

Report of Audit

on the

Financial Statements

of the

Township of Montclair

in the

County of Essex
New Jersey

for the

Year Ended
December 31, 2023

TOWNSHIP OF MONTCLAIR

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TOWNSHIP OF MONTCLAIR

PART I

INDEPENDENT AUDITOR'S REPORT ON
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FINANCIAL STATEMENTS - REGULATORY BASIS - ALL FUNDS

NOTES TO FINANCIAL STATEMENTS - REGULATORY BASIS

SUPPLEMENTARY SCHEDULES - ALL FUNDS

YEARS ENDED DECEMBER 31, 2023 AND 2022



SUPLEE, CLOONEY & COMPANY LLC
CERTIFIED PUBLIC ACCOUNTANTS

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INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and Members
of the Township Council
Township of Montclair
County of Essex
Montclair, New Jersey 07042

Report on the Audit of the Financial Statements

Adverse and Unmodified Opinions

We have audited the accompanying balance sheets - regulatory basis of the various individual funds and account group of the Township of Montclair (the "Township"), as of and for the year ended December 31, 2023, 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 and statement of expenditures - regulatory basis of the various individual funds for the year ended December 31, 2023, and the related notes to the financial statements, which collectively comprise the Township's regulatory financial statements as listed in the table of contents.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the "Matter Giving Rise to Adverse Opinion" paragraph, the financial statements referred to above do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the various individual funds and account group of the Township as of December 31, 2023, or the results of its operations and changes in fund balance for the year then ended or the revenues or expenditures for the year ended December 31, 2023.

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the regulatory financial statements referred to above present fairly, in all material respects, the regulatory basis balances sheets of the various individual funds and account group as of December 31, 2023, the regulatory basis statement of operations and changes in fund balance for the year then ended and the regulatory basis statement of revenues and expenditures and changes in fund balance for the year ended December 31, 2023 in accordance with the basis of financial reporting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey (the "Division") as described in Note 1.

Basis for Adverse and Unmodified Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America, the audit requirements prescribed by the Division, the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance) and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Our responsibilities under those standards and provisions are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Township and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our adverse and unmodified audit opinions.

Matter Giving Rise to Adverse Opinion

As described in Note 1 of the regulatory financial statements, the regulatory financial statements are prepared by the Township on the basis of the financial reporting provisions prescribed by the Division, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to meet the requirements of New Jersey. The effects on the financial statements of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the regulatory financial statements in accordance with the regulatory basis of accounting prescribed by the Division, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of regulatory financial statements that are free from material misstatement, whether due to fraud or error. In preparing the regulatory financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Township's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the regulatory financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, Uniform Guidance and audit requirements prescribed by the Division will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

SUPLEE, CLOONEY & COMPANY LLC

In performing an audit in accordance with GAAS, *Government Auditing Standards*, Uniform Guidance and audit requirements prescribed by the Division, we:

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

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Township's regulatory financial statements. The supplementary information, schedule of expenditures of federal awards and data listed in the table of contents as required by the Division and the Uniform Guidance are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

SUPLEE, CLOONEY & COMPANY LLC

Prior Period Financial Statements

The financial statements of the Township as of December 31, 2022, were audited by other auditors whose report dated November 22, 2023, expressed an adverse opinion on the financial statements as to the conformity of the financial statements with accounting principles generally accepted in the United States of America and an unmodified opinion on those financial statements in accordance with the basis of financial reporting prescribed by the Division.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated August 14, 2024 on our consideration of the Township's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Township's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Township's internal control over financial reporting and compliance.



CERTIFIED PUBLIC ACCOUNTANTS



REGISTERED MUNICIPAL ACCOUNTANT NO. 439

August 14, 2024

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CURRENT FUND

TOWNSHIP OF MONTCLAIR
CURRENT AND GRANT FUNDS

COMPARATIVE BALANCE SHEETS
REGULATORY BASIS
DECEMBER 31, 2023 AND 2022

| <u>ASSETS</u> | <u>Ref.</u> | BALANCE DECEMBER <u>31, 2023</u> | BALANCE DECEMBER <u>31, 2022</u> |
|---|-------------|--|--|
| <u>Current Fund</u> | | | |
| Current Assets: | | | |
| Cash - Checking | A-4 | \$ 48,836,624.03 | \$ 41,759,744.87 |
| Change Funds | A-6 | 855.00 | 855.00 |
| | | 48,837,479.03 | 41,760,599.87 |
| Due from State of New Jersey: (Ch. 129, P.L. 1976) | A-8 | 250.00 | 250.00 |
| | | 48,837,729.03 | 41,760,849.87 |
| | | | |
| Receivables and Other Assets with Full Reserves: | | | |
| Delinquent Property Taxes Receivable | A-9 | 2,774,936.67 | 2,258,186.28 |
| Tax Title Liens | A-10 | 270,630.94 | 317,151.27 |
| Property Acquired for Taxes - Assessed Valuation | A-11 | 317,900.00 | 317,900.00 |
| Other Liens Receivable | A-12 | 7,500.00 | 7,500.00 |
| Other Accounts Receivable | A-13 | 46,400.31 | 143,946.63 |
| Revenue Accounts Receivable | A-14 | 84,606.22 | 148,271.40 |
| | | 3,501,974.14 | 3,192,955.58 |
| | | 52,339,703.17 | 44,953,805.45 |
| | | | |
| <u>Grant Fund</u> | | | |
| Cash | A-4 | 1,348,670.53 | 3,477,254.54 |
| Grants Receivable | A-26 | 1,874,402.40 | 882,666.68 |
| | | 3,223,072.93 | 4,359,921.22 |
| | | \$ 55,562,776.10 | \$ 49,313,726.67 |

The accompanying Note to the Financial Statement are an integral part of this statement

TOWNSHIP OF MONTCLAIR
CURRENT AND GRANT FUNDS

COMPARATIVE BALANCE SHEETS
REGULATORY BASIS
DECEMBER 31, 2023 AND 2022

| <u>LIABILITIES, RESERVES AND FUND BALANCE</u> | <u>Ref.</u> | <u>BALANCE</u> <u>DECEMBER</u> <u>31, 2023</u> | <u>BALANCE</u> <u>DECEMBER</u> <u>31, 2022</u> |
|--|-------------|--|--|
| <u>Current Fund</u> | | | |
| Appropriated Reserves: | | | |
| Encumbered | A-3:A-19 | \$ 2,016,628.88 | \$ 2,211,440.14 |
| Unencumbered | A-3:A-19 | 6,693,726.66 | 4,346,449.05 |
| County Taxes Payable | A-15 | 122,434.44 | 124,229.23 |
| School Taxes Payable | A-16 | 18,649,421.00 | 13,994,435.00 |
| Special District Tax Payable | A-17 | 1,200.00 | |
| Reserve for Municipal Relief Fund | A-18 | 309,481.38 | 154,773.68 |
| Due to State of New Jersey | A-20 | 110,305.00 | 38,702.00 |
| Prepaid Taxes | A-21 | 1,089,110.06 | 1,182,303.67 |
| Prepaid PILOTS | A-21 | 30,443.80 | 21,690.60 |
| Accounts Payable | A-22 | 1,449,394.03 | 853,542.94 |
| Payment in Lieu of Taxes - Overpayments | A-23 | 5,467.34 | 5,467.34 |
| Tax Overpayments | A-24 | 134,822.29 | 92,535.98 |
| Interfunds Payable | A-25 | | 8,777.00 |
| | | <u>30,612,434.88</u> | <u>23,034,346.63</u> |
| Reserve for Receivables | Reserve | 3,501,974.14 | 3,192,955.58 |
| Fund Balance | A-1 | <u>18,225,294.15</u> | <u>18,726,503.24</u> |
| | | <u>52,339,703.17</u> | <u>44,953,805.45</u> |
| <u>Grant Fund</u> | | | |
| Appropriated Reserves for Federal and State Grants | A-28 | 2,567,945.33 | 984,903.77 |
| Reserve for Encumbrances | A-28 | 453,860.96 | 699,300.45 |
| Reserve for Unappropriated Grants | A-29 | 201,266.64 | 2,675,717.00 |
| | | <u>3,223,072.93</u> | <u>4,359,921.22</u> |
| | | <u>\$ 55,562,776.10</u> | <u>\$ 49,313,726.67</u> |

The accompanying Note to the Financial Statement are an integral part of this statement

TOWNSHIP OF MONTCLAIR
CURRENT FUND

COMPARATIVE STATEMENTS OF OPERATIONS AND CHANGES IN FUND BALANCE
REGULATORY BASIS
YEARS ENDED DECEMBER 31, 2023 AND 2022

| | <u>Ref.</u> | BALANCE DECEMBER <u>31, 2023</u> | BALANCE DECEMBER <u>31, 2022</u> |
|--|-------------|--|--|
| <u>Revenue and Other Income Realized</u> | | | |
| Fund Balance Utilized | A-2 | \$ 7,550,000.00 | \$ 6,700,000.00 |
| Miscellaneous Revenue Anticipated | A-2 | 23,022,838.84 | 19,226,115.73 |
| Receipts from Delinquent Taxes | A-2 | 2,128,461.95 | 2,301,769.21 |
| Receipts from Current Taxes | A-2 | 240,824,163.18 | 233,783,165.49 |
| Nonbudget Revenue | A-2 | 485,392.75 | 1,593,433.42 |
| Other Credits to Income: | | | |
| Interfunds Receivable Liquidated | | | 200,000.00 |
| Unexpended Balance of Appropriation Reserves | A-19 | 4,479,398.30 | 5,928,428.57 |
| Tax Overpayments Cancelled | | | 123,383.84 |
| Grant Reserves Canceled | | | 117,816.96 |
| PILOT Overpayments Canceled | | | 9,424.07 |
| Refunds | | | 136,044.63 |
| Total Income | | <u>278,490,255.02</u> | <u>270,119,581.92</u> |
| <u>Expenditures</u> | | | |
| Budget Appropriations | A-3 | 98,324,217.09 | 92,236,703.99 |
| Prior Year Senior Citizen Deductions | | | 1,500.00 |
| Disallowed by Tax Collector | | | 112,257.00 |
| Grant Receivables Cancelled | | | 39,941,376.89 |
| County Taxes | A-26 | 42,525,698.84 | 125,498,569.00 |
| Local School District Tax | A-27 | 129,208,540.00 | 953,614.03 |
| Special Improvement District Tax | A-28 | 1,018,290.00 | |
| Senior and Veteran Receivable Canceled | A-8 | 5,950.00 | |
| Transferred to Accounts Payable | A-22 | 95,360.93 | |
| Miscellaneous | | | 896.96 |
| Refund of PY Revenues | A-4 | 263,407.25 | |
| Total Expenditures | | <u>271,441,464.11</u> | <u>258,744,917.87</u> |
| Excess Revenue | | 7,048,790.91 | 11,374,664.05 |
| <u>Fund Balance</u> | | | |
| Balance, Beginning of Year | A | <u>18,726,503.24</u> | <u>14,051,839.19</u> |
| | | 25,775,294.15 | 25,426,503.24 |
| Decreased by: | | | |
| Utilized as Anticipated Revenue | A-1:A-2 | <u>7,550,000.00</u> | <u>6,700,000.00</u> |
| Balance, End of Year | A | <u>\$ 18,225,294.15</u> | <u>\$ 18,726,503.24</u> |

The accompanying Note to the Financial Statement are an integral part of this statement

TOWNSHIP OF MONTCLAIR
CURRENT FUND

STATEMENT OF REVENUES - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2023

| | Ref. | Budget | N.J.S. 40A:4-87 | Realized | Excess or (Deficit) |
|--|------|-----------------|--------------------|-----------------|------------------------|
| Fund Balance Anticipated | A-1 | \$ 7,550,000.00 | | \$ 7,550,000.00 | |
| <u>Miscellaneous Revenue</u> | | | | | |
| Licenses: | | | | | |
| Alcoholic Beverages | A-14 | 63,000.00 | \$ | 65,500.00 | \$ 2,500.00 |
| Other Licenses | A-2 | 150,000.00 | | 154,225.25 | 4,225.25 |
| Fees and Permits | A-2 | 880,000.00 | | 931,122.75 | 51,122.75 |
| Fines and Costs: | | | | | |
| Municipal Court | A-14 | 1,150,000.00 | | 1,032,652.90 | (117,347.10) |
| Interest and Cost on Taxes | A-14 | 750,000.00 | | 638,907.37 | (111,092.63) |
| Interest on Investments and Deposits | A-14 | 620,000.00 | | 1,359,675.29 | 739,675.29 |
| Energy Receipts Tax | A-14 | 2,987,575.00 | | 2,987,575.40 | 0.40 |
| Municipal Relief Fund | A-18 | 154,773.68 | | 154,773.68 | |
| Dedicated Uniform Construction Code Fees | | | | | |
| Offset with Appropriations: (N.J.S.A. 40A:4.36 and N.J.A.C. 5:23-4.17): | A-14 | 1,527,000.00 | | 1,300,717.00 | (226,283.00) |
| Interlocal Government Services: | | | | | |
| Interlocal Health Services - Cedar Grove | A-14 | 76,904.00 | | 76,904.00 | |
| Interlocal Health Services - Verona | A-14 | 90,408.00 | | 90,408.00 | |
| Interlocal Health Services - Nutley | A-14 | 48,595.00 | | 48,595.00 | |
| Interlocal Government Services - Fire Services | A-14 | 850,000.00 | | 850,000.00 | |
| School Resources Officer Board of Education | A-14 | 150,000.00 | | 155,000.00 | 5,000.00 |
| State and Federal Revenues Offset with | | | | | |
| Appropriations: | | | | | |
| ARP - Fire Fighter Grant | A-25 | 24,000.00 | | 24,000.00 | |
| Bicycle & School Bus Safety Grant 1st Half | A-25 | 18,000.00 | | 18,000.00 | |
| Body Armor Grant | A-25 | 6,355.18 | | 6,355.18 | |
| Bulletproof Vest | A-25 | 7,942.20 | | 7,942.20 | |
| Childhood Lead Program Grant | A-25 | | 188,144.00 | 188,144.00 | |
| Clean Communities Program | A-25 | | 82,064.34 | 82,064.34 | |
| Click It or Ticket | A-25 | | 10,500.00 | 10,500.00 | |
| ELC Grant | A-25 | 537,606.00 | 539,596.00 | 1,077,202.00 | |
| FEMA Grant - AFG | A-25 | 307,969.16 | | 307,969.16 | |
| LGAP Grant 2023 | A-25 | | 39,900.00 | 39,900.00 | |
| Local Recreation Improvement Grant | A-25 | | 77,000.00 | 77,000.00 | |
| Mill Program Grant | A-25 | 30,000.00 | | 30,000.00 | |
| National Opioid Settlement Grant | A-25 | | 245,709.88 | 245,709.88 | |
| Recycling Tonnage Grant | A-25 | 41,479.20 | | 41,479.20 | |
| Safe and Secure Communities Program | A-25 | 8,100.00 | | 8,100.00 | |
| Small Business Grant | A-25 | 450,000.00 | | 450,000.00 | |
| Stormwater Assistance Grant | | | 25,000.00 | 25,000.00 | |
| Strengthening LPHCP 2024 Grant | A-25 | | 406,046.00 | 406,046.00 | |
| Sustainable Jersey - PSE&G Partnership Program | A-25 | | 7,500.00 | 7,500.00 | |
| Visiting Nurses Grant | A-25 | 14,561.00 | | 14,561.00 | |

The accompanying Note to the Financial Statement are an integral part of this statement

TOWNSHIP OF MONTCLAIR
CURRENT FUND

STATEMENT OF REVENUES - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2023

| | Ref. | Budget | N.J.S. 40A:4-87 | Realized | (Deficit) or Excess |
|---|---------|-------------------------|------------------------|--------------------------|------------------------|
| <u>Miscellaneous Revenue</u> | | | | | |
| Other Special Items: | | | | | |
| Payment In Lieu of Taxes | | | | | |
| PILOT - Montclair Senior Housing Corp. (Orange Road) | A-14 | \$ 120,000.00 | \$ | \$ 92,265.09 | \$ (27,734.91) |
| PILOT - First Montclair Housing Corp. (Walnut Street) | A-14 | 176,000.00 | | 168,403.41 | (7,596.59) |
| PILOT - RTD Management Corp. (Lackawanna Plaza) | A-14 | 160,000.00 | | 159,365.00 | (635.00) |
| PILOT - RTD Management Corp. (Union Gardens) | A-14 | 110,000.00 | | 110,000.00 | |
| PILOT - United Methodist Homes (Pineridge of Montclair) | A-14 | 26,000.00 | | 26,440.80 | 440.80 |
| PILOT - MAP/Centro Verde | A-14 | 1,490,000.00 | | 1,274,787.04 | (215,212.96) |
| PILOT - MAG/Centro Verde (Garage) | A-14 | 60,000.00 | | 59,156.69 | (843.31) |
| PILOT - Siena | A-14 | 1,100,000.00 | | 1,226,474.78 | 126,474.78 |
| PILOT - 11 Pine Street | A-14 | 244,000.00 | | 325,584.32 | 81,584.32 |
| PILOT - Herod Redevelopment | A-14 | 97,000.00 | | 74,585.10 | (22,414.90) |
| PILOT - 55 Glenridge | A-14 | 2,570.00 | | 2,571.47 | 1.47 |
| PILOT - MC Hotel | A-14 | 800,000.00 | | 803,400.57 | 3,400.57 |
| PILOT - Two South Willow (Wellmont East) | A-14 | 607,000.00 | | 1,143,129.13 | 536,129.13 |
| PILOT - Two South Willow (Wellmont West) | A-14 | 224,000.00 | | 475,668.57 | 251,668.57 |
| Wellmont Ground Lease | A-14 | 124,000.00 | | 123,999.96 | (0.04) |
| Reserve for Payment of Debt Service (School) | A-14 | 199,148.89 | | 199,148.89 | |
| Rent Control Revenues | A-14 | 42,000.00 | | 68,280.00 | 26,280.00 |
| Alarm Registration Fees | A-14 | 100,000.00 | | 110,984.70 | 10,984.70 |
| Penalty on Delinquent Taxes (\$10,000.00 and Over) | A-14 | 120,000.00 | | 97,546.34 | (22,453.66) |
| Administrative Fees - Police Off-Duty | A-14 | 300,000.00 | | 383,852.90 | 83,852.90 |
| Rear Yard Refuse Collection | A-14 | 30,000.00 | | 35,950.00 | 5,950.00 |
| Hotel Tax | A-14 | 290,000.00 | | 357,656.62 | 67,656.62 |
| American Rescue Plan | A-14 | 2,018,219.07 | | 2,018,219.07 | |
| Cannabis Revenue | A-14 | 250,000.00 | | 274,629.05 | 24,629.05 |
| Wireless Edge - Cellular Lease | A-14 | 75,000.00 | | 60,240.76 | (14,759.24) |
| Cable Television Franchise Fees | A-14 | 461,000.00 | | 436,968.98 | (24,031.02) |
| Total Miscellaneous Revenue | A-1:A-2 | \$ 20,170,206.38 | \$ 1,621,460.22 | \$ 23,022,838.84 | \$ 1,231,172.24 |
| Receipts From Delinquent Taxes | A-1 | \$ 2,000,000.00 | \$ | \$ 2,128,461.95 | \$ 128,461.95 |
| Amount to be Raised by Taxes for Support of Municipal Budget: | | | | | |
| Local Tax for Municipal Purposes | A-2:A-9 | \$ 59,144,711.54 | \$ | \$ 60,231,914.23 | \$ 1,087,202.69 |
| Minimum Library Tax | A-2:A-9 | 3,277,995.00 | | 3,277,995.00 | |
| Addition to Local District School Tax | A-2:A-9 | 7,847,551.11 | | 7,847,551.11 | |
| | | 70,270,257.65 | | 71,357,460.34 | 1,087,202.69 |
| BUDGET TOTALS | | \$ 99,990,464.03 | \$ 1,621,460.22 | \$ 104,058,761.13 | 2,446,836.88 |
| Non-Budget Revenues | A-2 | | | 485,392.75 | 485,392.75 |
| | | \$ 99,990,464.03 | \$ 1,621,460.22 | \$ 104,544,153.88 | \$ 2,932,229.63 |
| REF. | A-3 | | A-3 | | |

The accompanying Note to the Financial Statement are an integral part of this statement

TOWNSHIP OF MONTCLAIR
CURRENT FUND

STATEMENT OF REVENUES - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2023

Ref.

Receipts from Delinquent Taxes

Collections of Delinquent Taxes

2023 Collections:

Taxes

| | | | |
|------------------|--|-----------------|------------------------|
| | | \$ 2,128,461.95 | |
| A-1:A-2:A-9:A-10 | | | <u>\$ 2,128,461.95</u> |

Allocation of Current Tax Collections

Collection of Current Taxes:

2023 Collections

| | |
|-------------|-------------------|
| A-1:A-2:A-9 | \$ 239,589,859.51 |
|-------------|-------------------|

2022 Collections

| | |
|-------------|--------------|
| A-1:A-2:A-9 | 1,182,303.67 |
|-------------|--------------|

Due from State of New Jersey

| | |
|---------|------------------|
| A-8:A-9 | <u>52,000.00</u> |
|---------|------------------|

A-1

\$ 240,824,163.18

Allocated to:

County Taxes

| | |
|------|---------------|
| A-15 | 42,525,698.84 |
|------|---------------|

Local School District Taxes

| | |
|------|----------------|
| A-16 | 129,208,540.00 |
|------|----------------|

Special Improvement District Taxes

| | |
|------|---------------------|
| A-17 | <u>1,018,290.00</u> |
|------|---------------------|

172,752,528.84

68,071,634.34

Plus: Appropriation for "Reserve for
Uncollected Taxes"

A-3

3,285,826.00

Realized for Support of Municipal Budget

A-2

\$ 71,357,460.34

The accompanying Note to the Financial Statement are an integral part of this statement

TOWNSHIP OF MONTCLAIR
CURRENT FUND

STATEMENT OF REVENUES - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2023

| | <u>Ref.</u> | | |
|-----------------------------------|-------------|-------------------|----------------------|
| <u>Other Licenses</u> | | | |
| Township Clerk | A-14 | \$ 50,225.00 | |
| Health Department | A-14 | <u>104,000.25</u> | |
| | A-2 | | <u>\$ 154,225.25</u> |
| <u>Other Fees and Permits</u> | | | |
| Township Clerk | A-14 | \$ 84,375.00 | |
| Animal Shelter | A-14 | 19,183.00 | |
| Board of Adjustment | A-14 | 14,195.00 | |
| Community Services | A-14 | 67,125.22 | |
| Construction Code | A-14 | 29,315.03 | |
| Fire | A-14 | 133,000.00 | |
| Health Officer | A-14 | 34,820.00 | |
| Housing and Zoning | A-14 | 10,450.00 | |
| Planning Board | A-14 | 15,365.75 | |
| Police | A-14 | 28,793.00 | |
| Public Works | A-14 | 13,590.00 | |
| Recreation | A-14 | <u>480,910.75</u> | |
| | A-2 | | <u>\$ 931,122.75</u> |

The accompanying Note to the Financial Statement are an integral part of this statement

TOWNSHIP OF MONTCLAIR
CURRENT FUND

STATEMENT OF REVENUES - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2023

| | <u>Ref.</u> | |
|--|-------------|----------------------|
| <u>Miscellaneous Revenue Not Anticipated</u> | | |
| Arena Commission | \$ | 38,100.11 |
| Copies | | 260.00 |
| Cost of Sales | | 12,286.77 |
| Division of Motor Vehicle Inspection Fines | | 250.00 |
| Fee for Dumpster | | 275.00 |
| FEMA | | 370,739.10 |
| Miscellaneous | | 21,810.43 |
| MRNA- Cellular Lease (Wireless Edge) | | 6,786.64 |
| NSF Returned Check Charge | | 2,580.00 |
| Planning | | 5,000.00 |
| Salvation Army Rent (68 N Full.) | | 14,020.00 |
| Senior and Vet Administrative Fee | | 1,040.00 |
| Special Charges (Tax Office) | | 5,208.70 |
| Special Program - Food Handler | | 6,500.00 |
| Towing - Administrative Costs | | <u>536.00</u> |
| | A-1:A-2:A-4 | <u>\$ 485,392.75</u> |

The accompanying Note to the Financial Statement are an integral part of this statement

TOWNSHIP OF MONTCLAIR
CURRENT FUND

A-3
Sheet # 1

STATEMENT OF EXPENDITURES
REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2023

| Appropriation | Appropriations | | Paid or Charged | Reserved | | Balance Canceled |
|--------------------------------------|---------------------|---------------------|---------------------|-------------------|-------------------|---------------------|
| | Budget | Modified Budget | | Encumbered | Unencumbered | |
| APPROPRIATIONS WITHIN "CAPS": | | | | | | |
| GENERAL GOVERNMENT | | | | | | |
| Mayor and Council: | | | | | | |
| Salaries and Wages | \$ 49,100.00 | \$ 49,100.00 | \$ 48,846.99 | \$ 3,741.55 | \$ 253.01 | |
| Other Expenses | 48,000.00 | 48,000.00 | 16,637.09 | | 27,621.36 | |
| Township and Manager: | | | | | | |
| Salaries and Wages | 546,106.71 | 446,106.71 | 337,159.96 | 15,706.22 | 108,946.75 | |
| Other Expenses | 238,262.50 | 238,262.50 | 88,768.92 | | 133,787.36 | |
| Human Resources | | | | | | |
| Salaries and Wages | 169,805.90 | 169,805.90 | 104,734.87 | 38,494.55 | 65,071.03 | |
| Other Expenses | 231,850.00 | 231,850.00 | 169,698.80 | | 23,656.65 | |
| Information Technology | | | | | | |
| Salaries and Wages | 132,609.30 | 132,609.30 | 122,886.37 | 99,478.60 | 9,722.93 | |
| Other Expenses | 616,180.00 | 616,180.00 | 420,598.41 | | 96,102.99 | |
| Township Clerk: | | | | | | |
| Salaries and Wages | 215,480.92 | 215,480.92 | 175,785.10 | 8,828.25 | 39,695.82 | |
| Other Expenses | 44,489.00 | 44,489.00 | 21,561.29 | | 14,099.46 | |
| Election Expenses: | | | | | | |
| Salaries and Wages | 3,000.00 | 3,000.00 | 802.44 | | 2,197.56 | |
| Other Expenses | 120,000.00 | 120,000.00 | 31,770.41 | | 88,229.59 | |
| Township Attorney: | | | | | | |
| Salaries and Wages | 235,246.95 | 235,246.95 | 210,154.73 | 79,420.15 | 25,092.22 | |
| Other Expenses | 310,000.00 | 310,000.00 | 139,832.51 | | 90,747.34 | |
| Municipal Court: | | | | | | |
| Salaries and Wages | 682,375.75 | 682,375.75 | 563,879.22 | 11,816.72 | 118,496.53 | |
| Other Expenses | 69,350.00 | 69,350.00 | 48,267.43 | | 9,265.85 | |
| Postage: | | | | | | |
| Other Expenses | 70,000.00 | 70,000.00 | 47,944.11 | 21,134.85 | 921.04 | |
| | <u>3,781,857.03</u> | <u>3,681,857.03</u> | <u>2,549,328.65</u> | <u>278,620.89</u> | <u>853,907.49</u> | |
| FINANCE DEPARTMENT | | | | | | |
| Administration: | | | | | | |
| Salaries and Wages | 122,184.80 | 122,184.80 | 111,298.94 | 30,593.00 | 10,885.86 | |
| Other Expenses | 57,000.00 | 57,000.00 | (23,630.77) | | 50,037.77 | |
| Accounting and Treasury: | | | | | | |
| Salaries and Wages | 248,317.73 | 248,317.73 | 204,479.33 | 13,462.53 | 43,838.40 | |
| Other Expenses | 58,850.00 | 58,850.00 | 12,484.15 | | 32,903.32 | |
| Tax Assessor: | | | | | | |
| Salaries and Wages | 363,078.93 | 363,078.93 | 357,579.04 | 95,390.28 | 5,499.89 | |
| Other Expenses: | 389,289.00 | 389,289.00 | 196,738.41 | | 97,160.31 | |
| Tax Collector: | | | | | | |
| Salaries and Wages | 231,548.31 | 231,548.31 | 188,678.38 | 10,106.07 | 42,869.93 | |
| Other Expenses | 44,000.00 | 44,000.00 | 28,390.94 | | 5,502.99 | |
| Auditing: | | | | | | |
| Other Expenses | 43,000.00 | 43,000.00 | 19,000.00 | 24,000.00 | | |
| | <u>1,557,268.77</u> | <u>1,557,268.77</u> | <u>1,095,018.42</u> | <u>173,551.88</u> | <u>288,698.47</u> | |

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

TOWNSHIP OF MONTCLAIR
CURRENT FUND

A-3
Sheet # 2

STATEMENT OF EXPENDITURES
REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2023

| Appropriation | Appropriations | | Paid or Charged | Reserved | | Balance Canceled |
|--|----------------|-----------------|-----------------|--------------|--------------|------------------|
| | Budget | Modified Budget | | Encumbered | Unencumbered | |
| APPROPRIATIONS WITHIN "CAPS": | | | | | | |
| PLANNING AND COMMUNITY DEVELOPMENT | | | | | | |
| Municipal Land Use Law (N.J.S.A. 40:55D-1): | | | | | | |
| Planning Administration: | | | | | | |
| Salaries and Wages | \$ 366,181.75 | \$ 366,181.75 | \$ 335,345.90 | \$ 14,633.67 | \$ 30,835.85 | |
| Other Expenses | 92,350.00 | 92,350.00 | 61,182.11 | | 16,534.22 | |
| Planning Board: | | | | | | |
| Other Expenses | 48,400.00 | 48,400.00 | 26,980.19 | 4,625.92 | 16,793.89 | |
| Board of Adjustment: | | | | | | |
| Other Expenses | 18,800.00 | 18,800.00 | 9,437.30 | 8,832.20 | 530.50 | |
| Rent Control Administration | | | | | | |
| Salaries and Wages | 147,000.00 | 147,000.00 | 70,492.02 | 9,162.52 | 76,507.98 | |
| Other Expenses | 40,000.00 | 40,000.00 | 2,801.41 | | 28,036.07 | |
| Total | 712,731.75 | 712,731.75 | 506,238.83 | 37,254.31 | 169,238.51 | |
| DEPARTMENT OF ADMINISTRATION AND CODE ENFORCEMENT | | | | | | |
| Salaries and Wages | 547,593.92 | 547,593.92 | 347,329.94 | 39,268.85 | 200,263.98 | |
| Other Expenses | 87,550.00 | 87,550.00 | 3,899.69 | 39,268.85 | 44,381.46 | |
| Total | 635,143.92 | 635,143.92 | 351,229.63 | 39,268.85 | 244,645.44 | |
| POLICE DEPARTMENT | | | | | | |
| Salaries and Wages | 16,497,440.46 | 16,497,440.46 | 15,943,441.82 | 12,746.05 | 553,998.64 | |
| ATB Service Police PD&Fire Alarm | 55,000.00 | 55,000.00 | 20,753.95 | 185,296.47 | 21,500.00 | |
| Other Expenses | 587,000.00 | 587,000.00 | 371,556.32 | 195,042.52 | 30,147.21 | |
| Total | 17,139,440.46 | 17,139,440.46 | 16,335,752.09 | 307,085.04 | 605,645.85 | |
| FIRE DEPARTMENT | | | | | | |
| Salaries and Wages | 10,921,083.66 | 10,921,083.66 | 10,451,552.49 | 42,331.51 | 469,531.17 | |
| Other Expenses | 310,550.00 | 310,550.00 | 207,583.94 | 42,331.51 | 60,634.55 | |
| Total | 11,231,633.66 | 11,231,633.66 | 10,659,136.43 | 84,663.02 | 530,165.72 | |
| PUBLIC WORKS DEPARTMENT | | | | | | |
| Community Services Administration: | | | | | | |
| Salaries and Wages | 847,331.23 | 847,331.23 | 834,575.88 | | 12,755.35 | |
| Other Expenses | 10,325.00 | 10,325.00 | 4,334.39 | | 5,990.61 | |
| Engineering: | | | | | | |
| Other Expenses | 225,000.00 | 225,000.00 | 171,568.90 | 1,233.86 | 52,197.24 | |
| Street Repairs and Maintenance: | | | | | | |
| Salaries and Wages | 372,811.46 | 372,811.46 | 338,827.80 | 4,780.48 | 33,983.66 | |
| Other Expenses | 28,625.00 | 28,625.00 | 10,521.51 | | 13,323.01 | |
| Storm Sewers Repairs and Maintenance | | | | | | |
| Salaries and Wages | 224,506.34 | 174,506.34 | 163,988.81 | | 10,517.53 | |
| Other Expenses | 12,750.00 | 12,750.00 | 9,511.95 | 617.05 | 2,621.00 | |

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

TOWNSHIP OF MONTCLAIR
CURRENT FUND

A-3
Sheet # 4

STATEMENT OF EXPENDITURES
REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2023

| Appropriation | Appropriations | | Paid or Charged | Reserved | | Balance Canceled |
|---|----------------|--------------------|--------------------|--------------|--------------|---------------------|
| | Budget | Modified Budget | | Encumbered | Unencumbered | |
| APPROPRIATIONS WITHIN "CAPS" | | | | | | |
| MISCELLANEOUS AND OTHER | | | | | | |
| Unemployment Compensation Insurance: | | | | | | |
| Other Expenses | \$ 30,000.00 | \$ 30,000.00 | | | \$ 30,000.00 | |
| Refuse Tipping Fees: | | | | | | |
| Other Expenses | 1,470,000.00 | 1,470,000.00 | 963,425.22 | \$ 97,318.34 | 409,256.44 | |
| Mandatory Recycling Act: | | | | | | |
| Salaries and Wages | 1,210,927.64 | 1,210,927.64 | 1,170,041.36 | | 40,886.28 | |
| Other Expenses | 517,500.00 | 767,500.00 | 350,691.04 | 124,526.03 | 292,282.93 | |
| Montclair Early Childhood Corporation: | | | | | | |
| Other Expenses | 278,000.00 | 278,000.00 | 278,000.00 | | 1.00 | |
| Operating Lease - Ladder Truck | 212,576.53 | 212,576.53 | 212,575.59 | | | |
| | 3,719,004.17 | 3,969,004.17 | 2,974,733.15 | 221,844.37 | 772,426.65 | |
| Insurances: | | | | | | |
| Liability Insurance | 1,870,555.00 | 1,870,555.00 | 1,346,108.92 | 42,907.29 | 481,538.79 | |
| Health Benefit Waiver | 200,000.00 | 200,000.00 | 164,100.83 | | 35,899.17 | |
| Employee Group Insurance | 6,354,400.42 | 6,354,400.42 | 5,804,698.28 | 101,757.94 | 447,944.20 | |
| | 8,424,955.42 | 8,424,955.42 | 7,314,908.03 | 144,665.23 | 965,382.16 | |
| SPECIAL PROGRAMS AND ACTIVITIES | | | | | | |
| Parks, Recreation and Cultural Affairs: | | | | | | |
| Other Expenses | 183,000.00 | 183,000.00 | 144,935.53 | 5,819.79 | 32,244.68 | |
| | 183,000.00 | 183,000.00 | 144,935.53 | 5,819.79 | 32,244.68 | |
| UNIFORM CONSTRUCTION CODE - | | | | | | |
| APPROPRIATIONS OFFSET BY | | | | | | |
| DEDICATED REVENUES (N.J.A.C. | | | | | | |
| 5:23-4.17) | | | | | | |
| Salaries and Wages | 965,006.90 | 965,006.90 | 866,647.78 | 2,804.54 | 96,359.12 | |
| Other Expenses | 21,725.00 | 21,725.00 | 4,448.09 | | 14,472.37 | |
| | 986,731.90 | 986,731.90 | 871,095.87 | 2,804.54 | 112,831.49 | |
| UNCLASSIFIED | | | | | | |
| Utilities: | | | | | | |
| Gasoline | 350,000.00 | 350,000.00 | 211,254.83 | 53,596.49 | 85,148.68 | |
| Fuel - Diesel | 325,000.00 | 325,000.00 | 184,426.78 | 56,472.93 | 84,100.29 | |
| Electricity | 515,000.00 | 515,000.00 | 380,226.05 | 127,815.67 | 6,968.28 | |
| Telephone | 345,000.00 | 345,000.00 | 177,583.09 | 37,686.23 | 129,730.68 | |
| Natural Gas | 160,000.00 | 160,000.00 | 115,899.58 | 43,044.16 | 1,056.26 | |

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

TOWNSHIP OF MONTCLAIR
CURRENT FUND

A-3
Sheet # 5

STATEMENT OF EXPENDITURES
REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2023

| Appropriation | Appropriations | | Paid or Charged | Reserved | | Balance Canceled |
|--|----------------|-----------------|-----------------|--------------|---------------|------------------|
| | Budget | Modified Budget | | Encumbered | Unencumbered | |
| APPROPRIATIONS WITHIN "CAPS" | | | | | | |
| UNCLASSIFIED | | | | | | |
| Utilities: | | | | | | |
| Street Lighting | \$ 490,000.00 | \$ 490,000.00 | \$ 459,727.00 | \$ 30,273.00 | \$ 138,720.08 | |
| Building Maintenance | 200,000.00 | 200,000.00 | 51,074.10 | 10,205.82 | 17,428.13 | |
| Copier Lease | 40,000.00 | 40,000.00 | 15,673.94 | 6,897.93 | 463,142.40 | |
| | 2,425,000.00 | 2,425,000.00 | 1,595,865.37 | 365,992.23 | | |
| Total Operations Within CAPS | 59,008,647.36 | 59,008,647.36 | 50,703,013.23 | 1,797,651.77 | 6,507,982.36 | |
| Detail: | | | | | | |
| Salaries | 39,743,544.91 | 39,343,544.91 | 36,592,576.61 | - | 2,750,988.30 | |
| Other Expenses | 19,265,102.45 | 19,665,102.45 | 14,110,436.62 | 1,797,651.77 | 3,757,014.06 | |
| | 59,008,647.36 | 59,008,647.36 | 50,703,013.23 | 1,797,651.77 | 6,507,982.36 | |
| STATUTORY EXPENDITURES | | | | | | |
| Contributions to: | | | | | | |
| Public Employees' Retirement System of N.J. | 1,635,613.89 | 1,635,613.89 | 1,606,869.10 | | 28,744.79 | |
| Social Security System (OAS) | 1,385,897.63 | 1,385,897.63 | 1,285,027.93 | | 100,869.70 | |
| Police and Firemen's Retirement System of N.J. | 7,284,883.53 | 7,284,883.53 | 7,284,883.53 | | | |
| Defined Contribution Retirement Plan | 50,000.00 | 50,000.00 | 31,223.10 | | 18,776.90 | |
| Total Statutory Expenditures | 10,356,395.05 | 10,356,395.05 | 10,208,003.66 | | 148,391.39 | |
| Total Appropriations Within "CAPS" | 69,365,042.41 | 69,365,042.41 | 60,911,016.89 | 1,797,651.77 | 6,656,373.75 | |
| APPROPRIATIONS EXCLUDED FROM "CAPS" | | | | | | |
| OTHER OPERATIONS | | | | | | |
| Maintenance of Free Public Library | 3,792,995.00 | 3,792,995.00 | 3,792,995.00 | | | |
| | 3,792,995.00 | 3,792,995.00 | 3,792,995.00 | | | |
| STATUTORY EXPENDITURES | | | | | | |
| Contributions to: | | | | | | |
| Police and Firemen's Retirement System of N.J. | 366,859.00 | 366,859.00 | 366,859.00 | | | |
| Employee Group Health Insurance | 46,698.00 | 46,698.00 | 46,698.00 | | | |
| Refuse Tipping Fees: | | | | | | |
| Salaries and Wages | 294,629.00 | 294,629.00 | 294,629.00 | | | |
| Mandatory Recycling Act: | | | | | | |
| Salaries and Wages | 16,681.29 | 16,681.29 | 16,681.29 | | | |
| Other Expenses | 32,500.00 | 32,500.00 | 32,500.00 | | | |
| | 757,367.29 | 757,367.29 | 757,367.29 | | | |

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

TOWNSHIP OF MONTCLAIR
CURRENT FUND

A-3
Sheet # 6

STATEMENT OF EXPENDITURES
REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2023

| Appropriation | Appropriations | | Paid or Charged | Reserved | | Balance Canceled |
|---|------------------------|------------------------|------------------------|----------------------|--------------|------------------|
| | Budget | Modified Budget | | Encumbered | Unencumbered | |
| UNIFORM CONSTRUCTION CODE - APPROPRIATIONS OFFSET BY INCREASED FEE REVENUE (N.J.A.C. 5:23-4.17) | \$ 77,000.00 | \$ 77,000.00 | \$ 77,000.00 | | | |
| Salaries and Wages | | | | | | |
| ADDITIONAL APPROPRIATIONS OFFSET BY REVENUES (N.J.S.A. 40A:4-43.3h) | | | | | | |
| Glen Ridge Fire Contract: | | | | | | |
| Salaries and Wages | 850,000.00 | 850,000.00 | 850,000.00 | | | |
| Interlocal Government Health Service Contract: | | | | | | |
| Salaries and Wages | 167,312.00 | 167,312.00 | 167,312.00 | | | |
| Interlocal Nursing Services - Nutley | | | | | | |
| Salaries and Wages | 48,595.00 | 48,595.00 | 48,595.00 | | | |
| Interlocal Animal Control Services - Senior Bus Ride Services with Essex County | | | | | | |
| Other Expenses | 123,200.00 | 123,200.00 | | \$ 123,200.00 | | |
| Interlocal Nursing Services - BOE | | | | | | |
| Salaries and Wages | 150,000.00 | 150,000.00 | 150,000.00 | | | |
| | <u>1,339,107.00</u> | <u>1,339,107.00</u> | <u>1,215,907.00</u> | <u>123,200.00</u> | | |
| PUBLIC AND PRIVATE PROGRAMS OFFSET BY REVENUES | | | | | | |
| Matching Funds for Grants | 30,796.92 | 30,796.92 | 30,796.92 | | | |
| ARP - Fire Fighters Grant | 24,000.00 | 24,000.00 | 24,000.00 | | | |
| Bicycle & School Bus Safety Grant 1st half | 18,000.00 | 18,000.00 | 18,000.00 | | | |
| Body Armor Replacement Fund | 6,355.18 | 6,355.18 | 6,355.18 | | | |
| BVP Award | 7,942.20 | 7,942.20 | 7,942.20 | | | |
| Childhood Lead Program Grant 07/01/23-06/30/24 (N.J.S.A. 40A:4-87 \$188,144.00) | 188,144.00 | 188,144.00 | 188,144.00 | | | |
| Clean Communities Grant - 2023 (N.J.S.A. 4-87 \$82,064.34) | 82,064.34 | 82,064.34 | 82,064.34 | | | |
| Click It or Ticket 2022 (N.J.S.A. 40A:4-87 \$10,500.00) | 10,500.00 | 10,500.00 | 10,500.00 | | | |
| ELC Grant (N.J.S.A. 40A:4-87 \$539,596.00) | 1,077,202.00 | 1,077,202.00 | 1,077,202.00 | | | |
| Federal Emergency Management Grant - AFG Grant | 307,969.16 | 307,969.16 | 307,969.16 | | | |
| LGAP Grant 2023 (N.J.S.A. 40A:4-87) | 39,900.00 | 39,900.00 | 39,900.00 | | | |
| Local Recreation Improvement Grant (N.J.S.A. 40A:4-87 \$77,000.00) | 77,000.00 | 77,000.00 | 77,000.00 | | | |
| MILL Program Grant | 30,000.00 | 30,000.00 | 30,000.00 | | | |
| National Opioid Settlement Grant (N.J.S.A. 40A:4-87 \$245,709.88) | 245,709.88 | 245,709.88 | 245,709.88 | | | |
| Recycling Grant | 41,479.20 | 41,479.20 | 41,479.20 | | | |
| Safe and Secure Grant | 8,100.00 | 8,100.00 | 8,100.00 | | | |
| Small Business Grant | 450,000.00 | 450,000.00 | 450,000.00 | | | |
| Stormwater Assistance Grant (N.J.S.A. 40A:4-87 \$25,000.00) | 25,000.00 | 25,000.00 | 25,000.00 | | | |
| Strengthening LPHCP 2024 Grant (N.J.S.A. 40A:4-87 \$406,046.00) | 406,046.00 | 406,046.00 | 406,046.00 | | | |
| Sustainable Jersey - PSE&G Partnership Program (N.J.S.A. 40A:4-87 \$7,500.00) | 7,500.00 | 7,500.00 | 7,500.00 | | | |
| Visiting Nurses Grant | 14,561.00 | 14,561.00 | 14,561.00 | | | |
| | <u>1,476,809.66</u> | <u>3,098,269.88</u> | <u>3,098,269.88</u> | | | |
| Total Operations Excluded from "CAPS" | <u>\$ 7,443,278.95</u> | <u>\$ 9,064,739.17</u> | <u>\$ 8,941,539.17</u> | <u>\$ 123,200.00</u> | <u>\$ -</u> | <u>\$ -</u> |

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

TOWNSHIP OF MONTCLAIR
CURRENT FUND

A-3
Sheet # 7

STATEMENT OF EXPENDITURES
REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2023

| Appropriation | Appropriations | | Paid or Charged | Reserved | | Balance Canceled |
|--|-------------------------|--------------------------|-------------------------|------------------------|------------------------|--------------------|
| | Budget | Modified Budget | | Encumbered | Unencumbered | |
| APPROPRIATIONS EXCLUDED FROM "CAPS" | | | | | | |
| CAPITAL IMPROVEMENTS | | | | | | |
| Capital Improvement Fund | \$ 200,000.00 | \$ 200,000.00 | \$ 200,000.00 | | | |
| Other Capital Projects | 912,000.00 | 912,000.00 | 778,869.98 | \$ 37,352.91 | | |
| | <u>1,112,000.00</u> | <u>1,112,000.00</u> | <u>978,869.98</u> | <u>95,777.11</u> | <u>37,352.91</u> | |
| | | | | | | |
| DEBT SERVICE | | | | | | |
| Payment of Bond Principal | 8,965,000.00 | 8,965,000.00 | 8,965,000.00 | | | |
| Interest on Bonds | 1,645,000.00 | 1,645,000.00 | 1,645,000.00 | | | |
| Loan Repayments-Downtown Business Improvement District | 32,666.67 | 32,666.67 | 32,666.67 | | | |
| Green Trust Loan Program: | | | | | | |
| Loan Repayments for Principal | 41,450.00 | 41,450.00 | 41,450.00 | | | |
| Loan Repayments for Interest | 1,000.00 | 1,000.00 | 1,000.00 | | | |
| Environmental Trust - Principal | 50,000.00 | 50,000.00 | 50,000.00 | | | |
| Environmental Trust - Interest | 2,500.00 | 2,500.00 | 618.84 | | | |
| | <u>10,737,616.67</u> | <u>10,737,616.67</u> | <u>10,735,735.51</u> | | | \$ 1,881.16 |
| | | | | | | <u>1,881.16</u> |
| FOR LOCAL SCHOOL DISTRICT PURPOSES | | | | | | |
| Type I School District Debt Service: | | | | | | |
| Payment of Bond Principal | 6,225,000.00 | 6,225,000.00 | 6,225,000.00 | | | |
| Interest on Bonds | 1,821,700.00 | 1,821,700.00 | 1,821,700.00 | | | |
| | <u>8,046,700.00</u> | <u>8,046,700.00</u> | <u>8,046,700.00</u> | | | |
| | | | | | | |
| Total Appropriations Excluded from "CAPS" | 27,339,595.62 | 28,961,055.84 | 28,702,844.66 | 218,977.11 | 37,352.91 | 1,881.16 |
| Sub-total Appropriations | 96,704,638.03 | 98,325,098.25 | 89,613,861.55 | 2,016,628.88 | 6,693,726.66 | 1,881.16 |
| Reserve for Uncollected Taxes | 3,285,826.00 | 3,285,826.00 | 3,285,826.00 | | | |
| Total Appropriations | <u>\$ 99,990,464.03</u> | <u>\$ 101,611,924.25</u> | <u>\$ 92,899,687.55</u> | <u>\$ 2,016,628.88</u> | <u>\$ 6,693,726.66</u> | <u>\$ 1,881.16</u> |
| | | | | A | A | |
| Budget Amendment by (N.J.S.A. 40A:4-87) | | | | | | |
| Reserve for Uncollected Taxes | | | \$ 3,285,826.00 | | | |
| Disbursements | | | 86,515,591.67 | | | |
| Reserve for Grants Appropriated | | | 3,098,269.88 | | | |
| | | | <u>\$ 92,899,687.55</u> | | | |

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

TRUST FUND

TOWNSHIP OF MONTCLAIR
TRUST FUND

COMPARATIVE BALANCE SHEETS
REGULATORY BASIS
DECEMBER 31, 2023 AND 2022

| <u>ASSETS</u> | <u>Ref.</u> | <u>BALANCE</u> <u>DECEMBER</u> <u>31, 2023</u> | <u>BALANCE</u> <u>DECEMBER</u> <u>31, 2022</u> |
|--|-------------|--|--|
| <u>Assessment Trust Fund</u> | | | |
| Cash - Checking | B-2 | \$ 33,867.43 | \$ 31,184.95 |
| Assessments Receivable: | B-16 | 1,055.67 | 3,738.15 |
| | | <u>34,923.10</u> | <u>34,923.10</u> |
| <u>Animal Control Trust Fund</u> | | | |
| Cash - Checking | B-2 | <u>157,371.02</u> | <u>151,196.47</u> |
| <u>General Trust Fund</u> | | | |
| Cash - General | B-2 | 9,536,879.76 | 11,621,269.60 |
| Cash - State Unemployment Insurance | B-2 | 570,923.94 | 555,705.57 |
| Cash - Section 8 Housing | B-2 | 181,568.30 | 164,437.28 |
| Cash - Forfeited Assets | B-2 | 35,673.16 | 37,652.78 |
| Due from County of Essex - Community Development Block Grant Programs | B-6 | 357,919.83 | 599,726.80 |
| Interfunds Receivable | B-5 | 1,000,000.00 | 433,777.00 |
| | | <u>11,682,964.99</u> | <u>13,412,569.03</u> |
| <u>Payroll Account</u> | | | |
| Cash | B-2 | <u>418,511.66</u> | <u>392,334.95</u> |
| | | <u>\$ 12,293,770.77</u> | <u>\$ 13,991,023.55</u> |

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

TOWNSHIP OF MONTCLAIR
TRUST FUND

COMPARATIVE BALANCE SHEETS
REGULATORY BASIS
DECEMBER 31, 2023 AND 2022

| <u>LIABILITIES, RESERVES AND FUND BALANCE</u> | <u>Ref.</u> | <u>BALANCE</u> <u>DECEMBER</u> <u>31, 2023</u> | <u>BALANCE</u> <u>DECEMBER</u> <u>31, 2022</u> |
|---|-------------|--|--|
| <u>Assessment Trust Fund</u> | | | |
| Reserve for: | | | |
| Assessments and Assessment Liens | B-17 | \$ 1,055.67 | \$ 3,738.15 |
| Fund Balance | B-1 | <u>33,867.43</u> | <u>31,184.95</u> |
| | | <u>34,923.10</u> | <u>34,923.10</u> |
| <u>Animal Control Trust Fund</u> | | | |
| Due to State of New Jersey | B-8 | 9.60 | 13.20 |
| Reserve for: | | | |
| Animal Shelter Expenditures | B-14 | 142,019.87 | 126,718.27 |
| Animal Control Trust Fund Expenditures | B-7 | <u>15,341.55</u> | <u>24,465.00</u> |
| | | <u>157,371.02</u> | <u>151,196.47</u> |
| <u>General Trust Fund</u> | | | |
| Special Deposits | B-9 | 10,247,261.80 | 11,684,942.77 |
| Accounts Payable | B-13 | 135,381.26 | 104,311.00 |
| Encumbrances Payable - Special Deposits | B-9 | 343,302.96 | 494,454.95 |
| Encumbrances Payable - CDBG | B-12 | 93,750.00 | 39,782.90 |
| Reserve for: | | | |
| Police Forfeiture Expenditures | B-4 | 35,673.16 | 37,652.78 |
| State Unemployment Trust Fund Expenditures | B-11 | 570,923.94 | 555,705.57 |
| Community Development Block Grant | B-12 | 210,484.83 | 435,592.78 |
| Section 8 Voucher Program | B-13 | <u>46,187.04</u> | <u>60,126.28</u> |
| | | <u>11,682,964.99</u> | <u>13,412,569.03</u> |
| <u>Payroll Account</u> | | | |
| Flexible Spending Account | B-10 | 10,888.81 | 3,700.06 |
| Payroll Deductions and Other Payables | B-15 | <u>407,622.85</u> | <u>388,634.89</u> |
| | | <u>418,511.66</u> | <u>392,334.95</u> |
| | | <u>\$ 12,293,770.77</u> | <u>\$ 13,991,023.55</u> |

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

TOWNSHIP OF MONTCLAIR
ASSESSMENT TRUST FUND

STATEMENT OF FUND BALANCE
FOR THE YEAR ENDED DECEMBER 31, 2023

| | <u>Ref.</u> | |
|----------------------------|-------------|----------------------------|
| Balance, December 31, 2022 | B | \$ 31,184.95 |
| Increased by: | | |
| Cash Receipts | B-2 | <u>2,682.48</u> |
| Balance, December 31, 2023 | B | <u><u>\$ 33,867.43</u></u> |

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

GENERAL CAPITAL FUND

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

COMPARATIVE BALANCE SHEETS - REGULATORY BASIS
DECEMBER 31, 2023 AND 2022

| <u>ASSETS AND DEFERRED CHARGES</u> | <u>Ref.</u> | BALANCE DECEMBER 31, 2023 | BALANCE DECEMBER 31, 2022 |
|---|-------------|---------------------------------|---------------------------------|
| Cash - Checking | C-2 | \$ 715,038.45 | \$ 158,867.05 |
| Grants Receivable | C-4 | 1,132,701.84 | 746,263.36 |
| Deferred Charges to Future Taxation: | | | |
| Funded | C-5 | 86,857,759.86 | 102,170,457.53 |
| Unfunded | C-6 | 26,616,659.99 | 18,644,058.51 |
| | | <u>\$ 115,322,160.14</u> | <u>\$ 121,719,646.45</u> |
| <u>LIABILITIES, RESERVES AND FUND BALANCE</u> | | | |
| General Serial Bonds | C-17 | \$ 43,805,000.00 | \$ 52,770,000.00 |
| School Serial Bonds | C-16 | 42,590,000.00 | 48,815,000.00 |
| Environmental Infrastructure Loan Payable | C-14 | 55,482.36 | 104,089.42 |
| Interfunds Payable | C-9 | 7,000,000.00 | 425,000.00 |
| Green Acres Loans Payable | C-13 | 276,610.87 | 318,034.81 |
| Business District Loan Payable | C-15 | 130,666.63 | 163,333.30 |
| Encumbrances Payable | C-12 | 2,020,531.89 | 2,127,857.32 |
| Improvement Authorizations: | | | |
| Funded | C-7 | 1,244,763.35 | 1,891,400.08 |
| Unfunded | C-7 | 16,174,723.90 | 13,149,149.97 |
| Capital Improvement Fund | C-8 | 541,832.83 | 840,582.83 |
| Reserve for: | | | |
| Grants Receivable | C-10 | 1,132,701.84 | 746,263.36 |
| Debt Service | C-11 | 169,977.46 | 189,066.35 |
| Fund Balance | C-1 | 179,869.01 | 179,869.01 |
| | | <u>\$ 115,322,160.14</u> | <u>\$ 121,719,646.45</u> |
| Bonds and Notes Authorized but Not Issued: | | | |
| General | | \$ 24,357,007.80 | \$ 16,384,406.32 |
| School | | 2,259,652.19 | 2,259,652.19 |
| | C-18 | <u>\$ 26,616,659.99</u> | <u>\$ 18,644,058.51</u> |

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

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

STATEMENT OF FUND BALANCE - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2023

| | <u>Ref.</u> | |
|--------------------------------|-------------|----------------------|
| Balance, December 31, 2022 | | |
| and Balance, December 31, 2023 | C | <u>\$ 179,869.01</u> |

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

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WATER UTILITY FUND

TOWNSHIP OF MONTCLAIR
WATER UTILITY

COMPARATIVE BALANCE SHEETS
REGULATORY BASIS
DECEMBER 31, 2023 AND 2022

| <u>ASSETS</u> | <u>Ref.</u> | BALANCE DEC. 31, 2023 | BALANCE DEC. 31, 2022 |
|--|-------------|-----------------------------|-----------------------------|
| <u>Operating Fund</u> | | | |
| Cash | D-5 | \$ 3,298,466.74 | \$ 3,613,963.05 |
| Change Fund | D-7 | 200.00 | 200.00 |
| Interfunds Receivable | D-8 | 2,000,000.00 | |
| | | <u>5,298,666.74</u> | <u>3,614,163.05</u> |
| Receivables with Full Reserves: | | | |
| Consumer Accounts Receivable | D-10 | 427,250.86 | 452,508.71 |
| | | <u>427,250.86</u> | <u>452,508.71</u> |
| | | <u>5,725,917.60</u> | <u>4,066,671.76</u> |
| <u>Capital Fund</u> | | | |
| Cash - Checking | D-5:D-6 | 2,996,670.34 | 5,083,770.44 |
| Interfunds Receivable | D-23 | 2,000,000.00 | |
| Fixed Capital | D-11 | 42,862,300.47 | 42,862,300.47 |
| Fixed Capital - Authorized and Uncompleted | D-12 | 9,675,000.00 | 8,475,000.00 |
| | | <u>57,533,970.81</u> | <u>56,421,070.91</u> |
| | | <u>\$ 63,259,888.41</u> | <u>\$ 60,487,742.67</u> |

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

TOWNSHIP OF MONTCLAIR
WATER UTILITY

COMPARATIVE BALANCE SHEETS
REGULATORY BASIS
DECEMBER 31, 2023 AND 2022

| <u>LIABILITIES, RESERVES AND FUND BALANCES</u> | <u>Ref.</u> | <u>BALANCE</u> <u>DEC. 31,</u> <u>2023</u> | <u>BALANCE</u> <u>DEC. 31,</u> <u>2022</u> |
|--|-------------|--|--|
| <u>Operating Fund</u> | | | |
| Appropriation Reserves: | | | |
| Encumbered | D-4:D-13 | \$ 1,458,464.12 | \$ 489,013.86 |
| Unencumbered | D-4:D-13 | 1,538,343.91 | 561,918.92 |
| Accrued Interest on Bonds | D-14 | 34,175.00 | 58,650.00 |
| Accrued Interest on Loans | D-16 | 1,145.83 | 1,312.50 |
| Accounts Payable | D-9 | 206,512.00 | |
| Water Overpayments | D-17 | 51,784.22 | 32,974.39 |
| | | <u>3,290,425.08</u> | <u>1,143,869.67</u> |
| Reserve for Receivables | | 427,250.86 | 452,508.71 |
| Fund Balance | D-1 | <u>2,008,241.66</u> | <u>2,470,293.38</u> |
| | | <u>5,725,917.60</u> | <u>4,066,671.76</u> |
| <u>Capital Fund</u> | | | |
| Serial Bonds | D-15 | 3,185,000.00 | 3,950,000.00 |
| N.J. Environmental Infrastructure Trust | | | |
| Loan Payable | D-22 | 190,635.63 | 228,652.31 |
| Improvement Authorizations: | | | |
| Funded | D-18 | 3,608,758.95 | 3,184,284.22 |
| Encumbrances Payable | D-18 | 817,164.47 | 1,728,739.30 |
| Capital Improvement Fund | D-19 | 472,256.53 | 72,256.53 |
| Reserves for: | | | |
| Amortization | D-20 | 39,486,664.84 | 38,683,648.16 |
| Deferred Amortization | D-21 | 9,675,000.00 | 8,475,000.00 |
| Fund Balance | D-2 | 98,490.39 | 98,490.39 |
| | | <u>57,533,970.81</u> | <u>56,421,070.91</u> |
| | | <u>\$ 63,259,888.41</u> | <u>\$ 60,487,742.67</u> |

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

TOWNSHIP OF MONTCLAIR
WATER UTILITY

COMPARATIVE STATEMENTS OF OPERATIONS
AND CHANGES IN FUND BALANCE - OPERATING FUND
REGULATORY BASIS
YEARS ENDED DECEMBER 31, 2023 AND 2022

| | <u>Ref.</u> | BALANCE DEC. 31, <u>2023</u> | BALANCE DEC. 31, <u>2022</u> |
|--|-------------|------------------------------------|------------------------------------|
| <u>Revenue and Other Income</u> | | | |
| Fund Balance Utilized | D-3 | \$ 1,873,182.39 | \$ 1,592,153.50 |
| Rents | D-3 | 8,749,635.61 | 9,160,755.99 |
| Miscellaneous Revenue | D-3 | 708,503.27 | 269,215.22 |
| Unexpended Balance of Appropriation Reserves | D-13 | 559,841.70 | 759,536.11 |
| | | <u>11,891,162.97</u> | <u>11,781,660.82</u> |
| <u>Expenditures</u> | | | |
| Budgets Expenditures: | | | |
| Operating | D-4 | 7,469,417.65 | 5,634,153.50 |
| Capital Improvements | D-4 | 1,711,363.75 | 2,600,000.00 |
| Debt Service | D-4 | 945,849.91 | 1,062,370.22 |
| Statutory Expenditures | D-4 | 353,400.99 | 325,000.00 |
| | | <u>10,480,032.30</u> | <u>9,621,523.72</u> |
| Excess in Revenue | | 1,411,130.67 | 2,160,137.10 |
| <u>Fund Balance</u> | | | |
| Balance, Beginning of Year | D | <u>2,470,293.38</u> | <u>1,902,309.78</u> |
| | | 3,881,424.05 | 4,062,446.88 |
| Decreased by: | | | |
| Utilized as Anticipated Revenue: | | | |
| Water Operating Fund Budget | D-3 | <u>1,873,182.39</u> | <u>1,592,153.50</u> |
| Balance, End of Year | D | <u>\$ 2,008,241.66</u> | <u>\$ 2,470,293.38</u> |

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

TOWNSHIP OF MONTCLAIR
WATER UTILITY

STATEMENT OF WATER CAPITAL FUND BALANCE
REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2023

| | <u>Ref.</u> | |
|----------------------------|-------------|---------------------|
| Balance, December 31, 2022 | D | \$ 98,490.39 |
| Balance, December 31, 2023 | D | <u>\$ 98,490.39</u> |

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

TOWNSHIP OF MONTCLAIR
WATER UTILITY

STATEMENT OF REVENUE
REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2023

| <u>Source</u> | <u>Ref.</u> | <u>Budget</u> | <u>Realized</u> | <u>Excess</u> |
|-------------------------------------|-------------|-------------------------|-------------------------|----------------------|
| Fund Balance Utilized | D-1 | \$ 1,873,182.39 | \$ 1,873,182.39 | |
| Rents | D-1:D-10 | 8,460,000.00 | 8,749,635.61 | \$ 289,635.61 |
| Miscellaneous Revenue | D-1:Below | 150,000.00 | 708,503.27 | 558,503.27 |
| | D-4 | <u>\$ 10,483,182.39</u> | <u>\$ 11,331,321.27</u> | <u>\$ 848,138.88</u> |
| <u>Analysis of Realized Revenue</u> | | | | |
| Miscellaneous Revenue: | | | | |
| Interest on Delinquent Rents | | \$ 82,667.51 | | |
| Glen Ridge Management Fee | | 66,158.30 | | |
| New Service Fees | | 409,803.00 | | |
| Interest on Investments - Operating | | 71,087.91 | | |
| Interest on Investments - Capital | | 76,047.84 | | |
| Return Check Fees | | 2,460.00 | | |
| Miscellaneous | | 278.71 | | |
| | Above | | <u>\$ 708,503.27</u> | |
| Collections: | | | | |
| Treasurer | D-5 | | <u>\$ 708,503.27</u> | |

TOWNSHIP OF MONTCLAIR
WATER UTILITY

STATEMENT OF EXPENDITURES
REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2023

| Appropriation | Budget | Modified Budget | Paid or Charged | Expended | | Balance Canceled |
|--------------------------------------|------------------|------------------|-----------------|-----------------|-----------------|------------------|
| | | | | Encumbered | Reserved | |
| Operating | | | | | | |
| Salaries and Wages | \$ 1,375,040.64 | \$ 1,375,040.64 | \$ 1,250,457.44 | | \$ 124,583.20 | |
| Other Expenses | 2,105,017.52 | 2,105,017.52 | 1,230,940.61 | \$ 532,519.18 | 341,557.73 | |
| Purchased Water | 2,100,000.00 | 2,100,000.00 | 1,863,749.00 | 236,251.00 | | |
| Commercial | | | | | | |
| Salaries and Wages | 140,723.24 | 140,723.24 | 96,363.02 | | 44,360.22 | |
| Other Expenses | 60,000.00 | 60,000.00 | 31,099.55 | 2,803.76 | 26,096.69 | |
| | 5,780,781.40 | 5,780,781.40 | 4,472,609.62 | 771,573.94 | 536,597.84 | |
| Capital Improvements | | | | | | |
| Capital Improvements | 1,600,000.00 | 1,600,000.00 | 1,600,000.00 | | | |
| Capital Outlay | 1,800,000.00 | 1,800,000.00 | 111,363.75 | 686,890.18 | 1,001,746.07 | |
| | 3,400,000.00 | 3,400,000.00 | 1,711,363.75 | 686,890.18 | 1,001,746.07 | |
| Debt Service | | | | | | |
| Payment on Bond Principal | 765,000.00 | 765,000.00 | 765,000.00 | | | |
| Interest on Bonds | 140,000.00 | 140,000.00 | 140,000.00 | | | |
| Environmental Trust Fund - Principal | 40,000.00 | 40,000.00 | 38,016.58 | | | 1,983.42 |
| Environmental Trust Fund - Interest | 4,000.00 | 4,000.00 | 2,833.33 | | | 1,166.67 |
| | 949,000.00 | 949,000.00 | 945,849.91 | | | 3,150.09 |
| Statutory Expenditures | | | | | | |
| Contribution to: | | | | | | |
| Public Employees' Retirement System | 233,436.68 | 233,436.68 | 233,436.68 | | | |
| Social Security System | 119,964.31 | 119,964.31 | 119,964.31 | | | |
| | 353,400.99 | 353,400.99 | 353,400.99 | | | |
| | \$ 10,483,182.39 | \$ 10,483,182.39 | \$ 7,483,224.27 | \$ 1,458,464.12 | \$ 1,538,343.91 | \$ 3,150.09 |
| Ref. | D-3 | | | D | D | |
| Cash Disbursed | | | \$ 7,340,390.94 | | | |
| Accrued Interest on Bonds | | | 140,000.00 | | | |
| Accrued Interest on Loans | | | 2,833.33 | | | |
| | | | \$ 7,483,224.27 | | | |

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

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SEWER UTILITY FUND

TOWNSHIP OF MONTCLAIR
SEWER UTILITY FUND

COMPARATIVE BALANCE SHEETS
REGULATORY BASIS
DECEMBER 31, 2023 AND 2022

| | <u>Ref.</u> | BALANCE DECEMBER <u>31, 2023</u> | BALANCE DECEMBER <u>31, 2022</u> |
|--|-------------|--|--|
| <u>ASSETS</u> | | | |
| <u>Operating Fund</u> | | | |
| Cash - Checking | E-5 | \$ 3,228,667.37 | \$ 2,340,772.96 |
| Change Fund | E-7 | 200.00 | 200.00 |
| | | 3,228,867.37 | 2,340,972.96 |
| Receivables with Full Reserves: | | | |
| Consumer Accounts Receivable | E-10 | 936,229.11 | 991,049.26 |
| | | 4,165,096.48 | 3,332,022.22 |
| <u>Capital Fund</u> | | | |
| Cash | E-5:E-8 | 3,452,290.46 | 4,960,476.12 |
| Interfund Receivable | E-8 | 2,000,000.00 | |
| Fixed Capital | E-11 | 7,201,097.09 | 7,201,097.09 |
| Fixed Capital Authorized and Uncompleted | E-12 | 7,035,000.00 | 5,885,000.00 |
| | | 19,688,387.55 | 18,046,573.21 |
| | | \$ 23,853,484.03 | \$ 21,378,595.43 |

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

TOWNSHIP OF MONTCLAIR
SEWER UTILITY FUND

COMPARATIVE BALANCE SHEETS
REGULATORY BASIS
DECEMBER 31, 2023 AND 2022

| | Ref. | BALANCE DECEMBER 31, 2023 | BALANCE DECEMBER 31, 2022 |
|---|----------|---------------------------------|---------------------------------|
| <u>LIABILITIES, RESERVES AND FUND BALANCE</u> | | | |
| <u>Operating Fund</u> | | | |
| Appropriation Reserves: | | | |
| Encumbered | E-4:E-13 | \$ 324,387.32 | \$ 27,819.35 |
| Unencumbered | E-4:E-13 | 552,897.71 | 501,655.11 |
| Accrued Interest on Loans | E-16 | 7,507.29 | 8,028.13 |
| Sewer Overpayments | E-14 | <u>24,735.71</u> | <u>24,102.07</u> |
| | | 909,528.03 | 561,604.66 |
| Reserve for Receivables | | 936,229.11 | 991,049.26 |
| Fund Balance | E-1 | <u>2,319,339.34</u> | <u>1,779,368.30</u> |
| | | <u>4,165,096.48</u> | <u>3,332,022.22</u> |
| <u>Capital Fund</u> | | | |
| Environmental Infrastructure Loan Payable | E-15 | 2,044,683.02 | 2,154,451.15 |
| Improvement Authorizations: | | | |
| Funded | E-17 | 4,199,077.65 | 3,201,678.37 |
| Capital Improvement Fund | E-18 | 200,500.00 | 195,500.00 |
| Encumbrances Payable | E-17 | 865,875.14 | 1,376,460.08 |
| Reserve for: | | | |
| Amortization | E-19 | 5,156,414.07 | 5,046,645.94 |
| Deferred Amortization | E-9 | 7,035,000.00 | 5,885,000.00 |
| Fund Balance | E-2 | <u>186,837.67</u> | <u>186,837.67</u> |
| | | <u>19,688,387.55</u> | <u>18,046,573.21</u> |
| | | <u>\$ 23,853,484.03</u> | <u>\$ 21,378,595.43</u> |

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

TOWNSHIP OF MONTCLAIR
SEWER UTILITY OPERATING FUND

COMPARATIVE STATEMENTS OF OPERATIONS
AND CHANGES IN FUND BALANCE
REGULATORY BASIS
FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

| | <u>Ref.</u> | BALANCE DECEMBER <u>31, 2023</u> | BALANCE DECEMBER <u>31, 2022</u> |
|--|-------------|--|--|
| <u>Revenues and Other Income Realized</u> | | | |
| Fund Balance Utilized | E-3 | \$ 600,000.00 | \$ 1,000,000.00 |
| Sewer Charges | E-3 | 8,143,122.65 | 7,807,088.57 |
| Sewer Flow Usage Fees - Reservoir Ridge | E-3 | 137,559.92 | 92,525.88 |
| Miscellaneous | E-3 | 343,589.19 | 154,920.83 |
| Other Credits to Income: | | | |
| Unexpended Balance of Appropriation Reserves | E-13 | <u>511,191.34</u> | <u>291,650.53</u> |
| | | <u>9,735,463.10</u> | <u>9,346,185.81</u> |
| <u>Expenditures</u> | | | |
| Budget Expenditures: | | | |
| Operating | E-4 | 7,087,172.03 | 6,574,672.97 |
| Debt Service | E-4 | 127,492.06 | 123,991.44 |
| Statutory Expenditures | E-4 | 225,827.97 | 205,327.03 |
| Capital Expenditures | E-4 | <u>1,155,000.00</u> | <u>2,100,000.00</u> |
| | | 8,595,492.06 | 9,003,991.44 |
| Excess in Revenue | | 1,139,971.04 | 342,194.37 |
| <u>Fund Balance</u> | | | |
| Balance, Beginning of Year | E | <u>1,779,368.30</u> | <u>2,437,173.93</u> |
| | | <u>2,919,339.34</u> | <u>2,779,368.30</u> |
| Decreased by: | | | |
| Utilized as Anticipated Revenue: | | | |
| Sewer Operating Fund Budget | E-1 | <u>600,000.00</u> | <u>1,000,000.00</u> |
| Balance, End of Year | E | <u>\$ 2,319,339.34</u> | <u>\$ 1,779,368.30</u> |

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

TOWNSHIP OF MONTCLAIR
SEWER UTILITY CAPITAL FUND

STATEMENT OF FUND BALANCE
REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2023

| | <u>Ref.</u> | |
|--------------------------------|-------------|----------------------|
| Balance, December 31, 2022 | | |
| and Balance, December 31, 2023 | E | <u>\$ 186,837.67</u> |

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

TOWNSHIP OF MONTCLAIR
SEWER UTILITY OPERATING FUND

STATEMENT OF REVENUE
FOR THE YEAR ENDED DECEMBER 31, 2023

| | <u>Ref.</u> | <u>Budget</u> | <u>Realized</u> | <u>Excess or (Deficit)</u> |
|----------------------------------|-------------|-----------------------------|------------------------|--------------------------------|
| Fund Balance Utilized | E-1 | \$ 600,000.00 | \$ 600,000.00 | |
| Sewer Charges | E-1:E-10 | 7,800,000.00 | 8,143,122.65 | \$ 343,122.65 |
| Sewer Flow Usage Fee | E-1:E-6 | 67,000.00 | 137,559.92 | 70,559.92 |
| Miscellaneous | E-1:Below | 130,000.00 | 343,589.19 | 213,589.19 |
| | E-4 | <u>\$ 8,597,000.00</u> | <u>\$ 9,224,271.76</u> | <u>\$ 627,271.76</u> |
| <u>Miscellaneous Revenue</u> | | | | |
| Interest on Deposits: | | | | |
| Operating Fund | | \$ 36,017.64 | | |
| Capital Fund | | 83,071.03 | | |
| | E-5 | <u> </u> | \$ 119,088.67 | |
| Interest on Delinquent Rents | | 58,502.68 | | |
| New Services | | 160,374.00 | | |
| Other | | 5,623.84 | | |
| | E-6 | <u> </u> | <u>224,500.52</u> | |
| | | Above | <u>\$ 343,589.19</u> | |

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

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PARKING UTILITY FUND

"F"

TOWNSHIP OF MONTCLAIR
PARKING UTILITY

COMPARATIVE BALANCE SHEETS
REGULATORY BASIS
DECEMBER 31, 2023 AND 2022

| <u>ASSETS</u> | <u>Ref.</u> | BALANCE DECEMBER <u>31, 2023</u> | BALANCE DECEMBER <u>31, 2022</u> |
|---|-------------|--|--|
| <u>Operating Fund</u> | | | |
| Cash - Checking | F-5 | \$ 4,264,798.71 | \$ 2,868,660.38 |
| | | <u>4,264,798.71</u> | <u>2,868,660.38</u> |
| <u>Capital Fund</u> | | | |
| Cash | F-5 | 1,583,063.68 | 1,582,752.47 |
| Fixed Capital | F-8 | 16,720,856.80 | 16,720,856.80 |
| Fixed Capital Authorized and Uncomplete | F-9 | 2,591,000.00 | 2,441,000.00 |
| | | <u>20,894,920.48</u> | <u>20,744,609.27</u> |
| | | <u>\$ 25,159,719.19</u> | <u>\$ 23,613,269.65</u> |
| <u>LIABILITIES, RESERVES AND FUND BALANCE</u> | | | |
| <u>Operating Fund</u> | | | |
| Appropriation Reserves - Committed | F-4:F-10 | \$ 165,485.85 | \$ 333,916.21 |
| Appropriation Reserves - Reserved | F-4:F-10 | 1,405,022.96 | 467,765.99 |
| Accounts Payable | F-10 | 25,500.00 | 10,500.00 |
| Accrued Interest on Bonds | F-11 | 230,802.33 | 243,572.63 |
| | | <u>1,826,811.14</u> | <u>1,055,754.83</u> |
| Fund Balance | F-1 | 2,437,987.57 | 1,812,905.55 |
| | | <u>4,264,798.71</u> | <u>2,868,660.38</u> |
| <u>Capital Fund</u> | | | |
| Serial Bonds | F-7 | 10,450,000.00 | 10,980,000.00 |
| Capital Improvement Fund | F-13 | 9,000.00 | 9,000.00 |
| Improvement Authorization - Funded | F-15 | 1,080,647.35 | 1,303,537.26 |
| Encumbrances Payable | F-15 | 418,416.33 | 195,215.21 |
| Reserve for Amortization | F-12 | 6,270,856.80 | 5,740,856.80 |
| Deferred Reserve for Amortization | F-14 | 2,591,000.00 | 2,441,000.00 |
| Reserve for Crescent Parking Deck | F-16 | 25,000.00 | 25,000.00 |
| Fund Balance | F-2 | 50,000.00 | 50,000.00 |
| | | <u>20,894,920.48</u> | <u>20,744,609.27</u> |
| | | <u>\$ 25,159,719.19</u> | <u>\$ 23,613,269.65</u> |

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

TOWNSHIP OF MONTCLAIR
PARKING UTILITY OPERATING FUND

COMPARATIVE STATEMENTS OF OPERATIONS
AND CHANGES IN FUND BALANCE
REGULATORY BASIS
FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

| | <u>Ref.</u> | BALANCE DECEMBER <u>31, 2023</u> | BALANCE DECEMBER <u>31, 2022</u> |
|---|-------------|--|--|
| <u>Revenues and Other Income Realized</u> | | | |
| Fund Balance Utilized | F-3 | \$ 943,908.02 | \$ 802,660.54 |
| ARP Revenue | | | 818,219.07 |
| Permit Fees | F-3 | 1,419,355.90 | 1,692,553.03 |
| Meter Fees | F-3 | 1,605,798.30 | 1,323,732.64 |
| Transient Fees | F-3 | 1,654,623.31 | 1,037,769.79 |
| PATS Revenue | F-3 | 181,989.39 | 161,796.02 |
| Miscellaneous Revenue | F-3 | 205,647.12 | 165,000.44 |
| Appropriation Reserves Canceled | F-10 | 558,180.68 | 385,520.54 |
| | | <u>6,569,502.72</u> | <u>6,387,252.07</u> |
| <u>Expenditures</u> | | | |
| Budget Appropriations: | | | |
| Operating | F-4 | 3,591,164.55 | 3,100,462.83 |
| Capital Improvements | F-4 | 150,000.00 | 760,000.00 |
| Debt Service | F-4 | 991,604.66 | 1,002,145.26 |
| Statutory Expenditures | F-4 | 267,743.47 | 240,416.78 |
| | | <u>5,000,512.68</u> | <u>5,103,024.87</u> |
| Excess in Revenue | | 1,568,990.04 | 1,284,227.20 |
| <u>Fund Balance</u> | | | |
| Balance, Beginning of Year | F | 1,812,905.55 | 1,331,338.89 |
| | | <u>3,381,895.59</u> | <u>2,615,566.09</u> |
| Decreased by: | | | |
| Utilized as Anticipated Revenue | F-3 | 943,908.02 | 802,660.54 |
| Balance, End of Year | F | <u>\$ 2,437,987.57</u> | <u>\$ 1,812,905.55</u> |

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

TOWNSHIP OF MONTCLAIR
PARKING UTILITY CAPITAL FUND

STATEMENT OF FUND BALANCE
REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2023

Ref.

Balance, December 31, 2022
and Balance, December 31, 2023

F

\$ 50,000.00

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

TOWNSHIP OF MONTCLAIR
PARKING UTILITY OPERATING FUND

STATEMENT OF REVENUES
REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2023

| | <u>Ref.</u> | <u>Budget</u> | <u>Realized</u> | <u>(Deficit) or Excess</u> |
|--------------------------|-------------|------------------------|------------------------|--------------------------------|
| <u>Source:</u> | | | | |
| Fund Balance Anticipated | F-1 | \$ 943,908.02 | \$ 943,908.02 | |
| Meter Fees | F-1:F-5 | 1,300,000.00 | 1,605,798.30 | \$ 305,798.30 |
| Permit Fees | F-1:F-5 | 1,600,000.00 | 1,419,355.90 | (180,644.10) |
| Transient Fees | F-1:F-5 | 900,000.00 | 1,654,623.31 | 754,623.31 |
| PATS Revenue | F-1:F-5 | 120,000.00 | 181,989.39 | 61,989.39 |
| Miscellaneous | F-1:Below | 150,000.00 | 205,647.12 | 55,647.12 |
| | F-4 | <u>\$ 5,013,908.02</u> | <u>\$ 6,011,322.04</u> | <u>\$ 997,414.02</u> |

Miscellaneous Revenue

Interest on Deposits:

| | | |
|----------------|------------------|--------------|
| Operating Fund | \$ 64,598.02 | |
| Capital Fund | <u>29,057.70</u> | |
| | | \$ 93,655.72 |

| | | |
|---------------------------------------|------------------|-------------------|
| ATM & Chargepoint fees | 493.25 | |
| LCOR License Agreement | 52,200.00 | |
| Herod's Share of Debt and Maintenance | <u>59,298.15</u> | |
| | | <u>111,991.40</u> |

Above \$ 205,647.12

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

TOWNSHIP OF MONTCLAIR
PARKING UTILITY

STATEMENT OF EXPENDITURES
REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2023

| Appropriation | Budget | Modified Budget | Paid | Expended | | Unencumbered | Balance Canceled |
|-------------------------------------|-----------------|-----------------|-----------------|---------------|-----------------|--------------|------------------|
| | | | | Encumbered | Reserved | | |
| <u>Operating</u> | | | | | | | |
| Salaries and Wages | \$ 1,211,314.55 | \$ 1,211,314.55 | \$ 1,050,167.08 | | \$ 161,147.47 | | |
| Other Expenses | 2,379,850.00 | 2,379,850.00 | 970,488.85 | \$ 165,485.85 | 1,243,875.30 | | |
| | 3,591,164.55 | 3,591,164.55 | 2,020,655.93 | 165,485.85 | 1,405,022.77 | | - |
| <u>Capital Improvements</u> | | | | | | | |
| Capital Improvement Fund | 150,000.00 | 150,000.00 | 150,000.00 | | | | |
| | 150,000.00 | 150,000.00 | 150,000.00 | | | | - |
| <u>Debt Service</u> | | | | | | | |
| Payment on Bond Principal | 530,000.00 | 530,000.00 | 530,000.00 | | | | |
| Interest on Bonds | 475,000.00 | 475,000.00 | 461,604.66 | | | | \$ 13,395.34 |
| | 1,005,000.00 | 1,005,000.00 | 991,604.66 | - | | | 13,395.34 |
| <u>Statutory Expenditures</u> | | | | | | | |
| Contribution to: | | | | | | | |
| Public Employees' Retirement System | 179,181.64 | 179,181.64 | 179,181.64 | | | 0.19 | |
| Social Security System | 88,561.83 | 88,561.83 | 88,561.64 | | | 0.19 | |
| | 267,743.47 | 267,743.47 | 267,743.28 | | | | |
| | \$ 5,013,908.02 | \$ 5,013,908.02 | \$ 3,430,003.87 | \$ 165,485.85 | \$ 1,405,022.96 | | \$ 13,395.34 |
| <u>Ref.</u> | F-3 | | Below | F | F | | |
| Cash Disbursements | | | \$ 2,968,399.21 | | | | |
| Accrued Interest on Bonds | | | 461,604.66 | | | | |
| | | | \$ 3,430,003.87 | | | | |

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

GENERAL FIXED ASSETS ACCOUNT GROUP

TOWNSHIP OF MONTCLAIR
GENERAL FIXED ASSETS ACCOUNT GROUP

COMPARATIVE BALANCE SHEETS - REGULATORY BASIS
DECEMBER 31, 2023 AND 2022

| <u>ASSETS</u> | <u>BALANCE</u> <u>DEC. 31, 2023</u> | <u>BALANCE</u> <u>DEC. 31, 2022</u> |
|------------------------------------|--|--|
| Land | \$ 49,954,200.00 | \$ 49,954,200.00 |
| Buildings and Contents | 46,503,300.00 | 46,503,300.00 |
| Vehicles and Other Equipment | <u>21,119,348.00</u> | <u>20,853,987.00</u> |
| | <u>\$ 117,576,848.00</u> | <u>\$ 117,311,487.00</u> |
| <u>RESERVE</u> | | |
| Investment in General Fixed Assets | <u>\$ 117,576,848.00</u> | <u>\$ 117,311,487.00</u> |

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

NOTES TO FINANCIAL STATEMENTS

TOWNSHIP OF MONTCLAIR

NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2023 AND 2022

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The Township of Montclair, Essex County, New Jersey (the "Township") is organized as a Council- Manager municipality under the provisions of N.J.S.A. 40:69A-81 et seq. The Township is "governed by an elected Mayor and Council and by an appointed Municipal Manager, and by such other officers and employees as may be duly appointed. The Council shall consist of four members elected by ward and two members elected at large by voters of the municipality and shall serve for a term of four years beginning on the first day of July next following their election".

The Governmental Accounting Standards Board ("GASB") established criteria to be used to determine which component units should be included in the financial statements of the oversight entity. The Division of Local Government Services (the "Division") requires the financial statements of the Township of Montclair to be reported separately.

The financial statements of the Township of Montclair include every board, body, officer or commission supported and maintained wholly or in part by funds appropriated by the Township, as required by the provisions of N.J.S.A. 40A:5-5. Accordingly, the financial statements of the Township do not include the operations of the Library and local school district, inasmuch as its activities are administered by a separate Board.

B. Description of Funds

The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. GASB Codification establishes three fund types and two account groups to be used by general purpose governmental units when reporting financial position and results of operations in accordance with U.S. Generally Accepted Accounting Principles (GAAP).

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Description of Funds (Continued)

The accounting policies of the Township of Montclair conform to the accounting principles applicable to municipalities which have been prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. Such principles and practices are designed primarily for determining compliance with legal provisions and budgetary restrictions and as a means of reporting on the stewardship of public officials with respect to public funds. Under this method of accounting, the financial transactions and accounts of the Township of Montclair are organized on the basis of funds and an account group which is different from the fund structure required by GAAP. A fund or account group is an accounting entity with a separate set of self-balancing accounts established to record the financial position and results of operation of a specific government activity. As required by the Division of Local Government Services the Township accounts for its financial transactions through the following individual funds and account groups:

Current Fund - Encompasses resources and expenditures for basic governmental operations. Fiscal activity of Federal and State grant programs are reflected in a segregated section of the Current Fund.

Trust Funds - The records of receipts, disbursements and custodianship of monies in accordance with the purpose for which each account was created are maintained in Trust Funds. These include the Assessment Trust Fund, Animal Control Trust Fund, General Trust Fund, and Payroll Trust Fund.

General Capital Fund - The receipts and expenditure records for the acquisition of general infrastructure and other capital facilities, other than those acquired in the Current Fund, are maintained in this Fund, as well as, related long-term debt accounts.

Water Utility Operating and Capital Funds - These Funds reflect revenue, expenditures, stewardship, acquisition of utility infrastructure and other capital facilities, as well as long-term debt, debt service and other related activity of the municipally-owned Water Utility.

Sewer Utility Operating and Capital Funds - These Funds reflect revenue, expenditures, stewardship, acquisition of utility infrastructure and other capital facilities, as well as long-term debt, debt service and other related activity of the municipally-owned Sewer Utility.

Parking Utility Operating and Capital Funds - These Funds reflect revenue, expenditures, stewardship, acquisition of utility infrastructure and other capital facilities, as well as long-term debt, debt service and other related activity of the municipally-owned Parking Utility.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Description of Funds (Continued)

General Fixed Assets Account Group – This account group is used to account for all general fixed assets of the Township. The Township's infrastructure is not reported in the account group.

C. Basis of Accounting and Measurement Focus

The accounting principles and practices prescribed for municipalities by the State of New Jersey differ in certain respects from generally accepted accounting principles applicable to local government units. The more significant accounting policies and differences in the State of New Jersey are as follows:

A modified accrual basis of accounting is followed with minor exceptions.

Revenues - are recorded when received in cash except for certain amounts which are due from other governmental units. Federal and State grants are realized as revenue when anticipated in the Township's budget. Receivables for property taxes are recorded with offsetting reserves on the balance sheet of the Township's Current Fund; accordingly, such amounts are not recorded as revenue until collected. Other amounts that are due the Township, which are susceptible to accrual, are also recorded as receivables with offsetting reserves and recorded as revenue when received. GAAP requires revenues to be recognized in the accounting period when they become susceptible to accrual, reduced by an allowance for doubtful accounts.

Expenditures - are recorded on the "budgetary" basis of accounting. General expenditures are recorded when an amount is encumbered for goods or services through the issuances of a purchase order in conjunction with the Encumbrance Accounting System. Outstanding encumbrances, at December 31, are reported as a cash liability in the financial statements and constitute part of the Township's regulatory Appropriation Reserve balance. Appropriation reserves covering unexpended appropriation balances are automatically created at December 31st of each year and recorded as liabilities, except for amounts which may be canceled by the governing body. Appropriation reserves are available, until lapsed at the close of the succeeding year, to meet specific claims, commitments or contracts incurred during the preceding fiscal year. Lapsed appropriation reserves are recorded as income. Appropriations for principal payments on outstanding general capital and utility bonds and notes are provided on the cash basis; interest on general capital indebtedness is on the cash basis, whereas interest on utility indebtedness is on the accrual basis.

Encumbrances - Contractual orders, at December 31, are reported as expenditures through the establishment of encumbrances payable. Under GAAP, encumbrances outstanding at year end are reported as reservations of fund balance because they do not constitute expenditures or liabilities.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Accounting (Continued)

Foreclosed Property - is recorded in the Current Fund at the assessed valuation when such property was acquired and is fully reserved. GAAP requires such property to be recorded in the General Fixed Assets Account Group at its market value.

Sale of Municipal Assets - The proceeds from the sale of municipal assets can be held in a reserve until anticipated as a revenue in a future budget. GAAP requires such proceeds to be recorded as a revenue in the year of sale.

Interfunds - Interfund receivables in the Current Fund are recorded with offsetting reserves which are created by charges to operations. Income is recognized in the year the receivables are liquidated. Interfund receivables in the other funds are not offset by reserves. GAAP does not require the establishment of an offsetting reserve.

General Fixed Assets - N.J.A.C. 5:30-5.6 Accounting for Governmental Fixed Assets, which differs in certain respects from generally accepted accounting principles, requires the inclusion of a statement of general fixed assets of the Township as part of its basic financial statements. General fixed assets are defined as non-expendable personal property having a physical existence, a useful life of more than one year and an acquisition cost of \$500.00 or more per unit. Public domain ("infrastructure") general fixed assets consisting of certain improvements other than buildings, such as roads, bridges, curbs and gutters, streets and sidewalks and drainage system are not capitalized.

Property and equipment acquired by the Current and General Capital Funds are recorded as expenditures at the time of the purchase and are not capitalized in their own respective funds. The Township has valued its land and buildings at assessed values. GAAP requires capital assets to be recorded at their historical cost or estimated historical cost. Additionally, GAAP requires depreciation to be calculated on capital assets, with the exception of land.

General Fixed Assets that have been acquired and that are utilized in the Current and General Capital Funds are instead accounted for in the General Fixed Asset Account Group. No depreciation has been provided on general fixed assets or reported in the financial statements.

Fixed assets acquired through grants in aid or contributed capital have not been accounted for separately.

Inventories of Supplies - The costs of inventories of supplies for all funds are recorded as expenditures at the time individual items are purchased. The costs of inventories are not included on the various balance sheets. GAAP requires the cost of inventories to be reported as a current asset and equally offset by a fund balance reserve.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Accounting (Continued)

Fixed Capital - Water Utility, Sewer Utility, Parking Utility - Accounting for utility fund "fixed capital" is done in compliance with N.J.A.C. 5:30-5.6. Property and equipment purchased by the Water Utility Fund, Sewer Utility Fund and Parking Utility Fund are recorded in the capital account at cost and are adjusted for disposition and abandonment. The amounts shown do not purport to represent reproduction costs or current value. The fixed capital reported is as taken from the municipal records and does not necessarily reflect the true condition of such fixed capital. Contributions in aid of construction are not capitalized.

The balance in the Reserve for Amortization and Deferred Reserve for Amortization accounts in the utility capital fund represents changes to operations for the cost of acquisitions of property, equipment, and improvements. The utility does not record depreciation on fixed assets.

Accounting and Financial Reporting for Pensions - Governmental Accounting Standards Board (GASB) Statement No. 68 Accounting and financial reporting for pensions administered by state and local government employers improves accounting and financial reporting by state and local governments for pensions. It also improves information provided by state and local government employers about financial support for pensions that is provided by other entities. This Statement results from a comprehensive review of the effectiveness of existing standards of accounting and financial reporting for pensions with regard to providing decision useful information, supporting assessments of accountability and interperiod equity, and creating additional transparency.

Under GAAP, municipalities are required to recognize the pension liability in Statements of Revenues, Expenses, Changes in Net Position (balance sheets) and Notes to the Financial Statements in accordance with GASB 68. The liability required to be displayed by GASB 68 is displayed as a separate line item in the Unrestricted Net Position area of the balance sheet.

New Jersey's municipalities and counties do not follow GAAP accounting principles and, as such, do not follow GASB requirements with respect to recording the net pension liability as a liability on their balance sheets. However, N.J.A.C. 5:30 6.1(c) (2) requires municipalities to disclose GASB 68 information in the Notes to the Financial Statements. The disclosure must meet the requirements of GASB 68.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Accounting (Continued)

Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions (OPEB) - The Governmental Accounting Standards Board (GASB) has issued Statement no. 75, "Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions". This statement establishes standards for measuring and recognizing liabilities, deferred outflows and inflows of resources, and expenses for postemployment benefits other than pensions.

It also requires the State of New Jersey to calculate and allocate to each participating member, for note disclosure purposes only, the OPEB net liability of New Jersey Health Benefits Local Government Retiree Plan (the Plan). The statement does not alter the amount of funds that must be budgeted for OPEB payment under existing state law.

Under GAAP, municipalities are required to recognize the OPEB liability in Statements of Revenues, Expenses, Changes in Net Position (balance sheets) and Notes to the Financial Statements in accordance with GASB 75. The liability required to be displayed by GASB 75 is displayed as a separate line item in the Unrestricted Net Position area of the balance sheet.

New Jersey's municipalities and counties do not follow GAAP accounting principles and, as such, do not follow GASB requirements with respect to recording the OPEB liability as a liability on their balance sheets. However, N.J.A.C. 5:30 6.1(c) (2) requires municipalities to disclose GASB 75 information in the Notes to the Financial Statements. The disclosure must meet the requirements of GASB 75.

In May of 2021, the New Jersey Division of Local Government Services issued Local Finance Notice 2021-10 which allows local units to disclose the most recently available information as it relates to the New Jersey Division of Pension and Benefits reporting on GASB 75. As of the date of this report the information for the period ended June 30, 2023 was not available, therefore the information dated June 30, 2022 is disclosed.

Leases

Under GAAP, lease receivables are measured at the present value of the lease payments expected to be received during the lease term. Payments are recorded as an inflow of resources in the period the payment is received. The deferred inflow of resources is recorded at the initiation of the lease in an amount equal to the initial recording of the lease receivable. The deferred inflow of resources is amortized in a systematic and rational manner over the lease term.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Accounting (Continued)

Leases (Continued)

Lease liabilities represent obligations to make lease payments arising from the lease. Lease liabilities are recognized at the commencement date based on the present value of the expected lease payments over the lease term, less any lease incentives. Interest expense is recognized ratably over the contract term. The lease term may include options to extend or terminate the lease when it is reasonably certain that the option will be exercised. Payments for short-term leases with a term of 12 months or less are expensed as incurred and these leases are not included as lease liabilities or right –to-use assets on the statements of net position.

New Jersey’s municipalities do not follow GAAP accounting principles and, as such, do not follow GASB requirements with respect to recording lease receivables, deferred outflows, lease liabilities or deferred inflows on their balance sheets.

Recently Adopted Accounting Pronouncements

Beginning with the year ended December 31, 2023, the Township implemented GASB Statement 96, Subscription-Based Information Technology Arrangements (SBITAs). GASB Statement No. 96 defines a SBITA; establishes that a SBITA results in a right-to-use subscription asset (an intangible asset) and a corresponding liability; provides capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA; and requires note disclosure regarding SBITAs.

D. Basic Financial Statements

The GASB codification also defines the financial statements of a governmental unit to be presented in the general purpose financial statements to be in accordance with GAAP. The Township presents the financial statements listed in the table of contents of the "Requirements of Audit and Accounting Revision of 1987" as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey and which differ from financial statements required by GAAP.

NOTE 2: CASH AND CASH EQUIVALENTS

The Township considers petty cash, change funds, and cash in banks, deposits in the New Jersey Cash Management Fund and certificates of deposit as cash and cash equivalents.

A. Deposits

New Jersey statutes permit the deposit of public funds in institutions which are located in New Jersey and which meet the requirements of the Governmental Unit Deposit Protection Act (GUDPA) or the State of New Jersey Cash Management Fund. GUDPA requires a bank that accepts public funds to be a public depository. A public depository is defined as a state bank, a national bank, or a savings bank, which is located in the State of New Jersey, the deposits of which are insured by the Federal Deposit Insurance Corporation. The statutes also require public depositories to maintain collateral for deposits of public funds that exceed certain insurance limits. All collateral must be deposited with the Federal Reserve Bank or a banking institution that is a member of the Federal Reserve System and has capital funds of not less than \$25,000,000.00.

Under GUDPA, if a public depository fails, the collateral it has pledged, plus the collateral of all other public depositories, is available to pay the full amount of the deposits to the governmental unit.

The Township of Montclair had the following cash and cash equivalents at December 31, 2023:

| <u>Fund</u> | <u>Change Fund</u> | <u>Cash on Deposit</u> | <u>Reconciling Items</u> | <u>Reconciled Total</u> |
|--------------------------------|--------------------|-------------------------|--------------------------|-------------------------|
| Current Fund | \$ 855.00 | \$ 48,889,816.28 | \$ (53,192.25) | \$ 48,837,479.03 |
| Grant Fund | | 1,348,670.53 | | 1,348,670.53 |
| Trust - Assessment | | 33,995.71 | (128.28) | 33,867.43 |
| Trust - Animal Control Fund | | 158,115.06 | (744.04) | 157,371.02 |
| Trust Fund | | 10,392,409.66 | (67,364.50) | 10,325,045.16 |
| Trust - Payroll | | 442,077.24 | (23,565.58) | 418,511.66 |
| General Capital Fund | | 916,497.76 | (201,459.31) | 715,038.45 |
| Water Operating Fund | 200.00 | 3,337,522.91 | (39,056.17) | 3,298,666.74 |
| Water Capital Fund | | 3,013,638.11 | (16,967.77) | 2,996,670.34 |
| Sewer Operating Fund | 200.00 | 3,173,583.80 | 55,083.57 | 3,228,867.37 |
| Sewer Capital Fund | | 3,473,407.10 | (21,116.64) | 3,452,290.46 |
| Parking Operating Fund | | 4,258,414.40 | 6,384.31 | 4,264,798.71 |
| Parking Capital Fund | | 1,588,711.55 | (5,647.87) | 1,583,063.68 |
| <u>Total December 31, 2023</u> | <u>\$ 1,255.00</u> | <u>\$ 81,026,860.11</u> | <u>\$ (367,774.53)</u> | <u>\$ 80,660,340.58</u> |

NOTE 2: CASH AND CASH EQUIVALENTS (CONTINUED)

A. Deposits (Continued)

Custodial Credit Risk - Deposits - Custodial credit risk is the risk that in the event of a bank failure, the deposits may not be returned. The Township does not have a specific deposit policy for custodial credit risk other than those policies that adhere to the requirements of statute. As of December 31, 2023, based upon the coverage provided by FDIC and NJGUDPA, no amount of the bank balance in the bank was exposed to custodial credit risk. Of the cash balance in the bank, \$250,000.00 was covered by Federal Depository Insurance and \$80,776,860.11 was covered by NJGUDPA. The New Jersey Cash Management Fund is an investment pool and is not insured by either FDIC or GUDPA.

B. Investments

The purchase of investments by the Township is strictly limited by the express authority of the New Jersey Local Fiscal Affairs Law, N.J.S.A. 40A:5-15.1. Permitted investments include any of the following type of securities:

1. Bonds or other obligations of the United States of America or obligations guaranteed by the United States of America;
2. Government money market mutual funds which are purchased from an investment company or investment trust which is registered with the Securities and Exchange Commission under the "Investment Company Act of 1940," 15 U.S.C. 80a-1 et seq., and operated in accordance with 17 C.F.R. § 270.2a-7 and which portfolio is limited to U.S. Government securities that meet the definition of an eligible security pursuant to 17 C.F.R. § 270.2a-7 and repurchase agreements that are collateralized by such U.S. Government securities in which direct investment may be made pursuant to paragraphs (1) and (3) of N.J.S.A. 5-15.1. These funds are also required to be rated by a nationally recognized statistical rating organization.
3. Any obligation that a federal agency or a federal instrumentality has issued in accordance with an act of Congress, which security has a maturity date not greater than 397 days from the date of purchase, provided that such obligation bears a fixed rate of interest not dependent on any index or other external factor.
4. Bonds or other obligations of the Local Unit or bonds or other obligations of school districts of which the Local Unit is a part or within which the school district is located.
5. Bonds or other obligations, having a maturity date not more than 397 days from date of purchase, approved by the Division of Local Government Services of the Department of Community Affairs for investment by local units.

NOTE 2: CASH AND CASH EQUIVALENT (CONTINUED)

B. Investments (Continued)

6. Local government investment pools that are fully invested in U.S. Government securities that meet the definition of eligible security pursuant to 17 C.F.R. § 270a-7 and repurchase agreements that are collateralized by such U.S. Government securities in which direct investment may be made pursuant to paragraphs (1) and (3) of N.J.S.A. 5-15.1. This type of investment is also required to be rated in the highest category by a nationally recognized statistical rating organization.
7. Deposits with the State of New Jersey Cash Management Fund established pursuant to section 1 of P.L. 1977, c. 281 (C. 52:18A-90.4); or
8. Agreements for the repurchase of fully collateralized securities if:
 - a. the underlying securities are permitted investments pursuant to paragraphs (1) and (3) of this subsection;
 - b. the custody of collateral is transferred to a third party;
 - c. the maturity of the agreement is not more than 30 days;
 - d. the underlying securities are purchased through a public depository as defined in section 1 of P.L. 1970, c. 236 (C. 17:19-41); and
 - e. a master repurchase agreement providing for the custody and security of collateral is executed.

Concentration of Credit Risk: The Township places no limit on the amount the Township may invest in any one issuer.

Credit Risk: The Township does not have an investment policy regarding the management of credit risk. GASB Statement No. 40 requires disclosures be made to the credit rating of all debt security investments except for obligations for the U.S. Government or investments guaranteed by the U.S. government.

Interest Rate Risk: The Township does not have a policy to limit interest rate risk; however, its practice is typically to invest in investments with short maturities.

Based upon the limitations set forth by New Jersey Statutes 40A:5-15.1 and existing investment practices, the Township is generally not exposed to credit risks, custodial credit risks, concentration of credit risks and interest rate risk for its investments nor is it exposed to foreign currency risk for its deposits and investments.

NOTE 3: MUNICIPAL DEBT

The Local Bond Law, Chapter 40A:2, governs the issuance of bonds to finance general municipal capital expenditures. All bonds are retired in annual installments within the statutory period of usefulness. All bonds issued by the Township are general obligation bonds, backed by the full faith and credit of the Township. Bond Anticipation Notes, which are issued to temporarily finance capital projects, are included in the below Summary of Municipal Debt and Summary of Statutory Debt Condition Annual Debt Statement:

| | <u>YEAR 2023</u> | <u>YEAR 2022</u> | <u>YEAR 2021</u> |
|---|-------------------------|-------------------------|-------------------------|
| Issued: | | | |
| General: | | | |
| Bonds, Notes and Loans | \$ 44,267,759.86 | \$ 53,355,457.53 | \$ 61,300,326.18 |
| Water Utility: | | | |
| Bonds, Notes and Loans | 3,375,635.63 | 4,178,652.31 | 5,051,966.62 |
| Sewer Utility: | | | |
| Bonds, Notes and Loans | 2,044,683.02 | 2,154,451.15 | 2,259,621.28 |
| Parking Utility: | | | |
| Bonds, Notes and Loans | <u>10,450,000.00</u> | <u>10,980,000.00</u> | <u>11,495,000.00</u> |
| Net Debt Issued | 60,138,078.51 | 70,668,560.99 | 80,106,914.08 |
| <u>Authorized but not Issued</u> | | | |
| General: | | | |
| Bonds, Notes and Loans | <u>24,357,007.80</u> | <u>16,384,406.32</u> | <u>9,378,709.40</u> |
| Total Authorized but not Issued | <u>24,357,007.80</u> | <u>16,384,406.32</u> | <u>9,378,709.40</u> |
| Net Bonds and Notes Issued and and Authorized but not issued | <u>\$ 84,495,086.31</u> | <u>\$ 87,052,967.31</u> | <u>\$ 89,485,623.48</u> |

NOTE 3: MUNICIPAL DEBT (CONTINUED)

BONDS AND NOTES AUTHORIZED BUT NOT ISSUED

At December 31, 2023, the Township has authorized but not issued bonds and notes as follows:

CALCULATION OF "SELF-LIQUIDATING PURPOSE" WATER UTILITY
PER N.J.S.A. 40A:2-45

Water Utility

| | | | |
|---|----|-------------------|---------------------|
| Surplus Anticipated and Total Cash Receipts from Fees, Rents, or Other Charges for the Year | | \$ | 11,331,321.27 |
| Deductions: | | | |
| Operating and Maintenance Cost | \$ | 7,822,818.64 | |
| Debt Service | | <u>945,849.91</u> | |
| | | \$ | <u>8,768,668.55</u> |
| Excess in Revenue | | \$ | <u>2,562,652.72</u> |

Sewer Utility

| | | | |
|---|----|-------------------|---------------------|
| Surplus Anticipated and Total Cash Receipts from Fees, Rents, or Other Charges for the Year | | \$ | 9,224,271.26 |
| Deductions: | | | |
| Operating and Maintenance Cost | \$ | 7,313,000.00 | |
| Debt Service | | <u>127,492.06</u> | |
| | | \$ | <u>7,440,492.06</u> |
| Excess in Revenue | | \$ | <u>1,783,779.20</u> |

Parking Utility

| | | | |
|---|----|-------------------|---------------------|
| Surplus Anticipated and Total Cash Receipts from Fees, Rents, or Other Charges for the Year | | \$ | 6,011,322.04 |
| Deductions: | | | |
| Operating and Maintenance Cost | \$ | 3,858,908.02 | |
| Debt Service | | <u>991,604.66</u> | |
| | | \$ | <u>4,850,512.68</u> |
| Excess in Revenue | | \$ | <u>1,160,809.36</u> |

NOTE 3: MUNICIPAL DEBT (CONTINUED)

**SCHEDULE OF ANNUAL DEBT SERVICE FOR PRINCIPAL AND INTEREST
FOR BONDED DEBT ISSUED AND OUTSTANDING**

| CALENDAR YEAR | GENERAL CAPITAL | | WATER UTILITY CAPITAL | | PARKING UTILITY | | TOTAL |
|------------------|------------------------|-----------------------|-----------------------|---------------------|------------------------|-----------------------|------------------------|
| | PRINCIPAL | INTEREST | PRINCIPAL | INTEREST | PRINCIPAL | INTEREST | |
| 2024 | 9,335,000.00 | 1,314,900.00 | 770,000.00 | 131,400.00 | \$565,000.00 | \$447,943.76 | \$12,564,243.76 |
| 2025 | 6,680,000.00 | 1,009,525.00 | 770,000.00 | 96,950.00 | 590,000.00 | 419,786.36 | 9,566,261.36 |
| 2026 | 6,835,000.00 | 756,025.00 | 810,000.00 | 60,000.00 | 615,000.00 | 390,185.26 | 9,466,210.26 |
| 2027 | 5,325,000.00 | 547,450.00 | 530,000.00 | 23,950.00 | 650,000.00 | 359,117.96 | 7,435,517.96 |
| 2028 | 5,675,000.00 | 375,500.00 | 305,000.00 | 6,100.00 | 670,000.00 | 331,445.68 | 7,363,045.68 |
| 2029-2033 | 9,955,000.00 | 354,900.00 | | | 3,735,000.00 | 1,262,119.15 | 15,307,019.15 |
| 2034-2037 | | | | | 3,625,000.00 | 369,657.00 | 3,994,657.00 |
| | <u>\$43,805,000.00</u> | <u>\$4,358,300.00</u> | <u>\$3,185,000.00</u> | <u>\$318,400.00</u> | <u>\$10,450,000.00</u> | <u>\$3,580,255.17</u> | <u>\$65,696,955.17</u> |

Green Acres Trust Loans Payable – General Capital Fund

The Township has three loans from the State of New Jersey, Department of Environmental Protection, at an interest rate of 0.00% to 2.00% for Project Youth Sports.

| | <u>2023</u> | <u>2022</u> |
|--|-----------------------------|-----------------------------|
| <u>Project Youth Sports:</u> | | |
| \$250,000, loan due in semi-annual installments of \$7,432.63 to \$7,695.96 through May 2026, interest at 2.00%. | \$ 37,724.62 | \$ 52,297.59 |
| <u>Project Youth Sports II:</u> | | |
| \$250,000, loan due in semi-annual installments of \$6,410.26 to \$6,410.12 through June 2029, interest free. | 70,512.72 | 83,333.24 |
| <u>Project Youth Sports III:</u> | | |
| \$273,606, loan due in semi-annual installments of \$7,015.54 through August 2035, interest free. | <u>168,373.53</u> | <u>182,403.98</u> |
| | <u>\$ 276,610.87</u> | <u>\$ 318,034.81</u> |

The following is a schedule of annual principal and interest payments for Green Acres Trust Loans:

| <u>Year</u> | <u>Principal</u> | <u>Interest</u> | <u>Total</u> |
|-------------|----------------------|--------------------|----------------------|
| 2024 | \$ 41,716.85 | \$ 680.56 | \$ 42,397.41 |
| 2025 | 42,015.64 | 381.77 | 42,397.41 |
| 2026 | 34,547.56 | 76.96 | 34,624.52 |
| 2027 | 26,851.60 | | 26,851.60 |
| 2028 | 26,851.60 | | 26,851.60 |
| 2029-2033 | 76,565.52 | | 76,565.52 |
| 2034-2035 | 28,062.10 | | 28,062.10 |
| | <u>\$ 276,610.87</u> | <u>\$ 1,139.29</u> | <u>\$ 277,750.16</u> |

NOTE 3: MUNICIPAL DEBT (CONTINUED)

Environmental Infrastructure Loans Payable – General Capital Fund

The Township was awarded a loan in 2004 from New Jersey Environmental Infrastructure Trust in the sum of \$878,438.00. The loan portion of \$443,438.00 was issued interest free, while the trust loan portion of \$435,000.00 was issued at interest rates ranging from 4.25% to 5.00%.

| | | |
|---|--------------------|--------------------|
| | <u>2023</u> | <u>2022</u> |
| Payments are made through the year 2024 | <u>\$55,482.36</u> | <u>\$104,89.42</u> |

The following is a schedule of annual principal and interest payments for the Environmental Infrastructure Loan – General Capital Fund.

| <u>Year</u> | <u>Principal</u> | <u>Interest</u> | <u>Total</u> |
|-------------|------------------|-----------------|--------------|
| 2024 | \$55,482.36 | \$1,271.36 | \$56,753.72 |

Business District Loan Payable

The Township has taken over the repayment of a business district loan issued by the State Department of Community Affairs in the sum of \$490,000.00. The loan is interest free and payable over fifteen years. Payments are \$32,666.67 a year. The balance remaining at December 31, 2023 is \$130,666.63 and at December 31, 2022 is \$163,333.30.

Environmental Infrastructure Loans Payable – Water Utility Fund

The Township was awarded four loans from the New Jersey Environmental Infrastructure Trust. The Fund Loan portion was issued interest free, while the Trust Loan portion was issued at interest ranging from 4.00% to 5.70%.

| | | |
|--|--------------|--------------|
| | <u>2023</u> | <u>2022</u> |
| 2010 Loan: | | |
| Payments are semi-annual through the year 2029 | \$190,635.63 | \$228,652.31 |

The following is a schedule of annual principal and interest payments for the Environmental Infrastructure Loan – Water Capital Fund:

| <u>Year</u> | <u>Principal</u> | <u>Interest</u> | <u>Total</u> |
|-------------|----------------------|--------------------|----------------------|
| 2024 | \$ 38,016.58 | \$ 2,600.00 | \$ 40,616.58 |
| 2025 | 37,016.58 | 2,200.00 | 39,216.58 |
| 2026 | 37,016.58 | 1,840.00 | 38,856.58 |
| 2027 | 37,016.58 | 1,480.00 | 38,496.58 |
| 2028-2029 | <u>41,569.31</u> | <u>1,680.00</u> | <u>43,249.31</u> |
| | <u>\$ 190,635.63</u> | <u>\$ 9,800.00</u> | <u>\$ 200,435.63</u> |

NOTE 3: MUNICIPAL DEBT (CONTINUED)

Environmental Infrastructure Loans Payable – Sewer Utility Fund

The Township was awarded a loan from the New Jersey Environmental Infrastructure Trust. The Fund Loan portion was issued interest free, while the Trust Loan portion was issued at interest ranging from 3.00% to 5.00%. Payments are semi-annual through the year 2049. The balance at December 31, 2023 was \$2,044,683.02 and for December 31, 2022 is \$2,154,451.15.

The following is a schedule of annual debt service for principal and interest for the Environmental Infrastructure Loan – Sewer Capital Fund:

| <u>Year</u> | <u>Principal</u> | <u>Interest</u> | <u>Total</u> |
|-------------|------------------------|----------------------|------------------------|
| 2024 | \$ 109,650.13 | \$ 17,258.90 | \$ 126,909.03 |
| 2025 | 109,528.13 | 16,181.02 | 125,709.15 |
| 2026 | 109,402.13 | 15,108.02 | 124,510.15 |
| 2027 | 109,270.13 | 14,040.06 | 123,310.19 |
| 2028 | 109,272.13 | 13,118.04 | 122,390.17 |
| 2029-2033 | 459,965.65 | 51,415.74 | 511,381.39 |
| 2034-2038 | 305,498.15 | 38,506.26 | 344,004.41 |
| 2039-2043 | 325,498.15 | 27,993.76 | 353,491.91 |
| 2044-2048 | 335,498.15 | 13,500.00 | 348,998.15 |
| 2049 | 71,100.27 | 750.00 | 71,850.27 |
| | <u>\$ 2,044,683.02</u> | <u>\$ 207,871.80</u> | <u>\$ 2,252,554.82</u> |

NOTE 3: MUNICIPAL DEBT (CONTINUED)

LONG TERM DEBT

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

As of December 31, 2023 and 2022, the Township’s long-term debt is as follows:

| | OUTSTANDING BALANCE DECEMBER <u>31, 2023</u> | OUTSTANDING BALANCE DECEMBER <u>31, 2022</u> |
|---|--|--|
| <u>General Capital Bonds:</u> | | |
| \$10,500,000.00 2013 Bonds, due in annual installments of \$1,270,000.00 through March 1, 2024, interest at a rate of 5.00%. | \$ 1,270,000.00 | \$ 2,480,000.00 |
| \$14,960,000.00 2014 Bonds, due in annual installments of \$1,785,000.00 to \$1,915,000.00 through January 1, 2026, interest at a rate of 5.00%. | 5,610,000.00 | 7,520,000.00 |
| \$5,305,000.00 2017 Refunding Bonds, due in annual installments of \$1,830,000.00 through March 1, 2024, interest at a rate of 4.00%. | 1,830,000.00 | 3,610,000.00 |
| \$9,000,000.00 2018 Bonds, due in annual installments of \$940,000.00 to \$1,200,000.00 through April 1, 2028, interest at rates from 4.00% to 5.00%. | 5,500,000.00 | 6,340,000.00 |
| \$32,395,000.00 2020 Bonds, due in annual installments of \$2,890,000.00 to \$4,415,000.00 through October 15, 2030, interest at rates from 2.00%.to 3.00%. | 25,065,000.00 | 27,815,000.00 |
| \$5,460,000.00 2021 Bonds, due in annual installments of \$495,000.00 to \$615,000.00 through October 15, 2031, interest at a rate of 3.00%. | <u>4,530,000.00</u> | <u>5,005,000.00</u> |
| | <u>\$ 43,805,000.00</u> | <u>\$ 52,770,000.00</u> |

NOTE 3: MUNICIPAL DEBT (CONTINUED)

LONG TERM DEBT, CONTINUED

| | OUTSTANDING BALANCE DECEMBER <u>31, 2023</u> | OUTSTANDING BALANCE DECEMBER <u>31, 2022</u> |
|--|--|--|
| <u>Water Utility Serial Bonds:</u> | | |
| | | |
| \$1,200,000 in Water Improvement Bonds dated October 21, 2014 due in annual remaining installments of \$140,000.00 due on October 1 of each year with interest rates at 3.000%. | \$ 950,000.00 | \$ 1,185,000.00 |
| | | |
| \$500,000 in Water Improvement Bonds dated October 27, 2015, due in annual remaining installments of \$50,000 due on November 1 of each year with interest rates at 2.000%. | 830,000.00 | 1,110,000.00 |
| | | |
| \$1,572,000 in General Improvement Bonds dated November 3, 2022, due in annual remaining installments ranging between \$75,000.00 and \$142,000.00 due on November 1 of each year with interest rates at 4.000%. | <u>1,405,000.00</u> | <u>1,655,000.00</u> |
| | <u>\$ 3,185,000.00</u> | <u>\$ 3,950,000.00</u> |
| | | |
| | OUTSTANDING BALANCE DECEMBER <u>31, 2023</u> | OUTSTANDING BALANCE DECEMBER <u>31, 2022</u> |
| <u>Parking Utility Serial Bonds:</u> | | |
| | | |
| \$1,200,000 in Water Improvement Bonds dated October 21, 2014 due in annual remaining installments of \$140,000.00 due on October 1 of each year with interest rates at 3.000%. | \$ 1,325,000.00 | \$ 1,390,000.00 |
| | | |
| \$1,572,000 in General Improvement Bonds dated November 3, 2022, due in annual remaining installments ranging between \$75,000.00 and \$142,000.00 due on November 1 of each year with interest rates at 4.000%. | <u>9,125,000.00</u> | <u>9,590,000.00</u> |
| | <u>\$ 10,450,000.00</u> | <u>\$ 10,980,000.00</u> |

NOTE 3: MUNICIPAL DEBT (CONTINUED)

SCHOOL DEBT

The Board of Education of the Township of Montclair was a Type I School District until November 2021. School debt, under Type I system were authorized by the Board of School Estimate. Obligations of the Type I school debt service continue to be raised as part of the school tax levy until it is retired. School debt is reported on the balance sheet of the General Capital Fund and is detailed as follows:

| | OUTSTANDING BALANCE DECEMBER <u>31, 2023</u> | OUTSTANDING BALANCE DECEMBER <u>31, 2022</u> |
|---|--|--|
| \$22,000,000.00 2013 Bonds, due in annual installments of \$1,675,000.00 to \$1,960,000.00 through March 1, 2028, interest rates at 2.50% to 5.00%. | \$ 9,080,000.00 | \$ 10,685,000.00 |
| \$11,855,000.00 2014 Refunding Bonds, due in annual installments of \$945,000.00 to \$1,225,000.00 through January 2028, interest at 5.00%. | 5,235,000.00 | 6,180,000.00 |
| \$14,840,000.00 2016 Refunding Bonds, due in annual installments of \$680,000.00 to \$720,000 through October 2030, interest at 3.75% to 5.00% | 9,270,000.00 | 10,590,000.00 |
| \$12,415,000.00 2017 Refunding Bonds due in annual installments of \$1,110,000.00 to \$1,385,000.00 through September 2031, interest at 3.00% to 4.00%. | 10,235,000.00 | 11,345,000.00 |
| \$3,000,000.00 2018 Bonds due in annual installments of \$300,000.00 to \$375,000.00 through April 2028, interest at 4.00% to 5.00%. | 1,675,000.00 | 1,975,000.00 |
| \$6,030,000.00 2020 Bonds due in annual installments of \$620,000.00 to \$550,000.00 through October 2030, interest at 2.00% to 3.00%. | 4,100,000.00 | 4,720,000.00 |
| \$3,640,000.00 2021 Bonds due in annual installments of \$325,000.00 to \$400,000.00 through October 2031, interest at 2.00% to 3.00%. | <u>\$2,995,000.00</u> | <u>3,320,000.00</u> |
| | <u>\$ 42,590,000.00</u> | <u>\$ 48,815,000.00</u> |

NOTE 3: MUNICIPAL DEBT (CONTINUED)

SCHOOL DEBT, CONTINUED

A schedule of annual debt service for principal and interest for School Serial Bonds are as follows:

| <u>Year</u> | <u>Principal</u> | <u>Interest</u> | <u>Total</u> |
|-------------|-------------------------|------------------------|-------------------------|
| 2024 | \$ 6,475,000.00 | \$ 1,553,975.00 | \$ 8,028,975.00 |
| 2025 | 6,655,000.00 | 1,280,862.50 | 7,935,862.50 |
| 2026 | 6,895,000.00 | 1,023,303.13 | 7,918,303.13 |
| 2027 | 7,275,000.00 | 751,265.63 | 8,026,265.63 |
| 2028 | 7,535,000.00 | 462,675.00 | 7,997,675.00 |
| 2029-2031 | <u>7,755,000.00</u> | <u>434,100.00</u> | <u>8,189,100.00</u> |
| | <u>\$ 42,590,000.00</u> | <u>\$ 5,506,181.25</u> | <u>\$ 48,096,181.25</u> |

Bonds and Notes Authorized but Not Issued for School purposes in the following amount:

| <u>Notes</u> | <u>2023</u> | <u>2022</u> |
|----------------------|-----------------|-----------------|
| General Capital Fund | \$ 2,259,652.19 | \$ 2,259,652.19 |

NOTE 4: FUND BALANCES APPROPRIATED

Fund balance, at December 31, 2023, which was appropriated and included as anticipated revenue in its own respective fund for the year ending December 31, 2024, was \$9,000,000.00 for the Current Fund, \$1,069,100.49 for the Water Utility Operating Fund, \$926,565.34 for the Sewer Utility Operating Fund and \$1,116,671.74 for the Parking Utility Operating Fund.

NOTE 5: PROPERTY TAXES

Property Taxes attach as an enforceable lien on property as of January 1. Taxes are levied based on the final adoption of the current year municipal budget, and payable in four installments on February 1, May 1, August 1 and November 1. The Township bills and collects its own property taxes and also the taxes for the County and the Local School District. The collections and remittance of county and school taxes are accounted for in the Current Fund. Township property tax revenues are recognized when collected in cash and any receivables are recorded with offsetting reserves on the balance sheet of the Township's Current Fund.

Taxes Collected in Advance - Taxes collected in advance and recorded as cash liabilities in the financial statements are as follows:

| | Balance December 31, 2023 | Balance December 31, 2022 |
|---------------|---------------------------------|---------------------------------|
| Prepaid Taxes | \$ <u>1,089,110.06</u> | \$ <u>1,182,303.67</u> |

NOTE 6: PENSION PLANS

Substantially all eligible employees participate in the Public Employees' Retirement System (PERS), or the Police, Firemen's Retirement System (PFRS) or the Defined Contribution Retirement System (DCRP), which have been established by state statute and are administered by the New Jersey Division of Pensions and Benefits. The Division issues a publicly available financial report that includes the financial statements and required supplementary information for the Public Employees Retirement System, Police and Firemen's Retirement System and Consolidated Police and Firemen's Pension Fund. These reports may be obtained by writing to the Division of Pensions and Benefits, P.O. Box 295, Trenton, New Jersey, 08625 or are available online at www.nj.gov/treasury/pensions/annrprts.shtml.

Public Employees' Retirement System (PERS) - The Public Employees' Retirement System (PERS) was established as of January 1, 1955, under the provisions of N.J.S.A. 43:15A, to provide retirement, death, disability and medical benefits to certain qualified members. The PERS is a cost-sharing multiple employer plan. Membership is mandatory for substantially, all full-time employees of the State of New Jersey or any county, municipality, school district or public agency, provided the employee is not required to be a member of another state-administered retirement system or other state pension fund or local jurisdiction's pension fund.

Police and Firemen's Retirement System (PFRS) - The Police and Firemen's Retirement System (PFRS) was established as of July 1, 1944, under the provisions of N.J.S.A. 43:16A, to provide retirement, death, and disability benefits to its members. The PFRS is a cost-sharing multiple-employer plan. Membership is mandatory for substantially, all full-time county and municipal police or firemen or officer employees with police powers appointed after June 30, 1944.

Defined Contribution Retirement Program (DCRP) - The Defined Contribution Retirement Program (DCRP) was established July 1, 2007, under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007, and was expanded under the provisions of Chapter 89, P.L. 2009. The DCRP provides eligible employees and their beneficiaries with a tax-sheltered, defined contribution retirement benefit, along with life insurance coverage and disability coverage.

Vesting and Benefit Provisions

The vesting and benefit provisions for PERS are set by N.J.S.A. 43:15A and 43:36. All benefits vest after ten years of service, except for medical benefits, which vest after 25 years of service. Members may seek early retirement after achieving 25 years of service credit or they may elect deferred retirement after achieving ten years of service credit, in which case, benefits would begin the first day of the month after the member attains normal retirement age.

NOTE 6: PENSION PLANS

Vesting and Benefit Provisions (Continued)

The vesting and benefit provisions for PFRS are set by N.J.S.A. 43:16A and 43:36. All benefits vest after ten years of service, except for disability benefits, which vest after four years of service. Retirement benefits for age and service are available at age 55. Members may seek special retirement after achieving 25 years of creditable service or they may elect deferred retirement after achieving ten years of service.

Newly elected or appointed officials that have an existing DCRP account, or are a member of another State-administered retirement system are immediately vested in the DCRP. For newly elected or appointed officials that do not qualify for immediate vesting in the DCRP, employee and employer contributions are held during the initial year of membership. Upon commencing the second year of DCRP membership, the member is fully vested. However, if a member is not eligible to continue in the DCRP for a second year of membership, the member may apply for a refund of the employee contributions from the DCRP, while the employer contributions will revert back to the employer. Employees are required to contribute 5.5% of their base salary and employers contribute 3.0%.

Funding Policy

The contribution policy for PERS is set by N.J.S.A. 43:15A and requires contributions by active members and contributing employers. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount, which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. Funding for noncontributory group life insurance benefits is based on actual claims paid. For fiscal year 2023, the State's pension contribution was less than the actuarial determined amount. The local employers' contribution amounts are based on an actuarially determined rate, which includes the normal cost and unfunded accrued liability. During 2023 PERS provides for employee contributions of 7.50% of employees' base salary.

The contribution policy for PFRS is set by N.J.S.A. 43:16A and requires contributions by active members and contributing employers. State legislation has modified the amount that is contributed by the State. The State's contribution amount is based on an actuarially determined rate, which includes the normal cost and unfunded accrued liability. The local employers' contribution amounts are based on an actuarially determined rate, which includes the normal cost and unfunded accrued liability. For the fiscal year 2023, the State contributed an amount less than the actuarially determined amount. During 2023, PFRS provides for employee contributions of 10.00% of employees' base salary.

The Township's share of pension, which is based upon the annual billings received from the State, amounted to \$9,854,225.00 for 2023, \$9,056,732.00 for 2022, and \$8,721,907.00 for 2021.

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

NOTE 6: PENSION PLANS (CONTINUED)

Accounting and Financial Reporting for Pensions – GASB 68

The Governmental Accounting Standards Board (GASB) has issued Statement No. 68 “Accounting and Financial Reporting for Public Employees Pensions” which requires the State of New Jersey to calculate and allocate, for note disclosure purposes only, the unfunded net pension liability of Public Employees Retirement System (PERS) and the Police and Firemen’s Retirement System (PFRS) of the participating municipality as of December 31, 2022. The statement does not alter the amounts of funds that must be budgeted for pension payments under existing state law.

Under accounting principles and practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, any unfunded net pension liability of the municipality, allocated by the State of New Jersey, is not required to be reported in the financial statements as presented and any pension contributions required to be paid are raised in that year’s budget and no liability is accrued at December 31, 2022.

Public Employees Retirement System (PERS)

At June 30, 2023, the State reported a net pension liability of \$24,674,823.00 for the Township’s proportionate share of the total net pension liability. The total pension liability for the June 30, 2023 measurement date was determined by an actuarial valuation as of July 1, 2022, which was rolled forward to June 30, 2023. The Township’s proportion of the net pension liability was based on a projection of the Township’s long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2022, the Township’s proportion was 0.1703547746 percent, which was a decrease of 0.0043840110 percent from its proportion measured as of June 30, 2021.

For the year ended June 30, 2023, the State recognized an actuarially determined pension benefit of \$504,515.00 for the Township’s proportionate share of the total pension expense. The pension expense recognized in the Township’s financial statements based on the April 1, 2023 billing was \$2,203,540.00.

NOTE 6: PENSION PLANS (CONTINUED)

Accounting and Financial Reporting for Pensions - GASB 68 (Continued)

Public Employees Retirement System (PERS) (Continued)

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

| | <u>Deferred Outflow of Resources</u> | <u>Deferred Inflow of Resources</u> |
|---|--|---|
| Differences between expected and actual experience | \$ 235,923.00 | \$ 100,863.00 |
| Changes of assumptions | 54,206.00 | 1,495,400.00 |
| Net difference between projected and actual earnings on pension plan investments | 113,631.00 | |
| Changes in proportion and differences between Township contributions and proportionate share of contributions | <u>602,551.00</u> | <u>630,926.00</u> |
| | <u>\$ 1,006,311.00</u> | <u>\$ 2,227,189.00</u> |

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

| Year Ended <u>June 30,</u> | <u>Amount</u> |
|-------------------------------|-------------------------|
| 2024 | (\$1,308,413.00) |
| 2025 | (732,814.00) |
| 2026 | 1,010,452.00 |
| 2027 | (187,522.00) |
| 2028 | <u>(2,581.00)</u> |
| | <u>(\$1,220,878.00)</u> |

NOTE 6: PENSION PLANS (CONTINUED)

Accounting and Financial Reporting for Pensions - GASB 68 (Continued)

Public Employees Retirement System (PERS) (Continued)

Actuarial Assumptions

The collective total pension liability for the June 30, 2023 measurement date was determined by an actuarial valuation as of July 1, 2022, which rolled forward to June 30, 2023. These actuarial valuations used the following assumptions:

| | |
|---------------------------|------------------|
| Inflation 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, 2022 valuation were based on the results of an actuarial experience study for the period July 1, 2018 to June 30, 2021.

NOTE 6: PENSION PLANS (CONTINUED)

Accounting and Financial Reporting for Pensions - GASB 68 (Continued)

Public Employees Retirement System (PERS) (Continued)

Long-Term Rate of Return

In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2023) is determined by the State Treasurer, after consultation with the Directors of the Division of Investment and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic rates of return for each major assets class included in PERS’s target assets allocation as of June 30, 2023 asset are summarized in the following table:

| <u>Assets Class</u> | <u>Target Allocation</u> | <u>Long-Term Expected Real Rate of Return</u> |
|----------------------------------|--------------------------|---|
| US Equity | 28.00% | 8.98% |
| Non-U.S. Developed Market Equity | 12.75% | 9.22% |
| International Small CAP Equity | 1.25% | 9.22% |
| Emerging Market Equity | 5.50% | 11.13% |
| Private Equity | 13.00% | 12.50% |
| Real Estate | 8.00% | 8.58% |
| Real Assets | 3.00% | 8.40% |
| High Yield | 4.50% | 6.97% |
| Private Credit | 8.00% | 9.20% |
| Investment Grade Credit | 7.00% | 5.19% |
| Cash Equivalents | 2.00% | 3.31% |
| U.S. Treasury's | 4.00% | 3.31% |
| Risk Mitigation Strategies | 3.00% | 6.21% |

Discount Rate

The discount rate used to measure the total pension liability was 7.00% as of June 30, 2023. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers and the non-employer contributing entity will be based on 100% of the actuarially determined contributions for the State employer and 100% of actuarially determined contributions for the local employers. Based on those assumptions, the plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all projected benefit payments in determining the total pension liability.

NOTE 6: PENSION PLANS (CONTINUED)

Accounting and Financial Reporting for Pensions - GASB 68 (Continued)

Public Employees Retirement System (PERS) (Continued)

Sensitivity of the Township's proportionate share of the collective net pension liability to changes in the discount rate

The following presents the Township's proportionate share of the collective net pension liability of the participating employers as of June 30, 2023 respectively, calculated using the discount rate as disclosed above as well as what the Township's proportionate share of the collective net pension liability would be if it was calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

| | June 30, 2023 | | |
|---|--------------------------------|---|--------------------------------|
| | 1% Decrease <u>6.00%</u> | At Current Discount Rate <u>7.00%</u> | 1% Increase <u>8.00%</u> |
| Township's proportionate share of the pension liability | \$32,121,369.00 | \$24,674,823.00 | \$18,336,827.00 |

Detailed information about the pension plan's fiduciary net position is available in the separately issued Financial Report for the State of New Jersey Public Employees Retirement System (PERS). The report may be obtained at State of New Jersey Division of Pensions and Benefits P.O. Box 295 Trenton, New Jersey 08625-0295 <http://www.state.nj.us/treasury/pensions>.

Special Funding Situation

In accordance with N.J.S.A. 43:16A-15, local participating employers are responsible for their own contributions based on actuarially determined amounts, except where legislation was passed which legally obligated the State if certain circumstances occurred. For PERS, the legislation which legally obligates the State is found in Chapter 133, P.L. 2001. This special funding situation is due to the State paying the additional normal cost related to benefit improvements from Chapter 133. Previously, this additional normal cost was paid from the Benefit Enhancement Fund (BEF). As of June 30, 2023, there is no net pension liability associated with this special funding situation as there was no accumulated difference between the annual additional normal cost under the special funding situation and the actual State contribution through the valuation date.

The amounts contributed by the State on behalf of the Township under this legislation is considered to be a special funding situation as defined by GASB Statement No. 68, and the State is treated as a non-employer contributing entity. Since the Township does not contribute under this legislation directly to the plan (except for employer specific financed amounts), there is no net pension liability or deferred outflows or inflows to disclose in the notes to the financial statements of the Township related to this legislation.

NOTE 6: PENSION PLANS (CONTINUED)

Accounting and Financial Reporting for Pensions - GASB 68 (Continued)

Public Employees Retirement System (PERS) (Continued)

Special Funding Situation (Continued)

The non-employer contributing entities' total proportionate share of the non-employer contribution that is associated with the Township as of June 30, 2023 was 0.1710015610%, which is a decrease of 0.0044353337 percent from 0.1754368947% as of June 30, 2022. The non-employer contributing entities' contribution and employer pension expense and related revenue for the years ended June 30, 2023 and June 30, 2022 was \$76,952.00 and \$ 55,485.00 respectively.

Police and Firemen's Retirement System (PFRS)

At June 30, 2023, the State reported a net pension liability of \$64,700,970.00 for the Township's proportionate share of the total PFRS net pension liability. The total pension liability for the June 30, 2023 measurement date was determined by an actuarial valuation as of July 1, 2022, which was rolled forward to June 30, 2023. The Township's proportion of the net pension liability was based on a projection of the Township's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined.

At June 30, 2023, the Township's proportion was 0.5855936500 percent, which was a decrease of 0.0026701900 percent from its proportion measured as of June 30, 2022.

For the year ended June 30, 2023, the State recognized an actuarially determined pension benefit of \$3,579,389.00. The pension expense recognized in the Township's financial statements based on the April 1, 2023 billing was \$7,650,685.00.

NOTE 6: PENSION PLANS (CONTINUED)

Accounting and Financial Reporting for Pensions - GASB 68 (Continued)

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

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

| | <u>Deferred Outflow of Resources</u> | <u>Deferred Inflow of Resources</u> |
|---|--|---|
| Differences between expected and actual experience | \$ 2,770,366.00 | \$ 3,085,662.00 |
| Changes of assumptions | 139,647.00 | 4,368,866.00 |
| Net difference between projected and actual earnings on pension plan investments | 3,295,098.00 | |
| Changes in proportion and differences between Township contributions and proportionate share of contributions | <u>405,983.00</u> | <u>2,346,671.00</u> |
| | <u>\$ 6,611,094.00</u> | <u>\$ 9,801,199.00</u> |

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

| Year Ended | <u>Amount</u> |
|----------------|--------------------------|
| <u>June 30</u> | |
| 2024 | (\$2,906,073.60) |
| 2025 | (2,804,542.60) |
| 2026 | 3,499,612.40 |
| 2027 | (722,514.60) |
| 2028 | (268,790.60) |
| Thereafter | <u>12,204.00</u> |
| | <u>\$ (3,190,105.00)</u> |

NOTE 6: PENSION PLANS (CONTINUED)

Accounting and Financial Reporting for Pensions - GASB 68 (Continued)

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

Actuarial Assumptions

The total pension liability for the June 30, 2023 measurement date was determined by an actuarial valuation as of July 1, 2022, which rolled forward to June 30, 2023. This actuarial valuation used the following assumptions:

Inflation rate:

| | |
|-------|-------|
| Price | 2.75% |
| Wage | 3.25% |

Salary Increases

| | |
|---------|---------------------------|
| Through | All Future Years |
| | 3.25-16.25% |
| | Based on Years of Service |

| | |
|---------------------------|-------|
| Investment Rate of Return | 7.00% |
|---------------------------|-------|

Employee mortality rates were based on the PubS-2010 amount-weighted mortality table with a 105.6% adjustment for males and 102.5% adjustment for females. For healthy annuitants, mortality rates were based on the PubS-2010 amount-weighted mortality table with a 96.7% adjustment for males and 96.0% adjustment for females. Disability rates were based on the PubS-2010 amount-weighted mortality table with a 152.0% adjustment for males and 109.3% adjustment for females. Mortality improvement is based on scale MP-2021.

The actuarial assumptions used in the July 1, 2022 valuation were based on the results of an actuarial experience study for the period July 1, 2018 to June 30, 2021.

NOTE 6: PENSION PLANS (CONTINUED)

Accounting and Financial Reporting for Pensions - GASB 68 (Continued)

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

Long-Term Rate of Return

In accordance with State statute, the long-term expected rate of return on plan investments (7.00 percent at June 30, 2023) is determined by the State Treasurer, after consultation with the Directors of the Division of Investment and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic rates of return for each major asset class included in PFRS’s target asset allocation as of June 30, 2023 are summarized in the following table:

| <u>Assets Class</u> | <u>Target Allocation</u> | <u>Long-Term Expected Real Rate of Return</u> |
|----------------------------------|--------------------------|---|
| US Equity | 28.00% | 8.98% |
| Non-U.S. Developed Market Equity | 12.75% | 9.22% |
| International Small CAP Equity | 1.25% | 9.22% |
| Emerging Market Equity | 5.50% | 11.13% |
| Private Equity | 13.00% | 12.50% |
| Real Estate | 8.00% | 8.58% |
| Real Assets | 3.00% | 8.40% |
| High Yield | 4.50% | 6.97% |
| Private Credit | 8.00% | 9.20% |
| Investment Grade Credit | 7.00% | 5.19% |
| Cash Equivalents | 2.00% | 3.31% |
| U.S. Treasury’s | 4.00% | 3.31% |
| Risk Mitigation Strategies | 3.00% | 6.21% |

NOTE 6: PENSION PLANS (CONTINUED)

Accounting and Financial Reporting for Pensions - GASB 68 (Continued)

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

Discount Rate

The discount rate used to measure the total pension liability was 7.00% as of June 30, 2023. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers and the non-employer contributing entity will be based on 100% of the actuarially determined contributions for the State employer and 100% of actuarially determined contributions for the local employers. Based on those assumptions, the plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all projected benefit payments to determine the total pension liability.

Sensitivity of the Township's proportionate share of the collective net pension liability to changes in the discount rate

The following presents the Township's proportionate share of the net pension liability of the participating employers as of June 30, 2023 respectively, calculated using the discount rate as disclosed above as well as what the Township's proportionate share of the net pension liability would be if it was calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

| | June 30, 2023 | | |
|---|--------------------------------|---|--------------------------------|
| | 1% Decrease <u>6.00%</u> | At Current Discount Rate <u>7.00%</u> | 1% Increase <u>8.00%</u> |
| Township's proportionate share of the PFRS pension liability | \$90,149,473.00 | \$64,700,970.00 | \$43,508,448.00 |

NOTE 6: PENSION PLANS (CONTINUED)

Accounting and Financial Reporting for Pensions - GASB 68 (Continued)

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

Special Funding Situation

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

The non-employer contributing entities’ total proportionate share of the collective net pension liability that is associated with the Township as of December 31, 2023 and 2022 is 0.58559372% and 0.58826392% respectively, the non-employer contributing entities’ contribution for the year ended June 30, 2023 and 2022 was \$1,363,407.00 and \$1,491,902.00, respectively and the employer pension expense and related revenue for the year ended June 30, 2023 and 2022 was \$1,356,092.00 and \$1,382,592.00 respectively.

At June 30, 2023 and 2022, the State's proportionate share of the net pension liability attributable to the Township for the PFRS special funding situation is \$11,921,906.00 and \$11,983,616.00, respectively.

At June 30, 2023, the Township's and State of New Jersey's proportionate share of the PFRS net pension liability were as follows:

| | |
|---|-------------------------------|
| Township's Proportionate Share of Net Pension Liability | \$64,700,970.00 |
| State of New Jersey Proportionate Share of Net Pension Liability Associated with the Township | <u>11,921,906.00</u> |
| | <u><u>\$76,622,876.00</u></u> |

Pension plan fiduciary net position

Detailed information about the pension plan’s fiduciary net position is available in the separately issued Financial Report for the State of New Jersey Police and Firemen’s Retirement System (PFRS). The report may be obtained at State of New Jersey Division of Pensions and Benefits P.O. Box 295 Trenton, New Jersey 08625-0295 <http://www.state.nj.us/treasury/pensions>

NOTE 7: COMPENSATED ABSENCES

The Township's policy for accrued sick and vacation benefits is summarized as follows:

Employees can only accrue one year of vacation days. Vacation must be taken within one year of accrual, unless authorized by the Township Manager.

For all full-time Township employees hired after May 21, 2010, the total compensation for unused accumulated sick leave shall not exceed \$15,000.00 and shall solely be payable upon the employee's retirement from a State or locally administered retirement system at their then-current salary.

For all Township employees whose initial appointment date occurs prior to May 21, 2010, and who have accumulated unused sick leave in an amount up to or exceeding \$15,000.00 as of December 31, 2023, shall be entitled to retain and solely upon the employee's retirement from a State or locally administered retirement system be compensated for any remaining amount up to cap of 130 days at their then-current salary.

Employees hired before May 21, 2010, shall continue to accrue sick days, and those days are to be used first. In the event that an employee exhausts their sick days after January 1, 2024, they may use their banked sick days. However, the sick day bank does not replenish. Employees shall not be paid for sick days accrued after December 31, 2023, at the time of retirement.

The sick day bank established as of December 31, 2023, shall include all sick days accrued as of that day. For the purposes of payment at retirement the cap is 130 days. However, in the event that the employee exhausts their current accrued sick days and have to use sick days from their bank, they can use all sick days in the bank, even those in excess of 130 days.

It is estimated that the \$11,184,604.53 computed internally at the 2023 salary rates would be payable to officials and employees of the Township as of December 31, 2023, for accumulated sick and vacation days. This amount was not verified by the audit. The Township has established a reserve for accumulated absences of \$2,929,700.30 as of December 31, 2023.

Provision for the above are not reflected in the financial statements of the Township.

NOTE 8: DEFERRED COMPENSATION PLAN

The Township offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all Township employees, permits them to defer a portion of their salaries until future years. The Township does not make any contribution to the plan. The deferred compensation is not available to employees until retirement, death, disability, termination or financial hardships.

NOTE 8: DEFERRED COMPENSATION PLAN (CONTINUED)

In accordance with the requirements of the Small Business Job Protection Act of 1996 and the funding requirements of Internal Revenue Code Section 457(g), the Township's Plan was amended to require that all amounts of compensation deferred under the Plan are held for the exclusive benefits of plan participants and beneficiaries. All assets and income under the Plan are held in trust, in annuity contracts or custodial accounts.

The accompanying financial statements do not include the Township's Deferred Compensation Plan activities. The Township's Deferred Compensation Plan is fully contributory and the Township has no liabilities in conjunction with the plan.

NOTE 9: LITIGATION

The Township's is involved in several claims and lawsuits incidental to its operations. In the opinion of the administration and legal counsel, the ultimate resolution of these matters will not have a material adverse effect on the financial position of the Township.

NOTE 10: TAX APPEALS

There are tax appeals filed with the State Tax Court of New Jersey requesting a reduction of assessments for 2023. Any reduction in assessed valuation will result in a refund of prior year's taxes in the year of settlement, which may be funded from current tax revenues, through the establishment of a reserve, or by the issuance of refunding bonds per N.J.S.A. 40A:2-51.

NOTE 11: CONTINGENT LIABILITIES

The Township participated in several federal and state financial assistance grant programs. Entitlement to the funds is generally conditional upon compliance with terms and conditions of the grant agreements and applicable regulations, including the expenditure of funds for eligible purposes. These programs are also subject to compliance and financial audits by the grantors or their representatives. As of December 31, 2023, the Township does not believe that any material liabilities will result from such audits.

NOTE 12: RISK MANAGEMENT

The Township is exposed to various risks of loss related to torts; theft of; damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Township participates in the Garden State Joint Insurance Fund ("GSJIF"), which provides coverage for the above type of claims. There have been no provisions included in the financial statements for claims incurred but not reported (IBNR) for the above coverage as of December 31, 2023. The Township is not aware of any claims pending that have a demand in excess of coverages provided under the JIF. In addition, there were no significant reductions in insurance coverage from prior year coverage and there were no amounts settled which exceeded insurance coverage for each of the past three years.

NOTE 12: RISK MANAGEMENT (CONTINUED)

New Jersey Unemployment Compensation Insurance - The Township has elected to fund its New Jersey Unemployment Compensation Insurance under the “Benefit Reimbursement Method”. Under this plan, the Township is required to reimburse the New Jersey Unemployment Trust Fund for benefits paid to its former employees and charged to its account with the State. The Township is billed quarterly for amounts due to the State. Below is a summary of Township’s contributions, employee contributions, reimbursements to the State for benefits paid, and the ending balance of the Township’s expendable trust fund for the current and previous two years:

| <u>Year</u> | <u>Contributions</u> | <u>Amount Reimbursed</u> | <u>Ending Balance</u> |
|-------------|----------------------|--------------------------|-----------------------|
| 2023 | \$ 62,606.03 | \$ 47,387.66 | \$ 570,923.94 |
| 2022 | 52,329.49 | 34,880.62 | 555,705.57 |
| 2021 | 112,588.69 | | 538,256.70 |

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

As of the date of this report, the New Jersey Division of Pension and Benefits has not provided updated actuarial valuations for other post-employment obligations for the year ended June 30, 2023. The New Jersey Division of Pension and Benefits will post these reports on their website as they are made available. The footnote below includes the most current information made publicly available, which had a reporting date of June 30, 2022.

The Governmental Accounting Standards Board (GASB) has issued Statement No. 75, “Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions”. This statement establishes standards for measuring and recognizing liabilities, deferred outflows and inflows of resources, and expenses for postemployment benefits other than pensions. OPEB obligations are non-pension benefits that the municipality has contractually or otherwise agreed to provide employees once they have retired and, in most instances, will be for retirement health, prescription and dental insurance coverage.

Under current New Jersey budget and financial reporting requirements, the municipality is not required to fund any amounts in excess of their current costs on a pay-as-you-go basis or to accrue funds, create a trust or issue debt to finance their other post-employment benefit liability. Additionally, the municipality is not required to recognize any long-term obligations resulting from OPEB on their financial statements.

Plan Description and Benefits Provided

The State Health Benefit Local Government Retired Employees Plan (the Plan) is a cost-sharing multiple-employer defined benefit other postemployment benefit (OPEB) plan with a special funding situation. It covers employees of local government employers that have adopted a resolution to participate in the Plan.

NOTE 13: GASB 75: POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS
(CONTINUED)

Plan Description and Benefits Provided (Continued)

The Plan meets the definition of an equivalent arrangement as defined in paragraph 4 of GASB Statement No. 75, *Accounting and Financial Reporting for the Postemployment Benefits Other Than Pensions*; therefore, assets are accumulated to pay associated benefits.

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

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

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

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

Pursuant to Chapter 78, P.L. 2011, future retirees eligible for postretirement medical coverage who have less than 20 years of creditable service on June 28, 2011 will be required to pay a percentage of the cost of their health care coverage in retirement provided they retire with 25 or more years of pension service credit. The percentage of the premium for which the retiree will be responsible will be determined based on the retiree's annual retirement benefit and level of coverage.

NOTE 13: GASB 75: POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS
(CONTINUED)

Contributions

The Township's contributions to SHBP for the years ended December 31, 2023, 2022 and 2021 were \$414,403.91, \$424,023.69 and \$398,131.28 respectively, which equaled the required contributions for the year.

Total Net OPEB Liability

At June 30, 2022, the Plan reported a Liability of \$44,684,962.00 for the Township's proportionate share of the collective Net OPEB liability. The total Net OPEB Liability measured as of June 30, 2022 was determined by an actuarial valuation as of June 30, 2021, which was rolled forward to June 30, 2022.

The Township's proportion of the Net OPEB Liability was based on the ratio of the plan members of an individual employer to the total members of the Plan's nonspecial funding situation during the measurement period July 1, 2021 through June 30, 2022.

At June 30, 2022, the Township's proportion was 0.276694 percent, which was an increase of 0.033204 percent from its proportion measured as of June 30, 2021.

For the year ended June 30, 2022, the State reported OPEB expense of \$7,933,954.00. This OPEB expense was based on the OPEB plans June 30, 2022 measurement date.

At June 30, 2022, the Township reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

| | <u>Deferred Outflow of Resources</u> | <u>Deferred Inflow of Resources</u> |
|---|--|---|
| Differences between expected and actual experience | \$2,307,579.00 | \$8,282,692.00 |
| Changes of assumptions | 5,963,393.00 | 15,250,116.00 |
| Net difference between projected and actual earnings on OPEB plan investments | 11,764.00 | |
| Changes in proportion | <u>22,718,924.00</u> | <u>2,159,259.00</u> |
| | <u>\$31,001,660.00</u> | <u>\$25,692,067.00</u> |

NOTE 13: GASB 75: POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS (CONTINUED)

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

| Year Ended | Amount |
|-----------------|------------------------------|
| <u>June 30,</u> | |
| 2023 | \$62,847.00 |
| 2024 | 59,272.00 |
| 2025 | 911,607.00 |
| 2026 | 2,682,649.00 |
| 2027 | 3,791,492.00 |
| Thereafter | <u>(2,198,274.00)</u> |
| | <u><u>\$5,309,593.00</u></u> |

Actuarial Assumptions and Other Inputs

The total OPEB liability as of June 30, 2022, was determined by an actuarial valuation as of July 1, 2021, which was rolled forward to June 30, 2022. The actuarial assumptions vary for each plan member depending on the pension plan the member is enrolled in. This actuarial valuation used the following actuarial assumptions, applied to all period measurements:

Salary Increases*:

| | |
|--|---|
| Public Employees Retirement System (PERS): | |
| Rate for all future years | 2.75% to 6.55% Based on years of service |
| Police and Firemen's Retirement System (PFRS): | |
| Rate for all future years | 3.25% to 16.25% Based on years of service |

PERS Pub-2010 General classification headcount weighted mortality with fully generational mortality improvement projections from the central year using scale MP-2021

PFRS Pub-2010 Safety classification headcount weighted mortality with fully generational mortality improvement projections from the central year using scale MP-2021

*Salary increases are based on years of service within the respective plan.

Actuarial assumptions used in the July 1, 2021 valuation were based on the results of the PFRS and PERS experience studies prepared for July 1, 2018 to June 30, 2021.

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

NOTE 13: GASB 75: POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS (CONTINUED)

Discount Rate

The discount rate for June 30, 2022 was 3.54%. This represents the municipal bond return rate as chosen by the State. The source is the Bond Buyer Go 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. As the long-term rate of return is less than the municipal bond rate, it is not considered in the calculation of the discount rate, rather the discount rate is set at the municipal bond rate.

Sensitivity of the Township’s Proportionate Share of the Net OPEB Liability to Changes in the Discount Rate

The following presents the Net OPEB Liability associated with the Township’s as of June 30, 2022, calculated using the discount rate as disclosed above as well as what the Net OPEB Liability would be if it was calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

| | June 30, 2022 | | |
|----------------------|---------------------------------|-----------------------------------|----------------------------------|
| | 1.00% <u>Decrease (2.54)</u> | At Discount <u>Rate (3.54)</u> | 1.00% <u>Increase (4.54%)</u> |
| Total OPEB Liability | \$51,798,866.00 | \$44,684,962.00 | \$38,961,160.00 |

Sensitivity of the Township’s Proportionate Share of the Net OPEB Liability to Changes in Healthcare Trends

The following presents the total Net OPEB Liability associated with the Township’s as of June 30, 2022, calculated using the healthcare trend rate as disclosed above as well as what the Net OPEB Liability would be if it was calculated using a healthcare trend rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

| | June 30, 2022 | | |
|------------|--------------------------|--------------------------------------|-------------------|
| | 1.00% <u>Decrease</u> | Healthcare Cost <u>Trend Rate</u> | 1.00% Increase |
| Total OPEB | \$37,907,598.00 | \$44,684,692.00 | \$53,364,856.00 |

OPEB Plan Fiduciary Net Position

Detailed information about the OPEB plan’s fiduciary net position is available in the separately issued Financial Report for the State of New Jersey State Health Benefits Local Government Retired Employees Plan. The report may be obtained at State of New Jersey Division of Pensions and Benefits P.O. Box 295 Trenton, New Jersey 08625-0295 <http://www.state.nj.us/treasury/pensions>.

NOTE 14: DEFERRED SCHOOL TAXES

School taxes raised in the calendar year for the school fiscal year (July 1 to June 30) which remain unpaid at December 31 may be deferred to current fund balance in an amount not exceeding fifty percent (50%) of the levy providing the school district has not requisitioned the funds. The balance of unpaid local school taxes levied, amount deferred and the amount reported as a liability (payable) at December 31, 2023, are as follows:

| | BALANCE DECEMBER 31, 2023 | BALANCE DECEMBER 31, 2022 | 2023 INCREASE | BALANCE DECEMBER 31, 2021 | 2022 INCREASE |
|-----------------------|---------------------------------|---------------------------------|-----------------------|---------------------------------|-----------------------|
| Balance of School Tax | \$67,404,270.00 | \$62,749,284.00 | \$4,654,986.00 | \$61,518,906.00 | \$1,230,378.00 |
| Deferred Taxes | <u>48,754,849.00</u> | <u>48,754,849.00</u> | | <u>48,754,849.00</u> | |
| School Taxes Payable | <u>\$18,649,421.00</u> | <u>\$13,994,435.00</u> | <u>\$4,654,986.00</u> | <u>\$12,764,057.00</u> | <u>\$1,230,378.00</u> |

NOTE 15: INTERFUND RECEIVABLES AND PAYABLES

The following interfund balances remained on the balance sheet at December 31, 2023 and 2022:

All balances resulted from the time lag between the dates that short-term loans were disbursed and payments between funds were made.

| Fund | 2023 | | 2022 | |
|------------------------------|-------------------------|-----------------------|-------------------------|----------------------|
| | Interfund Receivable | Interfund Payable | Interfund Receivable | Interfund Payable |
| Current Fund | | | | \$8,777.00 |
| General Trust Fund | \$1,000,000.00 | | \$ 433,777.00 | |
| General Capital Fund | | \$ 7,000,000.00 | | \$ 425,000.00 |
| Water Utility Operating Fund | 2,000,000.00 | | | |
| Water Utility Capital Fund | 2,000,000.00 | | | |
| Sewer Utility Capital Fund | 2,000,000.00 | | | |
| | <u>\$7,000,000.00</u> | <u>\$7,000,000.00</u> | <u>\$ 433,777.00</u> | <u>\$433,777.00</u> |

NOTE 16: FIXED ASSETS

The Township's governmental fixed assets are reported as follows:

| | Balance December 31, <u>2022</u> | <u>Additions</u> | <u>Deletions</u> | Balance December 31, <u>2023</u> |
|--------------------------------------|--|------------------------|----------------------|--|
| Land | \$ 49,954,200.00 | \$ | \$ | \$ 49,954,200.00 |
| Building and Improvements | 46,503,300.00 | | | 46,503,300.00 |
| Machinery, Vehicles and Equipment | <u>20,853,987.00</u> | <u>1,006,174.00</u> | <u>740,813.00</u> | <u>21,119,348.00</u> |
| | <u>\$ 117,311,487.00</u> | <u>\$ 1,006,174.00</u> | <u>\$ 740,813.00</u> | <u>\$ 117,576,848.00</u> |

NOTE 17: LONG TERM TAX EXEMPTIONS

The Township provides for long-term tax exemptions, as authorized and permitted by New Jersey State Statutes, N.J.S.A. 40A:20-1 et seq. sets forth the criteria and mechanism by which property taxes can and are abated. The exemption provided by the Township are predominately for affordable housing projects. Taxes are abated include municipal, local, school and county taxes. The Township is required to remit five percent (5.00%) to the County for any payments received in lieu of taxes (PILOT payments). The Township PILOT billings in 2023 were \$5,555,688.00 and taxes in 2023 that otherwise would have been due on these long-term tax exemptions amount to \$7,545,555.94 based upon the assessed valuations of the long-term tax exemption properties.

NOTE 18: LESSOR REVENUE

The Township entered into a lease agreement with Wellmont West Urban Renewal, LLC for the lease of Township property. The agreement was approved September 2018 for a term of 99 years with a possible extension of 25 years thereafter. Wellmont began paying \$124,000.00 annually in monthly installments due on the first day of each month following the acceptance of the agreement. The following is a projected benefit for future years:

| <u>Projected Lease Revenue</u> | |
|--------------------------------|-------------------------|
| 2024 | \$124,000.00 |
| 2025 | 124,826.67 |
| 2026 | 126,480.00 |
| 2027 | 126,480.00 |
| 2028 | 126,480.00 |
| Thereafter | <u>12,121,396.98</u> |
| | <u>\$ 12,749,663.65</u> |

NOTE 19: SUBSEQUENT EVENTS

The Township has evaluated subsequent events occurring after the financial statement date through August 14, 2024 which is the date the financial statements were available to be issued. Based upon this evaluation, the Township has determined that the following subsequent event needed to be disclosed: The Township has adopted the following ordinances which include bonds and notes authorized but not issued:

| <u>Date</u> | <u>Ordinance</u> | <u>Description</u> | <u>Amount</u> | <u>Bonds and Notes</u> |
|-------------|------------------|---|-----------------|------------------------|
| 05/23/24 | 24-18 | Various Capital Improvements | \$ 7,918,000.00 | \$ 7,518,000.00 |
| 06/11/24 | 24-24 | Various Capital Improvements to Clary Anderson Arena | 6,000,000.00 | 5,714,000.00 |

TOWNSHIP OF MONTCLAIR
SUPPLEMENTARY SCHEDULES - ALL FUNDS
YEAR ENDED DECEMBER 31, 2023

TOWNSHIP OF MONTCLAIR
CURRENT FUND

CASH RECEIPTS AND DISBURSEMENTS - TREASURER
FOR THE YEAR ENDED DECEMBER 31, 2023

| | Ref. | Regular Fund | Federal and State Grant Fund |
|---|------|-----------------------|------------------------------|
| Balance, December 31, 2022 | A | \$ 41,759,744.87 | \$ 3,477,254.54 |
| Increased by Receipts: | | | |
| Miscellaneous Revenue Not Anticipated | A-2d | \$ 485,392.75 | |
| Tax Collector | A-5 | 249,587,595.38 | |
| Petty Cash | A-7 | 3,900.00 | |
| Due from State of New Jersey: | | | |
| Senior Citizens' and Veterans' Deductions | A-8 | 46,050.00 | |
| Revenue Accounts Receivable | A-14 | 13,122,306.52 | \$ 1,405,650.07 |
| Grants Receivable | A-15 | | 30,796.92 |
| Interfunds Receivable | A-17 | | |
| Reserve for Municipal Relief Fund | A-18 | 309,481.38 | |
| Accounts Payable | A-22 | 281,172.08 | |
| Due to State of New Jersey | A-20 | 117,660.00 | |
| Unappropriated Grants | A-33 | | 213,855.88 |
| | | <u>263,953,558.11</u> | <u>1,650,302.87</u> |
| | | 305,713,302.98 | 5,127,557.41 |
| Decreased by Disbursements: | | | |
| Budget Appropriations | A-3 | 86,515,591.67 | |
| Refund of Prior Year Revenues | A-1 | 263,407.25 | |
| Petty Cash | A-7 | 3,900.00 | |
| Appropriation Reserves | A-19 | 1,582,076.65 | |
| Accounts Payable | A-22 | 277,096.16 | |
| Due to State of New Jersey | A-20 | 46,057.00 | |
| Tax Overpayments Refunded | A-24 | 50,838.67 | |
| Interfunds Payable | A-25 | 39,573.92 | |
| County Taxes Payable | A-26 | 42,527,493.63 | |
| Local School District Tax | A-27 | 124,553,554.00 | |
| Special Improvement District Tax | A-28 | 1,017,090.00 | |
| Grants Appropriated | A-32 | | 1,760,667.81 |
| Unappropriated Grants | A-33 | | 2,018,219.07 |
| | | <u>256,876,678.95</u> | <u>3,778,886.88</u> |
| Balance, December 31, 2023 | A | \$ 48,836,624.03 | \$ 1,348,670.53 |

TOWNSHIP OF MONTCLAIR
CURRENT FUND

CASH RECEIPTS AND DISBURSEMENT - COLLECTOR
FOR THE YEAR ENDED DECEMBER 31, 2023

| | <u>Ref.</u> | |
|-----------------------------|-------------|-------------------------------|
| Increased by Receipts: | | |
| Taxes Receivable | A-9 | \$ 241,718,321.46 |
| Other Accounts Receivable | A-13 | 97,546.32 |
| Revenue Accounts Receivable | A-14 | 6,559,048.76 |
| Prepaid Taxes | A-21 | 1,089,110.06 |
| Prepaid PILOTS | A-21 | 30,443.80 |
| Tax Overpayments | A-24 | 93,124.98 |
| | | <hr/> |
| | | 249,587,595.38 |
| Decreased by Disbursements: | | |
| Paid to Treasurer | A-4 | <hr/> <hr/> \$ 249,587,595.38 |

TOWNSHIP OF MONTCLAIR
CURRENT FUND

CHANGE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2023

| | <u>Ref.</u> | |
|--|-------------|------------------|
| Balance, December 31, 2022 and Balance, December 31, 2023 | A | \$ <u>855.00</u> |
| <u>Analysis of Balance</u> | | |
| Tax Collector | | \$ 500.00 |
| Municipal Court Clerk | | 220.00 |
| Municipal Clerk | | 30.00 |
| Building Inspector | | 25.00 |
| Health Vital Statistics | | 80.00 |
| | | \$ <u>855.00</u> |

TOWNSHIP OF MONTCLAIR
CURRENT FUND

PETTY CASH FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2023

| | <u>Funds Established</u> | <u>Funds Returned</u> |
|----------------------------------|------------------------------|---------------------------|
| Treasurer | \$ 2,750.00 | \$ 2,750.00 |
| Recreation Department | 100.00 | 100.00 |
| Municipal Clerk | 200.00 | 200.00 |
| Department of Community Services | 250.00 | 250.00 |
| Police Department | <u>600.00</u> | <u>600.00</u> |
| | <u>\$ 3,900.00</u> | <u>\$ 3,900.00</u> |
| <u>Ref.</u> | A-4 | A-4 |

TOWNSHIP OF MONTCLAIR
CURRENT FUND

DUE FROM/(TO) STATE OF NEW JERSEY
PER CHAPTER 129, P.L. 1976
FOR THE YEAR ENDED DECEMBER 31, 2023

| | <u>Ref.</u> | | |
|--|-------------|------------------|------------------|
| Balance, December 31, 2022 | A | | \$ 250.00 |
| Increased by: | | | |
| Veterans' and Senior Citizens' Deductions per Tax Billings: | | | |
| Senior Citizens | | \$ 5,250.00 | |
| Veterans | | 47,750.00 | |
| Veterans' and Senior Citizens' Deductions Disallowed by Tax Collector | | <u>1,000.00</u> | |
| | A-2:A-9 | | <u>54,000.00</u> |
| | | | 54,250.00 |
| Decreased by: | | | |
| Senior Citizens' Deductions Allowed by Tax Collector | A-2:A-9 | 2,000.00 | |
| Cancellations | A-1 | 5,950.00 | |
| Collections | A-4 | <u>46,050.00</u> | |
| | | | <u>54,000.00</u> |
| Balance, December 31, 2023 | A | | <u>\$ 250.00</u> |

"A-10"

TOWNSHIP OF MONTCLAIR
CURRENT FUND

TAX TITLE LIENS
FOR THE YEAR ENDED DECEMBER 31, 2023

| | <u>Ref.</u> | |
|-----------------------------------|-------------|----------------------|
| Balance, December 31, 2022 | A | \$ 317,151.27 |
| Increased by: | | |
| Transferred from Taxes Receivable | A-9 | <u>25,245.22</u> |
| | | 342,396.49 |
| Decreased by: | | |
| Adjustments | Reserve | <u>71,765.55</u> |
| Balance, December 31, 2023 | A | <u>\$ 270,630.94</u> |

"A-11"

PROPERTY ACQUIRED FOR TAXES
(AT ASSESSED VALUATION)
DECEMBER 31, 2023

| | | |
|--|---|----------------------|
| Balance, December 31, 2022 and Balance, December 31, 2023 | A | <u>\$ 317,900.00</u> |
|--|---|----------------------|

"A-12"

TOWNSHIP OF MONTCLAIR
CURRENT FUND

OTHER LIENS RECEIVABLE
FOR THE YEAR ENDED DECEMBER 31, 2023

| | <u>Ref.</u> | <u>Demolition</u> |
|--|-------------|--------------------|
| Balance, December 31, 2022 and Balance, December 31, 2023 | A | <u>\$ 7,500.00</u> |

Analysis of Balance

| <u>Block</u> | <u>Lot</u> | |
|--------------|------------|--------------------|
| 4203 | 13 | <u>\$ 7,500.00</u> |

"A-13"

OTHER ACCOUNTS RECEIVABLE
FOR THE YEAR ENDED DECEMBER 31, 2023

| | | |
|--------------------------------|------|---------------------|
| Balance, December 31, 2022 | A | \$ 143,946.63 |
| Decreased by: Cash Receipts | A-14 | <u>97,546.32</u> |
| Balance, December 31, 2023 | A | <u>\$ 46,400.31</u> |

Analysis of Balance
6% Interest Penalty

\$ 46,400.31

TOWNSHIP OF MONTCLAIR
CURRENT FUND

"A-14"
Sheet # 2

REVENUE ACCOUNTS RECEIVABLE
YEAR ENDED DECEMBER 31, 2023

| <u>Ref.</u> | <u>Balance</u> <u>Dec. 31, 2022</u> | <u>Accrued</u> <u>in 2023</u> | <u>Treasurer</u> | <u>Collections</u> <u>Collector</u> | <u>Balance</u> <u>Dec. 31, 2023</u> |
|---|--|----------------------------------|------------------|--|--|
| Interlocal Government Services: | | | | | |
| Fire Services | | \$ 850,000.00 | \$ 850,000.00 | | |
| Health Contract - Verona | | 90,408.00 | 90,408.00 | | |
| Health Contract - Nutley | | 48,595.00 | 48,595.00 | | |
| Health Contract - Cedar Grove | | 76,904.00 | 76,904.00 | | |
| Cable Television Franchise Fee | | 155,000.00 | 155,000.00 | | |
| Cannabis Revenue | | 436,968.98 | 436,968.98 | | |
| Wellmont Ground Lease | | 274,629.05 | 274,629.05 | | |
| Payments in Lieu of Taxes: | | 123,999.96 | 123,999.96 | | |
| PILOT - Montclair Senior Housing Corp. (Orange Road) | | 92,265.09 | | \$ 92,265.09 | |
| PILOT - First Montclair Housing Corp. (Walnut Street) | | 168,403.41 | | 168,403.41 | |
| PILOT - RTD Management Corp. (Lackawanna Plaza) | | 159,365.00 | | 159,365.00 | |
| PILOT - RTD Management Corp. (Union Gardens) | | 110,000.00 | | 110,000.00 | |
| PILOT - United Methodist Homes (Pineridge of Montclair) | | 26,440.80 | | 26,440.80 | |
| PILOT - MAP/Centro Verde | | 1,274,787.04 | | 1,274,787.04 | |
| PILOT - MAG/Centro Verde (Garage) | | 59,156.69 | | 59,156.69 | |
| PILOT - Siena | \$ 4,228.03 | 1,226,474.78 | | 1,226,474.78 | \$ 4,228.03 |
| PILOT - 11 Pine Street | | 325,584.32 | | 325,584.32 | |
| PILOT - Herod Redevelopment | | 74,585.10 | | 74,585.10 | |
| PILOT - 55 Glenridge | | 2,571.47 | | 2,571.47 | |
| PILOT - MC Hotel | | 803,400.57 | | 803,400.57 | |
| PILOT - Two South Willow (Wellmont East) | | 1,143,129.13 | | 1,143,129.13 | |
| PILOT - Two South Willow (Wellmont West) | | 475,668.57 | | 475,668.57 | |
| Hotel Tax | | 357,656.62 | 357,656.62 | | |
| Alarm Registration Fees | | 110,984.70 | 110,984.70 | | |
| Rear Yard Refuse Collection | | 35,950.00 | 35,950.00 | | |
| Reserve for Payment of Debt Service (School) | | 199,148.89 | 199,148.89 | | |
| Penalty on Delinquent Taxes | | 97,546.34 | | 97,546.34 | |
| Rent Control Revenues | | 68,280.00 | 68,280.00 | | |
| Wireless Edge - Cellular Lease | | 60,240.76 | 60,240.76 | | |
| American Rescue Plan | | 2,018,219.07 | 2,018,219.07 | | |
| Administrative Fees - Police Off-Duty | | 383,852.90 | 383,852.90 | | |
| | \$ 148,271.40 | \$ 19,736,927.02 | \$ 13,122,306.52 | \$ 6,678,285.68 | \$ 84,606.22 |
| | A | Reserve | A-4 | Below | A |
| Cash Receipts | | | | \$ 6,559,048.76 | |
| Prepaid PILOTS | | | | 21,690.60 | |
| Applied from Other Accounts Receivable | | | | 97,546.32 | |
| | | | | \$ 6,678,285.68 | |

"A-15"

TOWNSHIP OF MONTCLAIR
CURRENT FUND

COUNTY TAXES
FOR THE YEAR ENDED DECEMBER 31, 2023

| | <u>Ref.</u> | | |
|----------------------------|-------------|-------------------|-----------------------------|
| Balance, December 31, 2022 | A | | \$ 124,229.23 |
| Increased by: | | | |
| Tax Levy | | \$ 40,908,730.41 | |
| Open Space | | 1,494,533.98 | |
| Added and Omitted | | <u>122,434.45</u> | |
| | A-1:A-2:A-9 | | <u>42,525,698.84</u> |
| | | | 42,649,928.07 |
| Decreased by: | | | |
| Payments | A-4 | | <u>42,527,493.63</u> |
| Balance, December 31, 2023 | A | | <u><u>\$ 122,434.44</u></u> |

"A-16"

TOWNSHIP OF MONTCLAIR
CURRENT FUND

LOCAL SCHOOL DISTRICT TAX
FOR THE YEAR ENDED DECEMBER 31, 2023

| | <u>Ref.</u> | |
|---|-------------|--------------------------------|
| Balance, December 31, 2022 | Below | \$ 62,749,284.00 |
| Increased by: | | |
| Levy - School Year July 1, 2023 to June 30, 2024 | A-1:A-2:A-9 | <u>129,208,540.00</u> |
| | | \$ <u>191,957,824.00</u> |
| Decreased by: | | |
| Payments | A-4 | <u>124,553,554.00</u> |
| Balance, December 31, 2023 | | |
| Deferred School Tax | Below | \$ 48,754,849.00 |
| School Tax Payable | A | <u>18,649,421.00</u> |
| | | \$ <u><u>67,404,270.00</u></u> |
| <u>Analysis of Deferred School Tax</u> | | |
| Deferred School Tax December 31, 2023 | Above | \$ 48,754,849.00 |
| Deferred School Tax December 31, 2022 | Above | <u>48,754,849.00</u> |
| | | \$ <u><u>-</u></u> |

TOWNSHIP OF MONTCLAIR
CURRENT FUND

SPECIAL IMPROVEMENT DISTRICT TAXES PAYABLE
FOR THE YEAR ENDED DECEMBER 31, 2023

| | <u>Ref.</u> | |
|----------------------------|-------------|---------------------|
| Increased by: | | |
| 2023 Tax Levy | A-1:A-2:A-9 | \$ 1,018,290.00 |
| Decreased by: | | |
| Payments | A-4 | <u>1,017,090.00</u> |
| Balance, December 31, 2023 | A | <u>\$ 1,200.00</u> |

TOWNSHIP OF MONTCLAIR
CURRENT FUND

RESERVE FOR MUNICIPAL RELIEF FUND
YEAR ENDED DECEMBER 31, 2023

| | <u>Ref.</u> | |
|------------------------------|-------------|-----------------------------|
| Balance, December 31, 2022 | A | \$ 154,773.68 |
| Increased by: | | |
| Cash Receipts | A-4 | <u>309,481.38</u> |
| | | \$ <u>464,255.06</u> |
| Decreased by: | | |
| 2023 Budget Revenue Realized | A-2 | <u>154,773.68</u> |
| Balance, December 31, 2023 | A | <u><u>\$ 309,481.38</u></u> |

TOWNSHIP OF MONICLAIR
CURRENT FUND

APPROPRIATION RESERVES
YEAR ENDED DECEMBER 31, 2023

| | Balance Dec. 31, 2022 | | Balance After Transfers | Paid or Charged | Balance Lapsed |
|---------------------------------|--------------------------|-------------|-------------------------------|--------------------|-------------------|
| | Reserved | Encumbered | | | |
| <u>General Government</u> | | | | | |
| <u>Township Council:</u> | | | | | |
| Salaries and Wages | 99.16 | | 99.16 | | 99.16 |
| Other Expenses | 29,173.99 | \$ 4,251.43 | 33,425.42 | \$ 1,500.52 | \$ 31,924.90 |
| <u>Township Manager:</u> | | | | | |
| Salaries and Wages | 25,698.92 | | 25,698.92 | | 25,698.92 |
| Other Expenses | 53,701.94 | 24,173.42 | 77,875.36 | 33,794.38 | 44,080.98 |
| <u>Human Resources</u> | | | | | |
| Salaries and Wages | 28,510.95 | | 28,510.95 | | 28,510.95 |
| Other Expenses | 25,682.59 | 25,393.42 | 51,076.01 | 25,522.84 | 25,553.17 |
| <u>Information Technology</u> | | | | | |
| Salaries and Wages | 2,999.90 | | 2,999.90 | | 2,999.90 |
| Other Expenses | 14,773.17 | 112,468.87 | 127,242.04 | 113,042.30 | 14,199.74 |
| <u>Township Clerk:</u> | | | | | |
| Salaries and Wages | 18,546.65 | | 18,546.65 | | 18,546.65 |
| Other Expenses | 6,953.75 | 7,364.16 | 14,317.91 | 1,137.10 | 13,180.81 |
| <u>Election Expense:</u> | | | | | |
| Salaries and Wages | 1,007.94 | | 1,007.94 | | 1,007.94 |
| Other Expenses | 21,556.60 | 2,226.30 | 23,782.90 | 648.57 | 23,134.33 |
| <u>Township Attorney:</u> | | | | | |
| Salaries and Wages | 33,373.17 | | 33,373.17 | | 33,373.17 |
| Other Expenses | 81,323.37 | 192,347.66 | 273,671.03 | 217,491.73 | 56,179.30 |
| <u>Municipal Court:</u> | | | | | |
| Salaries and Wages | 86,506.20 | | 86,506.20 | | 86,506.20 |
| Other Expenses | 9,116.75 | 4,283.02 | 13,399.77 | 2,536.76 | 10,863.01 |
| <u>Postage:</u> | | | | | |
| Other Expenses | 893.35 | 845.75 | 1,739.10 | 646.70 | 1,092.40 |
| <u>Finance Department</u> | | | | | |
| <u>Administration:</u> | | | | | |
| Salaries and Wages | 1,538.30 | | 1,538.30 | | 1,538.30 |
| Other Expenses | 18,422.24 | 11,082.10 | 29,504.34 | 4,760.57 | 24,743.77 |
| <u>Accounting and Treasury:</u> | | | | | |
| Salaries and Wages | 56,904.44 | | 56,904.44 | | 56,904.44 |
| Other Expenses | 17,725.34 | 10,025.62 | 27,750.96 | 4,096.30 | 23,654.66 |
| <u>Assessor's Office:</u> | | | | | |
| Salaries and Wages | 5,535.77 | | 5,535.77 | | 5,535.77 |
| Other Expenses | 73,390.65 | 16,224.78 | 89,615.43 | 70,372.64 | 19,242.79 |
| <u>Tax Collector:</u> | | | | | |
| Salaries and Wages | 42,869.59 | | 42,869.59 | | 42,869.59 |
| Other Expenses | 15,439.21 | 2,329.92 | 17,769.13 | 2,568.32 | 15,200.81 |
| <u>Auditing:</u> | | | | | |
| Other Expenses | 9,300.00 | | 9,300.00 | | 9,300.00 |

TOWNSHIP OF MONICLAIR
CURRENT FUND

APPROPRIATION RESERVES
YEAR ENDED DECEMBER 31, 2023

| | Balance Dec. 31, 2022 | Encumbered | Balance After Transfers | Paid or Charged | Balance Lapsed |
|--|--------------------------|------------|-------------------------------|--------------------|-------------------|
| | Reserved | | | | |
| <u>Planning and Community Development</u> | | | | | |
| Administration: | | | | | |
| Salaries and Wages | \$ 11,880.82 | \$ | \$ 11,880.82 | \$ | \$ 11,880.82 |
| Other Expenses | 11,777.49 | 28,249.77 | 40,027.26 | 21,803.01 | 18,224.25 |
| Planning Board: | | | | | |
| Other Expenses | 7,053.89 | 15,012.82 | 22,066.71 | 5,026.69 | 17,040.02 |
| Board of Adjustment: | | | | | |
| Other Expenses | 3,121.01 | 4,528.52 | 7,649.53 | 3,904.80 | 3,744.73 |
| Rent Control Administration | | | | | |
| Salaries and Wages | 57,859.96 | | 57,859.96 | | 57,859.96 |
| Other Expenses | 44,214.49 | 578.42 | 44,792.91 | 537.28 | 44,255.63 |
| <u>Administration and Code Enforcement</u> | | | | | |
| Department | | | | | |
| Salaries and Wages | 76,347.78 | | 76,347.78 | | 76,347.78 |
| Other Expenses | 34,270.18 | 23,130.70 | 57,400.88 | 388.30 | 57,012.58 |
| <u>Police Department</u> | | | | | |
| Salaries and Wages | 454,410.91 | | 454,410.91 | | 454,410.91 |
| Police & Fire Alarm System | 17,449.33 | 22,584.75 | 40,034.08 | 6,179.82 | 33,854.26 |
| Other Expenses | 51,965.07 | 142,275.48 | 194,240.55 | 95,774.47 | 98,466.08 |
| <u>Fire Department</u> | | | | | |
| Other Expenses | 677.72 | 125,826.60 | 126,504.32 | 98,594.53 | 27,909.79 |
| <u>Public Works Department</u> | | | | | |
| Community Services Administration: | | | | | |
| Salaries and Wages | 9,978.50 | | 9,978.50 | | 9,978.50 |
| Other Expenses | 5,058.14 | 38.42 | 5,096.56 | 38.42 | 5,058.14 |
| Engineering: | | | | | |
| Other Expenses | 13,565.65 | | 13,565.65 | 12,715.65 | 850.00 |

TOWNSHIP OF MONTCLAIR
CURRENT FUND

APPROPRIATION RESERVES
YEAR ENDED DECEMBER 31, 2023

| | Balance Dec. 31, 2022 | | Balance After Transfers | Paid or Charged | Balance Lapsed |
|--|--------------------------|--------------|-------------------------------|--------------------|-------------------|
| | Reserved | Encumbered | | | |
| <u>Public Works Department</u> | | | | | |
| Street Repairs and Maintenance: | | | | | |
| Salaries and Wages | \$ 110,752.38 | | \$ 110,752.38 | | \$ 110,752.38 |
| Other Expenses | 3,431.00 | \$ 16,144.44 | 19,575.44 | \$ 15,844.94 | 3,730.50 |
| Sanitary and Storm Sewer Maintenance: | | | | | |
| Salaries and Wages | 16,009.20 | | 16,009.20 | | 16,009.20 |
| Other Expenses | 2,033.35 | 519.35 | 2,552.70 | | 2,552.70 |
| Refuse Collection and Disposal: | | | | | |
| Salaries and Wages | 140,376.73 | | 140,376.73 | | 140,376.73 |
| Other Expenses | 13,674.71 | 9,011.87 | 22,686.58 | 7,019.43 | 15,667.15 |
| Storm Clearance: | | | | | |
| Salaries and Wages | 66,115.02 | | 66,115.02 | | 66,115.02 |
| Other Expenses | | 37,540.86 | 37,540.86 | 23,295.07 | 14,245.79 |
| Traffic: | | | | | |
| Salaries and Wages | 21,455.07 | | 21,455.07 | | 21,455.07 |
| Other Expenses | 26,178.08 | 4,275.49 | 30,453.57 | 17,201.31 | 13,252.26 |
| Central Garage Operation: | | | | | |
| Salaries and Wages | 18,555.06 | | 18,555.06 | | 18,555.06 |
| Other Expenses | 3,948.66 | 72,426.71 | 76,375.37 | 17,935.98 | 58,439.39 |
| Building Maintenance: | | | | | |
| Salaries and Wages | 3,681.73 | | 3,681.73 | | 3,681.73 |
| Other Expenses | 24,032.90 | 66,435.31 | 90,468.21 | 32,208.21 | 58,260.00 |
| Parks Maintenance: | | | | | |
| Salaries and Wages | 39,876.41 | | 39,876.41 | | 39,876.41 |
| Other Expenses | 14,996.52 | 24,730.28 | 39,726.80 | 13,568.10 | 26,158.70 |
| Shade Trees: | | | | | |
| Salaries and Wages | 12,621.22 | | 12,621.22 | | 12,621.22 |
| Other Expenses | 26,120.71 | 64,592.12 | 90,712.83 | 3,086.08 | 87,626.75 |

TOWNSHIP OF MONTCLAIR
CURRENT FUND

APPROPRIATION RESERVES
YEAR ENDED DECEMBER 31, 2023

| | Balance | | Paid or Charged | Balance After Transfers | Balance Lapsed |
|-------------------------------|--------------|--------------------------|-----------------|-------------------------|----------------|
| | Reserved | Dec. 31, 2022 Encumbered | | | |
| Recreation Programs: | | | | | |
| Salaries and Wages | \$ 93,030.06 | \$ 8,477.52 | \$ 3,883.73 | \$ 93,030.06 | \$ 93,030.06 |
| Other Expenses | 71,184.63 | | | 79,662.15 | 75,778.42 |
| Health and Human Services | | | | | |
| <u>Department</u> | | | | | |
| Health Services: | | | | | |
| Salaries and Wages | 125,522.44 | | (17,885.47) | 125,522.44 | 143,407.91 |
| Other Expenses | 13,981.56 | 1,717.31 | 1,266.19 | 15,698.87 | 14,432.68 |
| Senior Services: | | | | | |
| Salaries and Wages | 9,988.33 | | | 9,988.33 | 9,988.33 |
| Other Expenses | 17,471.23 | 644.28 | 8,100.56 | 18,115.51 | 10,014.95 |
| Nursing Services: | | | | | |
| Salaries and Wages | 7,116.38 | | (20,714.49) | 7,116.38 | 27,830.87 |
| Other Expenses | 1,960.17 | 539.00 | 932.00 | 2,499.17 | 1,567.17 |
| Animal Control: | | | | | |
| Salaries and Wages | 25,722.38 | | | 25,722.38 | 25,722.38 |
| Other Expenses | 3,715.56 | 18,936.84 | 11,039.28 | 22,652.40 | 11,613.12 |
| Miscellaneous and Other | | | | | |
| Mandatory Recycling Act: | | | | | |
| Salaries and Wages | 87,640.14 | | | 87,640.14 | 87,640.14 |
| Other Expenses | 1,880.00 | 84,105.09 | 5,859.36 | 85,985.09 | 80,125.73 |
| Refuse Tipping Fees | | | | | |
| Other Expenses | 164,885.12 | 255,537.66 | 92,241.80 | 420,422.78 | 328,180.98 |
| Celebration of Special Events | | 7,608.84 | 7,608.84 | 7,608.84 | |
| Insurances: | | | | | |
| Liability | | | | | |
| Health Benefit Wavier | 199,593.61 | 22,950.01 | 96,237.85 | 222,543.62 | 126,305.77 |
| Employee Group Insurance | 74,680.65 | | | 74,680.65 | 74,680.65 |
| | 660,239.39 | 77,351.26 | 65,849.17 | 737,590.65 | 671,741.48 |

TOWNSHIP OF MONTCLAIR
CURRENT FUND

APPROPRIATION RESERVES
YEAR ENDED DECEMBER 31, 2023

| | Balance Dec. 31, 2022 | Balance After Transfers | Paid or Charged | Balance Lapsed |
|---|--------------------------|-------------------------------|--------------------|-------------------|
| | Reserved | Encumbered | | |
| Special Programs and Activities | | | | |
| Parks, Recreation and Cultural Affairs: | | | | |
| Other Expenses | \$ 46,520.13 | \$ 20,389.29 | \$ 15,474.94 | \$ 51,434.48 |
| Uniform Construction Code - Appropriations Offset | | | | |
| by Dedicated Revenues | | | | |
| Salaries and Wages | 42,623.45 | 42,623.45 | | 42,623.45 |
| Other Expenses | 11,345.32 | 3,200.23 | 2,818.62 | 11,726.93 |
| Unclassified | | | | |
| Utilities: | | | | |
| Gasoline | 395.82 | 79,628.08 | 80,023.90 | |
| Fuel - Diesel | | 87,632.82 | 87,632.82 | |
| Electricity | 108,373.84 | 66,733.14 | 175,106.98 | |
| Telephone | 29,217.63 | 108,250.71 | 106,579.40 | 30,888.94 |
| Natural Gas | 23,781.57 | 6,952.01 | 30,733.58 | |
| Street Lighting | 188,563.52 | 188,563.52 | 188,563.52 | |
| Building Maintenance | 40,432.15 | 5,662.50 | 5,107.41 | 40,987.24 |
| Copier Lease | 9,007.84 | 4,822.57 | 2,489.22 | 11,341.19 |
| Statutory Expenditures | | | | |
| Public Employees' Retirement System of N.J. | 51,340.61 | | | 51,340.61 |
| Social Security System (OASI) | 88,779.35 | | | 88,779.35 |
| Defined Contribution Retirement Plan | 14,345.16 | | | 14,345.16 |
| Total Appropriations Within "CAPS" | 4,237,871.67 | 1,932,057.52 | 1,802,190.03 | 4,367,739.16 |

TOWNSHIP OF MONTCLAIR
CURRENT FUND

APPROPRIATION RESERVES
YEAR ENDED DECEMBER 31, 2023

| | Reserved | Balance Dec. 31, 2022 | Encumbered | Balance After Transfers | Paid or Charged | Balance Lapsed |
|---|-----------------|--------------------------|------------|-------------------------------|--------------------|-------------------|
| <u>Other Operations</u> | | | | | | |
| UCC Fees - Appropriations offset by increased fee revenue | \$ 77,000.00 | | | \$ 77,000.00 | | \$ 77,000.00 |
| Other Capital Improvements | 31,577.38 | \$ 279,382.62 | 279,382.62 | 310,960.00 | \$ 276,300.86 | 34,659.14 |
| | 108,577.38 | | | 387,960.00 | 276,300.86 | 111,659.14 |
| Total Appropriations Excluded from "CAPS" | 108,577.38 | | 279,382.62 | 387,960.00 | 276,300.86 | 111,659.14 |
| Total | \$ 4,346,449.05 | \$ 2,211,440.14 | | \$ 6,557,889.19 | \$ 2,078,490.89 | \$ 4,479,398.30 |
| | Ref. A | | A | | | A-1 |
| Cash Disbursements | | | | | \$ 1,582,076.65 | |
| Accounts Payable | | | | | 496,414.24 | |
| | | | | | \$ 2,078,490.89 | |

TOWNSHIP OF MONTCLAIR
CURRENT FUND

DUE TO STATE OF NEW JERSEY
FOR THE YEAR ENDED DECEMBER 31, 2023

| | <u>Ref.</u> | <u>Total</u> | <u>Construction Training Fees</u> | <u>Marriage & Domestic Partner Fees</u> |
|----------------------------|-------------|----------------------|---|---|
| Balance, December 31, 2022 | A | \$ 38,702.00 | \$ 38,136.00 | \$ 566.00 |
| Increased by: | | | | |
| Collections | A-4 | <u>117,660.00</u> | <u>115,360.00</u> | <u>2,300.00</u> |
| | | 156,362.00 | 153,496.00 | 2,866.00 |
| Decreased by: | | | | |
| Payments | A-4 | <u>46,057.00</u> | <u>44,832.00</u> | <u>1,225.00</u> |
| Balance, December 31, 2023 | A | <u>\$ 110,305.00</u> | <u>\$ 108,664.00</u> | <u>\$ 1,641.00</u> |

TOWNSHIP OF MONTCLAIR
CURRENT FUND

PREPAID TAXES
FOR THE YEAR ENDED DECEMBER 31, 2023

| | <u>Ref.</u> | | |
|--------------------------------|-------------|------------------|-------------------------------|
| Balance, December 31, 2022 | A | | \$ 1,203,994.27 |
| Increased by: | | | |
| Cash Receipts | A-5 | \$ 1,089,110.06 | |
| Transfer from Tax Overpayments | A-5 | <u>30,443.80</u> | |
| | | | <u>1,119,553.86</u> |
| | | | <u>2,323,548.13</u> |
| Decreased by: | | | |
| Applied to Taxes Receivable | A-9 | 1,182,303.67 | |
| Applied to PILOT | A-14 | <u>21,690.60</u> | |
| | | | <u>1,203,994.27</u> |
| Balance, December 31, 2023 | A | | <u><u>\$ 1,119,553.86</u></u> |
| <u>Analysis of Balance</u> | | | |
| Prepaid Taxes | A | | \$ 1,089,110.06 |
| Prepaid PILOTS | A | | <u>30,443.80</u> |
| | | | <u><u>\$ 1,119,553.86</u></u> |

TOWNSHIP OF MONTCLAIR
CURRENT FUND

ACCOUNTS PAYABLE
FOR THE YEAR ENDED DECEMBER 31, 2023

| | <u>Ref.</u> | | |
|--|-------------|-------------------|------------------------|
| Balance, December 31, 2022 | A | | \$ 853,542.94 |
| Increased by: | | | |
| Transfer from Appropriations Reserves | A-19 | \$ 496,414.24 | |
| Transfer from Fund Balance | A-1 | 95,360.93 | |
| Cash Receipts - PILOT Due to County of Essex | A-4 | <u>281,172.08</u> | |
| | | | <u>872,947.25</u> |
| | | | 1,726,490.19 |
| Decreased by: | | | |
| Cash Disbursements | A-4 | | <u>277,096.16</u> |
| Balance, December 31, 2023 | A | | <u>\$ 1,449,394.03</u> |

"A-23"

TOWNSHIP OF MONTCLAIR
CURRENT FUND

PAYMENTS IN LIEU OF TAXES - OVERPAYMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

| | <u>Ref.</u> | |
|--------------------------------|-------------|--------------------|
| Balance, December 31, 2022 | | |
| and Balance, December 31, 2023 | A | <u>\$ 5,467.34</u> |

"A-24"

TAX OVERPAYMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

| | | |
|----------------------------|-----|----------------------|
| Balance, December 31, 2022 | A | \$ 92,535.98 |
| Increased by: | | |
| Cash Receipts | A-5 | <u>93,124.98</u> |
| | | <u>\$ 185,660.96</u> |
| Decreased by: | | |
| Cash Disbursed | A-4 | <u>50,838.67</u> |
| Balance, December 31, 2023 | A | <u>\$ 134,822.29</u> |

TOWNSHIP OF MONTCLAIR
CURRENT FUND

INTERFUNDS PAYABLE
FOR THE YEAR ENDED DECEMBER 31, 2023

| | <u>Ref.</u> | <u>Total</u> | <u>Federal and State Grant Fund</u> | <u>General Trust Fund</u> |
|----------------------------|-------------|---------------------|---|-------------------------------|
| Balance, December 31, 2022 | A | \$ 8,777.00 | \$ - | \$ 8,777.00 |
| Increased by: | | | | |
| Budget Appropriation | A-3 | <u>3,098,269.88</u> | <u>3,098,269.88</u> | <u> </u> |
| | | <u>3,098,269.88</u> | <u>3,098,269.88</u> | <u> </u> |
| | | <u>3,107,046.88</u> | <u>3,098,269.88</u> | <u>8,777.00</u> |
| Decreased by; | | | | |
| Settlements | A-4 | 39,573.92 | 30,796.92 | 8,777.00 |
| Revenues Anticipated | A-2 | <u>3,067,472.96</u> | <u>3,067,472.96</u> | <u> </u> |
| | | <u>3,107,046.88</u> | <u>3,098,269.88</u> | <u>8,777.00</u> |
| Balance, December 31, 2023 | A | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |

TOWNSHIP OF MONTCLAIR
GRANT FUND

GRANTS RECEIVABLE
FOR THE YEAR ENDED DECEMBER 31, 2023

| | Balance | | Realized | | Unappropriated | Balance |
|--|----------------------|------------------------|------------------------|------------------------|----------------------|------------------------|
| | Dec. 31, 2022 | Budgeted | Chapter 159 | Collections | | |
| DEDR - Municipal Alliance Grant - 2021-2022 | \$ 11,249.00 | \$ | \$ | \$ | \$ | \$ 11,249.00 |
| Microgrid Incentive Program Grant - 2021 | 168,127.48 | | | | | 165,215.68 |
| BVP Awards Grant - 2021 | 13,615.20 | | | 2,911.80 | | 13,615.20 |
| Safe & Secure Grant - 2022 | 360.00 | | | | | 360.00 |
| Hate Crimes Grant | 300,000.00 | | | | | 300,000.00 |
| Pedestrian Safety Grant - 2022-2023 | 30,000.00 | | | 30,000.00 | | |
| NJEDA HDSRF - 399 Orange Rd Grant - 2022 | 35,280.00 | | | 35,280.00 | | |
| Essex County 2022 Visiting Nurses Grant | 3,641.00 | | | 3,641.00 | | |
| MCJA Grant 07/01/22-06/30/23 | 19,704.00 | | | 8,955.00 | | 10,749.00 |
| Strengthening LPHCP Grant - 2023 | 202,056.00 | | | 186,284.00 | | 15,772.00 |
| Childhood Lead Program Grant 07/01/22-06/30/23 | 98,634.00 | | | 96,244.00 | | 2,390.00 |
| ARP - Fire Fighter Grant | | 24,000.00 | | 23,631.30 | | 368.70 |
| Bicycle & School Bus Safety Grant 1st Half | | 18,000.00 | | 17,985.00 | | 15.00 |
| Body Armor Grant | | 6,355.18 | | | 6,355.18 | |
| Bulletproof Vest | | 7,942.20 | | | | |
| Childhood Lead Program Grant | | | 188,144.00 | | | 126,237.00 |
| Clean Communities Program | | | 82,064.34 | | | |
| Click It or Ticket | | | 10,500.00 | | | 8,050.00 |
| ELC Grant | | 537,606.00 | | 577,665.34 | | 499,536.66 |
| FEMA Grant - AFG | | 307,969.16 | | | | 307,969.16 |
| LGAP Grant 2023 | | | 39,900.00 | | | |
| Local Recreation Improvement Grant | | | 77,000.00 | | | 77,000.00 |
| Mill Program Grant | | 30,000.00 | | 15,000.00 | | 15,000.00 |
| National Opioid Settlement Grant | | | 245,709.88 | | 205,631.99 | |
| Recycling Tonnage Grant | | 41,479.20 | | 41,479.20 | | |
| Safe and Secure Communities Program | | 8,100.00 | | | 8,100.00 | |
| Small Business Grant | | 450,000.00 | | | 450,000.00 | |
| Stormwater Assistance Grant | | | 25,000.00 | | | 10,000.00 |
| Strengthening LPHCP 2024 Grant | | | 406,046.00 | | | 307,234.00 |
| Sustainable Jersey - PSE&G Partnership Program | | | 7,500.00 | | | |
| Visiting Nurses Grant | | 14,561.00 | | 10,920.00 | | 3,641.00 |
| | <u>\$ 882,666.68</u> | <u>\$ 1,446,012.74</u> | <u>\$ 1,621,460.22</u> | <u>\$ 1,405,650.07</u> | <u>\$ 670,087.17</u> | <u>\$ 1,874,402.40</u> |

REF.

A

A-27

A-27

A-4

A-29

A

"A-27"

TOWNSHIP OF MONTCLAIR
GRANT FUND

INTERFUNDS RECEIVABLE
FOR THE YEAR ENDED DECEMBER 31, 2023

| | <u>Ref.</u> | <u>Current Fund</u> |
|-------------------------------|-------------|---------------------|
| Balance, December 31, 2022 | A | \$ - |
| Increased by: | | |
| Grant Match | A-4 | 30,796.92 |
| Anticipated Revenue | A-26 | <u>3,067,472.96</u> |
| | | <u>3,098,269.88</u> |
| Decreased by: | | |
| Budget Appropriation - Grants | A-28 | <u>3,098,269.88</u> |
| Balance, December 31, 2023 | | <u><u>\$ -</u></u> |

TOWNSHIP OF MONTCLAIR
CURRENT FUND

APPROPRIATED RESERVES
GRANT FUND

FOR THE YEAR ENDED DECEMBER 31, 2023

| | Balance Dec. 31, 2022 | Prior Year Encumbrances | Transferred from Budget Appropriation | Added by N.J.S.A. 40A:4-87 | Expended Cash Disbursements | Current Year Encumbered | Balance Dec. 31, 2023 |
|--|--------------------------|-------------------------------|---|-------------------------------|-----------------------------------|-------------------------------|--------------------------|
| Seniors in Taxis | \$ 2,821.91 | | | | | | \$ 2,821.91 |
| NJDOH Grant 2021-2022 | 11,249.00 | 1,828.03 | | | | | 1,828.03 |
| DEDR - Municipal Alliance Grant - 2021-2022 | | 603,634.49 | | | \$ 364,810.02 | \$ 238,824.47 | 11,249.00 |
| Microgrid Incentive Program Grant 2021 | 829.52 | | | | 141,576.00 | | 829.52 |
| Drunk Driving Enforcement Fund | 226,735.00 | | | | | | 85,159.00 |
| Body Worn Cameras | 5,833.33 | | | | | | 5,833.33 |
| Comcast | 28,933.88 | | | | | | 28,933.88 |
| Alcohol Education and Rehabilitation | 17,226.00 | | | | | | 10,748.00 |
| MCI/A Grant 07/01/22-06/30/23 | 2,171.25 | 1,443.75 | | | 6,478.00 | | 26.25 |
| Mill Grant 2022 | 111,517.20 | 86,596.93 | | | 3,588.75 | | 20,067.26 |
| Strengthening LPHCP 2023 Grant | 89,792.01 | | | | 178,046.87 | | 2,386.93 |
| Childhood Lead Program Grant 07/01/22-06/30/23 | 2,188.93 | | | | 87,323.09 | 81.99 | 2,386.93 |
| Body Armor Replacement Fund 2021 | 32,400.00 | | | | 2,188.93 | | 32,400.00 |
| Safe and Secure Grant | 300,000.00 | | | | | | 300,000.00 |
| Hate Crimes Grant | 30,000.00 | | | | 30,000.00 | | 40,040.27 |
| Pedestrian Safety Grant 2022-2023 | 40,040.27 | | | | | | 73,165.47 |
| Recycling Grant 2019 | 73,165.47 | | | | | | 10,000.00 |
| Clean Communities Grant - 2022 | 10,000.00 | | | | | | |
| OEM Grant 07/01/21-06/30/22 | | 5,797.25 | \$ 24,000.00 | | 5,729.75 | | 67.50 |
| NJEDA HDSRF - 399 Orange Rd Grant 2022 | | | 18,000.00 | | 23,631.30 | | 368.70 |
| ARP - Fire Fighters Grant | | | 6,355.18 | | 17,985.00 | | 15.00 |
| Bicycle & School Bus Safety Grant 1st half | | | 7,942.20 | | 7,942.20 | | |
| Body Armor Replacement Fund | | | | \$ 188,144.00 | 66,334.36 | | 121,809.64 |
| BVP Award | | | | 82,064.34 | | | 82,064.34 |
| Childhood Lead Program Grant | | | | 10,500.00 | | | 8,050.00 |
| Clean Communities Grant - 2023 | | | | 539,596.00 | 2,450.00 | | 341,839.20 |
| Click It or Ticket 2022 | | | | | 599,892.93 | 135,469.87 | 307,969.16 |
| ELC Grant | | | | | | | 30,796.92 |
| Federal Emergency Management Grant - AFG Grant | | | | 39,900.00 | | | 39,900.00 |
| Federal Emergency Management Grant - AFG Grant - Match | | | | 77,000.00 | | 77,000.00 | |
| LGAP Grant 2023 | | | | | | | 30.25 |
| Local Recreation Improvement Grant | | | | 245,709.88 | 29,969.75 | | 217,967.06 |
| MILL Program Grant | | | | | 27,742.82 | | 41,479.20 |
| National Opioid Settlement Grant | | | | | | | 8,100.00 |
| Recycling Grant | | | | | | | 450,000.00 |
| Safe and Secure Grant | | | | | | | 25,000.00 |
| Small Business Grant | | | | | | | 25,000.00 |
| Stormwater Assistance Grant | | | | | | | 262,872.01 |
| Strengthening LPHCP 2024 Grant | | | | 25,000.00 | 140,689.36 | 2,484.63 | 262,872.01 |
| Sustainable Jersey - PSE&G Partnership Program | | | | 406,046.00 | 3,372.50 | | 4,127.50 |
| Visiting Nurses Grant | | | | 7,500.00 | 14,561.00 | | |
| | \$ 984,903.77 | \$ 699,300.45 | \$ 1,476,809.66 | \$ 1,621,460.22 | \$ 1,760,667.81 | \$ 453,860.96 | \$ 2,567,945.33 |

REF.

A

A

A-27

A-27

A-4

A

A

"A-29"

TOWNSHIP OF MONTCLAIR
CURRENT FUND

ACCUMULATED REVENUE UNAPPROPRIATED
YEAR ENDED DECEMBER 31, 2023

| | Balance Dec. 31, 2022 | Increase | Decrease | Balance Dec. 31, 2023 |
|-------------------------------|--------------------------|----------------------|------------------------|--------------------------|
| American Rescue Plan (ARP) | \$ 2,018,219.07 | | \$ 2,018,219.07 | \$ 72,960.00 |
| Safe and Secure Grant | 72,960.00 | | | |
| Small Business Advocacy Grant | 450,000.00 | | 450,000.00 | |
| Body Armor Grant | 6,355.18 | \$ 7,282.74 | 6,355.18 | 7,282.74 |
| Safe and Secure Grant | 8,100.00 | 32,400.00 | 8,100.00 | 32,400.00 |
| Opioid Settlement | 120,082.75 | 156,923.14 | 205,631.99 | 71,373.90 |
| Distracted Driving | | 12,250.00 | | 12,250.00 |
| Comcast | | 5,000.00 | | 5,000.00 |
| Assets | <u>\$ 2,675,717.00</u> | <u>\$ 213,855.88</u> | <u>\$ 2,688,306.24</u> | <u>\$ 201,266.64</u> |
| | Ref. A | A-4 | | A |
| Cash Disbursements | | | \$ 2,018,219.07 | |
| Grants Receivable | | | <u>670,087.17</u> | |
| | | | <u>\$ 2,688,306.24</u> | |

TOWNSHIP OF MONTCLAIR
TRUST FUNDS

CASH RECEIPTS AND DISBURSEMENTS - TREASURER
FOR THE YEAR ENDED DECEMBER 31, 2023

| Ref. | Animal Control Trust Fund | Trust Fund | Section 8 Housing | Assessment Trust Fund | Payroll Account |
|---------------|---------------------------|------------------|-------------------|-----------------------|-------------------|
| B | \$ 151,186.47 | \$ 12,214,627.95 | \$ 164,437.28 | \$ 31,184.95 | \$ 392,334.95 |
| Increased by: | | | | | |
| B-1 | | | | | |
| B-4 | | \$ 661.39 | | \$ 2,682.48 | |
| B-6 | | \$ 433,806.97 | | | |
| B-7 | \$ 5,059.25 | | | | |
| B-8 | 1,649.40 | | | | |
| B-9 | | 5,223,653.11 | | | \$ 51,795.48 |
| B-10 | | | | | |
| B-11 | | 62,606.03 | | | |
| B-13 | | | \$ 2,381,816.19 | | |
| B-14 | 15,301.60 | | | | 45,287,324.99 |
| B-15 | | | | | |
| B-5 | 22,010.25 | 433,777.00 | | 2,682.48 | 45,339,120.47 |
| | 173,206.72 | 6,154,504.50 | 2,381,816.19 | 33,867.43 | 45,731,455.42 |
| | | 18,369,132.45 | 2,546,253.47 | | |
| Decreased by: | | | | | |
| B-4 | | 2,641.01 | | | |
| B-7 | 14,182.70 | | | | |
| B-8 | 1,653.00 | | | | |
| B-9 | | 6,812,486.07 | | | 44,606.73 |
| B-10 | | | | | |
| B-11 | | 47,387.66 | | | |
| B-12 | | 363,140.85 | | | |
| B-13 | | | 2,364,685.17 | | 45,268,337.03 |
| B-15 | | | | | |
| B-5 | 15,835.70 | 1,000,000.00 | | | 45,312,943.76 |
| | | 8,225,655.59 | 2,364,685.17 | | |
| B | \$ 157,371.02 | \$ 10,143,476.86 | \$ 181,568.30 | \$ 33,867.43 | \$ 418,511.66 |
| Ref. | | | | | |
| | General Trust | B | \$ 9,536,879.76 | | Payroll |
| | Forfeited Assets | B | 35,673.16 | | Flexible Spending |
| | S.U.I. | B | 570,923.94 | | \$ 407,622.85 |
| | | | \$ 10,143,476.86 | | \$ 10,888.81 |
| | | | | | \$ 418,511.66 |

TOWNSHIP OF MONTCLAIR
TRUST FUND

ANALYSIS OF ASSESSMENT CASH AND INVESTMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

| | <u>Balance</u> <u>December 31, 2022</u> | <u>Receipts</u> <u>Assessments</u> <u>Receivable</u> | <u>Balance</u> <u>December 31, 2023</u> |
|---|--|--|--|
| <u>General Accounts</u> Fund Balance | <u>\$ 31,184.95</u> | <u>\$ 2,682.48</u> | <u>\$ 33,867.43</u> |
| | <u>\$ 31,184.95</u> | <u>\$ 2,682.48</u> | <u>\$ 33,867.43</u> |
| <u>Ref.</u> | B | B-1 | B |

TOWNSHIP OF MONTCLAIR
TRUST FUND

SCHEDULE OF RESERVE FOR POLICE FORFEITURE EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2023

| | <u>Ref.</u> | |
|----------------------------|-------------|---------------------|
| Balance, December 31, 2022 | B | \$ 37,652.78 |
| Increased by: | | |
| Interest Earned | B-2 | 661.39 |
| | | <u>\$ 38,314.17</u> |
| Decreased by: | | |
| Expenditures | B-2 | <u>2,641.01</u> |
| Balance, December 31, 2023 | B | <u>\$ 35,673.16</u> |

TOWNSHIP OF MONTCLAIR
TRUST FUND

SCHEDULE OF INTERFUNDS RECEIVABLE
FOR THE YEAR ENDED DECEMBER 31, 2023

| | <u>Ref.</u> | <u>Total</u> | <u>Current Fund</u> | <u>General Capital Fund</u> |
|----------------------------|-------------|------------------------|---------------------|---------------------------------|
| Balance, December 31, 2022 | B | \$ 433,777.00 | \$ 8,777.00 | \$ 425,000.00 |
| Increased by: | | | | |
| Cash Advances | B-2 | 1,000,000.00 | | 1,000,000.00 |
| Decreased by: | | | | |
| Cash Receipts | B-2 | <u>433,777.00</u> | <u>8,777.00</u> | <u>425,000.00</u> |
| Balance, Decemebr 31, 2023 | B | <u>\$ 1,000,000.00</u> | <u>\$</u> | <u>\$ 1,000,000.00</u> |

TOWNSHIP OF MONTCLAIR
TRUST FUND

SCHEDULE OF DUE FROM ESSEX COUNTY
COMMUNITY DEVELOPMENT BLOCK GRANT FUNDS RECEIVABLE
FOR THE YEAR ENDED DECEMBER 31, 2023

| Program Year | Description | Balance Dec. 31, 2022 | 2023 Grants | Collections | Balance Dec. 31, 2023 |
|--------------|--|--------------------------|----------------|---------------|--------------------------|
| 2022 | Cornerstone Project | | \$ 100,000.00 | | \$ 100,000.00 |
| 2021 | ADA Compliance Restroom - Public Library | \$ 100,000.00 | | \$ 63,271.50 | 36,728.50 |
| 2021 | Rd Reconstruction Hartley St. (Bloomfield to Washington) | 70,000.00 | | 69,652.45 | 347.55 |
| 2020 | Glenridge Ave Streetscape Improvements | 133,000.00 | | 103,538.40 | 29,461.60 |
| 2019/2020 | Maple/Woodland Avenue Sewer Repair | 140,946.00 | | 103,244.62 | 37,701.38 |
| 2019 | ADA Improvements to Pine St. & Valley Rd. Fire Stations | 61,680.80 | | | 61,680.80 |
| 2022/2023 | Contra - Subrecipient Awards | 94,100.00 | 92,000.00 | 94,100.00 | 92,000.00 |
| | | \$ 599,726.80 | \$ 192,000.00 | \$ 433,806.97 | \$ 357,919.83 |

Ref.

B

B-12

B-2

B

TOWNSHIP OF MONTCLAIR
ANIMAL CONTROL TRUST FUND

SCHEDULE OF RESERVE FOR ANIMAL CONTROL TRUST FUND EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2023

| | <u>Ref.</u> | |
|---|-------------|----------------------------|
| Balance, December 31, 2022 | B | \$ 24,465.00 |
| Increased by: | | |
| Dog License Fees Collected | B-2 | 5,059.25 |
| | | <u>\$ 29,524.25</u> |
| Decreased by: | | |
| Due to Reserve for Animal Control Shelter | B-2 | 14,182.70 |
| | | <u>14,182.70</u> |
| Balance, December 31, 2023 | | <u><u>\$ 15,341.55</u></u> |

License Fees Collected

| <u>Year</u> | |
|-------------|----------------------------|
| 2021 | \$ 11,321.40 |
| 2022 | 4,020.15 |
| | <u>15,341.55</u> |
| | <u><u>\$ 15,341.55</u></u> |

Note: R.S. 4:19.11

" there shall be transferred from such special account to the general funds of the municipality any amount then in such special account which is in excess of the total amount paid into such special account during the last two fiscal years next preceding."

TOWNSHIP OF MONTCLAIR
ANIMAL CONTROL TRUST FUND

SCHEDULE OF DUE TO STATE OF NEW JERSEY
FOR THE YEAR ENDED DECEMBER 31, 2023

| | <u>Ref.</u> | |
|----------------------------|-------------|--------------------|
| Balance, December 31, 2022 | <u>B</u> | \$ 13.20 |
| Increased by: | | |
| Registration Fees | B-2 | <u>1,649.40</u> |
| | | \$ <u>1,662.60</u> |
| Decreased by: | | |
| Payments | B-2 | <u>1,653.00</u> |
| Balance, December 31, 2023 | <u>B</u> | <u>\$ 9.60</u> |

TOWNSHIP OF MONTCCLAIR
TRUST FUND

SCHEDULE OF SPECIAL DEPOSITS
FOR THE YEAR ENDED DECEMBER 31, 2023

| | Balance Dec. 31, 2022 | Transfer Prior Year Encumbrances | Receipts | Disbursements | Reserve for Encumbrances | Balance Dec. 31, 2023 |
|----------------------------------|--------------------------|-------------------------------------|------------------------|------------------------|-----------------------------|--------------------------|
| Recycling Program | \$ 202,222.11 | \$ 132,002.45 | \$ 12,775.62 | \$ 173,660.01 | \$ 119,068.47 | \$ 54,271.70 |
| Railroad Station Projects | 294,078.56 | | | 5,700.00 | | 288,378.56 |
| Parking Adjudication Fines | 317,004.39 | | 19,460.00 | | | 336,464.39 |
| D.A.R.E Donations | 3,497.13 | | | | | 3,497.13 |
| Uniform Fire Safety Act | 95,271.50 | 9,868.10 | 59,407.00 | 105,120.90 | 11,880.07 | 47,545.63 |
| Child Fire Safety | 112.64 | | 1,000.00 | | | 1,112.64 |
| Police Off-Duty | 42,687.00 | | 1,480,338.01 | 1,449,891.01 | | 73,134.00 |
| Firemen Off-Duty | | | 5,162.50 | 5,162.50 | | |
| Reserve for First Nite | 9,959.94 | | | | | 9,959.94 |
| DCS - Inspection Escrow | 5,000.00 | | | | | 5,000.00 |
| Planning Escrow Deposits | 77,223.46 | 121,189.26 | 171,775.19 | 132,346.72 | 67,737.23 | 170,103.96 |
| Rental Security: | | | | | | |
| Walnut street | 3,150.00 | | | | | 3,150.00 |
| Bellevue Avenue | 9,000.00 | | | | | 9,000.00 |
| Mountain Avenue | 1,000.00 | | | | | 1,000.00 |
| LEA - Penalty Account | 395,561.52 | 10,809.51 | 67,978.05 | 101,264.42 | 34,014.04 | 339,070.62 |
| Storm Recovery | 698,860.07 | 180,000.00 | 180,000.00 | 212,042.25 | 59,000.00 | 787,817.82 |
| Collector's Redemption Account | 64,722.84 | | 1,239,818.94 | 1,282,820.15 | | 21,721.63 |
| Public Defender Application Fees | 36,447.50 | | 425.00 | | | 36,872.50 |
| Recreation | 48,782.36 | | 7,550.00 | 23,842.95 | 9,006.25 | 23,483.16 |
| Contributions - Archival Project | 8,532.42 | | | | | 8,532.42 |
| Open Space | 222,127.78 | | 3,300.79 | | | 225,428.57 |
| Health Program | 20.00 | | 140.00 | | | 160.00 |
| Voucher Program - COAH | 2,051,314.86 | 40,585.63 | 317,108.01 | 541,940.16 | 36,596.90 | 1,830,471.44 |
| Accumulated Absences | 2,312,186.30 | | 617,514.00 | | | 2,929,700.30 |
| Premium on Tax Sales | 4,718,100.00 | | 1,039,900.00 | 2,723,000.00 | | 3,035,000.00 |
| Church Street Circle Fountain | 1,160.00 | | | | | 1,160.00 |
| Other Inc rental relief | 66,920.39 | | | 55,695.00 | 6,000.00 | 5,225.39 |
| | <u>\$ 11,684,942.77</u> | <u>\$ 494,454.95</u> | <u>\$ 5,223,653.11</u> | <u>\$ 6,812,486.07</u> | <u>\$ 343,302.96</u> | <u>\$ 10,247,261.80</u> |

Ref.

B

B

B-2

B-2

B

B

"B-10"

TOWNSHIP OF MONTCLAIR
PAYROLL TRUST FUND

SCHEDULE OF FLEXIBLE SPENDING ACCOUNT
FOR THE YEAR ENDED DECEMBER 31, 2023

| | <u>Ref.</u> | |
|---|-------------|---------------------|
| Balance, December 31, 2022 | B | \$ 3,700.06 |
| Increased by: | | |
| Transferred from Payroll Agency Account | B-2 | <u>51,795.48</u> |
| | | \$ 55,495.54 |
| Decreased by: | | |
| Cash Disbursements | B-2 | <u>44,606.73</u> |
| Balance, December 31, 2023 | B | <u>\$ 10,888.81</u> |

TOWNSHIP OF MONTCLAIR
TRUST FUND

SCHEDULE OF RESERVE FOR STATE UNEMPLOYMENT TRUST FUND EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2023

| | <u>Ref.</u> | | |
|-----------------------------|-------------|------------------|-----------------------------|
| Balance, December 31, 2022 | B | | \$ 555,705.57 |
| Increased by: | | | |
| Interest Earned | | \$ 10,493.37 | |
| Reimbursement | | <u>52,112.66</u> | |
| | B-2 | | <u>62,606.03</u> |
| | | | \$ 618,311.60 |
| Decreased by: | | | |
| Unemployment Claims Payable | B-2 | | <u>47,387.66</u> |
| Balance, December 31, 2023 | B | | <u><u>\$ 570,923.94</u></u> |

TOWNSHIP OF MONTCLAIR
TRUST FUND

SCHEDULE OF RESERVE FOR COMMUNITY DEVELOPMENT BLOCK GRANT EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2023

| Program Year | Analysis of Balance | Balance Dec. 31, 2022 | 2023 Grants | Transfer Prior Year Encumbrances | Expenditures | Reserve for Encumbrances | Balance Dec. 31, 2023 |
|--------------|--|--------------------------|----------------------|--|----------------------|-----------------------------|--------------------------|
| 2022 | Cornerstone Project | | \$ 100,000.00 | | | | \$ 100,000.00 |
| 2022 | ADA Compliance Restroom - Public Library | \$ 100,000.00 | | | \$ 97,550.00 | | 2,450.00 |
| 2021 | ADA Complaint Restroom - Valley Rd. Fire House | 31,800.00 | | \$ 38,200.00 | 69,642.45 | | 357.55 |
| 2021 | Rd Reconstruction Hartley St. (Bloomfield to Washington) | 133,000.00 | | | 103,538.40 | | 29,461.60 |
| 2020 | Glenridge Ave Streetscape Improvements | 36,844.48 | | 856.90 | | | 37,701.38 |
| 2019/2020 | Maple/Woodland Avenue Sewer Repair | 39,848.30 | | 726.00 | 60.00 | | 40,514.30 |
| 2022/2023 | Contra - Subrecipient Awards | 94,100.00 | 92,000.00 | | 92,350.00 | \$ 93,750.00 | |
| | | <u>\$ 435,592.78</u> | <u>\$ 192,000.00</u> | <u>\$ 39,782.90</u> | <u>\$ 363,140.85</u> | <u>\$ 93,750.00</u> | <u>\$ 210,484.83</u> |

Ref.

B

B-6

B

B-2

B

B

TOWNSHIP OF MONTCLAIR
TRUST FUND

SCHEDULE OF RESERVE FOR SECTION 8 VOUCHER PROGRAM
FOR THE YEAR ENDED DECEMBER 31, 2023

| | <u>Ref.</u> | | |
|--|-------------|------------------------|---------------------|
| Balance, December 31, 2022 | B | | \$ 60,126.28 |
| Increased by: | | | |
| Housing and Urban Development Assistance: | | | |
| Cash Received | | \$ 2,294,079.12 | |
| Other Revenue | | 32,836.30 | |
| Interest Earned | | 3,847.77 | |
| Payments Received from Other Municipalities and Other Sources | | 51,053.00 | |
| Transfer Prior Year Encumbrance | | <u>104,311.00</u> | |
| | Below | | <u>2,486,127.19</u> |
| | | | <u>2,546,253.47</u> |
| Decreased by: | | | |
| Housing Assistance Payments - Includes | | | |
| HAP Portability-In | | 2,139,282.44 | |
| Administrative Expenses | | 225,390.68 | |
| Other Disbursements | | 12.05 | |
| Accounts Payable | | <u>135,381.26</u> | |
| | Below | | <u>2,500,066.43</u> |
| Balance, December 31, 2023 | B | | <u>\$ 46,187.04</u> |
| Cash Receipts | B-2 | \$ 2,381,816.19 | |
| Prior Year Encumbrance | B | <u>104,311.00</u> | |
| | | <u>\$ 2,486,127.19</u> | |
| Cash Disbursements | B-2 | \$ 2,364,685.17 | |
| Accounts Payable | B | <u>135,381.26</u> | |
| | | <u>\$ 2,500,066.43</u> | |

"B-14"

TOWNSHIP OF MONTCLAIR
ANIMAL CONTROL TRUST FUND

SCHEDULE OF RESERVE FOR ANIMAL SHELTER EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2023

| | <u>Ref.</u> | | |
|----------------------------|-------------|----|--------------------------|
| Balance, December 31, 2022 | B | \$ | 126,718.27 |
| Increased by: | | | |
| Donations | B-2 | | <u>15,301.60</u> |
| Balance, December 31, 2023 | B | \$ | <u><u>142,019.87</u></u> |

"B-15"

PAYROLL TRUST FUND

SCHEDULE OF RESERVE FOR PAYROLL DEDUCTIONS
FOR THE YEAR ENDED DECEMBER 31, 2023

| | | | |
|-------------------------------------|-----|----|--------------------------|
| Balance, December 31, 2022 | B | \$ | 388,634.89 |
| Increased by: | | | |
| Gross Payroll | | \$ | 43,671,546.51 |
| Employer FICA Contribution | | | 1,577,709.04 |
| Interest Earned | | | <u>38,069.44</u> |
| | B-2 | | <u>45,287,324.99</u> |
| | | \$ | <u>45,675,959.88</u> |
| Decreased by: | | | |
| Cash Disbursements | B-2 | | <u>45,268,337.03</u> |
| Balance, December 31, 2023 | B | \$ | <u><u>407,622.85</u></u> |
| <u>Analysis of Balance</u> | | | |
| Public Employees' Retirement System | | \$ | 110,392.05 |
| Police and Fire Retirement System | | | 229,990.82 |
| Other | | | <u>67,239.98</u> |
| | | \$ | <u><u>407,622.85</u></u> |

"B-16"

TOWNSHIP OF MONTCLAIR
ASSESSMENT TRUST FUNDS

SCHEDULE OF ASSESSMENTS RECEIVABLE
YEAR ENDED DECEMBER 31, 2023

| | <u>Ref.</u> | |
|-------------------------------|-------------|--------------------|
| Balance, December 31, 2022 | B | \$ 3,738.15 |
| Decreased by Cash Receipts | B-3:B-17 | <u>2,682.48</u> |
| Balance, December 31, 2023 | B | <u>\$ 1,055.67</u> |

"B-17"

SCHEDULE OF RESERVE FOR ASSESSMENTS AND ASSESSMENT LIENS
FOR THE YEAR ENDED DECEMBER 31, 2023

| | | |
|---|----------|--------------------|
| Balance, December 31, 2022 | B | \$ 3,738.15 |
| Decreased by Cash Receipts | B-3:B-16 | <u>2,682.48</u> |
| Balance, December 31, 2023 | B | <u>\$ 1,055.67</u> |
| <u>Analysis of Balance</u> Street Improvements | | <u>\$ 1,055.67</u> |

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

| | <u>Ref.</u> | | |
|-----------------------------|-------------|---------------------|----------------------|
| Balance, December 31, 2022 | C | | \$ 158,867.05 |
| Increased by Receipts: | | | |
| Grants Receivable | C-4 | \$ 1,503,648.52 | |
| Capital Improvement Fund | C-8 | 200,000.00 | |
| Interfunds Receivable | C-9 | 6,575,000.00 | |
| Reserve to Pay Debt Service | C-11 | <u>180,060.00</u> | |
| | | | <u>8,458,708.52</u> |
| | | | \$ 8,617,575.57 |
| Decreased by Disbursements: | | | |
| Reserve to Pay Debt Service | C-11 | 199,148.89 | |
| Improvement Authorizations | C-7 | <u>7,703,388.23</u> | |
| | | | <u>7,902,537.12</u> |
| Balance, December 31, 2023 | C | | <u>\$ 715,038.45</u> |

TOWNSHIP OF MONTCCLAIR
GENERAL CAPITAL FUND

SCHEDULE OF ANALYSIS OF CASH
FOR THE YEAR ENDED DECEMBER 31, 2023

| | Balance December 31, 2022 | Cash Receipts | Disbursements | | | Transfers | | Balance December 31, 2023 |
|-----------------------------------|------------------------------|------------------------|-------------------------------|----------------------|------------------------|------------------------|----------------------|------------------------------|
| | | | Improvement Authorizations | Other | From | To | | |
| Improvement Authorizations | | | | | | | | |
| General Improvements: | | | | | | | | |
| #16-11 | \$ 290,617.56 | | \$ 134,643.00 | | \$ 137.00 | \$ 16,593.15 | \$ 172,430.71 | |
| #16-32 | (115,144.30) | | 87,529.93 | | 8,239.00 | 71,815.15 | (139,098.08) | |
| #17-13 | 147,188.05 | | 74,985.82 | | 23,241.74 | | 48,960.49 | |
| #17-23 | (205,806.04) | | 172,987.62 | | 23,749.64 | 196,737.26 | (205,806.04) | |
| #18-19 | (55,609.57) | | 101,871.24 | | 39,000.00 | 78,991.79 | (117,489.02) | |
| #19-11 | (182,536.20) | | 40,943.47 | | 19,928.00 | 34,024.21 | (209,383.46) | |
| #19-17 | (225,000.00) | | 225,000.00 | | | 225,000.00 | (225,000.00) | |
| #20-01 | 115,201.31 | | 91,929.10 | | 27,072.54 | 87,462.95 | 83,662.62 | |
| #20-14 | (213,306.46) | | 110,235.68 | | 7,460.00 | 58,910.03 | (272,092.11) | |
| #21-05 | (2,609,653.54) | \$ 1,155,962.02 | 1,495,166.87 | | 17,855.09 | 548,548.48 | (2,418,165.00) | |
| #22-06 | (1,426,445.64) | 347,686.50 | 2,265,746.46 | | 543,604.23 | 809,774.30 | (3,078,335.53) | |
| #23-01 | | | 49,985.15 | | 16,568.85 | 65,750.00 | (804.00) | |
| #23-02 | | | 59,960.13 | | 635,039.87 | 35,000.00 | (660,000.00) | |
| #23-17 | | | 2,198,713.89 | | 658,635.93 | 398,000.00 | (2,459,349.82) | |
| School Improvements: | | | | | | | | |
| #12-32 | (16,431.59) | | | | | | (16,431.59) | |
| #19-02 | (421,172.36) | | 195,006.24 | | | | (616,178.60) | |
| #19-06 | (15,115.00) | | | | | | (15,115.00) | |
| #20-12 | (600.00) | | | | | | (600.00) | |
| #20-13 | (8,087.84) | | | | | | (8,087.84) | |
| #20-19 | 1,338,393.16 | | 398,683.63 | | | | 939,709.53 | |
| Other Accounts | | | | | | | | |
| Fund Balance | 179,869.01 | | | | | | 179,869.01 | |
| Capital Improvement Fund | 840,582.83 | 200,000.00 | | | 498,750.00 | | 541,832.83 | |
| Reserve for Encumbrances | 2,127,857.32 | | | | 2,127,857.32 | 2,020,531.89 | 2,020,531.89 | |
| Interfunds | 425,000.00 | 6,575,000.00 | | | | | 7,000,000.00 | |
| Reserve for Debt Service | 189,066.35 | 180,060.00 | | \$ 199,148.89 | | | 169,977.46 | |
| Total | \$ 158,867.05 | \$ 8,458,708.52 | \$ 7,703,388.23 | \$ 199,148.89 | \$ 4,647,139.21 | \$ 4,647,139.21 | \$ 715,038.45 | |

Ref.

C

C-2

C-2

C-2

C

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

SCHEDULE OF GRANTS RECEIVABLE
FOR THE YEAR ENDED DECEMBER 31, 2023

| Ordinance Number | Purpose | Balance December 31, 2022 | Grants | Decrease | Balance December 31, 2023 |
|------------------|---|------------------------------|------------------------|------------------------|------------------------------|
| | <u>State Grants</u> | | | | |
| 19-11 | Trinity & Myrtle | \$ 40,520.11 | | | \$ 40,520.11 |
| 20-01 | Mt. Hebron | 240,118.25 | | | 240,118.25 |
| 21-05 | South Park Street & Church Street | 465,625.00 | | \$ 330,159.90 | 135,465.10 |
| 21-05 | Essex and Nishuane Parks-Green Acres | | \$ 1,000,000.00 | 825,802.12 | 174,197.88 |
| 22-06 | Highland Ave - Edgewood to Bradford | | 463,582.00 | 347,686.50 | 115,895.50 |
| 23-17 | Highland Ave Phase II - Bradford to Windsor | | 426,505.00 | | 426,505.00 |
| | | <u>\$ 746,263.36</u> | <u>\$ 1,890,087.00</u> | <u>\$ 1,503,648.52</u> | <u>\$ 1,132,701.84</u> |
| | <u>Ref.</u> | C | C-10 | C-2 | C |

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION - FUNDED
FOR THE YEAR ENDED DECEMBER 31, 2023

| | <u>Ref.</u> | | |
|---------------------------------|-------------|---------------------|-------------------------|
| Balance, December 31, 2022 | C | | \$ 102,170,457.53 |
| Decreased by: | | | |
| Downtown Business District Loan | C-15 | \$ 32,666.67 | |
| Green Acres Loan | C-13 | 41,423.94 | |
| Infrastructure Loan | C-14 | 48,607.06 | |
| School Bonds | C-16 | 6,225,000.00 | |
| Municipal Bonds | C-17 | <u>8,965,000.00</u> | |
| | | | <u>15,312,697.67</u> |
| Balance, December 31, 2023 | C | | <u>\$ 86,857,759.86</u> |

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION - UNFUNDED
FOR THE YEAR ENDED DECEMBER 31, 2023

| Ordinance Number | Improvements | Balance | | Collections | Expended | Analysis of Balance | |
|------------------|--|-------------------------|------------------------|------------------------|-------------------------|-------------------------|--------------------------------------|
| | | Dec. 31, 2022 | 2023 Authorizations | | | Dec. 31, 2023 | Unexpended Improvement Authorization |
| 16-32 | Various Road Improvements | \$ 278,783.58 | | \$ | 139,098.08 | \$ | 139,685.50 |
| 17-13 | Various Capital Improvements | 87,086.64 | | | | 87,086.64 | 87,086.64 |
| 17-23 | Various Capital Improvements | 560,378.77 | | | 205,806.04 | 354,572.73 | 354,572.73 |
| 18-19 | Various Capital Improvements | 956,149.39 | | | 117,489.02 | 838,660.37 | 838,660.37 |
| 19-11 | Various Capital Improvements | 426,167.93 | | | 209,383.46 | 216,784.47 | 216,784.47 |
| 19-17 | Various Capital Improvements | 269,000.00 | | | 225,000.00 | 44,000.00 | 44,000.00 |
| 20-01 | Various Capital Improvements | 745,780.01 | | | 0.00 | 745,780.01 | 745,780.01 |
| 20-14 | Various Capital Improvements | 1,971,060.00 | | | 272,092.11 | 1,698,967.89 | 1,698,967.89 |
| 21-05 | Various Capital Improvements | 3,590,000.00 | | \$ 1,155,962.02 | 2,418,165.00 | 15,872.98 | 15,872.98 |
| 22-06 | Various Capital Improvements | 7,500,000.00 | | 347,686.50 | 3,078,335.53 | 4,073,977.97 | 4,073,977.97 |
| 23-01 | South Park Culvert Improvements | | \$ 1,249,250.00 | | 804.00 | 1,248,446.00 | 1,248,446.00 |
| 23-02 | Various Pool Improvements | | 665,000.00 | | 660,000.00 | 5,000.00 | 5,000.00 |
| 23-17 | Various Capital Improvements | | 7,562,000.00 | | 2,459,349.82 | 5,102,650.18 | 5,102,650.18 |
| | School | | | | | | |
| 12-32 | Various School Improvements | 16,431.59 | | | 16,431.59 | | |
| 19-02 | Various School Improvements | 835,662.76 | | | 616,178.60 | 219,484.16 | 219,484.16 |
| 19-06 | Montclair High School Stair Tower | 15,115.00 | | | 15,115.00 | | |
| 20-12 | Chairlift & Attic Insulation(Nishuane, Edgemont & Glenfield) | 600.00 | | | 600.00 | | |
| 20-13 | Replacement of steps at Buzz-Aldrin School | 8,087.84 | | | 8,087.84 | | |
| 20-19 | Various Masonry Work | 1,383,755.00 | | | | 1,383,755.00 | 1,383,755.00 |
| | | <u>\$ 18,644,058.51</u> | <u>\$ 9,476,250.00</u> | <u>\$ 1,503,648.52</u> | <u>\$ 10,441,936.09</u> | <u>\$ 16,174,723.90</u> | |
| | | C | C-7 | C-10 | C-3 | C-7 | |

Ref.

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

SCHEDULE OF IMPROVEMENT AUTHORIZATIONS
FOR THE YEAR ENDED DECEMBER 31, 2023

| Description | Ordinance Number | Date | Amount | Balance Dec. 31, 2022 | | Transfer Prior Year Encumbrances | 2023 Authorizations | Paid or Charged | Encumbrance Payable | Balance Dec. 31, 2023 | |
|---------------------------------|------------------|----------|---------------|-----------------------|------------------|----------------------------------|---------------------|-----------------|---------------------|-----------------------|------------------|
| | | | | Funded | Unfunded | | | | | Funded | Unfunded |
| Various Capital Improvements | 16-11 | 05/31/16 | \$ 450,000.00 | \$ 290,617.56 | \$ | \$ 16,593.15 | \$ | \$ 134,643.00 | \$ 137.00 | \$ 172,430.71 | \$ 139,685.50 |
| Various Capital Improvements | 16-32 | 07/26/16 | 3,004,352.00 | | | 71,815.15 | | 87,529.93 | 8,239.00 | 48,960.49 | 87,086.64 |
| Various Capital Improvements | 17-13 | 03/28/17 | 4,957,189.00 | 147,188.05 | | 87,086.64 | | 74,985.82 | 23,241.74 | | 354,572.73 |
| Various Capital Improvements | 17-23 | 06/20/17 | 3,475,500.00 | | | 196,737.26 | | 172,987.62 | 23,749.64 | | 838,660.37 |
| Various Capital Improvements | 18-19 | 03/20/18 | 10,308,250.00 | | | 78,991.79 | | 101,871.24 | 39,000.00 | | 216,784.47 |
| Various Capital Improvements | 19-11 | 04/02/19 | 7,234,895.00 | | | 34,024.21 | | 40,943.47 | 19,928.00 | | 44,000.00 |
| Various Capital Improvements | 19-17 | 05/21/19 | 1,159,600.00 | | | 225,000.00 | | 225,000.00 | | | 745,780.01 |
| Various Capital Improvements | 20-01 | 02/18/20 | 9,073,000.00 | 115,201.31 | | 87,462.95 | | 91,929.10 | 7,460.00 | | 1,698,967.89 |
| Various Capital Improvements | 20-14 | 06/09/20 | 2,074,800.00 | | | 1,757,753.54 | | 110,235.68 | 17,855.09 | | 15,872.98 |
| Various Capital Improvements | 21-05 | 05/04/21 | 6,890,000.00 | | | 58,910.03 | | 1,495,166.87 | 543,604.23 | | 4,073,977.97 |
| Various Capital Improvements | 22-06 | 04/05/22 | 7,900,000.00 | | | 548,548.48 | | 2,265,746.46 | 16,568.85 | | 1,248,446.00 |
| South Park Culvert Improvements | 23-01 | 01/10/23 | 1,315,000.00 | | | 809,774.30 | | 49,985.15 | 635,039.87 | | 5,000.00 |
| Various Pool Improvements | 23-02 | 02/01/23 | 700,000.00 | | | | | 59,960.13 | 658,635.93 | | 5,102,650.18 |
| Various Pool Improvements | 23-17 | 05/15/23 | 7,960,000.00 | | | | | 2,198,713.89 | | | |
| Various School Improvements | 19-02 | 02/19/19 | 4,859,950.00 | | | | | 195,006.24 | | | 219,484.16 |
| Various School Improvements | 20-19 | 08/04/20 | 4,834,850.00 | 1,338,393.16 | | 398,683.63 | | 398,683.63 | | 939,709.53 | 1,383,755.00 |
| | | | | \$ 1,891,400.08 | \$ 13,149,149.97 | \$ 2,127,857.32 | Below | \$ 7,703,388.23 | \$ 2,020,531.89 | \$ 1,244,763.35 | \$ 16,174,723.90 |

Ref

Deferred Charge to Future Taxation - Unfunded
Capital Improvement Fund

C-6
C-8

\$ 9,476,250.00
498,750.00
\$ 9,975,000.00

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

SCHEDULE OF CAPITAL IMPROVEMENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2023

| | <u>Ref.</u> | |
|---|-------------|-----------------------------|
| Balance, December 31, 2022 | C | \$ 840,582.83 |
| Increased by: | | |
| Budget Appropriations | C-2 | <u>200,000.00</u> |
| | | \$ 1,040,582.83 |
| Decreased by: | | |
| Appropriated to Finance Improvement Authorizations | C-7 | <u>498,750.00</u> |
| Balance, December 31, 2023 | C | <u><u>\$ 541,832.83</u></u> |

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

SCHEDULE OF INTERFUNDS PAYABLE
FOR THE YEAR ENDED DECEMBER 31, 2023

| | <u>Ref.</u> | Total | General Trust Fund | Water Operating Fund | Water Capital Fund | Sewer Capital Fund |
|----------------------------|-------------|-----------------|--------------------------|----------------------------|--------------------------|--------------------------|
| Balance, December 31, 2022 | C | \$ 425,000.00 | \$ 425,000.00 | | | |
| Increased by: | | | | | | |
| Receipts | C-2 | 6,575,000.00 | 575,000.00 | 2,000,000.00 | 2,000,000.00 | 2,000,000.00 |
| Balance, December 31, 2023 | C | \$ 7,000,000.00 | \$ 1,000,000.00 | \$ 2,000,000.00 | \$ 2,000,000.00 | \$ 2,000,000.00 |

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

SCHEDULE OF RESERVE FOR GRANTS RECEIVABLE
 FOR THE YEAR ENDED DECEMBER 31, 2023

| Ordinance Number | Purpose | Balance December 31, 2022 | Grants | Decreased | Balance December 31, 2023 |
|--|---|------------------------------|------------------------|------------------------|------------------------------|
| <u>State Grants</u> | | | | | |
| New Jersey Department of Transportation: | | | | | |
| 19-11 | Trinity & Myrtle | \$ 40,520.11 | | \$ | \$ 40,520.11 |
| 20-01 | Mt. Hebron | 240,118.25 | | | 240,118.25 |
| 21-05 | South Park Street & Church Street | 465,625.00 | | \$ 330,159.90 | 135,465.10 |
| 21-05 | Essex and Nishuane Parks | | \$ 1,000,000.00 | 825,802.12 | 174,197.88 |
| 22-06 | Highland Ave - Edgewood to Bradford | | 463,582.00 | 347,686.50 | 115,895.50 |
| 23-17 | Highland Ave Phase II - Bradford to Windsor | | 426,505.00 | | 426,505.00 |
| | | <u>\$ 746,263.36</u> | <u>\$ 1,890,087.00</u> | <u>\$ 1,503,648.52</u> | <u>\$ 1,132,701.84</u> |

Ref.

C

C-4

C-6

C

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

SCHEDULE OF RESERVE FOR PAYMENT OF DEBT SERVICE
FOR THE YEAR ENDED DECEMBER 31, 2023

| | <u>Ref.</u> | |
|---|-------------|----------------------|
| Balance, December 31, 2022 | C | \$ 189,066.35 |
| Increased by: | | |
| Cash Received from SDA grants | C-2 | <u>180,060.00</u> |
| | | \$ <u>369,126.35</u> |
| Decreased by: | | |
| Appropriated in the Current Fund Budget | C-2 | <u>199,148.89</u> |
| Balance, December 31, 2023 | C | <u>\$ 169,977.46</u> |
| <u>Analysis of Balance</u> | | |
| School Improvements | | <u>\$ 169,977.46</u> |

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

SCHEDULE OF RESERVE FOR ENCUMBRANCES PAYABLE
FOR THE YEAR ENDED DECEMBER 31, 2023

| | <u>Ref.</u> | |
|--|-------------|------------------------|
| Balance, December 31, 2022 | C | \$ 2,127,857.32 |
| Increased by: | | 2,020,531.89 |
| Transfer from Improvement Authorizations | C-7 | <u>\$ 4,148,389.21</u> |
| Decreased by: | | |
| Transfer to Improvement Authorizations | C-7 | <u>2,127,857.32</u> |
| Balance, December 31, 2023 | C | <u>\$ 2,020,531.89</u> |

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

SCHEDULE OF GREEN ACRES TRUST LOANS PAYABLE
FOR THE YEAR ENDED DECEMBER 31, 2023

| Description | Amount of Original Issue | Maturities of Loan Outstanding December 31, 2023 | | | Interest Rate | Balance December 31, 2022 | Decrease | Balance December 31, 2023 |
|--------------------------|--------------------------|--|--------------|-------------|---------------|---------------------------|---------------------|---------------------------|
| | | Date | Amount | | | | | |
| Project Youth Sports | \$ 250,000.00 | 2024 | \$ 14,865.25 | | 2.00 % | \$ 52,296.96 | \$ 14,572.34 | \$ 37,724.62 |
| | | 2025 | 15,164.04 | | | | | |
| | | 2026 | 7,695.33 | | | | | |
| Project Youth Sports II | 250,000.00 | 2024 | 12,820.52 | * | | | | |
| | | 2025 | 12,820.52 | * | | | | |
| | | 2026 | 12,820.52 | * | | | | |
| | | 2027 | 12,820.52 | * | | | | |
| | | 2028 | 12,820.52 | * | | | | |
| 2029 | 6,410.12 | * | 83,333.24 | 12,820.52 | 70,512.72 | | | |
| Project Youth Sports III | 273,606.00 | 2024-2034 | 14,031.08 | * | | 182,404.61 | 14,031.08 | 168,373.53 |
| | | 2035 | 14,031.65 | | | | | |
| | | | | | | <u>\$ 318,034.81</u> | <u>\$ 41,423.94</u> | <u>\$ 276,610.87</u> |
| | | | | <u>Ref.</u> | C | | C-5 | C |

* Interest Free

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

SCHEDULE OF NEW JERSEY ENVIRONMENTAL INFRASTRUCTURE TRUST LOANS PAYABLE
 FOR THE YEAR ENDED DECEMBER 31, 2023

| Description | Original Issue | | Loan Maturities Outstanding | | Interest Rate | Balance Dec. 31, 2022 | Loan Payments | Balance Dec. 31, 2023 |
|-------------|----------------|---------------|-----------------------------|--------------|---------------|-----------------------|---------------|-----------------------|
| | Date | Amount | Date | Amount | | | | |
| Trust Share | 10-14-04 | \$ 435,000.00 | 8-01-2024 | \$ 31,784.00 | 4.375% | \$ 59,108.98 | \$ 27,324.98 | \$ 31,784.00 |
| Fund Share | 10-14-04 | 443,438.00 | 2-01-2024 | 496.67 | * | 44,980.44 | 21,282.08 | 23,698.36 |
| | | | 8-01-2024 | 23,201.69 | * | | | |
| | | | | | | \$ 104,089.42 | \$ 48,607.06 | \$ 55,482.36 |
| | | | | | Ref. | C | C-5 | C |

* Interest Free

TOWNSHIP OF MONTCLAIR
 GENERAL CAPITAL FUND

SCHEDULE OF NEW JERSEY BUSINESS LOAN PAYABLE
 FOR THE YEAR ENDED DECEMBER 31, 2023

| Description | Original Issue | | Loan Maturities Outstanding | | Interest Rate | Balance Dec. 31, 2022 | Decrease | Balance Dec. 31, 2023 |
|-------------|----------------|---------------|-----------------------------|--------------|---------------|-----------------------|--------------|-----------------------|
| | Date | Amount | Date | Amount | | | | |
| Loan | 12-31-12 | \$ 490,000.00 | 12-31-24/26 | \$ 32,666.67 | * | \$ 163,333.30 | \$ 32,666.67 | \$ 130,666.63 |
| | | | 12-31-27 | 32,666.62 | * | | | |
| | | | | | Ref. | C | C-5 | C |

* Interest Free

"C-16"

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

SCHEDULE OF SERIAL BONDS - SCHOOL
FOR THE YEAR ENDED DECEMBER 31, 2023

| Purpose | Date of Issue | Issue Amount | Maturities of Bonds Outstanding | | Interest Rate | Balance Dec. 31, 2022 | Decrease | Balance Dec. 31, 2023 |
|---------------------|---------------|------------------|---------------------------------|-----------------|---------------|-----------------------|-----------------|-----------------------|
| | | | Date | Amount | | | | |
| School Improvements | 3-01-13 | \$ 22,000,000.00 | 3-01-24 | \$ 1,675,000.00 | 5.000% | | | |
| | | | 3-01-25 | 1,745,000.00 | 2.500% | | | |
| | | | 3-01-26 | 1,815,000.00 | 2.625% | | | |
| | | | 3-01-27 | 1,885,000.00 | 2.750% | \$ 10,685,000.00 | \$ 1,605,000.00 | \$ 9,080,000.00 |
| Refunding School | 3-01-14 | 11,855,000.00 | 1-01-26 | 955,000.00 | 5.000% | | | |
| | | | 1-01-27 | 1,155,000.00 | 5.000% | | | |
| | | | 1-01-28 | 1,225,000.00 | 5.000% | 6,180,000.00 | 945,000.00 | 5,235,000.00 |
| Refunding School | 9-01-16 | 14,840,000.00 | 10-01-24 | 1,445,000.00 | 5.000% | | | |
| | | | 10-01-25 | 1,490,000.00 | 5.000% | | | |
| | | | 10-01-26 | 1,605,000.00 | 5.000% | | | |
| | | | 10-01-27 | 1,640,000.00 | 5.000% | | | |
| | | | 10-01-28 | 1,690,000.00 | 4.000% | | | |
| | | | 10-01-29 | 680,000.00 | 3.750% | | | |
| | | | 10-01-30 | 720,000.00 | 4.000% | 10,590,000.00 | 1,320,000.00 | 9,270,000.00 |
| Refunding School | 8-20-17 | 12,415,000.00 | 9-01-24 | 1,150,000.00 | 4.000% | | | |
| | | | 9-01-25 | 1,195,000.00 | 4.000% | | | |
| | | | 9-01-26 | 1,235,000.00 | 4.000% | | | |
| | | | 9-01-27 | 1,275,000.00 | 4.000% | | | |
| | | | 9-01-28 | 1,315,000.00 | 4.000% | | | |
| | | | 9-01-29 | 1,325,000.00 | 4.000% | | | |
| | | | 9-01-30 | 1,355,000.00 | 4.000% | 11,345,000.00 | 1,110,000.00 | 10,235,000.00 |
| School Improvements | 9-02-18 | 3,000,000.00 | 4-01-24 | 300,000.00 | 4.000% | | | |
| | | | 4-01-25 | 325,000.00 | 5.000% | | | |
| | | | 4-01-26 | 325,000.00 | 5.000% | | | |
| | | | 4-01-27 | 350,000.00 | 4.000% | 1,975,000.00 | 300,000.00 | 1,675,000.00 |
| School Improvements | 10-15-20 | 6,030,000.00 | 4-01-28 | 375,000.00 | 4.000% | | | |
| | | | 10-15-24 | 620,000.00 | 3.000% | | | |
| | | | 10-15-25 | 595,000.00 | 3.000% | | | |
| | | | 10-15-26 | 595,000.00 | 3.000% | | | |
| | | | 10-15-27 | 595,000.00 | 3.000% | | | |
| | | | 10-15-28 | 595,000.00 | 3.000% | | | |
| 10-15-29 | 550,000.00 | 2.000% | 4,720,000.00 | 620,000.00 | 4,100,000.00 | | | |
| School Improvements | 10-14-21 | 3,640,000.00 | 10-15-24 | 335,000.00 | 3.000% | | | |
| | | | 10-15-25 | 355,000.00 | 2.000% | | | |
| | | | 10-15-26 | 365,000.00 | 2.000% | | | |
| | | | 10-15-27 | 375,000.00 | 3.000% | | | |
| | | | 10-15-28 | 375,000.00 | 3.000% | | | |
| | | | 10-15-29 | 390,000.00 | 3.000% | | | |
| | | | 10-15-30 | 400,000.00 | 3.000% | 3,320,000.00 | 325,000.00 | 2,995,000.00 |
| | | | | | | \$ 48,815,000.00 | \$ 6,225,000.00 | \$ 42,590,000.00 |

Ref.

C

C

C-5

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

SCHEDULE OF GENERAL SERIAL BONDS
FOR THE YEAR ENDED DECEMBER 31, 2023

| Purpose | Date of Issue | Amount of Original Issue | Date | Maturities of Bonds Outstanding | | Interest Rate | Balance Dec. 31, 2022 | Decrease | Balance Dec. 31, 2023 |
|-------------------------------------|---------------|--------------------------|----------|---------------------------------|--------|-----------------|-----------------------|-----------------|-----------------------|
| | | | | Dec. 31, 2023 | Amount | | | | |
| General Improvements | 3-01-13 | \$ 10,500,000.00 | 3-01-24 | \$ 1,270,000.00 | 5.000% | \$ 2,480,000.00 | \$ 1,210,000.00 | \$ 1,270,000.00 | |
| General Improvement Refunding Bonds | 3-01-14 | 14,960,000.00 | 1-01-24 | 1,910,000.00 | 5.000% | 7,520,000.00 | 1,910,000.00 | 5,610,000.00 | |
| | | | 1-01-25 | 1,915,000.00 | 5.000% | | | | |
| | | | 1-01-26 | 1,785,000.00 | 5.000% | | | | |
| General Improvement Refunding Bonds | 8-21-17 | 5,305,000.00 | 3-01-24 | 1,830,000.00 | 4.000% | 3,610,000.00 | 1,780,000.00 | 1,830,000.00 | |
| General Improvements | 9-02-18 | 9,000,000.00 | 4-01-24 | 940,000.00 | 4.000% | 6,340,000.00 | 840,000.00 | 5,500,000.00 | |
| | | | 4-01-25 | 1,040,000.00 | 5.000% | | | | |
| | | | 4-01-26 | 1,140,000.00 | 5.000% | | | | |
| | | | 4-01-27 | 1,180,000.00 | 4.000% | | | | |
| General Improvements | 10-15-20 | 32,395,000.00 | 4-01-28 | 1,200,000.00 | 4.000% | 27,815,000.00 | 2,750,000.00 | 25,065,000.00 | |
| | | | 10-15-24 | 2,890,000.00 | 3.000% | | | | |
| | | | 10-15-25 | 3,200,000.00 | 3.000% | | | | |
| | | | 10-15-26 | 3,365,000.00 | 3.000% | | | | |
| | | | 10-15-27 | 3,580,000.00 | 3.000% | | | | |
| | | | 10-15-28 | 3,890,000.00 | 3.000% | | | | |
| General Improvements | 10-14-21 | 5,460,000.00 | 10-15-29 | 4,025,000.00 | 2.000% | 5,005,000.00 | 475,000.00 | 4,530,000.00 | |
| | | | 10-15-30 | 4,115,000.00 | 2.000% | | | | |
| | | | 10-15-24 | 495,000.00 | 3.000% | | | | |
| | | | 10-15-25 | 525,000.00 | 3.000% | | | | |
| | | | 10-15-26 | 545,000.00 | 3.000% | | | | |
| | | | 10-15-27 | 565,000.00 | 3.000% | | | | |
| General Improvements | 10-15-28 | 585,000.00 | 10-15-28 | 585,000.00 | 3.000% | 5,005,000.00 | 475,000.00 | 4,530,000.00 | |
| | | | 10-15-29 | 585,000.00 | 3.000% | | | | |
| | | | 10-15-30 | 615,000.00 | 3.000% | | | | |
| | | | | | | | \$ 52,770,000.00 | \$ 8,965,000.00 | \$ 43,805,000.00 |

Ref.

C

C-5

C

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

SCHEDULE OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED
FOR THE YEAR ENDED DECEMBER 31, 2023

| Ordinance Number | Improvement Description | Balance, Dec. 31, 2022 | Authorizations/ Adjustments | Grant Cash Receipts | Balance, Dec. 31, 2023 |
|---------------------|--|---------------------------|--------------------------------|------------------------|---------------------------|
| | <u>General Improvements</u> | | | | |
| 16-32 | Various Capital Improvements | \$ 278,783.58 | | | \$ 278,783.58 |
| 17-13 | Various Capital Improvements | 87,086.64 | | | 87,086.64 |
| 17-23 | Various Capital Improvements | 560,378.77 | | | 560,378.77 |
| 18-19 | Various Capital Improvements | 956,149.39 | | | 956,149.39 |
| 19-11 | Various Capital Improvements | 426,167.93 | | | 426,167.93 |
| 19-17 | Various Capital Improvements | 269,000.00 | | | 269,000.00 |
| 20-01 | Various Capital Improvements | 745,780.01 | | | 745,780.01 |
| 20-14 | Various Capital Improvements | 1,971,060.00 | | | 1,971,060.00 |
| 21-05 | Various Capital Improvements | 3,590,000.00 | | \$ 1,155,962.02 | 2,434,037.98 |
| 22-06 | Various Capital Improvements | 7,500,000.00 | | 347,686.50 | 7,152,313.50 |
| 23-01 | South Park Culvert Improvements | | \$ 1,249,250.00 | | 1,249,250.00 |
| 23-02 | Various Pool Improvements | | 665,000.00 | | 665,000.00 |
| 23-17 | Various Capital Improvements | | 7,562,000.00 | | 7,562,000.00 |
| | | <u>16,384,406.32</u> | <u>9,476,250.00</u> | <u>1,503,648.52</u> | <u>24,357,007.80</u> |
| | <u>School Improvements</u> | | | | |
| 12-32 | Various School Improvements | \$ 16,431.59 | | | \$ 16,431.59 |
| 19-02 | Various School Improvements | 835,662.76 | | | 835,662.76 |
| 19-06 | Montclair High School Stair Tower | 15,115.00 | | | 15,115.00 |
| 20-12 | Chairlift & Attic Insulation | 600.00 | | | 600.00 |
| 20-13 | Replacement of steps at Buzz-Aldrin School | 8,087.84 | | | 8,087.84 |
| 20-19 | Various Masonry Work | 1,383,755.00 | | | 1,383,755.00 |
| | | <u>2,259,652.19</u> | | | <u>2,259,652.19</u> |
| | | <u>\$ 18,644,058.51</u> | <u>\$ 9,476,250.00</u> | <u>\$ 1,503,648.52</u> | <u>\$ 26,616,659.99</u> |
| | Ref. | C | C-6 | C-6 | C |

TOWNSHIP OF MONTCLAIR
WATER UTILITY

CASH RECEIPTS AND DISBURSEMENTS - TREASURER
FOR THE YEAR ENDED DECEMBER 31, 2023

| | <u>Ref.</u> | <u>Operating Fund</u> | | <u>Capital Fund</u> |
|-----------------------------|-------------|------------------------|--|------------------------|
| Balance, December 31, 2022 | D | \$ 3,613,963.05 | | \$ 5,083,770.44 |
| Increased by Receipts: | | | | |
| Miscellaneous Revenue | D-3 | \$ 708,503.27 | | |
| Water Rents Revenue | D-3 | 8,749,635.61 | | |
| Water Overpayments | D-17 | 18,809.83 | | |
| Capital Improvement Fund | D-19 | <u>9,476,948.71</u> | | <u>1,600,000.00</u> |
| | | <u>13,090,911.76</u> | | <u>6,683,770.44</u> |
| Decreased by Disbursements: | | | | |
| Budget Appropriations | D-4 | 7,340,390.94 | | |
| Interfunds Receivable | D-8; D-23 | 2,000,000.00 | | 2,000,000.00 |
| Appropriation Reserves | D-13 | 284,579.08 | | |
| Accrued Interest on Bonds | D-14 | 164,475.00 | | |
| Accrued Interest on Loans | D-16 | 3,000.00 | | |
| Improvement Authorizations | D-18 | <u>9,792,445.02</u> | | <u>3,687,100.10</u> |
| Balance, December 31, 2023 | D | <u>\$ 3,298,466.74</u> | | <u>\$ 2,996,670.34</u> |

TOWNSHIP OF MONTCLAIR
WATER UTILITY

ANALYSIS OF CAPITAL CASH
FOR THE YEAR ENDED DECEMBER 31, 2023

| | Balance Dec. 31, 2022 | Receipts | | Disbursements Improvement Authorizations | Transfers | | Balance Dec. 31, 2023 |
|-----------------------------------|--------------------------|-----------------|--|--|-----------------|-----------------|--------------------------|
| | | Other | | | From | To | |
| <u>Improvement Authorizations</u> | | | | | | | |
| General Improvements: | | | | | | | |
| #19-16 | \$ 10,954.70 | | | \$ 10,954.70 | | \$ 54,623.20 | \$ 54,623.20 |
| #20-11 | 38,191.66 | | | 38,191.66 | | 101,825.45 | 101,825.45 |
| #21-22 | 636,102.86 | | | 636,102.86 | | 580,036.29 | 580,036.29 |
| #22-19 | 2,499,035.00 | | | 1,001,850.88 | \$ 1,497,183.33 | 1,672,273.22 | 1,672,274.01 |
| #23-26 | | | | | | 1,200,000.00 | 1,200,000.00 |
| <u>Other Accounts</u> | | | | | | | |
| Fund Balance | 98,490.39 | | | | | | 98,490.39 |
| Capital Improvement Fund | 72,256.53 | \$ 1,600,000.00 | | | 1,200,000.00 | | 472,256.53 |
| Encumbrance Payable | 1,728,739.30 | | | | 911,574.83 | | 817,164.47 |
| General Capital Fund Interfund | - | | | 2,000,000.00 | | | (2,000,000.00) |
| | \$ 5,083,770.44 | \$ 1,600,000.00 | | \$ 1,687,100.10 | \$ 3,608,758.16 | \$ 3,608,758.16 | \$ 2,996,670.34 |

Ref.

D

D-19:D-20

D-18

D

TOWNSHIP OF MONTCLAIR
WATER UTILITY
CHANGE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2023

Ref.

Balance, December 31, 2022 and
Balance, December 31, 2023

D

\$ 200.00

"D-8"

TOWNSHIP OF MONTCLAIR
WATER UTILITY OPERATING FUND

INTERFUNDS RECEIVABLE
FOR THE YEAR ENDED DECEMBER 31, 2023

| | <u>Ref.</u> | |
|----------------------------|-------------|------------------------|
| Increased by: | | |
| Cash Disbursements | D-5 | \$ <u>2,000,000.00</u> |
| Balance, December 31, 2023 | D | \$ <u>2,000,000.00</u> |

"D-9"

TOWNSHIP OF MONTCLAIR
WATER UTILITY

ACCOUNTS PAYABLE
FOR THE YEAR ENDED DECEMBER 31, 2023

| | <u>Ref.</u> | |
|---|-------------|----------------------|
| Increased by: | | |
| Transferred from Appropriation Reserves | D-13 | <u>\$ 206,512.00</u> |
| Balance, December 31, 2023 | D | <u>\$ 206,512.00</u> |

TOWNSHIP OF MONTCLAIR
WATER UTILITY

CONSUMER ACCOUNTS RECEIVABLE
FOR THE YEAR ENDED DECEMBER 31, 2023

| | <u>Ref.</u> | |
|----------------------------|-------------|-----------------------------|
| Balance, December 31, 2022 | D | \$ 452,508.71 |
| Increased by: | | |
| Water Rents Levied - Net | Reserve | <u>8,724,377.76</u> |
| | | \$ 9,176,886.47 |
| Decreased by; | | |
| Collections | D-3:D-5 | <u>8,749,635.61</u> |
| Balance, December 31, 2023 | D | <u><u>\$ 427,250.86</u></u> |

"D-11"

TOWNSHIP OF MONTCLAIR
WATER UTILITY

FIXED CAPITAL
YEAR ENDED DECEMBER 31, 2023

| | <u>Ref.</u> | |
|----------------------------|-------------|-------------------------|
| Balance, December 31, 2022 | D | \$ 42,862,300.47 |
| Balance, December 31, 2023 | D | <u>\$ 42,862,300.47</u> |

"D-12"

TOWNSHIP OF MONTCLAIR
WATER UTILITY

FIXED CAPITAL AUTHORIZED AND UNCOMPLETED
FOR THE YEAR ENDED DECEMBER 31, 2023

| <u>Ordinance Number</u> | <u>Description</u> | <u>Balance Dec. 31, 2022</u> | <u>Improvement Authorizations</u> | <u>Balance Dec. 31, 2023</u> |
|-----------------------------|------------------------------------|----------------------------------|---------------------------------------|----------------------------------|
| 19-16 | Various Water Utility Improvements | \$ 2,375,000.00 | | \$ 2,375,000.00 |
| 20-11 | Various Water Utility Improvements | 1,000,000.00 | | 1,000,000.00 |
| 21-22 | Various Water Utility Improvements | 2,500,000.00 | | 2,500,000.00 |
| 22-19 | Various Water Utility Improvements | 2,600,000.00 | | 2,600,000.00 |
| 23-26 | Various Water Utility Improvements | | \$ 1,200,000.00 | 1,200,000.00 |
| | | <u>\$ 8,475,000.00</u> | <u>\$ 1,200,000.00</u> | <u>\$ 9,675,000.00</u> |
| | | <u>Ref.</u> | <u>D-18</u> | <u>D</u> |

TOWNSHIP OF MONTCLAIR
WATER UTILITY

APPROPRIATION RESERVES
YEAR ENDED DECEMBER 31, 2023

| | Encumbered | Balance Dec. 31, 2022 | Unencumbered | Balance After Transfers | Paid or Charged | Transferred to Accounts Payable | Balance Lapsed |
|--------------------|---------------|-----------------------|---------------|-------------------------|-----------------|---------------------------------|----------------|
| <u>Operating</u> | | | | | | | |
| Salaries and Wages | \$ 487,790.66 | \$ 168,200.62 | \$ 322,977.14 | \$ 168,200.62 | \$ 281,376.29 | \$ 206,512.00 | \$ 168,200.62 |
| Other Expenses | | | | 810,767.80 | | | 322,879.51 |
| <u>Commercial</u> | | | | | | | |
| Salaries and Wages | 1,223.20 | 49,625.82 | 21,115.34 | 49,625.82 | 3,202.79 | | 49,625.82 |
| Other Expenses | | | | 22,338.54 | | | 19,135.75 |
| | \$ 489,013.86 | \$ 561,918.92 | \$ 561,918.92 | \$ 1,050,932.78 | \$ 284,579.08 | \$ 206,512.00 | \$ 559,841.70 |

Ref.

D

D

D-5

D-9

D-1

TOWNSHIP OF MONTCLAIR
WATER UTILITY

ACCRUED INTEREST ON BONDS
FOR THE YEAR ENDED DECEMBER 31, 2023

| | <u>Ref.</u> | |
|----------------------------|-------------|---------------------|
| Balance, December 31, 2022 | D | \$ 58,650.00 |
| Increased by: | | |
| Budget Appropriation | D-4 | <u>140,000.00</u> |
| | | 198,650.00 |
| Decreased by: | | |
| Payments | D-5 | <u>164,475.00</u> |
| Balance, December 31, 2023 | D | <u>\$ 34,175.00</u> |

TOWNSHIP OF MONTCCLAIR
WATER UTILITY

SERIAL BONDS
FOR THE YEAR ENDED DECEMBER 31, 2023

| Purpose | Date of Issue | Amount of Original Issue | Bonds Outstanding Dec. 31, 2023 | | Interest Rate | Balance Dec. 31, 2022 | Decrease | Balance Dec. 31, 2023 |
|--------------------|---------------|--------------------------|---------------------------------|---------------|---------------|-----------------------|---------------|-----------------------|
| | | | Date | Amount | | | | |
| Water Improvements | 3-01-14 | \$ 2,580,000.00 | 1-01-24/26 | \$ 240,000.00 | 5.000% | \$ 1,185,000.00 | \$ 235,000.00 | \$ 950,000.00 |
| | | | 1-01-27 | 230,000.00 | 5.000% | | | |
| Water Refunding | 8-15-16 | 2,155,000.00 | 10-01-24/25 | 280,000.00 | 4.000% | 1,110,000.00 | 280,000.00 | 830,000.00 |
| | | | 10-01-26 | 270,000.00 | 4.000% | | | |
| Water Improvements | 9-02-18 | 2,385,000.00 | 4-01-24 | 250,000.00 | 4.000% | 1,655,000.00 | 250,000.00 | 1,405,000.00 |
| | | | 4-01-25 | 250,000.00 | 5.000% | | | |
| | | | 4-01-26 | 300,000.00 | 5.000% | | | |
| | | | 4-01-27 | 300,000.00 | 4.000% | | | |
| | | | 4-01-28 | 305,000.00 | 4.000% | | | |
| | | | | | | \$ 3,950,000.00 | \$ 765,000.00 | \$ 3,185,000.00 |

Ref.

D

D-20

D

TOWNSHIP OF MONTCLAIR
WATER UTILITY

ACCRUED INTEREST ON LOANS
FOR THE YEAR ENDED DECEMBER 31, 2023

| | <u>Ref.</u> | |
|----------------------------|-------------|---------------------------|
| Balance, December 31, 2022 | D | \$ 1,312.50 |
| Increased by: | | |
| Budget Appropriation | D-4 | <u>2,833.33</u> |
| | | 4,145.83 |
| Decreased by: | | |
| Payments | D-5 | <u>3,000.00</u> |
| Balance, December 31, 2023 | D | <u><u>\$ 1,145.83</u></u> |

"D-17"

TOWNSHIP OF MONTCLAIR
WATER UTILITY

WATER OVERPAYMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

| | <u>Ref.</u> | |
|----------------------------|-------------|----------------------------|
| Balance, December 31, 2022 | D | \$ 32,974.39 |
| Increased by: | | |
| Collections | D-5 | <u>18,809.83</u> |
| Balance, December 31, 2023 | D | <u><u>\$ 51,784.22</u></u> |

"D-19"

TOWNSHIP OF MONTCLAIR
WATER UTILITY

CAPITAL IMPROVEMENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2023

| | <u>Ref.</u> | |
|---------------------------------------|-------------|-----------------------------|
| Balance, December 31, 2022 | D | \$ 72,256.53 |
| Increased by: | | |
| Cash Receipt | D-5 | <u>1,600,000.00</u> |
| | | \$ <u>1,672,256.53</u> |
| Decreased by: | | |
| Applied to Improvement Authorizations | D-18:D-21 | <u>1,200,000.00</u> |
| Balance, December 31, 2023 | D | <u><u>\$ 472,256.53</u></u> |

"D-20"

TOWNSHIP OF MONTCLAIR
WATER UTILITY

RESERVE FOR AMORTIZATION
FOR THE YEAR ENDED DECEMBER 31, 2023

| | <u>Ref.</u> | | |
|---|-------------|-------------------|-------------------------|
| Balance, December 31, 2022 | D | | \$ 38,683,648.16 |
| Increased by: | | | |
| Budget Appropriation: | | | |
| N.J. Environmental Infrastructure Trust | | | |
| Loan Paid by Operating Budget | D-4:D-22 | \$ 38,016.68 | |
| N.J. Environmental Infrastructure Trust | | | |
| Serial Bonds Paid | D-4:D-15 | <u>765,000.00</u> | |
| | | | <u>803,016.68</u> |
| Balance, December 31, 2023 | D | | <u>\$ 39,486,664.84</u> |

TOWNSHIP OF MONTCLAIR
WATER UTILITY

DEFERRED RESERVE FOR AMORTIZATION
FOR THE YEAR ENDED DECEMBER 31, 2023

| <u>Ordinance Number</u> | <u>Description</u> | <u>Balance Dec. 31, 2022</u> | <u>Improvement Authorizations</u> | <u>Balance Dec. 31, 2023</u> |
|-----------------------------|------------------------------------|----------------------------------|---------------------------------------|----------------------------------|
| 19-16 | Various Water Utility Improvements | \$ 2,375,000.00 | | \$ 2,375,000.00 |
| 20-11 | Various Water Utility Improvements | 1,000,000.00 | | 1,000,000.00 |
| 21-22 | Various Water Utility Improvements | 2,500,000.00 | | 2,500,000.00 |
| 22-19 | Various Water Utility Improvements | 2,600,000.00 | | 2,600,000.00 |
| | | | \$ 1,200,000.00 | 1,200,000.00 |
| | | <u>\$ 8,475,000.00</u> | <u>\$ 1,200,000.00</u> | <u>\$ 9,675,000.00</u> |
| | | <u>Ref.</u> | <u>D-19</u> | <u>D</u> |

TOWNSHIP OF MONTCLAIR
WATER UTILITY

N.J. ENVIRONMENTAL INFRASTRUCTURE TRUST LOAN PAYABLE
FOR THE YEAR ENDED DECEMBER 31, 2023

| | <u>Original Issue</u> | <u>Balance</u> | <u>Loan</u> | <u>Balance</u> |
|-------------|-----------------------|--------------------------|---------------------|--------------------------|
| <u>Date</u> | <u>Amount</u> | <u>December 31, 2022</u> | <u>Payments</u> | <u>December 31, 2023</u> |
| Trust Share | 3-10-10 \$ 180,000.00 | \$ 75,000.00 | \$ 10,000.00 | \$ 65,000.00 |
| Fund Share | 3-10-10 550,993.00 | 153,652.31 | 28,016.68 | 125,635.63 |
| | | <u>\$ 228,652.31</u> | <u>\$ 38,016.68</u> | <u>\$ 190,635.63</u> |
| | <u>Ref.</u> | D | D-20 | D |

"D-23"

TOWNSHIP OF MONTCLAIR
WATER UTILITY CAPITAL FUND

INTERFUNDS RECEIVABLE
FOR THE YEAR ENDED DECEMBER 31, 2023

| | <u>Ref.</u> | |
|----------------------------|-------------|-------------------------------|
| Increased by: | | |
| Cash Disbursements | D-5 | \$ <u>2,000,000.00</u> |
| Balance, December 31, 2023 | D | \$ <u><u>2,000,000.00</u></u> |

TOWNSHIP OF MONTCLAIR
SEWER UTILITY FUND

CASH RECEIPTS, DISBURSEMENTS
TREASURER
FOR THE YEAR ENDED DECEMBER 31, 2023

| | <u>Ref.</u> | <u>Operating Fund</u> | <u>Capital Fund</u> |
|-----------------------------|-------------|------------------------|------------------------|
| Balance, December 31, 2022 | E | \$ 2,340,772.96 | \$ 4,960,476.12 |
| Increased by Receipts: | | | |
| Interest on Deposits | E-3 | \$ 119,088.67 | |
| Collector | E-6 | 8,505,816.73 | |
| Capital Improvement Fund | E-18 | | \$ 1,155,000.00 |
| | | <u>8,624,905.40</u> | <u>1,155,000.00</u> |
| | | 10,965,678.36 | 6,115,476.12 |
| Decreased by Disbursements: | | | |
| Budget Appropriations | E-4 | 7,700,483.10 | |
| Appropriation Reserves | E-13 | 18,283.12 | |
| Accrued Interest on Loans | E-16 | 18,244.77 | |
| Improvement Authorizations | E-17 | | 663,185.66 |
| Interfund Receivable | E-20 | | <u>2,000,000.00</u> |
| | | <u>7,737,010.99</u> | <u>2,663,185.66</u> |
| Balance, December 31, 2023 | E | <u>\$ 3,228,667.37</u> | <u>\$ 3,452,290.46</u> |

TOWNSHIP OF MONTCLAIR
SEWER UTILITY CAPITAL FUND

CASH RECEIPTS AND DISBURSEMENTS - COLLECTOR
FOR THE YEAR ENDED DECEMBER 31, 2023

| | <u>Ref.</u> | |
|---|-------------|------------------------|
| Increased by: | | |
| Miscellaneous Revenue | E-3 | \$ 224,500.52 |
| Sanitary Sewer Connection Reservoir Ridge | E-3 | 137,559.92 |
| Consumer Accounts Receivable | E-10 | 8,138,018.48 |
| Sewer Overpayments | E-14 | <u>5,737.81</u> |
| | | 8,505,816.73 |
| Decreased by: | | |
| Turnovers to Treasurer | E-5 | <u>\$ 8,505,816.73</u> |

"E-7"

TOWNSHIP OF MONTCLAIR
SEWER UTILITY OPERATING FUND

CHANGE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2023

Ref.

Balance, December 31, 2022
and Balance, December 31, 2023

E

\$ 200.00

TOWNSHIP OF MONTCLAIR
SEWER UTILITY CAPITAL FUND

ANALYSIS OF CAPITAL CASH
FOR THE YEAR ENDED DECEMBER 31, 2023

| | Balance Dec. 31, 2022 | Receipts Other | Disbursements Improvement Authorizations | Transfers | | Balance Dec. 31, 2023 |
|-----------------------------------|--------------------------|-------------------|--|-----------------|-----------------|--------------------------|
| | | | | From | To | |
| <u>Improvement Authorizations</u> | | | | | | |
| General Improvements: | | | | | | |
| #19-31 | \$ 10,417.13 | | \$ 3,933.22 | | \$ 2,034.50 | \$ 8,518.41 |
| #20-10 | 25,000.00 | | 348,224.64 | | 348,526.28 | 25,301.64 |
| #21-21 | 1,066,261.24 | | 311,027.80 | | 160,024.16 | 915,257.60 |
| #22-20 | 2,100,000.00 | | | | | 2,100,000.00 |
| #23-27 | | | | | 1,150,000.00 | 1,150,000.00 |
| <u>Other Accounts</u> | | | | | | |
| Fund Balance | 186,837.67 | | | | | 186,837.67 |
| Encumbrance Payable | 1,376,460.08 | | | \$ 510,584.94 | | 865,875.14 |
| Capital Improvement Fund | 195,500.00 | \$ 1,155,000.00 | | 1,150,000.00 | | 200,500.00 |
| General Capital Interfund | | | 2,000,000.00 | | | (2,000,000.00) |
| | \$ 4,960,476.12 | \$ 1,155,000.00 | \$ 2,663,185.66 | \$ 1,660,584.94 | \$ 1,660,584.94 | \$ 3,452,290.46 |

Ref.

E

E-18

E-17

E

TOWNSHIP OF MONTCLAIR
SEWER UTILITY CAPITAL FUND

SCHEDULE OF DEFERRED RESERVE FOR AMORTIZATION
FOR THE YEAR ENDED DECEMBER 31, 2023

| <u>Ordinance Number</u> | <u>Improvement Description</u> | <u>Balance Dec. 31, 2022</u> | <u>Increase</u> | <u>Balance Dec. 31, 2023</u> |
|-----------------------------|-----------------------------------|----------------------------------|------------------------|----------------------------------|
| 19-31 | Various Sewer System Improvements | \$ 800,000.00 | | \$ 800,000.00 |
| 20-10 | Various Sewer System Improvements | 950,000.00 | | 950,000.00 |
| 21-21 | Various Sewer System Improvements | 2,035,000.00 | | 2,035,000.00 |
| 22-20 | Various Sewer System Improvements | 2,100,000.00 | | 2,100,000.00 |
| 23-27 | Various Sewer System Improvements | | \$ 1,150,000.00 | 1,150,000.00 |
| | | <u>\$ 5,885,000.00</u> | <u>\$ 1,150,000.00</u> | <u>\$ 7,035,000.00</u> |
| | <u>Ref.</u> | E | E-12 | E |

TOWNSHIP OF MONTCLAIR
SEWER UTILITY OPERATING FUND

SCHEDULE OF CONSUMER ACCOUNTS RECEIVABLE
FOR THE YEAR ENDED DECEMBER 31, 2023

| | <u>Ref.</u> | | |
|----------------------------|-------------|-----------------|-----------------------------|
| Balance, December 31, 2022 | E | | \$ 991,049.26 |
| Increased by: | | | |
| Sewer Charges Levied - Net | Reserve | | <u>8,088,302.50</u> |
| | | | 9,079,351.76 |
| Decreased by: | | | |
| Collections | E-6 | \$ 8,138,018.48 | |
| Overpayments Applied | E-14 | <u>5,104.17</u> | |
| | | | <u>8,143,122.65</u> |
| Balance, December 31, 2023 | E | | <u><u>\$ 936,229.11</u></u> |

TOWNSHIP OF MONTCLAIR
SEWER UTILITY CAPITAL FUND

SCHEDULE OF FIXED CAPITAL
FOR THE YEAR ENDED DECEMBER 31, 2023

| | <u>Ref.</u> | |
|--------------------------------|-------------|------------------------|
| Balance, December 31, 2022 | | |
| and Balance, December 31, 2023 | E | <u>\$ 7,201,097.09</u> |

TOWNSHIP OF MONTCLAIR
SEWER UTILITY CAPITAL FUND

SCHEDULE OF FIXED CAPITAL AUTHORIZED AND UNCOMPLETED
FOR THE YEAR ENDED DECEMBER 31, 2023

| <u>Ordinance</u> <u>Number</u> | <u>Description</u> | <u>Balance</u> <u>Dec. 31, 2022</u> | <u>2023</u> <u>Authorizations</u> | <u>Balance</u> <u>Dec. 31, 2023</u> |
|-----------------------------------|-----------------------------------|--|--------------------------------------|--|
| 19-31 | Various Sewer System Improvements | \$ 800,000.00 | | \$ 800,000.00 |
| 20-10 | Various Sewer System Improvements | 950,000.00 | | 950,000.00 |
| 21-21 | Various Sewer System Improvements | 2,035,000.00 | | 2,035,000.00 |
| 22-10 | Various Sewer System Improvements | 2,100,000.00 | | 2,100,000.00 |
| 23-27 | Various Sewer System Improvements | | \$ 1,150,000.00 | 1,150,000.00 |
| | | <u>\$ 5,885,000.00</u> | <u>\$ 1,150,000.00</u> | <u>\$ 7,035,000.00</u> |
| | <u>Ref.</u> | E | E-9 | E |

TOWNSHIP OF MONTCLAIR
SEWER UTILITY FUND

SCHEDULE OF 2022 APPROPRIATION RESERVES
FOR THE YEAR ENDED DECEMBER 31, 2023

| | Balance Dec. 31, 2022 | | Balance After Transfers | Paid or Charged | Balance Lapsed |
|----------------------|-----------------------|----------------------|-------------------------------|---------------------|----------------------|
| | Encumbered | Unencumbered | | | |
| <u>Operating:</u> | | | | | |
| Salary and Wages | | \$ 108,090.15 | \$ 108,090.15 | | \$ 108,090.15 |
| Other Expenses | \$ 27,819.35 | 230,648.85 | 258,468.20 | \$ 18,283.12 | 240,185.08 |
| Passaic Valley Sewer | | 153,084.83 | 153,084.83 | | 153,084.83 |
| Second River | | 2,331.28 | 2,331.28 | | 2,331.28 |
| Third River Sewer | | 7,500.00 | 7,500.00 | | 7,500.00 |
| | <u>\$ 27,819.35</u> | <u>\$ 501,655.11</u> | <u>\$ 529,474.46</u> | <u>\$ 18,283.12</u> | <u>\$ 511,191.34</u> |
| <u>Ref.</u> | E | E | | E-5 | E-1 |

TOWNSHIP OF MONTCLAIR
SEWER UTILITY OPERATING FUND

SCHEDULE OF SEWER OVERPAYMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

| | <u>Ref.</u> | |
|----------------------------|-------------|----------------------------|
| Balance, December 31, 2022 | E | \$ 24,102.07 |
| Increased by: | | |
| Collections | E-6 | <u>5,737.81</u> |
| | | \$ 29,839.88 |
| Decreased by: | | |
| Applied to Sewer Rents | E-10 | <u>5,104.17</u> |
| Balance, December 31, 2023 | E | <u><u>\$ 24,735.71</u></u> |

TOWNSHIP OF MONTCLAIR
SEWER UTILITY CAPITAL FUND

SCHEDULE OF ENVIRONMENTAL INFRASTRUCTURE LOAN PAYABLE
FOR THE YEAR ENDED DECEMBER 31, 2023

| | <u>Ref.</u> | |
|----------------------------|-------------|------------------------|
| Balance, December 31, 2022 | E | \$ 2,154,451.15 |
| Decreased by: | | |
| Loan Payments | E-19 | <u>109,768.13</u> |
| Balance, December 31, 2023 | E | <u>\$ 2,044,683.02</u> |

TOWNSHIP OF MONTCLAIR
SEWER UTILITY OPERATING FUND

SCHEDULE OF ACCRUED INTEREST ON LOANS
FOR THE YEAR ENDED DECEMBER 31, 2023

| | <u>Ref.</u> | |
|----------------------------|-------------|---------------------------|
| Balance, December 31, 2022 | E | \$ 8,028.13 |
| Increased by: | | |
| Budget Appropriation | E-4 | <u>17,723.93</u> |
| | | 25,752.06 |
| Decreased by: | | |
| Payments | E-5 | <u>18,244.77</u> |
| Balance, December 31, 2023 | E | <u><u>\$ 7,507.29</u></u> |

TOWNSHIP OF MONTCLAIR
SEWER UTILITY CAPITAL FUND

SCHEDULE OF SEWER IMPROVEMENT AUTHORIZATIONS
FOR THE YEAR ENDED DECEMBER 31, 2023

| Improvement Description | Ordinance Date | Amount | Balance Dec. 31, 2022 Funded | Transfer Prior Year Encumbrances | 2023 Authorizations | Paid | Encumbrances Payable | Balance Dec. 31, 2023 Funded |
|-----------------------------------|-------------------|---------------|------------------------------------|--|------------------------|---------------|-------------------------|------------------------------------|
| | | | | | | | | |
| Various Sewer System Improvements | 19-31 | \$ 800,000.00 | \$ 10,417.13 | \$ 2,034.50 | \$ 3,933.22 | \$ 8,518.41 | | |
| Various Sewer System Improvements | 20-10 | 950,000.00 | 25,000.00 | 437,726.82 | 348,224.64 | 89,200.54 | 25,301.64 | |
| Various Sewer System Improvements | 21-21 | 2,035,000.00 | 1,066,261.24 | 936,698.76 | 311,027.80 | 776,674.60 | 915,257.60 | |
| Various Sewer System Improvements | 22-20 | 2,100,000.00 | 2,100,000.00 | | | | | 2,100,000.00 |
| Various Sewer System Improvements | 23-27 | 1,150,000.00 | | | \$ 1,150,000.00 | | | 1,150,000.00 |
| | | | \$ 3,201,678.37 | \$ 1,376,460.08 | \$ 663,185.66 | \$ 865,875.14 | \$ 4,199,077.65 | |
| | | | E | E | E-5 | E | E | E |
| | | | | | E-18 | | | |
| | | | | | | | | |

Ref.

"E-18"

TOWNSHIP OF MONTCLAIR
SEWER UTILITY CAPITAL FUND

SCHEDULE OF CAPITAL IMPROVEMENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2023

| | <u>Ref.</u> | |
|--------------------------------------|-------------|-----------------------------|
| Balance, December 31, 2022 | E | \$ 195,500.00 |
| Increased by: | | |
| Cash Receipt | E-5 | <u>1,155,000.00</u> |
| | | 1,350,500.00 |
| Decreased by: | | |
| Applied to Improvement Authorization | E-17 | <u>1,150,000.00</u> |
| Balance, December 31, 2023 | E | <u><u>\$ 200,500.00</u></u> |

"E-19"

SCHEDULE OF RESERVE FOR AMORTIZATION
FOR THE YEAR ENDED DECEMBER 31, 2023

| | | |
|----------------------------|------|-------------------------------|
| Balance, December 31, 2022 | E | \$ 5,046,645.94 |
| Increased by: | | |
| Budget Appropriation | | |
| Payment of Loans | E-15 | <u>109,768.13</u> |
| Balance, December 31, 2023 | E | <u><u>\$ 5,156,414.07</u></u> |

TOWNSHIP OF MONTCLAIR
SEWER UTILITY CAPITAL FUND

SCHEDULE OF INTERFUNDS RECEIVABLE
FOR THE YEAR ENDED DECEMBER 31, 2023

| | <u>Ref.</u> | |
|----------------------------|-------------|-------------------------------|
| Increased by: | | |
| Cash Disbursements | E-5 | <u>\$ 2,000,000.00</u> |
| Balance, December 31, 2023 | E | <u><u>\$ 2,000,000.00</u></u> |

TOWNSHIP OF MONTCLAIR
PARKING UTILITY

SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS AND RECONCILIATION
FOR THE YEAR ENDED DECEMBER 31, 2023

| | Ref. | Operating Fund | Capital Fund |
|-----------------------------|------|---------------------|-------------------|
| Balance, December 31, 2022 | F | \$ 2,868,660.38 | \$ 1,582,752.47 |
| Increased by Receipts: | | | |
| Meter Fees | F-3 | \$ 1,605,798.30 | |
| Miscellaneous Revenue | F-3 | 205,647.12 | |
| Permit Fees | F-3 | 1,419,355.90 | |
| Transient Fees | F-3 | 1,654,623.31 | |
| PTAS Revenue | F-3 | 181,989.39 | |
| Budget Appropriation | F-13 | | \$ 150,000.00 |
| | | <u>5,067,414.02</u> | <u>150,000.00</u> |
| | | 7,936,074.40 | 1,732,752.47 |
| Decreased by Disbursements: | | | |
| Budget Appropriations | F-4 | 2,968,399.21 | |
| Appropriation Reserves | F-10 | 228,501.52 | |
| Accrued Interest on Bonds | F-11 | 474,374.96 | |
| Improvement Authorizations | F-15 | | 149,688.79 |
| | | <u>3,671,275.69</u> | |
| Balance, December 31, 2023 | F | \$ 4,264,798.71 | \$ 1,583,063.68 |

TOWNSHIP OF MONTCLAIR
PARKING UTILITY CAPITAL FUND

SCHEDULE OF ANALYSIS OF CASH
FOR THE YEAR ENDED DECEMBER 31, 2023

| | <u>Balance</u> <u>Dec. 31, 2023</u> | <u>Balance</u> <u>Dec. 31, 2022</u> |
|-----------------------------------|--|--|
| Improvement Authorizations | | |
| 16-23 | \$ 1,446.00 | \$ 1,446.00 |
| 17-33 | 25,220.03 | 25,220.03 |
| 19-15 | 19,941.74 | 19,941.74 |
| 19-25 | 75,755.00 | 221,567.87 |
| 20-09 | 56,165.31 | 392,969.34 |
| 22-18 | 752,119.27 | 642,392.28 |
| 23-28 | 150,000.00 | |
| <u>Other Accounts</u> | | |
| Capital Improvement Fund | 9,000.00 | 9,000.00 |
| Fund Balance | 50,000.00 | 50,000.00 |
| Encumbrances Payable | 418,416.33 | 195,215.21 |
| Reserve for Crescent Parking Deck | 25,000.00 | 25,000.00 |
| | <u>\$ 1,583,063.68</u> | <u>\$ 1,582,752.47</u> |
| <u>Ref.</u> | F | F |

"F-8"

TOWNSHIP OF MONTCLAIR
PARKING UTILITY CAPITAL FUND

SCHEDULE OF FIXED CAPITAL
FOR THE YEAR ENDED DECEMBER 31, 2023

| | <u>Balance</u> <u>Dec. 31, 2022</u> | <u>Balance</u> <u>Dec. 31, 2023</u> |
|---------------------------------------|--|--|
| Construction of Various Parking Decks | <u>\$ 16,720,856.80</u> | <u>\$ 16,720,856.80</u> |
| <u>Ref.</u> | F | F |

"F-9"

SCHEDULE OF FIXED CAPITAL AUTHORIZED AND UNCOMPLETED
FOR THE YEAR ENDED DECEMBER 31, 2023

| | | |
|----------------------------|------|------------------------|
| Balance, December 31, 2022 | F | \$ 2,441,000.00 |
| Increased by: | | |
| Improvement Authorization | F-15 | <u>150,000.00</u> |
| Balance, December 31, 2023 | F | <u>\$ 2,591,000.00</u> |

| <u>Improvement Description</u> | <u>Ordinance Number</u> | |
|--------------------------------|-------------------------|------------------------|
| Various Parking Improvements | 16-23 | \$ 185,000.00 |
| Various Parking Improvements | 17-33 | 350,000.00 |
| Various Parking Improvements | 19-15 | 146,000.00 |
| Various Parking Improvements | 19-25 | 300,000.00 |
| Various Parking Improvements | 20-09 | 700,000.00 |
| Various Parking Improvements | 22-18 | 760,000.00 |
| Various Parking Improvements | 23-28 | 150,000.00 |
| | | <u>\$ 2,591,000.00</u> |

"F-10"

TOWNSHIP OF MONTCLAIR
PARKING UTILITY OPERATING FUND

SCHEDULE OF 2022 APPROPRIATION RESERVES
FOR THE YEAR ENDED DECEMBER 31, 2023

| | Balance Dec. 31, 2022 | Balance After Transfers | Paid or Charged | Balance Lapsed |
|--------------------|--------------------------|-------------------------------|----------------------|----------------------|
| | Committed | Reserved | | |
| <u>Operating</u> | | | | |
| Salaries and Wages | \$ 155,954.19 | \$ 155,954.19 | | \$ 155,954.19 |
| Other Expenses | \$ 333,916.21 | 311,811.80 | \$ 243,501.52 | 402,226.49 |
| | <u>\$ 333,916.21</u> | <u>\$ 467,765.99</u> | <u>\$ 243,501.52</u> | <u>\$ 558,180.68</u> |

Ref. F F Below F-1

| | | |
|---------------------------------|----------------------|-------|
| Cash Disbursed | \$ 228,501.52 | |
| Transferred to Accounts Payable | 15,000.00 | |
| | <u>\$ 243,501.52</u> | Above |

| | |
|--------------------------------------|---------------------|
| <u>Accounts Payable</u> | |
| Balance, December 31, 2022 | \$ 10,500.00 |
| Transfer from Appropriation Reserves | 15,000.00 |
| Balance, December 31, 2023 | <u>\$ 25,500.00</u> |

TOWNSHIP OF MONTCLAIR
PARKING UTILITY OPERATING FUND

SCHEDULE OF ACCRUED INTEREST ON BONDS
FOR THE YEAR ENDED DECEMBER 31, 2023

| | <u>Ref.</u> | |
|----------------------------|-------------|-----------------------------|
| Balance, December 31, 2022 | F | \$ 243,572.63 |
| Increased by: | | |
| Budget Appropriation | F-4 | <u>461,604.66</u> |
| | | 705,177.29 |
| Decreased by: | | |
| Payments | F-5 | <u>474,374.96</u> |
| Balance, December 31, 2023 | F | <u><u>\$ 230,802.33</u></u> |

"F-12"

TOWNSHIP OF MONTCLAIR
PARKING UTILITY CAPITAL FUND

SCHEDULE OF RESERVE FOR AMORTIZATION
FOR THE YEAR ENDED DECEMBER 31, 2023

| | <u>Ref.</u> | |
|--|-------------|------------------------|
| Balance, December 31, 2022 | F | \$ 5,740,856.80 |
| Increased by: | | |
| Serial Bonds Paid by Operating Budget: | | |
| Current Year | F-7 | <u>530,000.00</u> |
| Balance, December 31, 2023 | F | <u>\$ 6,270,856.80</u> |

"F-13"

SCHEDULE OF CAPITAL IMPROVEMENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2023

| | | |
|---------------------------------------|------|--------------------|
| Balance, December 31, 2022 | F | \$ 9,000.00 |
| Increased by: | | |
| Cash Receipt | F-5 | <u>150,000.00</u> |
| | | \$ 159,000.00 |
| Decreased by: | | |
| Improvement Authorizations authorized | F-14 | <u>150,000.00</u> |
| Balance, December 31, 2023 | F | <u>\$ 9,000.00</u> |

"F-14"

SCHEDULE OF DEFERRED RESERVE FOR AMORTIZATION
FOR THE YEAR ENDED DECEMBER 31, 2023

| | | |
|----------------------------|------|------------------------|
| Balance, December 31, 2022 | F | \$ 2,441,000.00 |
| Increased by: | | |
| Capital Improvement Fund | F-13 | <u>150,000.00</u> |
| Balance, December 31, 2023 | F | <u>\$ 2,591,000.00</u> |

TOWNSHIP OF MONTCLAIR
 PARKING UTILITY CAPITAL FUND

SCHEDULE OF IMPROVEMENT AUTHORIZATIONS
 FOR THE YEAR ENDED DECEMBER 31, 2023

| Improvement Description | Ordinance Number | Date | Amount | Balance | | Transfer Prior Year Encumbrances | 2023 Authorizations | Paid | Encumbrances Payable | Balance | |
|------------------------------|---------------------|----------|---------------|-------------------------|----|--|------------------------|---------------|-------------------------|-------------------------|--------------|
| | | | | Dec. 31, 2022 Funded | | | | | | Dec. 31, 2023 Funded | |
| Various Parking Improvements | 16-23 | 6-15-16 | \$ 185,000.00 | \$ 1,446.00 | \$ | | | | | \$ | 1,446.00 |
| Various Parking Improvements | 17-33 | 9-19-17 | 350,000.00 | 25,220.03 | | | | | | | 25,220.03 |
| Various Parking Improvements | 19-15 | 4-23-19 | 146,000.00 | 19,941.74 | | | | | | | 19,941.74 |
| Various Parking Improvements | 19-25 | 7-23-19 | 300,000.00 | 221,567.87 | | | \$ 49,991.18 | \$ 95,821.69 | | | 75,755.00 |
| Various Parking Improvements | 20-09 | 6-09-20 | 700,000.00 | 392,969.34 | | | 95,416.03 | 241,388.00 | | | 56,165.31 |
| Various Parking Improvements | 22-18 | 7-26-22 | 760,000.00 | 642,392.28 | | \$ 195,215.21 | 4,281.58 | 81,206.64 | | | 752,119.27 |
| Various Parking Improvements | 23-28 | 10-27-23 | 150,000.00 | | | \$ 150,000.00 | | | | | 150,000.00 |
| | | | | \$ 1,303,537.26 | | \$ 195,215.21 | \$ 149,688.79 | \$ 418,416.33 | | \$ | 1,080,647.35 |

Ref.

F

F

F-9

F-5

F

F

TOWNSHIP OF MONTCLAIR
PARKING UTILITY CAPITAL FUND

SCHEDULE OF RESERVE FOR CRESCENT PARKING DECK
FOR THE YEAR ENDED DECEMBER 31, 2023

Ref.

Balance, December 31, 2022
and Balance, December 31, 2023

F

\$ 25,000.00

TOWNSHIP OF MONTCLAIR

PART II

SINGLE AUDIT SECTION

REPORTS 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

REPORTS ON COMPLIANCE WITH REQUIREMENTS
APPLICABLE TO EACH MAJOR FEDERAL FINANCIAL
ASSISTANCE PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE
IN ACCORDANCE WITH THE UNIFORM GUIDANCE

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

NOTES TO THE SCHEDULE OF EXPENDITURES
OF FEDERAL AWARDS

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS



SUPLEE, CLOONEY & COMPANY LLC

CERTIFIED PUBLIC ACCOUNTANTS

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

The Honorable Mayor and Members
of the Township Council
Township of Montclair
County of Essex
Montclair, New Jersey 07042

We have audited, in accordance with the auditing standards generally accepted in the United States of America, the audit requirements prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States, the regulatory financial statements of the various individual funds and the account group of the Township of Montclair, as of and for the year ended December 31, 2023, and the related notes to the financial statements, which collectively comprise the Township's regulatory financial statements, and have issued our report thereon dated August 14, 2024. Our report disclosed that, as described in Note 1 to the financial statements, the Township of Montclair prepares its financial statements on a basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, that demonstrates compliance with a modified accrual basis and the budget laws of the State of New Jersey, which is a comprehensive basis of accounting other than U.S. generally accepted accounting principles.

Internal Control Over Financial Reporting

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

SUPLEE, CLOONEY & COMPANY LLC

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 Township of Montclair's financial statements will not be prevented, or detected and corrected on a timely basis. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Township's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards. However, we noted immaterial matters of noncompliance which are discussed in Part II, General Comments and Recommendations Section of the report.

Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Township of Montclair's internal control or on compliance. This report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the Township of Montclair's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



CERTIFIED PUBLIC ACCOUNTANTS



REGISTERED MUNICIPAL ACCOUNTANT NO. 439

August 14, 2024



SUPLEE, CLOONEY & COMPANY LLC

CERTIFIED PUBLIC ACCOUNTANTS

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**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE
WITH REQUIREMENTS APPLICABLE TO EACH MAJOR FEDERAL
FINANCIAL ASSISTANCE PROGRAM AND ON
INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE
WITH THE UNIFORM GUIDANCE**

The Honorable Mayor and Members
of the Township Council
Township of Montclair
County of Essex
Montclair, New Jersey 07042

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the Township of Montclair, County of Essex, State of New Jersey (the "Township") compliance with the types of compliance requirements identified as subject to audit in the Federal *OMB Compliance Supplement* that could have a direct and material effect on each of the Township's major federal programs for the year ended December 31, 2023. The Township's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the Township complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2023.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance)*. Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

SUPLEE, CLOONEY & COMPANY LLC

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

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the Township's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, Government Auditing Standards and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the Township's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, Government Auditing Standards and the Uniform Guidance we:

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

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

SUPLEE, CLOONEY & COMPANY LLC

Report on Internal Control over Compliance

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

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.



CERTIFIED PUBLIC ACCOUNTANTS



REGISTERED MUNICIPAL ACCOUNTANT NO. 439

August 14, 2024

TOWNSHIP OF MONTCLAIR

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED DECEMBER 31, 2023

| FEDERAL AL NUMBER | GRANTOR'S NUMBER | GRANT AMOUNT | GRANT PERIOD | | 2023 RECEIPTS | 2023 EXPENDITURES | 2023 SUBRECIPIENT | CUMULATIVE EXPENDITURES DECEMBER 31, 2023 | |
|--|---------------------|-----------------|--------------|----------|------------------|------------------------|------------------------|--|------------------------|
| | | | FROM | TO | | | | | |
| 14.871 | N/A | \$ 2,381,816.19 | 01/01/23 | 12/31/23 | \$ 2,381,816.19 | \$ 2,364,685.17 | \$ 2,364,685.17 | 2,364,685.17 | |
| Housing Voucher Cluster - Section 8 Housing Choice Voucher Program | | | | | | | | | |
| 14.218 | N/A | 196,580.00 | 2019 | | 103,244.62 | 60.00 | | 156,065.70 | |
| 14.218 | N/A | 140,946.00 | 2020 | | 103,538.40 | | | 103,244.62 | |
| 14.218 | N/A | 70,000.00 | 2020 | | | 69,642.45 | | 69,642.45 | |
| 14.218 | N/A | 133,000.00 | 2021 | | 69,652.45 | 103,538.40 | | 103,538.40 | |
| 14.218 | N/A | 100,000.00 | 2021 | | 63,271.50 | 97,550.00 | | 97,550.00 | |
| 14.218 | N/A | 100,000.00 | 2022 | | | | | | |
| 14.218 | N/A | 94,100.00 | 2023 | | 94,100.00 | 92,350.00 | 92,350.00 | 92,350.00 | |
| Pass Through State of New Jersey | | | | | | | | | |
| 21.027 | 022-8030-100-087 | 2,018,219.07 | 03/03/21 | 12/31/24 | 23,631.30 | 2,018,219.07 | | 2,018,219.07 | |
| 21.070 | 022-8030-100-689 | 24,000.00 | 01/01/23 | 12/31/23 | 23,631.30 | 2,041,850.37 | | 2,041,850.37 | |
| U.S. Department of Treasury: Passed through the NJ Department of Community Affairs American Rescue Plan (ARP) American Rescue Plan (ARP) - Fire Fighters Grant | | | | | | | | | |
| 16.607 | N/A | 7,942.20 | 01/01/23 | 12/31/23 | 7,942.20 | 7,942.20 | | 7,942.20 | |
| 20.600 | 066-1160-100-036 | 18,000.00 | 01/01/23 | 12/31/23 | 17,985.00 | 17,985.00 | | 17,985.00 | |
| 20.600 | 066-1160-100-119 | 10,500.00 | 01/01/23 | 12/31/23 | 2,450.00 | 2,450.00 | | 2,450.00 | |
| 20.616 | 066-1160-100-163 | 30,000.00 | 01/01/23 | 12/31/23 | 30,000.00 | 30,000.00 | | 30,000.00 | |
| 20.616 | 066-1160-100-158 | 12,250.00 | 01/01/24 | 12/31/24 | 12,250.00 | | | | |
| 97.036 | 066-1200-100-C84 | 370,739.10 | 01/01/23 | 12/31/23 | 370,739.10 | 370,739.10 | | 370,739.10 | |
| NJ Department of Law and Public Safety Bulletproof Vest Program Bicycle & School Bus Safety Grant 1st Half Click It or Ticket 2022 Pedestrian Safety Grant Distracted Driving FEMA - Hurricane IDA | | | | | | | | | |
| 93.323 | 046-4230-100-556 | 139,806.00 | 01/01/23 | 12/31/23 | 139,806.00 | 139,806.00 | | 139,806.00 | |
| 93.354 | 046-4230-100-562 | 130,516.00 | 01/01/23 | 12/31/23 | 130,516.00 | 130,516.00 | | 130,516.00 | |
| NJ Department of Health COVID 19 ELC Enhanced Detection Expansion COVID Public Health Workforce | | | | | | | | | |
| | | | | | TOTAL | \$ 5,469,114.69 | \$ 5,469,114.69 | \$ 92,350.00 | \$ 5,728,365.01 |

The accompanying notes to schedules of financial assistance are an integral part of this schedule.

TOWNSHIP OF MONTCLAIR
 SUPPLEMENTARY INFORMATION
 FINANCIAL DATA SCHEDULE - SECTION 8 HOUSING CHOICE VOUCHER PROGRAM
 FOR THE YEAR ENDED DECEMBER 31, 2023

| Line Item No. | Description | Total Programs | 14.871 Housing Choice Vouchers |
|-------------------------|---|---------------------|-----------------------------------|
| Balance Sheet | | | |
| 111 | Cash-Unrestricted | \$ 176,218 | \$ 176,218 |
| 113 | Cash-Other Restricted | \$ 5,350 | \$ 5,350 |
| 100 | Total Cash | \$ 181,568 | \$ 181,568 |
| 121 | Accounts Receivable - PHA Projects | \$ - | |
| 124 | Accounts Receivable - Other Government | \$ 9,383 | \$ 9,383 |
| 125 | Accounts Receivable - Miscellaneous | \$ 1,614 | \$ 1,614 |
| 120 | Total receivables, Net of Allowance for Doubtful Accounts | \$ 10,997 | \$ 10,997 |
| 150 | Total Current Assets | \$ 192,565 | \$ 192,565 |
| 164 | Furniture, Equipment & Machinery - Administration | \$ 30,718 | \$ 30,718 |
| 166 | Accumulated Depreciation | \$ (30,718) | \$ (30,718) |
| 160 | Total Capital Assets, Net of Accumulated Depreciation | \$ - | |
| 290 | Total Assets and Deferred Outflow of Resources | \$ 192,565 | \$ 192,565 |
| 312 | Accounts Payable <= 90 days | \$9,041 | \$9,041 |
| 333 | Accounts Payable - Other Government | \$142,190 | \$142,190 |
| 310 | Total Current Liabilities | \$151,231 | \$151,231 |
| 300 | Total Liabilities | \$151,231 | \$151,231 |
| 511.4 | Restricted Net Position | \$ 5,350 | \$ 5,350 |
| 512.4 | Unrestricted Net Position | \$ 35,984 | \$ 35,984 |
| 513 | Total Equity-Net Assets/Position | \$ 41,334 | \$ 41,334 |
| 600 | Total Liabilities, Deferred Inflows of Resources and Equity- Net Assets/Position | \$ 192,565 | \$ 192,565 |
| Income Statement | | | |
| 70600 | HUD PHA Operating Grants | \$ 2,275,762 | \$ 2,275,762 |
| 71100 | Investment Income-Unrestricted | \$ 3,848 | \$ 3,848 |
| 71400 | Fraud Recovery | \$ 33,226 | \$ 33,226 |
| 71500 | Other Revenue | \$ 82,259 | \$ 82,259 |
| 70000 | Total Revenue | \$ 2,395,095 | \$ 2,395,095 |
| 91100 | Administrative Salaries | \$ 191,674 | \$ 191,674 |
| 91500 | Employee Benefit contributions - Administrative | \$ 75,906 | \$ 75,906 |
| 91600 | Office Expenses | \$ 8,528 | \$ 8,528 |
| 91900 | Other | \$ - | \$ 10,609 |
| 91000 | Total Operating-Administrative | \$ 286,717 | \$ 286,717 |
| 96200 | Other General Expenses | \$ 4,590 | \$ 4,590 |
| 96000 | Total Other General Expenses | \$ 4,590 | \$ 4,590 |
| 96900 | Total Operating Expenses | \$ 291,307 | \$ 291,307 |
| 97000 | Excess of Operating Revenue Over Operating Expenses | \$ 2,103,788 | \$ 2,103,788 |

TOWNSHIP OF MONTCLAIR
 SUPPLEMENTARY INFORMATION
 FINANCIAL DATA SCHEDULE - SECTION 8 HOUSING CHOICE VOUCHER PROGRAM
 FOR THE YEAR ENDED DECEMBER 31, 2023

| Line Item No. | Description | Total Programs | Housing Choice Vouchers |
|---------------|--|---------------------|-------------------------|
| | | | 14,871 |
| 97300 | Housing Assistance Payments | \$ 2,053,139 | \$ 2,053,139 |
| 97350 | HAP Portability-In | \$ 69,441 | \$ 69,441 |
| 90000 | Total Expenses | \$ 2,413,887 | \$ 2,413,887 |
| 10000 | Excess (Deficiency) of Revenue Over (Under) Expenses | \$ (18,792) | \$ (18,792) |
| 11030 | Beginning Equity | \$ 60,126 | \$ 60,126 |
| 11040 | Prior period adjustments, equity transfers, and correction of errors | \$ - | |
| 11170 | Administrative Fee Equity | \$ 35,984 | \$ 35,984 |
| 11180 | Housing Assistance Payments Equity | \$ 5,350 | \$ 5,350 |
| 11190 | Unit Months Available | \$ 3,900 | 3900 |
| 11210 | Unit Months Leased | \$ 2,100 | 2100 |

TOWNSHIP OF MONTCLAIR

NOTES TO THE SCHEDULE OF EXPENDITURES OF
FEDERAL AWARDS

YEAR ENDED DECEMBER 31, 2023

NOTE 1. GENERAL

The accompanying schedule of expenditures of federal awards present the activity of all federal financial programs of the Township of Montclair, County of Essex, New Jersey. All federal financial assistance received directly from federal, as well as federal assistance passed through other governmental agencies is included on the Schedule of Expenditures of Federal Awards.

NOTE 2. BASIS OF ACCOUNTING

The accompanying schedules of expenditures of federal awards is presented on the prescribed basis of accounting, modified accrual basis with certain exceptions, prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, that demonstrates compliance with the budget laws of New Jersey, which is a comprehensive basis of accounting, other than U.S. generally accepted accounting principles. The basis of accounting, with exception, is described in Note 1 to the Township's financial statements - regulatory basis. The Township has elected not to use the 10 percent de minimus indirect cost rate as allowed under the Uniform Guidance.

NOTE 3. RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

Amounts reported in the accompanying schedule of agree with the amounts reported in the related federal financial report.

NOTE 4. RELATIONSHIP TO FINANCIAL STATEMENTS - REGULATORY BASIS

Amounts reported in the accompanying schedule agree with amounts reported in the Township's regulatory basis financial statements. All these amounts are reported in either the Current Fund, the Grant Fund or the Trust Fund.

Receipts:

| | | |
|---|----|----------------------------|
| Current Fund | \$ | 370,739.10 |
| Grant Fund | | 364,580.50 |
| CDBG Trust | | 433,806.97 |
| Section 8 Housing Choice Voucher Program | | <u>2,381,816.19</u> |
| | \$ | <u><u>3,550,942.76</u></u> |

Expenditures

| | | |
|---|----|----------------------------|
| Current Fund | \$ | 2,388,958.17 |
| Grant Fund | | 352,330.50 |
| CDBG Trust | | 363,140.85 |
| Section 8 Housing Choice Voucher Program | | <u>2,364,685.17</u> |
| | \$ | <u><u>5,469,114.69</u></u> |

NOTE 5. OTHER

Matching contributions expended by the Township in accordance with terms of the various grants are not reported in the accompanying schedules.

TOWNSHIP OF MONTCLAIR
ESSEX COUNTY, NEW JERSEY

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2023

Section I - Summary of Auditor's Results

Financial Statements

- | | |
|--|---------------|
| (1) Type of Auditor Report Issued: | Unmodified |
| (2) Internal Control Over Financial Reporting: | |
| (a) Material weaknesses identified? | No |
| (b) Significant deficiencies that are not considered to be material weaknesses? | None Reported |
| (3) Noncompliance material to the financial statements to be noted during the audit? | No |

Federal Programs(s)

- | | |
|---|---------------|
| (1) Internal Control Over Major Federal Programs: | |
| (a) Material weaknesses identified during the audit? | No |
| (b) Significant deficiencies identified that are not considered to be material weaknesses? | None Reported |
| (2) Type of Auditor's Report issued on compliance for major federal program(s)? | Unmodified |
| (3) Any audit findings disclosed that are required to be reported in accordance with the Uniform Guidance and listed in Section III of this schedule? | No |

- | | |
|---|---------------------------|
| (4) Identification of Major Federal Program(s): | |
| <u>Program</u> | <u>Assistance Listing</u> |
| American Rescue Plan | 21.027 |
| Housing Voucher Cluster – Section 8 | |
| Housing Choice Voucher Program | 14.871 |

- | | |
|---|----|
| (5) Program Threshold Determination: | |
| Type A Federal Program Threshold > \$750,000.00 | |
| Type B Federal Program Threshold <= \$750,000.00 | |
| (6) Auditee qualified as a low-risk auditee under the Uniform Guidance? | No |

TOWNSHIP OF MONTCLAIR
ESSEX COUNTY, NEW JERSEY

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2023

Section I - Summary of Auditor's Results (Continued)

State Programs(s) – Not Applicable

Section II - Financial Statement Audit - Reported Findings Under Government Auditing Standards

Internal Control Findings

None Reported.

Compliance Findings

None Reported

Section III - Findings and Questioned Costs Relative to Major Federal and State Programs

Federal Programs - None Reported

State Programs – Not Applicable

Status of Prior Year Audit Findings - Not Applicable

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PART III

TOWNSHIP OF MONTCLAIR

STATISTICAL DATA

LIST OF OFFICIALS

COMMENTS AND RECOMMENDATIONS

YEAR ENDED DECEMBER 31, 2023

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

| | YEAR 2023 | | YEAR 2022 | |
|--|------------------|----------|------------------|----------|
| | <u>AMOUNT</u> | <u>%</u> | <u>AMOUNT</u> | <u>%</u> |
| <u>Revenue and Other Income Realized</u> | | | | |
| Fund Balance Utilized | \$ 7,550,000.00 | 2.71% | \$ 6,700,000.00 | 2.48% |
| Miscellaneous - From Other Than Local Property Tax Levies | 27,987,629.89 | 10.05% | 27,334,647.22 | 10.12% |
| Collection of Delinquent Taxes and Tax Title Liens | 2,128,461.95 | 0.76% | 2,301,769.21 | 0.85% |
| Collection of Current Tax Levy | 240,824,163.18 | 86.48% | 233,783,165.49 | 86.55% |
| Total Income | 278,490,255.02 | 100.00% | 270,119,581.92 | 100.00% |
| <u>Expenditures</u> | | | | |
| Budget Appropriations: | | | | |
| Municipal Purposes | 98,324,217.09 | 36.22% | 92,236,703.99 | 35.65% |
| County Taxes | 42,525,698.84 | 15.67% | 39,941,376.89 | 15.44% |
| Local School District Tax | 129,208,540.00 | 47.60% | 125,498,569.00 | 48.50% |
| Special Improvement District Tax | 1,018,290.00 | 0.38% | 953,614.03 | 0.37% |
| Other Expenditures | 364,718.18 | 0.13% | 114,653.96 | 0.04% |
| Total Expenditures | 271,441,464.11 | 100.00% | 258,744,917.87 | 100.00% |
| Excess Revenue | 7,048,790.91 | | 11,374,664.05 | |
| <u>Fund Balance</u> | | | | |
| Balance, Beginning of Year | 18,726,503.24 | | 14,051,839.19 | |
| | 25,775,294.15 | | 25,426,503.24 | |
| Decreased by: | | | | |
| Utilized as Anticipated Revenue | 7,550,000.00 | | 6,700,000.00 | |
| Balance, End of Year | \$ 18,225,294.15 | | \$ 18,726,503.24 | |

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

| | YEAR 2023 | | YEAR 2022 | |
|--|------------------------|----------------|------------------------|----------------|
| | <u>AMOUNT</u> | <u>%</u> | <u>AMOUNT</u> | <u>%</u> |
| <u>Revenue and Other Income</u> | | | | |
| Fund Balance Utilized | \$ 1,873,182.39 | 15.75% | \$ 1,592,153.50 | 13.51% |
| Rents | 8,749,635.61 | 73.58% | 9,160,755.99 | 77.75% |
| Miscellaneous | 708,503.27 | 5.96% | 269,215.22 | 2.29% |
| Miscellaneous - From Other Than Water Receipts | 559,841.70 | 4.71% | 759,536.11 | 6.45% |
| | <u>11,891,162.97</u> | <u>100.00%</u> | <u>11,781,660.82</u> | <u>100.00%</u> |
| <u>Expenditures</u> | | | | |
| Budgets Expenditures: | | | | |
| Operating | 7,469,417.65 | 71.27% | 5,634,153.50 | 58.56% |
| Capital Improvements | 1,711,363.75 | 16.33% | 2,600,000.00 | 27.02% |
| Debt Service | 945,849.91 | 9.03% | 1,062,370.22 | 11.04% |
| Statutory Expenditures | 353,400.99 | 3.37% | 325,000.00 | 3.38% |
| | <u>10,480,032.30</u> | <u>100.00%</u> | <u>9,621,523.72</u> | <u>100.00%</u> |
| Excess in Revenue | 1,411,130.67 | | 2,160,137.10 | |
| <u>Fund Balance</u> | | | | |
| Balance, Beginning of Year | <u>2,470,293.38</u> | | <u>1,902,309.78</u> | |
| | 3,881,424.05 | | 4,062,446.88 | |
| Decreased by: | | | | |
| Utilized as Anticipated Revenue: | | | | |
| Water Operating Fund Budget | <u>1,873,182.39</u> | | <u>1,592,153.50</u> | |
| Balance, End of Year | <u>\$ 2,008,241.66</u> | | <u>\$ 2,470,293.38</u> | |

COMPARATIVE STATEMENTS OF OPERATIONS AND CHANGES
IN FUND BALANCE - SEWER UTILITY OPERATING FUND

| | YEAR 2023 | | YEAR 2022 | |
|--|------------------------|----------------|------------------------|----------------|
| | AMOUNT | % | AMOUNT | % |
| <u>Revenues and Other Income Realized</u> | | | | |
| Fund Balance Utilized | \$ 600,000.00 | 6.16% | \$ 1,000,000.00 | 10.70% |
| Sewer Charges | 8,143,122.65 | 83.65% | 7,807,088.57 | 83.53% |
| Miscellaneous | 481,149.11 | 4.94% | 247,446.71 | 2.65% |
| Miscellaneous - From Other Than Sewer Receipts | 511,191.34 | 5.25% | 291,650.53 | 3.12% |
| | <u>9,735,463.10</u> | <u>100.00%</u> | <u>9,346,185.81</u> | <u>100.00%</u> |
| <u>Expenditures</u> | | | | |
| Budget Expenditures: | | | | |
| Operating | 7,087,172.03 | 82.45% | 6,574,672.97 | 73.02% |
| Debt Service | 127,492.06 | 1.48% | 123,991.44 | 1.38% |
| Statutory Expenditures | 225,827.97 | 2.63% | 205,327.03 | 2.28% |
| Capital Expenditures | 1,155,000.00 | 13.44% | 2,100,000.00 | 23.32% |
| | <u>8,595,492.06</u> | <u>100.00%</u> | <u>9,003,991.44</u> | <u>100.00%</u> |
| Excess in Revenue | 1,139,971.04 | | 342,194.37 | |
| <u>Fund Balance</u> | | | | |
| Balance, Beginning of Year | <u>1,779,368.30</u> | | <u>2,437,173.93</u> | |
| | <u>2,919,339.34</u> | | <u>2,779,368.30</u> | |
| Decreased by: | | | | |
| Utilized as Anticipated Revenue: | | | | |
| Sewer Operating Fund Budget | <u>600,000.00</u> | | <u>1,000,000.00</u> | |
| Balance, End of Year | <u>\$ 2,319,339.34</u> | | <u>\$ 1,779,368.30</u> | |

COMPARATIVE STATEMENTS OF OPERATIONS AND CHANGES
IN FUND BALANCE - PARKING UTILITY OPERATING FUND

| | YEAR 2023 | | YEAR 2022 | |
|--|------------------------|----------------|------------------------|----------------|
| | AMOUNT | % | AMOUNT | % |
| <u>Revenues and Other Income Realized</u> | | | | |
| Fund Balance Utilized | \$ 943,908.02 | 14.37% | \$ 802,660.54 | 12.57% |
| Collection of Fees | 5,067,414.02 | 77.13% | 5,199,070.99 | 81.40% |
| Miscellaneous - From Other Than Parking Receipts | 558,180.68 | 8.50% | 385,520.54 | 6.03% |
| | <u>6,569,502.72</u> | <u>100.00%</u> | <u>6,387,252.07</u> | <u>100.00%</u> |
| <u>Expenditures</u> | | | | |
| Budget Appropriations: | | | | |
| Operating | 3,591,164.55 | 71.82% | 3,100,462.83 | 60.76% |
| Capital Improvements | 150,000.00 | 3.00% | 760,000.00 | 14.89% |
| Debt Service | 991,604.66 | 19.83% | 1,002,145.26 | 19.64% |
| Statutory Expenditures | 267,743.47 | 5.35% | 240,416.78 | 4.71% |
| | <u>5,000,512.68</u> | <u>100.00%</u> | <u>5,103,024.87</u> | <u>100.00%</u> |
| Excess in Revenue | 1,568,990.04 | | 1,284,227.20 | |
| <u>Fund Balance</u> | | | | |
| Balance, Beginning of Year | 1,812,905.55 | | 1,331,338.89 | |
| | <u>3,381,895.59</u> | | <u>2,615,566.09</u> | |
| Decreased by: | | | | |
| Utilized as Anticipated Revenue | 943,908.02 | | 802,660.54 | |
| Balance, End of Year | <u>\$ 2,437,987.57</u> | | <u>\$ 1,812,905.55</u> | |

COMPARATIVE SCHEDULE OF TAX RATE INFORMATION

| | <u>2023</u> | <u>2022</u> | <u>2021</u> |
|--------------------------|--------------------|--------------------|--------------------|
| Tax Rate | \$3.380 | \$3.288 | \$3.231 |
| Appointment of Tax Rate: | | | |
| Municipal | 0.826 | 0.814 | 0.798 |
| Municipal Library | 0.046 | 0.040 | 0.038 |
| County General | 0.572 | 0.540 | 0.529 |
| County Open Space | 0.021 | 0.018 | 0.017 |
| District School | 1.805 | 1.761 | 1.733 |
| Local School | 0.110 | 0.115 | 0.116 |
| Year 2023 | \$7,156,605,800.00 | | |
| Year 2022 | | \$7,129,175,489.00 | |
| Year 2021 | | | \$7,101,614,300.00 |

COMPARISON OF TAX LEVIES AND COLLECTION CURRENTLY

A study of the tabulation will indicate a possible trend in future tax levies. A decrease in the percentage of current collection could be an indication of a probable increase in future tax levies.

| <u>YEAR</u> | <u>TAX LEVY</u> | <u>CASH COLLECTIONS</u> | <u>PERCENTAGE OF COLLECTION</u> |
|-------------|------------------|-----------------------------|---|
| 2023 | \$243,600,011.86 | \$240,824,163.18 | 98.86% |
| 2022 | 236,075,887.31 | 233,783,165.49 | 99.03% |
| 2021 | 230,756,626.73 | 228,188,064.87 | 98.89% |

COMPARISON OF WATER LEVIES AND COLLECTIONS

| <u>YEAR</u> | <u>BILLINGS</u> | <u>CASH COLLECTIONS</u> |
|-------------|-----------------|-----------------------------|
| 2023 | \$8,724,377.76 | \$8,749,635.61 |
| 2022 | 9,031,628.57 | 9,160,755.99 |
| 2021 | 8,165,019.48 | 7,996,398.91 |

COMPARISON OF SEWER LEVIES AND COLLECTIONS

| <u>YEAR</u> | <u>BILLINGS</u> | <u>COLLECTIONS</u> |
|-------------|-----------------|--------------------|
| 2023 | \$8,088,300.50 | \$8,143,122.65 |
| 2022 | 7,908,795.24 | 7,807,088.57 |
| 2021 | 7,756,254.40 | 8,233,775.46 |

DELINQUENT TAXES AND TAX TITLE LIENS

This tabulation includes a comparison, expressed in percentage of the total of delinquent taxes and tax title liens, in relation to the tax levies of the last three years.

| <u>DECEMBER 31, YEAR</u> | <u>AMOUNT OF TAX TITLE LIENS</u> | <u>AMOUNT OF DELINQUENT TAXES</u> | <u>TOTAL DELINQUENT</u> | <u>PERCENTAGE OF TAX LEVY</u> |
|------------------------------|--|---|-----------------------------|---------------------------------------|
| 2023 | \$270,630.94 | \$2,774,936.67 | \$3,045,567.61 | 1.25% |
| 2022 | 317,151.27 | 2,258,186.28 | 2,575,337.55 | 1.09% |
| 2021 | 292,593.21 | 2,566,882.82 | 2,859,476.03 | 1.24% |

PROPERTY ACQUIRED BY TAX TITLE LIEN LIQUIDATION

No properties have been acquired in 2023 by foreclosure or deed, as a result of liquidation of tax title liens.

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

| <u>YEAR</u> | <u>AMOUNT</u> |
|-------------|---------------|
| 2023 | \$317,900.00 |
| 2022 | 317,900.00 |
| 2021 | 317,900.00 |

COMPARATIVE SCHEDULE OF FUND BALANCES

| | <u>YEAR</u> | <u>BALANCE DEC. 31</u> | <u>UTILIZED IN BUDGETS OF SUCCEEDING YEAR</u> |
|-----------------------------------|-------------|----------------------------|---|
| CURRENT FUND | 2023 | \$18,225,294.15 | \$9,000,000.00 |
| | 2022 | 18,726,503.24 | 7,550,000.00 |
| | 2021 | 14,051,839.19 | 6,700,000.00 |
| WATER UTILITY OPERATING FUND | 2023 | \$2,008,241.66 | \$1,069,100.49 |
| | 2022 | 2,470,293.38 | 1,873,182.39 |
| | 2021 | 1,902,309.78 | 1,592,153.50 |
| SEWER UTILITY OPERATING FUND | 2023 | \$2,319,339.34 | \$926,565.34 |
| | 2022 | 1,779,368.30 | 600,000.00 |
| | 2021 | 2,437,173.93 | 1,000,000.00 |
| PARKING UTILITY OPERATING FUND | 2023 | \$2,437,987.57 | \$1,116,671.74 |
| | 2022 | 1,812,905.55 | 943,908.02 |
| | 2021 | 1,331,338.89 | 802,660.54 |

OFFICIALS IN OFFICE AND SURETY BONDS

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

| <u>NAME</u> | <u>TITLE</u> | <u>AMOUNT OF BOND</u> |
|--------------------------|---|-----------------------|
| Sean M. Spiller | Mayor | |
| William L. Hurlock, Esq | Deputy Mayor | |
| Lori Price Abrams | Councilmember | |
| David Cummings | Councilmember | |
| Robert J. Russo | Councilmember | |
| Robin Schlager | Councilmember | |
| Peter Yacobellis | Councilmember | |
| Michael LaPolla | Interim Township Manager | * |
| Brian P. Scantlerbury | Deputy Township Manager | * |
| Padmaja Rao | Chief Financial Officer | \$ 1,000,000 |
| Nada Akmal | Comptroller | 1,000,000 |
| Angelese Bermudes Nieves | Municipal Clerk | * |
| Lidia Leszczynski | Collector of Taxes, Water Rents and Sewer Charges | 1,000,000 |
| Gary Obszarny | Director of Water, Sewer & Parking Administration | 1,000,000 |
| George F. Librizzi | Tax Assessor | 1,000,000 |
| Joseph Angelo, Esq | Chief Judge | 1,000,000 |
| Donna Bennion | Court Administrator | 1,000,000 |
| Paul Burr | Township Attorney | * |

A Faithful Performance Blanket Position Bond in the sum of \$100,000 was issued for coverage of all employees and officials not requiring separate bonds.

All bonds were issued by the Central Jersey Joint Insurance Fund.

GENERAL COMMENTS AND RECOMMENDATIONS

GENERAL COMMENTS

CONTRACTS AND AGREEMENTS REQUIRED TO BE ADVERTISED FOR (N.J.S.A. 40A:11-4)

"Every contract or agreement, for the performance of any work or the furnishing or hiring of any materials or supplies, the cost or the contract price whereof is to be paid with or out of public funds not included within the terms of Section 3 of this act, shall be made or awarded only by the governing body of the contracting unit after public advertising for bids and bidding therefore, except as is provided otherwise in this act or specifically by any other law. No work, materials or supplies shall be undertaken, acquired or furnished for a sum exceeding in the aggregate the amount set forth in, or the amount calculated by the Governor pursuant to Section 3 P.L. 1971 C. 198 (C. 40A:11-3), except by contract or agreement."

Effective July 1, 2020, the bid threshold in accordance with N.J.S.A. 40A:11-4 is \$17,500.00 or up to \$44,000.00 if the entity has a Qualified Purchasing Agent. The Township has a Qualified Purchasing Agent and has elected to increase its bid threshold to \$44,000.00. The governing body of the Municipality has the responsibility of determining whether the expenditures in any category will exceed \$44,000.00 within the fiscal year. Where question arises as to whether any contract or agreement might result in violation of the statute, the Township Counsel's opinion should be sought before a commitment is made.

The minutes indicate that bids were requested by public advertising for the following items:

- Tree removal services
- Structural upgrades and exterior renovations for Fire Station No. 3
- Road resurfacing – Milling and Paving
- Library ADA bathroom renovations
- Radios and Accessories
- 2023 Chevy Tahoe
- South Park Street roadway and culvert improvements

The minutes indicate that resolutions were adopted and advertised authorizing the awarding of contracts or agreements for "Professional Services" per N.J.S.A. 40A:11-5.

Inasmuch as the system of records did not provide for an accumulation of payments for categories for the performance of any work or the furnishing or hiring or any materials or supplies, the results of such an accumulation could not reasonably be ascertained. Disbursements were reviewed, however, to determine whether any clear cut violations existed.

Our examination of expenditures did not reveal any individual payments, contracts or agreements in excess of \$44,000.00 for the performance of any work or the furnishing or hiring of any materials or supplies, other than those where bids had been previously sought by public advertisement or where a resolution had been previously adopted under the provisions of N.J.S.A. 40A:11-6.

COLLECTION OF INTEREST ON DELINQUENT TAXES AND ASSESSMENTS

The statute provides the method for authorizing interest and the maximum rates to be charged for the nonpayment of taxes or assessments on or before the date when they would become delinquent.

The governing body on December 20, 2022 adopted the following resolutions authorizing interest to be charged on delinquent taxes:

BE IT RESOLVED by the Mayor and Council of the Township of Montclair, as follows:

In the event the quarterly payment of taxes or assessments are not paid on the date on which they become delinquent, but are paid within ten days on the date on which they become delinquent, the Tax Collector be and is hereby authorized to collect interest on all such delinquent payments; and

In the event that quarterly payment of taxes and assessments are nit paid within ten days of the date on which they become delinquent, and the total amount of said delinquency is less than \$1,500.00, the Tax Collector be and is hereby authorized to collect 8% interest per annum from the date said payments first become delinquent up to \$1,500.00 of the delinquency and 18% interest on all such delinquent payments over \$1,500.00.

Pursuant to N.J.S.A. 54:4-67, which is the New Jersey statute defining a tax delinquency, the Governing Body of the Township of Montclair does hereby fix a penalty to be charged to a taxpayer with a delinquency in excess of \$10,000.00 who fails to pay the delinquency prior to the end of the calendar year 2023 and the penalty so fixed shall be six (6%) of the amount of the yearly delinquency.

DELINQUENT TAXES AND TAX TITLE LIENS

The last tax sale was held on November 18, 2023 and was complete.

Inspection of tax sale certificates on file revealed that all tax sale certificates were available for audit.

| <u>YEAR</u> | <u>AMOUNT</u> |
|-------------|---------------|
| 2023 | 16 |
| 2022 | 9 |
| 2021 | 10 |

VERIFICATION OF DELINQUENT TAXES AND OTHER CHARGES

A test verification of delinquent charges and current payments was made in accordance with the regulations of the Division of Local Government Services, including the mailing of verification notices as follows:

| | |
|---|----|
| Information Tax Positive Confirmation | 25 |
| Delinquent Tax Positive Confirmation | 25 |
| Delinquent Water Positive Confirmation | 10 |
| Delinquent Sewer Positive Confirmations | 10 |

PURCHASING

We noted that not all vendors over the bid threshold are being approved by the council. Per our review of the minutes, we noted that seven of twenty-five items tested were not approved. The items noted were Co-op's and State contracts.

MUNICIPAL COURT

We noted that disbursements in four of the twelve months were not made to the appropriate agencies on a timely basis as required by Administrative Office of the Courts. The total amount of tickets assigned to officers but not issued that are greater than six months are 953. This practice limits the effectiveness of the ticket control log as well as the proper accounting for traffic tickets.

OUTSIDE OFFICE

We noted that eight of seventeen cash receipts tested for the Fire Department were not turned over to the Finance Department within 48 hours as required by State statute 40A:5-15.

We noted that the Police Department were not turning over to the Finance Department cash receipts within 48 hours as required by State statute 40A:5-15. Also, duplicate receipts are not maintained. A list of transaction are maintained in a manual journal.

We noted that three of seventeen cash receipts tested for the Planning and Zoning Department were not turned over to the Finance Department within 48 hours as required by State statute 40A:5-15.

CYBERSECURITY

As part of its overall risk management, the Township reviews security measures in place relating to its Information Technology (IT), including the use of specialized assessments. With the ever-increasing challenges relating to cybersecurity, each organization determines what particular assessment or combination of assessments best fits its information security strategy. We suggest management continue to assess risks related to cybersecurity along with the utilization of specialized assessments, which would also include a periodic reporting mechanism to those charged with governance.

SEGREGATION OF DUTIES

Conditions exist whereby the same person may, collect, record and deposit cash receipts as well as request, order and receive goods and services. This is mainly in the outside offices and is due to the limited personnel. We recommend that the departments try to have different individuals perform different tasks in order to segregate functions.

RECOMMENDATIONS

That all vendors over the bid threshold be approved by the council.

That all municipal court disbursements be made to the appropriate agencies on a timely basis as required by the Administrative Office of the Courts.

That the municipal court and police department coordinate a procedure to return unassigned traffic tickets in order to better keep track of the tickets.

That cash receipts for the Fire Department, Police Department and Planning and Zoning Department be turned over to the Finance Department within 48 hours as required by State statute 40A:5-15.

That the departments try to have different individuals perform different tasks in order to segregate duties/functions.

