11, 2025
Sewer Capital	<u>625,000</u>	<u>(2)</u>	August 21, 2025
 Total	 <u>\$ 3,051,222</u>		

(1) There is no interest rate as the Current Fund of the Borough holds these notes as an investment. See Note 3.
 (2) There is no interest rate as the Sewer Utility Fund of the Borough holds this note as an investment. See Note 3.

NOTE 15. LEASES

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

Cell Tower Lease No. 1 – On July 24, 2003, the Borough entered into a ten-year lease agreement with T-Mobile for the lease of a cell tower. The agreement will be automatically extended for three (3) additional five (5) year terms. The agreement has an incremental borrowing rate of 3.50%. Under the terms of the lease, the Borough receives rent payments of \$1,950 per month. Rent is increased by 3% on each anniversary of the commencement date. The lessee paid the Borough \$42,502 for the year ended December 31, 2024.

Cell Tower Lease No. 2 – On February 10, 2004, the Borough entered into a ten-year lease agreement with AT&T for the lease of a cell tower. The agreement will be automatically extended for three (3) additional five (5) year terms. The agreement has an incremental borrowing rate of 3.50%. Under the terms of the lease, the Borough receives rent payments of \$1,950 per month. Rent is increased by 3% on each anniversary of the commencement date. The lessee paid the Borough \$46,289 for the year ended December 31, 2024.

Cell Tower Lease No. 3 – On April 10, 2013, the Borough entered into a ten-year lease agreement with Verizon for the lease of a cell tower. The agreement will be automatically extended for three (3) additional five (5) year terms. The agreement has an incremental borrowing rate of 3.50%. Under the terms of the lease, the Borough receives rent payments of \$2,500 per month. Rent is increased by 3% on each anniversary of the commencement date. The lessee paid the Borough \$41,225 for the year ended December 31, 2023.

Borough of Medford Lakes
Notes to Financial Statements
December 31, 2024

NOTE 15. LEASES (CONTINUED)

Cell Tower Lease No. 4 – On September 1, 2023, the Borough entered into a ten-year lease agreement with Dish Wireless for the lease of a cell tower. The agreement will be automatically extended for three (3) additional five (5) year terms. The agreement has an incremental borrowing rate of 3.50%. Under the terms of the lease, the Borough will receive rent payments of \$3,000 per month. Rent is increased by 3% on each anniversary of the commencement date. The lessee paid the Borough \$36,450 for the year ended December 31, 2024.

The future minimum lease payments to be received by the Borough are as follows:

Year	Cell Tower Lease No. 1	Cell Tower Lease No. 2	Cell Tower Lease No. 3	Cell Tower Lease No. 4	Total
2025	\$ 44,075	\$ 43,425	\$ 42,461	\$ 37,451	\$ 167,412
2026	45,398	44,728	43,735	38,574	172,435
2027	46,759	46,070	45,047	39,732	177,608
2028	27,748	47,452	46,399	40,924	162,523
2029	-	3,964	47,791	42,151	93,906
2030-2034	-	-	261,338	230,500	491,838
2035-2039	-	-	191,626	267,213	458,839
2040-2044	-	-	-	309,773	309,773
2045-2049	-	-	-	257,857	257,857
Total	<u>\$ 163,980</u>	<u>\$ 185,639</u>	<u>\$ 678,397</u>	<u>\$ 1,264,175</u>	<u>\$ 2,292,191</u>

As discussed in Note 1, the financial statements are prepared by the Borough on a basis of accounting prescribed by the New Jersey Division of Local Government Services, Department of Community Affairs. This is a basis of accounting other than Generally Accepted Accounting Principles (GAAP). As a result, the Borough does not recognize GASB requirements for recognition of the lease receivable on the Statements of Assets, Liabilities, Reserves and Fund Balance – Regulatory Basis. For the year ended December 31, 2024, the Borough recognized lease revenue of \$166,465 in the Current Fund.

NOTE 16. SCHOOL TAXES

Local District School Tax has been raised and liabilities deferred by statute, resulting in the school taxes payable set forth in the Current Fund Liabilities as follows:

	Local District School Tax		Regional High School Tax	
	Balance December 31, 2024	2023	Balance December 31, 2024	2023
Balance of Tax	\$ 3,125,324	\$ 3,074,545	\$ 2,501,174	\$ 2,281,759
Deferred	<u>516,690</u>	<u>516,690</u>	<u>291,811</u>	<u>291,811</u>
School Tax Payable	<u>\$ 2,608,634</u>	<u>\$ 2,557,855</u>	<u>\$ 2,209,363</u>	<u>\$ 1,989,948</u>

NOTE 17. CONTINGENCIES

The Borough participates in a number of state and federally assisted grant programs. The programs are subject to compliance audits under the single audit approach. Such audits could lead to requests for reimbursement by the grantor agency for expenditures disallowed under terms of the grants. Management believes that the amount from future audits, if any, would not be material.

Borough of Medford Lakes
Notes to Financial Statements
December 31, 2024

NOTE 18. GUARANTOR OF DEBT

On November 2, 2006, the Borough of Medford Lakes (Borough) approved a loan agreement with the State of New Jersey, Department of Environmental Protection (State) whereby, the Borough acts as a co-borrower with the State for a loan in an amount not to exceed \$2,245,000 to be made to the Medford Lakes Colony (Colony) a not-for-profit corporation located in the Borough. The terms of the agreement are such that the Borough agrees to complete the dredging and lake restoration project and to reimburse the State in accordance with the terms and conditions set forth in the loan agreement, in the event of a default on the part of the Colony. The dredging and lake restoration project has been completed by the Colony. The final loan amount borrowed by the Colony was \$2,171,451.50 and has a 2% interest rate with a maturity date of January 13, 2027. As of the date of this report, the Colony has not defaulted on its loan obligation.

NOTE 19. SUBSEQUENT EVENTS

Subsequent to December 31, 2024, the Borough of Medford Lakes authorized additional Bonds and Notes as follows:

<u>Purpose</u>	<u>Date</u>	<u>Amount</u>
Acquisition of an Office Trailer for Public Works Department	2/26/2025	\$ <u>71,250</u>
Various Capital Improvements	6/25/2025	\$ <u>352,399</u>

SUPPLEMENTAL EXHIBITS

CURRENT FUND

BOROUGH OF MEDFORD LAKES

CURRENT FUND

Statement of Cash - Treasurer
For the Year Ended December 31, 2024

	<u>CURRENT FUND</u>	<u>FEDERAL AND STATE GRANT FUND</u>
Balance December 31, 2023	\$ 4,076,164.48	\$ 197,688.43
Receipts:		
Taxes Receivable	\$ 17,033,059.43	\$ -
Tax Title Lien Receivable	-	
Prepaid 2024 Taxes	104,314.33	
Revenue Accounts Receivable	937,097.61	
Reserve for Off Duty Police	38,155.00	
Tax Overpayments	47,439.45	
Due from State of New Jersey - Senior Citizens and Veterans Deductions	26,250.00	
Due to State of New Jersey:		
DCA Training Fees	4,153.00	
Marriage License Fees	325.00	
Due to Other Trust Fund	300.00	
Due from Sewer Utility Fund	14,257.85	
Federal and State Grants Receivable		23,187.06
Federal and State Grants Unappropriated Reserves		1,171.22
Miscellaneous Revenue Not Anticipated	299,134.01	
Petty Cash	441.55	
Budget Refunds	<u>32,928.11</u>	
Total Receipts	<u>18,537,855.34</u>	<u>24,358.28</u>
Total Funds Available	<u>22,614,019.82</u>	<u>222,046.71</u>
Disbursements:		
2024 Appropriations	4,370,915.43	
County Taxes Payable	2,390,281.63	
Due to State of New Jersey:		
Marriage License Fees	450.00	
DCA Training Fees	4,946.00	
Local District School Tax	6,867,165.56	
Regional High School Tax	4,117,525.98	
2023 Appropriation Reserves and		
Reserve for Encumbrances	91,853.40	
Accounts Payable	4,109.39	
Investment - Bond Anticipation Note	209,950.00	
Tax Overpayment Refunds	29,753.25	
Due from General Capital Fund	450,987.30	
Reserve for Off Duty Police	86,608.56	
Due to Other Trust Fund	429.89	
Petty Cash	441.55	
Budget Refunds	<u>32,928.11</u>	
Reserve for Federal and State Grant Funds:		
Appropriated	<u>-</u>	<u>178,181.50</u>
Total Disbursements	<u>18,658,346.05</u>	<u>178,181.50</u>
Balance December 31, 2024	<u>\$ 3,955,673.77</u>	<u>\$ 43,865.21</u>

BOROUGH OF MEDFORD LAKES

CURRENT FUND

Statement of Cash - Collector
For the Year Ended December 31, 2024

Balance December 31, 2023	\$ 84,158.29
---------------------------	--------------

Receipts:

Third Party Tax Title Liens	\$ 138,770.70
Tax Sale Premiums	1,000.00
Contra	23,073.43
Interest Earned on Bank Deposits	6,472.83
Total Funds Available	169,316.96
	253,475.25

Disbursements:

Third Party Tax Title Liens	136,615.81
Refund of Tax Premiums Redeemed	56,100.00
Contra	23,073.43
	215,789.24

Balance December 31, 2024	\$ 37,686.01
---------------------------	--------------

BOROUGH OF MEDFORD LAKES

CURRENT FUND

Schedule of Taxes Receivable and Analysis of Property Tax Levy
For the Year Ended December 31, 2024

Year	Balance December 31,		Collections by Cash		State Share of Senior Citizen and Veterans Deductions Allowed		Transfer to Tax Title Liens		Overpayments Applied		Balance December 31,	
	2023	Added Taxes	2024 Levy	2023	2024						Canceled	2024
2023	\$ 183,196.68	\$ -	\$ -	\$ -	\$ 183,167.35	\$ -	\$ -	\$ -	\$ -	\$ 26.65	\$ 2.68	
	183,196.68	-	-	-	183,167.35	-	-	-	-	26.65	2.68	
2024			17,220,160.17	103,598.20	16,849,892.08	27,212.04			3,096.37	39,812.43	196,549.05	
Total	\$ 183,196.68	\$ -	\$ 17,220,160.17	\$ 103,598.20	\$ 17,033,059.43	\$ 27,212.04	\$ -	\$ 3,096.37	\$ 39,839.08	\$ 196,551.73		

ANALYSIS OF PROPERTY TAX LEVY

Tax Yield:

General Purpose Tax	\$ 17,161,454.96
Added Taxes	58,705.21
Total	\$ 17,220,160.17

Tax Levy:

Local District School Tax (Abstract)	\$ 6,917,945.00
Regional High School District Tax (Abstract)	4,336,941.00

County Taxes:

County Tax (Abstract)	\$ 1,979,139.50
County Library Tax (Abstract)	170,704.22
County Open Space Tax (Abstract)	236,863.89
Amount Due County for Added Taxes (54:4-63.1 et.seq.)	7,443.35
	2,394,150.96

Local Tax for Municipal Purposes	3,515,499.64
Additional Tax Levies	55,623.57

Total	\$ 17,220,160.17
-------	------------------

EXHIBIT A-7

BOROUGH OF MEDFORD LAKES

CURRENT FUND

**Schedule of Tax Title Liens
For the Year Ended December 31, 2024**

Balance December 31, 2024 and 2023 \$ -

EXHIBIT A-8

**Schedule of Property Acquired for Taxes
For the Year Ended December 31, 2024**

Balance December 31, 2024 and 2023 \$ 151,200.00

BOROUGH OF MEDFORD LAKES

CURRENT FUND

Schedule of Revenue Accounts Receivable
For the Year Ended December 31, 2024

	Balance December 31, 2023	Accrued in 2024	Collected	Balance December 31, 2024
Borough Clerk:				
Alcohol Licenses	\$ -	\$ 1,431.00	\$ 1,431.00	\$ -
Fees and Permits	- -	221,991.03	221,991.03	- -
Interest and Costs on Taxes	- -	50,664.97	50,664.97	- -
Construction Official - Fees and Permits	- -	68,590.00	68,590.00	- -
Energy Receipt Taxes	- -	293,053.48	293,053.48	- -
Municipal Court - Fines and Costs	1,520.22	28,578.28	27,982.38	2,116.12
Shared Service Court	- -	84,920.00	84,920.00	- -
Cell Tower Rental	- -	166,464.75	166,464.75	- -
Reserve for Municipal Relief Fund	- -	- -	- -	- -
Reserve for Payment of Debt Service Cost	- -	22,000.00	22,000.00	- -
Total	\$ 1,520.22	\$ 937,693.51	\$ 937,097.61	\$ 2,116.12

BOROUGH OF MEDFORD LAKES

CURRENT FUND

Statement of 2023 Appropriation Reserves
For The Year Ended December 31, 2024

	Balance December 31, 2023			Balance		Balance Lapsed
	Reserved	Encumbered	Transfers	After Transfers	Paid or Charged	
Salaries and Wages:						
General Administration	\$ 5,894.08			5,894.08	\$ -	\$ 5,894.08
Borough Clerk	5,972.49			5,972.49		5,972.49
Financial Administration	822.43			822.43		822.43
Collection of Taxes	1,515.08			1,515.08		1,515.08
Historic Preservation Commission	450.00			450.00		450.00
Planning Board	206.00	64.78		270.78	64.78	206.00
Police	12,103.02			12,103.02	2,145.60	9,957.42
Office of Emergency Management	36.77			36.77		36.77
Fire Official	3,897.42			3,897.42		3,897.42
Borough Prosecutor		148.50		148.50	148.50	-
Depart. of Public Works - Streets & Roads	6,903.20			6,903.20		6,903.20
Solid Waste Collection	8,489.69			8,489.69		8,489.69
Construction Official	872.91			872.91		872.91
Zoning Code Enforcement	100.07			100.07		100.07
Public Defender	1,000.00	475.00		1,475.00	475.00	1,000.00
Shared Services:						
Municipal Court-Tabernacle	252.21	742.50		994.71	742.50	252.21
Other Expenses:						
General Administration	771.33	1,848.46		2,619.79	1,557.51	1,062.28
Mayor and Council	165.86	111.00		276.86	111.00	165.86
Borough Clerk	4,190.82	2,074.06		6,264.88	676.06	5,588.82
Financial Administration	2,511.92			2,511.92	63.00	2,448.92
Auditing Services	500.00			500.00		500.00
Computerized Data Processing	91.07			91.07		91.07
Collection of Taxes	414.92	201.36		616.28	234.36	381.92
Assessment of Taxes	304.18			304.18		304.18
Legal Services	7,654.35	752.50		8,406.85	3,895.83	4,511.02
Engineering Services	3,700.82	10,652.50		14,353.32	13,848.88	504.44
Planning Board	130.36	5,200.00		5,330.36	5,200.00	130.36
Insurance						
Employee Group Insurance	15,427.62	296.60		15,724.22	296.60	15,427.62
Liability Insurance	187.28	126.88		314.16	126.88	187.28
Health Benefit Waiver	3,876.16			3,876.16		3,876.16
Police	163.31	8,045.52		8,208.83	8,045.52	163.31
Office of Emergency Management	318.96			318.96		318.96
Fire Department	1,161.73	15,626.35		16,788.08	15,480.20	1,307.88
Fire Official	1,000.00			1,000.00		1,000.00
Depart. of Public Works - Streets & Roads	6,751.14	3,194.78		9,945.92	3,194.78	6,751.14
Solid Waste Collection	487.84	4,162.10		4,649.94	4,162.10	487.84
Public Buildings and Grounds	3,098.59	2,068.76		5,167.35	2,599.01	2,568.34
Vehicle Maintenance	94.47	4,031.36		4,125.83	4,031.36	94.47
Forward	101,518.10	59,823.01	-	161,341.11	67,099.47	94,241.64

(Continued)

BOROUGH OF MEDFORD LAKES

CURRENT FUND

Statement of 2023 Appropriation Reserves
For The Year Ended December 31, 2024

	Balance December 31, 2023		Transfers	Balance		Paid or Charged	Balance Lapsed
	Reserved	Encumbered		After Transfers			
Forward	\$ 101,518.10	\$ 59,823.01	\$ -	\$ 161,341.11	\$ 67,099.47	\$ 94,241.64	
Other Expenses (Cont'd):							
Electricity	1,987.67	2,229.43		4,217.10	2,229.43	1,987.67	
Street Lighting	3,828.74	876.33		4,705.07	876.33	3,828.74	
Telephone	765.30	229.28		994.58	594.20	400.38	
Natural Gas	5,758.19			5,758.19		5,758.19	
Gasoline	14,926.08			14,926.08	12,710.30	2,215.78	
Landfill Fees	4,095.25	12,833.25		16,928.50	12,833.25	4,095.25	
Construction Code Official	386.89			386.89	17.62	369.27	
Zoning Code Enforcement	2,000.00			2,000.00		2,000.00	
Celebration of Public Events	6,500.00			6,500.00		6,500.00	
Municipal Court	502.67	384.48		887.15	492.40	394.75	
Social Security System	10,704.20			10,704.20		10,704.20	
Unemployment Compensation	6,670.48			6,670.48		6,670.48	
Defined Contribution Retirement Fund	864.13			864.13		864.13	
Matching Funds for Grants				-		-	
Total	<u>\$ 160,507.70</u>	<u>\$ 76,375.78</u>	<u>\$ -</u>	<u>\$ 236,883.48</u>	<u>\$ 96,853.00</u>	<u>\$ 140,030.48</u>	
				Cash disbursed	\$ 91,853.40		
				Account Payable	4,999.60		
						<u>\$ 96,853.00</u>	

BOROUGH OF MEDFORD LAKES

CURRENT FUND

Schedule of Due to State of NJ - UCC Fees
For the Year Ended December 31, 2024

Balance December 31, 2023	\$ 2,277.00
Increased by:	
Cash Received	4,153.00
<hr/>	
Decreased by:	
Cash Disbursed	4,945.00
<hr/>	
Balance December 31, 2024	<u>\$ 1,485.00</u>

Schedule of Due to State of NJ - Marriage License Fees
For the Year Ended December 31, 2024

Balance December 31, 2023	\$ 150.00
Increased by:	
Collected	325.00
<hr/>	
Subtotal	475.00
Decreased by:	
Payments	450.00
<hr/>	
Balance December 31, 2024	<u>\$ 25.00</u>

BOROUGH OF MEDFORD LAKES

CURRENT FUND

**Schedule of Due State of New Jersey-
Senior Citizen and Veterans' Deductions
For the Year Ended December 31, 2024**

Balance due to (from) December 31, 2023	\$ 1,500.00
Increased by:	
Cash Received	\$ 26,250.00
Senior Citizens Deductions Disallowed for 2023	<u>-</u> <u>26,250.00</u>
Total	27,750.00
Decreased by:	
Accrued in 2024:	
Senior Citizens Deductions Per Billings	2,750.00
Veterans Deductions Per Billings	24,000.00
Senior Citizens and Veteran Deductions Allowed by Collector	<u>1,000.00</u>
Less - Senior Citizen Deductions Disallowed by Collector	27,750.00
Canceled	<u>-</u>
Total	<u>27,212.04</u>
Balance due to (from) December 31, 2024	<u>\$ 537.96</u>

BOROUGH OF MEDFORD LAKES

CURRENT FUND

Schedule of Tax Overpayments
For the Year Ended December 31, 2024

Balance December 31, 2023	\$ 3,096.37
Increased by:	
Collected	\$ 47,439.45
Prior Year Created	<u>47,439.45</u>
Subtotal	50,535.82
Decreased by:	
Applied to 2024 Taxes	\$ 3,096.37
Refunded	29,753.25
Cancelled	<u>32,849.62</u>
Balance December 31, 2024	<u>\$ 17,686.20</u>

Schedule of 3rd Party Tax Title Liens/Tax Sale Premiums
For the Year Ended December 31, 2024

Balance December 31, 2023	\$ 84,158.29
Increased by:	
Collected	<u>308,864.57</u>
Subtotal	393,022.86
Decreased by:	
Disbursed	<u>355,336.85</u>
Balance December 31, 2024	<u>\$ 37,686.01</u>

BOROUGH OF MEDFORD LAKES

CURRENT FUND

Schedule of County Tax Payable
For the Year Ended December 31, 2024

Balance December 31, 2023	\$ 3,574.02
Increased by:	
County Tax	\$ 1,979,139.50
County Library Tax	170,704.22
County Open Space Tax	236,863.89
County Added and Omitted	<u>7,443.35</u>
Total	<u>2,397,724.98</u>
Decreased by:	
Payments	<u>2,390,281.63</u>
Balance December 31, 2024	<u>\$ 7,443.35</u>

BOROUGH OF MEDFORD LAKES

CURRENT FUND

**Schedule of Regional School Tax Payable
For the Year Ended December 31, 2024**

Balance December 31, 2023:

School Tax Payable	\$ 1,989,947.89
School Tax Deferred	<u>291,811.49</u>
	\$ 2,281,759.38

Increased by:

Levy - School Year July 1, 2024 to June 30, 2025	<u>4,336,941.00</u>
Total	6,618,700.38

Decreased by:

Payments	<u>4,117,525.98</u>
----------	---------------------

Balance December 31, 2024:

School Tax Payable	2,209,362.91
School Tax Deferred	<u>291,811.49</u>
	\$ 2,501,174.40

2024 Liability for Regional District School Tax:

Tax Paid	\$ 4,117,525.98
Tax Payable December 31, 2024	<u>2,209,362.91</u>
Total	6,326,888.89

Less:

Tax Payable December 31, 2023	<u>1,989,947.89</u>
Amount Charged to 2024 Operations	<u>\$ 4,336,941.00</u>

BOROUGH OF MEDFORD LAKES

CURRENT FUND

Schedule of Local District School Tax Payable
For the Year Ended December 31, 2024

Balance December 31, 2023:

School Tax Payable	\$ 2,557,854.81
School Tax Deferred	<u>516,689.81</u>
	\$ 3,074,544.62

Increased by:

Levy - School Year July 1, 2024 to June 30, 2025	<u>6,917,945.00</u>
Total	9,992,489.62

Decreased by:

Payments	<u>6,867,165.56</u>
----------	---------------------

Balance December 31, 2024:

School Tax Payable	2,608,634.25
School Tax Deferred	<u>516,689.81</u>
	\$ 3,125,324.06

2024 Liability for Local District School Tax:

Tax Paid	\$ 6,867,165.56
Tax Payable December 31, 2024	<u>2,608,634.25</u>
Total	9,475,799.81

Less:

Tax Payable December 31, 2023	<u>2,557,854.81</u>
Amount Charged to 2024 Operations	<u>\$ 6,917,945.00</u>

BOROUGH OF MEDFORD LAKES

FEDERAL AND STATE GRANT FUND

Schedule of Federal and State Grants Receivable
For the Year Ended December 31, 2024

	Balance December 31, 2023	Accrued	Received	Transferred from Unappropriated Reserves	Canceled	Balance December 31, 2024
Federal Grants:						
Safer Grant	\$ 4,143.00	\$ -	\$ -	\$ -	\$ -	\$ 4,143.00
NJ Transportation Trust Fund	57,618.25					57,618.25
NJ Transportation Trust Fund:						
Mohawk Trail Phase II		261,120.00			261,120.00	-
FEMA - Firefighters Grant	172,000.00					172,000.00
ARP Firefighters Grant	-	72,000.00				72,000.00
Total Federal	<u>233,761.25</u>	<u>333,120.00</u>	<u>-</u>	<u>-</u>	<u>261,120.00</u>	<u>305,761.25</u>
State Grants:						
Clean Communities Grant	-	14,580.35	14,580.35			-
Drive Sober or Get Pulled Over	5,500.00					5,500.00
Body Armor Grant	-	1,139.88		1,139.88		-
Municipal Alliance Grant	1,841.00	6,000.00	2,642.65			5,198.35
Recycling Tonnage Grant	-	5,964.06	5,964.06			-
Total State	<u>7,341.00</u>	<u>27,684.29</u>	<u>23,187.06</u>	<u>1,139.88</u>	<u>-</u>	<u>10,698.35</u>
County Grants:						
Burlington County Park Development	2,251.13					2,251.13
Burlington County Park Development	<u>6,937.50</u>					<u>6,937.50</u>
Total County	<u>9,188.63</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>9,188.63</u>
Total Grants	<u>\$ 250,290.88</u>	<u>\$ 360,804.29</u>	<u>\$ 23,187.06</u>	<u>\$ 1,139.88</u>	<u>\$ 261,120.00</u>	<u>\$ 325,648.23</u>

BOROUGH OF MEDFORD LAKES

FEDERAL AND STATE GRANT FUND

Schedule of Reserve for Federal and State Grants - Unappropriated
For the Year Ended December 31, 2024

	Balance December 31, 2023	Cash Received	Appropriated in 2024 Budget Appropriation	Balance December 31, 2024
Federal Grants:				
None	\$ -	\$ -	\$ -	\$ -
Total Federal Grants	-	-	-	-
State Grants:				
Body Armor Grant	1,139.88	1,171.22	1,139.88	1,171.22
Total State Grants	1,139.88	1,171.22	1,139.88	1,171.22
Total Federal and State Grants	\$ 1,139.88	\$ 1,171.22	\$ 1,139.88	\$ 1,171.22

BOROUGH OF MEDFORD LAKES

FEDERAL AND STATE GRANT FUND

Schedule of Reserve for Federal and State Grants - Appropriated
For the Year ended December 31, 2024

	Balance December 31, 2023	Transferred from 2024 Budget Appropriation	Appropriated by NJ 40A:4-87	Prior Year Encumbrances	Paid or Charged	Canceled	Balance December 31, 2024
Federal Grants:							
NJ Transportation Trust Fund	\$ 1,414.55	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,414.55
NJ Transportation Trust Fund	57,618.25						57,618.25
NJ Transportation Trust Fund Mohawk Trail Phase II		261,120.00				261,120.00	-
FEMA - Safer Grant	162,000.02				39,627.43		122,372.59
Safer Grant	7,521.53						7,521.53
Over the Limit	4,400.00						4,400.00
American Rescuce Plan Firefighters Grrant		72,000.00			72,000.00		-
American Resxcue Plan	114,836.36				114,836.36		-
Total Federal	347,790.71	333,120.00	-	-	226,463.79	261,120.00	193,326.92
State Grants:							
Alcoholic Ed. Rehab Fund	588.17						588.17
Body Armor Replacement Fund	2,469.87	1,139.88			2,480.28		1,129.47
Clean Communities Grant	39,116.81		14,580.35	1,200.00	11,060.78		43,836.38
Click It or Ticket	1,174.81						1,174.81
Drunk Driving Enforcement Grant	6,886.60			340.00	1,819.16		5,407.44
Drive Sober or Get Pulled Over	346.99						346.99
Municipal Alliance Grant	19,880.57	6,000.00			3,304.86		22,575.71
Municipal Alliance Grant	829.23	1,500.00					2,329.23
Recycling Tonnage Grant	44,605.45	5,964.06		1,915.40	6,975.90		45,509.01
Stormwater Assistance Grant	15,000.00						15,000.00
Green Communities	3,000.00						3,000.00
Total State	133,898.50	14,603.94	14,580.35	3,455.40	25,640.98	-	140,897.21
County Grants:							
Burlington County Park Development Prog.	481.80						481.80
Burlington County Park Development Prog.	7,158.70						7,158.70
Total County	7,640.50	-	-	-	-	-	7,640.50
Total Grants	\$ 489,329.71	\$ 347,723.94	\$ 14,580.35	\$ 3,455.40	\$ 252,104.77	\$ 261,120.00	\$ 341,864.63

Analysis of Paid or Charged:

Cash Disbursed	\$ 178,181.50
Due from Current Fund	426.51
Encumbrances	73,496.76
	\$ 252,104.77

TRUST FUND

BOROUGH OF MEDFORD LAKES

Trust Fund

Schedule of Cash - Treasurer
For the Year Ended December 31, 2024

	Animal Control	Total Other Trust Funds	Payroll	Planning and Zoning	Unemployment	Public Defender	Special Law Enforcement	Street Opening
Balance December 31, 2023	\$ 6,424.81	\$ 109,853.01	\$ 47,949.41	\$ 3,288.94	\$ 8,351.30	\$ 5,946.48	\$ 229.10	\$ 44,087.78
Receipts:								
Dog License Fees:								
Municipal Licenses	4,541.40	-						
State Registration Fees	556.80	-						
Late Fees/Miscellaneous	1,360.00	-						
Net Payroll		1,693,717.46	1,693,717.46					
Payroll Deductions Payable		940,896.34	940,896.34					
Annual Pension Bills Payable		472,895.60	472,895.60					
Planning and Zoning Escrows		3,100.00		3,100.00				
Employee Withholdings		4,276.60			4,276.60			
Health Care Deposits		-						
Street Openings		67,451.75						67,451.75
Public Defender Fees		-				-		
EMS Deposits		-						
Due Current Fund		559.15						559.15
Contra		105,248.43		3,029.11	7,852.25	6,006.53		88,360.54
Interest Earned	243.83	4,911.34	1,986.96	126.68	292.86	202.67	7.86	2,294.31
Total Receipts	6,702.03	3,293,056.67	3,109,496.36	6,255.79	12,421.71	6,209.20	7.86	158,665.75
Disbursements:								
Expenditures Under RS4:19-15.11	8,267.84	-						
State Registration Fees	460.20	-						
Net Payroll		1,693,717.46	1,693,717.46					
Payroll Deductions Payable		941,685.66	941,685.66					
Annual Pension Bills Payable		472,895.60	472,895.60					
Planning and Zoning Escrows		1,350.00		1,350.00				
Escrow Refunds		-						
Unemployment Claims		2,876.86			2,876.86			
Street Openings		21,405.97						21,405.97
Contra		105,248.43		3,029.11	7,852.25	6,006.53		88,360.54
Due Current Fund		2,345.82		113.35		187.12		2,045.35
Total Disbursements	8,728.04	3,241,525.80	3,108,298.72	4,492.46	10,729.11	6,193.65	-	111,811.86
Balance December 31, 2024	\$ 4,398.80	\$ 161,383.88	\$ 49,147.05	\$ 5,052.27	\$ 10,043.90	\$ 5,962.03	\$ 236.96	\$ 90,941.67

BOROUGH OF MEDFORD LAKES

ANIMAL CONTROL FUND

Schedule of Reserve for Animal Control Fund Expenditures
For the Year Ended December 31, 2024

Balance December 31, 2023	\$ 6,244.81
Increased by:	
2024 Dog License Fees Collected	\$ 3,691.80
2024 Cat Licenses Collected	849.60
Late Fees/Miscellaneous	1,360.00
Interest Earned	<u>243.83</u>
	6,145.23
Total	<u>12,390.04</u>
Decreased by:	
Expenditures Under R.S. 4:19-15.11:	<u>8,267.84</u>
Balance December 31, 2024	<u>\$ 4,122.20</u>

License Fees Collected

<u>Year:</u>	
2022	6,291.00
2023	<u>5,475.60</u>
Total	<u>\$ 11,766.60</u>

BOROUGH OF MEDFORD LAKES

TRUST - OTHER FUNDS

Schedule of Payroll Deductions Payable
For the Year Ended December 31, 2024

Balance December 31, 2023	\$ 15,762.95
Increased by:	
Payroll Deductions Received	\$ 1,034,276.85
Net Pay	<u>1,600,336.95</u>
	<u>2,634,613.80</u>
Subtotal	2,650,376.75
Decreased by:	
Payroll Deductions Disbursed	1,033,837.56
Net Pay	<u>1,600,336.95</u>
	<u>2,634,174.51</u>
Balance December 31, 2024	<u>\$ 16,202.24</u>

Schedule of Reserve For Planning and Zoning Escrow Deposits
For the Year Ended December 31, 2024

Balance December 31, 2023	\$ 3,058.15
Increased by:	
Deposits	<u>3,100.00</u>
Subtotal	6,158.15
Decreased by:	
Disbursed	<u>1,350.00</u>
Balance December 31, 2024	<u>\$ 4,808.15</u>

A permanent list of individual account balances is on file in the Treasurer's office.

BOROUGH OF MEDFORD LAKES

TRUST - OTHER FUNDS

Schedule of Reserve For Unemployment Compensation Insurance Trust
For the Year Ended December 31, 2024

Balance December 31, 2023	\$ 12,737.55
Increased by:	
Interest Earned	\$ 292.86
Employee Withholdings	<u>4,276.60</u>
	<u>4,569.46</u>
Subtotal	17,307.01
Decreased by:	
Disbursed to State Department of Labor	2,876.86
Disbursed from Current Fund	<u>3,862.98</u>
	<u>6,739.84</u>
Balance December 31, 2024	<u>\$ 10,567.17</u>

Schedule of Reserve For Public Defender Trust Fund
For the Year Ended December 31, 2024

Balance December 31, 2024 and 2023	\$ <u>5,603.92</u>
------------------------------------	--------------------

BOROUGH OF MEDFORD LAKES

TRUST - OTHER FUNDS

Schedule of Reserve For Compensated Absences
For the Year Ended December 31, 2024

Balance December 31, 2023	\$	285.00
Increased by:		
Budget Appropriation	\$	26,000.00
2023 Appropriation Reserve		<hr/>
		26,000.00
Balance December 31, 2024	\$	<u>26,285.00</u>

Schedule of Reserve For Special Law Enforcement Fund
For the Year Ended December 31, 2024

Balance December 31, 2024 and 2023	\$	<u>197.64</u>
------------------------------------	----	---------------

BOROUGH OF MEDFORD LAKES

TRUST - OTHER FUNDS

Schedule of Reserve For Street Openings
For the Year Ended December 31, 2024

Balance December 31, 2023	\$ 40,420.98
Increased by:	
Escrow Deposits	67,451.75
<hr/>	
	107,872.73
Decreased by:	
Disbursed	21,405.97
Payments made from Current Fund	<u>7,193.24</u>
<hr/>	
	28,599.21
<hr/>	
Balance December 31, 2024	\$ <u>79,273.52</u>

Schedule of Reserve For POAA
For the Year Ended December 31, 2024

Balance December 31, 2024 and 2023	\$ <u>18.00</u>
------------------------------------	-----------------

BOROUGH OF MEDFORD LAKES

TRUST - OTHER FUNDS

Schedule of Reserve For Farmers Market
For the Year Ended December 31, 2024

Balance December 31, 2024 and 2023	\$ <u>3,306.91</u>
------------------------------------	--------------------

Schedule of Reserve For Leon Todd Memorial Park
For the Year Ended December 31, 2024

Balance December 31, 2023	\$ <u>4,372.42</u>
---------------------------	--------------------

Increased by:

Transfer from Current Fund	-
	<u>4,372.42</u>

Decreased by:

Payments made from Current Fund	<u>129.89</u>
---------------------------------	---------------

Balance December 31, 2024	<u>\$ 4,242.53</u>
---------------------------	--------------------

GENERAL CAPITAL FUND

BOROUGH OF MEDFORD LAKES

GENERAL CAPITAL FUND

Schedule of Cash - Treasurer
For the Year Ended December 31, 2024

Balance December 31, 2023	\$ -
Receipts:	
Federal and State Grants Receivable	\$ 507,812.44
Bond Anticipation Notes	209,950.00
Budget Appropriation - Capital Improvement Fund	35,000.00
Due to Current Fund	<u>466,163.04</u>
	<u>1,218,925.48</u>
Total	1,218,925.48
Disbursements:	
Due to Current Fund	11,956.23
Reserve for Debt Service	22,000.00
Improvement Authorizations	<u>1,184,969.25</u>
	<u>1,218,925.48</u>
Balance December 31, 2024	<u>\$ -</u>

BOROUGH OF MEDFORD LAKES

GENERAL CAPITAL FUND

Analysis of General Capital Cash and Investments
For the Year Ended December 31, 2024

Capital Improvement Fund	\$ 2,795.26
Fund Balance	36,854.64
Reserve for Payment of Debt Service Costs	238.72
Due to Current Fund	626,192.49
Due to Sewer Utility Fund	2,450.33
Improvement Authorizations:	
Ordinance	
<u>Number</u>	
636/667	Multi-Purpose:
	Public Works Equipment (17,933.15)
	Public Works Equipment (42,612.85)
640	Multi-Purpose
	Construction of Improvements to Mishemokwa Dam (500.00)
646	Multi-Purpose
	Construction of Improvements to Oak Hall Municipal Bldg (45,150.00)
647	Purchase of Police Vehicle
654	Multi-Purpose
	Lenape and Other Road/Trail Improvements (6,987.24)
664	Multi-Purpose
	Road Improvements (200,864.00)
	Acquisition of Police Car (70,490.00)
	Acquisition of Emergency Generator (20,331.61)
671/675	Multi-Purpose
	Construction of Road Improvements to Tabernacle Road (231,650.00)
	Acquisition of Dump Truck (80,371.00)
	Acquisition of Police Vehicle (58,001.40)
	Improvements to Administrative Building (11,564.06)
	Acquisition of PPE for the Fire Department (1,030.00)
	Acquisition of Ipads/Computers for the Fire Department (3,152.50)
681/684/	Multi-Purpose
705	Road Improvements to Tabernacle Road - Phase III (2,058.12)
	Acquisition of Fire Equipment 2,590.86
	Acquisition of Police Equipment 228.91
686	Multi-Purpose
	Renovations of Public Works Building 45,288.04
	Multi-Purpose Public Works Truck 1.81
689/705	Multi-Purpose
	2022 Road Program (221,229.44)
	Acquisition of Police Equipment 32,629.98
	Acquisition of Police Vehicle -
	Acquisition of Utility Body Lift Gate 9,773.30
	Acquisition of Fire Equipment -
701	Multi-Purpose
	2023 Road Program 24,682.78
	Improvements to Firehouse 8,629.03
	Acquisition of Public Works Truck Equipment 74.83
	Acquisition of Fire Equipment -
	Acquisition of Police Equipment -
715	Multi-Purpose
	Acquisition of New Fire Engine/Pumber Truck 50,000.00
	2024 Road Program 47,105.00
	Acquisition of Public Works Equipment 114,873.00
	Acquisition of Police Equipment 9,516.39
	Total \$ -

BOROUGH OF MEDFORD LAKES
General Capital Fund
Statement of Deferred Charges to Future Taxation - Funded
For the Year Ended December 31, 2024

Balance December 31, 2023	\$ 1,657,765.18
Decreased By:	
Budget Appropriations:	
NJDEP Loan Payable	<u>518,031.05</u>
Balance December 31, 2024	<u>\$ 1,139,734.13</u>

BOROUGH OF MEDFORD LAKES

GENERAL CAPITAL FUND

Schedule of Deferred Charges to Future Taxation - Unfunded
For the Year Ended December 31, 2024

Ordinance Number	Improvement Description	Balance December 31, 2023		Funded by: Budget Appropriation		Balance December 31, 2024		Funded by Bond Anticipation Note		Analysis of Balance - December 31, 2024		Unexpended Improvement Authorizations	
		2024 Authorizations	Cancelled										
627	Multi-Purpose:												
	Public Works Flatbread Truck	\$ 114,700.00	\$ -	\$ 13,900.00	\$ -	\$ 100,800.00	\$ 100,800.00	\$ -	\$ -	\$ -	\$ -	\$ -	
	Fire Equipment - SCBA	76,285.00				76,285.00							
	Public Works Leaf Machine	38,000.00				38,000.00							
	Police Equipment	9,215.00				9,215.00							
636/667	Multi-Purpose:												
	Public Works Equipment	81,937.15		7,300.00		74,637.15		56,704.00		17,933.15			
	Road Improvements	2,500.00				2,500.00							
	Public Works (2) Ford 450 Dump Trucks	104,500.00				104,500.00		104,500.00					
	Police Equipment	36,100.00				36,100.00		36,100.00					
	Construction of Building Improvements	23,296.00				23,296.00		23,296.00					
	Public Works Equipment	42,612.85				42,612.85				42,612.85			
640	Multi-Purpose:												
	Acquisition of Tanker Truck for Fire Dept	63,800.00		6,100.00		57,700.00		57,700.00					
	Construction of Improvements to												
	Mishemokwa Dam	66,500.00				66,500.00		66,000.00		500.00			
646	Multi-Purpose:												
	Construction of Improvements to Oak Hall												
	Municipal Building	52,450.00		1,700.00		50,750.00		5,600.00		45,150.00			
	Acquisition of Police Vehicle	32,300.00				32,300.00		32,300.00					
	Installation of Flashing Cross Walk Signs	4,000.00				4,000.00		4,000.00					
647	Purchase of Police Vehicle	38,000.00		4,300.00		33,700.00		33,700.00					
654	Multi-Purpose:												
	Lenape and Other Road/Trail Improvements	117,477.00		46,300.00		71,177.00		71,177.00					
	One Man Leaf Truck	185,250.00				185,250.00		185,250.00					
	Asphalt Machine	77,900.00				77,900.00		77,900.00					
	Pick-up Truck and Plow	42,750.00				42,750.00		42,750.00					
	Pick-up Truck and Plow	42,750.00				42,750.00		42,750.00					
	Police Vehicle	32,300.00				32,300.00		32,300.00					
	Tabernacle Bike Path	23,750.00				23,750.00		23,750.00					
	Balance Forward	1,308,373.00	-	79,600.00	-	1,228,773.00		1,122,577.00		106,196.00			-

BOROUGH OF MEDFORD LAKES

GENERAL CAPITAL FUND

Schedule of Deferred Charges to Future Taxation - Unfunded
For the Year Ended December 31, 2024

Ordinance Number	Improvement Description	Analysis of Balance - December 31, 2024							
		Balance December 31, 2023		Funded by: Budget Appropriation		Balance December 31, 2024		Funded by Bond Anticipation Note	Expenditures
		2023	2024	Authorizations	Reappropriated	Canceled			
	Balance Brought Forward	\$ 1,308,373.00	\$ -	\$ -	\$ 79,600.00	\$ -	\$ 1,228,773.00	\$ 1,122,577.00	\$ 106,196.00
664	Multi-Purpose:								
	Road Improvements	200,933.00					200,933.00		200,933.00
	Acquisition of Police Car	70,490.00					70,490.00		70,490.00
	Acquisition of Emergency Generator	20,331.61					20,331.61		20,331.61
671/675/	Multi-Purpose:								
704	Construction of Road Improvements to Tabernacle Road	231,650.00					231,650.00		231,650.00
	Acquisition of Dump Truck	80,371.00					80,371.00		80,371.00
	Acquisition of Police Vehicle	58,001.40					58,001.40		58,001.40
	Improvements to Administrative Building	11,564.06					11,564.06		11,564.06
	Acquisition of PPE for the Fire Department	1,030.00					1,030.00		1,030.00
	Acquisition of Ipads/Computers for the Fire Department	3,152.50					3,152.50		3,152.50
681/684	Multi-Purpose:								
	Road Improvements to Tabernacle Road - Phase III	178,302.74			12,900.00		165,402.74	165,402.74	
	Acquisition of Fire Equipment	114,000.00					114,000.00	114,000.00	
	Acquisition of Police Equipment	34,722.50					34,722.50	34,722.50	
	Acquisition of 30 Yard Dumpster	6,175.00					6,175.00	6,175.00	
689/705	Multi-Purpose:								
	2022 Road Program	244,934.76					244,934.76	104,934.76	140,000.00
	Acquisition of Police Equipment	71,250.00					71,250.00	71,250.00	
	Acquisition of Police Vehicle	57,000.00					57,000.00	57,000.00	
	Acquisition of Utility Body Lift Gate	28,500.00					28,500.00	28,500.00	
	Acquisition of Fire Equipment	28,500.00					28,500.00	28,500.00	
	Acquisition of Real Property	19,000.00					19,000.00	19,000.00	
701	Multi-Purpose:								
	2023 Road Program	73,159.50					73,159.50	73,159.50	
	Improvements to Firehouse	95,000.00					95,000.00	95,000.00	
	Acquisition of Public Works Truck Equipment	22,800.00					22,800.00	22,800.00	
	Acquisition of Fire Equipment	19,000.00					19,000.00	19,000.00	
	Acquisition of Police Equipment	14,250.00					14,250.00	14,250.00	
715	Multi-Purpose								
	Acquisition of New Fire Engine/Pumper Truck	950,000.00					950,000.00		949,562.00
	2024 Road Program	57,000.00					57,000.00	57,000.00	438.00
	Acquisition of Public Works Truck Equipment	133,000.00					133,000.00	133,000.00	
	Acquisition of Police Equipment	19,950.00					19,950.00	19,950.00	
	Total	\$ 2,992,491.07	\$ 1,159,950.00	\$ -	\$ 92,500.00	\$ -	\$ 4,059,941.07	\$ 2,186,221.50	\$ 1,873,281.57
									\$ 438.00

Improvement Authorizations Unfunded
Less: Unexpended Proceeds of Bond
Anticipation Notes Issued

Ordinance		
689	\$ 443.91	
689/705	9,773.30	
701	60,594.61	
715	87,862.19	158,674.01
		\$ 438.00

BOROUGH OF MEDFORD LAKES

GENERAL CAPITAL FUND

Schedule of Bond Anticipation Notes
For the Year Ended December 31, 2024

Ordinance Number	Improvement Description	Date of Issue of Original Note	Amount of Original Issue	Date of Issue	Date of Maturity	Interest Rate	Balance December 31, 2023	Increased	Decreased	Balance December 31, 2024
627	Multi-Purpose	10/23/19	266,000.00	10/11/2023	10/10/2024	0.00%	238,200.00		238,200.00	-
627	Multi-Purpose	10/23/19	266,000.00	10/10/2024	10/9/2025	0.00%		224,300.00		224,300.00
636	Multi-Purpose	10/23/19	245,000.00	10/11/2023	10/10/2024	0.00%	230,400.00		230,400.00	-
636	Multi-Purpose	10/23/19	245,000.00	10/10/2024	10/9/2025	0.00%		223,100.00		223,100.00
640	Multi-Purpose	10/23/19	142,000.00	10/11/2023	10/10/2024	0.00%	129,800.00		129,800.00	-
640	Multi-Purpose	10/23/19	142,000.00	10/10/2024	10/9/2025	0.00%		123,700.00		123,700.00
646	Multi-Purpose	10/23/19	47,000.00	10/11/2023	10/10/2024	0.00%	43,600.00		43,600.00	-
646	Multi-Purpose	10/23/19	47,000.00	10/10/2024	10/9/2025	0.00%		41,900.00		41,900.00
647	Purchase of Police Vehicle	10/23/19	38,000.00	10/11/2023	10/10/2024	0.00%	38,000.00		38,000.00	
647	Purchase of Police Vehicle	10/23/19	38,000.00	10/10/2024	10/9/2025	0.00%		33,700.00		33,700.00
654	Multi-Purpose	09/23/20	568,477.00	9/13/2023	9/12/2024	0.00%	522,177.00		522,177.00	-
654	Multi-Purpose	09/23/20	568,477.00	9/12/2023	9/11/2025	0.00%		475,877.00		475,877.00
681	Multi-Purpose	08/11/21	304,047.50	8/9/2023	8/8/2024	0.00%	266,462.74		266,462.74	-
681	Multi-Purpose	08/11/21	304,047.50	8/8/2024	8/7/2025	0.00%		255,962.74		255,962.74
684	Multi-Purpose	09/22/21	66,737.50	8/9/2023	8/8/2024	0.00%	66,737.50		66,737.50	-
684	Multi-Purpose	09/22/21	66,737.50	8/8/2024	8/7/2025	0.00%		64,337.50		64,337.50
689	Multi-Purpose	09/14/22	271,600.00	9/13/2023	9/12/2024	0.00%	309,184.76		309,184.76	-
689	Multi-Purpose	09/14/22	271,600.00	9/12/2024	9/11/2025	0.00%		309,184.76		309,184.76
701	Multi-Purpose	09/27/23	224,209.50	9/27/2023	9/25/2024	0.00%	224,209.50		224,209.50	
701	Multi-Purpose	09/27/23	224,209.50	9/25/2024	9/24/2025	0.00%		224,209.50		224,209.50
714	Multi-Purpose	08/22/24	209,950.00	8/22/2024	8/21/2025	0.00%		209,950.00		209,950.00
Note: Above Notes held as Investments in the Current Fund.							\$ 2,068,771.50	\$ 2,186,221.50	\$ 2,068,771.50	\$ 2,186,221.50

Renewals Issued for Cash Paid by Budget	\$ 1,976,271.50 209,950.00 92,500.00
Total	\$ 2,186,221.50 \$ 2,068,771.50

BOROUGH OF MEDFORD LAKES

GENERAL CAPITAL FUND

Schedule of Environmental Protection Loan Payable
For the Year Ended December 31, 2024

Balance December 31, 2023		\$ 1,657,765.18
Decreased by:		
Paid by Budget Appropriation		<u>518,031.05</u>
Balance December 31, 2024		
		<u><u>\$ 1,139,734.13</u></u>

Year	Principal	Interest	Total
2025	\$ 528,443.49	\$ 20,165.62	\$ 548,609.11
2026	539,065.18	9,543.89	548,609.07
2027	9,712.26	1,396.18	11,108.44
2028	9,907.47	1,200.97	11,108.44
2029	10,106.61	1,001.84	11,108.45
2030	10,309.75	798.69	11,108.44
2031	10,516.98	591.46	11,108.44
2032	10,728.37	380.07	11,108.44
2033	<u>10,944.02</u>	<u>164.45</u>	<u>11,108.47</u>
	<u><u>\$ 1,139,734.13</u></u>	<u><u>\$ 35,243.17</u></u>	<u><u>\$ 1,174,977.30</u></u>

BOROUGH OF MEDFORD LAKES

GENERAL CAPITAL FUND

Schedule of Improvement Authorizations
For the Year Ended December 31, 2024

Ordinance Number	Improvement Description	Date	Ordinance Amount	Balance December 31, 2023		2024 Authorizations					Prior Year Encumbrances	Paid or Charged	Current Year Encumbrances	Canceled	Balance December 31, 2024		
				Funded	Unfunded	Deferred Charge Unfunded	Capital Improvement Fund	Capital Fund Balance	Grants	Reappropriated					Funded	Unfunded	
704	Multi-Purpose - Reallocation to Ord 689	12/27/23		120,000.00	\$ 16,817.50	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,375.86	\$ 16,602.50	\$ 2,375.86	\$ -	\$ -	\$ 215.00	
	Acquisition of Fire Equipment		36,550.00		2,960.60							2,731.69					228.91
686	Multi-Purpose	12/01/21		47,340.04	45,288.04												45,288.04
	Renovations of Public Works Building																1.81
	Multi Purpose Public Works Truck																
689	Multi-Purpose	08/10/22															
705	Multi-Purpose	12/27/13															
	2022 Road Program		413,000.00	325,000.00	177,584.76							41,070.00	543,634.20	20.56			0.00
	Acquisition of Police Equipment		75,000.00		14,670.00							42,369.97	24,409.99	32,629.98			
	Acquisition of Police Vehicle		60,000.00									60,000.00	60,000.00				
	Acquisition of Utility Body Lift Gate		30,000.00		9,773.30												9,773.30
	Acquisition of Fire Equipment		30,000.00		12,273.20												
694	Lower Aetna Dam Improvements	03/22/23	35,000.00									30,000.00	30,000.00				
701	Multi-Purpose																
	2023 Road Program	09/13/23	303,350.00	175,690.50	73,159.50							54,500.00	199,671.66	51,287.59			52,390.75
	Improvements to Firehouse		100,000.00		91,594.03							7,205.97	90,170.97	500.00			8,129.03
	Acquisition of Public Works Truck Equipment		24,000.00		74.83							23,925.17	23,925.17				74.83
	Acquisition of Fire Equipment		20,000.00		16,495.29							3,504.71	20,000.00				
	Acquisition of Police Equipment		15,000.00		4,201.05							10,798.95	15,000.00				
715	Multi-Purpose	07/11/24															
	Acquisition of New Fire Engine/Pumper Truck		1,000,000.00		950,000.00	50,000.00							999,562.00				438.00
	2024 Road Program		321,120.00		57,000.00	3,000.00	261,120.00						12,895.00	47,105.00			57,000.00
	Acquisition of Public Works Equipment		140,000.00		133,000.00	7,000.00							25,127.00	93,214.20			21,658.80
	Acquisition of Police Equipment		21,000.00		19,950.00	1,050.00								11,483.61	313.00		9,203.39
	Total			\$ 545,978.54	\$ 419,604.06	\$ 1,159,950.00	\$ 61,050.00	\$ 261,120.00	\$ -	\$ -	\$ 372,796.70	\$ 1,184,969.25	\$ 1,227,008.19	\$ -	\$ 249,409.85	\$ 159,112.01	

BOROUGH OF MEDFORD LAKES

GENERAL CAPITAL FUND

**Statement of Capital Improvement Fund
For the Year Ended December 31, 2024**

Balance December 31, 2023	\$ 28,845.26
<hr/>	
Increased by:	
2024 Budget Appropriation	<u>35,000.00</u>
<hr/>	
Subtotal	63,845.26
<hr/>	
Decreased by:	
Appropriated to Finance Improvement Authorizations	<u>61,050.00</u>
<hr/>	
Balance December 31, 2024	<u>\$ 2,795.26</u>

BOROUGH OF MEDFORD LAKES

GENERAL CAPITAL FUND

Statement of Bonds and Notes Authorized but not Issued
For the Year Ended December 31, 2024

Ordinance Number	Improvement Description	Balance	2024 Authorization	Bond Anticipation Note Issued	Canceled	Balance
		December 31, 2023				December 31, 2024
636/667	Multi-Purpose:					
	Public Works Equipment	17,933.15				17,933.15
	Public Works Equipment	42,612.85				42,612.85
640	Multi-Purpose:					
	Construction of Improvements to Mishemokwa Dam	500.00				500.00
646	Multi-Purpose					
	Construction of Improvements to Oak Hall Municipal Building	45,150.00				45,150.00
664	Multi-Purpose					
	Road Improvements	200,933.00				200,933.00
	Acquisition of Police Car	70,490.00				70,490.00
	Acquisition of Emergency Generator	20,331.61				20,331.61
671/675	Multi-Purpose					
	Construction of Road Improvements to Tabernacle Road	231,650.00				231,650.00
	Acquisition of Dump Truck	80,371.00				80,371.00
	Acquisition of Police Vehicle	58,001.40				58,001.40
	Improvements to Administrative Building	11,564.06				11,564.06
	Acquisition of Fire Protective Equipment	1,030.00				1,030.00
	Acquisition of Fire Computer Equipment	3,152.50				3,152.50
705	Multi-Purpose					
	2022 Road Program	140,000.00				140,000.00
715	Multi-Purpose					
	Acquisition of New Fire Engine/Pumber Truck	950,000.00				950,000.00
	2024 Road Program	57,000.00	57,000.00			-
	Acquisition of Public Works Equipment	133,000.00	133,000.00			-
	Acquisition of Police Equipment	19,950.00	19,950.00			-
	Total	\$ 923,719.57	\$ 1,159,950.00	\$ 209,950.00	\$ -	\$ 1,873,719.57

SEWER UTILITY FUND

BOROUGH OF MEDFORD LAKES

SEWER UTILITY OPERATING FUND

Statement of Cash - Collector/Treasurer
For the Year Ended December 31, 2024

	<u>Operating</u>	<u>Capital</u>
Balance December 31, 2023	\$ 1,603,062.20	\$ 753,310.15
Receipts:		
Sewer Service Charges Receivable	\$ 1,166,686.92	
Prepaid Sewer Rent	68,940.43	
Sewer Rent Overpayments	2,758.07	
Due from Sewer Capital Fund	11,039.09	
Due to Sewer Operating Fund	-	\$ 12,948.40
Bond Anticipation Note	-	599,985.04
NJ Infrastructure Loan Advance	-	867,350.00
Miscellaneous Revenue	<u>80,411.79</u>	<u></u>
 Total Receipts	 <u>1,329,836.30</u>	 <u>1,480,283.44</u>
 Total	 2,932,898.50	 2,233,593.59
 Disbursements:		
2024 Appropriations	1,364,203.05	
Appropriation Reserves and		
Encumbrances Payable	142,348.36	
Bond Anticipation Notes	599,985.04	
Due to Current Fund	14,257.85	
Due to Sewer Operating Fund		11,059.71
Improvement Authorizations	<u>-</u>	<u>1,533,901.09</u>
 Total Disbursements	 <u>2,120,794.30</u>	 <u>1,544,960.80</u>
 Balance December 31, 2024	 <u>\$ 812,104.20</u>	 <u>\$ 688,632.79</u>

BOROUGH OF MEDFORD LAKES

SEWER UTILITY CAPITAL FUND

Analysis of Capital Cash

At December 31, 2024

Fund Balance	\$	13,651.50
Capital Improvement Fund		3,458.25
Reserve for Debt Service		1,072.96
Due from Other Trust Fund		(20,989.31)
Due from Bank		(12.00)
Due to Sewer Utility Operating Fund		16,925.32
Due to Current Fund		14,800.00
Improvement Authorization		
Ord. 518 Acquisition of Sewer Collection Line Cleaning Equipment		12,552.19
Ord. 588 Various Capital Improvements		4,335.66
Ord. 588 Acquisition of Computer Equipment		13,540.58
Ord. 620 Various Capital Improvements to Treatment and Collection Building		(70,895.43)
Ord. 620 Various Capital Improvements to Treatment and Collection System		144,500.00
Ord. 620 Acquisition of SCADA Computer		10,857.50
Ord. 620 Upgrades to Cochise Circle Pump Station		5,808.75
Ord. 627 New Circulation Pump		900.00
Ord. 646 Construction of New Administrative Building		(88,428.15)
Ord. 662 Sewer Lining Project		16,946.23
Ord. 664 Acquistion of a Sludge Press		9,623.70
Ord. 715 Purchase of a Vactor Truck		599,985.04
Total	\$	<u>688,632.79</u>

BOROUGH OF MEDFORD LAKES

SEWER UTILITY OPERATING FUND

**Schedule of Sewer Service Charges Receivable
For the Year Ended December 31, 2024**

Balance December 31, 2023	\$ 99,661.15
Increased by:	
Sewer Billings	<u>1,270,542.57</u>
Total	1,370,203.72
Decreased by:	
2023 Collections	\$ 1,166,686.92
Prepayments Applied	90,213.37
Overpayments Applied	2,723.34
Cancelled	<u>-</u>
	<u>1,259,623.63</u>
Balance December 31, 2024	<u>\$ 110,580.09</u>

**Schedule of Sewer Service Liens Receivable
For the Year Ended December 31, 2024**

Balance December 31, 2024 and 2023	\$ <u>-</u>
------------------------------------	-------------

BOROUGH OF MEDFORD LAKES

SEWER UTILITY CAPITAL FUND

Schedule of Fixed Capital
For the Year Ended December 31, 2024

	Balance December 31, 2023	Increase By Additions	Less Retirements	Balance December 31, 2024
Sewer Plant	\$ 5,194,990.12	\$ -	\$ -	\$ 5,194,990.12
Pumping Station and Structures	64,031.95			64,031.95
General Equipment	<u>274,629.17</u>			<u>274,629.17</u>
Total	<u>\$ 5,533,651.24</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,533,651.24</u>

NOTE - The Fixed Capital reported above is taken from the Municipal Records and does not necessarily show the true value.

BOROUGH OF MEDFORD LAKES

SEWER UTILITY CAPITAL FUND

Schedule of Fixed Capital Authorized and Uncompleted
For the Year Ended December 31, 2024

Improvement Description	Date	Ordinance	Amount	Balance December 31, 2023	Deferred Charges To Future Revenue	Transfer To Fixed Capital	Canceled	Balance December 31, 2024
Ord. 588: Multipurpose Construction of Various Capital Improvements Acquisition of Computer	9/14/11		\$ 83,000.00 58,900.00	\$ 83,000.00 58,900.00	\$ -	\$ -	\$ -	\$ 83,000.00 58,900.00
Ord. 620: Multipurpose Various Capital Improvements to treatment and collections buildings	10/22/14		200,000.00	200,000.00				200,000.00
Various Capital Improvements to treatment and collections system			175,000.00	175,000.00				175,000.00
Acquisition of SCADA Computer for Plant			142,000.00	142,000.00				142,000.00
Upgrades to Cochise Circle Pump Station			125,000.00	125,000.00				125,000.00
Ord. 627: Acquisition of New Circulation Pump	8/13/15		30,000.00	30,000.00				30,000.00
Ord. 636: Cochise Circle Pump Station	6/23/16		130,000.00	130,000.00				130,000.00
Ord. 646: New Administrative Building	5/15/17		350,000.00	350,000.00				350,000.00
Ord. 662: Sanitary Sewer Collection System Lining Project	4/24/19		9,034,615.00	9,034,615.00				9,034,615.00
Ord. 664: Construction/Acquisition of a Sludge Pres	7/1/19		400,000.00	400,000.00				400,000.00
Ord. 714 Purchase of a Vactor Truck	07/11/24		625,000.00	<u>625,000.00</u>	<u>625,000.00</u>	<u>625,000.00</u>	<u>625,000.00</u>	<u>625,000.00</u>
Total				\$ 10,728,515.00	\$ 625,000.00	\$ -	\$ -	\$ 11,353,515.00

BOROUGH OF MEDFORD LAKES

SEWER UTILITY OPERATING FUND

Statement of 2023 Appropriation Reserves
For the Year Ended December 31, 2024

	Balance December 31, 2023		Balance After Transfers	Paid or Charged	Balance Lapsed
	Encumbrances Payable	Reserves			
Operating:					
Salaries and Wages	\$ -	\$ 42,272.07	\$ 42,272.07	\$ -	\$ 42,272.07
Other Expenses	136,476.66	118,207.43	254,684.09	142,348.36	112,335.73
Public Employees Retirement System		0.69	0.69	-	0.69
Social Security System	-	3,460.23	3,460.23	-	3,460.23
Defined Contribution Retirement	-	219.15	219.15	-	219.15
Unemployment Compensation	-	721.43	721.43	-	721.43
Total	\$ 136,476.66	\$ 164,881.00	\$ 301,357.66	\$ 142,348.36	\$ 159,009.30
		Accounts Payable		\$ -	
		Cash Disbursed		142,348.36	
				\$ 142,348.36	

BOROUGH OF MEDFORD LAKES

SEWER UTILITY CAPITAL FUND

**Schedule of Capital Improvement Fund
For the Year Ended December 31, 2024**

Balance December 31, 2024 and 2023	\$ <u>3,458.25</u>
------------------------------------	--------------------

BOROUGH OF MEDFORD LAKES

SEWER UTILITY CAPITAL FUND

Schedule of Improvement Authorizations
For the Year Ended December 31, 2024

Ordinance Number	Improvement Description	Date	Ordinance Amount	Balance December 31, 2023		2024 Authorizations	Reappropriated	Prior Year Encumbrances Canceled	Paid or Charged	Current Year Encumbrances Payable	Balance December 31, 2024	
				Funded	Unfunded						Funded	Unfunded
518	Sewer Collection System Repair	05/11/06	\$ 400,000.00	\$ 12,552.19	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 12,552.19	\$ -
588	Multipurpose	09/14/11										
	Various Capital Improvements		83,000.00	4,335.66								4,335.66
	Acquisition of Computer Equipment		58,900.00	24,275.58								13,540.58
620	Multipurpose	10/22/14										
	Various Capital Improvements to Treatment and Collections Buildings		200,000.00									
	Various Capital Improvements to Treatment and Collections System		175,000.00	144,500.00								144,500.00
	Acquisition of SCADA Computer for Plant		142,000.00	10,857.50								10,857.50
	Upgrades to Cochise Circle Pump Station		125,000.00	5,808.75								5,808.75
627	Acquisition of New Circulation Pump	08/13/15	30,000.00	900.00								900.00
636	Cochise Circle Pump Station	06/23/16	130,000.00									
646	Construction of Administration Building for Sewer Utility	05/15/17	350,000.00		261,571.85							261,571.85
662	Sanitary Sewer Collection System Lining Project	04/24/19	9,034,615.00		3,340,352.00			1,667,142.32	1,523,166.09	201,321.23		3,283,007.00
664	Construction/ Acquisition of a Sludge Press	07/01/19	400,000.00		9,623.70							9,623.70
715	Purchase of a Vactor Truck	07/11/24	625,000.00			625,000.00				599,985.04		25,014.96
				\$ 42,063.43	\$ 3,772,713.80	\$ 625,000.00	\$ -	\$ 1,667,142.32	\$ 1,533,901.09	\$ 801,306.27	\$ 31,328.43	\$ 3,740,383.76

BOROUGH OF MEDFORD LAKES

SEWER UTILITY CAPITAL FUND

**Schedule of Reserve for Amortization
For the Year Ended December 31, 2024**

Balance December 31, 2024 and 2023	\$ <u>5,533,651.24</u>
------------------------------------	------------------------

BOROUGH OF MEDFORD LAKES

SEWER UTILITY CAPITAL FUND

Schedule of Deferred Reserve for Amortization
For the Year Ended December 31, 2024

Ordinance Number	Improvement Description	Date of Ordinance	Balance December 31, 2023	Paid From Operating Budget - Notes	Balance December 31, 2024
588	Multipurpose Construction of Various Capital Improvements Acquisition of Computer	9/14/11	\$ 83,000.00 58,900.00	\$ - -	\$ 83,000.00 58,900.00
620	Multipurpose Upgrades to Cochise Circle Pump Station	10/22/14	571,104.57	-	571,104.57
627	Acquisition of New Circulation Pump	8/13/15	30,000.00	-	30,000.00
636	Cochise Circle Pump	6/23/16	130,000.00	-	130,000.00
664	Construction/Acquisition of Sludge Press	7/1/19	120,000.00	40,000.00	160,000.00
			\$ 993,004.57	\$ 40,000.00	\$ 1,033,004.57

BOROUGH OF MEDFORD LAKES

SEWER UTILITY CAPITAL FUND

Schedule of Bond Anticipation Notes
For the Year Ended December 31, 2024

Ordinance Number	Improvement Description	Date of Issue of Original Note	Date of Issue	Date of Maturity	Interest Rate	Balance December 31, 2023	Increased	Decreased	Balance December 31, 2024
664	Construction/Acquisition of Sludge Press	12/16/2020	12/13/2023	12/12/2024	0.00%	\$ 280,000.00	\$ -	\$ 280,000.00	\$ -
664	Construction/Acquisition of Sludge Press	12/16/2020	12/12/2024	12/11/2025	0.00%		240,000.00		240,000.00
714	Purchase of a Vactor Truck	8/22/2024	8/22/2024	8/21/2025	0.00%		625,000.00		625,000.00
Total						\$ 280,000.00	\$ 865,000.00	\$ 280,000.00	\$ 865,000.00
						Issued for Cash	\$ 625,000.00	\$ -	
						Renewals	240,000.00	240,000.00	
						Paid by Budget Appropriation	-	40,000.00	
							\$ 865,000.00	\$ 280,000.00	

BOROUGH OF MEDFORD LAKES

SEWER UTILITY CAPITAL FUND

Schedule of Bond Anticipation Notes Authorized But Not Issued
For the Year Ended December 31, 2024

Ordinance Number	Improvement Description	Balance December 31, 2023	2024 Authorizations	Bond Anticipation Notes Issued	Balance December 31, 2024
620	Multipurpose Construction of Various Capital Improvements to Treatment Buildings	\$ 70,895.43	\$ -	\$ -	\$ 70,895.43
646	New Administration Building	350,000.00			350,000.00
662	Sanitary Sewer Collection System Lining Project	9,034,615.00			9,034,615.00
714	Purchase of a Vactor Truck		625,000.00	625,000.00	
		<u>\$ 9,455,510.43</u>	<u>\$ 625,000.00</u>	<u>\$ 625,000.00</u>	<u>\$ 9,455,510.43</u>

BOROUGH OF MEDFORD LAKES

PART II

Schedule of Findings and Recommendations

For the Year Ended December 31, 2024

BOROUGH OF MEDFORD LAKES
SCHEDEULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2024

Section I --Summary of Auditor's Results

Financial Statements

Type of auditor's report issued:

Regulatory Basis _____ Unmodified _____

Internal control over financial reporting:

1) Material weaknesses identified? _____ yes _____ X no

2) Significant deficiencies identified? _____ yes _____ X none reported

Noncompliance material to basic financial statements noted?

_____ yes _____ X no

Federal Awards

A Federal Single Audit was not required

State Awards Section

A State Single Audit was not required

BOROUGH OF MEDFORD LAKES
Schedule of Findings and Questioned Costs
For the Year Ended December 31, 2024

Schedule of Financial Statement Findings

This section identifies the reportable conditions, material weaknesses, and instances of noncompliance related to the financial statements that are required to be reported in accordance with *Government Auditing Standards* and with requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

No findings identified.

BOROUGH OF MEDFORD LAKES
Schedule of Findings and Questioned Costs
For the Year Ended December 31, 2024

Schedule of Federal Awards and State Financial Assistance
Findings and Questioned Costs

This section identifies the significant deficiencies, material weaknesses and instances of noncompliance, including questioned costs, related to the audit of major federal and state programs, as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and New Jersey Circular 15-08-OMB.

FEDERAL AWARDS

A federal single audit was not required.

STATE AWARDS

A state single audit was not required.

BOROUGH OF MEDFORD LAKES
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 and federal and state grant awards that are required to be reported in accordance with *Government Auditing Standards* and New Jersey OMB's Circular 15-08.

FINANCIAL STATEMENT FINDINGS

There were no prior year findings.

FEDERAL AWARDS

A Federal Single Audit was not required.

STATE AWARDS

There were no prior year findings.

BOROUGH OF MEDFORD LAKES
OFFICIALS IN OFFICE AND SURETY BONDS

The following officials were in office at December 31, 2024:

<u>Name</u>	<u>Title</u>	<u>Term Expires</u>	<u>Amount of Bond</u>	<u>Name of Corporate Surety</u>
William R. Fields	Mayor	6/30/2028		
Dennis O'Neill	Deputy Mayor	6/30/2026		
Matthew Bailey	Councilman	6/30/2028		
Thomas J. Cranston	Councilman	6/30/2026		
Gerald Yowell	Councilman	6/30/2028		
Robert J. Burton	Borough Manager		\$ 1,000,000	(A)
Lisa Hess	Chief Financial Officer		1,000,000	(A)
Mark J. McIntosh	Borough Clerk		1,000,000	(A)
Sherry Rockhill-Smith	Tax Collector, Administrative Clerk, and Utility Rent Collector		1,000,000	(A)
Peter Lange Jr.	Municipal Magistrate		1,000,000	(A)
Lena Creer	Court Administrator		1,000,000	(A)
Stacy McBride	Acting Deputy Court Administrator		1,000,000	(A)
Thomas Boyd	Construction Code Official			
Douglas L. Heinold, Esq.	Solicitor			
Sean Gaskill	Assessor			

All Bonds were examined and properly executed.

(A) The Borough has a Crime Policy - Excess Public Officials Bond in the amount of \$1,000,000 subject to a \$1,000 deductible with the Camden County Municipal Joint Insurance Fund. This policy covers all employees.

ACKNOWLEDGEMENT

We express our appreciation for the assistance and courtesies extended to us by the Borough Officials during the course of our audit.

Respectfully submitted,

INVERSO & STEWART, LLC
Certified Public Accountant



Robert P. Inverso
Certified Public Accountant
Registered Municipal Accountant