BOROUGH OF POINT PLEASANT
COUNTY OF OCEAN, NEW JERSEY

AUDIT REPORT FOR THE YEAR
ENDED DECEMBER 31, 2023

BOROUGH OF POINT PLEASANT
COUNTY OF OCEAN, NEW JERSEY

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COUNTY OF OCEAN, NEW JERSEY

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COUNTY OF OCEAN, NEW JERSEY

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BOROUGH OF POINT PLEASANT
COUNTY OF OCEAN

PART I

INDEPENDENT AUDITOR'S REPORT
AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

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INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and Members
of the Borough Council
Borough of Point Pleasant
Point Pleasant, New Jersey

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the various funds and account group of the Borough of Point Pleasant, which comprise the statements of assets, liabilities, reserves and fund balance – regulatory basis as of December 31, 2023 and 2022, and the related statements of operations and changes in fund balance – regulatory basis for the years then ended and the statements of revenue – regulatory basis and statement of expenditures – regulatory basis for the year ended December 31, 2023, and the related notes to the financial statements.

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the financial statements referred to above present fairly, in all material respects, the assets, liabilities, reserves and fund balance – regulatory basis of the Borough of Point Pleasant, as of December 31, 2023 and 2022, and the results of its operations and changes in fund balance – regulatory basis for the years then ended and the statement of revenues – regulatory basis, statement of expenditures – regulatory basis for the year ended December 31, 2023, in accordance with the financial reporting provisions of the Division of Local Government Services, Department of Community Affairs, State of New Jersey as described in Note 1.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles section of our report, 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 Borough of Point Pleasant, as of December 31, 2023 and 2022, or the results of its operations and changes in fund balance for the years then ended.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and in compliance with audit requirements prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Borough of Point Pleasant and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles

As described in Note 1, the financial statements are prepared by the Borough of Point Pleasant, on the basis of the financial reporting provisions of the Division of Local Government Services, Department of Community Affairs, State of New Jersey, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to meet the requirements of the Division of Local Government Services, Department of Community Affairs, State of New Jersey. The effects on the financial statements of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material and pervasive.

Responsibilities of Management for the Financial Statements

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. 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 audit requirements prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and audit requirements prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, 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(s) relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Borough of Point Pleasant's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Borough of Point Pleasant's ability to continue as a going concern for a reasonable period of time.

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Borough of Point Pleasant's basic financial statements. The accompanying supplemental schedules presented for the various funds and letter of comments and recommendations section are presented for purposes of additional analysis as required by the Division of Local Government Services, Department of Community Affairs, State of New Jersey and are not a required part of the basic financial statements. The schedule of expenditures of federal awards as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* is also presented for purposes of additional analysis and is 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 information is fairly stated, in all material respects, in relation to the financial statements of each of the respective individual funds and account group taken as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 28, 2024, on our consideration of the Borough of Point Pleasant's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Borough of Point Pleasant's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Borough of Point Pleasant's internal control over financial reporting and compliance.

Respectfully submitted,

HOLMAN FRENIA ALLISON, P.C.



Robert W. Allison
Certified Public Accountant
Registered Municipal Accountant
RMA No. 483

Lakewood, New Jersey
June 28, 2024

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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*

Honorable Mayor and Members
of the Borough Council
Borough of Point Pleasant
Point Pleasant, New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States and audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, the financial statements - regulatory basis of the Borough of Point Pleasant, as of and for the year ended December 31, 2023, and the related notes to the financial statements, which collectively comprise the Borough of Point Pleasant's basic financial statements, and have issued our report thereon dated June 28, 2024. Our report indicated that the Borough of Point Pleasant's financial statements were not prepared in accordance with accounting principles generally accepted in the United States of America but rather prepared in accordance with the regulatory basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

Report on Internal Control Over Financial Reporting

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

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

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

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Borough of Point Pleasant'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 determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards and audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Borough of Point Pleasant's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* and audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey in considering the Borough of Point Pleasant's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Respectfully Submitted,

HOLMAN FRENIA ALLISON, P.C.



Robert Allison
Certified Public Accountant
Registered Municipal Accountant
RMA No. 483

Lakewood, New Jersey
June 28, 2024

BASIC FINANCIAL STATEMENTS

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CURRENT FUND

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EXHIBIT A

BOROUGH OF POINT PLEASANT
CURRENT FUND
STATEMENTS OF ASSETS, LIABILITIES, RESERVES
AND FUND BALANCE - REGULATORY BASIS
DECEMBER 31, 2023 AND 2022

ASSETS	REFERENCE	2023	2022
Current Fund:			
Cash:			
Treasurer	A-4	$ 18,864,502	$ 21,040,686
Change Fund	A	550	550
Due from State of New Jersey for Senior Citizen & Veteran Deductions	A-13	13,539	14,317
Total Current Fund		18,878,591	21,055,553
Receivables & Other Assets With Full Reserves:			
Taxes Receivable	A-5	546,392	516,203
Revenue Accounts Receivable	A-6	6,494	4,539
Property Aquired for Taxes Assessed Valuation	A	488,900	488,900
Due From Interfunds:			
Other Trust	A-15	56	7
Total Receivables & Other Assets With Full Reserves		1,041,842	1,009,649
Deferred Charges:			
Cyber Attack	A-4	1,888,458	-
Total Deferred Charges		1,888,458	-
Total Current Fund, Receivables, Other Assets With Full Reserves & Deferred Charges		21,808,891	22,065,202
State & Federal Grants:			
Cash	A-4	707,930	1,506,778
Grants Receivable	A-16	693,510	636,467
Total State & Federal Grants		1,401,440	2,143,245
Total Assets		$ 23,210,331	$ 24,208,447

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

EXHIBIT A

BOROUGH OF POINT PLEASANT
CURRENT FUND
STATEMENTS OF ASSETS, LIABILITIES, RESERVES
AND FUND BALANCE - REGULATORY BASIS
DECEMBER 31, 2023 AND 2022

LIABILITIES RESERVES & FUND BALANCE	REFERENCE	2023	2022
Current Fund:			
Liabilities:			
Appropriation Reserves	A-3,A-7	$ 597,508	$ 379,778
Reserve for Encumbrances	A-3	710,968	750,776
Accounts Payable	A-12	25,294	30,383
Tax Overpayments	A-14	15,723	40,929
Prepaid Taxes	A-11	649,883	612,207
County Tax Payable	A-9	86,663	97,622
Local District School Tax Payable	A-8	13,413,852	13,168,537
Miscellaneous Reserves:			
Reserve For Municipal Relief Fund	A-10	128,043	64,035
Reserve For Tax Appeal	A-10	200,000	200,000
Sale of Municipal Assets	A-10	298,083	783,083
Reserve for COVID-19	A-10	21,462	76,408
Reserve for OPIOID Settlement	A-10	60,228	-
Due to State of NJ - Marriage License Fees	A-10	764	39
Due to State of NJ - DCA Training Fees	A-10	7,827	6,892
Subtotal		16,216,298	16,210,689
Reserve for Receivables & Other Assets	A	1,041,842	1,009,649
Fund Balance	A-1	4,550,751	4,844,864
Total Current Fund		21,808,891	22,065,202
State & Federal Grants:			
Reserve for Grants Appropriated	A-17	397,141	322,495
Reserve for Grants Unappropriated	A-18	664,930	1,492,111
Reserve for Encumbrances	A-17	339,369	328,639
Total State & Federal Grants		1,401,440	2,143,245
Total Liabilities, Reserves & Fund Balance		$ 23,210,331	$ 24,208,447

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

BOROUGH OF POINT PLEASANT
CURRENT FUND
STATEMENTS OF OPERATIONS AND
CHANGES IN FUND BALANCE - REGULATORY BASIS
DECEMBER 31, 2023 AND 2022

	2023	2022
Revenue & Other Income Realized:		
Fund Balance Utilized	$ 3,050,000	$ 2,770,000
Miscellaneous Revenue Anticipated	5,500,320	4,167,151
Receipts From Delinquent Taxes & Tax Title Liens	504,922	470,222
Receipts From Current Taxes	73,498,885	71,476,158
Nonbudget Revenue	239,822	295,327
Other Credits to Income:		
Interfunds Returned	-	27,682
Cancelled Reserve for Tax Appeals	-	150,000
Cancellation of Prior Year Voided Checks	13,134	-
Cancellation of Accounts Payable	27,439	636
Unexpended Balance of Appropriation Reserves	481,567	646,527
Total	83,316,089	80,003,703
Expenditures:		
Budget Appropriations Within "CAPS":		
Operations:		
Salaries & Wages	8,288,320	9,046,115
Other Expenses	7,566,171	5,921,057
Deferred Charges & Statutory Expenditures	2,678,085	2,574,219
Excluded From "CAPS":		
Operations:		
Other Expenses	1,018,961	555,644
Capital Improvements	100,000	375,000
Municipal Debt Service	3,330,576	2,824,007
Deferred Charges	-	75,000
County Taxes	16,466,901	15,432,666
Due County for Added & Omitted Taxes	86,663	97,622
Local District School Tax	40,925,126	40,434,496
Municipal Open Space Tax	67,409	66,897
Interfunds Advanced	49	-
Tax Appeal Refund	31,266	-
Refund of Prior Year Revenues	675	15,009
Total Expenditures	80,560,202	77,417,732
Excess/Deficit in Revenue	2,755,887	2,585,971
Statutory Excess to Fund Balance	2,755,887	2,585,971
Fund Balance January 1	4,844,864	5,028,893
Total	7,600,751	7,614,864
Decreased by: Utilization as Anticipated Revenue	3,050,000	2,770,000
Fund Balance December 31	$ 4,550,751	$ 4,844,864

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

BOROUGH OF POINT PLEASANT
CURRENT FUND
STATEMENT OF REVENUES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2023

	BUDGET	APPROPRIATED BY N.J.S.A.40A:47-87	REALIZED	EXCESS OR (DEFICIT)
Fund Balance Utilized	$ 3,050,000	$ -	$ 3,050,000	$ -
Miscellaneous Revenue:				
Licenses:				
Alcoholic Beverages	20,000	-	16,128	(3,872)
Fees & Permits:				-
Uniform Construction Code Fees	590,000	-	731,917	141,917
Other	50,000	-	54,375	4,375
Fines & Costs:				-
Municipal Court	68,000	-	71,099	3,099
Interest & Costs on Taxes	120,000	-	131,596	11,596
Interest on Investments & Deposits	140,000	-	579,994	439,994
Energy Receipts Tax	1,236,061	-	1,236,061	-
Interlocal Agreement				-
Police Department Patrol of Schools	198,000	-	167,355	(30,645)
Administrator Services with Bayhead	70,000	-	70,000	-
CFO and TC Services with South Toms River	66,700		33,350	(33,350)
Bayhead Municipal Clerk SSA	-	45,000	45,000	-
Sale of Municipal Assets	500,000	-	500,000	-
Reserve for COVID-19	63,449	-	63,449	-
American Rescue Plan - Revenue Loss	850,000	-	850,000	-
Reserve for Municipal Relief	64,035	-	64,035	-
Reserve for Debt Service	50,000	-	50,000	-
General Capital Fund Balance	50,000	-	50,000	-
Vehicle Fees - Off Duty Police	45,000	-	45,000	-
Clean Communities Program	-	47,952	47,952	-
Recycling Tonnage Grant	30,550	-	30,550	-
Local Recreation Improvement Grant	-	55,000	55,000	-
Stormwater Assistance Grant	-	25,000	25,000	-
Body Armor	2,273	-	2,273	-
Hiring and Retention Grant	1,077	-	1,077	-
NJ ARP Stabilization Grant	15,000	-	15,000	-
Municipal Aid Program - Boulton Ave	-	321,390	321,390	-
Click It or Ticket	-	7,000	7,000	-
Senior Service County Grant	-	15,000	15,000	-
Local Effciency Achievement Program	-	220,719	220,719	-
Total Miscellaneous Revenues	4,230,145	737,061	5,500,320	533,114
Receipts From Delinquent Taxes	400,000	-	504,922	104,922
Subtotal General Revenues	7,680,145	737,061	9,055,242	638,036
Local Tax for Municipal Purposes	16,216,184	-	17,476,762	1,260,578
Budget Totals	23,896,329	737,061	26,532,004	1,898,614
Nonbudget Revenues	-	-	239,822	239,822
Total	$ 23,896,329	$ 737,061	$ 26,771,826	$ 2,138,436

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

BOROUGH OF POINT PLEASANT
CURRENT FUND
STATEMENT OF REVENUES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2023

ANALYSIS OF REALIZED REVENUES

Allocation of Current Tax Collections:		
Revenue From Collections	$	73,498,885
Less: Allocated for School, County Taxes & Open Space Taxes		57,546,099
Total Allocation of Current Tax Collections		15,952,786
Add: Budget Appropriation - Reserve for Uncollected Taxes		1,523,976
Total Amount for Support of Municipal Budget Appropriation	$	17,476,762
Delinquent Property Taxes Receivable	$	504,922
Total Receipts From Delinquent Taxes	$	504,922
Planning Board	$	11,790
Zoning Board		10,570
Public Health Service		24,535
Misc. Permits and Fees		7,480
Total Other Fees & Permits	$	54,375

ANALYSIS OF NONBUDGET REVENUES

Recycling	$	35,591
2% SC & Vet Admin Fee		2,345
Boat Ramp Fees		1,800
Taxi License		925
Returned Check Fees		520
Cable TV Fees		86,312
Grading and Drainage		39,353
Refund of Prior Year Expenditures		80
Notary		420
Firearms		15,947
Election Reimbursements		1,600
Tax Maps, Books, Etc.		1,040
Tax Information		530
Fire Alarm		525
Police Reports		554
Park Pavilion		7,020
Sale of Assets		16,255
Restitution		41
Beach Tags		28,560
Miscellaneous Other		404
Nonbudget Revenue	$	239,822

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

BOROUGH OF POINT PLEASANT
CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2023

	APPROPRIATIONS		EXPENDED			
	BUDGET	BUDGET AFTER MODIFICATION	DISBURSED	ENCUMBERED	RESERVED	CANCELLED
OPERATIONS - Within "CAPS"						
General Government Functions:						
General Administration:						
Salaries and Wages	167,227	$ 167,227	$ 167,226	$ -	$ 1	$ -
Other Expenses	55,650	39,150	23,067	1,751	14,332	-
Mayor & Council:						
Salaries and Wages	40,200	40,200	40,200	-	-	-
Municipal Clerk:						
Salaries and Wages	123,734	168,734	150,853	-	17,881	-
Other Expenses	13,450	13,450	6,004	2,292	5,154	-
Elections	3,000	3,000	-	-	3,000	-
Financial Administration (Treasury):						
Salaries and Wages	180,688	180,688	156,864	-	8,824	15,000
Other Expenses	36,620	36,620	29,490	1,060	6,070	-
Audit Services:						
Annual Audit	31,000	31,000	24,000	-	7,000	-
Revenue Administration (Tax Collector):						
Salaries and Wages	119,581	119,581	119,080	-	501	-
Other Expenses	20,825	20,825	13,618	60	7,147	-
Tax Assessor:						
Salaries and Wages	198,025	198,025	197,947	-	78	-
Other Expenses	8,810	8,810	4,993	160	3,657	-
Cost of Tax Appeals	3,000	3,000	-	2,000	1,000	-
Legal Services:						
Other Expenses	210,000	195,000	140,690	47,992	6,318	-
Engineering Services & Costs:						
Other Expenses	73,000	58,000	35,898	12,704	9,398	-
Land Use Administration:						
Planning Board:						
Salaries and Wages	6,000	6,000	6,000	-	-	-
Other Expenses	29,900	29,900	4,041	16,254	9,605	-
Zoning Board of Adjustment:						
Salaries and Wages	8,500	8,500	8,500	-	-	-
Other Expenses	15,050	15,050	7,455	5,631	1,964	-
Code Enforcement & Admin:						
Uniform Const. Code						
Salaries & Wages	122,438	122,438	115,743	-	6,695	-
Other Expenses	11,400	11,400	3,225	70	8,105	-
Insurance:						
Health Insurance						
Other Expenses	2,089,350	2,089,350	2,009,512	55,788	24,050	-
Health Insurance Waiver						
Other Expenses	20,000	20,000	20,000	-	-	-
Liability Insurance						
Other Expenses	219,000	219,000	218,999	-	1	-
Workers' Compensation Insurance	267,650	267,650	267,650	-	-	-
Public Safety Functions:						
Police:						
Salaries and Wages	4,837,016	4,837,016	4,699,751	-	137,265	-
Salaries and Wages - ARP Rev Loss	850,000	850,000	850,000	-	-	-
Other Expenses	271,982	261,982	164,081	36,398	61,503	-
Purchase of Police Vehicles		-			-	-
Emergency Management Services:						
Salaries and Wages	3,500	3,500	3,500	-	-	-
Other Expenses	9,225	9,225	8,901	(675)	999	-
Aid to Volunteer Fire Companies:						
Other Expenses	156,064	156,064	156,064	-		
Aid to Volunteer Ambulance Companies:						
Other Expenses	70,000	70,000	70,000	-	-	-

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

BOROUGH OF POINT PLEASANT
CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2023

	APPROPRIATIONS		EXPENDED			
	BUDGET	BUDGET AFTER MODIFICATION	DISBURSED	ENCUMBERED	RESERVED	CANCELLED
Public Works Functions:						
Road Repairs & Maintenance:						
Salaries and Wages	1,572,919	1,572,919	1,570,491	-	2,428	-
Other Expenses	168,350	174,350	143,370	22,001	8,979	-
Other Public Works Functions:						
Recycling:						
Salaries and Wages	82,100	82,100	81,874	-	226	
Other Expenses	397,200	397,200	320,946	67,870	8,384	-
Snow Removal:						
Salaries and Wages	50,000	50,000	-	-	50,000	-
Other Expenses	52,000	32,000	12,055	3,716	16,229	-
Solid Waste Collection:						
Contractual	890,000	890,000	736,022	152,978	1,000	-
Building & Grounds:						
Other Expenses	58,200	62,200	45,846	9,076	7,278	-
Condominium Reimbursement						
Other Expenses	30,000	30,000	432	694	28,874	-
Health & Human Services:						
Board of Health:						
Salaries and Wages	20,000	20,000	20,000	-	-	-
Other Expenses	600	600	507	93	-	-
Environmental Commission:						
Salaries and Wages	1,200	1,200	800	-	400	-
Other Expenses	1,800	1,800	163	-	1,637	-
Animal Control Program:						
Other Expenses	24,000	24,000	24,000	-	-	-
Park & Recreation Functions:						
Recreation Services & Programs:						
Salaries and Wages	239,914	239,914	204,629	-	25,285	10,000
Other Expenses	49,810	51,310	45,990	4,302	1,018	-
Utility Expense & Bulk Purchases:						
Electricity	70,000	80,000	65,191	4,809	10,000	-
Street Lighting	110,000	140,000	109,954	18,579	11,467	-
Telephone	40,000	60,000	52,256	5,989	1,755	-
Natural Gas	19,000	19,000	17,365	635	1,000	-
Gasoline	85,000	85,000	53,217	17,480	14,303	-
Landfill/Solid Waste Disposal Costs:						
Landfill Dumping Fees	715,000	760,000	637,648	122,352	-	-
Municipal Court:						
Salaries and Wages	190,067	190,067	188,074	-	1,993	-
Other Expenses	13,475	13,475	6,514	922	6,039	-
Public Defender:						
Other Expenses	500	500	500	-	-	-
State Uniform Construction Code:						
Construction Code Official:						
Salaries and Wages	325,211	325,211	288,213	-	16,998	20,000
Other Expenses	135,260	135,260	130,671	1,906	2,683	-
Other Common Operating Functions:						
Sick Pay Payouts	200,000	200,000	200,000	-	-	-
Contingent	1,000	1,000	-	-	1,000	-
Total Operations Within "CAPS" Including Contingent	15,814,491	15,899,491	14,680,080	614,887	559,524	45,000
Detail:						
Salaries and Wages	8,488,320	8,333,320	8,019,745	-	268,575	45,000
Other Expenses	7,326,171	7,566,171	6,660,335	614,887	290,949	-

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

BOROUGH OF POINT PLEASANT
CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2023

	APPROPRIATIONS		EXPENDED			
	BUDGET	BUDGET AFTER MODIFICATION	DISBURSED	ENCUMBERED	RESERVED	CANCELLED
Deferred Charges & Statutory Expenditures						
Municipal Within "CAPS":						
Statutory Expenditures:						
Contributions to:						
Social Security System (O.A.S.I.)	684,000	644,000	635,378	-	8,622	-
Public Employees' Retirement System	545,825.00	545,825	545,825	-	-	-
Police & Firemen's Retirement System	1,433,260	1,433,260	1,433,259	-	1	-
Unemployment Insurance	45,000	45,000	45,000	-	-	-
Defined Contribution Retirement Program	10,000	10,000	6,336	-	3,664	-
Total Deferred Charges & Statutory Expenditures Within "CAPS"	2,718,085.00	2,678,085	2,665,798	-	12,287	-
Judgements	100	100	-	-	100	-
Total General Appropriations for Municipal Purposes Within "CAPS"	18,532,676.00	18,577,676	17,345,878	614,887	571,911	45,000
Operations Excluded From "CAPS":						
LOSAP	100,000	100,000	-	95,081	4,919	-
Shared Services Agreement:						
Police Department Patrol of Schools	198,000	198,000	156,322	1,000	10,678	30,000
Public & Private Programs Offset by Revenues:						
Matching Fund for Grants	10,000	10,000	-	-	10,000	-
Hiring and Retention Grant:						
Salaries & Wages	1,077	1,077	1,077	-	-	-
Clean Communities Program	-	47,952	47,952	-	-	-
Recycling Tonnage Grant	30,550	30,550	30,550	-	-	-
Local Recreation Improvements:						
Other Expenses	-	55,000	55,000	-	-	-
Stormwater Assistance Grant	-	25,000	25,000	-	-	-
NJ ARP Stabilization Grant	15,000	15,000	15,000	-	-	-
Click It or Ticket	-	7,000	7,000	-	-	-
Body Armor Replacement Fund	2,273	2,273	2,273	-	-	-
Senior Services County Grant	-	15,000	15,000	-	-	-
Local Effciency Achievement Program - Street Sweepe	-	220,719	220,719	-	-	-
Municipal Aid Program - Boulton Ave	-	321,390	321,390	-	-	-
Total Operations Excluded from "CAPS"	356,900.00	1,048,961	897,283	96,081	25,597	30,000
Capital Improvements-Excluded from "CAPS":						
Capital Improvement Fund	100,000	100,000	100,000	-	-	-

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

BOROUGH OF POINT PLEASANT
CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2023

	APPROPRIATIONS		EXPENDED			
	BUDGET	BUDGET AFTER MODIFICATION	DISBURSED	ENCUMBERED	RESERVED	CANCELLED
Municipal Debt Service - Excluded From "CAPS":						
Payment of Bond Principal	2,715,000	2,715,000	2,715,000	-	-	-
Interest on Bonds	617,777	617,777	615,576	-	-	2,201
Interest on Notes	50,000	50,000	-	-	-	50,000
Total Municipal Debt Service Excluded From "CAPS"	3,382,777	3,382,777	3,330,576	-	-	52,201
Total General Appropriations for Municipal Purposes Excluded from CAPS	3,839,677	4,531,738	4,327,859	96,081	25,597	82,201
Subtotal General Appropriations	22,372,353	23,109,414	21,673,737	710,968	597,508	127,201
Reserve For Uncollected Taxes	1,523,976	1,523,976	1,523,976	-	-	-
Total General Appropriations	$ 23,896,329	$ 24,633,390	$ 23,197,713	$ 710,968	$ 597,508	$ 127,201

Adopted Budget	$ 23,896,329
Chapter 159	737,061
Total	$ 24,633,390

Interfunds:	
Federal & State Grant Fund	$ 740,961
Reserve for Uncollected Taxes	1,523,976
Cash Disbursements	20,932,776
Total	$ 23,197,713

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

EXHIBIT B

BOROUGH OF POINT PLEASANT
TRUST FUND
STATEMENTS OF ASSETS, LIABILITIES, RESERVES
AND FUND BALANCE - REGULATORY BASIS
DECEMBER 31, 2023 AND 2022

ASSETS	REFERENCE	2023	2022
Animal Control Trust Fund:			
Cash	B-1	$ 25,546	$ 33,892
Due to the State of NJ	B-2	472	1
Change Fund	B	25	25
Total Animal Control Fund		26,043	33,918
Open Space Trust Fund:			
Cash	B-1	266,936	395,379
Total Open Space Trust		266,936	395,379
Other Trust Fund:			
Cash	B-1	1,760,973	1,618,040
Total Other Trust		1,760,973	1,618,040
Length of Service Awards Program Fund: (LOSAP) ("LOSAP")			
Funds Held by Trustee	B-7	1,285,487	1,136,705
Total LOSAP		1,285,487	1,136,705
Total - All Funds		$ 3,339,439	$ 3,184,042
LIABILITIES & RESERVES			
Animal Control Trust Fund:			
Reserve for Expenditures	B-3	$ 26,043	$ 33,918
Total Dog License Fund		26,043	33,918
Open Space Trust Fund:			
Reserve for Open Space	B-4	266,936	395,379
Total Open Space Trust		266,936	395,379
Other Trust Fund:			
Due to Board of Education	B-6	2,321	2,321
Due to Current Fund	A	56	7
Various Reserves	B-6	1,758,596	1,615,712
Total Other Trust		1,760,973	1,618,040
Length of Service Awards Program Fund: (LOSAP) ("LOSAP")			
Reserve for Length of Service Awards Program	B-7	1,285,487	1,136,705
Total LOSAP		1,285,487	1,136,705
Total - All Funds		$ 3,339,439	$ 3,184,042

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

EXHIBIT C

BOROUGH OF POINT PLEASANT
GENERAL CAPITAL FUND
STATEMENTS OF ASSETS, LIABILITIES, RESERVES
AND FUND BALANCE - REGULATORY BASIS
DECEMBER 31, 2023 AND 2022

ASSETS	REFERENCE	2023	2022
Cash	C-2	$ 1,421,327	$ 1,610,990
Deferred Charges to Future Taxation:			
Unfunded	C-5	6,829,739	3,240,979
Funded	C-4	15,200,688	17,921,710
Total		$ 23,451,754	$ 22,773,679
LIABILITIES, RESERVES & FUND BALANCE			
Serial Bonds	C-9	$ 15,155,000	$ 17,870,000
Green Acres Loan Payable	C-10	45,688	51,710
Bond Anticipation Notes Payable	C-7	3,500,000	-
Capital Improvement Fund	C-6	72,906	67,706
Improvement Authorizations:			
Unfunded	C-8	2,759,269	1,515,287
Funded	C-8	324,481	803,951
Reserve for Encumbrances	C-8	840,105	1,645,438
Reserve for Debt Service	C-12	55,833	83,228
Fund Balance	C-1	698,472	736,359
Total		$ 23,451,754	$ 22,773,679

There were bonds and notes authorized but not issued on December 31, 2023 in the amount of $3,329,739 and on December 31, 2022 was $3,240,979.

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

EXHIBIT C-1

BOROUGH OF POINT PLEASANT
GENERAL CAPITAL FUND
SCHEDULE OF FUND BALANCE
FOR THE YEAR ENDED DECEMBER 31, 2023

Balance December 31, 2022	$	736,359
Add:		
Voided Stale Checks		12,113
Less:		
Anticipated as Current Fund Revenue		50,000
Balance December 31, 2023	$	698,472

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

EXHIBIT D

BOROUGH OF POINT PLEASANT
WATER-SEWER UTILITY FUND
STATEMENTS OF ASSETS, LIABILITIES, RESERVES
AND FUND BALANCE - REGULATORY BASIS
DECEMBER 31, 2023 AND 2022

ASSETS	REFERENCE	2023	2022
Operating Fund:			
Cash	D-5	$ 1,315,710	$ 1,361,861
Cash - Change Fund	D	300	300
Total		1,316,010	1,362,161
Receivables & Other Assets With Full Reserves:			
Consumer Accounts Receivable	D-7	765,929	784,685
Total Receivable & Other Assets With Full Reserves		765,929	784,685
Deferred Charges:			
Emergency Appropriation	D/D-4	17,350	108,000
Total Deferred Charges		17,350	108,000
Total Operating Fund		2,099,289	2,254,846
Capital Fund:			
Cash	D-5, D-6	511,333	110,524
Fixed Capital Authorized & Uncompleted	D-13	15,844,877	15,595,377
Fixed Capital	D-14	30,197,184	30,197,184
Total Capital Fund		46,553,394	45,903,085
Total Operating & Capital Fund		$ 48,652,683	$ 48,157,931

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

EXHIBIT D

BOROUGH OF POINT PLEASANT
WATER-SEWER UTILITY FUND
STATEMENTS OF ASSETS, LIABILITIES, RESERVES
AND FUND BALANCE - REGULATORY BASIS
DECEMBER 31, 2023 AND 2022

LIABILITIES RESERVES & FUND BALANCE	REFERENCE	2023	2022
Operating Fund:			
Liabilities:			
Appropriation Reserves	D-4	$ 177,511	$ 211,518
Accounts Payable	D	2,307	2,415
Reserve for Encumbrances	D-4,D-5	204,869	328,606
Consumer Overpayments	D-10	14,656	14,656
Accrued Interest on Bonds & Notes	D-9	132,576	120,400
Subtotal		531,919	677,595
Reserve for Receivables	D	765,929	784,685
Fund Balance	D-1	801,441	792,566
Total Operating Fund		2,099,289	2,254,846
Capital Fund:			
Serial Bonds	D-18	6,945,000	7,635,000
NJEIT Loan Payable:			
Trust Loan	D-19	250,000	270,000
Fund Loan	D-20	156,055	176,961
Bond Anticipation Notes	D-21	1,404,000	-
Improvement Authorizations:			
Funded	D-17	157,210	166,309
Unfunded	D-17	473,037	319,718
Reserves for:			
Amortization	D-16	35,374,589	35,333,683
Deferred Amortization	D-15	1,294,251	591,651
Encumbrances	D-17	125,313	1,047,290
Debt Service	D-6	15,735	6,669
Capital Improvement Fund	D-12	216,607	214,207
Down Payment on Improvements	D-6	13,600	13,600
Fund Balance	D-2	127,997	127,997
Total Capital Fund		46,553,394	45,903,085
Total Liabilities, Reserves & Fund Balance		$ 48,652,683	$ 48,157,931

Bonds and Notes authorized but not issued as of December 31, 2023 was $618,166 and as of December 31, 2022 was $1,785,266.

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

EXHIBIT D-1

BOROUGH OF POINT PLEASANT
WATER-SEWER UTILITY FUND
STATEMENT OF OPERATIONS AND CHANGE
IN OPERATING FUND BALANCE - REGULATORY BASIS
FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

	2023	2022
Revenue & Other Income Realized:		
Fund Balance Appropriated	$ 556,293	$ 477,959
Consumer Accounts Receivable	7,008,316	6,888,546
Interest on Delinquents	29,844	28,102
Reserve for COVID-19	-	69,285
Miscellaneous	103,895	92,213
Miscellaneous Revenue Not Anticipated	48,090	-
Other Credits to Income		
Unexpended Balance of Appropriation Reserves	187,709	156,651
Cancellation of Accounts Payable	7,623	1,095
Cancellation of Unexpended Appropriations	25,366	-
Total Income	7,967,136	7,713,851
Expenditures:		
Operating	5,250,976	5,678,344
Capital Improvement Fund	15,000	15,000
Debt Service	1,012,874	919,640
Deferred Charges & Statutory Expenditures	1,127,793	896,900
Accrued Interest Adjustment	12,175	1,246
Refund of Prior Year's Revenue	-	100
Total Expenditures	7,418,818	7,511,230
Excess/(Deficit) in Revenue	548,318	202,621
Adjustments to Income before Fund Balance:		
Expenditures Included Above Which are by Statute		
Deferred Charges to Budget of Succeeding Year	17,350	108,000
Subtotal	565,668	310,621
Fund Balance January 1	792,066	959,404
Less: Balance Appropriated	556,293	477,959
Fund Balance December 31	$ 801,441	$ 792,066

EXHIBIT D-2

STATEMENT OF CAPITAL SURPLUS - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2023

Balance December 31, 2023 and 2022	$ 127,997

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

EXHIBIT D-3

BOROUGH OF POINT PLEASANT
WATER-SEWER UTILITY OPERATING FUND
STATEMENT OF REVENUES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2023

	ANTICIPATED	REALIZED	EXCESS OR (DEFICIT)
Fund Balance Anticipated	$ 556,293	$ 556,293	$ -
Rents	6,730,000	7,008,316	278,316
Interest on Water & Sewer Charges	23,000	29,844	6,844
Miscellaneous	80,000	103,895	23,895
Miscellaneous Revenue Not Anticipated	-	48,090	48,090
Total	$ 7,389,293	$ 7,746,438	$ 357,145

Miscellaneous	
Meter Tap	$ 9,850
Meter Sales	36,450
Turn On/Off	2,302
Reading and Testing	9,650
Return Check Charge	240
Connection Fees	5,120
Road Openings	9,800
Leak Check	468
Demolitions/Call Outs	17,414
Miscellaneous	12,601
	$ 103,895
Miscellaneous not Anticipated	
Cost of Tax Sale	$ 7,412
Interest on Investments	40,678
Total Miscellaneous	$ 48,090

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

BOROUGH OF POINT PLEASANT
WATER-SEWER UTILITY OPERATING FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2023

	ORIGINAL BUDGET	BUDGET AFTER MODIFICATION	DISBURSED	ENCUMBERED	RESERVED	CANCELED
Operating:						
Salaries and Wages	$ 491,082	$ 491,082	$ 469,282	$ -	$ 21,800	$ -
Other Expenses	1,218,500	1,218,500	1,030,330	186,752	1,418	-
Ocean County Utilities Authority	2,322,425	2,307,425	2,236,875	2	70,548	-
Public Works:						
Salaries and Wages	962,419	962,419	953,636	-	8,783	-
Other Expenses	244,200	271,550	238,564	14,572	18,414	-
Debt Service:						
Payment of Bond Principal	690,000	690,000	690,000	-	-	-
Interest on Bonds	271,374	271,374	271,374	-	-	-
NJEIT Loan	51,500	51,500	51,134	-	-	366
Deferred Charges						
Emergency Authorizations	108,000	108,000	108,000	-	-	-
Capital Improvements:						
Capital Improvement Fund	15,000	15,000	15,000	-	-	-
Statutory Expenditures:						
Contribution to:						
Public Employees' Retirement System	226,193	226,193	226,193	-	-	-
Social Security System (O.A.S.I)	105,000	110,000	107,599	-	2,401	-
Unemployment Compensation Insurance	15,000	15,000	-	-	15,000	-
Group Health Insurance	344,100	344,100	276,516	3,543	39,041	25,000
Liability and Workers Compensation	324,500	324,500	324,394	-	106	-
Total Expenditures	$ 7,389,293	$ 7,406,643	$ 6,998,897	$ 204,869	$ 177,511	$ 25,366

Adopted Budget	$ 7,389,293
Emergency Authorization	17,350
Total	$ 7,406,643

Cash Disbursements	$ 6,689,415
Interfund - Utility Capital	15,000
Emergency Authorization	17,350
Accrued Interest	277,132
Total	$ 6,998,897

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

EXHIBIT E

BOROUGH OF POINT PLEASANT
GENERAL FIXED ASSETS ACCOUNT GROUP
STATEMENTS OF GENERAL FIXED ASSETS
DECEMBER 31, 2023 AND 2022

ASSETS	2023	2022
Land & Improvements	$ 23,333,000	$ 22,840,500
Buildings	5,780,100	5,350,400
Equipment & Machinery	4,707,276	4,697,951
Vehicles	8,413,633	8,197,483
Total	$ 42,234,009	$ 41,086,334
FUND BALANCE		
Investment in General Fixed Assets	$ 42,234,009	$ 41,086,334

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

EXHIBIT F

BOROUGH OF POINT PLEASANT
PAYROLL FUND
STATEMENTS OF ASSETS, LIABILITIES, RESERVES
AND FUND BALANCE - REGULATORY BASIS
DECEMBER 31, 2023 AND 2022

ASSETS	REFERENCE	2023	2022
Cash - Treasurer	F-1	$ 257,252	$ 231,146
Total		$ 257,252	$ 231,146
LIABILITIES			
Payroll Taxes Payable	F-2	$ 205,624	$ 185,946
Payroll Reserve	F	51,628	45,200
Total		$ 257,252	$ 231,146

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

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BOROUGH OF POINT PLEASANT
COUNTY OF OCEAN

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

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Note 1. Summary of Significant Accounting Policies

Description of Financial Reporting Entity

The Borough of Point Pleasant, County of Ocean, New Jersey (hereafter referred to as the "Borough") is governed by the Mayor-Council Plan, a form of government under the Optional Municipal Charter Law of 1960, popularly known as the Faulkner Act. The Mayor is separately elected. Executive and administrative responsibility rests with the Mayor, who is assisted by the Business Administrator. Department Heads are appointed by the Mayor, with the consent of the Council. The six (6) member Borough Council exercises legislative responsibilities.

Component Units - GASB Statement 14, as amended by GASB Statements 39, 61, 80, 90, and 97, establishes criteria to be used in determining the component units, which should be included in the financial statements of a primary government. The financial statements of the Borough are not presented in accordance with GAAP (as discussed below). Therefore, the Borough had no component units as defined by GASB Statement No. 14, as amended by GASB Statements 39, 61, 80, 90, and 97.

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

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

Current Fund – This fund accounts for revenues and expenditures for governmental operations of a general nature, including federal and state grant funds.

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

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

Water/Sewer Utility Operating and Capital Funds – These funds accounts for utility operations that are financed through user fees. The funds are operated on a basis similar to private business enterprises where the intent is that the costs of providing the utility to the general public be financed through user fees. Operations relating to the acquisition of capital facilities for utility purposes are recorded in the Utility Capital Fund.

General Fixed Asset Account Group – The Fixed Asset Account Group of accounts is utilized to account for property, land, buildings, and equipment that have been acquired by other funds of the Borough.

Note 1. Summary of Significant Accounting Policies (continued)

Payroll Fund – This fund accounts for the payroll activity of all the funds and the disbursements of payroll with holdings to various cognizant agencies.

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

An extension of the statutory dates for introduction, approval and adoption of the municipal budget may be granted by the Director of Local Government Services, with the permission of the Local Finance Board. Budgets are adopted on the same basis of accounting utilized for the preparation of the Borough's financial statements. Once a budget is approved it may be amended after November 1, by a resolution adopted by the governing body.

Cash, Cash Equivalents and Investments - Cash and Cash equivalents include petty cash, change funds and cash on deposit with public depositories. All certificates of deposit are recorded as cash regardless of the date of maturity. Under GAAP, investments are reported at fair value but under regulatory basis of accounting, investments are stated at cost with the exception of LOSAP investments which are reported at fair value. Therefore unrealized gains or losses on investments have not been recorded.

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

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

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

Note 1. Summary of Significant Accounting Policies (continued)

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

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

General Fixed Assets – Accounting for governmental fixed assets, as required by *N.J.A.C.5:30-5.6*, differs in certain respects from accounting principles generally accepted in the United States of America.
In accordance with the regulations, all local units, including municipalities, must maintain a general fixed assets reporting system that establishes and maintains a physical inventory of nonexpendable, tangible property as defined and limited by the U.S. Office of Management and Budget Circular A-87 (Attachment B, Section 19), except that the useful life of such property is at least five years. The Borough has adopted a capitalization threshold of $1,000.00, the maximum amount allowed by the Circular. Generally, assets are valued at historical cost; however, assets acquired prior to December 31, 1985 are valued at actual historical cost or estimated historical cost. In some instances, assets are valued at the assessed valuation of the property at the time of acquisition, which approximates fair value. No depreciation of general fixed assets is recorded. Donated general fixed assets are recorded at their acquisition value as of the date of the transaction. Interest costs relative to the acquisition of general fixed assets are recorded as expenditures when paid. Public domain ("infrastructure") general fixed assets consisting of certain improvements such as roads, bridges, curbs and gutters, streets and sidewalks and drainage systems are not capitalized. Expenditures for construction in progress are recorded in the capital funds until such time as the construction is completed and put into operation. The Borough is required to maintain a subsidiary ledger detailing fixed assets records to control additions, retirements, and transfers of fixed assets. In addition, a statement of general fixed assets, reflecting the activity for the year, must be included in the Borough's basic financial statements.

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

Water/Sewer Utility Fixed Assets – Property and equipment purchases by a utility fund are recorded in the utility capital account at cost and are adjusted for disposition. The amounts shown do not represent replacement cost or current value. The reserve for amortization and deferred reserve for amortization in the utility capital fund represent the cost of the utility fixed assets reduced by the outstanding balances of bonds, loans, notes, or other borrowings that are attributable to the acquisition, construction or improvement of those assets.

Foreclosed property – Foreclosed Property or “Property Acquired for Taxes” is recorded in the Current Fund at the assessed valuation when such property was acquired and is fully reserved. Ordinarily it is the intention of the Borough to resell foreclosed property in order to recover all or a portion of the delinquent taxes or assessments and to return the property to a taxpaying basis. For this reason the value of

Note 1. Summary of Significant Accounting Policies (continued)

foreclosed property has not been included in the General Fixed Assets Account Group. If such property is converted to a municipal use, it will be recorded in the General Fixed Assets Account Group.

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

Fund Balance – Fund Balance included in the Current Water/Sewer Utility Operating Fund represent the amount available for anticipation as revenue in future year's budgets, with certain restrictions.

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

Water/Sewer Utility Revenues – Utility charges are levied semi-annually and quarterly based upon a flat service charge and if applicable, an excess consumption or usage charge. Revenues from these sources are recognized on a cash basis. Receivables that are susceptible to accrual are recorded with offsetting reserves on the balance sheet of the Borough's utility operating fund.

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

County Taxes – The municipality is responsible for levying, collecting and remitting County taxes for the County of Ocean. Operations is charged for the amount due the County for the year, based upon the ratables required to be certified to the County Board of Taxation by January 10th of the current year. In addition, operations is charged for the County share of Added and Omitted Taxes certified to the County Board of Taxation by October 10th of the current year and due to be paid to the County by February 15th of the following year.

School Taxes – The municipality is responsible for levying, collecting and remitting school taxes for the Point Pleasant School District. Operations are charged for the full amount required to be raised from taxation to operate the local school district January 1st to December 31st.

Deferred School Taxes – School taxes raised in advance in the Current Fund for a school fiscal year (July I to June 30) which remain unpaid at December 31 of the calendar year levied may be deferred to fund balance to the extent of not more than 50% of the annual levy providing no requisition has been made by the school district for such amount.

Note 1. Summary of Significant Accounting Policies (continued)

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

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

Appropriation Reserves – Appropriation reserves covering unexpended appropriation balances are automatically created at year-end and recorded as liabilities, except for amounts, which may be cancelled by the governing body. Appropriation reserves and reserve for encumbrances at current year end are available until December 31st of the succeeding year to meet specific claims, commitments or contracts incurred during the preceding year. Any unspent balances at this time are lapsed appropriation reserves and recorded as income.

Long-Term Debt - Long-Term Debt relative to the acquisition of capital assets, is recorded as a liability in the General and Water/Sewer Utility Capital Fund. Where an improvement is a "local improvement", i.e. assessable upon completion, long-term debt associated with that portion of the cost of the improvement to be funded by assessments is transferred to the Trust Fund upon the confirmation of the assessments or when the improvement is fully and permanently funded.

Compensated Absences – Expenditures relating to obligations for unused vested accumulated vacation and sick leave are not recorded until paid; however, municipalities may establish and budget reserve funds subject to NJSA 40A:4-39 for the future payment of compensated absences.

Recent Accounting Pronouncements – The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. GASB adopts accounting statements (Statements) to be used by governmental units when reporting financial position and results of operations in accordance with accounting principles generally accepted in the United States of America (GAAP). The municipalities in the State of New Jersey do not prepare their financial statements in accordance with GAAP and thus do not comply with all of the GASB pronouncements.

Note 1. Summary of Significant Accounting Policies (continued)

Accounting Pronouncements Adopted in Current Year

- Statement No. 96, *Subscription-Based Information Technology Arrangements.* The requirements of this Statement are effective for fiscal years beginning after June 15, 2022.
- Statement No. 99, *Omnibus 2022.* The requirements of this Statement are effective for fiscal years beginning after June 15, 2022.

Accounting Pronouncements Effective in Future Reporting Periods

- Statement No. 100, *Accounting Changes and Error Corrections – an amendment of GASB Statement No. 62.* The requirements of this Statement are effective for fiscal years beginning after June 15, 2023.
- Statement No. 101, *Compensated Absences.* The requirements of this Statement are effective for fiscal years beginning after December 15, 2023.
- Statement No. 102, *Certain Risk Disclosures.* The requirements of this Statement are effective for fiscal years beginning after June 15, 2024.

Management has not yet determined the potential impact these Statements will have on the Borough's financial statements.

Note 2. Deposits and Investments

The Borough is governed by the deposit and investment limitations of New Jersey state law.

Deposits

Custodial Credit Risk Related to Deposits - Custodial credit risk is the risk that, in the event of a bank failure, the Borough's deposits may not be returned. Although the Borough does not have a formal policy regarding custodial credit risk, NJSA 17:9-41 et seq. requires that the governmental units shall deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act (GUDPA). GUDPA is a supplemental insurance program set forth by the New Jersey Legislature to protect the deposits of local governmental agencies. The program is administered by the Commissioner of the New Jersey Department of Banking and Insurance. Under the Act, the first $250,000 of governmental deposits in each insured depository is protected by FDIC. Public funds owned by the Borough in excess of FDIC insured amounts are protected by GUDPA. However, GUDPA does not protect intermingled trust funds such as salary withholdings, bail funds or funds that may pass to the Borough relative to the happening of a future condition. Such funds are shown as Uninsured and Uncollateralized in the schedule below.

Note 2. Deposits and Investments (continued)

As of December 31, 2023, the Borough's bank balance of $24,991,761 was insured or collateralized as follows:

Insured under FDIC and GUDPA	$	22,731,902
Uninsured and Uncollateralized		2,259,859
	$	24,991,761

Investments

Under the regulatory basis of accounting, investments are measured at cost in the Borough's financial statements. However, had the financial statements been prepared in accordance with generally accepted accounting principles (GAAP), investments would be reported at fair value (except for fully benefit-responsive investment contracts, which would be reported at contract value). Contract value is the relevant measure for the portion of the Length of Service Awards Program (LOSAP) Plan attributable to fully benefit-responsive investment contracts because contract value is the amount participants normally would receive if they were to initiate permitted transactions under the terms of the LOSAP Plan.

Investments at Fair Value – The fair value measurements of investments are required to be reported based on the hierarchy established by GAAP. Under GAAP, investments are required to be categorized based on the fair value of inputs of Levels 1, 2 and 3. Under Level 1 inputs, investments are required to be categorized based on quoted market prices in active markets for identical investments. Level 2 inputs are based primarily on using observable measurement criteria, including quoted market prices of similar investments in active and inactive markets and other observable corroborated factors. Level 3 inputs are assets measured at fair value on a recurring basis using significant unobservable measurement criteria based on the best information available. As of December 31, 2022, the Borough had no investments held at Level 2 or 3.

Following is a description of the valuation methodologies used for investments measured at fair value.

Money Market Funds: Valued at the quoted NAV of shares held by the Borough at year-end.

Mutual Funds: Valued at quoted market prices which represent the net asset value ("NAV") shares held by the Borough at year-end.

The Borough's fair value, hierarchy level and maturities of its investments at December 31, 2023 was as followed:

Note 2. Deposits and Investments (continued)

	Carrying Value	Fair Value as of December 31, 2023 Level 1	Fair Value as of December 31, 2023 Total	Investment Maturities (in Years) Less Than 1 Year
Investment Type				
Money Markets	$ 78,568	$ 78,568	$ 78,568	$ 78,568
Mutual Funds	729,813	729,813	729,813	729,813
	$ 808,381	$ 808,381	$ 808,381	$ 808,381
Fund				
Trust Fund - LOSAP (Fair Valuue)	$ 808,381	$ 808,381	$ 808,381	$ 808,381
	$ 808,381	$ 808,381	$ 808,381	$ 808,381

Investments at Contract Value - The Borough held a fully benefit-responsive investment contract with the Corebridge Financial totaling $477,106 as of December 31, 2023. Corebridge maintains the contributions in the group fixed annuity contract (fixed account). The account is credited with earnings on the underlying investments and charged for participant withdrawals and administrative expenses. The traditional investment contract held by the Borough is a guaranteed investment contract. The contract issuer is contractually obligated to repay the principal and interest at a specified interest rate that is guaranteed to the LOSAP Plan. The Borough's ability to receive amounts due in accordance with the fully benefit-responsive investment contract is dependent on the contract issuer's ability to meet its financial obligations. The fixed account continues in-force until they are terminated by Corebridge or the LOSAP Plan and do not define a maturity date.

No events are probable of occurring that might limit the ability of the LOSAP Plan to transact at contract value with the contract issuer and also limit the ability of the LOSAP Plan to transact at contract value with participants. This contract meets the fully benefit-responsive investment contract criteria and therefore is reported at contract value. The total Trust Fund LOSAP value held by the Borough at December 31, 2023 was as follows:

	12/31/2023
Trust Fund - LOSAP (Fair Value)	$ 808,381
Trust Fund - LOSAP (Contract Value)	477,106
	$ 1,285,487

Custodial credit risk related to Investments - This is the risk that in the event of the failure of the counterparty (e.g., broker-dealer) to a transaction, the Borough will not be able to recover the value of its investment or collateral securities that are in the possession of another party. Other than the rules and regulations promulgated by N.J.S.A. 40A:5-15.1, the Borough has no investment policy to limit exposure to custodial credit risk.

Note 2. Deposits and Investments (continued)

Interest rate risk - This is the risk that changes in interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. Other than the rules and regulations promulgated by N.J.S.A. 40A:5-15.1, the Borough does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit risk - Credit risk is the risk that an issuer to an investment will not fulfill its obligation to the holder of the investment. This is measured by assignment of a rating by a nationally recognized rating organization. U.S. Government securities or obligations explicitly guaranteed by the U.S. government are not considered to have credit risk exposure.

Concentration of Credit Risk – Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. Other than the rules and regulations promulgated by N.J.S.A. 40A; 5-15.1, the Borough's investment policies place no limit in the amount the Borough may invest in any one issuer. More than 5% of the Borough's investments are in _money markets, fixed account investments, and mutual funds. These investments represent 100% of the Borough's total investments.

Note 3. Property Taxes

The following is a three-year comparison of certain statistical information relative to property taxes and property tax collections for the current and previous two years.

Comparison Schedule of Tax Rates

	2023	2022	2021
Tax Rate	$ 2.186	$ 2.141	$ 2.108
Apportionment of Tax Rate:			
Municipal	0.481	0.468	0.464
Municipal Open Space	0.002	0.002	0.002
County General	0.489	0.462	0.447
Local School	1.214	1.209	1.195

Assessed Valuation

Year	Amount
2023	$ 3,370,442,100
2022	3,344,789,200
2021	3,318,550,900

Note 3. Property Taxes (continued)

Comparison of Tax Levies and Collections

Year	Tax Levy	Cash Collections	Percentage Of Collection
2023	$ 74,091,183	$ 73,498,885	99.20%
2022	72,069,475	71,476,158	99.17%
2021	70,368,369	69,760,139	99.13%

Delinquent Taxes and Tax Title Liens

Year	Tax Title Liens	Delinquent Taxes	Total Delinquent	Percentage Of Tax Levy
2023	$ -	$ 546,392	$ 546,392	0.74%
2022	-	516,203	516,203	0.72%
2021	1,977	490,101	492,078	0.70%

Number of Tax Title Liens

Year	Number
2023	1
2022	1
2021	2

The last tax sale was held on July 10th, 2023.

Note: 4: Property Acquired By Tax Title Lien Liquidation

The Borough had no properties acquired by liquidation of tax title liens as of December 31, 2023, 2022 or 2021.

Note: 5: Water/Sewer Utility Service Charges

The following is a three-year comparison of water/sewer utility charges (rents) and collections for the current and previous two years.

Year	Beginning Balance	Levy	Total	Cash Collections	Percentage Of Collection
2023	$ 784,685	$ 7,067,777	$ 7,852,462	$ 7,086,533	90.24%
2022	743,807	6,929,424	7,673,231	6,888,546	89.77%
2021	725,842	7,046,919	7,772,761	7,019,070	90.30%

Note 6. Fund Balances Appropriated

The following schedule details the amount of fund balances available at the end of the current year and two previous years and the amounts utilized in the subsequent year's budgets:

Year	Balance December 31,	Utilized in Budget of Succeeding Year	Percentage of Fund Balance Used
Current Fund:			
2023	$ 4,550,751	$ 2,620,000	57.57%
2022	4,844,864	3,050,000	62.95%
2021	5,028,893	2,770,000	55.08%
Water/Sewer Utility Operating Fund:			
2023	$ 801,441	$ 493,691	61.60%
2022	792,066	556,293	70.23%
2021	959,404	477,959	49.82%

Note 7. Disaggregated Receivable and Payable Balances

There are no significant components of receivable and payable balances reported in the financial statements.

Note 8. Interfund Receivables and Payables

The following interfund balances were recorded in the various statements of assets liabilities, reserves and fund balances at December 31, 2023:

Fund	Interfund Receivable	Interfund Payable
Current Fund	$ 56	$ -
Trust Other Fund	-	56
	$ 56	$ 56

Note 8. Interfund Receivables and Payables (continued)

The interfund receivables and payables above predominately resulted from payment made by certain funds on behalf of other funds. All interfund balances are expected to be repaid within one year.

The summary of interfund transfers follows:

Fund	Transfers In	Transfers Out
Current Fund	$ 950,000	$ -
State and Federal Grant Fund	-	850,000
Trust Other Fund	-	92,500
Capital Fund	92,500	100,000
	$ 1,042,500	$ 1,042,500

Note 9. Fixed Assets

The following is a summary of changes in the General Fixed Assets Account Group for the year ended December 31, 2023.

	Balance December 31, 2022	Additions	Deletions	Balance December 31, 2023
General Fixed Asset Account Group:				
Land & Improvements	$ 22,840,500	$ 492,500	$ -	$ 23,333,000
Buildings	5,350,400	429,700	-	5,780,100
Equipment & Machinery	4,697,951	60,637	51,312	4,707,276
Vehicles	8,197,483	405,150	189,000	8,413,633
	41,086,334	1,387,987	240,312	42,234,009

Note 10. Pension Obligations

A. Public Employees' Retirement System (PERS)

Plan Description - The State of New Jersey, Public Employees' Retirement System (PERS) is a cost-sharing multiple-employer defined benefit pension plan administered by the State of New Jersey, Division of Pensions and Benefits (the Division). For additional information about PERS, please refer to Division's Comprehensive Annual Financial Report (CAFR) which can be found at http://www.state.nj.us/treasury/pensions/annual-reports.shtml.

Note 10. Pension Obligations (continued):

A. Public Employees' Retirement System (PERS) (continued):

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

The following represents the membership tiers for PERS:

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

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

Basis of Presentation - The schedules of employer and nonemployer allocations and the schedules of pension amounts by employer and nonemployer (collectively, the Schedules) present amounts that are considered elements of the financial statements of PERS or its participating employers. Accordingly, they do not purport to be a complete presentation of the financial position or changes in financial position of PERS or the participating employers. The accompanying Schedules were prepared in accordance with U.S. generally accepted accounting principles. Such preparation requires management of PERS to make a number of estimates and assumptions relating to the reported amounts. Due to the inherent nature of these estimates, actual results could differ from those estimates.

Note 10. Pension Obligations (continued):

A. Public Employees' Retirement System (PERS) (continued):

Contributions - 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 insurance benefits is based on actual claims paid. For the fiscal year 2022, 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. Chapter 19, P.L. 2009 provided an option for local employers of PERS to contribute 50% of the normal and accrued liability contribution amounts certified for payments due in State fiscal year 2009. Such employers will be credited with the full payment and any such amounts will not be included in their unfunded liability. The actuaries will determine the unfunded liability of those retirement systems, by employer, for the reduced normal and accrued liability contributions provided under this law. This unfunded liability will be paid by the employer in level annual payments over a period of 15 years beginning with the payments due in the fiscal year ended June 30, 2012 and will be adjusted by the rate of return on the actuarial value of assets. For the year ended December 31, 2022, the Borough's contractually required contribution to PERS plan was $800,103.00.

Components of Net Pension Liability - At December 31, 2022, the Borough's proportionate share of the PERS net pension liability was $9,575,096.00. The net pension liability was measured as of June 30, 2022. The total pension liability used to calculate the net pension liability was determined using update procedures to roll forward the total pension liability from an actuarial valuation as of July 1, 2021, which was rolled forward to June 30, 2022. The Borough's proportion of the net pension liability was based on the Borough's actual contributions to the plan relative to the total of all participating employers' contributions for the year ended June 30, 2022. The Borough's proportion measured as of June 30, 2022, was 0.06344746% which was a decrease of 0.00155487% from its proportion measured as of June 30, 2021.

Balances at December 31, 2022 and December 31, 2021

	12/31/2022	12/30/2021
Actuarial valuation date (including roll forward)	June 30, 2022	June 30, 2021
Deferred Outflows of Resources	$ 937,152	$ 938,326
Deferred Inflows of Resources	1,735,110	4,862,208
Net Pension Liability	9,575,096	7,699,774
Borough's portion of the Plan's total Net Pension Liability	0.06345%	0.06500%

Note 10. Pension Obligations (continued):

A. Public Employees' Retirement System (PERS) (continued):

Pension Expense/(Credit) and Deferred Outflows/Inflows of Resources - At December 31, 2022, the Borough's proportionate share of the PERS expense/(credit), calculated by the plan as of the June 30, 2022 measurement date is $(437,278). This expense/(credit) is not recognized by the Borough because of the regulatory basis of accounting as described in Note 1, but as previously mentioned the Borough contributed $800,103.00 to the plan in 2022.

At December 31, 2022, the Borough reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between Expected and Actual Experience	$ 69,109	$ 60,944
Changes of Assumptions	29,667	1,433,771
Net Difference between Projected and Actual Earnings on Pension Plan Investments	396,305	-
Changes in Proportion and Differences between Borough Contributions and Proportionate Share of Contributions	442,071	240,395
	$ 937,152	$ 1,735,110

The following is a summary of the deferred outflows of resources and deferred inflows of resources related to PERS that will be recognized in future periods:

Year Ending December 31,	Amount
2023	$ (781,007)
2024	(378,111)
2025	(163,733)
2026	485,534
2027	39,359
	$ (797,958)

Note 10. Pension Obligations (continued):

A. Public Employees' Retirement System (PERS) (continued):

Special Funding Situation – Under N.J.S.A. 43:15A-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, are Chapter 366, P.L. 2001 and Chapter 133, P.L. 2001.

The amounts contributed on behalf of the local participating employers under this legislation is considered to be a special funding situation as defined by GASB Statement No. 68 and the State is treated as a non-employer contributing entity. Since the local participating employers do not contribute under this legislation directly to the plan (except for employer specific financed amounts), there is no net pension liability to report in the financial statements of the local participating employers related to this legislation. At December 31, 2022, the State's proportionate share of the PERS expense, associated with the Borough, calculated by the plan as of the June 30, 2021 measurement date was $20,146.

Actuarial Assumptions - The total pension asset/(liability) as of the measurement date was determined by using an actuarial valuation as noted in the table below, with update procedures used to roll forward the total pension liability to the measurement date. The actuarial valuations used the following actuarial assumptions:

Inflation:	
Price	2.75%
Wage	3.25%
Salary Increases:	
	2.75 - 6.55% Based on Years of Service
Investment Rate of Return	7.00%
Mortality Rate Table	
PERS	Pub-2010 General Below-Median Income Employee mortality table with fully generational mortality improvement projections from the central year using Scale MP-2021
Period of Actuarial Experience Study upon which Actuarial Assumptions were Based	July 1, 2018 - June 30, 2021

Note 10. Pension Obligations (continued):

A. Public Employees' Retirement System (PERS) (continued):

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

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

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

Note 10. Pension Obligations (continued):

A. Public Employees' Retirement System (PERS) (continued):

Discount Rate - The discount rate used to measure the total pension liability was 7.00% as of June 30, 2022. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers and the nonemployer contributing entity will be based on 78% of the actuarially determined contributions for the State employer and 100% of actuarially determined contributions for the local employers. Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all projected benefit payments to determine the total pension liability.

Sensitivity of the Borough's proportionate share of the Net Pension Liability to Changes in the Discount Rate - The following presents the Borough's proportionate share of the net pension liability calculated using the discount rate as disclosed above, as well as what the Borough's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.00%) or 1-percentage-point higher (8.00%) than the current rate:

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Borough's Proportionate Share of the Net Pension Liability	$ 12,405,372	$ 9,575,096	$ 7,316,520

B. Police and Firemen's Retirement System (PFRS)

As of the date of this report, the New Jersey Division of Pension and Benefits has not provided updated actuarial valuations for the PFRS pension 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.

Plan Description – The State of New Jersey, Police and Firemen's Retirement System (PFRS) is a cost-sharing multiple-employer defined benefit pension plan administered by the State of New Jersey, Division of Pensions and Benefits (the Division). For additional information about PFRS, please refer to the Division's Comprehensive Annual Financial Report (CAFR) which can be found at http://www.state.nj.us/treasury/pensions/annual-reports.shtml.

Note 10. Pension Obligations (continued):

B. Police and Firemen's Retirement System (PFRS) (continued):

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

The following represents the membership tiers for PFRS:

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

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

Basis of Presentation - The schedule of employer and nonemployer allocations and the schedule of pension amounts by employer and nonemployer (collectively, the Schedules) present amounts that are considered elements of the financial statements of PFRS, its participating employers or the State as a nonemployer contributing entity. Accordingly, they do not purport to be a complete presentation of the financial position or changes in financial position of PFRS, the participating employers, or the State. The accompanying Schedules were prepared in accordance with U.S. generally accepted accounting principles. Such preparation requires management of PFRS to make a number of estimates and assumptions relating to the reported amounts. Due to the inherent nature of these estimates, actual results could differ from those estimates.

Contributions - 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. For fiscal year 2021, the State contributed an amount less than the actuarially determined amount. The Local employers' contribution amounts are based on an actuarially determined rate which includes the normal cost and unfunded accrued liability. Chapter 19, P.L. 2009 provided an option for local employers of PFRS to contribute 50% of the normal and accrued liability contribution amounts certified for payments due in State fiscal year 2009. Such employers will be credited with the full payment and any such amounts will not be included in their unfunded liability. The actuaries will determine the unfunded liability of those retirement systems, by employer, for the reduced normal and accrued liability contributions provided under this law.

This unfunded liability will be paid by the employer in level annual payments over a period of 15 years beginning with the payments due in the fiscal year ended June 30, 2012 and will be adjusted by the rate of return on the actuarial value of assets. For the year ended December 31, 2022, the Borough's contractually required contributions to PFRS plan was $1,433,259.00.

Note 10. Pension Obligations (continued):

B. Police and Firemen's Retirement System (PFRS) (continued):

Net Pension Liability and Pension Expense - At December 31, 2022 the Borough's proportionate share of the PFRS net pension liability was $12,614,318.00. The net pension liability was measured as of June 30, 2022. The total pension liability used to calculate the net pension liability was determined using update procedures to roll forward the total pension liability from an actuarial valuation as of July 1, 2021, to the measurement date of June 30, 2022. The Borough's proportion of the net pension liability was based on the Borough's actual contributions to the plan relative to the total of all participating employers' contributions for the year ended June 30, 2022. The Borough's proportion measured as of June 30, 2022, was 0.11020%, which was a decrease of .0039962% from its proportion measured as of June 30, 2021.

Balances at December 31, 2022 and December 31, 2021

	12/31/2022	12/30/2021
Actuarial valuation date (including roll forward)	June 30, 2022	June 30, 2021
Deferred Outflows of Resources	$ 2,260,839	$ 951,713
Deferred Inflows of Resources	2,855,073	7,167,596
Net Pension Liability	12,614,318	8,347,050
Borough's portion of the Plan's total net pension Liability	0.11020%	0.11420%

Pension Expense/(Credit) and Deferred Outflows/Inflows of Resources – At December 31, 2022, the Borough's proportionate share of the PFRS expense/(credit), calculated by the plan as of the June 30, 2022 measurement date was $79,146. This expense/(credit) is not recognized by the Borough because of the regulatory basis of accounting as described in Note 1, but as previously mentioned the Borough contributed $1,433,259.00 to the plan in 2022.

At December 31, 2022, the Borough had deferred outflows of resources and deferred inflows of resources related to PFRS from the following sources:

Note 10. Pension Obligations (continued):

B. Police and Firemen's Retirement System (PFRS) (continued):

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between Expected and Actual Experience	$ 570,958	$ 772,798
Changes of Assumptions	34,571	1,587,893
Net Difference between Projected and Actual Earnings on Pension Plan Investments	1,155,101	-
Changes in Proportion and Differences between Borough Contributions and Proportionate Share of Contributions	500,209	494,382
	$ 2,260,839	$ 2,855,073

The following is a summary of the deferred outflows of resources and deferred inflows of resources related to PFRS that will be recognized in future periods:

Year Ending December 31,	Amount
2023	$ (629,752)
2024	(402,030)
2025	(382,923)
2026	803,466
2027	8,897
Thereafter	8,108
	$ (594,234)

Note 10. Pension Obligations (continued):

B. Police and Firemen's Retirement System (PFRS) (continued):

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

Additionally, the State's proportionate share of the PFRS net pension liability attributable to the Borough is $2,244,979 as of December 31, 2022. The net pension liability was measured as of June 30, 2022. The total pension liability used to calculate the net pension liability was determined using update procedures to roll forward the total pension liability from an actuarial valuation as of July 1, 2021, to the measurement date of June 30, 2021. The State's proportion of the net pension liability associated with the Borough was based on a projection of the Borough's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined. The State's proportion measured as of June 30, 2022 was 0.1102038%, which was an decrease of 0.00399619% from its proportion measured as of June 30, 2021, which is the same proportion as the Borough's. At December 31, 2022, the Borough's and the State of New Jersey's proportionate share of the PFRS net pension liability were as follows:

Borough's Proportionate Share of Net Pension Liability	$ 12,614,318
State of New Jersey's Proportionate Share of Net Pension Liability Associated with the Borough	2,244,979
	$ 14,859,297

At December 31, 2022, the State's proportionate share of the PFRS expense, associated with the Borough, calculated by the plan as of the June 30, 2022 measurement date was $259,011.

Actuarial Assumptions - The total pension asset/(liability) as of the measurement date was determined by using an actuarial valuation as noted in the table below, with update procedures used to roll forward the total pension liability to the measurement date. The actuarial valuations used the following actuarial assumptions:

Note 10. Pension Obligations (continued):

B. Police and Firemen's Retirement System (PFRS) (continued):

Inflation	
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%
Mortality Rate Table	
PFRS	PubS-2010 amount-weighted mortality table using Scale MP-2021
Period of Actuarial Experience Study upon which Actuarial Assumptions were Based	July 1, 2018 - June 30, 2021

Pre-retirement mortality rates were based on the Pub-2010 Safety Employee mortality table with a 105.6% adjustment for males and 102.5% 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 Safety Retiree Below-Median Income Weighted mortality table with a 96.7% adjustment for males and 96.0% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. For beneficiaries (contingent annuitants), the Pub-2010 General Retiree Below-Median Income Weighted mortality table was used, unadjusted, and with future improvement from the base year of 2010 on a generational basis. Disability rates were based on the Pub-2010 Safety Disabled Retiree mortality table with a 152.0% adjustment for males and 109.3% 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, 2021 valuation were based on the results of an actuarial experience study for the period July 1, 2018 to June 30, 2021.

Long-Term Expected Rate of Return - In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2021) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic rates of return for each major asset class included in PFRS's target asset allocation as of June 30, 2022 are summarized in the following table:

Note 10. Pension Obligations (continued):

B. Police and Firemen's Retirement System (PFRS) (continued):

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

Discount Rate - The discount rate used to measure the total pension liability was 7.00% as of June 30, 2022. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers and the nonemployer contributing entity will be based on 78% of the actuarially determined contributions for the State employer and 100% of actuarially determined contributions for local employers. Based on those assumptions, the plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all projected benefit payments to determine the total pension liability.

Sensitivity of the Borough's proportionate share of the Net Pension Liability to Changes in the Discount Rate - The following presents the Borough's proportionate share of the net pension liability calculated using the discount rate as disclosed above, as well as what the Borough's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.00%) or 1-percentage-point higher (8.00%) than the current rate:

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Borough's Proportionate Share of the Net Pension Liability	$ 17,308,207	$ 12,614,318	$ 8,706,633
State of New Jersey's Proportionate Share of Net Pension Liability associated with the Borough	3,080,354	2,244,979	1,549,526
	$ 20,388,561	$ 14,859,297	$ 10,256,159

Note 10. Pension Obligations (continued):

B. Police and Firemen's Retirement System (PFRS) (continued):

Related Party Investments - The Division of Pensions and Benefits does not invest in securities issued by the Borough.

Note 11. Postemployment Benefits Other Than Pensions

As of the date of this report, the New Jersey Division of Pension and Benefits has not provided updated actuarial valuations for pension 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.

A. State Plan

General Information about the OPEB Plan

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. For additional information about the Plan, please refer to the State of New Jersey (the State), Division of Pensions and Benefits' (the Division) Comprehensive Annual Financial Report (CAFR), which can be found at https://www.state.nj.us/treasury/pensions/financial-reports.shtml.

The Plan provides medical and prescription drug to retirees and their covered dependents of the participating employers. Under the provisions of Chapter 88, P.L 1974 and Chapter 48, P.L. 1999, local government employers electing to provide postretirement medical coverage to their employees must file a resolution with the Division. Under Chapter 88, local employers elect to provide benefit coverage based on the eligibility rules and regulations promulgated by the State Health Benefits Commission. Chapter 48 allows local employers to establish their own age and service eligibility for employer paid health benefits coverage for retired employees. Under Chapter 48, the employer may assume the cost of postretirement medical coverage for employees and their dependents who: 1) retired on a disability pension; or 2) retired with 25 or more years of service credit in a State or locally administered retirement system and a period of service of up to 25 years with the employer at the time of retirement as established by the employer; or

Note 11. Postemployment Benefits Other Than Pensions (continued):

A. State Plan (continued):

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.

Basis of Presentation

The schedule of employer and nonemployer allocations and the schedule of OPEB amounts by employer and nonemployer (collectively, the Schedules) present amounts that are considered elements of the financial statements of its participating employers or the State as a nonemployer contributing entity. Accordingly, they do not purport to be a complete presentation of the financial position or changes in financial position of the participating employers or the State. The accompanying Schedules were prepared in accordance with U.S. generally accepted accounting principles. Such preparation requires management of the Plan to make a number of estimates and assumptions relating to the reported amounts. Due to the inherent nature of these estimates, actual results could differ from those estimates.

Allocation Methodology

GASB Statement No. 75 requires participating employers in the Plan to recognize their proportionate share of the collective net OPEB liability, collective deferred outflows of resources, collective deferred inflows of resources, and collective OPEB (benefit) expense. The special funding situation's and nonspecial funding situation's net OPEB liability, deferred outflows of resources, deferred inflows of resources, and OPEB (benefit) expense are based on separately calculated total OPEB liabilities. For the special funding situation and the nonspecial funding situation, the total OPEB liabilities for the year ended June 30, 2022 were $18,694,772.00 and $16,149,595,478.00, respectively. The nonspecial funding situation's net OPEB liability, deferred outflows of resources, deferred inflows of resources, and OPEB (benefit) expense are further allocated to employers 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. Employer and nonemployer allocation percentages have been rounded for presentation purposes; therefore, amounts presented in the schedule of OPEB amounts by employer and nonemployer may result in immaterial differences.

Note 11. Postemployment Benefits Other Than Pensions (continued):

A. State Plan (continued):

Net OPEB Liability

The total OPEB liability 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 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 periods in the measurement:

Salary Increases*:	
Public Employees' Retirement System (PERS)	
Initial Fiscal Year Applied	
Rate through 2026	2.75% to 6.55%
Police and Firemen's Retirement System (PFRS)	
Rate for all future years	3.25% to 16.25%
Mortality:	
PERS	Pub-2010 General classification headcount weighted mortality with fully generational mortality improvement projections from the central year using Scale MP-2021
PERS	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 the defined benefit plan that the member is enrolled in and his or her age.

OPEB Obligation and OPEB (benefit) Expense - The State's proportionate share of the total Other Post-Employment Benefits Obligations, attributable to the Borough's as of June 30, 2022 was $18,694,772.00. The Borough's proportionate share was $0.

The OPEB Obligation was measured as of June 30, 2022, and the total OPEB Obligation used to calculate the OPEB Obligation was determined by an actuarial valuation as of July 1, 2021, which was rolled forward to June 30, 2022. The State's proportionate share of the OPEB Obligation associated with the Borough was based on projection of the State's long-term contributions to the OPEB plan associated with the Borough relative to the projected contributions by the State associated with all participating Municipalities, actuarially determined. At June 30, 2022, the State proportionate share of the OPEB Obligation attributable to the Borough was 0.1157600017%, which was an increase of 0.0001730025% from its proportion measured as of June 30, 2021.

For the fiscal year ended June 30, 2022, the State of New Jersey recognized an OPEB (benefit) expense in the amount of $570,152.00 for the State's proportionate share of the OPEB (benefit) expense attributable to the Borough. This OPEB (benefit) expense was based on the OPEB plans June 30, 2022 measurement date.

Note 11. Postemployment Benefits Other Than Pensions (continued):

A. State Plan (continued):

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, 2013 to June 30, 2018 and July 1, 2014 to June 30, 2018, respectively.

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

Health Care Trend Assumptions

For Pre-Medicare medical benefits, the trend rate is initially 5.7% and decreases to a 4.5% long-term trend rate after eight years. For post-65 medical benefits, the actual fully-insured Medicare Advantage trend rates for fiscal year 2021 are reflected. The assumed post-65 medical trend is 4.5% for all future years. For prescription drug benefits, the initial trend rate is 7.5% decreasing to a 4.5% long-term trend rate after eight years.

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 Net OPEB Liability to Changes in the Discount Rate

The following presents the collective net OPEB liability of the participating employers as of June 30, 2022, calculated using the discount rate as disclosed above as well as what the collective 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:

	At 1% Decrease (2.54%)	At Discount Rate (3.54%)	At 1% Increase (4.54%)
State of New Jersey's Proportionate Share of Total OPEB Obligation Associated with The Borough	$ 21,671,004.19	$ 18,694,772.00	$ 16,300,114.74
State of New Jersey's Total Nonemployer OPEB Liability	18,720,632,230.00	16,149,595,478.00	14,080,955,857.00

Note 11. Postemployment Benefits Other Than Pensions (continued):

A. State Plan (continued):

Sensitivity of Net OPEB Liability to Changes in the Healthcare Trend Rate:

The following presents the net OPEB liability 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:

	1% Decrease	Healthcare Cost Trend Rate	1% Increase
State of New Jersey's Proportionate Share of Total OPEB Obligations Associated with The Borough	$ 15,859,337.92	$ 18,694,772.00	$ 22,326,164.63
State of New Jersey's Total Nonemployer OPEB Liability	13,700,188,049.00	16,149,595,478.00	19,286,596,671.00

Additional Information – The following is a summary of the collective balances of the local group at June 30, 2022:

Collective Balances at December 31, 2022 and December 31, 2021

	12/31/2022	12/31/2021
Actuarial valuation date (including roll forward)	June 30, 2021	June 30, 2020
Collective Deferred Outflows of Resources	$ 7,897,070,518.00	$ 8,536,291,345.00
Collective Deferred Inflows of Resources	13,408,600,309.00	12,481,961,743.00
Collective Net OPEB Liability	16,149,595,478.00	17,999,781,235.00
Borough's Portion	0.027293%	0.029370%

The collective amounts reported as a deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Note 11. Postemployment Benefits Other Than Pensions (continued):

A. State Plan (continued):

Year Ending June 30:	
2023	$ (1,463,380,541.00)
2024	(1,464,672,406.00)
2025	(1,156,630,075.00)
2026	(516,557,746.00)
2027	(115,810,526.00)
Thereafter	(794,478,497.00)
	$ (5,511,529,791.00)

Changes in Proportion

The previous amounts do not include employer specific deferred outflows of resources and deferred inflow of resources related to the changes in proportion. These amounts should be recognized (amortized) by each employer over the average remaining service lives of all plan members, which is 7.82, 7.82, 7.87, 8.05, 8.14 and 8.04 years for the 2022, 2021, 2020, 2019, 2018 and 2017 amounts, respectively.

Plan Membership

At June 30, 2022, the Program membership consisted of the following:

	June 30, 2022
Active Plan Members	84,057
Retirees Currently Receiving Benefits	16,440
Total Plan Members	100,497

Changes in the Total OPEB Liability

The change in the State's Total OPEB liability for the fiscal year ended June 30, 2022 (measurement date June 30, 2021) is as follows:

Note 11. Postemployment Benefits Other Than Pensions (continued):

A. State Plan (continued):

Service Cost	$ 796,654,029.00
Interest on the Total OPEB Liability	401,372,615.00
Change of Benefit Terms	402,474,416.00
Differences Between Expected and Actual Experience	572,046,963.00
Changes of Assumptions	(3,599,550,175.00)
Contributions From the Employer	(389,490,003.00)
Contributions From Non-Employer Contributing Entity	(45,792,081.00)
Net Investment Income	(235,962.00)
Administrative Expense	12,334,441.00
Net Change in Total OPEB Liability	(1,850,185,757.00)
Total OPEB Liability (Beginning)	17,999,781,235.00
Total OPEB Liability (Ending)	$ 16,149,595,478.00

Special Funding Situation

Under Chapter 330, P.L. 1997, the State shall pay the premium or periodic charges for the qualified local police and firefighter retirees and dependents equal to 80 percent of the premium or periodic charge for the category of coverage elected by the qualified retiree under the State managed care plan or a health maintenance organization participating in the program providing the lowest premium or periodic charge. The State also provides funding for retiree health benefits to survivors of local police officers and firefighters who die in the line of duty under Chapter 271, P.L.1989.

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

The participating employer allocations included in the supplemental schedule of employer special funding allocations and the supplemental schedule of special funding amounts by employer for each employer are provided as each employer is required to record in their financial statements, as an expense and corresponding revenue, their proportionate share of the OPEB expense allocated to the State of New Jersey under the special funding situation and include their proportionate share of the collective net OPEB liability in their respective notes to their financial statements. For this purpose, the proportionate

Note 11. Postemployment Benefits Other Than Pensions (continued):

A. State Plan (continued):

share was developed based on eligible plan members subject to the special funding situation. This data takes into account active members from both participating and non-participating employer locations and retired members currently receiving OPEB benefits.

Additionally, the State's proportionate share of the OPEB liability attributable to the Borough is $1,436,534.00 as of December 31, 2022. The OPEB liability was measured as of June 30, 2022. The total OPEB liability used to calculate the OPEB liability was determined using update procedures to roll forward the total OPEB liability from an actuarial valuation as of July 1, 2021, to the measurement date of June 30, 2022. The State's proportion of the OPEB liability associated with the Borough was based on a projection of the Borough's long-term share of contributions to the OPEB plan relative to the projected contributions of all participating members, actuarially determined. The State's proportion measured as of June 30, 2022 was 0.0425789886%, which was a decrease of 0.000513874% from its proportion measured as of June 30, 2021, which is the same proportion as the Borough's. At December 31, 2022, the Borough's and the State of New Jersey's proportionate share of the OPEB liability were as follows:

State of New Jersey's Proportionate Share of OPEB Liability Associated with the Borough	$	1,436,534.00

At December 31, 2022, the State's proportionate share of the OPEB expense, associated with the Borough, calculated by the plan as of the June 30, 2022 measurement date was ($458,900.00).

B. Local Plan

General Information about the OPEB Plan

The financial statements of the Borough are not prepared in accordance with Governmental Accounting Standards Board (GASB) Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits Other than Pensions. The following information is provided in accordance with the requirements of the Statement and has been implemented prospectively.

Employees who retire from the Borough may be eligible for pre-65 and post-65 postemployment medical, pharmacy, and dental benefits. Medical, including prescription drugs, are fully insured through the New Jersey State Health Benefits Program for Local Government Employer Groups. Individuals participate in a variety of different PPO and HMO type plans. Dental benefits are also fully insured through Horizon Blue Cross/Blue Shield of New Jersey.

Base plan costs are based on premium rates for the New Jersey State Health Benefits Program for Local Government Employer Groups. Fully insured premium rates effective January 1, 2021 and January 1, 2022 for pre-65 and post-65 retirees are outlined in Section VI, page 15 of this report. These premium rates are assumed to include all administrative expenses and PPACA fees due at this time.

Note 11. Postemployment Benefits Other Than Pensions (continued):

B. Local Plan (continued)

Plan year 2022 pre-65 and post-65 retiree premium rates are adjusted to reflect subsidization of retiree premiums through the Claims Stabilization Fund based on the NJ SHBP 2021 rate report from AON dated 9/15/20. Based on report, actual 2021 pre-65 retiree premium rates require an additional 27.2% rate increase and post-65 retirees require an additional 3.7% increase. Based on the premium rate increases implemented in the NJ SHBP 2022 report from AON dated 9/8/21, no such subsidization is necessary.

Sensitivity Analysis

Section I (page 3) of the report includes a sensitivity analysis as of fiscal year-end December 31, 2022 based on varying the discount interest rate and the healthcare cost inflation rate (trend) for GASB 74/75. We illustrate two scenarios for each variable of discount rate and trend rate as prescribed under GASB 74/75.

The discount rate used was 4.18%, which is based on an end of year measurement date of 12/31/22 and is consistent with the prescribed discount rate methodology under GASB 74/75. The prior valuation discount rate was 2.05%. Details of the discount rate assumption are described further in the report in Section IV, page 10.

Overview of Deferred Inflows and Deferred Outflows

Fiscal year January 1, 2022 to December 31, 2022 is the fourth year under GASB 75 reporting for the Borough. As such, deferred inflows and outflows are calculated along with the amortization of those inflows/outflows and are illustrated in Section I, pages 5-6 of the report in sub-sections F, G, H, and I.

Since the current year is a roll forward calculation, the assumptions and census information are the same as the prior valuation, except the change in the discount rate assumption (i.e., 2.05% to 4.18%). The liability decrease is solely due to the change in discount rate, which is prescribed under GASB 75.

Note 11. Postemployment Benefits Other Than Pensions (continued):

B. Local Plan (continued)

Demographic Information

Section III of the report illustrates additional information pertaining to the underlying census information including age and sex analysis for active and retired employees along with summaries of the active population by age and years of service. Census analysis is illustrated separately for actives and retirees. As part of the report, we also included a comparison of census demographic information to the prior valuation report of January 1, 2018. This is highlighted on pages 7 through 9 of the report.

Some highlights of census demographic information as of the January 1, 2022 valuation date are as follows:

- For retirees, the overall average age is 66.5 years, which reflects an average age of 58.2 for pre-65 retirees and 74.8 for post-65 retirees.
- For actives, the average age is 45.9 years and average years of service of 13.4.
- Of the active population, 4.6% of the population (4 employees) is eligible to retire.
- 27.6% actives and 23.1% retirees valued were female.
- 42.5% actives and 42.3% retirees elect single coverage.

Assumptions & Definitions

As part of this report, we included supporting documentation such as a summary of assumptions and key definitions (glossary), which are provided in Sections IV through VI. This includes assumptions for health care costs, contribution rates, healthcare inflation, decrement tables (e.g., probability of death, turnover, disability, and retirement) and other provisions.

The GASB 74/75 results on pages 1-6 are based on the assumptions and cost methods as prescribed under GASB 74/75 (e.g., discount rate, aging requirements, actuarial cost method under Entry Age Normal, etc.) See pages 10-15 for details on assumptions and definitions.

The mortality tables used for this valuation is based on the Society of Actuaries Pub-2010 Public Retirement Plans Healthy Male and Female Total Dataset Headcount-Weighted Mortality tables using Employee and Healthy Annuitant Tables for both pre and post retirement projected with mortality improvements using the most current Society of Actuaries Mortality Improvement Scale MP-2021.

The valuation is based on the decrement tables from the New Jersey Public Employees' Retirement System (PERS) and the New Jersey Police and Firemen's Retirement System (PFRS). Decrement tables are based on the July 1, 2020 Annual Report of the Actuary for both PERS and PFRS.

Healthcare Reform

The Patient Protection and Affordable Care Act (PPACA) enacted in March 2010 (Healthcare Reform) includes several fees and/or taxes levied on employer groups either directly (e.g., self-funded employer groups which calculates and pays the fees directly) or indirectly (e.g., fully insured groups in which the health insurer pays and passes on to the group in their premium rates). Fees associated with PPACA are reflected as appropriate in the valuation and described in detail on page 11 of the report.

Note 11. Postemployment Benefits Other Than Pensions (continued):

B. Local Plan (continued)

COVID-19 Pandemic

There have been no special adjustments or considerations made to valuation results due to the COVID-19 pandemic. Since the Borough is not funding this benefit in a separate OPEB trust, no special considerations were made for the impact on assets. Similarly, no special adjustments were made to the OPEB liability calculations. The impact of COVID-19 will be reviewed in future years including the potential impact on selected assumptions (e.g., mortality, morbidity, etc.).

Section A: Reported OPEB Liability as of Year End December 31, 2022

1	Discount Rate	4.18%
2	Present Value of Future Benefits as of Year End December 31, 2022	$ 12,932,282
3	Total OPEB Liability as of Year End December 31, 2022	$ 9,823,483
4	Plan Fiduciary Net Position as of Year End December 31, 2022	$ -
5	Net OPEB Liability as of Year End December 31, 2022: (3) - (4)	$ 9,823,483
6	Plan Fiduciary Net Position as a Percentage of OPEB Liability: (4) / (3)	0.00%
7	Total Annual Salary (Compensation) based on Prior Valuation Report	$ 8,156,134
8	Net OPEB Liability as a Percentage of Annual Salary: (5) / (7)	120.44%
9	Total Employee Census Counts for Valuation	
	a. Active Employees	87
	b. Retired Employees (including vested terminations)	26
	c. Subtotal: (8a) + (8b)	113

Section B: Projected Expense Calculation as of Year End December 31, 2022

1	Service Cost with Interest - Period January 1, 2022 to December 31, 2022	$ 300,130
2	Interest Cost - Period January 1, 2022 to December 31, 2022	
	a. Discount Rate	4.18%
	b. Total OPEB Liability as of January 1, 2022	$ 13,069,256
	c. Actual Benefit Payments - Illustrated as Project for Period January 1, 2022 to December 31, 2022	$ 428,446
	d. Interest Cost: (2a) x [(2b) - (2c) / 2]	$ 537,340
3	Investment Return - Period January 1, 2022 to December 31, 2022	$ -
4	Employee Contributions - Period January 1, 2022 to December 31, 2022 (Amount is illustrated as zero since employer contributions are illustrated net of employee contributions)	$ -
5	Administrative Expenses	$ -
6	Plan Changes	$ -
7	Amortization of Unrecognized Amounts	
	a. Liability (Gain)/Loss: Page 5, Section C, Line 6	$ 149,795
	b. Asset (Gain)/Loss	$ -
	c. Net (Gain)/Loss: (7a) - (7b)	$ 149,795
8	Total Expense - Period January 1, 2022 to December 31, 2022 (1) + (2d) + (3) + (4) + (5) + (6) + (7c)	$ 987,265

Note 11. Postemployment Benefits Other Than Pensions (continued):

B. Local Plan (continued)

Section C: Reconciliation of Net OPEB Liability as of Year End December 31, 2022

	Total OPEB Liability	Plan Fiduciary Net Position	Net OPEB Liability
1 Balance Recognized as of Beginning of Year (End of Prior Year) (Prior year liability for 12/31/21 assumed to match the prior actuarial report)	$ 13,069,256	$ -	$ 13,069,256
2 Changes Recognized for Fiscal Year			
a. Service Cost	$ 300,130	$ -	$ 300,130
b. Interest on Total OPEB Liability: Section B, Line 2d	$ 537,340	$ -	$ 537,340
c. Change in Benefit Terms: Section B, Line 6	$ -	$ -	$ -
d. Change in Expected to Actual	$ -	$ -	$ -
e. Changes in Assumptions	$ (3,654,797)	$ -	$ (3,654,797)
f. Benefit Payments: Section B, Line 2c	$ (428,446)	$ (428,446)	$ -
g. Contributions from Employer	$ -	$ 428,446	$ (428,446)
h. Contributions from Employees	$ -	$ -	$ -
i. Net Investment Income: Section B, Line 3	$ -	$ -	$ -
j. Administrative Expenses: Section B, Line 5	$ -	$ -	$ -
k. Net Changes: (a) + … + (j)	$ (3,245,773)	$ -	$ (3,245,773)
3 Balance Recognized as of End Year - December 31, 2022 (1) + (2k)	$ 9,823,483	$ -	$ 9,823,483

Note 11. Postemployment Benefits Other Than Pensions (continued):

B. Local Plan (continued)

Section D: Discount (Interest) Rate Sensitivity as of Year End December 31, 2022

	Current Valuation Discount Rate 4.18%	Discount Rate Less 1% 3.18%	Discount Rate Plus 1% 5.18%
1 Total OPEB Liability as of Year End December 31, 2022			
a. OPEB Liability	$ 9,823,483	$ 11,312,447	$ 8,617,129
b. Ratio to Current Valuation Assumptions	n/a	115.16%	87.72%
2 Plan Fiduciary Net Position as of Year End December 31, 2022			
a. Plan Fiduciary Net Position	$ -	$ -	$ -
b. Ratio to Current Valuation Assumptions	n/a	n/a	n/a
3 Net OPEB Liability as of Year End December 31, 2022			
a. OPEB Liability: (1a) - (2a)	$ 9,823,483	$ 11,312,447	$ 8,617,129
b. Ratio to Current Valuation Assumptions	n/a	115.16%	87.72%

Note: Sensitivity analysis for discount (interest) rate is illustrated as of end of year.

Section E: Healthcare Cost Inflation (Trend) Rate Sensitivity as of Year End December 31, 2022

	Current Valuation Discount Rate	Trend Rate Less 1%	Trend Rate Plus 1%
1 OPEB Liability as of Year End December 31, 2022			
a. OPEB Liability	$ 9,823,483	$ 8,908,211	$ 10,914,121
b. Ratio to Current Valuation Assumptions	n/a	90.68%	111.10%
2 Plan Fiduciary Net Position as of Year End December 31, 2022			
a. Plan Fiduciary Net Position	$ -	$ -	$ -
b. Ratio to Current Valuation Assumptions	n/a	n/a	n/a
3 Net OPEB Liability as of Year End December 31, 2022			
a. OPEB Liability: (1a) - (2a)	$ 9,823,483	$ 8,908,211	$ 10,914,121
b. Ratio to Current Valuation Assumptions	n/a	90.68%	111.10%

Note: Sensitivity analysis for healthcare cost inflation (trend) rate is illustrated as of end of year.

Note 11. Postemployment Benefits Other Than Pensions (continued):

B. Local Plan (continued)

Section A: Summary of Deferred Inflows & Outflows as of December 31, 2022 before Amortization at Beginning of Year
(SEE PAGE 5 FOR ALL YEARS)

		Deferred Outflows	Deferred Inflows
1	Difference Between Actual and Expected Experience	$ -	$ -
2	Net Difference Between Expected and Actual Earnings on OPEB Investments	$ -	$ -
3	Impact due to Changes in Assumptions (Page 2, Line 2e)	$ -	$ 3,654,797
4	Subtotal: (1) + (2) + (3)	$ -	$ 3,654,797

Note: Line 3 above reflects the impact of the change in discount rate from the prior valuation to the current year resulting in a liability reduction.

Section B: Amortization of Deferred Inflows & Outflows as of December 31, 2022
(SEE PAGE 5 FOR ALL YEARS)

1	Amortization of Difference Between Actual and Expected Experience		
	a. Difference Between Actual and Expected Experience	$	-
	b. Amortization Period in Years: Average Expected Future Working Lifetime		9.320 Years
	c. Annual Amortization Payment for Current Period: (1a) / (1b)	$	-
	d. Remaining Balance as of the end of the Fiscal Year: (1a) - (1c)	$	-
2	Amortization of Net Difference Between Expected and Actual Earnings on OPEB Investments		
	a. Difference Between Actual and Expected Experience	$	-
	b. Amortization Period in Years (Five Years)		5.000 Years
	c. Annual Amortization Payment: (2a) / (2b)	$	-
	d. Remaining Balance as of the end of the Fiscal Year: (2a) - (2c)	$	-
3	Amortization of Impact due to Changes in Assumptions		
	a. Impact due to Changes in Assumptions	$	(3,654,797)
	b. Amortization Period in Years: Average Expected Future Working Lifetime		9.320 Years
	c. Annual Amortization Payment: (3a) / (3b)	$	(392,146)
	d. Remaining Balance as of the end of the Fiscal Year: (3a) - (3c)	$	(3,262,651)

Notes:
1. The prior year reflected deferred outflows and/or deferred inflows with these amounts illustrated on pages 5-6 of this report.
2. The current year reflects a change in discount rate from the prior valuation, resulting in deferred inflows/outflows. See page 9 for details on discount rate.

Note 11. Postemployment Benefits Other Than Pensions (continued):

B. Local Plan (continued)

Section C: Amortization Schedule of Deferred Inflows & Outflows for All Years as of Year End

	Amortized Item	Initial Year	Amortization Period in Years	Initial Balance	Beginning of Year Unamortized Balance	Amortization Amount for Fiscal Year 2022	End of Year Unamortized Balance
1	Deferred Outflows Change in Assumptions - Note 1	2018	n/a	$ -	$ -	$ -	$ -
2	Deferred Outflows Change in Assumptions - Note 2	2019	n/a	$ -	$ -	$ -	$ -
3	Deferred Outflows Change in Assumptions - Note 3	2020	n/a	$ -	$ -	$ -	$ -
4	Deferred Outflows Change in Assumptions - Note 4	2021	9.320	$ 5,050,889	$ 4,508,948	$ 541,941	$ 3,967,007
5	Deferred Inflows Change in Assumptions - Note 5	2022	9.320	$ (3,654,797)	$ (3,654,797)	$ (392,146)	$ (3,262,651)
6	**Totals**			**$ 1,396,092**	**$ 854,151**	**$ 149,795**	**$ 704,356**

Note 1 No deferred inflows or outflows were reported for fiscal year 2018.

Note 2 No deferred inflows or outflows were reported for fiscal year 2019.

Note 3 No deferred inflows or outflows were reported for fiscal year 2020.

Note 4 Fiscal year 2021 was based on a full valuation report, which reflected the impact of changes in assumptions and census information since the prior year's reporting. This is the fifth year of reporting under GASB 75. No new deferred inflows were calculated in this fiscal year.

Note 5 Reflects all assumptions and census from the prior year valuation with the one change reflecting the impact of the change in discount rate for fiscal year 2022. See page 9 for details of changes in discount rate. See page 4 of the report for the deferred inflows calculation for the current year. The current year did not have an additional deferred outflows amortization schedule. This is the fifth year of reporting under GASB 75.

	Amortization Schedule 7 Yearend December 31	Beginning of Year Unamortized Balance	Recognition of OPEB Amortization Expense (Notes 1-4) - Page 6	End of Year Unamortized Balance
a.	Fiscal Year End 12/31/22	$ 854,151	$ 149,795	$ 704,356
b.	Fiscal Year End 12/31/23	$ 704,356	$ 149,795	$ 554,561
c.	Fiscal Year End 12/31/24	$ 554,561	$ 149,795	$ 404,766
d.	Fiscal Year End 12/31/25	$ 404,766	$ 149,795	$ 254,971
e.	Fiscal Year End 12/31/26	$ 254,971	$ 149,795	$ 105,176
f.	Fiscal Year End 12/31/27	$ 105,176	$ 149,795	$ (44,619)
g.	Fiscal Year End 12/31/28	$ (44,619)	$ 149,795	$ (194,414)
h.	Fiscal Year End 12/31/29	$ (194,414)	$ 149,795	$ (344,209)
i.	Fiscal Year End 12/31/30	$ (344,209)	$ (218,726)	$ (125,483)
j.	Fiscal Year End 12/31/31	$ (125,483)	$ (125,483)	$ -
k.	Fiscal Year End 12/31/32	$ -	$ -	$ -
l.	Fiscal Year End 12/31/33	$ -	$ -	$ -
m.	Fiscal Year End 12/31/34	$ -	$ -	$ -
n.	Fiscal Year End 12/31/35	$ -	$ -	$ -
o.	Subtotal: (6a) + … + (6n)		$ 854,151	
p.	Subtotal of Unamortized Balance: (6b) + … + (6n)		$ 704,356	

Note:
The deferred inflows/outflows in the 12/31/21 in the prior year's reporting are assumed to match the prior actuarial report, so no adjustments were required to prior year schedules. If the prior yearend reporting did not reflect match the prior actuarial report for deferred inflows/outflows, then potential adjustments may be needed.

Note 12. Municipal Debt

The following schedule represents the Borough's summary of debt, as filed in the Borough's Annual Debt Statement required by the Local Bond Law of New Jersey for the current and two previous years:

	2023	2022	2021
Issued:			
General:			
Bonds, Notes and Loans	$ 18,700,688	$ 17,921,710	$ 20,842,613
Utility:			
Bonds, Notes and Loans	8,755,055	8,081,961	8,817,867
Total Debt Issued	27,455,743	26,003,671	29,660,480
Authorized but not issued:			
General:			
Bonds, Notes and Loans	3,329,739	3,240,979	908,679
Utility:			
Bonds, Notes and Loans	618,166	1,785,266	745,666
Total Authorized But Not Issued	3,947,905	5,026,245	1,654,345
Total Gross Debt	$ 31,403,648	$ 31,029,916	$ 31,314,825
Deductions:			
General:			
Funds on Hand For Payment of Bonds and Notes:			
Reserve for Debt Service	55,833	83,228	83,228
Water/Sewer Utility:			
Funds on Hand For Payment of Bonds and Notes:			
Reserve for Debt Service	-	6,669	6,669
Self Liquidating Debt	9,373,221	9,860,558	9,556,864
Total Deductions	9,429,054	9,950,455	9,646,761
Total Net Debt	$ 21,974,594	$ 21,079,461	$ 21,668,064

Note 12. Municipal Debt (continued)

Summary of Statutory Debt Condition - Annual Debt Statement

The following schedule is a summary of the previous schedule and is prepared in accordance with the required method of setting up the Annual Debt Statement:

	Gross Debt	Deductions	Net Debt
Local School Debt	$ 10,268,000	$ 10,268,000	$ -
General Debt	22,030,427	55,833	21,974,594
Utility Debt	9,373,221	9,373,221	-
	$ 41,671,648	$ 19,697,054	$ 21,974,594

Net Debt $21,974,594 divided by the average Equalized Valuation Basis per N.J.S.A 40A:2-2 as amended, $4,571,154,035.33, equals 0.481. New Jersey statute 40A:2-6, as amended, limits the debt of a Municipality to 3.5% of the last three preceding year's average equalized valuations of real estate, including improvements and the assessed valuation of Class II Railroad Property. The remaining borrowing power in dollars at December 31, 2023 is calculated as follows:

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

3 1/2% of Equalized Valuation Basis (Municipal)	$ 159,990,391
Net Debt	21,974,594
Remaining Borrowing Power	$ 138,015,797

Self-Liquidating Utility Calculation per N.J.S.A. 40A:2-46

Cash Receipts From Fees, Rents or Other Charges for the Year		$ 7,190,145
Deductions:		
Operating and Maintenance Costs	$ 5,250,976	
Debt Service	1,012,874	
Total Deductions		6,263,850
Excess/(Deficit) in Revenue		$ 926,295

*If Excess in Revenues all Utility Debt is Deducted

Note 12. Municipal Debt (continued)

General Debt

A. Serial Bonds Payable

In July 2010, the Borough issued $14,890,000 of General Obligation Bonds. The General Obligation Bonds were issued at interest rates varying from 3.00 % to 4.00 % and mature in 2024.

In November 2015, the Borough issued $7,300,000 of General Obligation Bonds. The General Obligation Bonds were issued at interest rates varying from 2.00 % to 4.00 % and mature in 2025.

In July 2019, the Borough issued $5,395,000 of General Obligation Bonds. The General Obligation Bonds were issued at interest rates varying from 2.5 % to 5.00 % and mature in 2031.

In March 2022, the Borough issued $7,360,000 of General Obligation Bonds. The General Obligation Bonds were issued at interest rates varying from 2.00 % to 4.00 % and mature in 2032.

Principal and interest due on the outstanding bonds is as follows:

Year	Principal	Interest	Total
2024	$ 2,775,000	$ 531,039	$ 3,306,039
2025	2,630,000	425,409	3,055,409
2026	1,505,000	341,125	1,846,125
2027	1,505,000	274,125	1,779,125
2028	1,480,000	213,825	1,693,825
2029-2032	5,260,000	315,975	5,575,975
	$ 15,155,000	$ 2,101,498	$ 17,256,498

B. Bond Anticipation Notes Payable – Short Term Debt

The following is a summary of bond anticipation notes payable accounted for in the General Capital Fund at December 31, 2023.

IMPROVEMENT DESCRIPTION	DATE OF ISSUE	DATE OF MATURITY	INTEREST RATE	BALANCE DECEMBER 31, 2023
Various Capital Improvements	8/31/23	8/30/24	4.50%	$ 527,000
Various Capital Improvements	8/31/23	8/30/24	4.50%	178,030
Acquisition of an Ambulance	8/31/23	8/30/24	4.50%	213,100
Various Capital Improvements	8/31/23	8/30/24	4.50%	1,692,300
Various Captial Improvments	8/31/23	8/30/24	4.50%	889,570
				$ 3,500,000

C. Bonds and Notes Authorized But Not Issued

As of December 31, 2023, the Borough had $3,329,739 in various General Capital bonds and notes authorized but not issued.

D. Loans Payable

Green Acres Loan

In 2000 & 2010 the Borough finalized two loan agreements.

The first loan was in 2000, of $148,836 to be repaid over a 20 year period at a 2.00 % interest rate. The proceeds of the loan is to provide for the restoration of River and Maxxon Avenue Beach Development.

The second loan was in 2010, of $113,000 to be repaid over a 20 year period at a 2.00 % interest rate. The proceeds of the loan is to provide for the restoration of Riverfront Park.

Year	Principal	Interest	Total
2024	$ 6,144	883	$ 7,027
2025	6,267	760	7,027
2026	6,393	634	7,027
2027	6,521	505	7,026
2028	6,654	374	7,028
2029-2030	13,709	344	14,053
	$ 45,688	$ 3,500	$ 49,188

Water/Sewer Utility Debt

A. Serial Bonds Payable

In July 2010, the Borough issued $4,980,000 of General Obligation Bonds. The General Obligation Bonds were issued at an interest rate of 4.00 % and mature in 2029.

In November 2015, the Borough issued $1,360,000 of General Obligation Bonds. The General Obligation Bonds were issued at interest rates varying from 2.00 % to 4.00 % and mature in 2025.

In July 2019, the Borough issued $4,340,000 of General Obligation Bonds. The General Obligation Bonds were issued at interest rates varying from 2.00 % to 5.00 % and mature in 2031.

In March 2022, the Borough issued $1,000,000 of General Obligation Bonds. The General Obligation Bonds were issued at interest rates varying from 2.00 % to 4.00 % and mature in 2032.

Note 12. Municipal Debt (continued)

Principal and interest due on the outstanding bonds is as follows:

Year	Principal	Interest	Total
2024	$ 720,000	$ 25,988	$ 745,988
2025	820,000	30,175	850,175
2026	870,000	39,150	909,150
2027	920,000	36,800	956,800
2028	945,000	37,800	982,800
2029-2032	2,670,000	352,640	3,022,640
	$ 6,945,000	$ 522,553	$ 7,467,553

B. Loans Payable

New Jersey Environmental Infrastructure Trust

In 2014 the Borough finalized one loan agreement with the Sate of New Jersey Department of Environmental Protection, pursuant to the New Jersey Environmental Infrastructure Trust Financing Program.

The loan consists of two agreements, a Trust Loan Agreement for $405,000 to be repaid over a 19-year period at interest rates ranging from 3.00%-5.00% and a no interest Fund Loan Agreement of $411,161 to be repaid over a 19-year period. The proceeds of the loans are to provide for replacement of the Borough's pumping station.

Year	Principal	Interest	Total
2024	$ 40,906	$ 8,012	$ 48,918
2025	40,906	7,012	47,918
2026	45,906	6,412	52,318
2027	45,906	5,662	51,568
2028	45,906	4,912	50,818
2029-2033	186,525	14,565	201,090
	$ 406,055	$ 46,575	$ 452,630

Note 12. Municipal Debt (continued)

C. Bond Anticipation Notes Payable – Short Term Debt

The following is a summary of bond anticipation notes payable accounted for in the Utility Capital Fund at December 31, 2023.

Description	Date of Issue	Date of Maturity	Rate	Balance December 31, 2023
Various Improvements	8/30/2023	8/30/2024	4.500%	$ 69,200
Various Improvements	8/30/2023	8/30/2024	4.500%	139,300
Various Improvements	8/30/2023	8/30/2024	4.500%	939,600
Various Improvements	8/30/2023	8/30/2024	4.500%	255,900
				$ 1,404,000

D. Bonds and Notes Authorized But Not Issued

As of December 31, 2023 the Borough had $618,166 in various Utility bonds and notes authorized but not issued.

Summary of Principal Debt

A summary of the changes in long-term and short-term debt of the Borough is as follows:

	Balance December 31, 2022	Accrued/ Increases	Retired/ Decreases	Balance December 31, 2023	Balance Due Within One Year
General Capital:					
General Bonds	$ 17,870,000	$ -	$ 2,715,000	$ 15,155,000	$ 2,775,000
Bond Anticipation Notes	-	3,500,000	-	3,500,000	3,500,000
Green Acres Loan Payable	51,710	-	6,022	45,688	6,144
	$ 17,921,710	$ 3,500,000	$ 2,721,022	$ 18,700,688	$ 6,281,144
Utility Capital:					
Utility Bonds	$ 7,635,000	$ -	$ 690,000	$ 6,945,000	$ 720,000
Bond Anticipation Notes	-	1,404,000	-	1,404,000	1,404,000
NJEIT Loan Payable	446,961	-	40,906	406,055	40,906
	$ 8,081,961	$ 1,404,000	$ 730,906	$ 8,755,055	$ 2,164,906

Note 13. Deferred Charges to be Raised in Succeeding Budgets

Certain expenditures are required to be deferred to budgets of succeeding years. At December 31, 2023 the following deferred charges are shown on the statement of assets, liabilities, reserves and fund balances of the following funds:

Description	Balance December 31, 2023	2024 Budget Appropriation	Balance to Succeeding Budgets
Current Fund:			
Cyber Attack	$ 1,888,458	$ -	$ 1,888,458
Water/Sewer Utility Operating Fund:			
Other Expenses	$ 17,350	$ 17,350	$ -

Note 14. Deferred School Taxes

School taxes have been raised and the liability deferred by statutes. The balance of unpaid local school taxes levied, amount deferred and the amount reported as a liability (payable) at December 31, 2022 and 2021, are as follows:

Local Taxes	Balance, December 31, 2023	2022
Total Balance of Local Tax	$ 20,462,559.00	$ 20,217,244.00
Deferred Taxes	7,048,707.00	7,048,707.00
Local Tax Payable	$ 13,413,852.00	$ 13,168,537.00

Note 15. Deferred Compensation Salary Account

The Borough offers its employees a Deferred Compensation Plan in accordance with Internal Revenue Code Section 457 which has been approved by the Director of the Division of Local Government Services. The Plan, available to all full time employees at their option, permits employees to defer a portion of their salary to future years. The deferred compensation is not available to participants until termination, retirement, death or unforeseeable emergency. Amounts deferred under Section 457 plans must be held in trust for the exclusive benefits of participating employees and not be accessible by the Borough or its creditors. Since the Borough does not have a fiduciary relationship with the Plan, the balances and activities of the Plan are not reported in the Borough's financial statements.

Note 16. Accrued Sick, Vacation and Compensation Time

As discussed in Note 1 and in accordance with accounting principles prescribed by the State of New Jersey, the cash basis of accounting is followed for recording the Borough's liability related to unused vacation, sick pay and compensation time. The Borough permits certain employees within limits to accumulate unused vacation, sick pay and compensation time, which may be taken as time off or paid at a later date at an agreed upon rate. In accordance with New Jersey accounting principles, this unused accumulated absences amount is not reported as a liability in the accompanying financial statements. It is estimated that accrued benefits for compensated absences are valued at $1,114,196 at December 31, 2023.

Note 17. Risk Management

The Borough is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters.

Joint Insurance Pool

The Borough is a member of the Ocean County Municipal Joint Insurance Fund (JIF). The joint insurance pool is both an insured and self-administered group of municipalities established for the purpose of insuring against property damage, general liability, motor vehicles and equipment liability and workmen's compensation. The Joint Insurance Fund will be self-sustaining through member premiums. The Joint Insurance Fund participates in the Municipal Excess Liability Program, which has a contract for excess liability insurance for property.

New Jersey Unemployment Compensation Insurance

The Borough has elected to fund its New Jersey Unemployment Compensation Insurance under the "Reimbursement Method." Under this plan, the Borough is required to reimburse the New Jersey Unemployment Trust Fund, dollar-for-dollar, for unemployment benefits paid to its former employees who were laid off or furloughed and charged to its account with the State. The Borough is billed quarterly for amounts due to the State. The following is a summary of Borough contributions, reimbursements to the State for benefits paid and the ending balance of the Borough's unemployment trust fund for the current and previous two years:

Year	Contributions	Amount Reimbursed	Ending Balance
2023	$ 48,957	$ 39,205	$ 205,540
2022	60,911	25,385	195,788
2021	52,616	26,808	160,262

Note 18. Contingencies

Grantor Agencies

The Borough receives financial assistance from the State of New Jersey and the U.S. government in the form of grants. Entitlement to the funds is generally conditional upon compliance with terms and conditions of the grant agreements and applicable regulations, including the expenditure of the funds for eligible purposes. Substantially all grants, entitlements and cost reimbursements are subject to financial and compliance audits by grantors. As a result of these audits, costs previously reimbursed could be disallowed and require repayment to the grantor agency. As of December 31, 2023 the Borough estimates that no material liabilities will result from such audits.

Litigation

The Borough is suing its banking institution, Citizens Bank, for improperly allowing wire fraud, resulting in damages to the extent of approximately $3,000,000. The Borough has initiated legal action to recover these funds. Although the litigation has only recently commenced, counsel is optimistic about a successful outcome.

Tax Appeals

Losses arising from tax appeals are recognized at the time a decision is rendered by an administrative or judicial body; however, municipalities may establish reserves transferred from tax collections or by budget appropriation for future payments of tax appeal losses. There are no significant pending tax appeals as of December 31, 2023.

Note 19. Length of Service Awards Program

The Borough's length of service awards program ("LOSAP") is reported in the Borough's trust fund Statement of Assets, Liabilities, Reserves and Fund Balance - Regulatory Basis. The LOSAP provides tax deferred income benefits to active volunteer firefighters and emergency medical personnel.

The tax deferred income benefits for the active volunteer firefighters and emergency medical personnel serving the residents the of the Borough come from contributions made solely by the governing body of the Borough, on behalf of those volunteers who meet the criteria of a plan created by that governing body. Participants should refer to the Plan agreement for a more complete description of the Plan's provisions.

Contributions - If an active member meets the year of active service requirement, a length of service awards program must provide a benefit between the minimum contribution of $100 and a maximum contribution of $1,150 per year. While the maximum amount is established by statute, it is subject to periodic increases that are related to the consumer price index (N.J.S.A. 40A:14-185(f)). The Division of Local Government Services of the State of New Jersey will issue the permitted maximum annually. The Borough elected to contribute $1,814 for the year ended December 31, 2023 per eligible volunteer, into the Plan, depending on how many years the volunteer has served. During the year ended December 31, 2023, the Borough contributed a total of $95,795 to the plan. Participants direct the investment of the contributions into various investment options offered by the Plan. The Borough has no authorization to direct investment contributions on behalf of eligible volunteers nor has the ability to purchase or sell investment options offered by the Plan. The types of investment options, and the administering of such investments, rests solely with the plan administrator.

Note 19. Length of Service Awards Program (continued)

Participant Accounts - Each participant's account is credited with the Borough's contribution and Plan earnings, and charged with administrative expenses. The benefit to which a participant is entitled is the benefit that can be provided from the participant's vested account. The Borough has placed the amounts deferred, including earnings, in a trust maintained by a third-party administrator for the exclusive benefit of the plan participants and their beneficiaries. Such funds, although subject to the claims of the Borough's creditors until distributed as benefit payments, are not available for funding the operations of the Borough. The funds may also be used to pay the administrative fees charged by the Plan Administrator. Corebridge Financial ("Plan Administrator"), an approved Length of Service Awards Program provider, is the administrator of the Plan. The Borough's practical involvement in administering the Plan is essentially limited to verifying the eligibility of each participant and remitting the funds to the Plan Administrator.

Vesting - Benefits, plus actual earnings thereon, are one hundred percent (100%) vested after five (5) years of service.

Payment of Benefits - Upon retirement or disability, participants may select various payout options, which include lump sum, periodic, or annuity payments. In the case of death, with certain exceptions, any amount invested under the participant's account is paid to the beneficiary or the participant's estate. In the event of an unforeseeable emergency, as outlined in the Plan document, a participant or a beneficiary entitled to vested accumulated deferrals may request the local plan administrator to payout a portion of vested accumulated deferrals. During the year ended December 31, 2023 payouts of $121,638 were made to vested participants.

Forfeited Accounts – During the year ended December 31, 2023, no accounts were forfeited.

Plan Information - Additional information about the Borough's length of service awards program can be obtained by contacting the Plan Administrator.

Note 20. Subsequent Events

As discussed in Note 1, the Borough has evaluated subsequent events through June 28, 2024, the date the financial statements were available for issuance, for possible disclosure and recognition in the financial statements.

On May 13, 2024, the Borough adopted an ordinance providing for Various Capital Improvements and other related expenses in the Borough and appropriating $3,807,600 therefor and providing for the issuance of $3,616,700 in Bonds or Notes to finance the same.

On May 13, 2024, the Borough adopted an ordinance providing for Various Water and Sewer Utility Improvements and appropriating $298,800 therefor and providing for the issuance of $283,600 in Bonds or Notes to finance part of the cost thereof.

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SUPPLEMENTARY EXHIBITS

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EXHIBIT A-4

BOROUGH OF POINT PLEASANT
CURRENT FUND
SCHEDULE OF CURRENT CASH - TREASURER
FOR THE YEAR ENDED DECEMBER 31, 2023

	CURRENT		FEDERAL & STATE GRANT FUNDS	
Balance December 31, 2022		$ 21,040,686		$ 1,506,778
Increased by Receipts:				
Miscellaneous Reserves	$ 250,288		$ -	
Taxes Receivable	73,239,349		-	
Prepaid Taxes	668,761		-	
Tax Overpayments	76,313		-	
Revenue Accounts Receivable	4,081,875		-	
Due From State of New Jersey - Senior Citizen & Veteran Deductions	117,225		-	
Nonbudget Revenue	239,460		-	
Unappropriated Grants	-		25,092	
Federal & State Grants Receivable	-		683,918	
		78,673,271		709,010
		99,713,957		2,215,788
Decreased by Disbursements:				
2023 Appropriations	20,932,776		-	
2022 Reserve Appropriations	624,925		-	
Cyber Attack Theft	1,888,458			
County Taxes	16,564,523		-	
Local District School Tax	40,679,811		-	
Miscellaneous Reserves	36,854		-	
Accounts Payable	1,711		-	
Tax Overpayments Refunded	120,397		-	
Reserve for Federal & State Grant Funds - Appropriated	-		655,585	
Unappropriated Anticpated as Current Revenue	-		852,273	
		80,849,455		1,507,858
Balance December 31, 2023		$ 18,864,502		$ 707,930

BOROUGH OF POINT PLEASANT
CURRENT FUND
SCHEDULE OF TAXES RECEIVABLE AND ANALYSIS OF PROPERTY TAX LEVY
FOR THE YEAR ENDED DECEMBER 31, 2023

YEAR	BALANCE DECEMBER 31, 2022	2023 LEVY	ADDED TAXES	COLLECTED 2022	COLLECTED 2023	DUE FROM STATE OF NEW JERSEY	CANCELLATIONS	TRANSFER TO TAX TITLE LIEN	BALANCE DECEMBER 31, 2023
2021	$ 250	$ -	$ -	$ -	$ 250	$ -	$ -	$ -	$ -
2022	515,953	-	-	-	504,672	-	11,031	-	250
Total	516,203	-	-	-	504,922	-	11,031	-	250
2023	-	73,368,383	722,800	612,207	72,765,693	120,985	46,156	-	546,142
Total	$ 516,203	$ 73,368,383	$ 722,800	$ 612,207	$ 73,270,615	$ 120,985	$ 57,187	$ -	$ 546,392

Cash Receipts	$ 73,239,349
Overpayments	31,266
Total	$ 73,270,615

ANALYSIS OF 2023 PROPERTY TAX LEVY

General Purpose Tax	$ 73,368,383	
Added & Omitted Taxes (54:4-6 et seq)	722,800	
Total	$ 74,091,183	
TAX LEVY:		
Local District School Tax		$ 40,925,126
General County Tax	$ 13,845,754	
County Library Tax	1,310,645	
County Open Space	760,353	
County Health Tax	550,149	
Due County for Added & Omitted Taxes	86,663	
		16,553,564
Local Tax for Municipal Purposes	16,216,184	
Municipal Open Space	67,409	
Add: Additional Taxes Levied	328,900	
		16,612,493
Total		$ 74,091,183

EXHIBIT A-6

SCHEDULE OF REVENUE ACCOUNTS RECEIVABLE
YEAR ENDED DECEMBER 31, 2023

	BALANCE DECEMBER 3 2022	ACCRUED IN 2023	REALIZED	BALANCE DECEMBER 31, 2023
Miscellaneous Revenue Anticipated:				
Licenses:				
Alcoholic Beverages	$ -	$ 16,128	$ 16,128	$ -
Construction Code Fees	-	731,917	731,917	-
Fees and Permits - Other	-	54,375	54,375	-
Municipal Court	4,539	73,054	71,099	6,494
Interest on Investments & Deposits	-	579,994	579,994	-
Interest on Costs on Taxes	-	131,596	131,596	-
Energy Receipts Tax	-	1,236,061	1,236,061	-
Interlocal Agreements:				
Police Dept. Patrol of Schools	-	167,355	167,355	-
Admin. Services with Bayhead	-	70,000	70,000	-
CFO & TC Services with South Toms River	-	33,350	33,350	-
Bayhead Municipal Clerk SSA	-	45,000	45,000	-
Sale of Municipal Assets	-	500,000	500,000	-
Reserve for COVID-19	-	63,449	63,449	-
American Rescue Plan - Revenue Loss	-	850,000	850,000	-
Reserve for Municipal Relief Fund	-	64,035	64,035	-
Reserve for Debt Service	-	50,000	50,000	-
General Capital Fund Balance	-	50,000	50,000	-
Vehicl Fees - Off Duty Police	-	45,000	45,000	-
Total	$ 4,539	$ 4,761,314	$ 4,759,359	$ 6,494

Cash Receipts	$ 4,081,875
Due from General Capital	50,000
From Reserves	627,484
Total	$ 4,759,359

BOROUGH OF POINT PLEASANT
CURRENT FUND
SCHEDULE OF 2022 APPROPRIATION RESERVES
FOR THE YEAR ENDED DECEMBER 31, 2023

	ENCUMBRANCES	RESERVE	BUDGET AFTER MODIFICATION	PAID OR CHARGED	BALANCE LAPSED
OPERATIONS WITHIN "CAPS":					
General Government Functions:					
General Administration:					
Salaries and Wages	$ -	$ 359	$ 359	$ -	$ 359
Other Expenses	9,540	4,733	14,273	4,187	10,086
Municipal Clerk:					
Salaries and Wages	-	551	551	-	551
Other Expenses	2,461	1,459	3,920	878	3,042
Elections	-	51	51	-	51
Financial Administration (Treasury):					
Salaries and Wages	-	4,836	4,836	-	4,836
Other Expenses	1,695	1,031	2,726	2,052	674
Revenue Administration (Tax Collector):					
Salaries and Wages	-	3,939	3,939	-	3,939
Other Expenses	60	1,089	1,149	60	1,089
Tax Assessor:					
Salaries and Wages	-	15	15	-	15
Other Expenses	900	1,218	2,118	900	1,218
Cost of Tax Appeals	3,000	-	3,000	-	3,000
Legal Services:					
Other Expenses	69,426	124	69,550	13,158	56,392
Engineering Services & Costs:					
Other Expenses	49,234	-	49,234	9,246	39,988
Land Use Administration:					
Planning Board:					
Other Expenses	5,249	2,427	7,676	729	6,947
Zoning Officer:					
Other Expenses	300	4,826	5,126	714	4,412
Code Enforcement					
Salaries and Wages	-	3,255	3,255	-	3,255
Other Expenses	215	1,408	1,623	215	1,408
Insurance:					
Health Insurance	45,331	3,340	48,671	20,161	28,510
Public Safety Functions:					
Police:					
Salaries and Wages	-	137,827	137,827	17,099	120,728
Other Expenses	55,570	3,028	58,598	44,873	13,725
Office of Emergency Management					
Other Expenses	1,539	230	1,769	1,232	537
Aid to Volunteer Ambulance Co:					
Other Expenses	-	-	-	(5,206)	5,206

EXHIBIT A-7

BOROUGH OF POINT PLEASANT
CURRENT FUND
SCHEDULE OF 2022 APPROPRIATION RESERVES
FOR THE YEAR ENDED DECEMBER 31, 2023

	ENCUMBRANCES	RESERVE	BUDGET AFTER MODIFICATION	PAID OR CHARGED	BALANCE LAPSED
Public Works Functions:					
Road Repairs & Maintenance:					
Salaries and Wages	-	33,931	32,209	16,250	15,959
Other Expenses	26,149	6,453	32,602	28,327	4,275
Other Public Works Functions					
Recycling:					
Salaries and Wages	-	2,683	4,405	3,954	451
Other Expenses	49,785	1,079	50,864	46,737	4,127
Snow Removal					
Other Expenses	2,049	340	2,389	1,500	889
Solid Waste Collection:					
Contractual	148,750	-	148,750	148,050	700
Building & Grounds:					
Other Expenses	13,596	4,883	18,479	16,115	2,364
Condominium Reimbursement					
Other Expenses	3,536	11,964	15,500	15,500	-
Health & Human Services:					
Board of Health:					
Salaries and Wages	-	59	59	-	59
Other Expenses	424	1,680	2,104	251	1,853
Environmental Commission:					
Other Expenses	-	523	523	-	523
Park & Recreation Functions:					
Recreation Services & Programs:					
Salaries and Wages	-	2,290	2,290	1,244	1,046
Other Expenses	4,023	664	4,687	4,048	639
Utility Expense & Bulk Purchases:					
Electricity	10,414	-	10,414	5,042	5,372
Street Lighting	12,393	-	12,393	9,747	2,646
Telephone	1,723	-	1,743	1,063	680
Gasoline	781	-	2,581	2,504	77
Natural Gas	9,716	31,832	39,728	10,263	29,465
Landfill/Solid Waste Disposal Costs:					
Landfill Dumping Fees	123,926	-	123,926	116,201	7,725
Municipal Court:					
Salaries and Wages	-	1,528	1,528	-	1,528
Other Expenses	117	2,094	2,211	50	2,161
State Uniform Construction Code:					
Construction Code Official:					
Salaries and Wages	-	40,143	40,143	6,336	33,807
Other Expenses	3,490	5,646	9,136	2,587	6,549

BOROUGH OF POINT PLEASANT
CURRENT FUND
SCHEDULE OF 2022 APPROPRIATION RESERVES
FOR THE YEAR ENDED DECEMBER 31, 2023

	ENCUMBRANCES	RESERVE	BUDGET AFTER MODIFICATION	PAID OR CHARGED	BALANCE LAPSED
Deferred Charges & Statutory Expenditures:					
Statutory Expenditures:					
Social Security System (O.A.S.I)	-	1,618	1,618	-	1,618
Defined Contribution Retirement Program	-	331	596	595	1
Police & Firemen's Retirement System	-	40	40	-	40
Public Employees' Retirement System	-	819	554	-	554
Total General Appropriations for Municipal Purposes Within "CAPS"	655,392	326,346	981,738	546,662	435,076
Operations Excluded From "CAPS":					
Length of Service Awards Program	95,000	-	95,000	95,000	-
Shared Services Agreement:					
Police Department Patrol of Schools	383	43,432	43,815	7,324	36,491
Matching Funds for Grants	-	10,000	10,000	-	10,000
Total Operations Excluded from "CAPS"	95,383	53,432	148,815	102,324	46,491
Total General Appropriation	$ 750,775	$ 379,778	$ 1,130,553	$ 648,986	$ 481,567

Cash Disbursements	$ 624,925
Accounts Payable	24,061
	$ 648,986

EXHIBIT A-8

BOROUGH OF POINT PLEASANT
CURRENT FUND
SCHEDULE OF LOCAL DISTRICT SCHOOL TAXES PAYABLE
FOR THE YEAR ENDED DECEMBER 31, 2023

Balance December 31, 2022		
School Tax Payable	$ 13,168,537	
School Tax Deferred	7,048,707	$ 20,217,244
Increased by:		
Calendar Year Levy - 2023		40,925,126
		61,142,370
Decreased by:		
Cash Disbursements		40,679,811
Balance December 31, 2023		
School Tax Payable	13,413,852	
School Tax Deferred	7,048,707	
Total		$ 20,462,559

2022 Liability for Local District School Tax:	
Tax Paid	$ 40,679,811
Tax Payable December 31, 2022	13,413,852
Subtotal	54,093,663
Less: Tax Payable December 31, 2023	13,168,537
Amount Charged to 2023 Operations	$ 40,925,126

EXHIBIT A-9

BOROUGH OF POINT PLEASANT
CURRENT FUND
SCHEDULE OF COUNTY TAXES PAYABLE
FOR THE YEAR ENDED DECEMBER 31, 2023

Balance December 31, 2022		$ 97,622
Increased by:		
County Tax	$ 13,845,754	
County Library Tax	1,310,645	
County Open Space	760,353	
County Health Tax	550,149	
Added & Omitted Taxes	86,663	
		16,553,564
		16,651,186
Decreased by:		
Disbursements		16,564,523
Balance December 31, 2023		$ 86,663

EXHIBIT A-10

SCHEDULE OF MISCELLANEOUS RESERVES
FOR THE YEAR ENDED DECEMBER 31, 2023

	BALANCE DECEMBER 31, 2022	INCREASES	DECREASES	BALANCE DECEMBER 31, 2023
Reserve for Municipal Relief	$ 64,035	$ 128,043	$ 64,035	$ 128,043
Reserve for Tax Appeal	200,000	-	-	200,000
Reserve for Sale of Municipal Assets	783,083	15,000	500,000	298,083
Reserve for COVID-19	76,408	8,503	63,449	21,462
Reserve for OPIOID Settlement	-	60,228	-	60,228
Due State of New Jersey:				
Marriage License Fees	39	1,600	875	764
DCA Training Fees	6,892	36,914	35,979	7,827
Total	$ 1,130,457	$ 250,288	$ 664,338	$ 716,407

Cash Disbursement	$	36,854
Recognized as Budgeted Revenue		627,484
	$	664,338

EXHIBIT A-11

BOROUGH OF POINT PLEASANT
CURRENT FUND
SCHEDULE OF PREPAID TAXES
FOR THE YEAR ENDED DECEMBER 31, 2023

Balance, December 31, 2022		$ 612,207
Increased By:		
Cash Receipts:		
Collection of 2024 Taxes		668,761
		1,280,968
Decreased By:		
Transfer Overpayments	$ 18,878	
Amount Applied To 2023 Taxes Receivable	612,207	
		631,085
Balance, December 31, 2023		$ 649,883

EXHIBIT A-12

BOROUGH OF POINT PLEASANT
CURRENT FUND
SCHEDULE OF ACCOUNTS PAYABLE
FOR THE YEAR ENDED DECEMBER 31, 2023

Balance, December 31, 2022		$ 30,383
Increased By:		
Transfer from Appropriation Reserves		24,061
		54,444
Decreased By:		
Cash Disbursements	$ 1,711	
Cancellations	27,439	
		29,150
Balance, December 31, 2023		$ 25,294

EXHIBIT A-13

BOROUGH OF POINT PLEASANT
CURRENT FUND
SCHEDULE OF DUE FROM/(TO) STATE OF NEW JERSEY -
SENIOR CITIZENS' AND VETERANS' DEDUCTIONS
FOR THE YEAR ENDED DECEMBER 31, 2023

Balance, December 31, 2022		$ 14,317
Increased By:		
Senior Citizens' Deductions Per Tax Billing	$ 118,750	
Deductions Allowed By Collector:		
2023 Taxes	2,409	
		121,159
		135,476
Decreased By:		
Cash Receipts	117,225	
2022 Senior Citizens' Deductions Disallowed	4,538	
2023 Senior Citizens' Deductions Disallowed	174	
		121,937
Balance, December 31, 2023		$ 13,539

EXHIBIT A-14

BOROUGH OF POINT PLEASANT
CURRENT FUND
SCHEDULE OF TAX OVERPAYMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

Balance, December 31, 2022		$ 40,929
Increased By:		
Transfer From Prepaid Taxes	$ 18,878	
Overpayments	76,313	
		95,191
		136,120
Decreased By:		
Overpayments Refunded		120,397
Balance, December 31, 2023		$ 15,723

EXHIBIT A-15

BOROUGH OF POINT PLEASANT
CURRENT FUND
SCHEDULE OF INTERFUNDS
FOR THE YEAR ENDED DECEMBER 31, 2023

	TOTAL	TRUST OTHER FUND
Balance December 31, 2022 Due From/(To)	$ 7	$ 7
Interfunds Advanced	49	49
Balance December 31, 2023 Due From/(To)	$ 56	$ 56

EXHIBIT A-16

BOROUGH OF POINT PLEASANT
CURRENT FUND
SCHEDULE OF GRANTS RECEIVABLE
FOR THE YEAR ENDED DECEMBER 31, 2023

	BALANCE DECEMBER 31, 2022	2023 ANTICIPATED REVENUE	CHAPTER 159	RECEIVED	BALANCE DECEMBER 31, 2023
State Grants:					
Body Armor Grant	$ -	$ 2,273	$ -	$ 2,273	$ -
Body-Worn Camera Grant	8,560	-	-	-	8,560
Clean Communities Program	-	-	47,952	47,952	-
Community Development Block Grant:					
125-21 Handicap Access Improvements	35,000	-	-	-	35,000
Recycling Tonnage Grant	-	30,550	-	30,550	-
Hiring and Retention Grant	-	1,077	-	1,077	-
Alcohol Education & Rehabilitation Fund	1,440	-	-	-	1,440
NJ ARP Stabilization Grant Child Care	10,000	15,000	-	25,000	-
Local Effciency Achievement Program	-	-	220,719	-	220,719
Stormwater Assistance Grant	-	-	25,000	15,000	10,000
NJ Transportation Trust Fund/Municipal Aid Program:					
2019 NJ DOT - Shore Blvd.	154,202	-	-	136,118	18,084
2020 NJ DOT - Oriole Way, Rue Rivoli & Rue Lido	187,795	-	-	127,750	60,045
2021 NJ DOT - Various Road Reconstruciton Projects	65,249	-	-	-	65,249
2021 NJ DOT - Summit Drive	71,500	-	-	-	71,500
2022 NJ DOT - Boulton Ave	-	-	321,390	241,043	80,347
Federal Grants:					
Bulletproof Vest Partnership Grant	13,151	-	-	-	13,151
Drive Sober or Get Pulled Over	8,200	-	-	4,165	4,035
Click it or Ticket	-	-	7,000	7,000	-
County Grants:					
Senior Services County Grant	30,990	-	15,000	45,990	-
Local Grants:					
ANJEC Open Space Stewardship	380	-	-	-	380
Recreation Improvement Grant	50,000	-	55,000	-	105,000
Total Grant Funds	$ 636,467	$ 48,900	$ 692,061	$ 683,918	$ 693,510

BOROUGH OF POINT PLEASANT
CURRENT FUND
STATE AND FEDERAL GRANTS FUND
SCHEDULE OF RESERVES FOR GRANTS - APPROPRIATED
FOR THE YEAR ENDED DECEMBER 31, 2023

	BALANCE DECEMBER 31, 2022	TRANSFER FROM 2023 BUDGET APPROPRIATION	CHAPTER 159	EXPENDED	PRIOR YEAR ENCUMBRANCES	CURRENT YEAR ENCUMBRANCES	BALANCE DECEMBER 31, 2023
State Grants:							
Clean Communities Program	$ 43,970	$ -	$ 47,952	$ 27,282	$ 11,550	$ 1,193	$ 74,997
Alcohol Education Rehabilitation Fund	4,428	-	-	1,400	-	-	3,028
Pedestrian Safety Education and Enforcement	8,789	-	-	-	-	-	8,789
Body Armor Replacement Grant	854	2,273	-	2,287	-	-	840
Body-Worn Camera Grant	640	-	-	10,357	10,357	-	640
Donation for Safety Equipment	297	-	-	-	-	-	297
Community Development Block Grant:							
125-21 Handicap Access Improvements	28,500	-	-	1,468	6,233	4,765	28,500
CDBG Health & Safety Child Care Grant	2,581	-	-	-	-	-	2,581
Recycling Tonnage Grant	31,824	30,550	-	46,652	2,408	4,181	13,949
Drunk Driving Enforcement Fund	2,356	-	-	-	-	-	2,356
Hring and Retention Grant	-	1,077	-	1,000	-	-	77
NJ ARP Stabilization Grant - Child Care	-	15,000	-	15,000	-	-	-
Local Effciency Achievement Program	-	-	220,719	160,538	-	-	60,181
Cops In Shops	1,440	-	-	-	-	-	1,440
Stormwater Assistance	-	-	25,000	-	-	-	25,000
NJ Transportation Trust Fund/Municipal Aid Program:							
2019 NJ DOT - Shore Blvd.	68,449	-	-	-	-	-	68,449
2020 NJ DOT - Oriole Way, Rue Rivoli & Rue Lido	3,309	-	-	-	-	-	3,309
2021 NJ DOT - Various Road Reconstruction Projects	28,225	-	-	8,221	8,221	-	28,225
2021 NJ DOT - Summit Drive	-	-	-	278,160	286,000	7,840	-
2022 NJ DOT - Boulton Ave	-	-	321,390	-	-	321,390	-
Federal Grants:							
Bullet Proof Vest Partnership Grant	3,933	-	-	3,933	-	-	-
Drive Sober Grant	7,985	-	-	4,165	-	-	3,820
Click it or Ticket	-	-	7,000	7,000	-	-	-
County Grants:							
Senior Services County Grant	32,575	-	15,000	38,122	3,870	-	13,323
Local Grants							
ANJEC Open Space Stewardship	1,140	-	-	-	-	-	1,140
Recreation Improvement Grant	50,000	-	55,000	50,000	-	-	55,000
Recreation Donations	1,200	-	-	-	-	-	1,200
Total	$ 322,495	$ 48,900	$ 692,061	$ 655,585	$ 328,639	$ 339,369	$ 397,141

EXHIBIT A-18

BOROUGH OF POINT PLEASANT
STATE AND FEDERAL GRANTS FUND
SCHEDULE OF RESERVES FOR GRANTS - UNAPPROPRIATED
FOR THE YEAR ENDED DECEMBER 31, 2023

	BALANCE DECEMBER 31, 2022	RECEIVED 2023	UTILIZED AS REVENUE	BALANCE DECEMBER 31, 2023
American Rescue Plan	$ 1,489,838	$ -	$ 850,000	$ 639,838
Body Armor Grant	2,273	2,612	2,273	2,612
Drunk Driving Enforcement	-	15,480	-	15,480
Donation - Beach Mobi-Mats	-	7,000	-	7,000
Total	$ 1,492,111	$ 25,092	$ 852,273	$ 664,930

TRUST FUND

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BOROUGH OF POINT PLEASANT
TRUST FUND
SCHEDULE OF CASH - TREASURER
FOR THE YEAR ENDED DECEMBER 31, 2023

	OTHER		OPEN SPACE		DOG LICENSE	
Balance December 31, 2022		$ 1,618,040		$ 395,379		$ 33,892
Increased by Receipts:						
Various Reserves	$ 4,106,440		$ -		$ -	
Interfunds	49		-		-	
Open Space Tax and Public Access	-		72,409			
Interest Earnings	-		6,279		-	
State Registration Fees	-		-		1,895	
Budget Allocations	-		-		24,000	
License Fees & Others	-		-		17,067	
Total Increases		4,106,489		78,688		42,962
Total Increases & Balances		5,724,529		474,067		76,854
Decreased by Disbursements:						
Various Reserves	3,963,556		-		-	
Reserve for Municipal Open Space	-		114,631		-	
Due to General Capital	-		92,500		-	
State Registration Fees	-		-		2,366	
Expenditures Under R.S.4:19-15.11	-		-		48,942	
Total Disbursements		3,963,556		207,131		51,308
Balance December 31, 2023		$ 1,760,973		$ 266,936		$ 25,546

EXHIBIT B-2

BOROUGH OF POINT PLEASANT
TRUST FUND - ANIMAL CONTROL FUND
SCHEDULE OF DUE TO/(FROM) STATE FOR DOG REGISTRATION FEES
FOR THE YEAR ENDED DECEMBER 31, 2023

Balance December 31, 2022	$	(1)
Increased by:		
State Registration Fees		1,895
		1,894
Decreased by:		
Disbursements		2,366
Balance December 31, 2023	$	(472)

EXHIBIT B-3

SCHEDULE OF RESERVE FOR DOG FUND EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2023

Balance December 31, 2022			$ 33,918
Increased by:			
Dog License Fees Collected	$	17,067	
Transfer from Current		24,000	
			41,067
			74,985
Decreased by:			
Expenditures Under R.S. 4:19-15.11			48,942
Balance December 31, 2023			$ 26,043

LICENSE FEES COLLECTED

YEAR		AMOUNT
2021	$	24,887
2022		19,178
Total	$	44,065

EXHIBIT B-4

BOROUGH OF POINT PLEASANT
OPEN SPACE TRUST FUND
SCHEDULE OF RESERVE FOR MUNICIPAL OPEN SPACE
FOR THE YEAR ENDED DECEMBER 31, 2023

Balance December 31, 2022		$ 395,379
Increased by:		
Open Space Tax Levied	$ 67,409	
Public Access Funds	5,000	
Interest Earnings	6,279	
		78,688
		474,067
Decreased by:		
Open Space Expenditures		207,131
Balance December 31, 2023		$ 266,936

EXHIBIT B-5

SCHEDULE OF INTERFUND RECEIVABLE - CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2023

Balance December 31, 2022	$ -
Increased by:	
Open Space Tax Levy	67,409
	67,409
Decreased by:	
Cash Receipts	67,409
Balance December 31, 2023	$ -

BOROUGH OF POINT PLEASANT
TRUST FUND - OTHER
SCHEDULE OF VARIOUS RESERVES
FOR THE YEAR ENDED DECEMBER 31, 2023

	BALANCE DECEMBER 31, 2022	CASH RECEIPTS	CASH DISBURSEMENTS	BALANCE DECEMBER 31, 2023
Reserve For:				
Law Enforcement	$ 11,455	$ 2,764	$ 9,962	$ 4,257
Affordable Housing	9,525	251	-	9,776
Public Defender	67,088	5,411	9,000	63,499
Recreation	129,136	755,623	734,819	149,940
POAA Funds	830	88	-	918
Pedestrian Safety	66,752	18,005	49,750	35,007
Safety Awards	546	-	-	546
Environmental Commission	2,671	4,566	3,410	3,827
Demolition Permits	18,700	23,000	22,000	19,700
Escrow Zoning Board	61,968	73,495	73,663	61,800
Planning Board	65,384	78,705	65,338	78,751
Recycling	21,398	350	-	21,748
Police Outside Services	61,600	1,115,350	1,019,927	157,023
Lien & Premium Account	582,440	1,866,479	1,891,454	557,465
Forfeited Funds	3,168	-	-	3,168
Unemployment Trust	195,788	48,957	39,205	205,540
Engineering Escrow	25,074	22,693	12,263	35,504
Police - Dare, Explorer, Summer	5,370	639	17	5,992
Grading Escrow	22,370	10,550	2,050	30,870
Performance Bond Escrow	101,060	15,464	19,023	97,501
Centennnial Celebration	507	-	-	507
Accumulated Absences	318	60,905	11,675	49,548
Storm Recovery	112,088	-	-	112,088
Federal Equitable Sharing	50,476	3,145	-	53,621
Total Various Reserves	1,615,712	4,106,440	3,963,556	1,758,596
Due to Board of Education	2,321	-	-	2,321
Total	$ 1,618,033	$ 4,106,440	$ 3,963,556	$ 1,760,917

EXHIBIT B-7

BOROUGH OF POINT PLEASANT
LENGTH OF SERVICE AWARDS PROGRAM FUND ("LOSAP")
SCHEDULE OF INVESTMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

Balance, December 31, 2022		$ 1,136,705
Increased by:		
Borough Contributions	$ 95,795	
Appreciation on Investments	167,975	
Interest Earnings	6,650	
		270,420
		1,407,125
Decreased by:		
Withdrawals		121,638
Balance, December 31, 2023		$ 1,285,487

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GENERAL CAPITAL FUND

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EXHIBIT C-2

BOROUGH OF POINT PLEASANT
GENERAL CAPITAL FUND
SCHEDULE OF GENERAL CAPITAL CASH
FOR THE YEAR ENDED DECEMBER 31, 2023

Balance December 31, 2022		$ 1,610,990
Increased by:		
Due from Open Space Trust	$ 92,500	
Bond Anticipation Notes Premium	34,714	
Bond Anticipation Notes Issued	3,500,000	
		3,627,214
		5,238,204
Decreased by:		
Improvement Authorizations		3,816,877
Balance December 31, 2023		$ 1,421,327

EXHIBIT C-3

BOROUGH OF POINT PLEASANT
GENERAL CAPITAL FUND
ANALYSIS OF GENERAL CAPITAL CASH
FOR THE YEAR ENDED DECEMBER 31, 2023

Fund Balance		$	698,472
Capital Improvement Fund			72,906
Reserve for Encumbrances			840,105
Reserve for Debt Service			55,833
Improvement Authorizations:			
ORDINANCE NUMBER	DESCRIPTION		
10-18	Surveillance Equipment at Parks		38
12-15	Various Capital Improvements		10,861
14-08	Various Capital Improvements		5,282
15-18	Various Capital Improvements		8,739
16-07	Various Capital Improvements		23,068
17-09	Various General Improvements		154,586
17-22	Heritage Park Renovation		4,435
18-02	Various General Improvements		116,990
19-10	Various General Improvements		113,376
19-16	Various General Improvements		18,641
20-04	Various Capital Improvements		346,895
20-07	Purchase of Police Vehicle		482
21-06	Various Capital Improvements		(237,171)
21-16	Acquisition of an Ambulance		3,775
22-07	Various Capital Improvements		829,056
23-08	Various Capital Improvements		121,443
23-13	Various Capital Improvements		(1,766,485)
	Total	$	1,421,327

EXHIBIT C-4

BOROUGH OF POINT PLEASANT
GENERAL CAPITAL FUND
SCHEDULE OF DEFERRED CHARGES - FUNDED
FOR THE YEAR ENDED DECEMBER 31, 2023

Balance December 31, 2022		$ 17,921,710
Decreased by:		
Budget Appropriation:		
Serial Bonds Payable	$ 2,715,000	
Green Acres Loan Payable	6,022	
		2,721,022
Balance, December 31, 2023		$ 15,200,688

EXHIBIT C-5

BOROUGH OF POINT PLEASANT
GENERAL CAPITAL FUND
SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION - UNFUNDED
FOR THE YEAR ENDED DECEMBER 31, 2023

ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	BALANCE DECEMBER 31, 2022	2023 AUTHORIZATIONS	BALANCE DECEMBER 31, 2023	ANALYSIS OF BALANCE DECEMBER 31, 2023 BOND ANTICIPATION NOTES	EXPENDITURES	UNEXPENDED BALANCE
20-04	Various Capital Improvements	$ 527,000	$ -	$ 527,000	$ 527,000	$ -	$ -
21-06	Various Capital Improvements	808,579	-	808,579	178,030	461,970	168,579
21-16	Acquisition of an Ambulance	213,100	-	213,100	213,100	-	-
22-07	Various Capital Improvements	1,692,300	-	1,692,300	1,692,300	-	-
23-08	Various Captial Improvments	-	1,689,500	1,689,500	889,570	-	799,930
23-13	Various Captial Improvments	-	1,899,260	1,899,260	-	1,766,485	132,775
	Total	$ 3,240,979	$ 3,588,760	$ 6,829,739	$ 3,500,000	$ 2,228,455	$ 1,101,284

Improvement Authorizations Unfunded Per C-8			$ 2,402,453
Less: Unexpended Proceeds of Bond Anticipation Notes - Issued			
Ordinance 20-04	$ 346,895		
Ordinance 21-16	3,775		
Ordinance 22-07	829,056		
Ordinance 23-08	121,443		
			1,301,169
			$ 1,101,284

EXHIBIT C-6

BOROUGH OF POINT PLEASANT
GENERAL CAPITAL FUND
SCHEDULE OF CAPITAL IMPROVEMENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2023

Balance December 31, 2022	$	67,706
Increased by:		
Receipts - Current Fund Appropriations		100,000
Subtotal		167,706
Decreased by:		
Appropriated to Finance Improvement Authorizations		94,800
Balance December 31, 2023	$	72,906

EXHIBIT C-7

BOROUGH OF POINT PLEASANT
GENERAL CAPITAL FUND
STATEMENT OF BOND ANTICIPATION NOTES
FOR THE YEAR ENDED DECEMBER 31, 2023

ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	DATE OF ISSUE OF ORIGINAL NOTE	DATE OF ISSUE	DATE OF MATURITY	INTEREST RATE	BALANCE DECEMBER 31, 2022	INCREASED	BALANCE DECEMBER 31, 2023
20-04	Various Capital Improvements	8/31/23	8/31/23	8/30/24	4.50%	$ -	$ 527,000	$ 527,000
21-06	Various Capital Improvements	8/31/23	8/31/23	8/30/24	4.50%	-	178,030	178,030
21-16	Acquisition of an Ambulance	8/31/23	8/31/23	8/30/24	4.50%	-	213,100	213,100
22-07	Various Capital Improvements	8/31/23	8/31/23	8/30/24	4.50%	-	1,692,300	1,692,300
23-08	Various Captial Improvments	8/31/23	8/31/23	8/30/24	4.50%	-	889,570	889,570
						$ -	$ 3,500,000	$ 3,500,000

BOROUGH OF POINT PLEASANT
GENERAL CAPITAL FUND
SCHEDULE OF IMPROVEMENT AUTHORIZATIONS
FOR THE YEAR ENDED DECEMBER 31, 2023

ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	BALANCE DECEMBER 31, 2022 FUNDED	BALANCE DECEMBER 31, 2022 UNFUNDED	2023 AUTHORIZATIONS: CAPITAL IMPROVEMENT FUND	2023 AUTHORIZATIONS: GRANT RECEIVABLE	2023 AUTHORIZATIONS: BONDS AND NOTES AUTHORIZED BUT NOT ISSUED	PRIOR YEAR ENCUMBRANCES RECLASSIFIED	EXPENDED	RESERVE FOR ENCUMBRANCES	BALANCE DECEMBER 31, 2023 FUNDED	BALANCE DECEMBER 31, 2023 UNFUNDED
10-18	Surveillance Equipment at Parks	$ 38	$ -	$ -	$ -	$ -	$ 7,915	$ 6,095	$ 1,820	$ 38	$ -
12-15, 15-02	Various Capital Improvements	10,861	-	-	-	-	-	-	-	10,861	-
14-08	Various Capital Improvements	5,282	-	-	-	-	-	-	-	5,282	-
15-18	Various Capital Improvements	29,805	-	-	-	-	2,379	298	23,147	8,739	-
16-07	Various General Improvements	53,815	-	-	-	-	1,104	2,500	29,351	23,068	-
17-09	Various General Improvements	154,586	-	-	-	-	-		-	154,586	-
17-22	Heritage Park Renovation	8,511	-	-	-	-	-	4,076	-	4,435	-
18-02	Various General Improvements	103,115	-	-	-	-	40,918	27,043	-	116,990	-
18-16	Recreation Facility Improvements	101	-	-	-	-	1,900	2,001	-	-	-
19-10	Various General Improvements	124,294	-	-	-	-	20,839	11,740	20,017	113,376	-
19-16	Various General Improvements	18,641	-	-	-	-	111	-	111	18,641	-
20-04	Various Capital Improvements	-	436,220	-	-	-	24,308	30,955	82,678	-	346,895
20-07	Purchase of Police Vehicle	482	-	-	-	-	-	-	-	482	-
21-06	Various Capital Improvements	294,417	168,579	-	-	-	559,313	514,256	114,675	224,799	168,579
21-16	Acquisition of an Ambulance	-	3,775	-	-	-	-	-	-	-	3,775
22-07	Various Capital Improvements	-	906,713	-	-	-	639,654	701,357	15,954	-	829,056
22-16	Curbs & Sidewalk Roadway Imp	-	-	-	-	-	272,500	272,500	-	-	-
22-17	Tax Map Revisions	-	-	-	-	-	74,496	58,577	15,919	-	-
23-08	Various Captial Improvments	-	-	89,400	-	1,689,500	-	321,094	536,433	-	921,373
23-13	Various Captial Improvments	-	-	5,400	92,500	1,899,260	-	1,864,385	-	-	132,775
Total		$ 803,948	$ 1,515,287	$ 94,800	$ 92,500	$ 3,588,760	$ 1,645,437	$ 3,816,877	$ 840,105	$ 681,297	$ 2,402,453

EXHIBIT C-9

BOROUGH OF POINT PLEASANT
GENERAL CAPITAL FUND
SCHEDULE OF GENERAL SERIAL BONDS
FOR THE YEAR ENDED DECEMBER 31, 2023

PURPOSE	DATE OF ISSUE	ORIGINAL ISSUE	DATE	AMOUNT	INTEREST RATE	BALANCE DECEMBER 31, 2022	PAID BY BUDGET APPROPRIATION	BALANCE DECEMBER 31, 2023
General Improvements	7/7/2010	$ 14,890,000	7/15/2024	$ 1,480,000	4.000%	$ 2,960,000	$ 1,480,000	$ 1,480,000
General Improvements	11/15/2015	7,300,000	11/15/2024	650,000	2.125%	2,520,000	650,000	1,870,000
			11/15/2025	1,220,000	2.250%			
General Improvements	7/10/2019	5,395,000	7/15/2024	230,000	4.000%	5,030,000	170,000	4,860,000
			7/15/2025	680,000	4.000%			
			7/15/2026	680,000	5.000%			
			7/15/2027	680,000	4.000%			
			7/15/2028	650,000	4.000%			
			7/15/2029	650,000	4.000%			
			7/15/2030	645,000	2.000%			
			7/15/2031	645,000	2.500%			
General Improvements	3/1/2022	7,360,000	3/1/2024	415,000	4.000%	7,360,000	415,000	6,945,000
			3/1/2025	730,000	4.000%			
			3/1/2026	825,000	4.000%			
			3/1/2027	825,000	4.000%			
			3/1/2028	830,000	4.000%			
			3/1/2029	830,000	4.000%			
			3/1/2030	830,000	4.000%			
			3/1/2031	830,000	3.000%			
			3/1/2032	830,000	3.000%			
					Total	$ 17,870,000	$ 2,715,000	$ 15,155,000

BOROUGH OF POINT PLEASANT
GENERAL CAPITAL FUND
SCHEDULE OF GREEN TRUST LOAN PROGRAM
FOR THE YEAR ENDED DECEMBER 31, 2023

PURPOSE	DATE OF ISSUE	ORIGINAL ISSUE	DATE	AMOUNT	INTEREST RATE	BALANCE DECEMBER 31, 2022	PAID BY BUDGET APPROPRIATION	BALANCE DECEMBER 31, 2023
2010 Program	11/5/2010	$ 113,000	2/5/2024	$ 3,056	2.00%	$ 51,710	$ 6,022	$ 45,688
			8/5/2024	3,087	2.00%			
			2/5/2025	3,118	2.00%			
			8/5/2025	3,149	2.00%			
			2/5/2026	3,181	2.00%			
			8/5/2026	3,212	2.00%			
			2/5/2027	3,245	2.00%			
			8/5/2027	3,277	2.00%			
			2/5/2028	3,310	2.00%			
			8/5/2028	3,343	2.00%			
			2/5/2029	3,376	2.00%			
			8/5/2029	3,410	2.00%			
			2/5/2030	3,444	2.00%			
			8/5/2030	3,482	2.00%			
				Total		$ 51,710	$ 6,022	$ 45,688

EXHIBIT C-11

BOROUGH OF POINT PLEASANT
GENERAL CAPITAL FUND
SCHEDULE OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED
FOR THE YEAR ENDED DECEMBER 31, 2023

ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	BALANCE DECEMBER 31, 2022	2023 AUTHORIZATIONS	BAN ISSUED	BALANCE DECEMBER 31, 2023
20-04	Various Capital Improvements	$ 527,000	$ -	$ 527,000	$ -
21-06	Various Capital Improvements	808,579	-	178,030	630,549
21-16	Acquisition of an Ambulance	213,100	-	213,100	-
22-07	Various Capital Improvements	1,692,300	-	1,692,300	-
23-08	Various Captial Improvments	-	1,689,500	889,570	799,930
23-13	Various Captial Improvments	-	1,899,260	-	1,899,260
	Total	$ 3,240,979	$ 3,588,760	$ 3,500,000	$ 3,329,739

BOROUGH OF POINT PLEASANT
GENERAL CAPITAL FUND
SCHEDULE OF RESERVE FOR DEBT SERVICE
FOR THE YEAR ENDED DECEMBER 31, 2023

Balance, December 31, 2022	$	83,228
Increased by:		
Premium on BAN Issue		22,605
Subtotal		105,833
Decreased by:		
Anticipated Revenue in Current Fund		50,000
Balance, December 31, 2023		55,833

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WATER-SEWER UTILITY FUND

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BOROUGH OF POINT PLEASANT
WATER-SEWER UTILITY FUND
SCHEDULE OF UTILITY CASH - TREASURER
FOR THE YEAR ENDED DECEMBER 31, 2023

	OPERATING FUND		CAPITAL FUND	
Balance December 31, 2022		$ 1,361,861		$ 110,524
Increased by Receipts:				
Miscellaneous Revenues not Anticipated	$ 48,090		$ -	
Miscellaneous Revenues	103,895		-	
Consumer Rents	7,086,533		-	
Interest on Delinquent Accounts	29,844		-	
Rent Overpayments	2,276		-	
Bond Anticipation Notes	-		1,404,000	
BAN Premium	-		9,066	
Capital Improvement Fund	-		15,000	
Subtotal		7,270,638		1,428,066
Total		8,632,499		1,538,590
Decreased by Disbursements:				
Budget Appropriations	6,689,415		-	
Appropriation Reserves	350,108		-	
Overpayments Refunded	2,276		-	
Interest Paid	274,990		-	
Improvement Authorizations	-		1,027,257	
Total Disbursements		7,316,789		1,027,257
Balance December 31, 2023		$ 1,315,710		$ 511,333

EXHIBIT D-6

BOROUGH OF POINT PLEASANT
WATER-SEWER UTILITY CAPITAL FUND
ANALYSIS OF CASH - WATER-SEWER UTILITY CAPITAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2023

	Balance December 31, 2023
Fund Balance	$ 127,997
Capital Improvement Fund	216,607
Encumbrances Payable	125,313
Down Payment on Improvements	13,600
Reserve for Debt Service	15,735
Improvement Authorizations:	
03-16 Various Improvements	11,565
05-22 Various Improvements	1,546
06-20, 12-02 Various Improvements	3
10-08 Various Improvements	11,758
10-15, 12-03 Various Improvements	52,624
11-21 Purchase of Various Equipment and Improvements	1,358
12-16 Various Improvements	809
15-19 Various Improvements	49
16-08 Various Improvements	74,545
17-10 Various Improvements	1,350
18-03 Various Improvements	(337,944)
19-12 Replacement of Filter Vessels	1,599
19-17 Various Improvements	40,550
20-05 Various Improvements	92,118
21-07 Various Improvements	39,336
22-08 Various Improvements	32,696
23-09 Various Improvements	(11,881)
Total	$ 511,333

EXHIBIT D-7

BOROUGH OF POINT PLEASANT
WATER-SEWER UTILITY OPERATING FUND
SCHEDULE OF CONSUMER ACCOUNTS RECEIVABLE
FOR THE YEAR ENDED DECEMBER 31, 2023

Balance December 31, 2022	$ 784,685
Increased by:	
Water-Sewer Levy	7,067,777
	7,852,462
Decreased by:	
Collections	7,086,533
Balance, December 31, 2023	$ 765,929

EXHIBIT D-8

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

	BALANCE DECEMBER 31, 2022		BALANCE AFTER	PAID OR	BALANCE
	ENCUMBERED	RESERVED	TRANSFERS	CHARGED	LAPSED
Operating:					
Salaries and Wages	$ -	$ 7,484	$ 7,484	$ -	$ 7,484
Other Expenses	173,134	115,640	288,774	192,302	96,472
Ocean County Utilities Authority	-	64	64	-	64
Public Works:					
Salaries and Wages	-	73,021	73,021	6,494	66,527
Other Expenses	142,525	7,951	150,476	148,040	2,436
Statutory Expenditures					
Social Security System (O.A.S.I.)	-	2,441	2,441	-	2,441
Group Health Insurance	12,947	4,706	17,653	5,579	12,074
Liability and Workers Compensation	-	211	211	-	211
Total	$ 328,606	$ 211,518	$ 540,124	$ 352,415	$ 187,709

Cash Disbursements	$ 350,108
Accounts Payable	2,307
Total Paid or Charged	$ 352,415

EXHIBIT D-9

BOROUGH OF POINT PLEASANT
WATER-SEWER UTILITY OPERATING FUND
SCHEDULE OF ACCRUED INTEREST ON BONDS AND NOTES
FOR THE YEAR ENDED DECEMBER 31, 2023

Balance December 31, 2022	$	120,400
Increased by:		
Interest Expense		287,166
		407,566
Decreased by:		
Interest Paid		274,990
Balance December 31, 2023	$	132,576

	PRINCIPAL OUTSTANDING 12/31/2023 AMOUNT	RATE	FROM	TO	PERIOD	AMOUNT
2010 Serial Bonds	$ 2,045,000	Various	7/15/2023	12/31/2023	5 1/2 Months	$ 37,492
2015 Serial Bonds	300,000	Various	11/15/2023	12/31/2023	1 1/2 Months	820
2019 Serial Bonds	3,670,000	Various	7/15/2023	12/31/2023	5 1/2 Months	57,567
2022 Serial Bonds	930,000	Various	9/1/2023	12/31/2023	4 Months	11,950
NJEIT Loan	250,000	Various	8/1/2023	12/31/2023	5 Months	3,511
Bond Anticipation No	1,404,000	4.500%	9/1/2023	12/31/2023	4 Months	21,236
					Total	$ 132,576

EXHIBIT D-10

BOROUGH OF POINT PLEASANT
WATER-SEWER UTILITY OPERATING FUND
RENT OVERPAYMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

Balance December 31, 2022	$	14,656
Increased By:		
Overpayments		2,276
		16,932
Decreased By:		
Overpayments Refunded		2,276
Balance December 31, 2023	$	14,656

EXHIBIT D-11

BOROUGH OF POINT PLEASANT
WATER-SEWER UTILITY CAPITAL FUND
SCHEDULE OF WATER-SEWER OPERATING INTERFUND
FOR THE YEAR ENDED DECEMBER 31, 2023

Balance December 31, 2022	$	-
Increased by:		
Budgeted Capital Improvement Fund		15,000
		15,000
Decreased by:		
Interfunds Liquidated		15,000
Balance December 31, 2023	$	-

EXHIBIT D-12

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

Balance December 31, 2022	$	214,207
Increased by:		
Receipts - Utility Fund Appropriation		15,000
		229,207
Decreased by:		
Appropriated to Finance Improvement Authorizations		12,600
Balance December 31, 2023	$	216,607

EXHIBIT D-13

BOROUGH OF POINT PLEASANT
WATER-SEWER UTILITY CAPITAL FUND
SCHEDULE OF FIXED CAPITAL AUTHORIZED AND UNCOMPLETED
FOR THE YEAR ENDED DECEMBER 31, 2023

ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	BALANCE DECEMBER 31, 2022	IMPROVEMENTS AUTHORIZED	BALANCE DECEMBER 31, 2023
01-13	Various Improvements	$ 28,780	$ -	$ 28,780
03-16	Various Improvements	619,300	-	619,300
04-16	Various Improvements	263,399	-	263,399
05-22	Various Improvements	1,672,970	-	1,672,970
06-08	Interconnect	85,000	-	85,000
06-20, 12-02	Various Improvements	1,304,478	-	1,304,478
06-26	Improvements to Water Facilities	200,000	-	200,000
07-12	Various Improvements	455,654	-	455,654
08-11	Various Improvements	213,045	-	213,045
09-19	Various Improvements	101,700	-	101,700
10-08	Various Improvements	283,700	-	283,700
10-15, 12-03	Various Improvements	1,020,505	-	1,020,505
11-21	Purchase of Various Equipment & Various Improvements	472,168	-	472,168
12-04	Drainage Improvements at Powhatan Ave	89,750	-	89,750
12-05	Replacement of Pumping Stations	2,027,500	-	2,027,500
12-16	Various Improvements	243,600	-	243,600
13-20	Various Improvements	1,103,718	-	1,103,718
14-10	Various Improvements	279,917	-	279,917
15-01	Repair of Sanitary Sewer Line	116,375	-	116,375
15-19	Various Improvements	558,465	-	558,465
16-07	Various Improvements	954,362	-	954,362
17-10	Various Improvements	386,078	-	386,078
18-03	Various Improvements	925,500	-	925,500
19-07	Drinking Water System	50,694	-	50,694
19-12	Replacement of Filter Vessels	89,110	-	89,110
19-13	Sanitary Sewer Repair	21,009	-	21,009
19-17	Various Improvements	622,800	-	622,800
20-05	Various Water & Sewer Improvements	146,800	-	146,800
21-07	Various Water & Sewer Improvements	269,700	-	269,700
22-06	Various Water & Sewer Improvements	989,300	-	989,300
23-09	Various Water & Sewer Improvements	-	249,500	249,500
	Total	$ 15,595,377	$ 249,500	$ 15,844,877

EXHIBIT D-14

BOROUGH OF POINT PLEASANT
WATER-SEWER UTILITY CAPITAL FUND
SCHEDULE OF FIXED CAPITAL
FOR THE YEAR ENDED DECEMBER 31, 2023

	BALANCE DECEMBER 31, 2023
Pumping Station	$ 1,675
Wells	1,354,266
Filter System	203,251
Pumping Station	151,618
Aerator Tank	42,000
Elevator Tanks	167,701
Distribution Mains & Accessories	764,080
Meters	290,471
Fire Hydrants	30,735
Garage	14,582
Emergency & Inspections	13,826
Law Expenditures During Construction	5,584
Interest During Construction	2,550
Original Sewer System	15,852,747
Deferred Cash	2,278,000
Water-Sewer System Improvements	727,500
Various Improvements	4,299,105
Sewer Collection System	963,788
Valve	60,000
Heavy Equipment	66,000
Municipal Building Improvements - 1999-2006	125,000
Various Improvements	2,782,705
Total	$ 30,197,184

EXHIBIT D-15

BOROUGH OF POINT PLEASANT
WATER-SEWER UTILITY CAPITAL FUND
SCHEDULE OF DEFERRED RESERVE FOR AMORTIZATION
FOR THE YEAR ENDED DECEMBER 31, 2023

Balance December 31, 2022		$ 591,651
Increased by:		
Authorization Funded by Capital Improvement Fund	$ 12,600	
Payment of Bond Principal	690,000	
		702,600
Balance December 31, 2023		$ 1,294,251

EXHIBIT D-16

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

Balance December 31, 2022	$ 35,333,683
Increased by:	
NJEIT Loans Paid/Cancelled	40,906
Balance December 31, 2023	$ 35,374,589

BOROUGH OF POINT PLEASANT
WATER-SEWER UTILITY CAPITAL FUND
SCHEDULE OF IMPROVEMENT AUTHORIZATIONS
FOR THE YEAR ENDED DECEMBER 31, 2023

ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	AUTHORIZED DATE	AUTHORIZED AMOUNT	BALANCE DECEMBER 31, 2022 FUNDED	BALANCE DECEMBER 31, 2022 UNFUNDED	2023 AUTHORIZATIONS CAPITAL IMPROVEMENT FUND	2023 AUTHORIZATIONS BONDS & NOTES AUTHORIZED BUT NOT ISSUED	PRIOR YEAR ENCUMBRANCES RECLASSIFIED	EXPENDED	RESERVE FOR ENCUMBRANCES	BALANCE DECEMBER 31, 2023 FUNDED	BALANCE DECEMBER 31, 2023 UNFUNDED
03-16	Various Improvements	8/5/2003	$ 621,361	$ 11,565	$ -	$ -	$ -	$ -	$ -	$ -	$ 11,565	$ -
05-22	Various Improvements	9/6/2005	1,679,975	2,199	-	-	-	-	653	-	1,546	-
06-20, 12-02	Various Improvements	3/20/2012	1,427,447	3	-	-	-	-	-	-	3	-
10-08	Various Improvements	8/29/2007	283,700	11,758	-	-	-	-	-	-	11,758	-
10-15, 12-03	Various Improvements	3/20/2012	1,020,505	52,624	-	-	-	-	-	-	52,624	-
11-21	Purchase of Various Equipment & Various Improvements	10/20/2009	473,400	1,358	-	-	-	-	-	-	1,358	-
12-16	Various Improvements	8/21/2012	243,600	809	-	-	-	-	-	-	809	-
15-19	Various Improvements	7/21/2015	589,500	49	-	-	-	-	-	-	49	-
16-08	Various Improvements	6/9/2016	1,006,500	80,495	-	-	-	70,189	59,530	16,609	74,545	-
17-10	Various Water & Sewer Improvements	3/21/2017	386,500	3,850	-	-	-	-	2,500	-	1,350	-
18-03	Various Improvements	3/6/2018	925,500	-	43,318	-	-	50,693	41,245	9,448	-	43,318
19-07	Drinking Water System	3/25/2019	50,694	-	-	-	-	19,201	-	19,201	-	-
19-12	Replacement of Filter Vessels	5/28/2019	89,110	1,599	-	-	-	-	-	-	1,599	-
19-17	Various Improvements	08/26/19	622,800	-	48,775	-	-	-	8,221	-	-	40,554
20-05	Various Water & Sewer Improvements	06/22/20	146,800	-	92,118	-	-	-	-	-	-	92,118
21-07	Various Water & Sewer Improvements	03/08/21	269,700	-	19,095	-	-	106,550	73,696	12,613	-	39,336
22-08	Various Water & Sewer Improvements	04/25/22	989,300	-	116,412		-	800,657	828,847	55,526	-	32,696
23-09	Various Water & Sewer Improvements	05/15/23	249,500	-	-	12,600	236,900	-	12,565	11,916	-	225,019
	Total			$ 166,309	$ 319,718	$ 12,600	$ 236,900	$ 1,047,290	$ 1,027,257	$ 125,313	$ 157,206	$ 473,041

BOROUGH OF POINT PLEASANT
WATER-SEWER UTILITY CAPITAL FUND
SCHEDULE OF SERIAL BONDS
FOR THE YEAR ENDED DECEMBER 31, 2023

PURPOSE	DATE OF ISSUE	AMOUNT OF ORIGINAL ISSUE	MATURITIES OF BONDS OUTSTANDING 12/31/2023 DATE	MATURITIES OF BONDS OUTSTANDING 12/31/2023 AMOUNT	INTEREST RATE	BALANCE DECEMBER 31, 2022	DECREASED	BALANCE DECEMBER 31, 2023
Water/Sewer Improvements	7/9/2010	$ 4,980,000	7/12/2024	$ 295,000	4.000%	$ 2,325,000	$ 280,000	$ 2,045,000
			7/12/2025	320,000	4.000%			
			7/12/2026	320,000	4.000%			
			7/12/2027	350,000	4.000%			
			7/11/2028	380,000	4.000%			
			7/11/2029	380,000	4.000%			
Water/Sewer Improvements	11/15/2015	1,360,000	11/15/2024	150,000	2.125%	450,000	150,000	300,000
			11/15/2025	150,000	2.250%			
Water/Sewer Improvements	7/15/2019	4,340,000	7/15/2024	205,000	4.000%	3,860,000	190,000	3,670,000
			7/15/2025	280,000	4.000%			
			7/15/2026	435,000	5.000%			
			7/15/2027	435,000	4.000%			
			7/15/2028	430,000	4.000%			
			7/15/2029	425,000	4.000%			
			7/15/2030	730,000	2.000%			
			7/15/2031	730,000	2.500%			
Water/Sewer Improvements	3/14/2022	1,000,000	3/1/2024	70,000	4.000%	1,000,000.00	70,000.00	930,000
			3/2/2025	70,000	4.000%			
			3/2/2026	115,000	4.000%			
			3/2/2027	135,000	4.000%			
			3/1/2028	135,000	4.000%			
			3/2/2029	135,000	4.000%			
			3/2/2030	135,000	4.000%			
			3/2/2031	135,000	3.000%			
					Total	$ 7,635,000	$ 690,000	$ 6,945,000

BOROUGH OF POINT PLEASANT
WATER-SEWER UTILITY CAPITAL FUND
SCHEDULE OF N.J. ENVIRONMENTAL INFRASTRUCTURE TRUST LOAN
FOR THE YEAR ENDED DECEMBER 31, 2023

PURPOSE	DATE OF ISSUE	AMOUNT OF ORIGINAL ISSUE	MATURITIES OF BONDS OUTSTANDING 12/31/2023 DATE	AMOUNT	INTEREST RATE	BALANCE DECEMBER 31, 2022	DECREASED	BALANCE DECEMBER 31, 2023
Water/Sewer Improvements	5/21/2014	$ 405,000	8/1/2024	$ 20,000	5.000%	$ 270,000	$ 20,000	$ 250,000
			8/1/2025	20,000	3.000%			
			8/1/2026	25,000	3.000%			
			8/1/2027	25,000	3.000%			
			8/1/2028	25,000	3.000%			
			8/1/2029	25,000	3.000%			
			8/1/2030	25,000	3.000%			
			8/1/2031	25,000	3.000%			
			8/1/2032	30,000	3.125%			
			8/1/2033	30,000	3.250%			
					Total	$ 270,000	$ 20,000	$ 250,000

BOROUGH OF POINT PLEASANT
WATER-SEWER UTILITY CAPITAL FUND
SCHEDULE OF N.J. ENVIRONMENTAL INFRASTRUCTURE TRUST LOAN
FOR THE YEAR ENDED DECEMBER 31, 2023

PURPOSE	DATE OF ISSUE	AMOUNT OF ORIGINAL ISSUE	MATURITIES OF BONDS OUTSTANDING 12/31/2023 DATE	MATURITIES OF BONDS OUTSTANDING 12/31/2023 AMOUNT	INTEREST RATE	BALANCE DECEMBER 31, 2022	DECREASED	BALANCE DECEMBER 31, 2023
Water/Sewer Improvements	5/21/2014	$ 405,000	2/1/2024	$ 6,969	0.000%	$ 176,961	$ 20,906	$ 156,055
			8/1/2024	13,937	0.000%			
			2/1/2025	6,969	0.000%			
			8/1/2025	13,937	0.000%			
			2/1/2026	6,969	0.000%			
			8/1/2026	13,937	0.000%			
			2/1/2027	6,969	0.000%			
			8/1/2027	13,937	0.000%			
			2/1/2028	6,969	0.000%			
			8/1/2028	13,937	0.000%			
			2/1/2029	6,969	0.000%			
			8/1/2029	13,937	0.000%			
			2/1/2030	6,969	0.000%			
			8/1/2030	13,937	0.000%			
			2/1/2031	6,969	0.000%			
			8/1/2031	2,744	0.000%			
					Total	$ 176,961	$ 20,906	$ 156,055

BOROUGH OF POINT PLEASANT
WATER-SEWER UTILITY CAPITAL FUND
STATEMENT OF BOND ANTICIPATION NOTES
FOR THE YEAR ENDED DECEMBER 31, 2023

ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	DATE OF ISSUE OF ORIGINAL NOTE	DATE OF ISSUE	DATE OF MATURITY	INTEREST RATE	BALANCE DECEMBER 31, 2022	INCREASED	BALANCE DECEMBER 31, 2023
19-17	Various Improvements	10/15/20	8/30/23	8/30/24	4.50%	$ -	$ 69,200	$ 69,200
20-05	Various Improvements	10/15/20	8/30/23	8/30/24	4.50%	-	139,300	139,300
21-07	Various Improvements	10/15/20	8/30/23	8/30/24	4.50%	-	255,900	255,900
22-08	Various Improvements	8/30/23	8/30/23	8/30/24	4.50%	-	939,600	939,600
						$ -	$ 1,404,000	$ 1,404,000

EXHIBIT D-22

BOROUGH OF POINT PLEASANT
WATER-SEWER UTILITY CAPITAL FUND
SCHEDULE OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED
FOR THE YEAR ENDED DECEMBER 31, 2023

ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	BALANCE DECEMBER 31, 2022	2023 AUTHORIZATIONS	BANS ISSUED	BALANCE DECEMBER 31, 2023
2018-03	Various Improvements	$ 381,262	$ -		$ 381,262
2019-17	Various Improvements	69,204	-	69,200	4
2020-05	Various Water & Sewer Improvements	139,300	-	139,300	-
2021-07	Various Water & Sewer Improvements	255,900	-	255,900	-
2022-08	Various Water & Sewer Improvements	939,600	-	939,600	-
2023-09	Various Water & Sewer Improvements	-	236,900	-	236,900
		$ 1,785,266	$ 236,900	$ 1,404,000	$ 618,166

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PAYROLL FUND

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EXHIBIT F-1

BOROUGH OF POINT PLEASANT
PAYROLL FUND
SCHEDULE OF PAYROLL FUND CASH
FOR THE YEAR ENDED DECEMBER 31, 2023

Balance December 31, 2022	$	231,146
Increased by Receipts:		
Payroll		12,990,506
Subtotal		13,221,652
Decreased by Disbursements:		
Disbursements		12,964,400
Balance December 31, 2023	$	257,252

EXHIBIT F-2

SCHEDULE OF PAYROLL TAXES PAYABLE
FOR THE YEAR ENDED DECEMBER 31, 2023

Balance December 31, 2022	$	185,946
Increased by:		
Payroll Deductions		12,964,400
Subtotal		13,150,346
Decreased by:		
Disbursements		12,944,722
Balance December 31, 2023	$	205,624

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BOROUGH OF POINT PLEASANT

PART II

SINGLE AUDIT SECTION

FOR THE YEAR ENDED DECEMBER 31, 2023

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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

The Honorable Mayor and Members
of the Borough Council
Borough of Point Pleasant
Point Pleasant, New Jersey

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the Borough of Point Pleasant's compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of the Borough of Point Pleasant's major federal programs for the year ended December 31, 2023. The Borough of Point Pleasant'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 Borough of Point Pleasant 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); and audit requirements prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. 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.

We are required to be independent of the Borough of Point Pleasant 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 Borough of Point Pleasant's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the Borough of Point Pleasant'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 Borough of Point Pleasant'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 for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the Borough of Point Pleasant'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*, 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 Borough of Point Pleasant's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the Borough of Point Pleasant'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 Borough of Point Pleasant's internal control over compliance. Accordingly, no such opinion is expressed.

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

Report on Internal Control over Compliance

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a 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.

Respectfully Submitted,

HOLMAN FRENIA ALLISON, P.C.



Robert Allison
Certified Public Accountant
Registered Municipal Accountant
RMA No. 483

Lakewood, New Jersey
June 28, 2024

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BOROUGH OF POINT PLEASANT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2023

FEDERAL GRANTOR/PASS-THROUGH GRANTOR/PROGRAM TITLE		FEDERAL ASSISTANCE LISTING NUMBER	AGENCY OR PASS-THROUGH NUMBER	GRANT PERIOD	PROGRAM EXPENDITURES	PASSED THROUGH TO SUBRECIPIENTS	TOTAL PROGRAM EXPENDITURES
Department of Justice:							
Direct Award:							
Bulletproof Vest Partnership Grant - 2023		16.607	N/A	01/01/23-12/31/23	$ 3,933	$ -	$ 3,933
Total Department of Justice					3,933	-	3,933
Department of Treasury:							
Direct Program:							
Coronavirus State and Local Fiscal Recovery Funds	*	21.027	100-022-8030-687	06/24/21-12/31/26	850,000	-	850,000
Total Department of Treasury					850,000	-	850,000
Department of Homeland Security:							
Pass-through Program From:							
County of Ocean Office of Senior Services:							
Disaster Grants - Public Assistance (Presidentially Declared Disasters) - COVID		97.036	N/A	3/25/2020-9/30/25	8,503	-	8,503
Total Department of Homeland Security					8,503	-	8,503
Department of Transportation:							
Pass-through Program From:							
Click It or Ticket		20.600	100-066-1160-167	01/01/23-12/31/23	7,000	-	7,000
Drive Sober or Get Pulled Over - 2023		20.616	100-066-1160-157	01/01/23-12/31/23	4,165	-	4,165
Total Department of Transportation					11,165	-	11,165
Department of Health and Human Services							
Pass-through Program From:							
State of New Jersey Department of Law and Public Safety:							
Low Income Household Water Assistance Program		93.499	100-022-8050-030	01/01/23-12/31/23	17,076	-	17,076
Total Indirect Programs - Passed through the State of New Jersey					17,076	-	17,076
Total Department of Health and Human Services					17,076	-	17,076
Total Expenditures of Federal Awards					$ 890,677	$ -	$ 890,677

** Denotes Major Program*

The Notes to the Schedule of Expenditures of Federal Awards are an integral part of this schedule.

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BOROUGH OF POINT PLEASANT
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2023

Note 1. Basis of Presentation

The accompanying schedule of expenditures of federal awards present the activity of all federal award programs of the Borough of Point Pleasant. The Borough is defined in Note 1 of the basic financial statements. The information in this schedule is presented in accordance with the 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)*. All federal awards received directly from federal agencies, as well as federal awards passed through other government agencies is included on the schedule of expenditures of federal awards.

Note 2. Summary of Significant Accounting Policies

The accompanying schedule of federal awards is presented using the modified accrual basis of accounting as promulgated by the State of New Jersey, Department of Community Affairs, Division of Local Government Services, which is described in the Notes to the Financial Statements, Note 1.

The amounts shown as current year expenditures represent only the federal grant portion of the program costs. Such expenditures are recognized following the cost principles contained in Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance)*, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

The Borough did not elect the 10-percent de minimis indirect cost rate as discussed in 2 CFR 200.414.

Note 3. Relationship to Basic Financial Statements

Amounts reported in the accompanying schedule agree with amounts reported in the Borough's financial statements. Expenditures from awards are reported in the Borough's financial statements as follows:

	Federal
Current Fund	$ 858,503
State & Federal Grant Fund	15,098
Utility Operating Fund	17,076
Total	$ 890,677

*Federal monies in the current fund represent Coronavirus State and Local Fiscal funds utilized for revenue loss and FEMA COVID receipts.

BOROUGH OF POINT PLEASANT
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2023

Note 4. Relationship to Federal Financial Reports

The regulations and guidelines governing the preparation of federal financial reports vary by federal agency and among programs administered by the same agencies. Accordingly, the amounts reported in the federal financial reports do not necessarily agree with the amounts reported in the accompanying Schedule, which is prepared on the modified accrual basis of accounting as explained in Note 2.

Note 5. Federal Loans Outstanding

The Borough had no loan balances outstanding at December 31, 2023.

Note 6. Contingencies

Each of the grantor agencies reserves the right to conduct additional audits of the Borough's grant program for economy, efficiency and program results. However, Borough administration does not believe such audits would result in material amounts of disallowed costs.

Note 7. Major Programs

Major programs are identified in the Summary of Auditor's Results section of the Schedule of Findings and Questioned Costs.

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

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued	Adverse - GAAP Unmodified - Regulatory		
Internal control over financial reporting:			
1) Material weakness(es) identified?	____ yes	X no	
2) Significant deficiency(ies) identified?	____ yes	X none reported	
Noncompliance material to financial statements noted?	____ yes	X no	

Federal Awards

Internal control over major programs:			
1) Material weakness(es) identified?	____ yes	X none reported	
2) Significant deficiency(ies) identified?	____ yes	X none reported	
Type of auditor's report issued on compliance for major programs	Unmodified		
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200 section .516(a) of Uniform Guidance?	____ yes	X none reported	

Identification of major programs:

Assistance Listing Number(s)	**Name of Federal Program or Cluster**
21.027	Coronavirus State and Local Fiscal Recovery Funds

Dollar threshold used to determine Type A programs	$750,000.00
Auditee qualified as low-risk auditee?	____ yes X no

BOROUGH OF POINT PLEASANT
SCHEDULE OF FINDINGS & QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2023

Section II – Financial Statement Findings

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

None Noted.

BOROUGH OF POINT PLEASANT
SCHEDULE OF FINDINGS & QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2023

Section III – Federal Award Findings & Questioned Costs

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

FEDERAL AWARDS

None Noted.

STATE FINANCIAL ASSISTANCE

N/A – No State Single Audit in current year.

BOROUGH OF POINT PLEASANT
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
AND QUESTIONED COSTS AS PREPARED BY MANAGEMENT
FOR THE YEAR ENDED DECEMBER 31, 2023

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

FINANCIAL STATEMENT FINDINGS

No Prior Year Findings.

FEDERAL AWARDS

N/A – No Federal Single Audit in prior year.

STATE FINANCIAL ASSISTANCE

N/A – No State Single Audit in prior year.

BOROUGH OF POINT PLEASANT

PART III

LETTER OF COMMENTS AND RECOMMENDATIONS – REGULATORY BASIS

FOR THE YEAR ENDED DECEMBER 31, 2023

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Honorable Mayor and Members
of the Borough Council
Borough of Point Pleasant
Point Pleasant, New Jersey

In accordance with requirements prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, the following are the *General Comments* and *Recommendations* for the year ended December 31, 2023.

GENERAL COMMENTS:

Contracts and Agreements required to be advertised by (N.J.S.A.40A:11-4)

N.J.S.A.40A:11-4 states every contract or agreement, for the performance of any work or 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 bid threshold, except by contract or agreement.

The bid threshold in accordance with N.J.S.A. 40A:11-4 was $44,000 for the year ended December 31, 2023.

It is pointed out that the governing body of the municipality has the responsibility of determining whether the expenditures in any category will exceed the statutory minimum within the fiscal year. Where question arises as to whether any contract or agreement might result in violation of the statute, the solicitor's opinion should be sought before a commitment is made.

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 of 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 or contracts in excess of the bid threshold “for the performance of any work, or the furnishing of any materials, supplies or labor” 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

N.J.S.54:4-67, 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 January 2, 2023 adopted the following resolution authorizing interest to be charged on delinquent taxes:

> *NOW THEREFORE, BE IT RESOLVED, that if said taxes are deemed to be delinquent for non-payment of taxes, the Tax Collector shall charge eight (8%) percent per annum on the first $1,500.00 of the delinquency, and eighteen (18%) percent per annum on any amount in excess of $1,500.00; and*
>
> *BE IT FURTHER RESOLVED, by the Borough Committee of the Borough of Point Pleasant, that the Tax Collector shall allow that no interest will be charged on payments received and made by the tenth calendar day following the date upon which the same became payable; and*
>
> *BE IT FURTHER RESOLVED, by Borough Committee of the Borough of Point Pleasant that the Tax Collector shall charge, in addition to the interest for delinquent taxes, as noted above, a penalty of six (6%) percent of the amount of the delinquency in taxes in excess of $10,000.00 to a taxpayer who fails to pay the delinquency prior to the end of the calendar year.*

It appears from an examination of the Collector's record that interest was collected in accordance with the foregoing resolution.

OTHER COMMENTS (FINDINGS):

None.

RECOMMENDATIONS:

None.

OFFICIALS IN OFFICE AND SURETY BONDS

The following officials were in office at December 31, 2023:

Name	Title
Robert A. Sabosik	Mayor
Valerie Coulson	Council President
John Wisniewski	Councilmember
William Borowsky	Councilmember
Antoinette DePaola	Councilmember
Joseph Furmato Jr.	Councilmember
Charlene Archer	Councilmember
Frank Pannucci, Jr.	Borough Administrator
Antoinette Jones	Borough Clerk
Jerry J. Dasti, Esq.	Attorney
Christopher Santiago	Chief Financial Officer
Jennifer Burr	Tax Collector
Philip Miller	Magistrate
Robert Michalkowski	Court Administrator

Appreciation

We express our appreciation for the assistance and courtesies extended to the members of the audit team.

Respectfully submitted,

HOLMAN FRENIA ALLISON, P. C.



Robert Allison
Certified Public Accountant
Registered Municipal Accountant
RMA No. 483

Lakewood, New Jersey
June 28, 2024