

**PRELIMINARY OFFICIAL STATEMENT DATED SEPTEMBER 11, 2025**

**TOWNSHIP OF LOGAN  
STATE OF NEW JERSEY**

**\$23,189,000 BOND ANTICIPATION NOTE, SERIES 2025**

**(Book-Entry Note) (Parity Bid) (Non-Callable)**

**Dated:** Date of Delivery

**Maturity Date:** October 2, 2026

**Coupon:** \_\_\_\_\_%

**Price:** \_\_\_\_\_

**CUSIP No.:** \_\_\_\_\_

This Official Statement has been prepared by the Township of Logan, a municipal corporation of the State of New Jersey (the "Township") to provide information on its \$23,189,000 Bond Anticipation Note, Series 2025 (the "Note"). Select information is presented on this cover page and the following page for the convenience of the user. To make an informed decision regarding the Note, a prospective purchaser should read this Official Statement in its entirety.

**Credit Rating** Moody's: "MIG 1" (See "Credit Rating" herein).

**Federal Tax Exemption** Assuming continuing compliance by the Township with certain covenants described herein under current law, interest on the Note is exempt from federal income taxation. Interest on the Note is not includable when calculating the federal alternative minimum tax.

**State Tax Exemption** Interest on the Note, and any gain from the sale thereof, is not includable in gross income under the New Jersey Gross Income Tax Act.

**Redemption** The Note is not subject to redemption prior to its stated maturity.

**Security** The Note will be a valid and legally binding general obligation of the Township and, unless paid from other sources, will be payable from *ad valorem* taxes to be levied upon all the taxable property within the Township without limitation as to rate or amount, except to the extent that enforcement of such payment may be limited by bankruptcy, insolvency or other similar laws or equitable principles affecting the enforcement of creditors' rights generally.

**Purpose** Proceeds from the sale and issuance of the Note will be used by the Township as described herein.

**Denominations** Increments of \$5,000, plus integral multiples of \$1,000 in excess thereof.

**Bond Counsel** JP Capizzi LLC  
Union City, New Jersey

**Closing** On or about October 2, 2024.

**Book-Entry System** The Depository Trust Company  
Brooklyn, New York

**Issuer Contact** William Pine, Chief Financial Officer  
(856) 467-9337

**ELECTRONIC PROPOSALS SUBMITTED VIA THE PARITY ELECTRONIC BIDDING SYSTEM  
WILL BE RECEIVED FOR THE NOTE UNTIL 10:30 AM ON SEPTEMBER 18, 2025.  
ALL PROPOSALS MUST BE IN ACCORDANCE WITH THE NOTICE OF SALE FOR THE NOTE.**

This is a Preliminary Official Statement and the information contained herein is subject to completion, amendment or other change without notice. The securities described herein may not be sold nor may offers to buy be accepted prior to the time the Official Statement is delivered in final form. Under no circumstances shall this Preliminary Official Statement constitute an offer to sell or the solicitation of an offer to buy nor shall there be any sale of these securities in any jurisdiction in which such offer, solicitation or sale would be unlawful prior to registration or qualification under the applicable securities laws of any such jurisdiction.

**TOWNSHIP OF LOGAN  
STATE OF NEW JERSEY**

**MAYOR**

Frank W. Minor

**TOWNSHIP COUNCIL**

Bernadine Jackson  
Art Smith  
Chris Morris  
Shleema Lawry

**TOWNSHIP OFFICIALS**

Ashley Garozzo, Clerk  
William Pine, Administrator / Chief Financial Officer

**TOWNSHIP ATTORNEY**

Law Office of Brian J. Duffield  
Mullica Hill, New Jersey

**AUDITOR**

Nightlinger, Colavita & Volpa, PA  
Williamstown, New Jersey

**MUNICIPAL ADVISOR**

Echo Valley Advisors, LLC  
Livingston, New Jersey

**BOND COUNSEL**

JP Capizzi LLC  
Union City, New Jersey

No dealer, broker, salesperson or other person has been authorized by the Township to give any information or to make any representations, other than those contained in this Official Statement, and if given or made, such other information or representations must not be relied upon as having been authorized by the Township. This Official Statement does not constitute an offer to sell or the solicitation of an offer to buy, nor shall there be any sale of the Note by any person in any jurisdiction in which it is unlawful for such person to make such offer, solicitation or sale. The information and expressions of opinion herein are subject to change without notice, and neither the delivery of this Official Statement nor any sale made hereunder shall, under any circumstances, create any implication that there has been no change in the affairs of the Township since the date hereof.

The information which is set forth herein has been provided by the Township and by other sources, but the information provided by such other sources is not guaranteed as to accuracy or completeness by the Township. References in this Official Statement to the State of New Jersey statutes, laws, rules, regulations, resolutions, agreements, reports and documents do not purport to be comprehensive or definitive. All references to such documents are qualified in their entirety by reference to the particular document, the full text of which may contain qualifications of or exceptions to statements made herein. Copies of such above-mentioned documents may be inspected at the offices of the Township during normal business hours. This Official Statement is submitted in connection with the sale of the Note referred to herein and may not be reproduced or used, in whole or in part, for any other purpose.

The order and the placement of materials in this Official Statement, including the appendices, are not deemed to be a determination of relevance, materiality or importance, and this Official Statement, including the appendices, must be considered in its entirety.

## TABLE OF CONTENTS

	Page
INTRODUCTION.....	1
DESCRIPTION OF THE NOTE.....	1
General Description.....	1
Denominations and Place of Payment .....	1
Redemption .....	2
Book-Entry System.....	2
Discontinuance of Book-Entry System .....	4
AUTHORIZATION AND PURPOSE OF THE NOTE.....	4
SECURITY AND SOURCE OF PAYMENT .....	6
SUMMARY OF CERTAIN STATUTORY PROVISIONS RELATING TO MUNICIPAL AND COUNTY DEBT AND FINANCIAL REGULATION.....	6
Legal Framework.....	6
Debt Limit .....	6
Exceptions to Debt Limit - Extensions of Credit .....	6
Bond Anticipation Notes .....	7
Assessment Bonds.....	7
Refunding Bonds.....	7
Tax Anticipation Notes .....	7
School Debt Subject to Voter Approval .....	8
Local Budget Law.....	8
Appropriations Not Required for Payments on Debt .....	9
Appropriation Caps.....	9
Property Tax Levy Cap.....	10
Miscellaneous Revenues .....	10
Real Estate Taxes .....	10
Emergency Appropriations/Deferral of Current Expenses .....	11
Budget Transfers.....	12
Municipal Public Utilities.....	12
Capital Budget.....	12
Fiscal Year Adjustment Law.....	13
State Supervision .....	13
Tax Assessment and Collection Procedure .....	13
Tax Appeals .....	14
Local Fiscal Affairs Law.....	15
Basis of Accounting.....	15
MUNICIPAL BANKRUPTCY .....	16
NO DEFAULT .....	16
ABSENCE OF MATERIAL LITIGATION .....	16
TAX MATTERS .....	17
Federal .....	17
State .....	18
SECONDARY MARKET DISCLOSURE .....	18
CREDIT RATING .....	18
LEGALITY .....	19
FINANCIAL STATEMENTS .....	19
MUNICIPAL ADVISOR .....	20
RISKS RESULTING FROM COVID-19.....	20

ADDITIONAL INFORMATION.....	21
MISCELLANEOUS.....	21
Appendix A: GENERAL INFORMATION REGARDING THE TOWNSHIP.....	A-1
Appendix B: FINANCIAL STATEMENTS .....	B-1
Appendix C: FORM OF OPINION OF BOND COUNSEL.....	C-1
Appendix D: FORM OF SECONDARY MARKET DISCLOSURE UNDERTAKING .....	D-1

**OFFICIAL STATEMENT  
RELATING TO**

**TOWNSHIP OF LOGAN  
STATE OF NEW JERSEY**

**\$23,189,000 BOND ANTICIPATION NOTE, SERIES 2025**

**INTRODUCTION**

This Official Statement (the “Official Statement”), which includes the cover page hereof and the appendices hereto, has been prepared by the Township of Logan (the “Township”), a municipal corporation of the State of New Jersey (the “State”) and provides certain information regarding the financial and economic condition of the Township in connection with the sale of the Township’s \$23,189,000 Bond Anticipation Note, Series 2025 (the “Note”). This Official Statement has been executed by and on behalf of the Township by the Chief Financial Officer and its distribution and use in connection with the sale of the Note has been authorized by the Township.

This Official Statement contains specific information relating to the Note including their general description, certain legal matters, historical financial information and other information pertinent to this issue. This Official Statement should be read in its entirety.

All financial and other information presented herein has been provided by the Township from its records, except for information expressly attributed to other sources. The presentation of information is intended to show recent historic information and, but only to the extent specifically provided herein, certain projections into the immediate future and is not necessarily indicative of future or continuing trends in the financial position of the Township.

**DESCRIPTION OF THE NOTE**

**General Description**

The Note will be issued in the aggregate principal amount of \$23,189,000. The Note will be dated October 2, 2025; mature on October 2, 2026; numbered 2025-1; and bear interest at the interest rate of \_\_\_\_% per annum (computed on the basis of a 360-day year) payable at maturity.

**Denominations and Place of Payment**

The Note shall be issued in fully registered form to The Depository Trust Company, Brooklyn, New York (“DTC”), and registered in the name of DTC’s nominee, Cede & Co. DTC will hold the Note and not physically distribute note certificates to the DTC participants or beneficial owners of the Note.

Principal of and interest on the Note will be paid by the Township, or its designee in its capacity as paying agent (the “Paying Agent”), to DTC at maturity.

The Note may be purchased in increments of \$5,000, plus integral multiples of \$1,000 in excess thereof. Purchasers of the Note will not receive note certificates representing their beneficial ownership interest in the amount of Note purchased.

So long as Cede & Co. is the registered owner of the Note, references herein (except under the captions “Tax Matters” and “Secondary Market Disclosure”) to the registered owner(s) shall mean Cede & Co. and shall not mean the beneficial owners of the Note. See “Book-Entry System” herein.

## **Redemption**

The Note is not subject to redemption prior to its stated maturity.

## **Book-Entry System**

DTC will act as securities depository for the Note (the “Securities”). The Securities will be issued as fully registered securities registered in the name of Cede & Co. (DTC’s partnership nominee) or such other name as may be requested by an authorized representative of DTC. One fully registered Security certificate will be issued for each issue of the Securities, each in the aggregate principal amount of such issue, and will be deposited with DTC. If, however, the aggregate principal amount of any issue exceeds \$500 million, one certificate will be issued with respect to each \$500 million of principal amount, and an additional certificate will be issued with respect to any remaining principal amount of such issue.

DTC, the world’s largest securities depository, is a limited-purpose trust company organized under the New York Banking Law, a “banking organization” within the meaning of the New York Banking Law, a member of the Federal Reserve System, a “clearing corporation” within the meaning of the New York Uniform Commercial Code and a “clearing agency” registered pursuant to the provisions of Section 17A of the Securities Exchange Act of 1934. DTC holds and provides asset servicing for over 3.5 million issues of U.S. and non-U.S. equity issues, corporate and municipal debt issues, and money market instruments (from over 100 countries) that DTC’s participants (“Direct Participants”) deposit with DTC. DTC also facilitates the post-trade settlement among Direct Participants of sales and other securities transactions in deposited securities, through electronic computerized book-entry transfers and pledges between Direct Participants’ accounts. This eliminates the need for physical movement of securities certificates. Direct Participants include both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, clearing corporations and certain other organizations. DTC is a wholly-owned subsidiary of The Depository Trust & Clearing Corporation (“DTCC”). DTCC is the holding company for DTC, National Securities Clearing Corporation and Fixed Income Clearing Corporation, all of which are registered clearing agencies. DTCC is owned by the users of its regulated subsidiaries. Access to the DTC system is also available to others such as both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, and clearing corporations that clear through or maintain a custodial relationship with a Direct Participant, either directly or indirectly (“Indirect Participants”). DTC has a credit rating from S&P Global Ratings, acting through Standard & Poor’s Financial Services LLC, of “AA+”. The DTC Rules applicable to its Participants are on file with the Securities and Exchange Commission. More information about DTC can be found at [www.dtcc.com](http://www.dtcc.com).

Purchases of Securities under the DTC system must be made by or through Direct Participants, which will receive a credit for the Securities on DTC’s records. The ownership

interest of each actual purchaser of each Security (a "Beneficial Owner") is in turn to be recorded on the Direct and Indirect Participants' records. Beneficial Owners will not receive written confirmation from DTC of their purchase. Beneficial Owners are, however, expected to receive written confirmations providing details of the transaction, as well as periodic statements of their holdings, from the Direct or Indirect Participant through which the Beneficial Owner entered into the transaction. Transfers of ownership interests in the Securities are to be accomplished by entries made on the books of Direct and Indirect Participants acting on behalf of Beneficial Owners. Beneficial Owners will not receive certificates representing their ownership interests in the Securities, except in the event that use of the book-entry system for the Securities is discontinued.

To facilitate subsequent transfers, all Securities deposited by Direct Participants with DTC are registered in the name of DTC's partnership nominee, Cede & Co., or such other name as may be requested by an authorized representative of DTC. The deposit of Securities with DTC and their registration in the name of Cede & Co., or such other DTC nominee do not effect any change in beneficial ownership. DTC has no knowledge of the actual Beneficial Owners of the Securities; DTC's records reflect only the identity of the Direct Participants to whose accounts such Securities are credited, which may or may not be the Beneficial Owners. The Direct and Indirect Participants will remain responsible for keeping account of their holdings on behalf of their customers.

Conveyance of notices and other communications by DTC to Direct Participants, by Direct Participants to Indirect Participants, and by Direct Participants and Indirect Participants to Beneficial Owners will be governed by arrangements among them, subject to any statutory or regulatory requirements as may be in effect from time to time.

Beneficial Owners of the Securities may wish to take certain steps to augment the transmission to them of notices of significant events with respect to the Securities, such as redemptions, tenders, defaults, and proposed amendments to the Security documents. For example, Beneficial Owners of the Securities may wish to ascertain that the nominee holding the Securities for their benefit has agreed to obtain and transmit notices to Beneficial Owners. In the alternative, Beneficial Owners may wish to provide their names and addresses to the registrar and request that copies of notices be provided directly to them.

Redemption notices shall be sent to DTC. If less than all of the Securities within an issue are being redeemed, DTC's practice is to determine by lot the amount of the interest of each Direct Participant in such issue to be redeemed.

Neither DTC nor Cede & Co. (nor any other DTC nominee) will consent or vote with respect to Securities unless authorized by a Direct Participant in accordance with DTC's MMI Procedures. Under its usual procedures, DTC mails an Omnibus Proxy to the Township as soon as possible after the record date. The Omnibus Proxy assigns Cede & Co.'s consenting or voting rights to those Direct Participants to whose accounts the Securities are credited on the record date (identified in a listing attached to the Omnibus Proxy).

Principal, redemption and interest payments on the Securities will be made to Cede & Co., or such other nominee as may be requested by an authorized representative of DTC. DTC's practice is to credit Direct Participants' accounts upon DTC's receipt of funds and corresponding detail information from the Township or the Paying Agent, on the payable date in accordance with their respective holdings shown on DTC's records. Payments by Participants



to Beneficial Owners will be governed by standing instructions and customary practices, as is the case with securities held for the accounts of customers in bearer form or registered in “street name”, and will be the responsibility of such Participant and not of DTC, the Paying Agent or the Township, subject to any statutory or regulatory requirements as may be in effect from time to time. Payment of principal, redemption price and interest payments to Cede & Co. (or such other nominee as may be requested by an authorized representative of DTC) is the responsibility of the Township or the Paying Agent, disbursement of such payments to Direct Participants will be the responsibility of DTC, and disbursement of such payments to the Beneficial Owners will be the responsibility of Direct and Indirect Participants.

DTC may discontinue providing its services as depository with respect to the Securities at any time by giving reasonable notice to the Township or the Paying Agent. Under such circumstances, in the event that a successor securities depository is not obtained, Security certificates are required to be printed and delivered.

The Township may decide to discontinue use of the system of book-entry transfers through DTC (or a successor securities depository). In that event, Security certificates will be printed and delivered to DTC.

The information in this section concerning DTC and DTC’s book-entry system has been obtained from sources that the Township believes to be reliable, but the Township takes no responsibility for the accuracy thereof.

### **Discontinuance of Book-Entry System**

In the event that the book-entry system is discontinued and the Beneficial Owners become registered owners of the Note, the following provisions shall apply: (i) the Note shall be exchanged for an equal aggregate principal amount of notes (in any authorized denomination, and in the same maturity of the Note) (the “Substitute Note”) upon surrender thereof at the office of the Township / Paying Agent; (ii) the transfer of the Note shall be registered on the books maintained by the Township / Paying Agent, for such purposes only upon the surrender of the Note to the Township / Paying Agent, together with duly executed assignments in a form satisfactory to the Township / Paying Agent; and (iii) for every exchange or registration of transfer of the Note, the Paying Agent, if any, shall be reimbursed by the Township for any charges required to be paid by the Paying Agent with respect to any such Substitute Note.

Principal and Interest on the Note, when due, shall be paid to the registered owners of the Note upon surrender thereof to the Township / Paying Agent.

### **AUTHORIZATION AND PURPOSE OF THE NOTE**

The Note is to be issued pursuant to the Local Bond Law of the State of New Jersey (N.J.S.A. 40A:2-1, et seq.) (the “Local Bond Law”). The Note is authorized by the following resolutions of the Township: Resolution No. 206-2025 adopted on September 2, 2025 and the bond ordinances referred to therein and set forth below, each in all respects duly approved and published as required by law; and Resolution No. 207-2025 adopted on September 2, 2025.

The bond ordinances included in the sale of the Note were published in full or in summary form after adoption, along with the statement required by the Local Bond Law that the 20-day period of limitation within which a suit, action or proceeding questioning the validity of

the authorizing bond ordinances can be commenced began to run from the date of the first publication of such statement. The Local Bond Law provides that after issuance, all obligations shall be conclusively presumed to be fully authorized and issued by all laws of the State, and any person shall be estopped from questioning the sale or the execution or the delivery of the Note by the Township.

The proceeds of the Note will be used to (i) refund \$16,523,000 of a \$18,023,000 Bond Anticipation Note (together with \$2,220,920 pursuant to a budget appropriation) that matures on October 16, 2025 and (ii) obtain \$6,666,000 new money.

The improvements / purposes to be funded in the sale of the Note are as follows:

Principal Amount of Notes To Be Sold	Bond Ordinance Number	Improvements / Purposes Authorized and Bond Ordinance Adoption Date
\$912,500	06-2020	Various capital improvements and purposes.  Finally adopted 04/07/20
\$3,980,000	05-2021	Various capital improvements and purposes.  Finally adopted 06/15/21
\$6,211,500	13-2022	Various capital improvements and purposes.  Finally adopted 08/16/22
\$2,168,400	14-2022	Various capital improvements and purposes.  Finally adopted 08/16/22
\$1,345,600	15-2023	Various capital improvements and purposes.  Finally adopted 06/20/23
\$1,905,000	12-2024	Purchase of real property.  Finally adopted 06/18/24

\$6,666,000	16-2024	Various capital improvements and purposes.
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Finally adopted 12/03/24

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\$23,189,000

## SECURITY AND SOURCE OF PAYMENT

The Note will be a valid and legally binding general obligation of the Township and, unless paid from other sources, will be payable from *ad valorem* taxes to be levied upon all the taxable property within the Township without limitation as to rate or amount, except to the extent that enforcement of such payment may be limited by bankruptcy, insolvency or other similar laws or equitable principles affecting the enforcement of creditors' rights generally.

## SUMMARY OF CERTAIN STATUTORY PROVISIONS RELATING TO MUNICIPAL AND COUNTY DEBT AND FINANCIAL REGULATION

Set forth below is a summary of various statutory provisions and requirements relevant to the Township's debt and financial regulation and budget process. This summary does not purport to be complete, and reference should be made to the statutes referred to for a complete statement of the provisions thereof.

### Legal Framework

The Local Bond Law of the State of New Jersey (N.J.S.A. 40A:2-1, et seq.) (the "Local Bond Law") governs the issuance of bonds and notes to finance certain general municipal and utility capital expenditures. Among its provisions are requirements that bonds must mature within the statutory period of usefulness of the projects financed and that bonds be retired in serial installments. A 5% cash down payment is generally required toward the financing of such projects. Generally, all bonds and notes issued by a local unit are general full faith and credit obligations.

### Debt Limit

The authorized bonded indebtedness of a local unit is limited by statute, subject to the exceptions noted below, to an amount equal to 3.5%, in the case of a municipality, and 2%, in the case of a county, of its average equalized valuation basis. The average equalized valuation basis of a local unit is set by statute as the average for the last 3 years of the equalized value of all taxable real property and improvements and certain Class II railroad property within its boundaries as annually determined by the State Board of Taxation.

### Exceptions to Debt Limit - Extensions of Credit

Except for the funding of certain notes, the authorization of certain bonds for municipal utility purposes, if the utilities are self-liquidating, and certain formula allowances, the debt limit of a local unit may be exceeded only with the approval of the Local Finance Board, in the Division of Local Government Services, Department of Community Affairs of the State (the "Local Finance Board"), a State regulatory agency. If all or any part of a proposed debt authorization would exceed its debt limit, a local unit must apply to the Local Finance Board for

an extension of credit. If the Local Finance Board determines that a proposed debt authorization would not materially impair the credit of a local unit or substantially reduce the ability of a local unit to meet its obligations or to provide essential public improvements or services, or makes other statutory determinations, approval is granted.

### **Bond Anticipation Notes**

Pursuant to the Local Bond Law, a local unit may sell short-term notes to temporarily finance a capital improvement or project in anticipation of the issuance of bonds, if the bond ordinance or subsequent resolution so provides. Any such note is designated a "bond anticipation note". Bond anticipation notes for capital improvements may be issued in an aggregate amount not exceeding the amount specified in the bond ordinance, as the same may be amended and supplemented, creating such capital expenditure. Bond anticipation notes are full faith and credit obligations of the local unit; may be issued for a period not exceeding 1 year; and may be renewed from time to time for a period that does not exceed 1 year. Such notes shall mature and be paid not later than the first day of the fifth month following the close of the tenth fiscal year following the date of the original note, provided, however, that no such notes shall be renewed beyond the third anniversary date of the original notes unless an amount of such notes, at least equal to the first legally payable installment of the bonds in anticipation of which these notes are issued, is paid and retired on or before each subsequent anniversary date beyond which such notes are renewed from funds other than the proceeds of obligations.

### **Assessment Bonds**

Assessment bonds may be issued pursuant to the Local Bond Law in annual serial installments with the first principal payment due within 2 years and the final principal payment due within 20 years of an issue's date. No principal payment may be larger than a prior year's principal payment.

### **Refunding Bonds**

Refunding bonds may be issued pursuant to the Local Bond Law for the purpose of paying, funding or refunding outstanding bonds, including emergency appropriations, temporary emergency appropriations, advance funding of pension obligations as part of an early retirement program offered by the State, the actuarial liabilities of a non-State administered public employee pension system, amounts owing to others for taxes levied and for paying the cost of issuance of refunding bonds. The Local Finance Board must consent to the authorization for the issuance of refunding bonds and approve the maturity schedule thereof; provided, however, that the issuance of refunding bonds to realize debt service savings on outstanding obligations does not require Local Finance Board approval when authorized by conditions set forth in rules and regulations of the Local Finance Board and upon a resolution adopted by a 2/3 vote of the full membership of the governing body of the local unit.

### **Tax Anticipation Notes**

Tax anticipation notes may be issued pursuant to the Local Budget Law (as hereinafter defined). The issuance of tax anticipation notes is limited in amount to collectively 30% of the tax levy plus 30% of realized miscellaneous revenues of the next preceding fiscal year. Tax anticipation notes must be paid in full within 120 days of the close of the fiscal year in which they were issued.

## **School Debt Subject to Voter Approval**

State law permits a school district upon approval of the voters, to authorize school district debt, including debt in excess of its independent debt limit, by using the available borrowing capacity of the municipality. If such debt is in excess of school district debt limit and the remaining borrowing capacity of the municipality, the State Commissioner of Education and the Local Finance Board must approve the proposed debt authorization before it is submitted to the voters.

## **Local Budget Law**

The foundation of the State local finance system is the annual cash basis budget. Under the Local Budget Law of the State of New Jersey (N.J.S.A. 40A:4-1, et seq.) (the “Local Budget Law”), every local unit must adopt an operating budget in the form required by the Division of Local Government Services in the Department of Community Affairs of the State (the “Division”). Certain items of revenue and appropriation are regulated by law. The proposed budget cannot be finally adopted until it is certified by the Director of the Division (the “Director”), or in the case of a local unit’s examination of its own budget, such budget cannot be finally adopted until a local examination certificate has been approved by the Chief Financial Officer and governing body of local unit. The Local Budget Law requires each local unit to appropriate sufficient funds for the payment of current debt service, and the Director or, in the case of local examination, the local unit may review the adequacy of such appropriations. Among other restrictions, the Director must examine the budget with reference to all estimates of revenue and the following appropriations: (a) payment of interest and debt redemption charges, (b) deferred charges and statutory expenditures, (c) cash deficit of preceding year, (d) reserve for uncollected taxes and (e) other reserves and nondisbursement items. Anticipated tax revenues are limited to the same proportion as actual cash collections or to the total levy in the previous year, and the reserve amount must be factored into the budget to make up for the expected shortfall in actual collections. Anticipated non-tax revenues are limited to the amount actually realized the previous year unless the Director permits higher levels of anticipation should there be sufficient statutory or other evidence to substantiate that such anticipation is reasonable.

The Director has no authority over individual operating appropriations, unless a specific amount is required by law, but the budgetary review functions, focusing on anticipated revenues, serve to protect the solvency of all local units.

The cash basis budgets of local units must be in balance (i.e., the total of anticipated revenues must equal the total of appropriations) (N.J.S.A. 40A:4-22). If in any year a local unit’s expenditures exceed its realized revenues for that year, then such excess (deficit) must be raised in the succeeding year’s budget.

Each municipality is required to forward to the County Board of Taxation (the “County Board”) a certified copy of its operating budget, as adopted, not later than April 10 of the then current fiscal year. In the event that the County Board has not received a copy of the budget resolution or other evidence showing the amount to be raised by taxation for the purposes of a taxing district, the Director shall transmit to the County Board a certificate setting forth the amount required for the operation of the local unit for that fiscal year. The operating budget of the preceding year shall constitute and limit the appropriations for the then current year with suitable adjustments for debt service, other mandatory charges and changes in revenues, but

excluding the amount to be raised by taxes for school purposes where required to be included in the municipal budget. The certificate shall be prepared by using the revenues and appropriations appearing in the adopted budget of the preceding year with suitable adjustments to include, without limitation: (a) any amounts required for principal and interest of indebtedness falling due in the fiscal year and (b) any deferred charges, including a deficit, if any, or statutory expenditures required to be raised in the fiscal year. See "Tax Assessment and Collection Procedure" herein.

### **Appropriations Not Required for Payments on Debt**

It is not necessary to have an appropriation in order to release money for debt service on obligations. N.J.S.A. 40A:4-57 states that "no officer, board, body or commission shall, during any fiscal year, expend money (except to pay notes, bonds or interest thereon), incur any liability, or enter into any contract which by its terms involves the expenditure of money for any purpose for which no appropriation is provided, or in excess of the amount appropriated for such purpose" (emphasis added).

### **Appropriation Caps**

Chapter 89 of the New Jersey Laws of 1990 extended and amended Chapter 203 of the New Jersey Laws of 1986 and Chapter 68 of the New Jersey Laws of 1976 (N.J.S.A. 40A:4-45.3), and is commonly referred to as the "CAP Law". The CAP Law places limits on county tax levies and municipal expenditures. This limitation is commonly referred to as a "CAP". The actual calculation of the CAP is somewhat complex and the actual CAP computations are prepared by the Division and distributed to each municipality. In addition to the CAP increase in expenditures, other increases allowable include increases funded by increased service fees, proceeds from the sale of municipal assets and increased expenditures mandated by federal and state laws. Appropriations for items excluded from the CAP computation, including debt service requirements, may be set at any necessary level and are not subject to the CAP. The CAP may be exceeded if approved by referendum of the voters of the municipality.

In summary, in determining the CAP for each budget year, the prior year's total general appropriations are reduced by certain statutory-type appropriations with the resulting balance multiplied by 2.5% or the cost-of-living adjustment (the rate of annual percentage increase, rounded to the nearest half-percent, in the Implicit Price Deflator for State and Local Government Purchases of Goods and Services, computed and published quarterly by the United States Department of Commerce) (the "Cost-of-Living Adjustment"), whichever is less, thereby producing the basic CAP, which then may be increased by certain known increases in revenues and federal or state expenditures mandated after July 18, 1976. A municipality may, by the adoption of an ordinance, elect to increase its final appropriations by a percentage rate up to, but not to exceed, 3.5%. A municipality may, by referendum, increase its final appropriations by a higher percentage rate.

The Cost-of-Living Adjustment applicable to SFY 2025 budgets is 2.5%. The Township finally adopted Ordinance No. 6-2025 on March 18, 2025 electing to increase its final appropriations by 3.5% for SFY 2025.

## **Property Tax Levy Cap**

Chapter 44 of the Pamphlet Laws of 2010 imposed restrictions upon the allowable annual increase in the tax levy. In general, municipalities have their tax levies limited to a 2% increase. The tax levy is subject to certain adjustments, including the sum of new ratables. In addition, the following exclusions are added to the calculation of the adjusted tax levy: increases in amounts required to be raised by taxation for capital expenditures, including debt service as defined by law; increases in pension contributions and accrued liability for pension contributions in excess of 2%; increases in health care costs equal to that portion of the actual increase in total health care costs for the budget year that is in excess of 2% of the total health care costs in the prior year, but is not in excess of the product of the total health care costs in the prior year and the average percentage increase of the State Health Benefits Program, as annually determined by the Division of Pensions and Benefits in the Department of the Treasury; and extraordinary costs incurred by a local unit directly related to a declared emergency, as defined by regulation promulgated by the Commissioner of the Department of Community Affairs, in consultation with the Commissioner of Education, as appropriate. The law also authorizes a municipality to submit public questions to the voters for approval (by affirmative vote of at least 50%) to increase the amount to be raised by taxation by more than the allowable adjusted tax levy.

## **Miscellaneous Revenues**

A provision in the Local Budget Law (N.J.S.A. 40A:4-26) provides that: “[n]o miscellaneous revenues from any source shall be included as an anticipated revenue in the budget in an amount in excess of the amount actually realized in cash from the same source during the next preceding fiscal year, unless the [Director] shall determine upon application by the governing body that the facts clearly warrant the expectation that such excess amount will actually be realized in cash during the fiscal year and shall certify such determination, in writing, to the local unit”.

In addition, budget amendments must be approved by the Director, except that federal and state categorical grants-in-aid contracts may be realized for their face amount with an offsetting appropriation. The fiscal years for such grants rarely coincide with the municipality's calendar fiscal year. However, grant revenue is generally not realized until received in cash.

## **Real Estate Taxes**

The same general principle that revenue cannot be anticipated in a budget in excess of that realized in the preceding year applies to property taxes. N.J.S.A. 40A:4-29, which governs the anticipation of delinquent tax collections, provides that: “[t]he maximum which may be anticipated is the sum produced by the multiplication of the amount of delinquent taxes unpaid and owing to the local unit on the first day of the current fiscal year by the percentage of collection of delinquent taxes for the year immediately preceding the current fiscal year”.

N.J.S.A. 40A:4-41 provides, with regard to current taxes, that: “[r]eceipts from the collection of taxes levied or to be levied in the municipality, or in the case of a county for general county purposes and payable in the fiscal year shall be anticipated in an amount which is not in excess of the percentage of taxes levied and payable during the next preceding fiscal year which was received in cash by the last day of the preceding fiscal year”.

This provision and N.J.S.A. 40A:4-40 require that an additional amount, commonly known or referred to as the “reserve for uncollected taxes”, be added to the tax levy required to balance the budget so that when the percentage of the prior year’s tax collection is applied to the combined total, the product will at least be equal to the tax levy required to balance the budget. The reserve requirement is calculated as follows:

The levy required to balance the budget, divided by the prior year’s percentage of current tax collection (or lesser percent) levied, will equal the total taxes to be levied for the current fiscal year.

Chapter 99 of the Pamphlet Laws of 1997 of New Jersey authorizes any municipality to sell its “total property tax levy” to the highest responsible bidder therefor in accordance with the procedures and limitations set forth therein.

Upon the filing of certified adopted budgets by (i) a local governmental unit, (ii) a local and/or a regional school district, (iii) the county in which the local governmental unit is situated and (iv) any special improvement districts within the local governmental unit, the current year’s tax rate is struck by a county’s board of taxation based upon the amount of taxes required in each taxing district to fund the respective budgets.

### **Emergency Appropriations/Deferral of Current Expenses**

Emergency appropriations made under N.J.S.A. 40A:4-46, after the adoption of the budget and the determination of the tax rate, may be authorized by a local unit. However, with minor exceptions set forth below, such appropriations must be included in full in the following year’s budget. When such appropriations would exceed 3% of the adopted operating budget, consent of the Director must be obtained.

The exceptions are certain enumerated quasi-capital projects (“special emergencies”) such as (i) the repair and reconstruction of streets, roads or bridges damaged by snow, ice, frost or floods, which may be amortized over 3 years and (ii) the repair and reconstruction of streets, roads, bridges or other public property damaged by flood or hurricane, where such expense was unforeseen at the time of budget adoption; the repair and reconstruction of private property damaged by flood or hurricane; tax map preparation; re-evaluation programs; revision and codification of ordinances; master plan preparations; drainage map preparation for flood control purposes; studies and planning associated with the construction and installation of sanitary sewers; authorized expenses of a consolidated commission; contractually required severance liabilities resulting from the layoff or retirement of employees; the preparation of sanitary and storm system maps; liabilities incurred to the Department of Labor and Workforce Development for the reimbursement of unemployment benefits paid to former employees; non-recurring expenses incurred by a municipality to implement consolidation with another municipality or municipalities; the immediate preparation, response, recovery and restoration of public services during such time as a public health emergency; a deficit in prior year operations experienced by any municipality, utility, or enterprise during, or in the fiscal year immediately following, a fiscal year in which a public health emergency has been declared by the Governor in response to COVID-19, all of which projects set forth in this clause (ii) may be amortized over 5 years except projects relating to COVID-19 deficits, which may be amortized over a period of up to 10 years with the approval of the Local Finance Board (N.J.S.A. 40A:4-53, -54, -55 and -55.1).



Emergency appropriations for capital projects may be financed through the adoption of a bond ordinance and amortized over the useful life of the project.

Under the CAP Law, emergency appropriations aggregating less than 3% of the previous year's final current operating appropriations may be raised in the portion of the local unit's budget outside the CAP if approved by at least 2/3 of the members of the governing body and the Director. Emergency appropriations that aggregate more than 3% of the previous year's final current operating appropriations must be raised within the CAP. Emergency appropriations for debt service, capital improvements, the local unit's share of federal or state grants and other statutorily permitted items are outside the CAP.

### **Budget Transfers**

Budget transfers provide a local unit with a degree of flexibility and afford a control mechanism over expenditure needs. Transfers between major appropriation accounts are prohibited by N.J.S.A. 40A:4-58 until the last 2 months of the fiscal year. Appropriation reserves may also be transferred during the first 3 months of the year to the previous year's budget (N.J.S.A. 40A:4-59). Both types of transfers require a 2/3 vote of the full membership of the governing body. However, no transfers may be made (a) to appropriations for contingent expenses, deferred charges or emergency appropriations, or (b) from appropriations for contingent expenses, deferred charges, cash deficit of the preceding year, reserve for uncollected taxes, down payments, the capital improvement fund or interest and redemption charges. Although budget transfers among subaccounts (line items) within an appropriation are not subject to the same year-end transfer restriction, they are subject to internal review and approval.

### **Municipal Public Utilities**

Municipal public utilities are supported by the revenues generated by the respective operations of the utilities in addition to the general taxing power upon real property. For each utility, there is established a separate budget. The anticipated revenues and appropriations for each utility are set forth in the separate budget. The budget is required to be balanced and to provide fully for debt service. The regulations regarding anticipation of revenues and deferral of charges apply equally to the budgets of the utilities. Deficits or anticipated deficits in utility operations which cannot be provided for from utility surplus, if any, are required to be raised in the "Current" or operating budget.

### **Capital Budget**

In accordance with the Local Budget Law, each local unit must adopt, and may from time to time amend, rules and regulations for capital budgets, which rules and regulations must require a statement of capital undertakings underway or projected for a period not greater than the next ensuing 6 years as a general improvement program. The capital budget, when adopted, does not constitute the approval or appropriation of funds, but sets forth a plan of the possible capital expenditures which the local unit may contemplate over the next 3 or 6 years. Expenditures for capital purposes may be made either by ordinances adopted by the governing body setting forth the items and the method of financing or by the annual operating budget if the items were detailed.

## **Fiscal Year Adjustment Law**

Chapter 75 of the Pamphlet Laws of 1991, signed into law on March 28, 1992, requires certain municipalities and permits all other municipalities to adopt the State fiscal year in place of the existing calendar fiscal year (N.J.S.A. 40A:4-3.1). Municipalities that change fiscal years must adopt a 6 month transition budget for January to June. Since expenditures would be expected to exceed revenues primarily because State aid for the calendar year would not be received by the municipality until after the end of the transition year budget, the law authorizes the issuance of fiscal year adjustment bonds to fund the one time deficit for the 6 month transition budget (N.J.S.A. 40A:2-51.2). The law provides that the deficit in the 6 month transition budget may be funded initially with bond anticipation notes based on the estimated deficit in the 6 month transition budget. Notes issued in anticipation of fiscal year adjustment bonds, including renewals, can only be issued for up to 1 year unless the Local Finance Board permits the municipality to renew them for a longer period of time. The Local Finance Board must confirm the actual deficit experienced by the municipality. The municipality then may issue fiscal year adjustment bonds to finance the deficit on a permanent basis. The purpose of the law is to assist municipalities that are heavily dependent on State aid and that have had to issue tax anticipation notes to fund operating cash flow deficits each year.

## **State Supervision**

State law authorizes State officials to supervise fiscal administration in any municipality which is in default on its obligations; which experiences severe tax collection problems for 2 successive years; which has a deficit greater than 4% of its tax levy for 2 successive years; which has failed to make payments due and owing to the State, county, municipality or special district for 2 consecutive years; which has an appropriation in its annual budget for the liquidation of debt which exceeds 25% of its total operating appropriations (except dedicated revenue appropriations) for the previous budget year; or which has been subject to a judicial determination of gross failure to comply with the Local Bond Law, the Local Budget Law or the Local Fiscal Affairs Law (as hereinafter defined) which substantially jeopardizes its fiscal integrity. State officials are authorized to continue such supervision for as long as any of the conditions exist and until the municipality operates for a fiscal year without incurring a cash deficit.

## **Tax Assessment and Collection Procedure**

A municipality is the entity responsible for the levying and collection of taxes on all taxable property within its borders, including the tax levies for the county, municipality and the school districts located therein. The levying of taxes is for a fiscal year, which starts January 1 and ends December 31. The collection of taxes to support a local governmental unit's current budget requirement is based upon a calendar year, January 1 to December 31.

Property taxes are based on a municipality's assessor's valuation of real property, as confirmed by the tax board of the county in which a municipality is situated. The taxes for municipal, local and regional school districts and a county cover the current calendar year. Turnover of the tax moneys by a municipality to a school district are based on school needs and are generally made on a periodic basis throughout the year with any balance transferred by June 30 (the end of the school district's fiscal year). A municipality remits 100% of the county taxes, payable quarterly on February 15, May 15, August 15 and November 15.

Property valuations (assessments) are determined on true values as arrived at by a cost approach, market data approach and capitalization of net income approach where appropriate. Current assessments are the result of new assessments on a like basis with established comparable properties for newly assessed or purchased properties. This method assures equitable treatment to like property owners. But it often results in a divergence of the assessment ratio to true value. Because of the changes in property resale values, annual adjustments do not keep pace with the changing values.

Upon the filing of certified adopted budgets by the municipality and the county, the tax rate is struck by the County Board based on the certified amounts in each of the taxing districts for collection to fund the budgets. The statutory provisions for the assessment of property, the levying of taxes and the collection of taxes are set forth in N.J.S.A. 54:4-1, et seq. Special taxing districts are permitted for various special services rendered to the properties located within the special districts.

Tax bills are sent in June of the current fiscal year. Taxes are payable in 4 quarterly installments on February 1, May 1, August 1 and November 1. The August and November tax bills are determined as the full tax levied for municipal, county and school purposes for the current municipal fiscal year, less the amount charged as the February and May installments for municipal, county and school purposes in the current fiscal year. The amounts due for the February and May installments are determined by the municipal governing body as either 1/4 or 1/2 of the full tax levied for municipal, county and school purposes for the preceding fiscal year.

Tax installments not paid on or before the due date are subject to interest penalties of 8% per annum on the first \$1,500 of the delinquency and 18% per annum on any amount in excess of \$1,500. The governing body may also fix a penalty to be charged to a taxpayer with a delinquency in excess of \$10,000 who fails to pay that delinquency prior to the end of the calendar year. The penalty so fixed shall not exceed 6% of the amount of the delinquency. These penalties and interest are the highest permitted under State statutes. Delinquent taxes open for 1 year or more are annually included in a tax sale in accordance with State statutes.

## **Tax Appeals**

State statutes provide a taxpayer with remedial procedures for appealing an assessed valuation that the taxpayer deems excessive. Prior to February 1 in each year, a municipality must mail to each property owner a notice of the current assessment and taxes on the property. The taxpayer has a right to petition the County Board on or before April 1 of the current tax year for its review. The County Board has the authority after a hearing to increase, decrease or reject the appeal petition. These adjustments are usually concluded within the current tax year and reductions are shown as canceled or remitted taxes for that year. If the taxpayer believes the petition was unsatisfactorily reviewed by the County Board, appeal of the decision may be made to the Tax Court of New Jersey for further hearing. Tax Court appeals tend to take several years to conclude by settlement or trial and any losses in tax collections from prior years, after an unsuccessful trial or by settlement, are charged directly to operations. The payment of tax appeal judgments may also be provided for through the issuance of refunding bonds or refunding notes pursuant to a maturity schedule approved by the Local Finance Board.

## **Local Fiscal Affairs Law**

The Local Fiscal Affairs Law of the State of New Jersey (N.J.S.A. 40A:5-1, et seq.) (the "Local Fiscal Affairs Law") regulates the nonbudgetary financial activities of local governments. The Chief Financial Officer of every local unit must file annually with the Director a verified statement of the financial condition of the local unit and all constituent boards, agencies and commissions.

An independent examination of the local unit's accounts must be performed annually by a State licensed registered municipal accountant. The audit, conforming to the Division's "Requirements of Audit", includes recommendations for improvements of the local unit's financial procedures and must be filed with the Director. A synopsis of the audit report, together with all recommendations made, must be published in a local newspaper within 30 days of its completion.

A local unit's funds are invested strictly in accordance with the provisions of the Local Fiscal Affairs Law, in particular N.J.S.A. 40A:5-15.1.

## **Basis of Accounting**

The accounting policies applicable to local governmental units have been prescribed by the Division. The following is a summary of the significant policies:

**Basis of Accounting** - A modified accrual basis of accounting is followed, with minor exceptions. Revenues are recorded as received in cash except for certain amounts which may be due from the State. Expenditures are recorded on the accrual basis. Appropriation reserves covering unexpended appropriation balances are automatically created on December 31 of each year and recorded as liabilities, except for amounts which may be cancelled by the governing body. Appropriation reserves are available, until lapsed at the close of the succeeding year, to meet specific claims, commitments or contracts incurred or entered into during the preceding fiscal year. Lapsed appropriation reserves are recorded as income.

**Interfunds** - Interfund receivables in the Current Fund are recorded with offsetting reserves. Income is recognized in the year the receivables are liquidated. Interfund receivables in the other funds are not offset by reserves.

**Fixed Assets** - Property and equipment purchased through the Current Fund and the General Capital Fund are recorded as expenditures at the time of purchase and are not capitalized. Fixed assets used in governmental operations are accounted for in the General Fixed Assets Account Group.

A local unit finances its operations primarily through the Current Fund. All tax receipts and most revenues are paid into the Current Fund and substantially all expenditures made by appropriations are paid from the Current Fund.

Expenditures are comprised of those made for general purposes, certain expenditures made from restricted federal, state and private grants, certain federal or state mandated expenditures, deferred charges, debt service and capital improvements. Budgeted expenditures for general purposes include payments made primarily in support of a local unit's various departments.

## **MUNICIPAL BANKRUPTCY**

The undertakings of the Township should be considered with reference to Chapter IX of the Bankruptcy Act (11 U.S.C. 401, et seq.), as amended by P.L. 94-260; the Bankruptcy Reform Act of 1978 (P.L. 95-598), as amended by P.L. 100-597; the Bankruptcy Reform Act of 1994 (P.L. 103-394); and other bankruptcy laws affecting creditors' rights and municipalities in general. The amendments of P.L. 94-260 replace former Chapter IX and permit a state or any political subdivision, public agency or instrumentality that is insolvent or unable to meet its debts to file a petition in a court of bankruptcy for the purpose of effecting a plan to adjust its debts provided such entity is authorized by applicable state law; directs such a petitioner to file with the court a list of a petitioner's creditors; provides that a petition filed under this chapter shall operate as a stay of the commencement or continuation of any judicial or other proceeding against the petitioner; grants priority to debt owned for services or material actually provided within 3 months of the filing of the petition; directs a petitioner to file a plan for the adjustment of its debts; and provides that the plan must be accepted in writing by or on behalf of creditors holding at least 2/3 in amount or more than 1/2 in number of the listed creditors. These amendments were incorporated into the Bankruptcy Reform Act of 1978 with only minor changes.

Reference should also be made to N.J.S.A. 52:27-40, et seq., which provides that a municipality has the power to file a petition in bankruptcy provided the approval of the Municipal Finance Commission of New Jersey has been obtained. The powers of the Municipal Finance Commission of New Jersey have been vested in the Local Finance Board. The Bankruptcy Act specifically provides that Chapter IX does not limit or impair the power of a state to control, by legislation or otherwise, the procedures that a municipality must follow in order to take advantage of the provisions of the Bankruptcy Act.

The above references to the Bankruptcy Act are not to be construed as an indication that the Township expects to resort to the provisions of the Bankruptcy Act or that, if it did, such action would be approved by the Local Finance Board, or that any proposed plan would include a dilution of the source of payment of and security for the Note.

## **NO DEFAULT**

There is no record of default in the payment of principal of or interest on bonds or notes of the Township.

## **ABSENCE OF MATERIAL LITIGATION**

In the opinion of Law Office of Brian J. Duffield, Mullica Hill, New Jersey (the "Township Attorney"), the duly chosen, qualified and acting attorney for the Township, no litigation of any nature is now pending, or to the best of their knowledge, information and belief threatened, restraining or enjoining the issuance or delivery of the Note or the levy or collection of any taxes to pay the interest on or principal of the Note, or in any manner questioning the authority or proceedings for the issuance of the Note or for the levy or collection of said taxes; neither the corporate existence or boundaries of the Township nor the title of any of the present officers thereof to their respective offices is being contested; and no authority or proceedings for the issuance of the Note has or have been repealed, revoked or rescinded. Additionally, in the opinion of the Township Attorney, no litigation of any nature is now pending, or to the best of

their knowledge, information and belief threatened, by or against the Township wherein an adverse judgement or ruling would have a material adverse impact on the financial condition of the Township or which is not otherwise adequately covered by insurance. A signed statement to that effect will be supplied upon delivery of the Note.

## **TAX MATTERS**

### **Federal**

The Township has covenanted to comply with any continuing requirements that may be necessary to preserve the tax exempt status of the Note under the Internal Revenue Code of 1986, as amended (the "Code"). In the opinion of JP Capizzi LLC, Union City, New Jersey ("Bond Counsel") to be delivered at the time of original issuance of the Note, assuming continuing compliance by the Township with its covenant, under current law, interest on the Note is not includable in gross income for federal income tax purposes under Section 103 of the Code and is not an item of tax preference under Section 57 of the Code when calculating the federal alternative minimum tax. No opinion is expressed regarding other federal tax consequences or other federal taxes arising with respect to the Note.

The Code establishes certain ongoing requirements that must be met subsequent to the issuance and delivery of the Note in order to assure that interest on the Note will be, and remains, excludable from gross income for federal income tax purposes. These requirements include, but are not limited to, requirements relating to use and expenditure of proceeds, yield and other restrictions on investments of gross proceeds, and the arbitrage rebate requirement that certain excess earnings on investments of gross proceeds of the Note be rebated to the federal government. Noncompliance with such requirements may cause interest on the Note to become subject to federal income taxation retroactive to their date of issuance, regardless of the date on which such noncompliance occurs or is discovered. The Township will deliver an Arbitrage and Tax Certificate concurrently with the issuance of the Note, which will contain provisions and covenants relating to its compliance with the requirements of the Code. In rendering its opinion, Bond Counsel has relied on certain representations, certifications of fact, and statements of reasonable expectations made by the Township in connection with the Note, and Bond Counsel has assumed compliance by the Township with its covenant to comply with any continuing requirements that may be necessary to preserve the tax exempt status of the Note under the Code. The Note is not a "private activity bond" as defined in the Code.

*Original Issue Premium.* The Note may be sold at an initial offering price in excess of the amount payable at the maturity date (the "*Premium Notes*"). The excess, if any, of the tax basis of the Premium Notes to a purchaser (other than a purchaser who holds such Premium Notes as inventory, as stock-in-trade or for sale to customers in the ordinary course of business) over the amount payable at maturity is amortizable note premium, which is not deductible from gross income for federal income tax purposes. Amortizable note premium, as it amortizes, will reduce the owner's tax cost of the Premium Notes used to determine, for federal income tax purposes, the amount of gain or loss upon the sale, redemption at maturity or other disposition of the Premium Notes. Accordingly, an owner of a Premium Note may have taxable gain from the disposition of the Premium Note, even though the Premium Note is sold, or disposed of, for a price equal to the owner's original cost of acquiring the Premium Note. Note premium amortizes over the term of the Premium Notes under the "constant yield method" described in the regulations interpreting Section 1272 of the Code. Owners of the Premium Notes should consult their own tax advisors with respect to the calculations of the amount of note premium

that will be treated for federal income tax purposes as having amortized for any taxable year (or portion thereof) of the owner and with respect to other federal, state and local tax consequences of owning and disposing of the Premium Notes.

*Bank Qualification.* The Code denies the interest deduction for indebtedness incurred by banks, thrift institutions and other financial institutions to purchase or to carry tax exempt obligations. The denial to such institutions of 100% of the deduction for interest paid on funds allocable to tax exempt obligations applies to those tax exempt obligations acquired by such institutions after August 7, 1986. For certain issues, which must be so designated by the issuer as qualified under Section 265 of the Code, 80% of such interest may be deducted as a business expense by such institutions.

The Note will not be designated as qualified under Section 265 of the Code by the Township for an exemption from the denial of deduction for interest paid by financial institutions to purchase or to carry tax exempt obligations.

*Possible Government Action.* Legislation affecting municipal bonds is regularly under consideration by the United States Congress. In addition, the Internal Revenue Service ("IRS") has established an expanded audit program for tax exempt obligations. There can be no assurance that legislation enacted or proposed, or an audit initiated or concluded by the IRS involving the Note or other tax exempt obligations, after the issue date of the Note will not have an adverse effect on the tax exempt status or market price of the Note.

## **State**

In the opinion of Bond Counsel, under current law interest on the Note, and any gain on the sale thereof, is not includable in gross income under the New Jersey Gross Income Tax Act.

ALL PROSPECTIVE PURCHASERS OF THE NOTE SHOULD CONSULT WITH THEIR TAX ADVISORS IN ORDER TO UNDERSTAND THE IMPLICATIONS OF THE CODE GIVEN THEIR PARTICULAR TAX CIRCUMSTANCES.

## **SECONDARY MARKET DISCLOSURE**

The Township will enter into a written Secondary Market Disclosure Undertaking in order to comply with the secondary market disclosure requirements contemplated by Rule 15c2-12 adopted by the United States Securities and Exchange Commission pursuant to the Securities Exchange Act of 1934 (the "Rule"). A form of the Secondary Market Disclosure Undertaking to be delivered at closing is set forth in Appendix D hereto. Notices of Material Events shall be filed with [www.emma.msrb.org](http://www.emma.msrb.org) ("EMMA").

The Township has entered into prior undertakings in accordance with the Rule with respect to notes previously issued by the Township.

## **CREDIT RATING**

Moody's Investors Service, Inc. ("Moody's") has assigned a credit rating of "MIG 1" to the Note. This credit rating reflects only the view of Moody's and an explanation thereof may be obtained only from Moody's. Certain information and materials, including information and materials not included in this Official Statement, were furnished by the Township to Moody's.

Generally, Moody's bases its credit ratings on the information and materials so furnished and on its investigations, studies and assumptions.

There is no assurance any such credit rating will remain in effect for any given period of time or that any such credit rating will not be revised downward, suspended or withdrawn entirely by a credit rating agency if, in the judgment of such credit rating agency, circumstances so warrant. Any such downward revision, suspension or withdrawal of a credit rating may have an adverse effect on the market price or the marketability of the Note. The Township has not undertaken any responsibility to oppose any such downward revision, suspension or withdrawal of a credit rating.

## **LEGALITY**

All legal matters relating to the authorization, the issuance, the sale and the delivery of the Note are subject to the approval of JP Capizzi LLC, Union City, New Jersey ("Bond Counsel"), whose approving opinion will be delivered with the Note substantially in the form set forth in Appendix C hereto. Except to the extent necessary to issue its approving opinion as to the validity of the Note and the exemption of the interest earned on the Note from taxation, Bond Counsel has made no inquiry of any Township officials or other persons as to any financial information, documents, statements or materials, and has not independently verified any such financial information, documents, statements or materials that have been or may be furnished in connection with the authorization, issuance or marketing of the Note. Accordingly, Bond Counsel will not express any opinion with respect to the accuracy or completeness of any such financial information, documents, statements or materials.

Bond Counsel has reviewed the statements made in the Official Statement under the captions entitled "Description of the Note" (other than the information pertaining to DTC and Book-Entry System), "Authorization and Purpose of the Note", "Municipal Bankruptcy", "Tax Matters", "Secondary Market Disclosure" (first paragraph only) and "Legality". Bond Counsel has neither reviewed nor made any independent verification of the accuracy or completeness of any other portions of the Official Statement, and will not express any opinion with respect to such portions.

Certain legal matters will be passed upon for the Township by the Township Attorney. The Township Attorney has reviewed the statements made in the Official Statement under the caption entitled "Absence of Material Litigation". The Township Attorney has neither reviewed nor made any independent verification of the accuracy or completeness of any other portions of the Official Statement, and will not express any opinion with respect to such portions.

## **FINANCIAL STATEMENTS**

The financial statements of the Township as of, and for the fiscal years ended, December 31, 2024 and 2023 set forth in Appendix B are presented by Nightlinger, Colavita & Volpa, PA, Williamstown, New Jersey (the "Auditor"). Accordingly, the Auditor takes responsibility for their Independent Auditor's Report, and the audited financial information specified therein.

The Auditor has reviewed the statements made in the Official Statement under the caption entitled "Appendix B". The Auditor has neither reviewed nor made any independent



verification of the accuracy or completeness of any other portions of the Official Statement, and will not express any opinion with respect to such portions.

### **MUNICIPAL ADVISOR**

Echo Valley Advisors, LLC, Livingston, New Jersey (the “Municipal Advisor”) served as municipal advisor to the Township with respect to the issuance of the Note and assisted in matters relating to the planning, structuring and issuance of the Note. The Municipal Advisor has not independently verified any financial information, documents, statements or materials that have been or may be furnished in connection with the authorization, issuance or marketing of the Note. The Municipal Advisor is a financial advisory firm, and is not engaged in the business of underwriting, marketing or trading municipal securities or any other negotiable instrument.

The Municipal Advisor is an Independent Registered Municipal Advisor pursuant to the Dodd-Frank Act.

### **RISKS RESULTING FROM COVID-19**

An outbreak of COVID-19, a respiratory disease caused by a new strain of coronavirus that was first detected in China and has since spread to other countries, including the United States, has been declared a Public Health Emergency of International Concern by the World Health Organization and a global pandemic. On March 13, 2020, the President of the United States declared a national emergency in response to the COVID-19 outbreak.

New Jersey Governor Phil Murphy issued Executive Order 103 on March 9, 2020 declaring a State of Emergency and a Public Health Emergency throughout the State; and Executive Order 107 on March 21, 2020 prohibiting certain activities in an attempt to slow the spread of COVID-19 throughout the State, including the closure of all non-essential businesses, limiting restaurants to take-out and delivery service only, cancelling all school classes for students, and restricting the number of people that may attend gatherings of any kind. As COVID-19 appears to be under control in many areas, many of these restrictions have been lifted although as the situation is monitored, sometimes restrictions are reinstated.

The American Rescue Plan Act of 2021, H.R. 1319 (the “Plan”) was signed into law by the President of the United States on March 11, 2021, and comprises \$1.9 trillion in relief designed to provide funding to address and alleviate the economic and health effects of COVID-19.

For municipalities with populations less than 50,000, such as the Township, relief funds under the Plan have been distributed by the State. The deadline to obligate such funds is December 31, 2024, and the deadline to spend them is December 31, 2026. The Township has received the full amount of their relief funds in the amount of \$614,823.08, which the Township used for general government services in accordance with the rules promulgated pursuant the Plan.

The impact from COVID-19 on the Township's finances has been minimal, and has not had a material effect on the fiscal health and stability of the Township.

There can be no assurance that there will be a secondary market for the sale or purchase of the Note. Such factors as prevailing market conditions, financial condition or market position of firms who may make the secondary market, and the financial condition of the Township, may affect the future liquidity of the Note.

### **ADDITIONAL INFORMATION**

Inquiries regarding this Official Statement, including information additional to that contained herein, may be directed to the Chief Financial Officer of the Township, William Pine via telephone: (856) 467-9337 or e-mail: [willpine@logan-twp.org](mailto:willpine@logan-twp.org); the Municipal Advisor, Julie Needham via telephone: (973) 736-4882 or e-mail: [jneedham@echovalleyadvisors.com](mailto:jneedham@echovalleyadvisors.com); or, the Bond Counsel, Jason P. Capizzi, Esq. via telephone: (201) 546-9200 or e-mail: [jason@jpcapizzi.com](mailto:jason@jpcapizzi.com).

### **MISCELLANEOUS**

All information used in the preparation of this Official Statement and the Appendices hereto has been obtained from sources which the Township considers to be reliable. However, the Township makes no warranty, guaranty or other representation with respect to the accuracy and completeness of any such information.

Upon request, the Chief Financial Officer of the Township will confirm to the purchasers of the Note, by certificate signed by the Chief Financial Officer, that to the knowledge of the Chief Financial Officer the descriptions and statements relating to the Township herein, as of the date of this Official Statement, are true and correct in all material respects and do not contain any untrue statement of a material fact or omit to state a material fact necessary to make such descriptions and statements, in light of the circumstances under which they were made, not misleading.

All quotations from and summaries and explanations of provisions of laws of the State herein do not purport to be complete and are qualified in their entirety by reference to the official compilation thereof.

So far as any statements made in this Official Statement involve matters of opinion or estimates, whether or not expressly stated, they are set forth as such and not as representations of fact, and no representation is made that any such statements will be realized. Neither this Official Statement nor any statement which may have been made verbally or in writing is to be construed as part of any contract with the holders of the Note.

This Official Statement has been duly executed on behalf of the Township by its Chief Financial Officer.

### **TOWNSHIP OF LOGAN**

By: \_\_\_\_\_  
William Pine  
Chief Financial Officer

Dated: September \_\_, 2025

## Appendix A

### GENERAL INFORMATION REGARDING THE TOWNSHIP

# **TOWNSHIP OF LOGAN**

## **GENERAL INFORMATION**

### **General Information**

The Township of Logan (the “Township” or “Logan Township”) encompasses an area of approximately 26 square miles in the County of Gloucester in the State of New Jersey with a population of approximately 6,000.

Logan Township was originally formed as West Woolwich Township by an act of the New Jersey Legislature on March 7, 1877, from portions of Woolwich. That name lasted just less than a year, as the name was changed to Logan Township as of March 6, 1878. The community is named after John Alexander "Black Jack" Logan, a Union Army General who was behind the establishment of Memorial Day as a national holiday.

### **Form of Government**

Logan Township is governed under the Township form of New Jersey municipal government. The Township Council is comprised of five members, who are elected directly by the voters at-large in partisan elections to serve three-year terms of office on a staggered basis, with either one or two seats coming up for election each year as part of the November general election in a three-year cycle. The deputy mayor is selected at an annual reorganization meeting by the Council from among its members to serve a term of one year. The mayor presides over Township Council meetings. The Mayor is elected directly by the voters to serve a four-year term as part of the November General Election. Below is a summary of the Township’s municipal departments and relevant public officials:

*Will Pine, Chief Financial Officer / Administrator*

The Office of the Chief Financial Officer is responsible for all financial operations within the Township. The CFO prepares the annual financial statements, annual budget and debt statements. In Logan Township, the CFO also oversees purchasing, payroll, grants and insurance. Mr. Pine also serves as the Township’s grants coordinator and safety coordinator.

*Ashley Garozzo, Municipal Clerk*

The Municipal Clerk serves as secretary to the Governing Body, and is the custodian of all minutes, ordinances, resolutions, contracts and archival records of the municipality. The Township Clerk’s office also issues dog, liquor and raffle licenses, administrative permits, registers voters and provides general information to the public.

*Joseph Flatley, Chief of Police*

The Logan Township Police Department is comprised of four divisions: administration, patrol, investigation and K-9. The Department’s mission is to work in a true partnership with the Township’s citizens to enhance the quality of life in the Township and, by raising the level of public

safety through law enforcement, to reduce the fear and incidence of crime.

*Mike Riley, Public Works Superintendent*

The Public Works Department is responsible for the care and maintenance of streets and roads, public buildings and places within the Township, municipal motor vehicles, and other public works facilities and equipment.

*Jeff Taylor, Tax Assessor*

The Tax Assessor values all real property in the Township for the purpose of assessments and taxation; prepares the tax lists in duplicate and maintains adequate records for every parcel of real property assessed or exempted; has custody of and maintains an up-to-date Township Tax Map and provides for the recording thereon of all changes in ownership or character of property assessed; and reports to the Township Committee as to equalization proceedings and other matters involving the County Tax Board.

*Roseanne Pyle, Tax Collector*

The Tax Collector is responsible for the billing, collection and recording of all taxes levied upon the properties in the Township. Tax payments are due quarterly: February 1, May 1, August 1, and November 1.

## **Parks, Recreation and Open Spaces**

The Township's Recreation Facility is home to the Pine Cone Zone, a playground for children, various soccer and baseball fields, two batting cages, basketball court and a concession stand. The Logan Township Recreation Association comprises volunteers from the Township who oversee all of the formal recreation activities in the Township. Funding is provided through the Municipal Budget and from the various programs. The Recreation Association and the Logan Township Road Department maintain the site. Recent additions include a concession stand and restroom facilities.

## **Transportation**

The township has approximately 72 miles of roadways, of which 32 miles are maintained by the municipality, 19 miles by Gloucester County, 19 miles by the New Jersey Department of Transportation and 2 miles by the Delaware River Port Authority.

State highways passing through the township include U.S. Route 130, U.S. Route 322/County Route 536, Route 324 (which runs for 1.5 miles, entirely in Logan Township) and Interstate 295.

The Commodore Barry Bridge is a cantilever bridge that spans the Delaware River from Chester, Pennsylvania to the Bridgeport section of Logan Township as part of US 322. Owned and operated by the Delaware River Port Authority, construction of the bridge began in 1969 and the bridge opened to traffic in February 1974. The bridge is named for the American Revolutionary War hero and Philadelphia resident, John Barry.

## **Public transportation**

NJ Transit bus service is available between in the township between Pennsville Township and Philadelphia on the 402 route.

## **Labor Contracts**

Teamsters Local Union 676 represents the employees of the Public Works Department. The current contract expires at the end of 2025. The Township expects to have a new contract before the expiration of the current contract. NJ State Policemen's Benevolent Association, Inc., Mainland Local No. 122 represents all sworn law enforcement officers. The current contract expires at the end of 2025. The Township expects to have a new contract before the expiration of the current contract.

## ECONOMIC AND DEMOGRAPHIC INFORMATION

### Population<sup>1</sup>

Population trends for the Township, County and the State of New Jersey since 1980 are shown below:

	<u>1980</u>	<u>1990</u>	<u>2000</u>	<u>2010</u>	<u>2020</u>
Township of Logan	3,078	5,147	6,032	6,042	6,000
County of Gloucester	200,599	230,100	254,673	288,288	302,294
State of New Jersey	7,380,823	7,730,188	8,143,412	8,791,894	9,288,994

### Labor Force, Employment and Unemployment<sup>2</sup>

The New Jersey Department of Labor reported the following annual average employment information for the Township of Logan, the County of Gloucester and the State of New Jersey.

	<u>Total Labor Force</u>	<u>Employed Labor Force</u>	<u>Total Unemployed</u>	<u>Unemployment Rate</u>
<u>Township of Logan</u>				
2024	3,303	3,180	123	3.7%
2023	3,279	3,169	110	3.4%
2022	3,225	3,114	111	3.4%
2021	3,152	2,965	187	5.9%
2020	3,089	2,871	218	7.1%
<u>County of Gloucester</u>				
2024	166,130	158,789	7,341	4.4%
2023	164,258	157,191	6,907	4.2%
2022	160,615	154,432	6,195	3.8%
2021	157,201	147,161	10,081	6.4%
2020	156,240	142,271	14,033	9.0%
<u>State of New Jersey</u>				
2024	4,898,008	4,676,064	221,944	4.5%
2023	4,867,113	4,659,779	207,334	4.3%
2022	4,736,213	4,552,563	183,123	3.9%
2021	4,648,814	4,337,793	312,168	6.7%
2020	4,638,386	4,200,980	439,399	9.5%

<sup>1</sup> Source: U.S. Census Bureau

<sup>2</sup> Source: State of New Jersey, Department of Labor and Workforce Development.

**Income<sup>3</sup>**

	<b><u>Median Household Income</u></b>	<b><u>Per Capita Income</u></b>
Township of Logan	\$109,566	\$46,375
County of Gloucester	\$98,301	\$44,186
State of New Jersey	\$96,3465	\$51,272

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<sup>3</sup> Source: U.S. Census Bureau, 2018-2022 American Community Survey via Wikipedia.org



## FINANCIAL INFORMATION

### Budget Information<sup>4</sup>

	2025	2024	2023	2022	2021
<b>Summary of Revenues</b>					
Surplus	4,250,000	4,395,183	4,611,553	4,915,678	3,150,000
Miscellaneous Revenues	6,661,837	5,794,439	5,852,167	4,613,309	4,894,748
Receipts from Delinquent Taxes	170,000	225,000	150,000	190,000	206,000
Local Tax for Municipal Purposes	8,477,161	8,574,779	8,297,004	7,549,170	6,910,049
Total General Revenues	19,558,998	18,989,401	18,910,724	17,268,156	15,160,797
<b>Summary of Appropriations</b>					
Salary and Wages	5,491,198	4,972,070	5,091,840	4,775,678	4,482,849
Other Expenses	8,482,226	7,898,254	7,974,632	7,063,754	6,339,660
Deferred Charges and Statutory Expenditures	1,769,569	1,716,639	1,551,912	2,032,540	1,454,609
Capital Improvements	271,389	422,653	604,058	261,750	399,182
Debt Service	2,220,920	2,380,900	2,192,550	1,625,973	912,770
Reserve for Uncollected Taxes	1,323,695	1,598,886	1,495,732	1,508,462	1,571,727
Total General Appropriations	19,558,998	18,989,401	18,910,724	17,268,156	15,160,797

### Current Fund Balance and Amounts Utilized in Succeeding Year's Budget<sup>5</sup>

<u>Year</u>	<u>Fund Balance December 31</u>	<u>Utilized in Budget of Succeeding Year</u>
2024	\$ 9,093,049	\$ 4,250,000
2023	9,002,541	4,395,183
2022	9,508,078	4,611,553
2021	9,782,216	4,915,678
2020	5,830,019	3,150,000

### Current Tax Collections<sup>6</sup>

<u>Year</u>	<u>Tax Levy</u>	<u>Currently</u>	
		<u>Cash Collections</u>	<u>Percent</u>
2024	\$ 38,575,136	\$ 36,721,476	98.46%
2023	37,297,381	36,721,476	98.46%
2022	35,454,358	35,027,280	98.80%
2021	33,870,383	33,608,880	99.23%
2020	33,071,267	32,818,046	99.23%

<sup>4</sup> Source: Township of Logan budgets

<sup>5</sup> Source: Township of Logan Annual Audit Reports

<sup>6</sup> Source: Township of Logan Annual Audit Reports

## Delinquent Taxes and Tax Title Liens<sup>7</sup>

<u>Year</u>	<u>Tax Title Liens</u>	<u>Delinquent Taxes</u>	<u>Total Delinquent</u>	<u>Percentage of Levy</u>
2024	\$ 666,626	\$ 212,252	\$ 878,878	2.28%
2023	644,937	171,388	816,326	2.74%
2022	708,762	263,950	903,013	2.74%
2021	708,922	194,091	903,013	2.66%
2020	663,088	196,022	859,111	2.59%

## Assessed Valuation of Property Owned by the Township Acquired for Taxes<sup>8</sup>

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

<u>Year</u>	<u>Amount</u>
2024	\$ 347,634
2023	347,634
2022	347,634
2021	347,634
2020	347,634

## Ten Largest Taxpayers<sup>9</sup>

The ten largest taxpayers in the Township and their 2025 assessed valuations are listed below:

	<u>Taxpayer Name</u>	<u>Assessment</u>
1	Liberty Venture I LP % Prologis LP	\$ 215,348,075
2	Logan Flow Center Property Owner LLC	151,957,100
3	Route 322 NJ LLC	137,395,100
4	SVF Oldmans Creek Logan LLC	98,138,000
5	Bel Data NJ LLC	73,566,500
6	MEPT 1150 Commerce c/o Altus	57,157,300
7	Logan Industrial Partners/AD Logan	54,764,600
8	RAR2 395 Pedricktown Rd-Ryan LLC TX	43,966,200
9	Stalwart Logan Holding Co LLC	41,932,200
10	Lineage Logistics LLC % Tax Dept	39,660,200

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<sup>7</sup> Source: Township of Logan Annual Audit Reports

<sup>8</sup> Source: Township of Logan Annual Audit Reports

<sup>9</sup> Source: Township of Logan Tax Assessor

### Assessed Valuation - Land Improvements by Class<sup>10</sup>

<u>Year</u>	<u>Vacant Land</u>	<u>Residential</u>	<u>Farm Homestead &amp; Farm Land</u>	<u>Commercial</u>	<u>Industrial</u>	<u>Apt.</u>	<u>Total</u>
2024	112,204,300	681,941,100	13,084,700	206,383,700	1,947,930,540	-	2,961,544,340
2023	74,136,900	449,073,400	8,082,600	99,566,900	1,183,525,640	-	1,815,851,040
2022	74,978,500	451,365,000	8,734,900	99,087,700	1,015,565,240	-	1,649,740,340
2021	58,379,000	450,298,800	8,285,100	130,362,900	864,278,540	-	1,511,604,340
2020	20,486,500	450,137,900	9,103,100	148,441,500	826,240,740	-	1,454,409,740

### Assessed Valuation – Aggregate Assessed and Total True Value<sup>11</sup>

<u>Year</u>	<u>Aggregate Assessed Value</u>	<u>Real Property Ratio of Aggregate Assessed to Aggregate True Value</u>	<u>Total True Value of Assessed Property</u>
2025	3,052,812,540	103.08%	2,961,595,402
2024	2,961,544,340	107.93%	2,743,949,171
2023	1,815,851,040	82.37%	2,204,505,330
2022	1,649,740,340	90.15%	1,829,994,831
2021	1,511,604,340	90.15%	1,676,765,768

### Components of Real Estate Tax Rate<sup>12</sup> (Per \$100 of Assessment)

<u>Year</u>	<u>Total</u>	<u>Municipal</u>	<u>Local School</u>	<u>County</u>
2024	1.300	0.300	0.510	0.491
2023	2.010	0.457	0.816	0.727
2022	2.088	0.468	0.867	0.754
2021	2.165	0.467	0.923	0.775
2020	2.173	0.467	0.944	0.762

<sup>10</sup> Source: State of New Jersey Property Tax Information, Property Value Classification

<sup>11</sup> Source: State of New Jersey, Division of Taxation, County Equalization Tables

<sup>12</sup> Source: State of New Jersey Property Tax Information, Property Tax Tables

## DEBT INFORMATION

### Debt Statements

The Township must report all new authorizations of debt or changes in previously authorized debt to the Division of Local Government Services, Department of Community Affairs of the State of New Jersey (the "Division"). The Supplemental Debt Statement, as this report is known, must be submitted to the Division before final passage of any debt authorization. Before January 31 of each year the Township must file an Annual Debt Statement with the Division. This report is made under oath and states the authorized, issued and unissued debt of the Township as of the previous December 31. Through the Annual and Supplemental Debt Statements, the Division monitors all local borrowing.

### Debt Incurring Capacity

**as of December 31, 2024 for the Township and 6/30/2024 for the School District<sup>13</sup>**

Municipal	
Equalized Valuation Basis (last 3 years average)	2,431,805,756
3 1/2% of Equalized Valuation Basis (Municipal)	81,113,201
Net Debt	<u>26,689,000</u>
Remaining Borrowing Power	58,424,201
Local School	
Debt Limit	60,991,287
Net Debt Applicable to Limit	<u>6,295,000</u>
Legal Debt Margin	54,696,287

### Gross and Statutory Net Debt<sup>14</sup>

<u>Year</u>	<u>Gross Debt</u>	<u>Statutory Net Debt</u>	
	<u>Amount</u>	<u>Amount</u>	<u>Percentage</u>
2024	\$ 24,689,000	\$ 24,689,000	1.10%
2023	19,618,000	19,618,000	0.97%
2022	27,075,000	19,690,000	1.13%
2021	1,414,000	1,414,000	0.29%
2020	1,579,000	1,579,000	0.33%

<sup>13</sup> Source: Township of Logan 2024 Audit, and Logan Township School District FY 2024 Comprehensive Financial Report

<sup>14</sup> Source: Township of Logan Annual Audit Reports

# Statement of Indebtedness as of December 31, 2024<sup>15</sup>

## GENERAL PURPOSES

### Bonds and Notes Issued and Outstanding

Bonds and Notes	\$ 24,689,000
Bonds and Notes Authorized But Not Issued	<u>2,000,000</u>
	\$ 26,689,000

## LOCAL SCHOOL

Local School District Debt	6,675,000
TOTAL GROSS DEBT	\$ 33,364,000

## STATUTORY DEDUCTIONS

School Debt	\$ 6,675,000
Municipal	<u>0</u>
TOTAL DEDUCTIONS	\$ 6,675,000
TOTAL NET DEBT	\$ 26,689,000

## OVERLAPPING DEBT

County of Gloucester (1.98% of Gross Debt) <sup>16</sup>	\$ 4,749,046
Gloucester County Utilities Authority (1.98% of Bonds & Notes Payable) <sup>17</sup>	<u>1,172,208</u>
TOTAL OVERLAPPING DEBT	\$ 5,921,253

### GROSS DEBT

Per Capita (2020 Estimated Population)	6,000	\$5,561
Percent of Net Valuation Taxable (2024)	2,961,544,340	1.13%
Percent of Estimated True Value of Real Property (2024)	2,743,949,171	1.22%

### NET MUNICIPAL DEBT

Per Capita (2020 Estimated Population)	6,000	\$4,448
Percent of Net Valuation Taxable (2024)	2,961,544,340	0.90%
Percent of Estimated True Value of Real Property (2024)	2,743,949,171	0.97%

### OVERALL DEBT (Gross and Overlapping Debt)

Per Capita (2020 Estimated Population)	6,000	\$6,548
Percent of Net Valuation Taxable (2024)	2,961,544,340	1.33%
Percent of Estimated True Value of Real Property (2024)	2,743,949,171	1.43%

<sup>15</sup> Source: Township of Logan 2024 Annual Audit Report

<sup>16</sup> Source: County of Gloucester Audit as of December 31, 2024

<sup>17</sup> Source: Gloucester County Utilities Authority, Audit as of October 31, 2023

Appendix B

FINANCIAL STATEMENTS

**TOWNSHIP OF LOGAN**  
**COUNTY OF GLOUCESTER**  
**REPORT OF AUDIT**  
**DECEMBER 31, 2024**

**TOWNSHIP OF LOGAN**  
**COUNTY OF GLOUCESTER**  
**TABLE OF CONTENTS**

<b><u>PART I</u></b>	<b><u>PAGE</u></b>
Officials in Office and Surety Bonds.....	1
Independent Auditor's Report .....	2-4
Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <b><u>Government Auditing Standards</u></b> .....	5-6

	<b><u>EXHIBIT</u></b>
<b><u>CURRENT FUND</u></b>	
Comparative Statements of Assets, Liabilities, Reserves, and Fund Balance .....	A
Comparative Statement of Operations and Changes in Fund Balance.....	A-1
Statement of Revenues .....	A-2
Statement of Expenditures .....	A-3

**TRUST FUND**

Comparative Statements of Assets, Liabilities, Reserves, and Fund Balance .....	B
---	---

**GENERAL CAPITAL FUND**

Comparative Statements of Assets, Liabilities, Reserves, and Fund Balance .....	C
Statement of Fund Balance.....	C-1

**GENERAL FIXED ASSETS ACCOUNT GROUP**

Comparative Statement of General Fixed Assets .....	D
---	---

	<b><u>PAGE</u></b>
Notes to Financial Statements.....	7-42



**TOWNSHIP OF LOGAN**  
**COUNTY OF GLOUCESTER**  
**TABLE OF CONTENTS**  
**(CONTINUED)**

**PART I (Continued)**

**SUPPLEMENTARY DATA**

**SCHEDULE**

Schedule of Expenditures of Federal Awards.....	1
Schedule of Expenditures of State Financial Assistance.....	2
Schedule of Cash and Reconciliation per <b>N.J.S.</b> 40A:5-5 .....	3

**CURRENT FUND**

**EXHIBIT**

Schedule of Cash - Chief Financial Officer .....	A-4
Schedule of Cash - Collector .....	A-5
Schedule of Interfunds Receivable/Payable.....	A-6
Schedule of Amount Due from State of New Jersey - Senior Citizens and Veterans Deductions per Chapter 20, P.L. 1971.....	A-7
Schedule of Taxes Receivable and Analysis of Property Tax Levy .....	A-8
Schedule of Tax Title Liens .....	A-9
Schedule of Property Acquired for Taxes - Assessed Valuation .....	A-10
Schedule of Revenue Accounts Receivable.....	A-11
Schedule of State Grants Receivable .....	A-12
Schedule of Due to State of New Jersey .....	A-13
Schedule of Appropriation Reserves –2023 .....	A-14
Schedule of Reserve for Sale of Municipal Assets.....	A-15
Schedule of Encumbrance Payable - Current Fund .....	A-16
Schedule of Reserves for State Grants - Appropriated .....	A-17
Schedule of Reserves for State Grants - Unappropriated .....	A-18
Schedule of Prepaid Taxes.....	A-19
Schedule of Tax Overpayments.....	A-20
Schedule of County Taxes Payable .....	A-21
Schedule of Amount Due County for Added Taxes.....	A-22
Schedule of Local District School Tax .....	A-23

**TOWNSHIP OF LOGAN**  
**COUNTY OF GLOUCESTER**  
**TABLE OF CONTENTS**  
**(CONTINUED)**

**PART I (Continued)**

**EXHIBIT**

**TRUST FUND**

Schedule of Cash - Chief Financial Officer .....	B-1
Schedule of Amount Due from/to State of New Jersey - Animal Control Fund .....	B-2
Schedule of Amount Due to Current Fund –Animal Control Fund .....	B-3
Schedule of Reserve for Animal Control Fund Expenditures.....	B-4
Schedule of Amount Due from/to Current Fund - Trust Other Funds .....	B-5
Schedule of Reserve for Municipal Open Space Preservation .....	B-6
Schedule of Reserve for Utility Escrow Deposits .....	B-7
Schedule of Reserve for Unemployment Compensation Insurance Trust Fund .....	B-8
Schedule of Reserve for Inspection Escrow and Site Plan Deposits .....	B-9
Schedule of Amount Due from Current Fund – Municipal Open Space Trust Fund .	B-10
Schedule of Encumbrances Payable.....	B-11
Schedule of Tax Title Lien Redemptions Payable.....	B-12
Schedule of Premiums Received at Tax Sale .....	B-13
Schedule of Reserve for Storm Recovery Trust.....	B-14
Schedule of Reserve for Canine Unit.....	B-15
Schedule of Reserve for Forfeiture Account .....	B-16
Schedule of Reserves for Fire Penalty Fees .....	B-17
Schedule of Reserves for COAH Fees.....	B-18
Schedule of Reserves for Payroll Deductions Payable .....	B-19
Schedule of Amount Due to Current Fund – Payroll....	B-20
Schedule of Reserve for Parks Trust....	B-21

**GENERAL CAPITAL FUND**

Schedule of Cash - Chief Financial Officer .....	C-2
Analysis of Cash.....	C-3
Schedule of Amount Due From/To Current Fund .....	C-4
Schedule of Capital Improvement Fund .....	C-5
Schedule of Deferred Charges to Future Taxation - Unfunded .....	C-6
Schedule of Bond Anticipation Notes .....	C-7
Schedule of Improvement Authorizations.....	C-8
Schedule of Reserves for Improvements.....	C-9
Schedule of Contracts and Encumbrances Payable .....	C-10
Schedule of Bonds and Notes Authorized but Not Issued .....	C-11

**TOWNSHIP OF LOGAN**  
**COUNTY OF GLOUCESTER**  
**TABLE OF CONTENTS**  
**(CONTINUED)**

**PART II**  
**PAGE**

Internal Control Comments.....	1- 3
General Comments and Recommendations .....	3- 10
Appreciation .....	10

**TOWNSHIP OF LOGAN**  
**COUNTY OF GLOUCESTER**  
**PART I**  
**ROSTER OF OFFICIALS IN OFFICE**  
**REPORT ON AUDIT OF FINANCIAL STATEMENTS**  
**AND SUPPLEMENTARY DATA**  
**FOR THE YEAR ENDED DECEMBER 31, 2024**

## **OFFICIALS IN OFFICE AND SURETY BONDS**

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

<u>Name</u>	<u>Title</u>
Frank W. Minor	Mayor
Bernadine Jackson	Deputy Mayor
Shleema Lawry	Councilwoman
Arthur Smith	Councilman
Christopher Morris	Councilman
William Pine	Chief Financial Officer, QPA
Rosanne Pyle	Tax Collector, Tax Search Collector
Margaret Smith	Assistant Treasurer
	Land Use Administrative Officer
Linda L. Oswald (To: April 1, 2024)	Township Clerk, Dog Registrar
Ashley Garozzo (From: April 2, 2024)	Municipal Search Officer, and Registrar of Vital Statistics
Heather Williams (From: April 2, 2024)	Deputy Clerk
Brian Duffield	Solicitor
Ronald Snyder	Construction, Housing and Zoning Official
Sheila Ellington	Magistrate
Lori Zane (To: March 1, 2024)	Court Administrator
Jordan Higgins (From: March 1, 2024)	Court Administrator
Rita Weber (To: Feb. 19, 2024)	Deputy Court Administrator
Alexandria Halter (From: Feb. 20, 2024)	Deputy Court Administrator
Remington and Vernick	Engineer
Monika Gelsomini	Construction Office Control Person
Michael Riley	Superintendent of Public Works
Scott Oatman	Fire Official

A \$1,000,000 Blanket Position Employees Bond - The Excess Liability Joint Insurance Fund

# NIGHTLINGER, COLAVITA & VOLPA

*A Professional Association  
Certified Public Accountants*

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Williamstown, NJ 08094

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Fax (856) 728-2245  
[www.colavita.net](http://www.colavita.net)

## INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and  
Members of the Township Council  
Township of Logan  
County of Gloucester  
Bridgeport, New Jersey 08014

### ***Opinions***

We have audited the accompanying statements of assets, liabilities; reserves and fund balance - regulatory basis of the various funds of the Township of Logan, in the County of Gloucester, State of New Jersey, as of December 31, 2024 and 2023, and the related statements of operations and changes in fund balance - regulatory basis for the years then ended, and the related statement of revenues - regulatory basis, statement of expenditures - regulatory basis, and statement of general fixed asset group of accounts - regulatory basis for the year ended December 31, 2024, and the related notes to the financial statements, which collectively comprise the Township's basic financial statements as listed in the table of contents.

### ***Unmodified Opinion on Regulatory Basis of Accounting***

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the assets, liabilities, reserves and fund balance - regulatory basis of the various funds of the Township of Logan, in the County of Gloucester, State of New Jersey, as of December 31, 2024 and 2023, and the results of its operations and changes in fund balance - regulatory basis of such funds for the years then ended, and the revenues - regulatory basis and expenditures - regulatory basis of the various funds, and general fixed asset group of accounts - regulatory basis, for the year ended December 31, 2024, in conformity with accounting principles and practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, as described in note 1.

### ***Adverse Opinion on Accounting Principles Generally Accepted in the United States of America***

In our opinion, because of the significance of the matter discussed in the "Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles" paragraph, the financial statements referred to above do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the Township of Logan, in the County of Gloucester, State of New Jersey, as of December 31, 2024 and 2023, or the results of its operations and changes in fund balance for the years then ended.

### ***Basis for Opinions on Regulatory Basis of Accounting***

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and in compliance with audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to meet the requirements of the State of New Jersey.

Our responsibilities under those standards are further described in the "Auditor's Responsibilities for the Audit of the Financial Statements" section of our report. We are required to be independent of the Township and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

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

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

***Responsibility of Management's 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.

Management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Township's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

***Auditor's Responsibility for the Audit of the Financial Statements***

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

In performing an audit in accordance with auditing standards generally accepted in the United States of America and *Government Auditing Standards*, we:

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

***Auditor's Responsibility for the Audit of the Financial Statements (Cont'd)***

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

***Supplementary Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Township's basic financial statements. The accompanying supplemental statements and schedules presented for the various funds, as listed in the table of contents, are presented for purposes of additional analysis as required by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, and are not a required part of the basic financial statements.

The accompanying supplemental statements and schedules presented for the various funds are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying supplemental statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

***Other Reporting Required by Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated June 10, 2025, on our consideration of the Township of Logan's, in the County of Gloucester, State of New Jersey, internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements and other matters. The purpose of that report is 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 internal control over financial reporting or on compliance. The report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Township of Logan's internal control over financial reporting and compliance.

Respectfully submitted,

NIGHTLINGER, COLAVITA & VOLPA, P.A.

A handwritten signature in black ink, appearing to read "Raymond Colavita", is written over the printed name.

Raymond Colavita, C.P.A.  
Registered Municipal Accountant  
June 10, 2025



# NIGHTLINGER, COLAVITA & VOLPA

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

### **INDEPENDENT AUDITOR'S REPORT**

The Honorable Mayor and  
Members of the Township Council  
Township of Logan  
County of Gloucester  
Bridgeport, New Jersey 08014

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 the audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, the financial statements prepared on a regulatory basis of accounting prescribed Division of Local Government Services, Department of Community Affairs, State of New Jersey of the Township of Logan, County of Gloucester, State of New Jersey, as of and for the year ended December 31, 2024, and the related notes to financial statements, which collectively comprise the Township's basic financial statements, and have issued our report thereon dated June 10, 2025. Our report disclosed that, as described in Note 1 to the financial statements, the Township of Logan's financial statements were not prepared in accordance with accounting principles generally accepted in the United States of America, but were prepared on a regulatory basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

#### **Report on Internal Control Over Financial Reporting**

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

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 financial statements will not be prevented or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or 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. We considered the deficiency described in the accompanying schedule of findings and recommendations to be material, labeled 2024-1.

Our consideration of internal control over financial reporting 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, material weaknesses may exist that have not been identified.

#### Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Township of Logan's financial statements are free of 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 instance of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and described in the accompanying schedule of findings and recommendations to be material.

#### Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Township'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 Township's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Respectfully submitted,

**NIGHTLINGER, COLAVITA & VOLPA, P.A.**



Raymond Colavita, C.P.A.  
Registered Municipal Accountant  
June 10, 2025

**CURRENT FUND****COMPARATIVE STATEMENTS OF ASSETS, LIABILITIES, RESERVES AND FUND BALANCE****REGULATORY BASIS**

	<u>Ref.</u>	<u>Balance December 31, 2024</u>	<u>Balance December 31, 2023</u>
<b><u>ASSETS</u></b>			
Regular Fund :			
Cash - Chief Financial Officer	A-4	\$ 17,457,607.54	\$ 18,259,953.60
Cash - Tax Collector	A-5	84,333.12	111,275.19
Cash - Change Funds		205.00	205.00
		<u>17,542,145.66</u>	<u>18,371,433.79</u>
Receivables and Other Assets with Full Reserves:			
Interfund Receivable	A-6	793,633.24	756,579.56
Delinquent Property Taxes	A-8	212,252.47	171,388.37
Tax Title Liens Receivable	A-9	666,625.74	644,937.26
Property Acquired for Taxes - Assessed Valuation	A-10	347,633.56	347,633.56
Revenue Accounts Receivable	A-11	119,838.70	202,403.72
	A(2)	<u>2,139,983.71</u>	<u>1,366,362.91</u>
		<u>19,682,129.37</u>	<u>19,737,796.70</u>
Federal and State Grant Fund:			
Due from Current Fund	A-6	1,346,265.84	1,513,770.17
		<u>1,346,265.84</u>	<u>1,513,770.17</u>
		<u>\$ 21,028,395.21</u>	<u>\$ 21,251,566.87</u>

The Accompanying Notes to the Financial Statements are an Integral Part of These Statements.

**CURRENT FUND****COMPARATIVE STATEMENTS OF ASSETS, LIABILITIES, RESERVES AND FUND BALANCE****REGULATORY BASIS**

		Balance December 31, 2024	Balance December 31, 2023
<b><u>LIABILITIES, RESERVES AND FUND BALANCE</u></b>			
	Ref.		
Regular Fund			
Liabilities			
Appropriation Reserves	A-3,14	\$ 345,242.86	\$ 1,030,042.99
Premium on Issuance of BANS	A-4	189,782.19	158,738.18
Interfunds Payable	A-6	1,774,878.62	1,942,382.95
Amount Due from State of New Jersey per c.20, P.L. 1971	A-7	695.76	945.76
Construction Code Surcharge Fees	A-13	204,856.00	81,299.00
Marriage License Fees	A-13	125.00	
Reserve for Sale of Municipal Assets	A-15	363,227.04	333,226.04
Encumbrances Payable	A-16	397,699.63	291,288.24
Prepaid Taxes	A-19	375,784.00	476,772.47
Tax Overpayments	A-20	25,465.81	35,027.36
Amount Due County for Added and Omitted Taxes	A-22	29,431.12	413,030.22
Local School District Taxes Payable	A-23	4,741,909.07	4,606,140.07
		8,449,097.10	9,368,893.28
Reserve for Receivables and Other Assets	A	2,139,983.71	1,366,362.91
Fund Balance	A-1	9,093,048.56	9,002,540.51
		19,682,129.37	19,737,796.70
Federal and State Grant Fund:			
Reserve for Federal and State Grants - Appropriated	A-17	842,904.33	1,193,406.19
Encumbrances Payable	A-17	239,008.90	
Reserve for Federal and State Grants - Unappropriated	A-18	264,352.61	320,363.98
		1,346,265.84	1,513,770.17
		\$ 21,028,395.21	\$ 21,251,566.87

The Accompanying Notes to the Financial Statements are an Integral Part of These Statements.

**CURRENT FUND**  
**COMPARATIVE STATEMENT OF OPERATIONS AND CHANGES IN FUND BALANCE**  
**REGULATORY BASIS**

	<u>Ref.</u>	<u>Year 2024</u>	<u>Year 2023</u>
<u>Revenue and Other Income Realized:</u>			
Fund Balance	A-1,2	\$ 4,395,182.85	\$ 4,611,552.95
Miscellaneous Revenues Anticipated	A-2	8,335,618.69	7,400,076.46
Receipts from Delinquent Taxes	A-2	171,408.83	697,819.37
Receipts from Current Taxes	A-2	37,632,468.53	36,721,475.93
Non-Budget Revenue	A-2	378,111.49	349,029.03
Other Credits to Income:			
Cancellation of Tax Sale Premiums			1,500.00
Unexpended Balance of Appropriation Reserves	A-14	953,599.61	567,226.05
Total Income		<u>51,866,390.00</u>	<u>50,348,679.79</u>
<u>Expenditures:</u>			
Budget and Emergency Appropriations			
Appropriations			
Operations			
Salaries and Wages	A-3	5,234,870.10	5,133,740.00
Other Expenses	A-3	7,635,453.68	7,932,731.78
Capital Improvements	A-3	422,652.63	604,057.76
Deferred Charges and Statutory Expenditures	A-3	1,716,639.00	1,551,912.00
Debt Service	A-3	2,380,900.00	2,059,580.40
Municipal Open Space Tax	A-6	296,303.78	181,709.00
Interfunds Advanced	A-6	37,053.68	348,165.23
Cancellation of Reserve	A-6	8,103.30	900.00
County Taxes	A-21	14,527,772.81	13,196,857.34
Amount Due to County for Added and Omitted Taxes	A-22	29,431.12	413,030.22
Local District School Taxes	A-23	15,091,519.00	14,819,981.00
Total Expenditures		<u>47,380,699.10</u>	<u>46,242,664.73</u>
Statutory Excess to Fund Balance		4,485,690.90	4,106,015.06
Fund Balance, January 1	A	9,002,540.51	9,508,078.40
		<u>13,488,231.41</u>	<u>13,614,093.46</u>
Decreased by			
Utilization as Anticipated Revenue	A-1	4,395,182.85	4,611,552.95
Fund Balance, December 31	A	<u>\$ 9,093,048.56</u>	<u>\$ 9,002,540.51</u>

The Accompanying Notes to the Financial Statements are an Integral Part of These Statements.

**CURRENT FUND****STATEMENT OF REVENUES - REGULATORY BASIS**

	Ref.	Anticipated Budget	Realized	Excess or (Deficit)
Fund Balance Anticipated	A-1	\$ 4,395,182.85	\$ 4,395,182.85	\$
Miscellaneous Revenues:				
Licenses: Alcoholic Beverage	A-11	5,000.00	10,120.00	5,120.00
Fines and Costs - Municipal Court	A-11	90,000.00	120,437.31	30,437.31
Interest and Costs on Taxes	A-11	45,000.00	71,708.94	26,708.94
Interest on Investments and Deposits	A-11	160,000.00	764,204.04	604,204.04
Energy Receipts Tax (PL 1998, C162 & 167)	A-11	500,407.00	500,406.52	(0.48)
Uniform Construction Code Fees	A-11	900,000.00	2,374,573.00	1,474,573.00
Special Items:				
Interlocal Trash Agreement - Township of East Greenwich	A-11	511,293.36	552,010.62	40,717.26
Interlocal Trash Agreement - Borough of Elk	A-11	237,000.00	236,630.55	(369.45)
Interlocal Trash Agreement - Township of Harrison	A-11	554,389.32	602,394.62	48,005.30
Interlocal Trash Agreement - Borough of Quinton	A-11	269,000.00	202,902.03	(66,097.97)
Interlocal Trash Agreement - Township of South Harrison	A-11	172,000.00	186,567.03	14,567.03
Interlocal Trash Agreement - Borough of Swedesboro	A-11	144,000.00	156,483.65	12,483.65
Interlocal Trash Agreement - Borough of Wenonah	A-11	119,000.00	128,623.56	9,623.56
Interlocal Trash Agreement - Borough of Woodbury Heights	A-11	160,000.00	173,645.75	13,645.75
Interlocal Trash Agreement - Borough of Woodstown	A-11	148,000.00	135,341.19	(12,658.81)
Interlocal Trash Agreement - Township of Woolwich	A-11	681,362.64	762,610.24	81,247.60
Uniform Fire Safety Act	A-11	167,005.00	310,526.17	143,521.17
Soil Safe Revenue	A-11	150,000.00	123,254.04	(26,745.96)
Hotel Fee Revenue	A-11	200,000.00	342,197.79	142,197.79
Reserve for Recycling Tonnage Grant	A-12	255,160.46	255,160.46	
Body Armor Fund	A-12	697.20	697.20	
Click It or Ticket	A-12	4,760.00	4,760.00	
Heron Drive	A-18	59,890.01	59,890.01	
Heron Drive III	A-18	131,880.97	131,880.97	
South Bridgeport Road	A-18	105,881.65	105,881.65	
Reserve for Clean Communities	A-18	17,653.80	17,653.80	
Reserve for Body Armor Grant	A-18	5,057.55	5,057.55	
Total Miscellaneous Revenue	A-1	5,794,438.96	8,335,618.69	2,541,179.73
Receipts from Delinquent Taxes	A-1,2	225,000.00	171,408.83	(53,591.17)
Amount to be Raised by Taxes for Support of Municipal Budget - Local Tax for Municipal Purposes	A-2,8	8,574,779.10	9,286,327.32	711,548.22
Budget Totals	A-3	\$ 18,989,400.91	22,188,537.69	\$ 3,199,136.78
Non-budget Revenue	A-1,2		378,111.49	
			\$ 22,566,649.18	

The Accompanying Notes to the Financial Statements are an Integral Part of These Statements.

**CURRENT FUND****STATEMENT OF REVENUES - REGULATORY BASIS****ANALYSIS OF REALIZED REVENUE****Ref.****Allocation of Current Tax Collections:**

Revenue from Collections	A-1,8	\$	37,632,468.53
Allocated to School and County Taxes	A-6,21,22		
	A-23		29,945,026.71
			<u>7,687,441.82</u>
Add: Appropriation "Reserve for Uncollected Taxes"	A-3		<u>1,598,885.50</u>
Amount for Support of Municipal Budget Appropriation	A-2	\$	<u><u>9,286,327.32</u></u>

**Receipts from Delinquent Taxes:**

Delinquent Tax Collections	A-8	\$	162,059.81
Tax Title Liens	A-9		9,349.02
			<u>171,408.83</u>
	A-1,2	\$	<u><u>171,408.83</u></u>

**ANALYSIS OF OTHER NON-BUDGET REVENUE****Miscellaneous Revenue Not Anticipated:****Revenue Accounts Receivable:**

Treasurer	A-11	\$	219,373.31
Premium on Bond Anticipation Note	A		158,738.18
			<u>378,111.49</u>
	A-1,2	\$	<u><u>378,111.49</u></u>

The Accompanying Notes to the Financial Statements are an Integral Part of These Statements.

**CURRENT FUND****STATEMENT OF EXPENDITURES - REGULATORY BASIS****GENERAL APPROPRIATIONS****OPERATIONS WITHIN "CAPS"****GENERAL GOVERNMENT FUNCTIONS**

## General Administration:

Salaries and Wages

\$ 100.00 \$ 100.00 \$ 100.00 \$ 100.00

Other Expenses

33,000.00 39,500.00 39,349.07 150.93

## Mayor and Council:

Salaries and Wages

113,575.00 113,575.00 111,392.26 2,182.74

Other Expenses

17,500.00 17,500.00 16,160.74 1,339.26

## Municipal Clerk:

Salaries and Wages

200,000.00 176,000.00 164,251.02 11,748.98

Other Expenses

39,000.00 39,000.00 29,759.60 9,240.40

## Financial Administration (Treasury):

Salaries and Wages

349,925.10 346,425.10 346,104.73 320.37

Other Expenses

65,000.00 63,500.00 57,218.64 6,281.36

## Audit Services:

Other Expenses

65,000.00 65,000.00 60,320.00 4,680.00

## Revenue Administration (Tax Collection):

Salaries and Wages

77,500.00 97,400.00 97,367.67 32.33

Other Expenses

10,000.00 12,500.00 11,593.21 906.79

## Legal Services:

Other Expenses

200,000.00 169,000.00 154,714.19 14,285.81

## Council on Affordable Housing

Other Expenses

10,000.00 10,000.00 10,000.00

## Engineering Services:

Other Expenses

235,000.00 235,000.00 222,210.84 12,789.16

## Historical Society:

Other Expenses

1,000.00 1,000.00 1,000.00

The Accompanying Notes to the Financial Statements are an Integral Part of These Statements.



**CURRENT FUND****STATEMENT OF EXPENDITURES - REGULATORY BASIS**

<u>GENERAL APPROPRIATIONS</u>	<u>Appropriations</u>		<u>Expended</u>	
	<u>Budget</u>	<u>Modified</u>	<u>Charged</u>	<u>Reserved</u>
<u>OPERATIONS WITHIN "CAPS" (Cont'd)</u>				
<u>LAND USE ADMINISTRATION</u>				
Planning Board:				
Salaries and Wages	\$ 54,490.00	\$ 54,490.00	\$ 49,677.00	\$ 4,813.00
Other Expenses	19,500.00	22,000.00	21,884.14	115.86
Zoning Board of Adjustment:				
Salaries and Wages	91,980.00	91,980.00	79,446.38	12,533.62
Other Expenses	3,500.00	3,500.00	1,560.00	1,940.00
<u>PUBLIC SAFETY FUNCTIONS</u>				
Police:				
Salaries and Wages	2,742,000.00	2,903,000.00	2,867,932.21	35,067.79
Other Expenses	356,500.00	358,500.00	358,273.89	226.11
Office of Emergency Management:				
Salaries and Wages				
Other Expenses	1,500.00	2,500.00	2,477.34	22.66
Aid to Volunteer Fire Companies:				
Logan Fire Company	134,500.00	134,500.00	125,290.68	9,209.32
Fire Department:				
Salaries and Wages				
Other Expenses				
Fire Hydrant Fees	155,000.00	201,000.00	198,894.83	2,105.17
Fire Department (Uniform Fire Code):				
Salaries and Wages	308,500.00	335,000.00	332,283.72	2,716.28
Other Expenses	60,000.00	60,000.00	44,050.86	15,949.14

The Accompanying Notes to the Financial Statements are an Integral Part of These Statements.

**CURRENT FUND****STATEMENT OF EXPENDITURES - REGULATORY BASIS**

<u>GENERAL APPROPRIATIONS</u>	<u>Appropriations</u>		<u>Expended</u>	
	<u>Budget</u>	<u>Modified</u>	<u>Paid or Charged</u>	<u>Reserved</u>
<u>OPERATIONS WITHIN "CAPS" (Cont'd)</u>				
<u>PUBLIC SAFETY (Cont'd)</u>				
Municipal Prosecutor's Office:				
Other Expenses	\$ 35,000.00	\$ 35,000.00	\$ 32,000.00	\$ 3,000.00
Municipal Court:				
Salaries and Wages	225,000.00	184,400.00	173,056.81	11,343.19
Other Expenses	23,000.00	23,000.00	19,936.89	3,063.11
Public Defender (P.L. 1997, c. 256):				
Other Expenses	32,500.00	22,500.00	10,650.00	11,850.00
<u>PUBLIC WORKS FUNCTION</u>				
Streets and Road Maintenance:				
Other Expenses	90,000.00	60,000.00	40,836.15	19,163.85
Snow Removal				
Other Expenses	7,500.00	19,500.00	19,309.47	190.53
Solid Waste Collection and Disposal:				
Salaries and Wages	25,000.00	191,000.00	190,470.65	529.35
Other Expenses	300,000.00	384,500.00	315,439.32	69,060.68
Other Expenses - Miscellaneous (Recycling)	15,000.00	5,000.00	2,369.00	2,631.00
Buildings and Grounds:				
Salaries and Wages	377,000.00	347,000.00	342,486.87	4,513.13
Other Expenses	233,500.00	193,500.00	192,034.31	1,465.69
Vehicle Maintenance:				
Other Expenses	162,000.00	219,000.00	215,768.10	3,231.90

The Accompanying Notes to the Financial Statements are an Integral Part of These Statements.

**CURRENT FUND****STATEMENT OF EXPENDITURES - REGULATORY BASIS**

<u>GENERAL APPROPRIATIONS</u>	<u>Appropriations</u>		<u>Expended</u>	
	<u>Budget</u>	<u>Modified</u>	<u>Paid or Charged</u>	<u>Reserved</u>
<u>OPERATIONS WITHIN "CAPS" (Cont'd)</u>				
<u>INSURANCE</u>				
General Liability	\$ 171,847.00	\$ 146,847.00	\$ 146,247.50	\$ 599.50
Workers Compensation	197,119.00	197,119.00	197,119.00	
Employee Group Health	1,682,324.68	1,535,324.68	1,535,021.44	303.24
Health Benefit Waiver	42,000.00			
HRA Reimbursement	105,000.00	117,500.00	117,142.27	357.73
<u>HEALTH AND HUMAN SERVICES</u>				
Public Health Services (Board of Health):				
Salaries and Wages	500.00	500.00		500.00
Other Expenses	500.00	500.00		500.00
Environmental Health Services:				
Salaries and Wages	7,500.00	7,500.00	7,481.59	18.41
Other Expenses	8,000.00	8,000.00	6,111.27	1,888.73
Animal Control Services:				
Other Expenses	2,600.00	2,600.00	786.11	1,813.89
Senior Citizens:				
Other Expenses	21,000.00	11,000.00	6,253.20	4,746.80
<u>PARK AND RECREATION FUNCTIONS</u>				
Recreation Services and Programs:				
Other Expenses	61,000.00	56,000.00	51,071.68	4,928.32
Maintenance of Parks:				
Other Expenses	15,000.00	15,000.00	11,728.20	3,271.80
<u>OTHER COMMON OPERATING FUNCTIONS</u>				
Celebration of Public Events:				
Other Expenses	25,000.00	25,000.00	24,026.40	973.60

The Accompanying Notes to the Financial Statements are an Integral Part of These Statements.

**CURRENT FUND****STATEMENT OF EXPENDITURES - REGULATORY BASIS****GENERAL APPROPRIATIONS****OPERATIONS WITHIN "CAPS" (Cont'd)****UTILITY EXPENSES AND  
BULK PURCHASING**

	<u>Appropriations</u>		<u>Expended</u>	
	<u>Budget</u>	<u>Modified</u>	<u>Paid or Charged</u>	<u>Reserved</u>
Electricity	\$ 65,000.00	\$ 82,500.00	\$ 82,302.73	\$ 197.27
Street Lighting	135,000.00	159,200.00	158,778.63	421.37
Telephone	50,000.00	61,000.00	60,688.87	311.13
Water	25,000.00	25,000.00	24,672.21	327.79
Natural Gas	25,000.00	25,000.00	22,015.76	2,984.24
Telecommunications Costs	45,000.00	23,500.00	22,760.60	739.40
Sewage Processing and Disposal	3,500.00	3,500.00	2,850.00	650.00
Gasoline	249,000.00	36,000.00	30,512.49	5,487.51
Recycling Misc. Expenses	1,000.00	45,000.00	44,809.28	190.72

Uniform Construction Code - Appropriations Offset  
by Dedicated Revenues (N.J.A.C. 5:23-4.17)

**CODE ENFORCEMENT AND  
ADMINISTRATION****Construction Code Official:**

Salaries and Wages	239,000.00	234,000.00	232,846.48	1,153.52
Other Expenses	133,500.00	133,500.00	129,729.17	3,770.83

**Sub code Official:****Building Inspector:**

Salaries and Wages	27,500.00	27,500.00	27,291.18	208.82
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**Plumbing Inspector:**

Salaries and Wages	40,000.00	40,000.00	39,157.28	842.72
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**Fire Protection Official:**

Salaries and Wages	20,000.00	20,000.00	19,578.51	421.49
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**Electrical Inspector:**

Salaries and Wages	65,000.00	65,000.00	64,836.50	163.50
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**Housing Inspector**

Salaries and Wages	7,500.00			
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The Accompanying Notes to the Financial Statements are an Integral Part of These Statements.

**CURRENT FUND****STATEMENT OF EXPENDITURES - REGULATORY BASIS****GENERAL APPROPRIATIONS**

	<u>Appropriations</u>		<u>Expended</u>	
	<u>Budget</u>	<u>Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>
<b><u>OPERATIONS WITHIN "CAPS" (Cont'd)</u></b>				
Total Operations Within "CAPS"	\$ 10,339,960.78	\$ 10,339,960.78	\$ 10,012,388.94	\$ 327,571.84
Detail:				
Salaries and Wages	4,973,070.10	5,234,870.10	5,145,660.86	89,209.24
Other Expenses	5,366,890.68	5,105,090.68	4,866,728.08	238,362.60

Deferred Charges and Statutory Expenditures  
Municipal Within "CAPS"

**DEFERRED CHARGES****STATUTORY EXPENDITURES**

Contribution to:				
Public Employees' Retirement System	440,557.00	440,557.00	440,557.00	
Social Security System (O.A.S.I.)	525,000.00	525,000.00	512,328.98	12,671.02
Police and Firemen's Retirement System	741,082.00	741,082.00	741,082.00	
Unemployment Compensation Insurance (N.J.S.A. 43:21-3 et. seq.)	10,000.00	10,000.00	5,000.00	5,000.00
Total Deferred Charges and Statutory Expenditures - Municipal Within "CAPS"	1,716,639.00	1,716,639.00	1,698,967.98	17,671.02
Total General Appropriations for Municipal Purposes Within "CAPS"	12,056,599.78	12,056,599.78	11,711,356.92	345,242.86

The Accompanying Notes to the Financial Statements are an Integral Part of These Statements.

**CURRENT FUND**  
**STATEMENT OF EXPENDITURES - REGULATORY BASIS**

<u>GENERAL APPROPRIATIONS</u>	<u>Appropriations</u>		<u>Expended</u>	
	<u>Budget</u>	<u>Modified</u>	<u>Paid or Charged</u>	<u>Reserved</u>
<u>OPERATIONS EXCLUDED FROM "CAPS"</u>				
Council on Affordable Housing [N.J.S.A. 40A:4-45.3(t)]				
Other Expenses	\$	\$	\$	\$
NJPDES/Stormwater Municipal Stormwater [N.J.S.A. 40A:4-45.3(cc)]				
Streets and Roads Division:				
Salaries and Wages				
Other Expenses				
Shared Service Agreements:				
Township of Logan-Township of East Greenwich				
Interlocal Trash Agreement	383,470.02	383,470.02	383,470.02	
Township of Logan- Township of Elk				
Interlocal Trash Agreement	177,750.00	177,750.00	177,750.00	
Township of Logan-Township of Harrison				
Interlocal Trash Agreement	415,791.99	415,791.99	415,791.99	
Township of Logan- Township of South Harrison				
Interlocal Trash Agreement	129,000.00	129,000.00	129,000.00	
Township of Logan-Borough of Swedesboro				
Interlocal Trash Agreement	108,000.00	108,000.00	108,000.00	
Township of Logan-Borough of Wenonah				
Interlocal Trash Agreement	89,250.00	89,250.00	89,250.00	
Township of Logan- Borough of Woodbury Heights				
Interlocal Trash Agreement	120,000.00	120,000.00	120,000.00	
Township of Logan-Township of Woodstown				
Interlocal Trash Agreement	111,000.00	111,000.00	111,000.00	
Township of Logan-Township of Woolwich				
Interlocal Trash Agreement	511,021.98	511,021.98	511,021.98	
Township of Logan- Township of Quinton				
Interlocal Trash Agreement	201,750.00	201,750.00	201,750.00	
Other Additional Appropriations Offset by Revenues (N.J.S. 40A:4-45.3H)				
Fire Safety Inspection Costs				
Salaries and Wages				
Total Other Operations Excluded from "CAPS"	2,247,033.99	2,247,033.99	2,247,033.99	

The Accompanying Notes to the Financial Statements are an Integral Part of These Statements.

**CURRENT FUND****STATEMENT OF EXPENDITURES - REGULATORY BASIS****GENERAL APPROPRIATIONS****OPERATIONS EXCLUDED FROM "CAPS"****Public and Private Programs Offset by Revenues**

	<u>Appropriations</u>		<u>Expended</u>	
	<u>Budget</u>	<u>Modified</u>	<u>Paid or Charged</u>	<u>Reserved</u>
Matching Funds for Grants	\$	\$	\$	\$
Reserve for Clean Communities				
Other Expenses	17,653.80	17,653.80	17,653.80	
Click it or Ticket	4,760.00	4,760.00	4,760.00	
Recycling Tonnage Grant	255,160.46	255,160.46	255,160.46	
Reserve for Body Armor Fund	5,057.55	5,057.55	5,057.55	
Body Armor Grant	697.20	697.20	697.20	
Total Public and Private Programs Offset by Revenues	283,329.01	283,329.01	283,329.01	
Total Operations Excluded from "CAPS"	2,530,363.00	2,530,363.00	2,530,363.00	
Detail:				
Salaries and Wages				
Other Expenses	2,530,363.00	2,530,363.00	2,530,363.00	

The Accompanying Notes to the Financial Statements are an Integral Part of These Statements.

**CURRENT FUND****STATEMENT OF EXPENDITURES - REGULATORY BASIS**

<u>GENERAL APPROPRIATIONS</u>	<u>Appropriations</u>		<u>Expenditures</u>	
	<u>Budget</u>	<u>Modified</u>	<u>Paid or Charged</u>	<u>Reserved</u>
<u>OPERATIONS EXCLUDED FROM "CAPS" (Cont'd)</u>				
<u>Capital Improvements Excluded from "CAPS"</u>				
Capital Improvement Fund	\$ 125,000.00	\$ 125,000.00	\$ 125,000.00	\$
<u>Public and Private Programs Offset by Revenues</u>				
Reserve for Nj Transp. Trust Fund Authority Act:				
Heron Drive- Phase III	59,890.01	59,890.01	59,890.01	
South Bridgeport Road	131,880.97	131,880.97	131,880.97	
Sharptown Road	105,881.65	105,881.65	105,881.65	
Total Capital Improvements Excluded from "CAPS"	422,652.63	422,652.63	422,652.63	
<u>Municipal Service Excluded from "CAPS"</u>				
Payment of Bond Principal				
Payment of Bond Anticipation and Capital Notes	750,988.67	750,988.67	750,988.67	
Interest on Notes	880,900.00	880,900.00	880,900.00	
Payment of Bond Anticipation Notes: Interlocal debt				
Borough of Swedesboro	36,000.00	36,000.00	36,000.00	
Township of Harrison	138,597.33	138,597.33	138,597.33	
Borough of Woodstown	37,000.00	37,000.00	37,000.00	
Township of East Greenwich	170,340.66	170,340.66	170,340.66	
Borough of Wenonah	127,823.34	127,823.34	127,823.34	
Township of Woolwich	29,750.00	29,750.00	29,750.00	
Township of Elk	59,250.00	59,250.00	59,250.00	
Township of South Harrison	43,000.00	43,000.00	43,000.00	
Borough of Woodbury Heights	107,250.00	107,250.00	107,250.00	
Total Municipal Debt Services Excluded from "CAPS"	2,380,900.00	2,380,900.00	2,380,900.00	

The Accompanying Notes to the Financial Statements are an Integral Part of These Statements.



**CURRENT FUND**  
**STATEMENT OF EXPENDITURES - REGULATORY BASIS**

GENERAL APPROPRIATIONS	<u>Appropriations</u>		<u>Expenditures</u>		
	<u>Budget</u>	<u>Modified</u>	<u>Paid or Charged</u>	<u>Reserved</u>	<u>Cancelled</u>
<u>Deferred Charges and Statutory Expenditures - Municipal - Excluded from "CAPS"</u>					
DEFERRED CHARGES:					
Deferred Charges to Future Taxation - Unfunded					
	\$	\$	\$	\$	\$
Total Deferred Charges and Statutory Expenditures - Municipal - Excluded from "CAPS"					
Total General Appropriations for Municipal Purposes Excluded from "CAPS"	5,333,915.63	5,333,915.63	5,333,915.63		
Subtotal General Appropriations	17,390,515.41	17,390,515.41	17,045,272.55	345,242.86	
Reserve for Uncollected Taxes	1,598,885.50	1,598,885.50	1,598,885.50		
Total General Appropriations	\$ 18,989,400.91	\$ 18,989,400.91	\$ 18,644,158.05	\$ 345,242.86	\$
<u>Ref.</u>	A-2		A-1	A:A-1	
	<u>Ref.</u>				
Original Budget		\$ 18,989,400.91			
Added by Chapter 159, 40A:4-87					
Reserve for Uncollected Taxes	A-2		\$ 1,598,885.50		
Disbursed	A-4		16,066,591.28		
Encumbrances Payable	A-16		397,699.63		
Transfer to Reserve for State Grants	A-17		580,981.64		
Total Paid or Charged		\$ 18,989,400.91	\$ 18,644,158.05		

**TRUST FUND**  
**COMPARATIVE STATEMENTS OF ASSETS, LIABILITIES, RESERVES AND FUND BALANCE**  
**REGULATORY BASIS**

	Ref.	Balance December 31, 2024	Balance December 31, 2023
<b><u>ASSETS</u></b>			
<b><u>Animal Control Fund:</u></b>			
Cash - Chief Financial Officer	B-1	\$ 1,639.19	\$ 786.98
		1,639.19	786.98
<b><u>Trust Other Fund</u></b>			
Cash - Chief Financial Officer	B-1	23,748,246.95	19,379,853.21
		23,748,246.95	19,379,853.21
<b><u>Municipal Open Space Trust Fund:</u></b>			
Cash - Chief Financial Officer	B-1	605,086.55	421,412.43
Due from Current Fund	B-10	428,612.78	428,612.78
		1,033,699.33	850,025.21
	\$	24,783,585.47	\$ 20,230,665.40
<b><u>LIABILITIES, RESERVES &amp; FUND BALANCE</u></b>			
<b><u>Animal Control Fund:</u></b>			
Due to NJ Department of Health	B-2	\$ 6.00	\$ 7.20
Amount Due from/to Current Fund	B-3	29.37	29.37
Reserve for Animal Control Fund Expenditures	B-4	1,603.82	750.41
		1,639.19	786.98
<b><u>Trust Other Fund:</u></b>			
Due to Current Fund - Trust Other Fund	B-5	137,217.49	161,020.79
Due to Current Fund - Payroll Account	B-20		370,560.41
Encumbrance Payable	B-11	22,539.16	
Reserved For:			
Utility Escrow Deposits	B-7	140,836.15	167,736.15
Unemployment Compensation	B-8	2,335.46	8,023.72
Developers' Escrow Deposits	B-9	6,663,785.71	7,012,764.93
Tax Title Lien Redemptions	B-12	9,349.02	8,780.59
Premiums Received at Tax Sale	B-13	39,800.00	47,000.00
Storm Recovery Trust	B-14	61,989.45	61,989.45
Canine Unit	B-15	12,472.41	10,918.43
Forfeiture	B-16		15,137.26
Fire Penalty Fees	B-17	7,384.48	4,210.48
COAH Fees	B-18	16,598,256.14	11,446,541.22
Payroll Deductions Payable	B-19	45,031.48	57,669.78
Parks Trust	B-21	7,250.00	7,500.00
		23,748,246.95	19,379,853.21
<b><u>Municipal Open Space Trust Fund:</u></b>			
Municipal Open Space Preservation Trust	B-6	413,273.74	850,025.21
Due to General Capital Fund	B-6	600,000.00	
Encumbrance Payable	B-11	20,425.59	
		1,033,699.33	850,025.21
	\$	24,783,585.47	\$ 20,230,665.40

**GENERAL CAPITAL FUND****COMPARATIVE STATEMENTS OF ASSETS, LIABILITIES, RESERVES AND FUND BALANCE****REGULATORY BASIS**

	<u>Ref.</u>	<u>Balance December 31, 2024</u>	<u>Balance December 31, 2023</u>
<b><u>ASSETS</u></b>			
Cash - Chief Financial Officer	C-2	\$ 286,359.88	\$ 4,631,171.81
Amount Due from Open Space Trust Fund	C-8	600,000.00	
Deferred Charges to Future Taxation Unfunded	C-6	26,689,000.00	19,618,000.00
		<u>\$ 27,575,359.88</u>	<u>\$ 24,249,171.81</u>
<b><u>LIABILITIES, RESERVES AND FUND BALANCE</u></b>			
Amount Due to Current Fund	C-4	\$ 656,386.38	\$ 224,968.99
Capital Improvement Fund	C-5	46,759.53	350,759.53
Bond Anticipation Notes	C-7	18,023,000.00	17,618,000.00
Improvement Authorizations			
Funded	C-8	125,638.70	9,228.96
Unfunded	C-8	6,974,844.80	2,403,521.88
Reserve for Building Improvements, Alarms and Furnishing	C-9	3,318.20	3,318.20
Contracts and Encumbrances Payable	C-10	1,669,768.79	3,563,730.77
Fund Balance	C-1	75,643.48	75,643.48
		<u>\$ 27,575,359.88</u>	<u>\$ 24,249,171.81</u>

There were bonds and notes authorized but not issued on December 31, 2023 in the amount of \$2,000,000 as compared to \$8,666,000 on December 31, 2024 (Exhibit C-11)

**GENERAL CAPITAL FUND**  
**STATEMENT OF FUND BALANCE**

Balance, December 31, 2024 and 2023	<u>Ref.</u> C	\$ <u><u>75,643.48</u></u>
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**COMPARATIVE STATEMENT OF GENERAL FIXED ASSETS**  
**GROUP OF ACCOUNTS**  
**REGULATORY BASIS**

	Balance December 31, 2024	Balance December 31, 2023
	<hr/>	<hr/>
General Fixed Assets:		
Land	\$ 4,481,200.00	\$ 4,043,700.00
Buildings and Improvements	3,968,900.00	3,506,600.00
Machinery and Equipment	16,603,251.00	16,510,800.00
	<hr/>	<hr/>
Total General Fixed Assets	\$ 25,053,351.00	\$ 24,061,100.00
	<hr/> <hr/>	<hr/> <hr/>
Investment in General Fixed Assets	\$ 25,053,351.00	\$ 24,061,100.00
	<hr/> <hr/>	<hr/> <hr/>

The Accompanying Notes to the Financial Statements are an Integral Part of These Statements

**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2024**  
**(CONTINUED)**

1. **Summary of Significant Accounting Policies**

A. **Reporting Entity**

Except as noted below, the financial statements of the Township of Logan include every board, body, officer or commission supported and maintained wholly or in part by funds appropriated by the Township of Logan, as required by **N.J.S.** 40A:5-5. The Township does not operate a municipal library.

The Township has a 5 member Council form of government, as defined by revised statutes 40: et seq. The voters separately elect the Mayor every four years.

The financial statements of the Township's component units of are not presented in accordance with Governmental Accounting Standards Board Statement No. 14, as amended by GASB Statements No. 39 and No. 61. If the provisions of GASB No. 14, as amended by GASB No. 39 and No. 61, had been complied with, the financial statements of the following component unit would have been either blended or discretely presented with the financial statements of the Township, the primary government:

Township of Logan Municipal Utilities Authority  
69 Jefferson Lane  
Swedesboro, NJ 08085

Annual financial reports of the Township of Logan Municipal Utilities Authority may be inspected at their offices during regular business hours.

B. **Description of Funds**

The accounting policies of the Township of Logan conform to the accounting principles applicable to municipalities, which have been prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. Such principles and practices are designed primarily for determining compliance with legal provisions and budgetary restrictions and as a means of reporting on the stewardship of public officials with respect to public funds. Under this method of accounting, the Township accounts for its financial transactions through the following separate funds; which differs from the funds required by generally accepted accounting principles.

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

**Trust Fund** - receipts, custodianship and disbursement of funds in accordance with the purpose for which each reserve was created.

**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2024**  
**(CONTINUED)**

1. **Summary of Significant Accounting Policies** - Continued

B. **Description of Funds** - Continued

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

Public Assistance Fund - receipt and disbursement of funds that provide assistance to certain residents of the Township pursuant to Title 44 of New Jersey statutes. The activities of the public assistance office were transferred to Gloucester County as of January 1, 1998.

Account Group - In addition to the funds listed above, the Township maintains one account group, which is as follows:

General Fixed Assets Account Group - All fixed assets used in governmental fund type operations (general fixed assets) are accounted for in the general fixed assets account group, rather than in governmental funds.

C. **Basis of Accounting**

The accounting principles and practices prescribed for municipalities by the State of New Jersey differ in certain respects from generally accepted accounting principles applicable to local governmental units. The more significant policies in New Jersey follow.

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

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

**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2024**  
**(CONTINUED)**

1. **Summary of Significant Accounting Policies** - Continued

C. **Basis of Accounting** - Continued

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

Inventories of Supplies - The costs of inventories of supplies for all funds are recorded as expenditures at the time individual items are purchased. The costs of inventories are not included on the various balance sheets.

The County Board of Taxation certifies the tax levy of the Township each year, which is based on the assessed valuation of taxable property within the Township. Taxes are payable on the first day of February, May, August and November. Any taxes that have not been paid by the 11th day of the 11th month in the fiscal year levied are subject to being included in the tax sale and the lien enforced by selling the property in accordance with **N.J.S.A. 54:5**.

The municipality is responsible for remitting 100% of the school and county taxes to the respective entity. The loss for delinquent or uncollectible accounts is borne by the municipality and not the school district or county.

Property Tax Revenue - Delinquent taxes are considered fully collectible and, therefore, no allowance for uncollectible taxes is provided.

School Taxes - The municipality is responsible for levying, collecting and remitting school taxes for the Logan Township school district. Operations are charged for the full amount required to be raised from taxation to operate the school district for the fiscal period ending June 30.



**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2024**  
**(CONTINUED)**

1. **Summary of Significant Accounting Policies** - Continued

C. **Basis of Accounting** - Continued

County Taxes - The municipality is responsible for levying, collecting and remitting County taxes for the County of Gloucester. Operations are charged for the amount due the County for the year, based upon the ratables required to be certified to the County Board of Taxation by January 10 of the current year. In addition, operations are charged for the County share of added and omitted taxes certified to the County Board of Taxation by October 10 of the current year and due to be paid to the County by February 1 of the following year.

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

Foreclosed Property - Foreclosed property is recorded in the Current Fund at the assessed valuation when such property was acquired and is fully reserved.

Interfunds - Interfund receivables in the Current Fund are recorded with offsetting reserves, which are created by charges to operations. Income is recognized in the year the receivables are liquidated. Interfund receivables in the other funds are not offset by reserves.

General Fixed Assets - In accordance with Technical Directive No. 85-2, Accounting for Governmental Fixed Assets, as promulgated by the Division of Local Government Services, which differs in certain respects from generally accepted accounting principles, the Township has developed a fixed asset accounting and reporting system.

Fixed assets used in governmental operations (general fixed assets) are accounted for in the General Fixed Assets Account Group. Public domain ("infrastructure") general fixed assets consisting of certain improvements other than buildings, such as roads, bridges, curbs and gutters, streets and sidewalks and drainage systems are not capitalized. All fixed assets are recorded at historical cost or estimated historical cost if actual historical cost is not available, in accordance with the State of New Jersey's Technical Accounting Directive 85-2.

Property acquired for taxes (foreclosed property) and by purchase is recorded in the Current Fund at the assessed valuation when such property is acquired or purchased and concurrently fully reserved.

**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2024**  
**(CONTINUED)**

1. **Summary of Significant Accounting Policies** - Continued

C. Basis of Accounting - Continued

No depreciation has been provided for in the financial statements.

Expenditures for construction in progress are recorded in the Capital Funds until such time as the construction is completed and put into operation.

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

Tax Appeals and Other Contingent Losses - Losses, which arise from tax appeals, and other contingent losses are recognized at the time an unfavorable decision is rendered by an administrative or judicial body.

Insurance - Insurance costs for all funds are recorded as expenditures at the time of payment and are not chargeable to future periods as prepayments.

Deferred Charges to Future Taxation Funded and Unfunded - Upon authorization of a capital project, the Township establishes deferred charges for the costs of the project to be raised by future taxation. Funded deferred charges relate to permanent debt issued, whereas unfunded deferred charges relate to temporary or non-funding of the authorized capital project costs. The Township may levy taxes on taxable property within the local unit to repay any debt per NJSA 40A:2-4. The annual debt service requirements are raised in the current fund budget and deferred charges are reduced as funds are raised.

D. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles or the statutory basis of accounting requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

E. Comparative Data

Comparative total data for the prior year has been presented in the accompanying balance sheets and statement of operations in order to provide an understanding of changes in the Township's financial position. However, comparative data have not been presented in many of the supplemental schedules since their inclusion would make the statements unduly complex and difficult to read.

**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2024**  
**(CONTINUED)**

1. **Summary of Significant Accounting Policies** - Continued

F. Departures from Generally Accepted Accounting Principles

The accounting principles and practices followed by the Township of Logan differ in some respects, which in some instances may be material, from generally accepted accounting principles applicable to local government units. The more significant differences are as follows:

- Taxes and other receivables are fully reserved.
- Interfund receivables in the Current Fund are fully reserved.
- Unexpended and uncommitted appropriations are reflected as expenditures.
- Over-expended appropriations and emergency appropriations are deferred to the succeeding year's operations.
- Undetermined contributions to state-administered pension plans applicable to the six months ended December 31 are not accrued.
- Estimated losses arising from tax appeals and other contingencies are not recorded when it is probable that a loss has been incurred and the amount of such loss can be reasonably estimated.

It was not practicable to determine the effect of such differences.

G. Budgets and Budgetary Accounting

The Township of Logan must adopt an annual budget in accordance with the **N.J.S.A. 40A: et al. N.J.S.A. 40A:4-5** requires the governing body to introduce and approve the annual municipal budget no later than February 10 of each year. At introduction, the governing body shall fix the time and place for public hearing on the budget and must advertise the time and place in a newspaper published and circulated in the municipality at least 10 days prior to the hearing. 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**.

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

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

**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2024**  
**(CONTINUED)**

1. **Summary of Significant Accounting Policies** - Continued

G. **Budgets and Budgetary Accounting** - Continued

The Chief Financial Officer has the discretion of approving intra department budgetary transfers throughout the year. Inter department transfers are not permitted prior to November 1. After November 1 these transfers can be made in the form of a resolution and approved by Township Council. There were no significant budget transfers approved in 2024, other than the following:

Legal Services - Other Expenses	\$ (31,000.00)
Police - Salaries and Wages	161,000.00
Fire Other Expenses	46,000.00
Buildings and Grounds	(70,000.00)
Vehicle Maintenance	57,000.00
Solid Waste Removal	239,500.00
Insurance	201,500.00
Gasoline	(213,000.00)
Municipal Court	(40,600.00)
Streets and Roads	(30,000.00)

**N.J.S.A.** 40A:4-87 permits special items of revenue and appropriations to be inserted into the annual budget when the item has been made available by any public or private funding source and the item was not determined at the time of budget adoption.

There were no Chapter 159's approved during 2024.

The municipality may make emergency appropriations, after the adoption of the budget, for a purpose, which was not foreseen at the time, the budget was adopted or for which adequate provision was not made therein. This type of appropriation shall be made to meet a pressing need for public expenditure to protect or promote the public health, safety, morals or welfare or to provide temporary housing or public assistance prior to the next succeeding fiscal year. Emergency appropriations, except those classified as a special emergency, must be raised in the budget of the succeeding year. Special emergency appropriations are permitted to be raised in the budgets of the succeeding three or five years. No emergency appropriations were approved during 2024.

**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2024**  
**(CONTINUED)**

2. **Cash, Cash Equivalents and Investments**

Cash and cash equivalents include petty cash, change funds, amounts on deposit, and short-term investments with original maturities of three months or less.

Investments are stated at cost, which approximates market. The Township classified certificates of deposit, which have original maturity dates of more than three months as investments.

The Township is permitted to invest municipal funds in accordance with **N.J.S.A. 40A:5-15.1(a)**. The permitted investments include:

- a. Bonds or other obligations of the United States.
- b. Bonds or other obligations of the local unit or school districts of which the local unit is a part.
- c. Government money market mutual funds.
- d. Any federal agency or instrumentality obligation authorized by Congress that matures within 397 days from the date of purchase, and has a fixed rate of interest not dependent on any index or external factor.
- e. Any other obligations with maturities not exceeding 397 days, as permitted by the Division of Investments.
- f. Local government investment pools, such as New Jersey CLASS, and the New Jersey Arbitrage Rebate Management Program.
- g. New Jersey State Cash Management Fund.
- h. Repurchase agreements (repos) of fully collateralized securities, subject to conditions, as indicated in **N.J.S.A. 40A:5-15.1(a)**.

The Township is also required to have a cash management plan that lists the GUDPA approved depository banks, any brokers/dealers and the approved investment instruments selected by the Township's governing body. The cash management plan is adopted by resolution, usually at the reorganization meeting, or first meeting of the year. It may also be amended at any time during the year to reflect changes due to changes in laws, depositories, funds or investments. The Chief Financial Officer is charged with the administration of the plan.

**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2024**  
**(CONTINUED)**

2. **Cash, Cash Equivalents and Investments** - Continued

As of December 31, 2024, cash and cash equivalents and investments of the Township consisted of the following:

Cash and Cash Equivalents	\$	42,183,478
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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 the New Jersey Cash Management Fund.

The Governmental Unit Deposit Protection Act, P.L. 1970, Chapter 236, was passed to afford protection against bankruptcy or default by a depository and provides that a governmental unit shall deposit funds only in a public depository unless such funds are secured in accordance with this act. C.17:9-44 provides that every public depository having public funds on deposit shall, as security, maintain eligible collateral.

In the event of a default, the Commissioner of Banking, within 20 days after the default occurrence, shall ascertain the amount of public funds on deposit in the defaulting depository and the amount covered by Federal deposit insurance and certify the amounts to each affected governmental unit. The Commissioner shall ascertain the amount derived or to be derived from the liquidation of the collateral maintained by the defaulting depository and shall distribute such proceeds pro rata among the governmental units to satisfy the net deposit liabilities to such units. If the proceeds of the sale of the collateral are insufficient to pay in full the liability to all affected governmental units, the Commissioner shall assess the deficiency against all other public depositories having public funds on deposit determined by a formula determined by law.

All public depositories are required to furnish information and reports dealing with public funds on deposit every six months, June 30 and December 31, with the Commissioner of Banking. Upon review and approval of the Certification Statement that the public depository complies with statutory requirements, the Commissioner issues forms approving the bank as a municipal depository. The Township should request copies of these approval forms semiannually to assure that all depositories are complying with requirements.

**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2024**  
**(CONTINUED)**

2. **Cash, Cash Equivalents and Investments** – Continued

**Custodial Credit Risk**

Custodial Credit Risk for deposits is the risk that, in the event of a bank failure, the Township deposits may not be returned to it. Although the Township does not have a formal policy regarding custodial credit risk, as described in Note 1: N.J.S.A. 17:9-41 et. Seq. requires that governmental units shall deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Protection Act. Under the Act, the first \$250,000 of governmental deposits in each insured depository is protected by the Federal Deposit Insurance Corporation (FDIC). Public funds owned by the municipality in excess of FDIC insured amounts are protected by GUDPA. However, GUDPA does not protect intermingled trust funds such as salary withholdings, bail funds, or funds that may pass to the municipality relative to the happening of a future condition. Such funds are shown as Uninsured and Uncollateralized in the schedule below.

The Township Council designates and approves a list of authorized depository institutions based on an evaluation of solicited responses and presentation of GUDPA certifications provided by the financial institutions. All certificates of deposit are recorded as cash regardless of the date of maturity.

The Township's bank balance of \$42,478,959.65, was exposed to custodial credit risk as follows:

Insured	\$	250,000.00
Collateralized with securities held by pledging financial institutions		42,152,661.91
Uninsured and Uncollateralized		76,297.74
	\$	<u>42,478,959.65</u>

**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2024**  
**(CONTINUED)**

3. **Pension Plans**

**Description of Plans** - Eligible employees of the Township can be covered by Public Employees' Retirement System (PERS) or Police and Firemen's Retirement System (PFRS). PERS and PFRS are administered by the New Jersey Division of Pension and Benefits (NJDPB). The NJDPB issues publicly available financial reports that include financial statements and required supplementary information for the systems. These reports may be obtained online at <https://www.nj.gov/treasury/pensions/financial-reports.shtml>.

**Public Employees' Retirement System**

The PERS is a cost sharing multiple-employer defined benefit pension plan that was established in 1955. The PERS provides retirement, death and disability, and medical benefits to qualified members. The vesting and benefit provisions for PERS are set by N.J.S.A. 43:15A. All benefits vest after ten years of service, except for medical benefits that vest after 25 years of service or under the disability provisions of PERS.

Service retirement benefits of 1/55th of final average salary for each year of service credit is available to tiers 1 and 2 members upon reaching age 60 and to tier 3 members upon reaching age 62. Service retirement benefits of 1/60th of final average salary for each year of service credit is available to tier 4 members upon reaching age 62 and tier 5 members upon reaching age 65. Early retirement benefits are available to tiers 1 and 2 members before reaching age 60, tiers 3 and 4 with 25 years or more of service credit before age 62, and tier 5 with 30 years or more 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.

The following represents the membership tiers for PERS:

<u>Tier</u>	<u>Definition</u>
1	Members who are 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.



**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2024**  
**(CONTINUED)**

3. **Pension Plans** - Continued

**Public Employees' Retirement System (Continued)**

**Contributions** - The contribution policy is set by N.J.S.A. 43:15A and requires contributions by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. The PERS member total contribution rate as of July 1, 2023 was 7.5% of base salary. The Township employee's contributions for the year ended December 31, 2024 were \$198,606. Employers in PERS are required to contribute at an actuarially determined rate which includes funding for cost-of-living adjustments, noncontributory death benefits, and post-retirement medical premiums. The PERS employer rate due in 2024 is 17.11% of covered payroll. The Township is billed annually for its normal contribution plus any accrued liability. These contributions were paid by the Township and equal to the required contributions for each year. The Township's contributions to PERS for the years ended December 31, 2024, and 2023 were \$44,0557 and \$345,816 respectively.

The total payroll for the year ended December 31, 2024 was \$6,908,159. Payroll covered by PERS was \$2,648,071.

**Components of Net Pension Liability** - At December 31, 2024, the Township's proportionate share of the PERS net pension liability was \$4,774,457. The net pension liability was measured as of June 30, 2023. The Township's proportion of the net pension liability was based on the Township's actual contributions to the plan relative to the total of all participating employers' contributions for the year ended June 30, 2023. The Township's proportion measured as of June 30, 2023 was 0.032963% which was an increase of 0.00554% from its proportion measured as of June 30, 2022.

**Pension Expense and Deferred Outflows/Inflows of Resources** - The Township's 2023 PERS pension expense, with respect to GASB 68, was \$400,310. The Township's 2024 deferred outflows of resources and deferred inflows of resources were from the following sources:

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Differences between expected and actual experience	\$ 45,650	\$ 19,516
Changes of assumptions	10,489	289,353
Net difference between projected and actual earnings on pension plan investments	21,987	
Changes in proportion	1,395,356	72,764
Total	\$ 1,473,482	\$ 381,633

**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2024**  
**(CONTINUED)**

3. **Pension Plans** - Continued

**Public Employees' Retirement System (Continued)**

**Pension Expense and Deferred Outflows/Inflows of Resources – (Continued)**

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in future periods pension expense as follows:

Year		PERS
2024	\$	208,881
2025		201,843
2026		490,969
2027		174,378
2028		15,778
Thereafter		
Total	\$	1,091,849

**Additional Information** - Collective Balances at December 31, 2024 and 2023 are as follows:

Year		2024		2023
Collective deferred outflows of resources	\$	1,473,482	\$	1,162,133
Collective deferred inflows of resources	\$	381,633	\$	762,973
Collective Net Pension Liability	\$	4,774,457	\$	4,138,494
Township's Proportion		0.032963%		0.027423%

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

	PERS
Investment Rate of Return	7.00%
Salary Scale (Based on Years of Service):	2.75%-6.55%
Inflation Rate – Price	2.75%
Inflation Rate – Wage	3.25%

**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2024**  
**(CONTINUED)**

3. **Pension Plans** - Continued

**Public Employees' Retirement System (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, 2022 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, 2023) is determined by the State Treasurer, after consultation with the Directors of the Division of Investment and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic rates of return for each major asset class included in PERS's target asset allocation as of 3 are summarized in the following table:

PERS		
Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
U.S. Equity	28.00%	8.98%
Non-U.S. Developed Markets Equity	12.75%	9.22%
International Small Cap Equity	1.25%	9.22%
Emerging Markets Equity	5.50%	11.13%
Private Equity	13.00%	12.50%
Real Estate	8.00%	8.58%
Real Assets	3.00%	8.40%
High Yield	4.50%	6.97%
Private Credit	8.00%	9.20%
Investment Grade Credit	7.00%	5.19%
Cash Equivalents	2.00%	3.31%
U.S. Treasuries	4.00%	3.31%
Total	100.00%	

**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2024**  
**(CONTINUED)**

3. **Pension Plans** - Continued

**Public Employees' Retirement System (Continued)**

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

**Sensitivity of the Collective Net Pension Liability to Changes in the Discount Rate** - The following presents the collective net pension liability of the participating employers as of June 30, 2023, calculated using the discount rate as disclosed above, as well as what the collective 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 (7.00%)	1% Increase (8.00%)
Township's Proportionate Share of the Net Pension Liability	\$ <u>6,267,728</u>	\$ <u>4,774,457</u>	\$ <u>3,577,999</u>

**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2024**  
**(CONTINUED)**

3. **Pension Plans** - Continued

**Police and Firemen's Retirement System**

The PFRS is a cost-sharing multiple-employer defined benefit pension plan that was established in 1944. PFRS provides retirement, death and disability benefits to qualified members. The vesting and benefit provisions are set by N.J.S.A. 43:16A. All benefits vest after ten years of service, except disability benefits which vest after four years of service.

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 of creditable service over 25 years but not to exceed 30 years. Members may elect deferred retirement benefits after achieving ten years of service, in which case benefits would begin at age 55 equal to 2% of final compensation for each year of service.

The following represents the membership tiers for PFRS:

<u>Tier</u>	<u>Definition</u>
1	Members who are 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

**Contributions** – The contribution policy is set by N.J.S.A. 43:16A and requires contributions by active members and contributing employers. The PFRS member contribution rate for fiscal year 2024 was 10% of base salary. The Township employee's contributions for the year ended December 31, 2024 were \$242,606. The Local employers' and the State's contribution amounts are based on actuarially determined rates, which include the normal cost and unfunded accrued liability. The PFRS employer rate due in 2024 is 36.54% of covered payroll. Payroll covered by PFRS was \$2,426,056 for 2024. The Township's employer contributions for the year ended December 31, 2024 were \$741,082, equal to the required contributions. For fiscal year 2024, the State contributed an amount less than the actuarially determined amount.

**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2024**  
**(CONTINUED)**

3. **Pension Plans** - Continued

**Police and Firemen's Retirement System**

**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 that legally obligated the State if certain circumstances occurred. The legislation, which legally obligates the State, is as follows: Chapter 8, P.L. 2000, Chapter 318, P.L. 2001, Chapter 86, P.L. 2001, Chapter 511, P.L. 1991, Chapter 109, P.L. 1979, Chapter 247, P.L. 1993 and Chapter 201, P.L. 2001. The amounts contributed on behalf of the local participating employers under this legislation is considered to be a special funding situation as defined by GASB Statement No. 68 and the State is treated as a nonemployer contributing entity. Since the local participating employers do not contribute under this legislation directly to the plan (except for employer specific financed amounts), there is no net pension liability or deferred outflows or inflows to 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 pension liability that is associated with the local participating employer. In addition, each local participating employer must recognize pension expense associated with the employer as well as revenue in an amount equal to the nonemployer contributing entities' total proportionate share of the collective pension expense associated with the local participating employer.

The Township's proportionate share of net pension liability information for PFRS at December 31, 2024 is summarized as follows:

	<b><u>PFRS</u></b>
Township's Proportionate Share of Net Pension Liability	\$ 6,150,877
State's Proportionate Share of Net Pension Liability associated with the Township	<u>1,113,371</u>
Total	\$ <u><u>7,284,248</u></u>

**Components of Net Pension Liability** - The net pension liability above was measured as of June 30, 2023. The Township's proportion of the net pension liability was based on the Township's actual contributions to the plan relative to the total of all participating employers' contributions for the year ended June 30, 2023. The Township's proportion measured as of June 30, 2023 was 0.055670% which was an increase of 0.00023% from its proportion measured as of June 30, 2022.

**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2024**  
**(CONTINUED)**

3. **Pension Plans** - Continued

**Police and Firemen's Retirement System**

**Pension Expense and Deferred Outflows/Inflows of Resources** - The Township's 2024 PFRS pension expense, with respect to GASB 68, was \$386,574. The Township's 2024 deferred outflows of resources and deferred inflows of resources were from the following sources:

	<b><u>Deferred Outflows of Resources</u></b>	<b><u>Deferred Inflows of Resources</u></b>
Differences between expected and actual experience	\$ 263,368	\$ 293,342
Changes of assumptions	13,276	415,332
Net difference between projected and actual earnings on pension plan investments	313,253	
Changes in proportion	785,278	421,805
Total	\$ 1,375,175	\$ 1,130,479

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in future periods pension expense as follows:

<u>Year</u>	<u>PFRS</u>
2024	\$ (489,292)
2025	(269,093)
2026	796,573
2027	207,789
2028	(1,281)
Thereafter	
Total	\$ 244,696

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

	<b><u>PFRS</u></b>
Investment Rate of Return	7.00%
Inflation Rate:	
Price	2.75%
Wage	3.25%
Salary Increases (based on years of service)	3.25%-16.25%

**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2024**  
**(CONTINUED)**

3. **Pension Plans** - Continued

**Police and Firemen's Retirement System**

**Actuarial Assumptions** - Continued

Employee mortality rates were based on the PubS-2010 amount-weighted mortality table with a 105.6% adjustment for males and 102.5% adjustment for females. For healthy annuitants, mortality rates were based on the PubS-2010 amount-weighted mortality table with a 96.7% adjustment for males and 96.0% adjustment for females. Disability rates were based on the PubS-2010 amount-weighted mortality table with a 152.0% adjustment for males and 109.3% adjustment for females. Mortality improvement is based on Scale MP-2021. The actuarial assumptions used in the July 1, 2022 valuation were based on the results of an actuarial experience study for the period July 1, 2018 to June 30, 2021.

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

PFRS		
Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
US Equity	28.00%	8.98%
Non-U.S. Developed Market Equity	12.75%	9.22%
International Small Cap Equity	1.25%	9.22%
Emerging Markets Equity	5.50%	11.13%
Private Equity	13.00%	12.50%
Real Estate	8.00%	8.58%
Real Assets	3.00%	8.40%
High Yield	4.50%	6.97%
Private Credit	8.00%	9.20%
Investment Grade Credit	7.00%	5.19%
Cash Equivalents	2.00%	3.31%
U.S. Treasuries	4.00%	3.31%
Risk Mitigation Strategies	3.00%	6.21%
Total	100.00%	



**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2024**  
**(CONTINUED)**

3. **Pension Plans** - Continued

**Police and Firemen's Retirement System**

**Actuarial Assumptions** - Continued

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

**Sensitivity of the Collective Net Pension Liability to Changes in the Discount Rate** - The following presents the collective net pension liability of the participating employers as of June 30, 2023, calculated using the discount rate as disclosed above, as well as what the collective net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	1% Decrease (6.00%)	Current Discount (7.00%)	1% Increase (8.00%)
Township's Proportionate Share of the Net Pension Liability	\$ 10,149,324	\$ 7,284,248	\$ 4,898,324

**Pension Plan Fiduciary Net Position** - Detailed information about each pension plan's fiduciary net position is available in the separately issued New Jersey Division of Pension and Benefits financial report. Information on where to obtain the report is indicated at the beginning of this note.

**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2024**  
**(CONTINUED)**

3. Pension Plans - Continued

**Supplementary Pension Information**  
**Schedule of the Township's Proportionate Share of the Net Pension Liability**  
**Public Employees' Retirement System (PERS)**  
**Last Ten Fiscal Years\***

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Township's Proportion of the Net Pension Liability	0.032963%	0.027423%	0.022566%	0.023343%	0.021436%	0.021692%	0.020588%	0.021071%	0.020453%	0.019005%
Township's Proportionate Share of the Net Pension Liability	\$ 4,774,457	\$ 4,138,494	\$ 2,673,250	\$ 3,806,713	\$ 3,862,514	\$ 4,271,021	\$ 4,792,662	\$ 6,240,834	\$ 4,591,212	\$ 3,558,177
Township's Covered-Employee Payroll	\$ 2,648,071	\$ 2,624,106	\$ 2,452,428	\$ 2,048,705	\$ 1,672,863	\$ 1,522,948	\$ 1,542,101	\$ 1,455,280	\$ 1,440,084	\$ 1,434,461
Township's Proportionate Share of the Net Pension Liability as a percentage of its Covered-Employee Payroll	180.30%	157.71%	109.00%	185.81%	230.89%	280.44%	310.79%	428.84%	318.82%	248.05%
Plan Fiduciary Net Position as a percentage of the Total Pension Liability	65.23%	62.91%	70.33%	58.32%	56.27%	53.60%	48.10%	40.14%	47.93%	52.08%

Note: The amounts presented for each fiscal year were determined as of the prior fiscal year end measurement date.

\* This schedule is presented to illustrate the requirement to show information for 10 years. However, until a 10-year trend is compiled, this presentation will include information for those years for which information is available.

**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2024**  
**(CONTINUED)**

3. **Pension Plans** - Continued

**Supplementary Pension Information**  
**Schedule of Township Contributions**  
**Public Employees' Retirement System (PERS)**  
**Last Ten Fiscal Years\***

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Contractually Required Contribution	\$ 440,557	\$ 345,816	\$ 264,271	\$ 255,366	\$ 209,377	\$ 216,865	\$ 193,294	\$ 188,315	\$ 175,838	\$ 156,671
Contributions in relation to the Contractually Required Contribution	(440,557)	(345,816)	(264,271)	(255,366)	(209,377)	(216,865)	(193,294)	(188,315)	(175,838)	(156,671)
Contribution Deficiency (Excess)	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>
Township's Covered-Employee Payroll	\$ 2,648,071	\$ 2,624,106	\$ 2,452,428	\$ 2,048,705	\$ 1,672,863	\$ 1,522,948	\$ 1,542,101	\$ 1,455,280	\$ 1,440,084	\$ 1,434,461
Contributions as a Percentage of Covered-Employee Payroll	16.64%	13.18%	10.78%	12.46%	12.52%	14.24%	12.53%	12.94%	12.21%	10.92%

\* This schedule is presented to illustrate the requirement to show information for 10 years. However, until a 10-year trend is compiled, this presentation will include information for those years for which information is available.

**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2024**  
**(CONTINUED)**

3. **Pension Plans** - Continued

**Supplementary Pension Information**  
**Schedule of the Township's Proportionate Share of the Net Pension Liability**  
**Police and Firemen's Retirement System (PFRS)**  
**Last Ten Fiscal Years\***

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Township's Proportion of the Net Pension Liability	0.055670%	0.055445%	0.047036%	0.050687%	0.052693%	0.053833%	0.051723%	0.054955%	0.052982%	0.055887%
Township's Proportionate Share of the Net Pension Liability	\$ 6,150,877	\$ 6,346,460	\$ 3,437,915	\$ 6,549,378	\$ 6,448,455	\$ 7,284,439	\$ 7,985,064	\$ 10,497,871	\$ 8,824,921	\$ 7,030,119
State's Proportionate Share of the Net Pension Liability associated with the Township	\$ 1,133,371	\$ 1,129,484	\$ 966,913	\$ 1,016,434	\$ 1,018,223	\$ 989,471	\$ 894,394	\$ 881,561	\$ 773,916	\$ 757,026
<b>Total</b>	<b>\$ 7,284,248</b>	<b>\$ 7,475,944</b>	<b>\$ 4,404,828</b>	<b>\$ 7,565,812</b>	<b>\$ 7,466,678</b>	<b>\$ 8,273,910</b>	<b>\$ 8,879,458</b>	<b>\$ 11,379,432</b>	<b>\$ 9,598,837</b>	<b>\$ 7,787,145</b>
Township's Covered-Employee Payroll	\$ 2,426,056	\$ 2,140,077	\$ 2,019,374	\$ 1,935,306	\$ 1,639,844	\$ 1,785,920	\$ 1,767,681	\$ 1,661,222	\$ 1,747,462	\$ 1,748,887
Township's Proportionate Share of the Net Pension Liability as a percentage of its Covered-Employee Payroll	300.25%	349.33%	218.13%	390.94%	455.33%	463.29%	502.32%	685.00%	549.30%	445.26%
Plan Fiduciary Net Position as a percentage of the Total Pension Liability	70.16%	68.33%	77.26%	63.52%	65.00%	62.48%	58.60%	52.01%	56.31%	62.41%

Note: The amounts presented for each fiscal year were determined as of the prior fiscal year end measurement date.

\* This schedule is presented to illustrate the requirement to show information for 10 years. However, until a 10-year trend is compiled, this presentation will include information for those years for which information is available.

**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2024**  
**(CONTINUED)**

3. **Pension Plans** - Continued

**Supplementary Pension Information**  
**Schedule of Township Contributions**  
**Police and Firemen's Retirement System (PFRS)**  
**Last Ten Fiscal Years\***

	<b>2023</b>	<b>2022</b>	<b>2021</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>	<b>2014</b>
Contractually Required Contribution	\$ 741,082	\$ 721,095	\$ 548,185	\$ 566,264	\$ 532,256	\$ 526,293	\$ 457,760	\$ 448,073	\$ 430,663	\$ 429,254
Contributions in relation to the Contractually Required Contribution	(741,082)	(721,095)	(548,185)	(566,264)	(532,256)	(526,293)	(457,760)	(448,073)	(430,663)	(429,254)
Contribution Deficiency (Excess)	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Township's Covered-Employee Payroll	\$ 2,426,056	\$ 2,140,077	\$ 2,019,374	\$ 1,935,306	\$ 1,639,844	\$ 1,785,920	\$ 1,767,681	\$ 1,661,222	\$ 1,747,462	\$ 1,748,887
Contributions as a Percentage of Covered-Employee Payroll	30.55%	33.69%	27.15%	29.26%	32.46%	29.47%	25.90%	26.97%	24.65%	24.54%

\* This schedule is presented to illustrate the requirement to show information for 10 years. However, until a 10-year trend is compiled, this presentation will include information for those years for which information is available.

**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2024**  
**(CONTINUED)**

4. **Post-Retirement Benefits**

Chapter 384 of Public Laws 1987 and Chapter 6 of Public Laws 1990 required PERS to fund post-retirement medical benefits for certain State and other retired employees meeting the service credit eligibility requirements. As of June 30, 2021, there were 158,913 retirees Statewide receiving post-retirement medical benefits. The cost of these benefits is funded through contributions by the State in accordance with P.L. 1994 c. 62. Funding of post-retirement medical premiums changed from a prefunding basis to a pay-as-you-go basis beginning in fiscal year 1994 with an additional contribution beginning in fiscal year 1996 which will increase the medical reserve by one half of 1% of the active State payroll.

5. **Long-Term Debt**

Summary of Statutory Debt Condition - Annual Debt Statement

The summarized statement of debt condition, which follows, is prepared in accordance with the required method of setting up the Annual Debt Statement and indicates a statutory net debt of 1.097%.

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
Local District School Debt	\$ 6,675,000	\$6,675,000	\$ - 0 -
General	<u>26,689,000</u>	<u>- 0 -</u>	<u>26,689,000</u>
	<u>\$33,364,000</u>	<u>\$6,675,000</u>	<u>\$26,689,000</u>

Equalized Valuation Basis:

2022	\$ 2,002,841,253
2023	2,419,521,706
2024	<u>2,873,054,269</u>
Average	\$ <u>2,431,805,756</u>

Net Debt \$26,689,000 divided by Equalized Valuation Basis per **N.J.S.** 40A:2-2 as Amended, \$2,431,805,756 =1.097%.

**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2024**  
**(CONTINUED)**

5. **Long-Term Debt** - Continued

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

3 1/2% of Equalized Valuation Basis (Municipal) \$ 85,113,201

Net Debt 26,689,000

Remaining Borrowing Power \$58,424,201

<u>Summary of Municipal Debt</u>	<u>Year 2024</u>	<u>Year 2023</u>	<u>Year 2022</u>
Issued:			
General:			
Bonds and Notes	\$24,689,000	\$17,618,000	\$17,690,000
Authorized but Not Issued:			
General:			
Bonds and Notes	<u>2,000,000</u>	<u>2,000,000</u>	<u>2,000,000</u>
Net of Bonds and Notes Issued and Authorized but Not Issued	<u>\$26,689,000</u>	<u>\$19,618,000</u>	<u>\$19,690,000</u>

The foregoing debt information is in agreement with the amended annual debt statement filed by the Chief Financial Officer.

6. **Fund Balance Appropriated**

Current Fund balance at December 31, 2024, which was appropriated and included as anticipated revenue in the introduced budget of its own respective fund for the year ending December 31, 2025 was \$4,250,000.

7. **Deferred Charges to be Raised in Succeeding Budgets**

Certain expenditures are required to be deferred to budgets of succeeding years. At December 31, 2024 there was no deferred charge on the operating balance sheet requiring an appropriations in the 2025 budget.

**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2024**  
**(CONTINUED)**

**8. Delinquent Taxes and Tax Title Liens**

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

December 31, Year		Amount of Tax Title Liens		Amount of Delinquent Taxes		Total Delinquent	Percentage of Tax Levy
2024	\$	666,625.74	\$	212,252.47	\$	878,878.21	2.28%
2023		644,937.26		171,388.37		816,325.63	2.74%
2022		708,761.85		263,949.62		972,711.47	2.55%

**9. School Taxes**

Regulations provide for the deferral of not more than 50% of the annual levy when school taxes are raised for a school year and have not been requisitioned by the school district. The maximum amount permitted to be deferred by Logan Township as of December 31, 2024, under those regulations, was \$7,545,760. The Township, in prior years, elected to defer school taxes and accumulation of such deferrals amounted to \$2,803,956. Local District Tax has been raised and liabilities deferred by statute, resulting in the school taxes payable set forth in the Current Fund liabilities as follows:

		December 31, 2023		December 31, 2024
Balance of Tax Deferred	\$	7,410,096.07	\$	7,545,865.07
		2,803,956.00		2,803,956.00
Tax Payable	\$	4,606,140.07	\$	4,741,909.07

**10. Comparison of Tax Levies and Collection Currently**

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

Year		Tax Levy		Currently Cash Collections	Percentage of Collection
2024	\$	38,575,136.43	\$	37,632,468.53	97.56%
2023		37,297,381.46		36,721,475.93	98.46%
2022		35,454,358.09		35,027,279.80	98.80%



**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2024**  
**(CONTINUED)**

**11. Taxes Collected in Advance**

Taxes collected in advance and amounts set forth as cash liabilities in the financial statements are as follows:

	Balance December 31, 2023	2024
Prepaid Taxes Collected	\$ 476,772.47	\$ 375,784.00

**12. Comparative Statement of Operations and Change in Fund Balance - Current Fund**

	<u>Year 2023</u>		<u>Year 2024</u>	
	<u>Amount</u>	<u>%</u>	<u>Amount</u>	<u>%</u>
<u>Revenue and Other Income Realized</u>				
Fund Balance Utilized	\$ 4,611,552.95	9.17%	\$ 4,395,182.85	8.47%
Miscellaneous from Other Than				
Local Property Tax Levies	8,317,831.54	16.51%	9,667,329.79	18.64%
Receipts from Delinquent Taxes	697,819.37	1.39%	170,940.21	0.33%
Collection of Current Tax Levy	36,721,475.93	72.93%	37,632,937.15	72.56%
 Total Income	 50,348,679.79	 100.00%	 51,866,390.00	 100.00%
 <u>Expenditures</u>				
Budget Expenditures:				
Municipal Purposes	17,282,021.94	37.38%	17,390,515.41	36.70%
County Taxes	13,609,887.56	29.43%	14,557,203.93	30.72%
Local School Taxes	14,819,981.00	32.05%	15,091,519.00	31.85%
Municipal Open Space Tax	181,709.00	0.39%	296,303.78	0.63%
Other	349,065.23	0.75%	45,156.98	0.10%
 Total Expenditures	 46,242,664.73	 100.00%	 47,380,699.10	 100.00%
 Excess in Revenue	 4,106,015.06		 4,485,690.90	
 Fund Balance, January 1	 9,508,078.40		 9,002,540.51	
	13,614,093.46		13,488,231.41	
 Less: Utilization as Anticipated Revenue	 4,611,552.95		 4,395,182.85	
 Fund Balance, December 31	 \$ 9,002,540.51		 \$ 9,093,048.56	

**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2024**  
**(CONTINUED)**

13. **Comparative Schedule of Tax Rate Information**

	<u>2024</u>	<u>2023</u>	<u>2022</u>
<u>Tax Rate:</u>	\$ 1.300	\$ 2.010	\$ 2.089

Apportionment of Tax Rate:

Municipal	\$ 0.289	\$ 0.456	\$ 0.457
County	0.434	0.643	0.669
County Library	0.030	0.045	0.046
Local School	0.509	0.816	0.867
Open Space	0.028	0.040	0.040
Local Open Space	0.010	0.010	0.010

Assessed Valuation:

<u>2024</u>	\$ 2,961,544,340
2023	1,815,851,040
2022	\$ 1,649,740,340

There was a Revaluation of Tax Assessments applied to the 2024 Tax Levy.

14. **Property Acquired by Tax Title Lien Liquidation**

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

<u>Year</u>	<u>Amount</u>
2024	\$ 347,633.56
2023	347,633.56
2022	347,633.56
2021	347,633.56
2020	347,633.56
2019	347,633.56

**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2024**  
**(CONTINUED)**

**15. Comparative Schedule of Fund Balance**

	<u>Year</u>	<u>Balance</u> <u>December 31</u>	<u>Utilized</u> <u>in Budget of</u> <u>Succeeding Year</u>
Current Fund	2024	\$ 9,093,048.56	\$ 4,250,000.00
	2023	9,002,540.51	4,395,182.85
	2022	9,508,078.40	4,611,552.95
	2021	9,782,216.20	4,915,678.00
	2020	5,830,019.18	3,150,000.00
	2019	7,018,054.71	2,661,329.96
	2018	4,395,663.50	2,661,329.96
	2017	5,155,554.57	2,661,329.96
	2016	2,963,033.73	2,138,000.00
	2015	3,725,470.98	2,950,000.00

**16. Risk Management**

The Township is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Township maintains insurance coverage for property, liability, and surety bonds.

**17. Deferred Compensation**

Employees of the Township of Logan may participate in a deferred compensation plan adopted under the provision of Internal Revenue Code Section 457 (Deferred Compensation Plans with Respect to Service for State and Local Governments).

The deferred compensation plan is available to all employees of the Township. Under the plan, employees may elect to defer a portion of their salaries and avoid paying taxes on the deferred portion until the withdrawal date. The deferred compensation amount is not available for withdrawal by employees until termination, retirement, death or unforeseeable emergency.

The deferred compensation plan is administered by an unrelated financial institution. Under the terms of the IRC Section 457 deferred compensation plan, all deferred compensation and income attributable to the investment of the deferred compensation amounts are held in trust for the exclusive benefit of participants and their beneficiaries and is not a part of the financial statements of the Township.

**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2024**  
**(CONTINUED)**

18. **Gloucester, Salem, Cumberland Counties Municipal Joint Insurance Fund**

The Township is a member of the Municipal Joint Insurance Fund and the Municipal Excess Liability Fund, which also includes other municipalities throughout the region. The Township is obligated to remit insurance premiums into these funds for sufficient insurance coverage. There is an unknown contingent liability with the Municipal Joint Insurance Fund if there is a catastrophic insurance claim for any member of the fund. The Township has a liability limit of \$10,000,000 under MEL.

19. **Interfund Balances**

As of December 31, 2024 there were Interfunds included on the balance sheets of the various funds of the Township, which were as follows:

Due From	Due To	Total
Current Fund	Grant Fund	\$ 1,346,265.84
Trust Other Fund	Current Fund	137,217.19
General Capital	Current Fund	656,386.38
Animal Control Fund	Current Fund	29.37
Current Fund	Municipal Open Space	428,612.78

20. **Accrued Sick and Vacation Benefits**

Employees of the Township are entitled to paid vacation and sick days depending on the policy in force and other factors. It is not practical to estimate the amount of future compensation arising from compensated absences and accordingly, no liability is required to be recorded in the accompanying financial statements as governed by state statute and directive of the Director of the Division of Local Government Services. The current policy of the Division of Local Government Services and the Township is to recognize the costs of compensated absences in the budget of the year paid. The estimated amount of uncompensated accumulated sick and vacation benefits as of December 31, 2024, is \$364,742.

**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2024**  
**(CONTINUED)**

**21. Leases**

The Township currently has open leases for six copy machines. The minimum lease payments are as follows:

<u>Year</u>		<u>Amount</u>
2025	\$	7,680.00
2026		7,680.00
2027		7,680.00
2028		7,680.00
2029		7,680.00
Total	\$	<u>38,400.00</u>

**22. Contingent Liabilities**

As per confirmation from the attorney, there is no litigation pending or unasserted possible claims or assessments against Logan Township.

**23. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)**

**General Information about the OPEB Plan**

State Health Benefit State Retired Employees Plan Pension and Other Postemployment Benefits (OPEB) Obligations in Fiscal Year 2023 the State funded the various defined benefit pension systems at 108 percent of the full actuarially determined contributions. Employer contributions to the pension plans are calculated per the requirements of the governing State statutes using generally accepted actuarial procedures and practices. The actuarial funding method used to determine the State's contribution is a matter of State law. Any change to the funding method requires the approval of the State Legislature and the Governor. The amount the State actually contributes to the pension plans may differ from the actuarially determined contributions of the pension plans because the State's contribution to the pension plans is subject to the appropriation of the State Legislature and actions by the Governor. GASB Statement No. 68, Accounting and Financial Reporting for Pensions, requires participating employers to recognize their proportionate share of the collective net pension liability. Under the new statement, the calculation of the pension liability was changed to a more conservative methodology and each employer was allocated a proportional share of the pension plans' net pension liability. The State's share of the net pension liability, based on a measurement date of June 30, 2021, which is required to be recorded on the financial statements, is \$75.1 billion. The Fiscal Year 2023 projected aggregate State contribution to the pension plans of \$6.8 billion represents 104 percent of the actuarially determined contribution. The State provides post-retirement medical (PRM) benefits for certain State and other retired employees meeting the service credit eligibility requirements. In Fiscal Year 2023, the State paid PRM benefits for 161,238 State and local retirees.

**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2024**  
**(CONTINUED)**

**23. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Continued)**

**General Information about the OPEB Plan (Continued)**

The State funds post-retirement medical benefits on a "pay-as-you-go" basis, which means that the State does not prefund, or otherwise establish a reserve or other pool of assets against the PRM expenses that the State may incur in future years. For Fiscal Year 2023, the State contributed \$1.9 billion to pay for "pay-as-you-go" PRM benefit costs incurred by covered populations, a slight increase from \$1.8 billion in Fiscal Year 2021. The State has appropriated \$2.1 billion in Fiscal Year 2023 as the State's contribution to fund increases in prescription drugs and medical claims costs. In accordance with the provisions of GASB Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions, the State is required to quantify and disclose its obligations to pay Other Postemployment Benefits (OPEB) to retired plan members. This new standard supersedes the previously issued guidance, GASB Statement No. 45, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions, effective for Fiscal Year 2018. The State is now required to accrue a liability in all instances where statutory language names the State as the legal obligor for benefit payments. The Fiscal Year 2023 State OPEB liability to provide these benefits is \$88.9 billion, a decrease of \$12.7 billion, or 12.5 percent from the \$101.6 billion liability recorded in Fiscal Year 2021. Additional information on Pensions and OPEB can be accessed on the Division of Pensions & Benefits Financial Reports webpage: <https://www.state.nj.us/treasury/pensions/financial-reports.shtml>.

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. The plan meets the definition of an equivalent arrangement as defined in paragraph 4 of GASB Statement No. 75, Accounting and Financial Reporting for the Postemployment Benefits Other Than Pensions (GASB Statement No. 75); therefore, assets are accumulated to pay associated benefits. For additional information about the Plan, please refer to the State of New Jersey (the State), Division of Pensions and Benefits' (the Division) Annual Comprehensive Financial Report (ACFR), 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 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.

**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2024**  
**(CONTINUED)**

**23. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Continued)**

**General Information about the OPEB Plan (Continued)**

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

**Special Funding Situation**

The Township is 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 Township does 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 Township related to this legislation. However, the notes to the financial statements of the Township must disclose the portion of the nonemployer contributing entities' total proportionate share of the collective net OPEB liability that is associated with the Township.

**Net OPEB Liability**

The State of New Jersey's net OPEB liability, as of the measurement date of June 30, 2023, was \$15,006,539,477. Of this amount, the total OPEB liability attributable to the Township was \$0.00. The State of New Jersey's proportionate share of the total OPEB liability is 100%, including the proportion attributable to the Township of 0.00000%. The total OPEB liability for the Township measured as of June 30, 2023 is zero as a result of the Special Funding Situation with the State of New Jersey.

The total OPEB liability as of June 30, 2023 was determined by an actuarial valuation as of June 30, 2022, which was rolled forward to June 30, 2023. The actuarial assumptions vary for each plan member depending on the pension plan the member is enrolled in. This actuarial valuation used an assumption of 2.50% inflation rate and salary increases based on years of service within the respective plan.

**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2024**  
**(CONTINUED)**

**23. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Continued)**

**Changes in the Total OPEB Liability**

State of New Jersey	<b>Total OPEB</b>
<b>Balance as of June 30, 2022 Measurement Date</b>	<b>\$ 16,149,595,478</b>
Changes for the year:	
Service cost	597,135,801
Interest	581,375,849
Changes of benefit terms	23,039,435
Differences between expected and actual	(2,123,324,632)
Changes in assumptions or other inputs	255,103,873
Contributions	(487,001,159)
Net Investment Income and Admin. Expense	10,614,830
<b>Net changes</b>	<b>(1,143,056,001)</b>
<b>Balance as of June 30, 2023 Measurement Date</b>	<b>\$ 15,006,539,477</b>

**Discount Rate**

The discount rate for June 30, 2024 was 3.65%. 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 Total Nonemployer OPEB Liability to changes in the discount rate:**

The following presents the total nonemployer OPEB liability as of June 30, 2023, respectively, calculated using the discount rate as disclosed above as well as what the total nonemployer 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:

	<b>June 30, 2023</b>		
	At 1.00% Decrease	At Discount Rate	At 1.00% Increase
	2.54%	3.54%	4.54%
\$	17,382,355,978	15,006,539,477	13,095,561,553



**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2024**  
**(CONTINUED)**

**23. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Continued)**

**Sensitivity of Total Nonemployer OPEB Liability to changes in the healthcare trend rate:**

The following presents the total nonemployer OPEB liability as of June 30, 2023, calculated using the healthcare trend rate as disclosed above as well as what the total nonemployer 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:

<b>June 30, 2023</b>			
		Healthcare Cost	
	1.00% Decrease	Trend Rate	1.00% Increase
\$	12,753,792,805	15,006,539,577	17,890,743,651

**24. Subsequent Events**

There were no material events between December 31, 2024 and June 10, 2025 affecting the financial status of the Township of Logan.

**End of Notes to Financial Statements**

## **SUPPLEMENTARY DATA**

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

FOR THE YEAR ENDED DECEMBER 31, 2024

TOWNSHIP OF LOGAN

GLOUCESTER

Grantor/ Program Title	GMIS Number	Award Amount	Grant Period		Balance December 31, 2023		Receipts or Revenue Recognized	Disbursements/ Expenditures	Balance December 31, 2024	
			From	To	Accounts Receivable	Reserve			Accounts Receivable	Reserve
Reserve for Coronavirus State and Local Fiscal Recovery Funds	NA	\$ 614,823.09	3/1/21	12/31/24		\$ 586,302.07				\$ 586,302.07
			Ref.			A-17				A-17

**SCHEDULE OF EXPENDITURES OF STATE AWARDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2024**  
**TOWNSHIP OF LOGAN**

**GLOUCESTER**

State Grantor/ Program Title	State GMIS Number	Grant Award Amount	Matching Share	Grant Period		Balance December 31, 2023		Receipts or Revenue Recognized	Disbursements/ Expenditures	Balance December 31, 2024	
				From	To	Accounts Receivable	Reserve			Accounts Receivable	Reserve
Department of Environmental Protection											
Clean Communities Grant	4900-765-042-	\$ 15,467.80		1/1/22	12/31/22	\$	\$ 4,673.24	\$	\$ 3,091.15	\$	\$ 1,582.09
Clean Communities Grant	4900-004-V42Y-6020	15,739.67		1/1/23	12/31/23		15,739.67				15,739.67
Reserve for Clean Communities		17,653.80		1/1/24	12/31/24			17,653.80			17,653.80
Solid Waste Administration											
Recycling Tonnage	NA	143,022.56		1/1/21	12/31/21		965.41		965.41		
Recycling Tonnage	NA	184,995.23		1/1/22	12/31/22		20,569.42		20,569.42		
Recycling Tonnage	NA	238,748.68		1/1/23	12/31/23		238,748.68		238,748.68		
Recycling Tonnage	NA	200,307.68		1/1/23	12/31/23		200,307.68		200,307.68		
Recycling Tonnage	NA	255,160.46		1/1/24	12/31/24			255,160.46	166,951.28		88,209.18
Department of Transportation											
N.J. Transportation Trust Fund Authority Act:	6320-480-60139-61										
Commerce Boulevard		88,808.49		2019	Closing		88,808.49				88,808.49
Township Line Road - IV		168,251.55		2023	Closing		14,155.19				14,155.19
Heron Drive		59,890.01		2024	Closing			59,890.01	59,890.01		
Heron Drive II		218,528.46		2023	Closing		8,091.89				8,091.89
Heron Drive III		131,880.97						131,880.97	131,880.97		
South Bridgeport Road		105,881.65						105,881.65	105,881.65		
Department of Law and Public Safety											
Drunk Driving Enforcement Fund	6400-100-78-	3,600.00		2018	Closing		2,160.26		229.25		1,931.01
Drunk Driving Enforcement Fund		398.50		2019	Closing		3,698.50				3,698.50
Click it or Ticket	NA	4,320.00		2021	Closing		4,320.00				4,320.00
Click it or Ticket	NA	2,400.00		2022	Closing		2,400.00				2,400.00
Click it or Ticket	NA	4,760.00		2024	Closing			4,760.00			4,760.00
Alcohol Education and Rehabilitation Fund	NA	809.45		2013	Closing		59.45				59.45
Alcohol Education and Rehabilitation Fund	NA	738.85		2014	Closing		738.85				738.85
Alcohol Education and Rehabilitation Fund	NA	1,417.33		2015	Closing		1,417.33				1,417.33
Alcohol Education and Rehabilitation Fund	NA	250.06		2021	Closing		250.06				250.06
Body Armor Replacement Fund	NA	1,850.42		2024	Closing			5,057.55	2,968.00		2,089.55
Body Armor Replacement Fund	NA	1,335.20		2024	Closing			697.20			697.20
						\$	\$ 607,104.12	\$	580,981.64	\$	931,483.50
										\$	256,602.26
							A	A-17	A-17		A

Note:

The amount shown as expenditures for the Clean Communities, Recycling Tonnage, N.J. Transportation Trust Fund Authority Act, Drunk Driving Enforcement Fund, Alcohol Education, Click it or Ticket and Rehabilitation Fund, and Body Armor Replacement Fund on this schedule versus Exhibit A-3 is different because Exhibit A-3 appropriated the entire grant amount from the current fund operating budget into the federal and state grant fund.

**TOWNSHIP OF LOGAN**  
**FOR THE YEAR ENDED DECEMBER 31, 2024**  
**SCHEDULE OF CASH AND RECONCILIATION PER N.J.S 40A:5-5**

	Current Fund	Animal Control Fund	Other Trust Fund	Payroll Fund	General Capital Fund
Balance, December 31, 2024	\$ 17,542,145.66	\$ 1,639.19	\$ 24,308,302.02	\$ 45,031.48	\$ 286,359.88
Increased by Receipts:					
Cash Receipts Record	52,389,326.64	4,764.20	597,331.77	3,864,784.59	160,617.00
	69,931,472.30	6,403.39	24,905,633.79	3,909,816.07	446,976.88
Decreased by Disbursements:					
Cash Disbursements Record	53,318,228.47	1,275.51	485,208.38	3,795,366.13	342,588.24
Balance, April 30, 2025	\$ 16,613,243.83	\$ 5,127.88	\$ 24,420,425.41	\$ 114,449.94	\$ 104,388.64
Balance on Deposit per Certification of:					
Fulton Bank	\$ 17,972,750.11	\$ 4,704.00	\$ 24,173,416.38	\$ 159,295.80	\$ 103,001.30
Add: Deposits in Transit		423.88	249,443.98		1,971,636.06
Less: Outstanding Checks	1,359,506.28		2,434.95	44,845.86	1,970,248.72
Balance, April 30, 2025	\$ 16,613,243.83	\$ 5,127.88	\$ 24,420,425.41	\$ 114,449.94	\$ 104,388.64

**CURRENT FUND****SCHEDULE OF CASH - CHIEF FINANCIAL OFFICER**

	<u>Ref.</u>		
Balance, December 31, 2023	A	\$	18,259,953.60
Increased by Receipts			
Tax Collector	A-5	\$	37,759,524.21
Interfunds	A-6		1,031,724.23
State of New Jersey - Veteran and Senior Citizen Deductions	A-7		42,000.00
Revenue Accounts Receivable	A-11		7,902,301.42
State Share of Construction Fees	A-13		314,706.00
State Share of Marriage License Fees	A-13		650.00
Reserve for Sale of Municipal Assets	A-15		30,001.00
Premium on Issuance of BANS	A		189,782.19
			<hr/>
			47,270,689.05
			<hr/>
			65,530,642.65
Decreased by Disbursements			
2024 Budget Appropriations	A-3		16,066,591.28
2023 Appropriation Reserves	A-14		76,443.38
Interfunds	A-6		1,540,689.32
Amount Paid to State of New Jersey - Fees	A-13		191,674.00
Encumbrances Payable - Current Fund	A-16		291,288.24
Refund for Tax Overpayments	A-20		9,795.86
County Taxes Payable	A-21		14,527,772.81
Amount Due County for Added and Omitted Taxes	A-22		413,030.22
Local District School Taxes	A-23		14,955,750.00
			<hr/>
			48,073,035.11
			<hr/>
Balance, December 31, 2024	A	\$	<u><u>17,457,607.54</u></u>

**CURRENT FUND****SCHEDULE OF CASH - COLLECTOR**

	<u>Ref.</u>		
Balance, December 31, 2023	A	\$	111,275.19
Increased by:			
Taxes Receivable	A-8	\$	37,275,740.18
Taxes Title Liens Receivable	A-9		9,349.02
Revenue Accounts Receivable	A-11		71,708.94
Prepayment of 2025 Taxes	A-19		375,784.00
			<u>37,732,582.14</u>
			37,843,857.33
Decreased by:			
Amount Transferred to Chief Financial Officer	A-4		<u>37,759,524.21</u>
Balance, December 31, 2024	A	\$	<u><u>84,333.12</u></u>

**CURRENT FUND**  
**SCHEDULE OF INTERFUNDS RECEIVABLE/PAYABLE**

	Ref.	Total	Animal Control	Federal and State Grant Fund	Payroll Fund	Trust Other Fund	Municipal Open Space	General Capital Fund
Balance, December 31, 2023	A	\$ (1,185,803.39)	\$ 29.37	\$ (1,513,770.17)	\$ 370,560.41	\$ 161,020.79	\$ (428,612.78)	\$ 224,968.99
Increased by								
Payment	A-4	296,303.78					296,303.78	
Due from General Capital Fund	A-4	551,910.94						551,910.94
State Grant Expenditures	A-4,17	692,474.60		692,474.60				
		<u>354,885.93</u>	<u>29.37</u>	<u>(821,295.57)</u>	<u>370,560.41</u>	<u>161,020.79</u>	<u>(132,309.00)</u>	<u>776,879.93</u>
Decreased by								
Due to Municipal Open Space Fund	A-1,2	296,303.78					296,303.78	
Due to Trust Other	A-1; B-5	8,103.30				8,103.30		
Trust Other Payments	A-4	15,700.00				15,700.00		
Due to General Capital Fund	A-4	120,493.55						120,493.55
Due to Payroll Deductions Payable	A-4	370,560.41			370,560.41			
State Grant Funds Deposited in Current Fund:								
Grant Funds Receivable	A-4,12	260,617.66		260,617.66				
Unappropriated Grant Reserves	A-4,18	264,352.61		264,352.61				
		<u>1,336,131.31</u>		<u>524,970.27</u>	<u>370,560.41</u>	<u>23,803.30</u>	<u>296,303.78</u>	<u>120,493.5500</u>
Balance, December 31, 2024	A	\$ <u>(981,245.38)</u>	\$ <u>29.37</u>	\$ <u>(1,346,265.84)</u>	\$ <u></u>	\$ <u>137,217.49</u>	\$ <u>(428,612.78)</u>	\$ <u>656,386.38</u>
Interfunds Receivable		\$ 793,633.24						
Interfunds Payable		<u>(1,774,878.62)</u>						
		\$ <u>(981,245.38)</u>						



**CURRENT FUND****SCHEDULE OF DUE TO STATE OF NEW JERSEY - SENIOR CITIZENS****AND VETERANS DEDUCTIONS PER CH. 20 P.L. 1971**

	<u>Ref.</u>		
Balance, December 31, 2023	A	\$	945.76
Increased by:			
Collection	A-4		42,000.00
			<u>42,945.76</u>
Decreased by:			
Senior Citizens' Deductions per Tax Billing		\$	11,000.00
Veterans' Deductions per Tax Billing			30,000.00
			<u>41,000.00</u>
Less: 2023 Deductions by Tax Collector:			
Allowed:			
Veteran			1,000.00
Senior			250.00
	A-8		<u>42,250.00</u>
Balance, December 31, 2024	A	\$	<u><u>695.76</u></u>

**CURRENT FUND****SCHEDULE OF TAXES RECEIVABLE AND ANALYSIS OF PROPERTY TAX LEVY**

Year	Balance December 31, 2023	2024 Levy	2023	2024	State Share of Senior Citizens and Veterans Deductions	Transferred to Overpayments	Cancellations and Adjustments	Transferred to Tax Title Liens	Balance December 31, 2024
2020	\$ 4,080.00	\$	\$	\$ 996.93	\$	\$	\$	\$	\$ 3,083.07
2021	5,412.50			1,266.28					4,146.22
2022	3,964.38	1,444.19		1,678.50					3,730.07
2023	157,931.49	1,885.53		158,352.41		234.31	1,650.04		48.88
	171,388.37	3,329.72		162,294.12		234.31	1,650.04		11,008.24 *
2024		38,575,136.43	476,772.47	37,113,446.06	42,250.00		710,386.17	31,037.50	201,244.23
	\$ 171,388.37	\$ 38,578,466.15	\$ 476,772.47	\$ 37,275,740.18	\$ 42,250.00	\$ 234.31	\$ 712,036.21	\$ 31,037.50	\$ 212,252.47
Ref.	A		A-1,2,19	A-1,2,5	A-1,2,7	A-20		A-9	A

\*Represents arrears under bankruptcy

**ANALYSIS OF 2024 PROPERTY TAX LEVY****Tax Yield**

General Purpose	\$ 38,203,772.65
Municipal Open Space Tax	296,303.78
Added and Omitted Taxes (54:5-63 et seq.)	75,060.00
A-8	<u>\$ 38,575,136.43</u>

**Tax Levy**

Local District School Tax	A-1,2,23	\$ 15,091,519.00
County Tax	A-21	\$ 12,825,052.26
County Library Tax	A-21	860,816.31
County Open Space Preservation	A-21	841,904.24
Amount Due for Added, Omitted and Rollback Taxes	A-22	29,431.12
Total County Taxes	A-1,2	14,557,203.93
Municipal Open Space Tax	A-1,2	296,303.78
Local Tax for Municipal Purposes	A-2	8,574,779.10
Add Additional Tax Levied		55,330.62
Local Tax for Municipal Purposes Levied		<u>8,630,109.72</u>
A-8		<u>\$ 38,575,136.43</u>

**CURRENT FUND**

**SCHEDULE OF TAX TITLE LIENS**

	<u>Ref.</u>	
Balance, December 31, 2023	A	\$ 644,937.26
Increased by:		
Transfer from Taxes Receivable	A-8	31,037.50
		<u>675,974.76</u>
Decreased by:		
Collections	A-5	9,349.02
Balance, December 31, 2024	A	\$ <u>666,625.74</u>

**CURRENT FUND**

**SCHEDULE OF PROPERTY ACQUIRED FOR TAXES**

**ASSESSED VALUATION**

	<u>Ref.</u>	
Balance, December 31, 2024 and 2023	A	\$ <u>347,633.56</u>

**CURRENT FUND**  
**SCHEDULE OF REVENUE ACCOUNTS RECEIVABLE**

<u>Anticipated Revenue:</u>	Ref.	Balance December 31, 2023	Accrued in 2024	Collected by		Balance December 31, 2024
				Collector	Chief Financial Officer	
Township Clerk:						
Licenses:						
Alcoholic Beverages	A-2	\$	\$ 10,120.00	\$	\$ 10,120.00	\$
Municipal Court:						
Fines and Costs	A-2	6,154.86	122,070.48		120,437.31	7,788.03
Interest and Costs on Taxes	A-2		71,708.94	71,708.94		
Interest on Investments	A-2(2)		764,204.04		764,204.04	
Energy Receipts Tax	A-2		500,406.52		500,406.52	
Construction Code Official:						
Fees and Permits	A-2		2,374,573.00		2,374,573.00	
Interlocal Trash Agreement - East Greenwich Township	A-2	40,975.68	511,034.94		552,010.62	
Interlocal Trash Agreement - Borough of Elk	A-2	19,427.99	236,952.56		236,630.55	19,750.00
Interlocal Trash Agreement - Harrison Township	A-2	46,155.11	556,239.51		602,394.62	
Interlocal Trash Agreement - Quinton	A-2		270,536.04		202,902.03	67,634.01
Interlocal Trash Agreement -South Harrison	A-2		186,567.03		186,567.03	
Interlocal Trash Agreement - Swedesboro	A-2	12,011.64	144,472.01		156,483.65	
Interlocal Trash Agreement - Borough of Wenonah	A-2	9,884.62	118,738.94		128,623.56	
Interlocal Trash Agreement -Woodbury Heights	A-2		173,645.75		173,645.75	
Interlocal Trash Agreement - Borough of Woodstown	A-2	12,320.76	147,687.09		135,341.19	24,666.66
Interlocal Trash Agreement -Township of Woolwich	A-2	55,473.06	707,137.18		762,610.24	
Uniform Fire Safety Act Fees	A-2		310,526.17		310,526.17	
Soil Safe Revenue	A-2		123,254.04		123,254.04	
Hotel Fee Revenue	A-2		342,197.79		342,197.79	
Total Anticipated Revenue	A-2	\$ 202,403.72	\$ 7,672,072.03	\$ 71,708.94	\$ 7,682,928.11	\$ 119,838.70

CURRENT FUNDSCHEDULE OF REVENUE ACCOUNTS RECEIVABLE

	Ref.	Balance December 31, 2023	Accrued in 2024	Collected by		Balance December 31, 2024
				Collector	Chief Financial Officer	
Miscellaneous Revenue Not Anticipated						
Other Clerk Licenses		\$	\$ 1,540.00	\$	\$ 1,540.00	\$
Rental Registration			10,205.00		10,205.00	
Metal Reimbursement			3,131.10		3,131.10	
OPRA Requests			1,494.82		1,494.82	
Registrar			753.00		753.00	
Planning Board			9,750.00		9,750.00	
Vacant Property Registration			30,525.00		30,525.00	
Property Lists			600.00		600.00	
Other Fees and Permits			230.00		230.00	
Other Miscellaneous			5,456.17		5,456.17	
Senior Citizen and Veterans Admin. Fee			840.00		840.00	
Community Garden			80.00		80.00	
NJMV Fines			860.25		860.25	
Fire Recovery Revenue			12,238.32		12,238.32	
Right of Way			29,576.13		29,576.13	
Indirect Cost Reimbursements			60,000.00		60,000.00	
Refunds			6,251.27		6,251.27	
County of Gloucester EMS Fuel			21,609.00			21,609.00
Premium Transfer			4,000.00		4,000.00	
Parks Trust Reimbursements			10,000.00		10,000.00	
Trash Carts			1,800.00		1,800.00	
Youth Closeout			1,224.81		1,224.81	
Police Permit Fees			6,620.00		6,620.00	
Foreclosures			2,000.00		2,000.00	
Zoning Board			20,197.44		20,197.44	
Total Unanticipated	A-2		240,982.31		219,373.31	
Total		\$ 202,403.72	\$ 7,913,054.34	\$ 71,708.94	\$ 7,902,301.42	\$ 119,838.70
	Ref.	A		A-5	A-4	A

**FEDERAL AND STATE GRANT FUND**  
**SCHEDULE OF STATE GRANTS RECEIVABLE**

	Balance December 31, 2023	2024 Grants	Receipts	Balance December 31, 2024
<u>Federal Grants</u>	\$	\$	\$	\$
<u>State Grants</u>				
Reserve for Recycling Tonnage Grant		255,160.46	255,160.46	
Body Armor Fund		697.20	697.20	
Click It or Ticket		4,760.00	4,760.00	
		260,617.66	260,617.66	
	\$	\$ 260,617.66	\$ 260,617.66	\$
<u>Ref.</u>		A-2	A-6	

**CURRENT FUND****SCHEDULE OF AMOUNT DUE TO STATE OF NEW JERSEY**

	Ref.	Total	Construction Code Surcharge Fees	Marriage License Fees
Balance, December 31, 2023	A	\$ 81,299.00	\$ 81,299.00	\$
Increased by:				
State Share of License Fees				
Training Fees for New Construction	A-4	314,706.00	314,706.00	
Marriage License Fees	A-4	650.00		650.00
		396,655.00	396,005.00	650.00
Decreased by:				
Disbursements	A-4	191,674.00	191,149.00	525.00
Balance, December 31, 2024	A	\$ 204,981.00	\$ 204,856.00	\$ 125.00

## EXHIBIT A-14

**CURRENT FUND****SCHEDULE OF 2023 APPROPRIATION RESERVES**

<u>Appropriation</u>	Balance December 31, 2023	Balance After Transfers	Paid or Charged	Balance Lapsed
Salaries and Wages:				
Prosecutor	\$ 3,300.00	\$ 3,300.00	\$ 2,500.00	\$ 800.00
Buildings & Grounds	193,798.68	193,798.68	71,000.00	122,798.68
Animal Control Services	2,000.00	2,000.00	2,000.00	
Other Expenses:				
General Administrator	12,469.36	12,469.36		12,469.36
Municipal Clerk	12,909.57	12,909.57	560.79	12,348.78
Financial Administration	1,230.20	1,230.20	929.75	300.45
Revenue Administration (Tax Collection)	2,365.75	2,365.75	492.78	1,872.97
Engineering Services	13,622.51	13,622.51	13,433.75	188.76
Construction Code	80,176.69	80,176.69		80,176.69
Insurance	407,751.29	407,751.29	9,661.10	398,090.19
Police	33,663.23	33,663.23	5,550.21	28,113.02
Logan Fire Company	3,206.63	3,206.63	(9,085.87)	12,292.50
Fire Official & Services	344.66	344.66	(8,104.93)	8,449.59
Streets and Road Maintenance	1,213.91	1,213.91	(20,512.02)	21,725.93
Recycling & Sanitation	7,324.05	7,324.05		7,324.05
Buildings and Grounds	3,930.47	3,930.47		3,930.47
Vehicle Maintenance	8,108.48	8,108.48		8,108.48
Environmental Health	1,581.12	1,581.12	(7.38)	1,588.50
Dog Regulation	12.75	12.75	12.75	
Recreation Services	3,967.47	3,967.47		3,967.47
Senior Citizen	2,348.95	2,348.95	1,209.73	1,139.22
Utilities	198,189.32	198,189.32	6,012.91	192,176.41
Social Security System (O.A.S.I.)	1,996.89	1,996.89	581.55	1,415.34
Storm Water Management	7,650.00	7,650.00		7,650.00
Municipal Court	5,737.68	5,737.68	208.26	5,529.42
Other Accounts No Changes	21,143.33	21,143.33		21,143.33
	\$ 1,030,042.99	\$ 1,030,042.99	\$ 76,443.38	\$ 953,599.61
Ref.	A		A-4	A-1

**CURRENT FUND****SCHEDULE OF RESERVE FOR SALE OF MUNICIPAL ASSETS**

	<u>Ref.</u>	
Balance, December 31, 2023	A	\$ 333,226.04
Increased by:		
Receipts	A-4	30,001.00
Balance, December 31, 2024	A	<u>\$ 363,227.04</u>

EXHIBIT A-16**CURRENT FUND****SCHEDULE OF ENCUMBRANCES PAYABLE**

	<u>Ref.</u>	
Balance, December 31, 2023	A	\$ 291,288.24
Increased by:		
Charges to 2024 Budget	A-3	397,699.63
		<u>688,987.87</u>
Decreased by:		
Payment	A-4	291,288.24
Balance, December 31, 2024	A	<u>\$ 397,699.63</u>



**FEDERAL AND STATE GRANT FUNDS****SCHEDULE OF RESERVES FOR STATE GRANTS - APPROPRIATED**

Grant Period	Grant	Balance December 31, 2023	Transferred from 2024 Budget Appropriation	Expended by Current Fund	Balance December 31, 2024
<b>Federal:</b>					
2021	Reserve for Coronavirus State and Local Fiscal Recovery Funds	\$ 586,302.07	\$	\$	\$ 586,302.07
<b>State:</b>					
2022	Clean Communities Program	4,673.24		3,091.15	1,582.09
2023	Clean Communities Program	15,739.67			15,739.67
2024	Reserve for Clean Communities Program		17,653.80		17,653.80
2021	Reserve for Recycling Tonnage Grant	965.41		965.41	
2022	Reserve for Recycling Tonnage Grant	20,569.42		20,569.42	
2023	Recycling Tonnage Grant	238,748.68		238,748.68	
2023	Recycling Tonnage Grant	200,307.68		200,307.68	
2024	Recycling Tonnage Grant		255,160.46	166,951.28	88,209.18
2024	Body Armor Grant		697.20		697.20
2024	Reserve for Body Armor Fund		5,057.55	2,968.00	2,089.55
Department of Transportation:					
2019	Commerce Boulevard	88,808.49			88,808.49
2023	Township Line Road - IV	14,155.19			14,155.19
2023	Heron Drive Phase II	8,091.89			8,091.89
2024	Reserve for Heron Drive Phase III		59,890.01	59,890.01	
2024	Reserve for South Bridgeport Road		131,880.97	131,880.97	
2024	Reserve for Sharptown Road		105,881.65	105,881.65	
2018	Drunk Driving Enforcement Fund	2,160.26		229.25	1,931.01
2019	Drunk Driving Enforcement Fund	3,698.50			3,698.50
2021	Click it or Ticket	4,320.00			4,320.00
2022	Click it or Ticket	2,400.00			2,400.00
2024	Click it or Ticket		4,760.00		4,760.00
2013	Alcohol Education and Rehabilitation Fund	59.45			59.45
2014	Alcohol Education and Rehabilitation Fund	738.85			738.85
2015	Alcohol Education and Rehabilitation Fund	1,417.33			1,417.33
2021	Alcohol Education and Rehabilitation Fund	250.06			250.06
Total Public and Private Programs Offset by Revenues		607,104.12	580,981.64	931,483.50	256,602.26
		\$ 1,193,406.19	\$ 580,981.64	\$ 931,483.50	\$ 842,904.33
	Ref. A		A-3		A
	Cash Disbursements			\$ 692,474.60	
	Encumbrances Payable			239,008.90	
				\$ 931,483.50	

EXHIBIT A-18

**FEDERAL AND STATE GRANT FUNDS****SCHEDULE OF RESERVES FOR STATE GRANTS - UNAPPROPRIATED**

Grant Period	Grant	Balance December 31, 2023	Anticipated 2024 Budget	2024 Receipts	Balance December 31, 2024
2022	Reserve for NJ Transportation Trust:				
2023	Herron Drive	\$ 59,890.01	\$ 59,890.01	\$	\$
2023	South Bridgeport Road	131,880.97	131,880.97		
2023	Sharptown Road	105,881.65	105,881.65		
2024	Township Line Road			70,537.35	70,537.35
2024	Reserve for Municipal Aid			75,851.63	75,851.63
2023	Reserve for Clean Communities Program	17,653.80	17,653.80		
2024	Reserve for Clean Communities Program			20,051.34	20,051.34
2023	Reserve for Body Armor	5,057.55	5,057.55		
2024	Reserve for Body Armor			2,312.29	2,312.29
2024	Reserve for Recreational Grant			75,000.00	75,000.00
2024	Reserve for Stormwater Grant			15,000.00	15,000.00
2024	Reserve for Click it or Ticket			5,600.00	5,600.00
		\$ 320,363.98	\$ 320,363.98	\$ 264,352.61	\$ 264,352.61
	Ref. A		A-2	A-6	A

**CURRENT FUND**  
**SCHEDULE OF PREPAID TAXES**

	<u>Ref.</u>	
Balance, December 31, 2023	A	\$ 476,772.47
Increased by		
Collection of 2025 Taxes	A-5	375,784.00
		<u>852,556.47</u>
Decreased by		
Application to 2024 Taxes Receivable	A-8	476,772.47
Balance, December 31, 2024	A	\$ <u>375,784.00</u>

**CURRENT FUND**  
**SCHEDULE OF TAX OVERPAYMENTS**

	<u>Ref.</u>	
Balance, December 31, 2023	A	\$ 35,027.36
Increased by:		
Overpayments in 2024	A-8	234.31
		<u>35,261.67</u>
Decreased by:		
Refunds	A-4	9,795.86
Balance, December 31, 2024	A	\$ <u>25,465.81</u>

**CURRENT FUND**  
**SCHEDULE OF COUNTY TAXES PAYABLE**

	<u>Ref.</u>		
Balance, December 31, 2023	A		\$
2024 Tax Levy			
County Tax	A-8	\$ 12,825,052.26	
County Library Tax	A-8	860,816.31	
County Open Space Preservation	A-8	841,904.24	
	A-1,2	<u>14,527,772.81</u>	
			<u>14,527,772.81</u>
Decreased by			
Payments	A-4		<u>14,527,772.81</u>
Balance, December 31, 2024	A		\$ <u><u>-</u></u>

**CURRENT FUND**  
**SCHEDULE OF AMOUNT DUE COUNTY FOR ADDED TAXES**

	<u>Ref.</u>		
Balance, December 31, 2023	A		\$ 413,030.22
Increased by			
County Share of:			
Added Taxes (R.S. 64:4-63.1 et seq.):			
2024	A-1,2,8	<u>29,431.12</u>	
			442,461.34
Decreased by			
Payments	A-4		<u>413,030.22</u>
Balance, December 31, 2024	A		\$ <u><u>29,431.12</u></u>

**CURRENT FUND**  
**SCHEDULE OF LOCAL DISTRICT SCHOOL TAX**

	<u>Ref.</u>		
Balance, December 31, 2023			
School Tax Payable	A	\$ 4,606,140.07	
School Tax Deferred		2,803,956.00	
		<hr/>	
			\$ 7,410,096.07
Increased by			
Levy - School Year July 1, 2024 to			
June 30, 2025	A-2,8		15,091,519.00
			<hr/>
			22,501,615.07
Decreased by			
Payments	A-4		14,955,750.00
			<hr/>
Balance, December 31, 2024			
School Tax Payable	A	4,741,909.07	
School Tax Deferred		2,803,956.00	
		<hr/>	
			\$ 7,545,865.07
			<hr/>
2024 Liability for Local District Tax:			
Tax Paid		\$ 14,955,750.00	
Tax Payable December 31, 2024		4,741,909.07	
		<hr/>	
			\$ 19,697,659.07
Less Tax Payable December 31, 2023			4,606,140.07
			<hr/>
Amount Charged to 2024 Operations	A-1		\$ 15,091,519.00
			<hr/>

**TRUST FUND**  
**SCHEDULE OF CASH - CHIEF FINANCIAL OFFICER**

	Ref.	Animal Control Fund	Other Trust Fund	Municipal Open Space Trust Fund
Balance, December 31, 2023	B	\$ 786.98	\$ 19,379,853.21	\$ 421,412.43
Increased by Receipts				
Municipal Dog License Fees	B-4	6,076.80		
Amount Due to Current Fund	B-5			
Open Space	B-6			296,303.78
Utility Escrow Deposits	B-7		19,950.00	
Unemployment	B-8		5,000.00	
Reserve for Developers' Escrow Fund	B-9		1,073,608.30	
Tax Title Lien Redemption	B-12		84,227.17	
Tax Sale Premium	B-13		19,000.00	
Canine Unit	B-15		1,553.98	
Fire Penalty Fees	B-17		3,174.00	
COAH Fees	B-18		5,151,714.92	
Reserve for Payroll Deductions Payable	B-19		8,303,563.73	
		<u>6,863.78</u>	<u>34,041,645.31</u>	<u>717,716.21</u>
Decreased by Disbursements				
State Dog License Fees	B-2	1,254.00		
Expenditures Made Under R. S. 4:19-15.11	B-4	3,970.59		
Amount Due from Current Fund-Trust Other	B-5		15,700.00	
Amount Due from Current Fund-Payroll	B-20		370,560.41	
Municipal Open Space Tax	B-6,11			112,629.66
Utility Escrow Deposits	B-7		39,450.00	
Reserve for Unemployment	B-8		10,688.26	
Reserve for Developers' Escrow Deposits	B-9		1,422,587.52	
Tax Title Lien Redemptions	B-12		83,660.14	
Tax Sale Premium	B-13		34,300.00	
Reserve for Payroll Deductions Payable	B-19		8,316,202.03	
		<u>5,224.59</u>	<u>10,293,148.36</u>	<u>112,629.66</u>
Balance, December 31, 2024	B	\$ <u>1,639.19</u>	\$ <u>23,748,496.95</u>	\$ <u>605,086.55</u>

**TRUST FUND****SCHEDULE OF AMOUNT DUE TO STATE OF NEW JERSEY****ANIMAL CONTROL FUND**

	<u>Ref.</u>	
Balance, December 31, 2023	B	\$ 7.20
Increased by:		
Collection of State License Fees	B-4	1,252.80
		<u>1,260.00</u>
Decreased by:		
Payments	B-1	1,254.00
		<u>1,254.00</u>
Balance, December 31, 2024	B	\$ <u><u>6.00</u></u>

**TRUST FUND****SCHEDULE OF AMOUNT DUE TO CURRENT FUND****ANIMAL CONTROL FUND**

	<u>Ref.</u>	
Balance, December 31, 2023	B	\$ 29.37
Decreased by:		
Payments to Current Fund		
		<u>          </u>
Balance, December 31, 2024	B	\$ <u><u>29.37</u></u>

**ANIMAL CONTROL FUND**

**SCHEDULE OF RESERVE FOR ANIMAL CONTROL FUND EXPENDITURES**

	<u>Ref.</u>		
Balance, December 31, 2023	B	\$	750.41
Increased by:			
Dog License Fees Collected	B-1		<u>6,076.80</u>
			6,827.21
Decreased by:			
Expenditures Under R. S. 4:19-5.11:			
Cash	B-1	\$	3,970.59
Due NJ Dept. of Health	B-2		<u>1,252.80</u>
			5,223.39
Balance, December 31, 2024	B	\$	<u><u>1,603.82</u></u>

**LICENSE FEES COLLECTED**

<u>Year</u>	<u>Amount</u>
2022	\$ 5,514.00
2023	<u>6,087.80</u>
	<u><u>\$ 11,601.80</u></u>

**TRUST OTHER FUND****SCHEDULE OF AMOUNT DUE TO CURRENT FUND****TRUST OTHER FUND**

	<u>Ref.</u>		
Balance, December 31, 2023	B	\$	161,020.79
Decreased by:			
Payment:			
Tax Premium	B-1	\$	5,700.00
Parks Trust	B-1		10,000.00
Due from Current Fund:			
Tax Title Lien Payable	B-12		1.40
Tax Premium	B-13		8,100.00
Forfeiture Account	B-16		1.90
			<u>23,803.30</u>
Balance, December 31, 2024	B	\$	<u><u>137,217.49</u></u>

EXHIBIT B-6**MUNICIPAL OPEN SPACE TRUST FUND****SCHEDULE OF RESERVE FOR MUNICIPAL OPEN SPACE PRESERVATION**

	<u>Ref.</u>		
Balance, December 31, 2023	B	\$	850,025.21
Increased by:			
2024 Tax Levy	B-10		<u>296,303.78</u>
			1,146,328.99
Decreased by:			
Payments	B-1	\$	112,629.66
Encumbrance Payable	B-11		20,425.59
Due to General Capital Fund	B		<u>600,000.00</u>
			<u>733,055.25</u>
Balance, December 31, 2024	B	\$	<u><u>413,273.74</u></u>



**TRUST OTHER FUND**  
**SCHEDULE OF RESERVE FOR UTILITY ESCROW DEPOSITS**

	<u>Ref.</u>	
Balance, December 31, 2023	B	\$ 167,736.15
Increased by:		
Utility Deposits	B-1	19,950.00
		<u>187,686.15</u>
Decreased by:		
Disbursements	B-1	\$ 39,450.00
Encumbrance Payable	B-11	7,400.00
		<u>46,850.00</u>
Balance, December 31, 2024	B	<u><u>\$ 140,836.15</u></u>

EXHIBIT B-8

**TRUST OTHER FUND**  
**SCHEDULE OF RESERVE FOR UNEMPLOYMENT**  
**COMPENSATION INSURANCE TRUST FUND**

	<u>Ref.</u>	
Balance, December 31, 2023	B	\$ 8,023.72
Increased by:		
Deposits	B-1	5,000.00
		<u>13,023.72</u>
Decreased by:		
Disbursements	B-1	10,688.26
Balance, December 31, 2024	B	<u><u>\$ 2,335.46</u></u>

**TRUST OTHER FUND****SCHEDULE OF RESERVE FOR INSPECTION ESCROW AND SITE PLAN DEPOSITS**

	<u>Ref.</u>	
Balance, December 31, 2023	B	\$ 7,012,764.93
Increased by:		
Deposits	B-1	<u>1,073,608.30</u>
		8,086,373.23
Decreased by:		
Payments	B-1	<u>1,422,587.52</u>
Balance, December 31, 2024	B	<u><u>\$ 6,663,785.71</u></u>

**MUNICIPAL OPEN SPACE TRUST FUND**  
**SCHEDULE OF AMOUNT DUE FROM CURRENT FUND**

	<u>Ref.</u>	
Balance, December 31, 2023	B	\$ 428,612.78
Increased by:		
2024 Tax Levy	B-6	<u>296,303.78</u>
		724,916.56
Decreased by:		
Receipts	B-1	<u>296,303.78</u>
Balance, December 31, 2024	B	<u><u>\$ 428,612.78</u></u>

**TRUST OTHER FUND**  
**SCHEDULE OF ENCUMBRANCES PAYABLE**

	<u>Ref.</u>		
Balance, December 31, 2023	B	\$	-
Increased by:			
Forfeiture Account	B-16	\$	15,139.16
Utility Escrow Deposits	B-7		7,400.00
Open Space Preservation	B-6		20,425.59
			<u>42,964.75</u>
Balance, December 31, 2024	B	\$	<u>42,964.75</u>

**TRUST OTHER FUND**  
**SCHEDULE OF TAX TITLE LIEN REDEMPTIONS PAYABLE**

	<u>Ref.</u>		
Balance, December 31, 2023	B	\$	8,780.59
Increased by:			
Receipt	B-1	\$	84,227.17
Due to Current Fund	B-5		1.40
			<u>84,228.57</u>
			93,009.16
Decreased by:			
Disbursements	B-1		83,660.14
Balance, December 31, 2024	B	\$	<u>9,349.02</u>

**Analysis of Balance:**

<u>Year</u>	<u>Block</u>	<u>Lot</u>	<u>Amount</u>	
2022	1603	14	\$ 562.97	
2023	1603	14	8,786.05	
			<u>9,349.02</u>	\$ <u>9,349.02</u>

**TRUST OTHER FUND****SCHEDULE OF PREMIUMS RECEIVED AT TAX SALE**

Balance, December 31, 2023	B	\$	47,000.00
Increased by:			
Receipt	B-1	\$	19,000.00
Due from Current Fund	B-5		8,100.00
			<u>27,100.00</u>
			74,100.00
Decreased by:			
Disbursements	B-1		34,300.00
Balance, December 31, 2024	B	\$	<u>39,800.00</u>

**Analysis of Balance:**

<u>Year</u>	<u>Block</u>	<u>Lot</u>	<u>Amount</u>	<u>Year</u>	<u>Block</u>	<u>Lot</u>	<u>Amount</u>
2020	1301	2	\$ 400.00	2024	2002	2	\$ 800.00
2022	1801	18	9,000.00	2024	2101	2	800.00
2022	2001	17	3,500.00	2024	2202	5	700.00
2022	2307	5	2,200.00	2024	2202	25	800.00
2022	2504	57	2,100.00	2024	2301	2	800.00
2023	2001	25	1,200.00	2024	2401	19	800.00
2023	2410	3	1,200.00	2024	2401	47	800.00
2023	2707	23	1,200.00	2024	2412	45	800.00
2024	1403	13	600.00	2024	2503	11	800.00
2024	1405	18	800.00	2024	2504	51	100.00
2024	1406	13	600.00	2024	2504.02	24	900.00
2024	1702.02	31	800.00	2024	2601	61	2,500.00
2024	1801	23	800.00	2024	2703	8	800.00
2024	1807	12	800.00	2024	2707	10	800.00
2024	2001	16	700.00	2024	2707	12	900.00
2024	2001	28	800.00				
							<u>\$ 39,800.00</u>

EXHIBIT B-14

**TRUST OTHER FUND****SCHEDULE OF STORM RECOVERY TRUST**

Balance, December 31, 2023	B	\$	61,989.45
Increased by:			
Receipt - Current			<u>61,989.45</u>
Decreased by:			
Payment			
Balance, December 31, 2024	B	\$	<u>61,989.45</u>

**TRUST OTHER FUND****SCHEDULE OF RESERVE FOR CANINE UNIT**

	<u>Ref.</u>	
Balance, December 31, 2023	B	\$ 10,918.43
Increased by:		
Receipts	B-1	1,553.98
		<u>12,472.41</u>
Decreased by:		
Payment		
Balance, December 31, 2024	B	\$ <u>12,472.41</u>

EXHIBIT B-16**TRUST OTHER FUND****SCHEDULE OF RESERVE FOR FORFEITURE ACCOUNT**

	<u>Ref.</u>	
Balance, December 31, 2023	B	\$ 15,137.26
Increased by:		
Due from Current Fund	B-5	1.90
		<u>15,139.16</u>
Decreased by:		
Encumbrance Payable	B-11	15,139.16
Balance, December 31, 2024	B	\$ <u>-</u>

**TRUST OTHER FUND****SCHEDULE OF RESERVE FOR FIRE PENALTY FEES**

	<u>Ref.</u>		
Balance, December 31, 2023	B	\$	4,210.48
Increased by:			
Receipts	B-1		3,174.00
			<hr/> 7,384.48
Decreased by:			
Payment			<hr/>
Balance, December 31, 2024	B	\$	<hr/> <hr/> 7,384.48

EXHIBIT B-18

**TRUST OTHER FUND****SCHEDULE OF RESERVE FOR COAH FEES**

	<u>Ref.</u>		
Balance, December 31, 2023	B	\$	11,446,541.22
Increased by:			
Receipts	B-1		5,151,714.92
			<hr/> 16,598,256.14
Decreased by:			
Payment			<hr/>
Balance, December 31, 2024	B	\$	<hr/> <hr/> 16,598,256.14

**TRUST OTHER FUND**  
**SCHEDULE OF RESERVE FOR PAYROLL DEDUCTIONS PAYABLE**

	<u>Ref.</u>	
Balance, December 31, 2023	B	\$ 57,669.78
Increased by:		
Deposits	B-1	8,303,563.73
		<u>8,361,233.51</u>
Decreased by:		
Payment	B-1	8,316,202.03
Balance, December 31, 2024	B	\$ <u><u>45,031.48</u></u>

EXHIBIT B-20

**TRUST OTHER FUND**  
**SCHEDULE OF AMOUNT DUE TO CURRENT FUND - PAYROLL**

	<u>Ref.</u>	
Balance, December 31, 2023	B	\$ 370,560.41
Increased by:		
Receipt	B-1	<u>370,560.41</u>
Decreased by:		
Payment	B-1	<u>370,560.41</u>
Balance, December 31, 2024	B	\$ <u><u>-</u></u>

EXHIBIT B-21

**TRUST OTHER FUND**  
**SCHEDULE OF RESERVE FOR PARKS TRUST**

	<u>Ref.</u>	
Balance, December 31, 2023	B	\$ 7,500.00
Increased by:		
Receipts		<u>7,500.00</u>
Decreased by:		
Disbursements	B-1	<u>250.00</u>
Balance, December 31, 2024	B	\$ <u><u>7,250.00</u></u>

**GENERAL CAPITAL FUND****SCHEDULE OF CASH - CHIEF FINANCIAL OFFICER**

	<u>Ref.</u>		
Balance, December 31, 2023	C,C-3	\$	4,631,171.81
Increased by Receipts:			
Interest Earned	C-4	\$	21,070.45
Due from Current Fund	C-4		530,840.49
Capital Improvement Fund	C-5		125,000.00
Bond Anticipation Notes	C-7		1,905,000.00
Reimbursements	C-8		305,672.64
			<u>2,887,583.58</u>
			7,518,755.39
Decreased by Disbursements:			
Improvement Authorizations	C-3, 8	\$	3,729,342.42
Due to Current Fund	C-4		120,493.55
Contracts Payable	C-10		3,382,559.54
			<u>7,232,395.51</u>
Balance, December 31, 2024	C,C-3	\$	<u><u>286,359.88</u></u>



**GENERAL CAPITAL FUND****ANALYSIS OF CASH**

	Balance December 31, 2023	Receipts			Disbursements		Transfers		Balance December 31, 2024
		Appropriation	Bond Anticipation Notes	Miscellaneous	Improvement Authorization	Miscellaneous	To	From	
Fund Balance	\$ 75,643.48	\$	\$	\$	\$	\$	\$	\$	\$ 75,643.48
Capital Improvement Fund	350,759.53	125,000.00						429,000.00	46,759.53
Contracts Payable	3,563,730.77					3,382,559.54	1,488,597.56		1,669,768.79
Amount Due To (From) Current Fund	224,968.99			551,910.94		120,493.55			656,386.38
Amount Due From Open Space Trust Fund								600,000.00	(600,000.00)
Reserve for:									
Communication Equipment, Computers and Vehicles	3,318.20								3,318.20
IMPROVEMENT AUTHORIZATIONS:									
GENERAL IMPROVEMENTS:									
Ord. No.									
2011-9 Acquisition of Fire Equipment	13,553.54				5,592.45				7,961.09
2012-4 Improvements to Various Streets and Roads	3,208.45								3,208.45
2014-7 Purchase of Recycling Containers	7,361.50								7,361.50
2014-5 HVAC System Upgrades and Replacement	83,236.00								83,236.00
2015-9 Improvements to Various Streets and Roads	583.63								583.63
2015-13 Purchase of Police Equipment	1,867.46								1,867.46
2015-14 Improvements at Municipal Building Complex	524.48								524.48
2017-9 2017 Road Program	6,676.00								6,676.00
2018-11 Various Improvements	(1,913,870.58)								(1,913,870.58)
2020-6 Various Improvements	383,600.92				155,483.87			223,491.20	4,625.85
2021-5 Various Improvements	(142,120.12)			59,890.01	58,839.32		154,998.65		13,929.22
2022-13 Various Improvements	841,954.57			131,880.97	850,998.91		68,492.55	101,299.83	90,029.35
2022-14 Various Improvements	349,687.55			8,020.01	230,477.58			127,229.98	
2023-15 Various Improvements	775,944.14			105,881.65	382,576.90			117,425.47	381,823.42
2023-23 Purchase of Carts for Public Works Dept.	543.30				543.30				
2023-4 Various Improvements, Equipment, Accessories and Installation in the Municipal Parks System					249,998.31		600,000.00	335,781.60	14,220.09
2024-12 Purchase of Real Property			1,905,000.00		1,755,372.64		95,000.00		244,627.36
2024-16 Various Improvements					39,459.14		334,000.00	806,860.68	(512,319.82)
	<u>\$ 4,631,171.81</u>	<u>\$ 125,000.00</u>	<u>\$ 1,905,000.00</u>	<u>\$ 857,583.58</u>	<u>\$ 3,729,342.42</u>	<u>\$ 3,503,053.09</u>	<u>\$ 2,741,088.76</u>	<u>\$ 2,741,088.76</u>	<u>\$ 286,359.88</u>
Ref.	C-2		C-2	C-2	C-8	C-2			C-2

**GENERAL CAPITAL FUND**  
**SCHEDULE OF AMOUNT DUE TO CURRENT FUND**

	<u>Ref.</u>		
Balance, December 31, 2023	C	\$	224,968.99
Increased by:			
Receipt	C-2	\$	530,840.49
Interest Earned	C-2		21,070.45
			<u>551,910.94</u>
			776,879.93
Decreased by:			
Disbursements	C-2		120,493.55
Balance, December 31, 2024	C	\$	<u><u>656,386.38</u></u>

EXHIBIT C-5

**GENERAL CAPITAL FUND**  
**SCHEDULE OF CAPITAL IMPROVEMENT FUND**

	<u>Ref.</u>		
Balance, December 31, 2023	C	\$	350,759.53
Increased by:			
2024 Budget Appropriation	C-2		125,000.00
			<u>475,759.53</u>
Decreased by:			
Appropriated to Finance Improvement Authorizations	C-8		429,000.00
Balance, December 31, 2024	C	\$	<u><u>46,759.53</u></u>

**GENERAL CAPITAL FUND**  
**SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION - UNFUNDED**

Ord. Number	Improvement Description	Balance December 31, 2023	2024 Authorizations	Funded by Budget Appropriation	Balance December 31, 2024	Analysis of Balance December 31, 2024		
						Unexpended Improvement Authorization	Expenditures	Bond Anticipation Notes
General Improvements:								
2018-11	Vehicles and Equipment	\$ 2,000,000.00	\$	\$	\$ 2,000,000.00	\$ 86,129.42	\$ 1,913,870.58	\$
2019-7	Vehicles and Equipment	294,500.00		294,500.00				
2020-6	Various Improvements	2,109,500.00		815,000.00	1,294,500.00			1,294,500.00
2021-5	Various Improvements	4,761,000.00		390,500.00	4,370,500.00			4,370,500.00
2022-13	Various Improvements	6,725,000.00			6,725,000.00			6,725,000.00
2022-14	Various Improvements	2,300,000.00			2,300,000.00			2,300,000.00
2023-15	Various Improvements	1,428,000.00			1,428,000.00			1,428,000.00
2024-12	Purchase of Real Property		1,905,000.00		1,905,000.00			1,905,000.00
2024-16	Various Improvements		6,666,000.00		6,666,000.00	6,153,680.18	512,319.82	
		<u>\$ 19,618,000.00</u>	<u>\$ 8,571,000.00</u>	<u>\$ 1,500,000.00</u>	<u>26,689,000.00</u>	<u>\$ 6,239,809.60</u>	<u>\$ 2,426,190.40</u>	<u>\$ 18,023,000.00</u>
	Ref.	C			C			C-7
	Bonds and Notes Authorized	C-8	\$ 8,571,000.00	\$				
	Notes Paid by Budget Appropriation	C-7		<u>1,500,000.00</u>				
			<u>\$ 8,571,000.00</u>	<u>\$ 1,500,000.00</u>				

## GENERAL CAPITAL FUND

Ord No.	Improvement Description	Date of Issue of Original Note	Date of Issue	Date of Maturity	Interest Rate	Balance December 31, 2023	Increased	Decreased	Balance December 31, 2024
2019-7	Purchase of 7 Vehicles and Related Equipment for the Dept. of Public Works	10-21-19	10-17-23	10-17-24	5.00%	\$ 294,500.00	\$	\$ 294,500.00	\$
2020-6	Various Improvements	4-7-20	8-16-24	8-16-25	4.00%		1,294,500.00		1,294,500.00
			10-17-23	10-17-24	5.00%	2,109,500.00		2,109,500.00	
2021-05	Various Capital Improvements and Purposes	6-15-21	8-16-24	8-16-25	4.00%		4,370,500.00		4,370,500.00
			10-17-23	10-17-24	5.00%	4,761,000.00		4,761,000.00	
2022-13	Various Improvements	8/16/22	8-16-24	8-16-25	4.00%		6,725,000.00		6,725,000.00
			10-17-23	10-17-24	5.00%	6,725,000.00		6,725,000.00	
2022-14	Various Improvements	8-16-22	8-16-24	8-16-25	4.00%		2,300,000.00		2,300,000.00
			10-17-23	10-17-24	5.00%	2,300,000.00		2,300,000.00	
2023-15	Various Improvements	8-16-24	8-16-24	8-16-25	4.00%		1,428,000.00		1,428,000.00
			10-17-23	10-17-24	5.00%	1,428,000.00		1,428,000.00	
2024-12	Purchase of Real Property	6-18-24	8-16-24	8-16-25	4.00%		1,905,000.00		1,905,000.00
						<u>\$ 17,618,000.00</u>	<u>\$ 18,023,000.00</u>	<u>\$ 17,618,000.00</u>	<u>\$ 18,023,000.00</u>
		<u>Ref.</u>				C			C
	Paid by Budget Appropriation	C-6					\$	\$ 1,500,000.00	
	Due from Current Fund	C-2					1,905,000.00		
	Reissued						<u>16,118,000.00</u>	<u>16,118,000.00</u>	
							<u>\$ 18,023,000.00</u>	<u>\$ 17,618,000.00</u>	

**GENERAL CAPITAL FUND**  
**SCHEDULE OF IMPROVEMENT AUTHORIZATIONS**

Ord No.	Improvement Description	Ordinance		Balance December 31, 2023		2024 Authorizations		Paid or Charged	Reimbursement/ Adjustment	Balance December 31, 2024	
		Date	Amount	Funded	Unfunded	Deferred Charges Future Taxation	Funded			Unfunded	
General Improvements:											
2011-9	Acquisition of Fire Equipment	8-16-11	\$	\$	\$	13,553.54	\$	5,592.45	\$	7,961.09	\$
2012-4	Improvements to Various Streets and Roads	7-17-12				3,208.45				3,208.45	
2014-7	Purchase of Recycling Containers	12-17-14				7,361.50				7,361.50	
2014-5	HVAC System Upgrades and Replacement	7-15-15				83,236.00				83,236.00	
2015-9	Improvements to Various Streets and Roads	7-21-15				583.63				583.63	
2015-13	Purchase of Police Equipment	9-15-15				1,867.46				1,867.46	
2015-14	Improvements at Municipal Building Complex	12-15-15				524.48				524.48	
2017-9	2017 Road Program	11-2-17				6,676.00				6,676.00	
2018-11	Various Improvements	10-2-18				86,129.42					86,129.42
2020-6	Various Improvements	4-7-20				160,109.72		155,483.87			4,625.85
2021-5	Various Improvements	6-5-21				12,878.53		58,839.32	59,890.01		13,929.22
	Public Works Equipment										
	Public Safety Equipment										
	Municipal Complex Improvements										
	Parks & Playground Improvements										
	Road & Drainage Improvements										
2022-13	Various Improvements	8-16-22				910,447.12		952,298.74	131,880.97		90,029.35
	Public Works Equipment										
	Public Safety Equipment										
	Fire Safety Equipment										
	Road & Drainage Improvements 1										
	Parks & Playgrounds - Phase 1										
	Municipal Complex Improvements										
2022-14	Various Improvements	8-16-22				349,687.55		357,707.56	8,020.01		
	Public Works Equipment										
	Road & Drainage Improvements 2										
	Parks & Playgrounds - Phase 2										
2023-15	Various Improvements	6-20-23				775,944.14		500,002.37	105,881.65		381,823.42
	Public Safety Equipment										
	Road & Drainage Improvements										
2023-23	Purchase of Carts for Public Works Dept.	11-21-23				543.30		543.30			
2024-4	Various improvements, Equipment, Accessories and Installation in the Municipal Parks System	3-5-24					600,000.00	585,779.91		14,220.09	
2024-12	Purchase of Real Property	6-18-24						2,000,000.00	1,755,372.64		244,627.36
2024-16	Various Improvements	12-3-24						7,000,000.00	846,319.82		6,153,680.18
						\$ 9,228.96	\$ 2,403,521.88	\$ 9,600,000.00	\$ 5,217,939.98	\$ 305,672.64	\$ 125,638.70
						\$ 9,228.96	\$ 2,403,521.88	\$ 9,600,000.00	\$ 5,217,939.98	\$ 305,672.64	\$ 125,638.70

**GENERAL CAPITAL FUND**  
**SCHEDULE OF RESERVES FOR IMPROVEMENTS**

	<u>Ref.</u>	<u>Total</u>	<u>Building Improvements Alarms and Furnishings</u>
Balance, December 31, 2023 and 2024	C	\$ 3,318.20	\$ 3,318.20

## EXHIBIT C-10

**GENERAL CAPITAL FUND**  
**SCHEDULE OF CONTRACTS AND ENCUMBRANCES PAYABLE**

	<u>Ref.</u>	
Balance, December 31, 2023	C	\$ 3,563,730.77
Increased by:		
2024 Encumbrance Payable	C-8	1,488,597.56
		<u>5,052,328.33</u>
Decreased by:		
Payment	C-2	3,382,559.54
Balance, December 31, 2024	C	\$ <u>1,669,768.79</u>

Analysis of Balance:

Firehouse Flooring	\$ 2,337.23	
2022 Road Program - Phase 2	111,683.79	
Garage Electric Installation	8,470.00	
R-165-2024 - Park Improvements	204,191.56	
2022 Beckett Park Imp Phase 2	192,252.60	
2025 Peterbilt 520 LH Tandem	203,391.97	
Bathroom Remodels	15,655.00	
Super Shot 125 Crack Sealer	94,368.40	
4 x Police Tahoes	13,600.68	
FD Expedition Upfit	16,085.62	
Radio - Expedition Upfit	6,201.00	
Fire Department iPads	1,851.92	
E-One Typhoon Stainless Pumper	793,260.00	
FLIR - TIC Camera	6,419.02	
		\$ <u>1,669,768.79</u>

**GENERAL CAPITAL FUND****SCHEDULE OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED**

Ordinance Number	Improvement Description		Balance December 31, 2023	Bond Anticipation Notes Authorized	Bond Anticipation Notes Issued	Amount Raised in 2024 Budget	Balance December 31, 2024
2018-11	Various Improvements	\$	2,000,000.00	\$	\$	\$	2,000,000.00
2024-12	Purchase of Real Property			1,905,000.00	1,905,000.00		
2024-16	Various Improvements			6,666,000.00			6,666,000.00
		\$	2,000,000.00	\$	8,571,000.00	\$	1,905,000.00
						\$	8,666,000.00
<u>Ref.</u>			C	C-8	C-7		C

**TOWNSHIP OF LOGAN**

**COUNTY OF GLOUCESTER**

**PART II**

**INTERNAL CONTROL COMMENTS**

**GENERAL COMMENTS AND RECOMMENDATIONS**

**FOR THE YEAR ENDED DECEMBER 31, 2024**



## **INTERNAL CONTROL COMMENTS**

### **Policies and Procedures**

The Township's responsibilities regarding a proper internal control system includes maintaining an up to date set of policies that evolve based on various circumstances, including changes in key employees and their assigned duties. Various policies continue to be reviewed for proper updating.

### **Payment of Claims**

**N.J.S.A. 40A:5-16** requires that the governing body of any local unit shall not pay out any of its monies unless the person claiming the same shall first present a detailed bill of items or demand, specifying particularly how the bill or demand is made up, with the certification of the party claiming payment that it is correct and unless it carries a certification of a Township employee having knowledge of the facts that the goods have been received, or the services rendered, to the Township. During the audit year, the Township appeared to utilize a proper purchase order and voucher system, in compliance with statutory requirements. Procedures were also enhanced regarding the encumbrance method of recording expenditures, including approvals. An ongoing review of expenditure procedures is anticipated.

### **Payroll**

Internal control is enhanced by the approval of time sheets and it is emphasized that such internal control procedures should be in place. Where critical financial and administrative personnel changes occur, procedures for approval of various employees' time sheets should be reviewed and updated, in order to maintain adequate internal control.

### **Municipal Court**

The municipal court was converted to ATS in 1995 and ACS in 1996. The records appear to be in good condition and the State-formatted output reports for receipts and disbursements appear to include all miscellaneous transactions such as overpayments. Where necessary, manual adjustments between the State-required reports and monthly bank reconciliations are reflected to enhance internal control.

### **Quotation Forms for Expenditures**

At this time, the standard form used by Township personnel to document the solicitation of quotations is being completed with specific details such as dates, contact person, method of contact, department, and the name of the person obtaining the quotation. Such detail enhances the level of internal control, which is instrumental in assuring the most beneficial vendor, all factors considered. It appears that an appropriate form is being used. The threshold for soliciting quotations is periodically reviewed for adequacy and that is within state statute.

## **INTERNAL CONTROL COMMENTS (Continued)**

### **Land Development Ordinance**

Considering the number of Escrow and Developers Accounts with open invoices, it is necessary to review the adequacy of the required initial deposits on an ongoing basis to provide assurance that sufficient funds are available prior to payment of the related invoices.

### **Planning and Zoning Boards Escrow Funds**

An in-house computer is currently being used to maintain the accounting records as well as to provide related internal controls for planning and zoning board escrow funds. The nature of escrow transactions requires continued monitoring, including periodic reconciliation with the cash balances and analysis for proper disposition, especially of old dormant accounts. The Township continued to analyze various escrow accounts, including old balances that are supported by detailed records that are in agreement with the General Ledger.

The current escrow software program and related procedures generally appear to provide for the necessary backup of escrow files as dictated by proper internal control. A checklist of computer runs to be processed should be reviewed on an ongoing basis to simplify the selection of necessary reports to be processed, including a year-end trial balance of open escrow balances, which reconciles with the various bank accounts.

While the existing program possesses the capability to calculate interest, it continues to require monitoring, to ensure that interest earned on escrow deposits is computed in compliance with **N.J.S.A. 40:55D-53.1** and that interest allocated to the Current Fund should be transferred periodically on a timely basis from the escrow accounts to the Current fund.

With regard to Escrow Deposits, Performance Bonds and Performance Guarantees, township officials continue to pursue clearance of various older items through proper disposition. As the necessary signatures and other information are available, specific items will be cleared from the records.

### **Tax Office - Resolutions for Overpayments**

As required by Statute, resolutions are approved authorizing refund or application of tax overpayments, in order to provide internal control over tax transactions. Refunds of overpayments recorded in the tax office computer system are in agreement with refunds paid through the separate finance office computer accounting system.

### **Accumulated Sick Pay**

In order to document proper internal control over accumulated sick pay, time sheets or a similar report are reviewed and verified. It is also suggested that the Township consider establishing a reserve for accumulated absences through budget appropriation, in order to address the amount of unfunded sick pay, as well as provide a cushion for future periodic payments.

## **INTERNAL CONTROL COMMENTS (Continued)**

### **Contractual Revenue – Soil Safe Contract**

An agreement exists between Logan Township and Gloucester County reflecting a host fee be allocated to Logan Township out of the contractual payments due from Soil Safe to the County. The agreement continued to be in effect, as of the audit date, in a reduced level.

### **Dog License Fees**

It was noted during the year under audit that internal control over the accounting and reporting of Dog License fees appeared to be adequate.

## **GENERAL COMMENTS**

### **Construction Code Office**

As a result of some prior years issues, regarding detailed information entered on Construction permits, enhanced monitoring was conducted through additional checking steps that continue to be suggested. With changes in personnel, additional monitoring should be continued, in order to assure that revenue is properly charged, collected and transferred to the general bank account of the Township.

## **CONTRACTS AND AGREEMENTS REQUIRED TO BE ADVERTISED PER N.J.S. 40A:11-4**

**N.J.S. 40A:11-4** states "every contract awarded by the contracting agent for the provision or performance of any goods or services, the costs of which in the aggregate exceeds the bid threshold, shall be awarded only by resolution of the governing body of the contracting unit to the lowest responsible bidder after public advertising for bids and bidding therefore, except as is provided otherwise in this act or specifically by any other law. The governing body of a contracting unit may, by resolution approved by a majority of the governing body and subject to subsections b. and c. of this section, disqualify a bidder who would otherwise be determined to be the lowest responsible bidder, if the governing body finds that it has a prior negative experience with the bidder."

The governing body of the municipality has the responsibility of determining whether the expenditures in any category will exceed the statutory threshold 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. Our examination of bids revealed no exceptions as to the required procedures for solicitation of bids.

**N.J.S. 40A:11-5** provides for exceptions to the above-mentioned statutory bidding requirements for various stipulated areas of expenditures. Included in these areas of exception are all professional services, which include but are not limited to solicitors, engineers and accountants. However, in lieu of requiring formal bidding procedures for these categories of expenditures, in awarding contracts to fill these positions certain other statutory requirements must be adhered to by the governing body.

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

These requirements include the following stipulation (**N.J.S.** 40A:11-5(1) (a) (i)):

"The governing body shall in each instance state supporting reasons for its action in the resolution awarding each contract and shall forthwith cause to be printed once, in a newspaper authorized by law to publish its legal advertisements, a brief notice stating the nature, duration, service and amount of the contract, and that the resolution and contract are on file ."

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

Solicitor     Engineer     Auditor     Bond Counsel     Employment Counsel     Financial Advisor  
Occupational Health Provider     Risk Management Consultant     Health Insurance Broker  
Prosecutor     Public Defender

Inasmuch as the system of records did not provide for an accumulation of payments for categories or materials and supplies or related work or labor, 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 revealed that individual payments, contracts or agreements in excess of the bid threshold "for the performance of any work or the hiring of any material or supplies," other than those where bids had been previously sought by public advertisement or where a resolution had been previously adopted under the provisions of **N.J.S.A.** 40A:11-6 were bid. The minutes indicate that bids were advertised and awarded for the following:

NJDOT Township Line Road, Phase 4     NJDOT Heron Drive, Phase 2     Township Line Park  
Tennis Court Repair     DPW Pole Barn Extension & Site Improvements     Logan Road  
Management Program     Township Line Road Pedestrian Sidewalk Improvements     High Hill  
Road Crosswalk and Pedestrian Improvements

**AWARDS OR PURCHASES, CONTRACTS OR AGREEMENTS BY QUOTATIONS  
N.J.S. 40A:11-6.1**

All contracts enumerated in this section shall be awarded as follows:

- a. For all contracts that in the aggregate are less than the bid threshold but 15 percent or more of that amount, and for those contracts that are for subject matter enumerated in subsection (1) of section 5 of P.L. 1971, c. 198 (C.40A:11-5), except for paragraph (a) of that subsection concerning professional services and paragraph (b) of that subsection concerning work by employees of the contracting unit, the contracting agent shall award the contract after soliciting at least two competitive quotations, if practicable. The award shall be made to a vendor whose response is most advantageous, price and other factors considered. The contracting agent shall retain the record of the quotation solicitation and shall include a copy of the record with the voucher used to pay the vendor.

**AWARDS OR PURCHASES, CONTRACTS OR AGREEMENTS BY QUOTATIONS**  
**N.J.S. 40A:11-6.1 (Continued)**

- b. When in excess of the bid threshold, and after documented effort by the contracting agent to secure competitive quotations, a contract for extraordinary unspecifiable services may be awarded upon a determination in writing by the contracting agent that the solicitation of competitive quotations is impracticable. Any such contract shall be awarded by resolution of the governing body.
- c. If authorized by the governing body by resolution or ordinance, all contracts that are in the aggregate less than 15 percent of the bid threshold may be awarded by the contracting agent without soliciting competitive quotations.
- d. Whenever two or more responses to a request of a contracting agent offer equal prices and are the lowest responsible bids or proposals, the contracting unit may award the contract to the vendor whose response, in the discretion of the contracting unit, is the most advantageous, price and other factors considered. In such a case, the award resolution or purchase order documentation shall explain why the vendor selected is the most advantageous.

Our examination of expenditures revealed that the Township was in compliance as to the required solicited quotes, in accordance with the Local Public Contracts Law. As a result of personnel changes, a review of the statutory quote threshold is suggested.

**STATE CONTRACT PURCHASES**

It was noted that during the year under review, the Township made purchases utilizing the state contract system. Resolutions awarding said contract were approved by the governing body as required by **N.J.A.C. 5:34-1.2**.

**COLLECTION OF INTEREST ON DELINQUENT TAXES**

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

The governing body, on January 4, 2024, adopted the following resolutions authorizing interest to be charged on delinquent taxes:

BE IT RESOLVED by the Township of Logan, County of Gloucester and State of New Jersey:

Section 1. Interest shall be charged at the rate of eight (8%) percent per annum on the first \$1,500.00 of delinquent taxes and at the rate of eighteen (18%) percent per annum on any amount of delinquent taxes in excess of \$1,500.00.

## **COLLECTION OF INTEREST ON DELINQUENT TAXES (Continued)**

Section 2. Interest shall be charged on all taxes due for February 1, May 1, August 1, and November 1, if those taxes shall not have been paid on or before those dates. However, no interest shall be charged on any such delinquent accounts until the taxes are more than ten (10) days late. In addition, a penalty of six percent (6%) shall be charged to a taxpayer with a delinquency in excess of ten thousand dollars (\$10,000) who fails to pay the delinquency prior to the end of the calendar year. Delinquency shall mean the sum of all taxes and municipal charges due on a given parcel of property covering any number of quarters of years.

Section 3. The collector of taxes of the Township of Logan shall be charged with the responsibility of collecting such interest, as aforesaid, with such payments of all delinquent taxes for the year 2024.

Section 4. In the event of the delinquency leading to tax sale, such sale shall be made in fee to such person as will purchase the property, subject to redemption at the lowest rate of interest, but in no case in excess of eighteen (18%) percent per annum. If at the sale a person shall offer to purchase subject to redemption at a rate of interest less than one (1%) percent, he may, in lieu of any rate of interest to redeem, offer a premium over and above the amount of taxes, assessments of other charges due to the Township, and the property shall be struck off and sold to the bidder who offers to pay the amount of such taxes, assessments or charges, plus the highest amount of premium.

Section 5. Pursuant to N.J.S.A. 54:5-34, the officer at a tax sale which has resulted in a purchase by the municipality shall strike off and sell to the municipality in fee for redemption any parcel of real estate purchased in accordance with a successful bid made pursuant to a Resolution of the governing body or at eighteen (18%) percent any parcel of real estate for which there shall be no other purchaser, and the municipality shall have the same remedies and rights as other purchasers, including the right to bar or foreclose the right of redemption.

Section 5A. In accordance with N.J.S.A. 54:5-61, interest shall be charged on account of a tax sale certificate at the rate of two percent (2%) of the amount paid for the tax title when the taxes, interest and costs exceed the sum of Two Hundred Dollars (\$200). When the taxes, interest and costs exceed the sum of Five Thousand Dollars (\$5,000), such additional sum shall be equal to four percent (4%) of the amount paid; and when that sum exceeds Ten Thousand Dollars (\$10,000), such additional sum shall be equal to six percent (6%) of such amount paid.

Section 6. A certified copy of this resolution shall be furnished to the collector of Taxes and to the Township Auditor to be retained by them as evidence of the authority herein given.

It appears from an examination of the collector's records that interest was collected substantially in accordance with the foregoing resolution.

The last tax sale was held on December 11, 2024, and was complete. Properties excluded from the tax sale relate to items in bankruptcy.

### **DELINQUENT TAXES AND TAX TITLE LIENS (Continued)**

The following comparison is made of the number of tax title liens receivable on December 31 of the last three years:

<u>Year</u>	<u>Number of Liens</u>
2024	27
2023	29
2022	31

It is essential to good management that all means provided by statute be utilized to liquidate tax liens by seriously undertaking foreclosure proceedings on appropriate properties in order to get such properties back on a taxpaying basis. In 1996, a foreclosure of four properties was completed.

As of December 31, 2024, there were several balances in old outstanding delinquent taxes that represent bankruptcy line items.

### **TAX OVERPAYMENTS**

Tax overpayments appear to be maintained on a current basis and refunded or applied appropriately, including 2023 overpayments applied to 2024 taxes by resolution. This is regarded as a necessary internal control approval procedure.

### **VERIFICATION OF DELINQUENT TAXES AND OTHER CHARGES**

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

<u>Type</u>	<u>Number Mailed</u>
Payment of 2025 Taxes	60
Payment of 2024 Taxes	60
Delinquent Taxes	9
Tax Title Liens	9

The result of the test, which was made as of November 30, 2024 and December 31, 2024, did not reveal any irregularities as determined by audit of each returned notice and evaluation of results.

### **Municipal Court**

A separate report of the municipal court transactions was filed in accordance with the requirements of the Local Finance Board. As part of the test of the records, no attempt was made to differentiate between fines due the Township, County or State, or to pass upon the authenticity of the preparation and procedures for complaints issued.

## **OTHER COMMENTS**

### **Planning and Zoning Boards Escrow Funds**

An in-house computer is currently being used to maintain the accounting records as well as provide related internal controls for planning and zoning board escrow funds. A trial balance of open escrow accounts was processed as of December 31, 2024, which included a reconciliation of the escrow account balances to the appropriate bank accounts, which reflected an unallocated difference.

Interest earned on prior year escrow deposits should also be evaluated to ensure compliance with **N.J.S.A.** 40:55D-53.1. An allocation of interest between the Township and Escrow accounts was generally made and the interest due to the Township was transferred to the Current Fund. The balance in interest due to the current fund is in the process of being totaled for the appropriate transfer of cash.

The prior years material difference between the Escrow bank accounts and the detailed list of balances in various escrow deposits, which includes older escrow deposits, was cleared. The old Performance Bonds and Performance Guarantees was transferred to the reserve for deposits.

### **Pension Enrollment**

Pension enrollment eligibility for Township employees was evaluated per the parameters for enrollment as mandated by the New Jersey Division of Pensions. It appears that enrollment is in accordance with the required parameters.

### **Accounts Receivable and Reserves**

Our examination included a review of various accounts receivable and reserve balances in the grant and general capital funds, which was made to determine proper disposition by collection, expenditure, cancellation, or refund to the proper entity.

### **Payroll**

Various procedures covering payroll and payroll deductions appeared to be followed in accordance with Township policy and state statute.

### **Assignment of Duties**

Due to the limited number of Township employees, it is difficult to provide what would be considered an optimum segregation of duties in the maintenance of accounting records, cash receipts, cash disbursements, preparation of bank reconciliation's, and the review, approval, and distribution of payroll checks. The Township Council, however, does not believe that the potential benefit of hiring additional employees would outweigh the cost of doing so at this time. Management and council members, charged with governance, do perform monitoring procedures that constitute effective mitigating controls to address deficiencies identified above. Examples are reviewing significant fluctuations between actual and budgeted results of operations, reviewing other monthly reports and initiating various inquiries.



## **FINDINGS AND RECOMMENDATIONS**

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

### **Finding 2024-1**

**Criteria** – Effective internal controls over financial reporting necessitates that all bank accounts be reconciled to the General Ledger on a monthly basis. This includes the identification and proper disposition of any old non-reconciling items reflected in the bank reconciliation.

**Condition** – Numerous old and or inaccurate outstanding items were noted on the December 31, 2024 bank reconciliation of the Current Fund bank account.

**Context** – Although the Current Fund bank reconciliation was properly prepared and maintained, the reconciliation included numerous items that were old and or inaccurate.

**Cause** – A necessary step to review the monthly bank reconciliations for any old and inaccurate reconciling items was not performed during the year.

**Effect** – Audit adjustments were necessary for cash to be properly presented in the Current Fund financial statements.

**Recommendation** - Procedures concerning the monthly preparation of bank reconciliations should be reviewed and revised, in order to ensure that bank reconciliations contain only current and accurate information.

## **FOLLOW-UP ON PRIOR YEAR'S RECOMMENDATIONS**

In accordance with governmental auditing standards, our procedures included a review of the prior year's recommendations:

### **Finding 2023-1**

**Condition** - The Current Fund bank reconciliations were not properly prepared in a timely manner.

**Current Status:** Resolved

The problems and weaknesses noted in our review were not of such magnitude that they would affect our ability to express an opinion on the financial statements taken as a whole.


Should any questions arise as to our comments or recommendations, or should you desire any assistance in implementing our recommendations, please do not hesitate to call us.

## **APPRECIATION**

We wish to express our appreciation of the assistance and courtesies rendered by the Township officials during the course of the audit.

Respectfully submitted,

**NIGHTLINGER, COLAVITA & VOLPA, P.A.**

A handwritten signature in black ink, appearing to read 'Raymond Colavita', is written over the printed name.

Raymond Colavita, C.P.A.  
Registered Municipal Accountant

Appendix C

FORM OF OPINION OF BOND COUNSEL

October \_\_, 2025

Township of Logan  
Logan, New Jersey

Ladies and Gentlemen:

We have examined a record of proceedings relating to the issuance of a \$23,189,000 Bond Anticipation Note, Series 2025 (the "Note") of the Township of Logan, a municipal corporation of the State of New Jersey (the "Township"). The Note is dated October \_\_, 2025; matures on October \_\_, 2026; is numbered 2025-1; and bears interest at the interest rate of \_\_% per annum (computed on the basis of a 360-day year) payable at maturity. The Note is issued pursuant to the Local Bond Law of the State of New Jersey and is authorized by the following resolutions of the Township: Resolution No. 206-2025 adopted on September 2, 2025 and the bond ordinances referred to therein, each in all respects duly approved and published as required by law; and Resolution No. 207-2025 adopted on September 2, 2025 (the "Authorization Proceedings").

The Note is registered in the name of Cede & Co., as nominee of The Depository Trust Company, Brooklyn, New York. The Note is a temporary obligation issued in anticipation of the issuance of bonds.

In our opinion, the Authorization Proceedings have been validly adopted, executed and delivered, and are in full force and effect. The Note is a valid and legally binding general obligation of the Township, enforceable in accordance with its terms and the Authorization Proceedings, except insofar as the enforcement thereof may be limited by any applicable bankruptcy, moratorium or similar laws relating to the enforcement of creditors' rights. The Township has the power and is obligated to levy *ad valorem* taxes upon all the taxable real property within the Township for the payment of the Note and the interest thereon without limitation as to rate or amount.

The Township has covenanted to comply with any continuing requirements that may be necessary to preserve the tax exempt status of the Note under the Internal Revenue Code of 1986, as amended (the "Code"). In the event that the Township continuously complies with its covenant, it is our opinion that interest on the Note is not includable in gross income for federal income tax purposes under Section 103 of the Code. It is also our opinion that interest on the Note is not an item of tax preference under Section 57 of the Code when calculating the federal alternative minimum tax. The Note is not a "private activity bond" as defined in the Code. We express no opinion regarding other federal tax consequences or other federal taxes arising with respect to the Note.

Further, in our opinion, interest on the Note, and any gain on the sale thereof, is not includable in gross income under the New Jersey Gross Income Tax Act.

Very truly yours,

Appendix D

FORM OF SECONDARY MARKET DISCLOSURE UNDERTAKING

## SECONDARY MARKET DISCLOSURE UNDERTAKING

This UNDERTAKING is made as of October \_\_, 2025 by the Township of Logan, a municipal corporation of the State of New Jersey (the "Issuer") in order to comply with the secondary market disclosure requirements contemplated by Rule 15c2-12 adopted by the United States Securities and Exchange Commission pursuant to the Securities Exchange Act of 1934 (the "Rule"). Defined terms used in this UNDERTAKING shall have the definitions set forth in the Rule unless the context of this UNDERTAKING clearly indicates otherwise.

Section 1. This UNDERTAKING applies to the obligation of the Issuer described as follows:

\$23,189,000 Bond Anticipation Note, Series 2025 dated October 2, 2025, maturing on October 2, 2026, numbered 2025-1 and bearing interest at the rate of \_\_\_\_% per annum payable at maturity (the "Municipal Securities").

Section 2. The term of this UNDERTAKING is from the date of delivery of the Municipal Securities to the date of maturity of the Municipal Securities.

Section 3. The Issuer is the only Obligated Person with respect to the Municipal Securities.

Section 4. The Issuer undertakes to provide notices to the Municipal Securities Rulemaking Board in an electronic format to be filed with the Electronic Municipal Market Access system ("EMMA", [www.emma.msrb.org](http://www.emma.msrb.org)) of the occurrence of any of the following events of which it has direct knowledge with respect to the Municipal Securities, within 10 days after such occurrence:

- (1) Principal and interest payment delinquencies;
- (2) Non-payment related defaults, if material;
- (3) Unscheduled draws on debt service reserves reflecting financial difficulties;
- (4) Unscheduled draws on credit enhancements reflecting financial difficulties;
- (5) Substitution of credit or liquidity providers, or of their failure to perform;
- (6) Adverse tax opinions, the issuance by the Internal Revenue Service of proposed or final determinations of taxability, Notices of Proposed Issue (IRS Form 5701-TEB) or other material notices or determinations with respect to the tax status of the Municipal Securities, or other material events affecting the tax status of the Municipal Securities;
- (7) Modifications to the rights of the holders of the Municipal Securities, if material;

- (8) Bond calls, if material, and tender offers;
- (9) Defeasances;
- (10) Release, substitution, or sale of property securing repayment of the Municipal Securities, if material;
- (11) Rating changes of the Issuer, but not of a credit enhancement provider such as a Bond Insurer, if any, for the Municipal Securities, unless the Issuer has direct knowledge of such ratings changes;
- (12) Bankruptcy, insolvency, receivership or similar event of the Issuer;
- (13) The consummation of a merger, consolidation, or acquisition involving the Issuer or the sale of all or substantially all of the assets of the Issuer, other than in the ordinary course of business, the entry into a definitive agreement to undertake such an action or the termination of a definitive agreement relating to any such actions, other than pursuant to its terms, if material;
- (14) Appointment of a successor or additional trustee, or the change of name of a trustee, if material;
- (15) Incurrence of a financial obligation of the Issuer or Obligated Person, if material, or agreement to covenants, events of default, remedies, priority rights, or other similar terms of a financial obligation of the Issuer or Obligated Person, any of which affect security holders, if material; and
- (16) Default, event of acceleration, termination event, modification of terms, or other similar events under the terms of the financial obligation of the Issuer or Obligated Person, any of which reflect financial difficulties.

The Issuer, from time to time, may choose to file notices with EMMA of the occurrence of any event, in addition to those listed above. Nevertheless, the Issuer does not undertake to file any such notice with EMMA of the occurrence of any event except those events set forth and enumerated (1) through (16) above. Notices filed with EMMA pursuant to this UNDERTAKING shall be drafted substantially in the form set forth in Appendix A hereto.

Section 5. This UNDERTAKING is made for the benefit of the holders or beneficial owners of the Municipal Securities and may be enforced by any such holder or beneficial owner. The sole remedy of any such holder or beneficial owner shall be for specific performance of this UNDERTAKING and not for money damages in any amount.

Section 6. The Issuer designates the Chief Financial Officer as the person charged with the responsibility to execute the obligations set forth in this UNDERTAKING. The Issuer, from time to time, may hereafter designate an Agent with such responsibility by resolution of its governing body.

Section 7. The Issuer may amend any provision of this UNDERTAKING if the Issuer's bond counsel issues an opinion supporting a determination that:

- (1) This UNDERTAKING, as amended, would have complied with the requirements of the Rule at the time of the primary offering of the Municipal Securities, after taking into account any amendments or interpretations of the Rule; and
- (2) The amendment does not materially impair the interests of the holders or beneficial owners of the Municipal Securities.

Notice of any amendment to this UNDERTAKING shall be filed with EMMA in a timely manner.

Section 8. The Issuer may rely on an opinion of its bond counsel when determining questions of materiality relating to any provision of this UNDERTAKING and the Rule.

IN WITNESS WHEREOF, the Township of Logan has caused this UNDERTAKING to be executed in its name by the Chief Financial Officer, and its official seal to be affixed hereon and attested to by the Clerk, all as of the date specified above.

[ SEAL ]

TOWNSHIP OF LOGAN

\_\_\_\_\_  
Ashley Garozzo  
Clerk

By: \_\_\_\_\_  
William Pine  
Chief Financial Officer



Appendix A

FORM OF  
NOTICE TO MUNICIPAL SECURITIES RULEMAKING BOARD  
OF FAILURE TO FILE VIA  
ELECTRONIC MUNICIPAL MARKET ACCESS

Name of Issuer/  
Obligated Person: TOWNSHIP OF LOGAN

NOTICE IS HEREBY GIVEN that the Issuer/Obligated Person failed to file, in a timely manner,  
as required pursuant to its prior secondary market disclosure undertakings: \_\_\_\_\_.  
The Issuer/Obligated Person has subsequently filed the required information.

DATED: \_\_\_\_\_

TOWNSHIP OF LOGAN  
STATE OF NEW JERSEY