

PRELIMINARY OFFICIAL STATEMENT DATED FEBRUARY 19, 2026

NEW ISSUE (BOOK-ENTRY)

RATING ON BONDS: Moody's: "Aa3"
RATING ON NOTES: Moody's: "MIG 1"
(See "RATINGS" herein)

In the opinion of Wilentz, Goldman & Spitzer, P.A., Woodbridge, New Jersey ("Bond Counsel"), under existing statutes, regulations, rulings and court decisions, and assuming continuing compliance by the Township (as defined herein) with certain covenants described herein, interest on the Bonds and Notes (as respectively defined herein) (i) is not includable in gross income for Federal income tax purposes pursuant to Section 103 of the Internal Revenue Code of 1986, as amended (the "Code"), and (ii) is not treated as a preference item under Section 57 of the Code for purposes of computing the Federal alternative minimum tax; however, such interest is taken into account in determining the annual adjusted financial statement income of certain corporations for purposes of computing the Federal alternative minimum tax imposed on corporations for tax years beginning after December 31, 2022. Bond Counsel is further of the opinion that, under existing laws of the State of New Jersey, interest on the Bonds and the Notes and any gain on the sale thereof are not includable in gross income under the New Jersey Gross Income Tax Act, 1976 N.J. Laws c. 47 (N.J.S.A. 54A:1-1 et seq.), as amended and supplemented. Bond Counsel's opinions described herein are given in reliance on representations, certifications of fact, and statements of reasonable expectation that will be made by the Township in tax certificates related to the Bonds and Notes, respectively, assume continuing compliance by the Township with certain covenants set forth in its tax certificates, and are based on existing statutes, regulations, administrative pronouncements and judicial decisions. See "TAX MATTERS" herein.

TOWNSHIP OF BRICK IN THE COUNTY OF OCEAN STATE OF NEW JERSEY

\$17,807,000*
GENERAL IMPROVEMENT BONDS, SERIES 2026

(CALLABLE)

Dated: Date of Delivery

Due: March 1, as shown on the inside front cover

\$16,426,639
BOND ANTICIPATION NOTES, SERIES 2026

(NON-CALLABLE)

Dated: Date of Delivery

Due: March 12, 2027

Coupon: _____%

Yield: _____

CUSIP: 107889_____**

The \$17,807,000* aggregate principal amount of General Improvement Bonds, Series 2026 (the "Bonds"), dated their date of delivery, are general obligations of the Township of Brick, in the County of Ocean (the "Township"), a municipal corporation organized and existing under the laws of the State of New Jersey, for which the full faith and credit of the Township are pledged, and are payable ultimately from *ad valorem* taxes levied upon all the taxable property located within the Township, without limitation as to rate or amount, for the payment of the principal of the Bonds and the interest thereon.

The \$16,426,639 aggregate principal amount Bond Anticipation Notes, Series 2026, dated their date of delivery (the "Notes"), are also general obligations of the Township, for which the full faith and credit of the Township are pledged, and are payable in the first instance from the proceeds of the sale of bonds or notes issued in anticipation of bonds, but if not so paid or if not paid from other sources, are payable ultimately from *ad valorem* taxes levied upon all the taxable property located within the Township, without limitation as to rate or amount, for the payment of the principal of the Notes and the interest thereon.

The Bonds and the Notes will be issued in fully registered book-entry form and, when issued, will be registered in the name of, and held by, Cede & Co., as nominee of The Depository Trust Company, Brooklyn, New York ("DTC"). DTC, an automated depository for securities and clearing house for securities transactions, will act as securities depository for the Bonds and the Notes. Individual purchases of the Bonds and the Notes will be made in book-entry form in the principal amount of \$5,000 each or any integral multiple of \$1,000 in excess thereof, or, as applicable, any odd denomination in excess thereof, through book entries made on the books and records of DTC and its participants.

The Bonds shall bear interest from the date of delivery thereof, payable semi-annually on the first (1st) day of March and September of each year, commencing March 1, 2027, at such rates of interest as shown on the inside front cover page hereof, until maturity or prior redemption. The Notes will bear interest at the rate set forth above, commencing from their date of delivery. Interest on the Notes will be payable on the maturity date thereof as set forth above.

While DTC is acting as securities depository for the Bonds and Notes, the principal of and interest on the Bonds and Notes will be payable by wire transfer to DTC or its nominee, which is obligated to remit such principal and interest payments to DTC Participants. DTC Participants and Indirect Participants will be responsible for remitting such principal and interest payments to the Beneficial Owners of the Bonds and Notes. See "BOOK-ENTRY SYSTEM" herein.

The Bonds are authorized by, and are issued pursuant to: (i) the provisions of the Local Bond Law of the State of New Jersey, N.J.S.A. 40A:2-1 *et seq.*, as amended and supplemented (the "Local Bond Law"); (ii) various bond ordinances duly adopted by the Township Council of the Township on the dates set forth herein, approved by the Mayor (if applicable), and published as required by law; and (iii) a resolution duly adopted by the Township Council of the Township on February 10, 2026 (the "Resolution").

The Notes are authorized by, and are issued pursuant to: (i) the provisions of the Local Bond Law; (ii) various bond ordinances duly adopted by the Township Council of the Township on the dates set forth herein, approved by the Mayor (if applicable), and published as required by law; and (iii) the Resolution.

The Bonds are being issued to refund, on a current basis, a \$17,807,000 principal portion of outstanding bond anticipation notes of the Township issued in the aggregate principal amount of \$31,744,700 on March 18, 2025 and maturing on March 17, 2026 (the "Prior Notes").

The Notes are being issued to: (i) refund, on a current basis, together with other funds available to the Township in the amount of \$1,660,991, the remaining \$12,276,709 principal portion of the Prior Notes; and (ii) temporarily finance the costs of various capital improvements and acquisitions in and by the Township in the amount of \$4,149,930, including paying the costs associated with the issuance of the Notes.

The Bonds are subject to optional redemption prior to their stated maturities as set forth herein. See "DESCRIPTION OF THE BONDS" under the subheading entitled "Optional Redemption". The Notes are not subject to optional redemption prior to their stated maturity. See "DESCRIPTION OF THE NOTES" under the subheading entitled "Optional Redemption".

The Bonds and the Notes are not a debt or obligation, legal, moral or otherwise, of the State of New Jersey, or any county, municipality or political subdivision thereof other than the Township.

This cover page and inside front cover page contain certain information for quick reference only. It is not a summary of the issue. Investors must read the entire Official Statement, including all appendices, to obtain information essential to making an informed investment decision.

The Bonds and Notes are offered when, as and if issued and delivered to the Underwriters subject to the approval of the legality thereof by Wilentz, Goldman & Spitzer, P.A., Woodbridge, New Jersey, Bond Counsel to the Township, and certain other conditions. NW Financial Group, LLC, Bloomfield, New Jersey has served as Municipal Advisor to the Township in connection with the issuance of the Bonds and the Notes. Certain legal matters will be passed upon for the Township by the Township Attorney, Kevin N. Starkey, Esq., Starkey, Kelly, Kenneally, Cunningham & Turnbach, Toms River, New Jersey. It is anticipated that the Bonds and the Notes will be available for delivery through DTC on or about March 13, 2026.

ELECTRONIC BID SUBMISSIONS FOR THE BONDS, IN ACCORDANCE WITH THE FULL NOTICE OF SALE FOR THE BONDS, MUST BE MADE VIA THE PARITY ELECTRONIC BID SYSTEM ("PARITY") OF I-IDEAL LLC AT [HTTPS://NEWISSUE.MUNI.SPGLOBAL.COM](https://NEWISSUE.MUNI.SPGLOBAL.COM) UNTIL 11:00 A.M., PREVAILING NEW JERSEY TIME, ON MARCH 3, 2026. FOR MORE DETAILS ON HOW TO BID ELECTRONICALLY, VIEW THE FULL NOTICE OF SALE FOR THE BONDS POSTED AT WWW.MUNIHUB.COM.

ELECTRONIC BID SUBMISSIONS FOR THE NOTES, IN ACCORDANCE WITH THE FULL NOTICE OF SALE FOR THE NOTES, WILL BE RECEIVED BY BOND COUNSEL, ON BEHALF OF THE CHIEF FINANCIAL OFFICER OF THE TOWNSHIP, UNTIL 11:15 A.M., PREVAILING NEW JERSEY TIME, ON MARCH 3, 2026 VIA ELECTRONIC MAIL AT EJOHNSON@WILENTZ.COM OR VIA PARITY AT [HTTPS://NEWISSUE.MUNI.SPGLOBAL.COM](https://NEWISSUE.MUNI.SPGLOBAL.COM). FOR MORE DETAILS ON HOW TO BID ELECTRONICALLY, VIEW THE FULL NOTICE OF SALE FOR THE NOTES POSTED AT WWW.MUNIHUB.COM.

* Preliminary, subject to change.

** CUSIP is a registered trademark of the American Bankers Association. CUSIP data herein is provided by CUSIP Global Services, which is managed on behalf of the American Bankers Association by FactSet Research Systems Inc. The CUSIP number listed above is being provided solely for the convenience of the Noteholders only at the time of issuance of the Notes and the Township does not make any representation with respect to such number or undertake any responsibility for its accuracy now or at any time in the future. The CUSIP number is subject to being changed after the issuance of the Notes as a result of various subsequent actions, including, but not limited to, the procurement of secondary market portfolio insurance or other similar enhancement by investors that is applicable to the Notes.

**TOWNSHIP OF BRICK
IN THE COUNTY OF OCEAN
STATE OF NEW JERSEY**

**\$17,807,000*
GENERAL IMPROVEMENT BONDS, SERIES 2026**

(CALLABLE)

Dated: Date of Delivery

Due: March 1, as shown below

**MATURITIES, PRINCIPAL AMOUNTS*, INTEREST RATES,
YIELDS AND CUSIP NUMBERS****

Year (March 1)	Principal Amounts*	Interest Rates	Yields	CUSIP Numbers**
2027	\$ 1,100,000	%	%	107889____
2028	1,200,000			107889____
2029	1,300,000			107889____
2030	1,810,000			107889____
2031	1,880,000			107889____
2032	1,955,000			107889____
2033	2,035,000			107889____
2034	2,140,000			107889____
2035	2,190,000			107889____
2036	<u>2,197,000</u>			107889____
Total:	<u>\$ 17,807,000</u>			

* Preliminary, subject to change.

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**TOWNSHIP OF BRICK
IN THE COUNTY OF OCEAN
STATE OF NEW JERSEY**

MAYOR

Lisa Crate

TOWNSHIP COUNCIL MEMBERS

Steven Feinman, President
Derrick T. Ambrosino, Vice President
Gregory J. Cohen
Perry Albanese
Vincent Minichino
Lisa Reina
Melissa Travers

TOWNSHIP BUSINESS ADMINISTRATOR

Joanne Bergin

CHIEF FINANCIAL OFFICER

Maureen Laffey-Berg

TOWNSHIP CLERK

Lynnette A. Iannarone

TOWNSHIP ATTORNEY

Starkey, Kelly, Kenneally, Cunningham & Turnbach
Toms River, New Jersey

TOWNSHIP AUDITOR

Fallon & Company LLP
Hazlet, New Jersey

TOWNSHIP MUNICIPAL ADVISOR

NW Financial Group, LLC
Bloomfield, New Jersey

BOND COUNSEL

Wilentz, Goldman & Spitzer, P.A.
Woodbridge, New Jersey

No dealer, broker, salesperson or other person has been authorized by the Township of Brick, in the County of Ocean, State of New Jersey (the "Township"), to give any information or to make any representations with respect to the Bonds and the Notes other than those contained in this Official Statement and, if given or made, such 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 Bonds or the Notes in any jurisdiction in which it is unlawful for any person to make such an offer, solicitation or sale.

The information contained herein has been provided by the Township, The Depository Trust Company, Brooklyn, New York ("DTC"), and other sources deemed reliable by the Township; however, no representation or warranty is made as to its accuracy or completeness and, as to the information from sources other than the Township, such information is not to be construed as a representation or warranty by the Township.

This Official Statement is not to be construed as a contract or agreement between the Township and the purchasers or owners of any of the Bonds or the Notes. Any statements made in this Official Statement involving matters of opinion, whether or not expressly so stated, are intended merely as opinions and not as representations of fact. The information and expressions of opinion herein are subject to change without notice, and neither the delivery of this Official Statement nor any sale hereunder shall, under any circumstances, create an implication that there has been no change in any of the information herein since the date hereof, or the date as of which such information is given, if earlier. The Township has not confirmed the accuracy or completeness of information relating to DTC or the other sources, which information has been provided by DTC or such other sources.

References in this Official Statement to laws, rules, regulations, resolutions, ordinances, 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, and exceptions to, statements made herein. This Official Statement should be read in its entirety.

The presentation of information is intended to show recent historical information, except as expressly stated otherwise, and is not intended to indicate future or continuing trends in the financial condition or other affairs of the Township. No representation is made that past experience, as is shown by the financial and other information provided herein, will necessarily continue or be repeated in the future.

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

In order to facilitate the distribution of the Bonds and the Notes, the respective Underwriters may engage in transactions intended to stabilize the price of the Bonds or the Notes at a level above that which might otherwise prevail in the open market. Such stabilizing, if commenced, may be discontinued at any time. The prices at which the Bonds and the Notes are offered to the public by the respective Underwriters and the yields resulting there from may vary from the initial public offering prices or yields on the cover page and/or inside cover page hereof. In addition, the Underwriters may allow concessions or discounts from such initial public offering prices to dealers and others.

The Underwriters have reviewed the information in this Official Statement in accordance with and as part of their responsibilities to investors under the Federal Securities laws of the United States of America as applied to the facts and circumstances of the aforementioned transactions, but the Underwriters do not guarantee the accuracy or completeness of such information.

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**OFFICIAL STATEMENT
OF THE
TOWNSHIP OF BRICK
IN THE COUNTY OF OCEAN, STATE OF NEW JERSEY**

RELATING TO

**\$17,807,000*
GENERAL IMPROVEMENT BONDS, SERIES 2026
and
\$16,426,639
BOND ANTICIPATION NOTES, SERIES 2026**

INTRODUCTION

The purpose of this Official Statement is to provide certain information regarding the financial and economic condition of the Township of Brick (the "Township"), in the County of Ocean (the "County"), a municipal corporation organized and existing under the laws of the State of New Jersey (the "State"), in connection with the offering, sale and issuance of the Township's \$17,807,000* aggregate principal amount of General Improvement Bonds, Series 2026 (the "Bonds"), and \$16,426,639 aggregate principal amount of Bond Anticipation Notes, Series 2026 (the "Notes"). This Official Statement, which includes the cover page, inside front cover page and appendices attached hereto, has been authorized by the Township Council of the Township, executed by and on behalf of the Township by its Chief Financial Officer, and is to be distributed in connection with the offering, sale and issuance of the Bonds and Notes.

This Official Statement contains specific information relating to the Bonds and Notes including their general description, the purposes of their issuance, a summary of borrowing procedures, certain matters affecting the financing, certain legal matters, historical financial information and other information pertinent to the sale, issuance and delivery of the Bonds and Notes. 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 historical information and, but only to the extent specifically provided herein, certain projections of the immediate future, and is not necessarily indicative of future or continuing trends in the financial position or other affairs of the Township.

This Official Statement is "deemed final", as of its date, within the meaning of Rule 15c2-12 promulgated by the Securities and Exchange Commission (the "Rule").

DESCRIPTION OF THE BONDS

General Description

The Bonds are dated the date of delivery thereof and shall bear interest at the rates shown on the inside front cover page hereof from such date, and shall be payable semi-annually on the first (1st) day of March and September in each year (each an "Interest Payment Date"), commencing March 1, 2027, until maturity or prior redemption. Interest on the Bonds is calculated on the basis of twelve (12) thirty (30) day months in a three hundred sixty (360) day year and will be paid by check, draft or wire transfer mailed, transmitted or delivered to the registered owners of the Bonds as of each respective February 15 and August 15 preceding each Interest Payment Date (the "Record Dates"), at the address shown on the registration

* Preliminary, subject to change.

books for the Bonds kept for that purpose by the Township's Chief Financial Officer, as Registrar and Paying Agent.

The Bonds will mature on March 1 in each of the years and in the respective principal amounts as set forth on the inside front cover page.

The Bonds, when issued, will be registered in the name of, and held by, Cede & Co., as nominee for The Depository Trust Company, Brooklyn, New York ("DTC"). DTC will act as securities depository (the "Securities Depository") for the Bonds. Purchases of beneficial ownership interests in the Bonds will be made in book-entry form, without certificates, in denominations of \$5,000 each or any integral multiple of \$1,000 in excess thereof, through book entries made on the books and records of DTC and its participants. Under certain circumstances, such beneficial interests in the Bonds are exchangeable for one or more fully registered Bond certificates of like series, maturity and tenor in authorized denominations.

The Bond certificates will be on deposit with DTC. DTC will be responsible for maintaining a book-entry system for recording the interests of its participants and/or the transfers of the interests among its participants. The participants will be responsible for maintaining records regarding the beneficial ownership interests in the Bonds on behalf of the individual purchasers. Individual purchasers of the Bonds will not receive certificates representing their beneficial ownership interests in the Bonds, but each book-entry owner will receive a credit balance on the books of its nominee, and this credit balance will be confirmed by an initial transaction statement stating the details of the Bonds purchased. So long as DTC or its nominee, Cede & Co., is the registered owner of the Bonds, payments of the principal of and interest on the Bonds will be made by the Township, as Paying Agent, or a duly designated paying agent as may be designated by the Township, directly to DTC or its nominee, Cede & Co., which will, in turn, remit such payments to DTC Participants and Indirect Participants (each as hereinafter defined), which will, in turn, remit such payments to the beneficial owners of the Bonds. See "BOOK-ENTRY SYSTEM" herein.

Optional Redemption

The Bonds of this issue maturing prior to March 1, 2035 are not subject to redemption prior to their stated maturities. The Bonds of this issue maturing on or after March 1, 2035 are redeemable at the option of the Township, in whole or in part, on any date on or after March 1, 2034, upon notice as required herein, at a redemption price equal to one hundred percent (100%) of the principal amount being redeemed (the "Redemption Price"), plus accrued interest to the date fixed for redemption.

Notice of Redemption

Notice of Redemption ("Notice of Redemption") shall be given by mailing such notice at least thirty (30) days, but not more than sixty (60) days, before the date fixed for redemption by first class mail in a sealed envelope with postage prepaid to the registered owners of such Bonds at their respective addresses as they last appear on the registration books kept for that purpose by the Township or a duly appointed bond registrar. So long as DTC (or any successor thereto) acts as Securities Depository for the Bonds, Notices of Redemption shall be sent to such Securities Depository and shall not be sent to the beneficial owners of the Bonds. Any failure of the Securities Depository to advise any of its Participants or any failure of any Participant to notify any beneficial owner of any Notice of Redemption shall not affect the validity of the redemption proceedings. If the Township determines to redeem a portion of the Bonds prior to maturity, such Bonds shall be redeemed by the Township in inverse order of maturity and within any maturity shall be selected by the Township by lot.

If Notice of Redemption has been given as provided herein, the Bonds or the portion thereof called for redemption shall be due and payable on the date fixed for redemption at the Redemption Price, together with accrued interest to the date fixed for redemption. Interest shall cease to accrue on the Bonds after the date fixed for redemption.

Authorization for the Issuance of the Bonds

The Bonds are authorized by, and are issued pursuant to: (i) the provisions of the Local Bond Law of the State of New Jersey, N.J.S.A. 40A:2-1 et seq., as amended and supplemented (the "Local Bond Law");

(ii) various bond ordinances duly adopted by the Township Council of the Township on the dates set forth in the chart below under the subheading "Purpose of the Bonds", approved by the Mayor (if applicable), and published as required by law; and (iii) a resolution duly adopted by the Township Council of the Township on February 10, 2026 (the "Resolution").

The bond ordinances authorizing the Bonds were published in full or in summary after their final adoption along with the statement that the twenty (20) day period of limitation within which a suit, action or proceeding questioning the validity of such bond ordinances could 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 all persons shall be estopped from questioning their sale, execution or delivery by the Township. Such estoppel period has concluded as of the date of this Official Statement.

Purpose of the Bonds

The Bonds are being issued to refund, on a current basis, a \$17,807,000 principal portion of outstanding bond anticipation notes of the Township issued in the aggregate principal amount of \$31,744,700 on March 18, 2025 and maturing on March 17, 2026 (the "Prior Notes").

The improvements or purposes for which the Bonds are to be issued have been authorized by duly adopted, approved and published bond ordinances of the Township, which bond ordinances are described in the following table by Ordinance Number, Description and Date of Final Adoption and the Amount of Bond Proceeds to be Issued for such improvements or purposes. The bond ordinances are as follows:

\$17,807,000*
General Improvement Bonds, Series 2026

Ordinance Number	Description and Date of Final Adoption	Amount of Bond Proceeds to be Issued
9-13	Various Capital Improvements and Other Related Expenses, finally adopted 4/16/13	\$ 319,165.17
14-18	Various Capital Improvements and Acquisitions, finally adopted 5/22/18	10,000.00
15-18	Various Capital Improvements and Acquisitions, finally adopted 5/22/18	55,155.00
6-19	Various Capital Improvements and Acquisitions, finally adopted 6/11/19	111,585.00
7-19	Various Capital Improvements and Acquisitions, finally adopted 6/11/19	115,780.00
5-20	Various Capital Improvements and Acquisitions, finally adopted 6/9/20	63,770.00
6-20	Various Capital Improvements and Acquisitions, finally adopted 6/9/20	140,950.00
7-20	Various Capital Improvements and Acquisitions, finally adopted 6/9/20	396,011.66

* Preliminary, subject to change.

<u>Ordinance Number</u>	<u>Description and Date of Final Adoption</u>	<u>Amount of Bond Proceeds to be Issued</u>
8-20	Various Capital Improvements and Acquisitions, finally adopted 6/9/20	\$ 278,070.00
16-20	Various Capital Improvements and Acquisitions, finally adopted 11/10/20	12,360.00
9-21	Various Capital Improvements and Acquisitions, finally adopted 7/13/21	447,405.00
10-21	Various Capital Improvements and Acquisitions, finally adopted 7/13/21	108,964.00
11-21	Various Capital Improvements and Acquisitions, finally adopted 7/13/21	1,945,159.00
12-21	Various Capital Improvements and Acquisitions, finally adopted 7/13/21	3,326,650.00
7-22	Dredging of Nejecho Beach Lagoon, finally adopted 5/10/22	700.00
8-22	Various Capital Improvements and Acquisitions, finally adopted 5/24/22	2,109,410.00
9-22	Various Capital Improvements and Acquisitions, finally adopted 5/24/22	206,940.00
10-22	Various Capital Improvements and Acquisitions, finally adopted 5/24/22	2,920,510.00
11-22	Various Capital Improvements and Acquisitions, finally adopted 5/24/22	1,451,675.00
9-23	Various Capital Improvements and Acquisitions, finally adopted 5/23/23	1,106,865.00
10-23	Various Capital Improvements and Acquisitions, finally adopted 5/23/23	95,190.00
11-23	Various Capital Improvements and Acquisitions, finally adopted 5/23/23	2,444,685.17
12-23	Various Capital Improvements and Acquisitions, finally adopted 5/23/23	<u>140,000.00</u>
		<u>\$ 17,807,000.00</u>

Payment of Bonds

As hereinafter stated, the Bonds are general obligations of the Township for which the full faith and credit of the Township will be pledged. The Township is authorized and required by law to levy *ad valorem* taxes upon all the taxable property located within the Township for the payment of principal of and interest on the Bonds, without limitation as to rate or amount, unless paid from other sources.

DESCRIPTION OF THE NOTES

General Description

The Notes shall be dated the date of delivery thereof and shall bear interest at the rate as indicated on the front cover page of this Official Statement, payable upon the maturity date thereof. Interest on the Notes is calculated on the basis of twelve (12) thirty (30) day months in a three hundred sixty (360) day year.

The Notes will be issued as fully registered notes in book-entry form, and when issued, will be issued with one certificate for the principal amount of the Notes and will be registered in the name of, and held by, Cede & Co., as nominee of DTC. DTC will act as Securities Depository for the Notes. Principal of and interest on the Notes will be payable by the Township, as Paying Agent, or a duly designated paying agent as may be designated by the Township, on the date of maturity thereof by wire transfer of immediately available funds to DTC or its nominee, Cede & Co. Purchases of beneficial ownership interests in the Notes will be made in book-entry form, without certificates, in denominations of \$5,000 each or any integral multiple of \$1,000 in excess thereof, or, as applicable, any odd denomination in excess thereof, through book entries made on the books and records of DTC and its participants. Under certain circumstances, such beneficial interests in the Notes are exchangeable for one or more fully registered Note certificates in authorized denominations.

The Note certificate will be on deposit with DTC. DTC will be responsible for maintaining a book-entry system for recording the interests of its participants and/or the transfers of the interests among its participants. The participants will be responsible for maintaining records regarding the beneficial ownership interests in the Notes on behalf of the individual purchasers. Individual purchasers of the Notes will not receive certificates representing their beneficial ownership interests in the Notes, but each book-entry owner will receive a credit balance on the books of its nominee, and this credit balance will be confirmed by an initial transaction statement stating the details of the Notes purchased. So long as DTC or its nominee, Cede & Co., is the registered owner of the Notes, payments of the principal of and interest on the Notes will be made by the Township or a duly designated paying agent directly to DTC or its nominee, Cede & Co., which will, in turn, remit such payments to DTC Participants and Indirect Participants, which will, in turn, remit such payments to the beneficial owners of the Notes. See "BOOK-ENTRY SYSTEM" herein.

Optional Redemption

The Notes are not subject to redemption prior to their stated maturity.

Authorization for the Issuance of the Notes

The Notes are authorized by, and are issued pursuant to: (i) the provisions of the Local Bond Law; (ii) various bond ordinances duly adopted by the Township Council of the Township on the dates set forth in the chart below under the subheading "Purpose of the Notes", approved by the Mayor (if applicable), and published as required by law; and (iii) the Resolution.

The bond ordinances authorizing the Notes were published in full or in summary after their final adoption along with the statement that the twenty (20) day period of limitation within which a suit, action or proceeding questioning the validity of such bond ordinances could 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 all persons shall be estopped from questioning their sale, execution or delivery by the Township. Such estoppel period has concluded as of the date of this Official Statement.

Purpose of the Notes

The Notes are being issued to: (i) refund, on a current basis, together with other funds available to the Township in the amount of \$1,660,991, the remaining \$12,276,709 principal portion of the Prior Notes; and (ii) temporarily finance the costs of various capital improvements and acquisitions in and by the Township in the amount of \$4,149,930, including paying the costs associated with the issuance of the Notes.

The improvements or purposes for which the Notes are to be issued have been authorized by duly adopted, approved and published bond ordinances of the Township, which bond ordinances are described in the following table by Ordinance Number, Description and Date of Final Adoption and the Amount of Notes Proceeds to be Issued for such improvements or purposes. The bond ordinances are as follows:

\$16,426,639
Bond Anticipation Notes, Series 2026

<u>Ordinance Number</u>	<u>Description and Date of Final Adoption</u>	<u>Amount of Note Proceeds to be Issued</u>
9-13	Various Capital Improvements and Other Related Expenses, finally adopted 4/16/13	\$ 12,050.96
11-17	Various Capital Improvements and Acquisitions, finally adopted 6/27/17	300,738.48
12-18	Various Capital Improvements and Acquisitions, finally adopted 5/22/18	5,608.00
14-18	Various Capital Improvements and Acquisitions, finally adopted 5/22/18	12,288.16
7-19	Various Capital Improvements and Acquisitions, finally adopted 6/11/19	275,430.00
9-19	Various Capital Improvements and Acquisitions, finally adopted 6/11/19	70,392.74
5-20	Various Capital Improvements and Acquisitions, finally adopted 6/9/20	16,483.72
6-20	Various Capital Improvements and Acquisitions, finally adopted 6/9/20	178,973.81
8-20	Various Capital Improvements and Acquisitions, finally adopted 6/9/20	47,223.14
15-20	Various Capital Improvements and Acquisitions, finally adopted 11/10/20	115,000.00
9-21	Various Capital Improvements and Acquisitions, finally adopted 7/13/21	46,350.63
10-21	Various Capital Improvements and Acquisitions, finally adopted 7/13/21	9,500.00
12-21	Various Capital Improvements and Acquisitions, finally adopted 7/13/21	726,611.12

<u>Ordinance Number</u>	<u>Description and Date of Final Adoption</u>	<u>Amount of Note Proceeds to be Issued</u>
8-22	Various Capital Improvements and Acquisitions, finally adopted 5/24/22	\$ 74,192.56
9-22	Various Capital Improvements and Acquisitions, finally adopted 5/24/22	45,109.38
10-22	Various Capital Improvements and Acquisitions, finally adopted 5/24/22	201,477.00
11-22	Various Capital Improvements and Acquisitions, finally adopted 5/24/22	621,473.85
9-23	Various Capital Improvements and Acquisitions, finally adopted 5/23/23	1,125,316.89
10-23	Various Capital Improvements and Acquisitions, finally adopted 5/23/23	191,653.06
11-23	Various Capital Improvements and Acquisitions, finally adopted 5/23/23	1,889,893.50
12-23	Various Capital Improvements and Acquisitions, finally adopted 5/23/23	550,000.00
5-24	Various Capital Improvements and Acquisitions, finally adopted 5/14/24	2,067,000.00
6-24	Various Capital Improvements and Acquisitions, finally adopted 5/14/24	20,000.00
7-24	Various Capital Improvements and Acquisitions, finally adopted 5/14/24	3,050,000.00
8-24	Various Capital Improvements and Acquisitions, finally adopted 5/14/24	2,733,872.00
3-25	Various Capital Improvements and Acquisitions, finally adopted 4/8/25	900,000.00
4-25	Various Capital Improvements and Acquisitions, finally adopted 4/8/25	40,000.00
5-25	Various Capital Improvements and Acquisitions, finally adopted 4/8/25	300,000.00
6-25	Various Capital Improvements and Acquisitions, finally adopted 4/8/25	300,000.00
9-25	Phase I of the Cconstruction of a New Building and Garage for the Department of Public Works, finally adopted 5/13/25	<u>500,000.00</u>
		<u>\$ 16,426,639.00</u>

Payment of Notes

As hereinafter stated, the Notes are general obligations of the Township for which the full faith and credit of the Township will be pledged. The Township is authorized and required by law to levy *ad valorem* taxes upon all taxable property located within the Township for the payment of principal of and interest on the Notes, without limitation as to rate or amount, unless paid from other sources.

SECURITY FOR THE BONDS AND NOTES

The Bonds and Notes are valid and legally binding general obligations of the Township for which the full faith and credit of the Township are irrevocably pledged for the punctual payment of the principal of and interest on the Bonds and Notes. The Township has the power and is obligated by law to levy *ad valorem* taxes upon all the taxable property located within the Township for the payment of the principal of the Bonds and Notes and the interest thereon, without limitation as to rate or amount, unless otherwise paid from other sources.

The Township is required by law to include the total amount of principal of and interest on all of its general obligation indebtedness, such as the Bonds and Notes, for the current year in each annual budget unless provision has been made for payment of such general obligation indebtedness from other sources. The enforceability of rights or remedies with respect to the Bonds and Notes may be limited by bankruptcy, insolvency or other similar laws affecting creditors' rights or remedies heretofore or hereafter enacted. See "RISK TO HOLDERS OF BONDS AND NOTES" herein.

The Bonds and Notes are not a debt or obligation, legal, moral or otherwise, of the State or any county, municipality or political subdivision thereof, other than the Township.

RECENT HEALTHCARE DEVELOPMENTS

In early March of 2020, the World Health Organization declared a pandemic following the global outbreak of COVID-19, a respiratory disease caused by a newly discovered strain of coronavirus. On March 13, 2020, the President of the United States declared a national public health emergency to unlock federal funds and assistance to help states and local governments fight the pandemic. The Governor of the State declared a state of emergency and a public health emergency on March 9, 2020. In response to the COVID-19 pandemic, federal and State legislation and executive orders were implemented to, among other things, provide relief to state and local governments, including the American Rescue Plan Act of 2021 (the "Plan"). The Township received \$7,917,840 in Federal Aid under the Plan, \$3,958,920 of which amount was received by the Township in 2021 and \$3,958,920 was received in 2022. The deadline to commit the funds was December 31, 2024 and the deadline to spend said funds is December 31, 2026.

The pandemic and certain mitigation measures, which altered the behavior of businesses and people, have had and may continue to have negative impacts on regional, State and local economies. The national public health emergency and the State public health emergency have since ended, while the state of emergency declared by the State and several executive orders signed by the Governor remain to manage COVID-19 on an endemic level.

To date, the overall finances and operations of the Township have not been materially adversely affected by the COVID-19 pandemic. Nonetheless, there can be no assurance regarding the extent to which the COVID-19 pandemic, or any other national health crisis or pandemic, may impact the national, State or local economies in the future, nor how any such event may materially adversely impact municipalities, including the Township. The Township cannot quantify any such impacts at this time.

CLIMATE

The State is naturally susceptible to the effects of extreme weather events and natural disasters, including floods, earthquakes and hurricanes, which could result in negative economic impacts on communities. Such effects can be exacerbated by a longer-term shift in the climate over several decades (commonly referred to as "climate change"), including increasing global temperatures and rising sea levels. The occurrence of such extreme weather events could damage local infrastructure that provides essential services to the Township, as well as resulting in economic impacts such as loss of *ad valorem* tax revenue, interruption of municipal services, and escalated recovery costs. No assurance can be given as to whether future extreme weather events will occur that could materially adversely affect the financial condition of the Township.

CYBER SECURITY

The Township relies on a complex technology environment to conduct its various operations. As a result, the Township faces certain cyber security threats at various times including, but not limited to, hacking, phishing, viruses, malware and other attacks on its computing and digital networks and systems. To mitigate the risks of business operations impact and/or damage from cybersecurity incidents or cyber-attacks, the Township has invested in multiple forms of cybersecurity and operational safeguards. In addition, the Township maintains certain insurance coverage for cyberattacks and related events. No assurances can be given that the Township's efforts to manage cyber threats and attacks will be successful or that any such attack will not materially impact the operations or finances of the Township.

NO DEFAULT

There is no report of any default in the payment of the principal of, redemption premium, if any, and interest on the bonds, notes or other obligations of the Township as of the date hereof.

MARKET PROTECTION

The Township does not anticipate issuing any additional debt in 2026.

BOOK-ENTRY SYSTEM*

The description which follows of the procedures and record keeping with respect to beneficial ownership interests in the Bonds and Notes, payment of principal and interest, and other payments on the Bonds and Notes to DTC Participants or Beneficial Owners (as such terms are defined or used herein), confirmation and transfer of beneficial ownership interests in the Bonds and Notes and other related transactions by and between DTC, DTC Participants and Beneficial Owners, is based on certain information furnished by DTC to the Township. Accordingly, the Township does not make any representations concerning these matters.

DTC will act as securities depository for the Bonds and Notes. The Bonds and Notes 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 Bond certificate will be issued for each maturity of the Bonds as set forth on the inside front cover page hereof, and will be deposited with DTC. One fully registered Note certificate will be issued for the Notes in the aggregate principal amount of the Notes, as set forth on the cover page hereof, and will be deposited with DTC.

* Source: The Depository Trust Company.

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 Standard & Poor's rating 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 and www.dtc.org.

Purchases of the Bonds or Notes under the DTC system must be made by or through Direct Participants, which will receive a credit for the Bonds or Notes on DTC's records. The ownership interest of each actual purchaser of the Bonds or Notes ("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 Bonds or Notes 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 Bonds or Notes, except in the event that use of the book-entry system for the Bonds or Notes is discontinued.

To facilitate subsequent transfers, all Bonds or Notes 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 Bonds or Notes 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 Bonds or Notes; DTC's records reflect only the identity of the Direct Participants to whose accounts such Bonds or Notes 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 Bonds or Notes may wish to take certain steps to augment the transmission to them of notices of significant events with respect to the Bonds or Notes, such as redemptions, tenders, defaults, and proposed amendments to the Bond or Note documents. For example, Beneficial Owners of the Bonds or Notes may wish to ascertain that the nominee holding the Bonds or Notes for their benefit has agreed to obtain and transmit notices to Beneficial Owners, or 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.

Neither DTC nor Cede & Co. (nor any other DTC nominee) will consent or vote with respect to the Bonds or Notes, 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 Bonds or Notes are credited on the record date (identified in a listing attached to the Omnibus Proxy).

Principal and interest payments on the Bonds and Notes 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, nor its nominee, Paying Agent or the Township, subject to any statutory or regulatory requirements as may be in effect from time to time. Payment of principal and interest on the Bonds and Notes to Cede & Co. (or such other nominee as may be requested by an authorized representative of DTC) is the responsibility of the Township or 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 securities depository with respect to the Bonds or Notes at any time by giving reasonable notice to the Township or Paying Agent. Under such circumstances, in the event that a successor securities depository is not obtained, Bond and Note certificates are required to be printed and delivered.

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

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 Bonds or Notes, the following provisions apply: (i) the Bonds or Notes may be exchanged for an equal aggregate principal amount of Bonds or Notes in authorized denominations and of the same maturity, upon surrender thereof at the office of the Chief Financial Officer of the Township or Paying Agent; (ii) the transfer of any Bonds or Notes may be registered on the books maintained by the Chief Financial Officer of the Township or Paying Agent for such purposes only upon the surrender thereof to the Chief Financial Officer of the Township or Paying Agent, together with the duly executed assignment in form satisfactory to the Chief Financial Officer of the Township, or Paying Agent; and (iii) for every exchange or registration of transfer of Bonds or Notes, the Chief Financial Officer of the Township or Paying Agent may make a charge sufficient to reimburse it for any tax or other governmental charge required to be paid with respect to such exchange or registration of transfer of the Bonds or Notes. Interest on the Bonds or Notes will be payable by check or draft, mailed on the Interest Payment Date to the registered owners thereof.

PROVISIONS FOR THE PROTECTION OF GENERAL OBLIGATION DEBT

Procedure for Authorization

The Township has no constitutional limit on its power to incur indebtedness other than that it may issue obligations only for public purposes pursuant to State statutes. The authorization and issuance of Township debt, including the purpose, amount and nature thereof, the method and manner of the incurrence of such debt, the maturity and terms of repayment thereof, and other related matters are statutory. The Township is not required to submit the proposed incurrence of indebtedness to a public referendum.

The Township, by bond ordinance, may authorize and issue negotiable obligations for the financing of any capital improvement or property which it may lawfully acquire, or any purpose for which it is authorized or required by law to make an appropriation, except current expenses and payment of obligations (other than those for temporary financings). Bond ordinances must be finally adopted by the recorded affirmative vote of at least two-thirds of the full membership of the Township Council and approved by the Mayor. The Local

Bond Law requires publication and posting of the bond ordinance. If the bond ordinance requires approval or endorsement of the State, it cannot be finally adopted until such approval has been received. The Local Bond Law provides that a bond ordinance shall take effect twenty (20) days after the first publication thereof after final adoption. At the conclusion of the twenty-day period, all challenges to the validity of the obligations authorized by such bond ordinance shall be precluded except for constitutional matters. Moreover, after issuance, all obligations are conclusively presumed to be fully authorized and issued by all laws of the State and any person shall be estopped from questioning their sale, execution or delivery by the Township.

Local Bond Law (N.J.S.A. 40A:2-1 et seq.)

The Bonds and Notes are being issued pursuant to the provisions of the Local Bond Law. The Local Bond Law governs the issuance of bonds and bond anticipation notes to finance certain municipal capital expenditures. Among its provisions are requirements that bonds or notes must mature within the statutory period of usefulness of the projects being financed, that bonds be retired in serial or sinking fund installments, and that, unlike school debt, and with some exceptions, including self-liquidating obligations and the improvements involving State grants, a five percent (5%) cash down payment must be generally provided. Such down payment must have been raised by budgetary appropriations, from cash on hand previously contributed for the purpose or by emergency resolution adopted pursuant to the Local Budget Law, N.J.S.A. 40A:4-1 et seq., as amended and supplemented (the "Local Budget Law"). All bonds and notes issued by the Township are general "full faith and credit" obligations of the Township.

Short Term Financing

Local governmental units (including the Township) may issue bond anticipation 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. Such bond anticipation notes for capital improvements may be issued in an aggregate amount not exceeding the amount of bonds authorized in the ordinance, as may be amended and supplemented, creating such capital expenditure. A local unit's bond anticipation notes may be issued and renewed for periods not exceeding one (1) year, with the final maturity occurring and being paid no later than the first day of the fifth month following the close of the tenth fiscal year after the original issuance of the notes, provided that no notes may be renewed beyond the third anniversary date of the original notes and each anniversary date thereafter, unless an amount of such note at least equal to the first legally payable installment of the anticipated bonds (the first year's principal payment), is paid and retired from funds other than the proceeds of obligations on or before the third anniversary date and each anniversary date thereafter.

The issuance of tax anticipation notes by a municipality is limited in amount by the provisions of the Local Budget Law and may be renewed from time to time, but, in the case of a municipality such as the Township, all such notes and renewals thereof must mature not later than 120 days after the end of the fiscal year in which such notes were issued.

Refunding Bonds (N.J.S.A. 40A:2-51 et seq.)

Refunding bonds may be issued by a local unit pursuant to the Local Bond Law for the purpose of paying, funding or refunding its outstanding bonds, including temporary emergency appropriations, emergency appropriations, the actuarial liabilities of a non-State administered public employee pension system, the present value of unfunded accrued liabilities for State administered early retirement incentive benefits, amounts owing to others for taxes levied in the local unit, or any renewals or extensions thereof, and for paying the cost of issuance of refunding bonds. Refunding bonds issued to pay, fund, or refund outstanding bonds may be issued in accordance with N.J.A.C. 5:30-2.5 and, therefore, no approval is required by the Local Finance Board, in the Division of Local Government Services, New Jersey Department of Community Affairs (the "Local Finance Board"); however, the details of the sale, issuance and delivery of the refunding bonds will be delivered to the Local Finance Board within ten (10) days of the delivery of the refunding bonds.

Statutory Debt Limitation (N.J.S.A. 40A:2-6 et seq.)

There are statutory requirements which limit the amount of debt which the Township is permitted to authorize. The authorized bonded indebtedness of a township is limited by the Local Bond Law and other

laws to an amount equal to three and one-half percent (3 1/2%) of its stated average equalized valuation basis, subject to certain exceptions noted below. The stated equalized valuation basis is set by statute as the average of the equalized valuations of all taxable real property, together with improvements to such property, and the assessed valuation of certain Class II railroad property within the boundaries of the Township for each of the last three (3) preceding years as annually certified in the valuation of all taxable real property, in the Table of Equalized Valuation by the Director of the Division of Taxation, in the New Jersey Department of the Treasury (the "Division of Taxation"). Certain categories of debt are permitted by statute to be deducted for the purposes of computing the statutory debt limit. The Local Bond Law permits the issuance of certain obligations, including obligations issued for certain emergency or self-liquidating purposes, notwithstanding the statutory debt limitation described above; but, with certain exceptions, it is then necessary to obtain the approval of the Local Finance Board. See "Exceptions to Debt Limitation-Extensions of Credit" herein.

As shown in APPENDIX A, the Township has not exceeded its statutory debt limit.

Exceptions to Debt Limitation – Extensions of Credit (N.J.S.A. 40A:2-7 et seq.)

The debt limit of the Township may be exceeded with the approval of the Local Finance Board. If all or any part of a proposed debt authorization is to exceed its debt limit, the Township must apply to the Local Finance Board for an extension of credit. The Local Finance Board considers the request, concentrating its review on the effect of the proposed authorization on outstanding obligations and operating expenses and the anticipated ability to meet the proposed obligations. If the Local Finance Board determines that a proposed debt authorization is not unreasonable or exorbitant, that the purposes or improvements for which the obligations are issued are in the public interest and for the health, welfare and convenience or betterment of the inhabitants of the Township and that the proposed debt authorization would not materially impair the credit of the Township or substantially reduce the ability of the Township to meet its obligations or to provide essential services that are in the public interest and makes other statutory determinations, approval is granted. In addition to the aforesaid, debt in excess of the debt limit may be issued to fund certain obligations, for self-liquidating purposes and, in each fiscal year, in an amount not exceeding two-thirds of the amount budgeted in such fiscal year for the retirement of outstanding obligations (exclusive of obligations issued for utility or assessment purposes) plus two-thirds of the amount raised in the tax levy of the current fiscal year by the local unit for the payment of bonds or notes of any school district.

As shown in APPENDIX A, the Township has not exceeded its debt limit.

Local Fiscal Affairs Law (N.J.S.A. 40A:5-1 et seq.)

The Local Fiscal Affairs Law, N.J.S.A. 40A:5-1 et seq., as amended and supplemented (the "Local Fiscal Affairs Law"), regulates the non-budgetary financial activities of local governments. An annual, independent audit of the local unit's accounts for the previous year must be performed by a Registered Municipal Accountant licensed in the State of New Jersey. The audit, conforming to the Division of Local Government Services, in the New Jersey Department of Community Affairs (the "Division") "Requirements of Audit", which must be completed within six (6) months (June 30) after the close of the Township's fiscal year (December 31), includes recommendations for improvement of the local unit's financial procedures. The audit report must be filed with the Township Clerk and is available for review during regular municipal business hours and shall, within five (5) days thereafter, be filed with the Director of the Division (the "Director"). A synopsis of the audit report, together with all recommendations made, must be published in a local newspaper within thirty (30) days of the Township Clerk's receipt of the audit report. Accounting methods utilized in the conduct of the audit conform to practices prescribed by the Division, which practices differ in some respects from generally accepted accounting principles in the United States.

Annual Financial Statement (N.J.S.A. 40A:5-12 et seq.)

An annual financial statement ("Annual Financial Statement") which sets forth the financial condition of a local unit for the fiscal year must be filed with the Division not later than January 26 (in the case of a county) and not later than February 10 (in the case of a municipality) after the close of the calendar fiscal year, such as the Township, or not later than August 10 of the State fiscal year for those municipalities which operate on the State fiscal year. The Annual Financial Statement is prepared either by the Chief Financial Officer or the Registered Municipal Accountant for the local unit. Such Annual Financial Statement reflects the results

of operations for the year of the Current and Utility Funds. If the statement of operations results in a cash deficit, the deficit must be included in full in the succeeding year's budget. The entire annual financial statement is filed with the clerk of the local unit and is available for review during business hours.

Investment of Municipal Funds

Investment of funds by municipalities is governed by N.J.S.A. 40A:5-14 *et seq.* Such statute requires municipalities to adopt a cash management plan pursuant to the requirements outlined by said statute. Once a municipality adopts a cash management plan it must deposit or invest its funds pursuant to such plan. N.J.S.A. 40A:5-15.1 provides for the permitted securities a municipality may invest in pursuant to its cash management plan. Some of the permitted securities are as follows: (a) obligations of, or obligations guaranteed by, the United States of America ("Government Obligations"), (b) Government money market mutual funds which invest in securities permitted under the statute, (c) bonds of certain Federal Government agencies having a maturity date not greater than 397 days from the date of purchase, (d) bonds or other obligations of the particular municipality or school district of which the local unit is a part or within which the school district is located, and (e) bonds or other obligations having a maturity date not greater than 397 days from the date of purchase and approved by the Division of Investment, in the New Jersey Department of the Treasury. Municipalities are required to deposit their funds in banks satisfying certain security requirements set forth in N.J.S.A. 17:9-41 *et seq.* Municipalities are required to deposit their funds in interest-bearing bank accounts to the extent practicable and other permitted investments.

DEBT INFORMATION OF THE TOWNSHIP

The Township must report all new authorizations of debt or changes in previously authorized debt to the Division through the filing of Supplemental and Annual Debt Statements. The Supplemental Debt Statement must be submitted to the Division before final passage of any debt authorization other than a refunding debt authorization. Before the end of the first month (January 31) of each fiscal year of the Township, the Township must file an Annual Debt Statement which is dated as of the last day of the preceding fiscal year (December 31) with the Division and with the Township Clerk. 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. Even though the Township's authorizations are within its debt limits, the Division is able to enforce State regulations as to the amounts and purposes of local borrowings.

FINANCIAL MANAGEMENT

Accounting and Reporting Practices

The accounting policies of the Township conform to the accounting principles applicable to local governmental units which have been prescribed by the Division. 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 other governmental units and which are accrued. 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 to the Township which are susceptible to accrual are also recorded as receivables with offsetting reserves and recorded as revenue only when received. Expenditures are generally recorded on the accrual basis, except that unexpended appropriations at December 31, unless canceled by the governing body, are reported as expenditures with offsetting appropriation reserves. Appropriation reserves are available, until lapsed at the close of the succeeding fiscal year, to meet specific claims, commitments or contracts incurred during the preceding fiscal year. Lapsed appropriation reserves are credited to the results of operations. As is the prevailing practice among municipalities and counties in the State, the Township does not record obligations for accumulated unused vacation and sick pay.

Local Budget Law (N.J.S.A. 40A:4-1 et seq.)

The foundation of the State local finance system is the annual cash basis budget. Every local unit, including the Township, must adopt an annual operating budget in the form required by the Division. Certain items of revenue and appropriation are regulated by law and the proposed operating budget cannot be finally adopted until it has been certified by the Director, or in the case of a local unit's examination of its own budget as described herein, such budget cannot be finally adopted until a local examination certificate has been approved by the Chief Financial Officer and governing body of the local unit. The Local Budget Law requires each local unit to appropriate sufficient funds for payment of current debt service and the Director, or in the case of the local examination, the local unit may review the adequacy of such appropriations. Among other restrictions, the Director or, in the case of local examination, the local unit may 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 the preceding year, (d) reserve for uncollected taxes, and (e) other reserves and non-disbursement items. Taxes levied are a product of total appropriations, less non-tax revenues, plus a reserve predicated on the prior year's collection experience.

The Director, in reviewing the budget, has no authority over individual operating appropriations, unless a specific amount is required by law, but the Director's budgetary review functions, focusing on anticipated revenues, and serves to protect the solvency of the local unit. Local budgets, by law and regulation, must be in balance on a "cash basis", i.e., the total of anticipated revenues must equal the total of appropriation. N.J.S.A. 40A:4-22. If in any year the Township's expenditures exceed its realized revenues for that year, then such excess (deficit) must be raised in the succeeding year's budget.

In accordance with the Local Budget Law and related regulations, (i) each local unit, with a population of 10,000 persons, must adopt and annually revise a six (6) year capital program, and (ii) each local unit, with a population under 10,000 persons, must adopt (with some exceptions) and annually revise a three (3) year capital program. The capital program, when adopted, does not constitute the appropriation of funds, but sets forth a plan of capital expenditures which the local unit may contemplate over the next six (6) years or the next three (3) years, as applicable. Expenditures for capital purposes may be made either by ordinances adopted by the governing body which set forth the items and the methods of financing, or from the annual operating budget. See "CAPITAL IMPROVEMENT PROGRAM" herein.

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 section of the 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.

Local Examination of Budgets (N.J.S.A. 40A:4-78(b))

Chapter 113 of the Laws of New Jersey of 1996 (N.J.S.A. 40A:4-78(b)) authorizes the Local Finance Board to adopt rules that permit certain municipalities to assume the responsibility, normally granted to the Director, of conducting the annual budget examination required by the Local Budget Law. Since 1997 the Local Finance Board has developed regulations that allow "eligible" and "qualifying" municipalities to locally examine their budget every two (2) or three (3) years. Under the regulations prescribed by the Local Finance Board, since the Township is a Faulkner Act or Optional Municipal Charter Law Municipality, it is never eligible for local examination of its budget. The Township adopted its 2025 budget on April 22, 2025 in accordance with the procedures described under the heading entitled, "FINANCIAL MANAGEMENT – Local Budget Law (N.J.S.A. 40A: 4-1 et seq.)"

State Supervision (N.J.S.A. 52:27BB-1 et seq.)

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 two (2) successive years; which has a deficit greater than four percent (4%) of its tax levy for two (2) successive years; which has

failed to make payments due and owing to the State, county, school district or special district for two (2) consecutive years; which has an appropriation in its annual budget for the liquidation of debt which exceeds twenty-five percent (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 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 cash deficit.

Limitations on Expenditures (“Cap Law”) (N.J.S.A. 40A:4-45.1, et seq.)

N.J.S.A. 40A:4-45.3 places limits on municipal tax levies and expenditures. This law is commonly known as the “Cap Law” (the “Cap Law”). The Cap Law provides that the Township shall limit any increase in its budget to 2.5% or the Cost-Of-Living Adjustment, whichever is less, of the previous year’s final appropriations, subject to certain exceptions. The Cost-Of-Living Adjustment is defined as 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 produced by the United States Department of Commerce for the year preceding the current year as announced by the Director. However, in each year in which the Cost-Of-Living Adjustment is equal to or less than 2.5%, the Township may, by ordinance, approved by a majority vote of the full membership of the governing body, provide that the final appropriations of the Township for such year be increased by a percentage rate that is greater than the Cost-Of-Living Adjustment, but not more than 3.5% over the previous year’s final appropriations. See N.J.S.A. 40A:4-45.14. In addition, N.J.S.A. 40A:4-45.15a restored “Cap” banking to the Local Budget Law. Municipalities are permitted to appropriate available “Cap Bank” in either of the next two (2) succeeding years’ final appropriations. The Township utilized \$738,754.77 of its “Cap” Bank in its 2025 Budget. Along with the permitted increases for total general appropriations, there are certain items that are allowed to increase outside the “Cap”.

Additionally, P.L. 2010, c.44, effective July 13, 2010, imposes a two percent (2%) cap on the tax levy of a municipality, county, fire district or solid waste collection district, with certain exceptions and subject to a number of adjustments. The exclusions from the limit include increases required to be raised for capital expenditures, including debt service, increases in pension contributions in excess of two percent (2%), certain increases in health care costs in excess of two percent (2%), and extraordinary costs incurred by a local unit directly related to a declared emergency. The governing body of a local unit may request approval, through a public question submitted to the legal voters residing in its territory, to increase the amount to be raised by taxation, and voters may approve increases above two percent (2%) not otherwise permitted under the law by an affirmative vote of fifty percent (50%) plus one vote.

The Division of Local Government Services has advised that counties and municipalities must comply with both budget “Cap” and the tax levy limitation. Neither the tax levy limitation nor the “Cap Law”, however, limits the obligation of the Township to levy *ad valorem* taxes upon all taxable property within the boundaries of the Township to pay debt service on bonds and notes, including the Bonds and Notes.

Deferral of Current Expenses

Supplemental appropriations made after the adoption of the budget and determination of the tax rate may be authorized by the governing body of a local unit, including the Township, but only to meet unforeseen circumstances, to protect or promote public health, safety, morals or welfare, or to provide temporary housing or public assistance prior to the next succeeding fiscal year. However, with certain exceptions described below, such appropriations must be included in full as a deferred charge in the following year’s budget. Any emergency appropriation must be declared by resolution according to the definition provided in a provision of the Local Budget Law, N.J.S.A. 40A:4-48, -49, and approved by at least two-thirds of the full membership of the governing body and shall be filed with the Director. If such emergency appropriations exceed three percent (3%) of the adopted operating budget, consent of the Director is required. N.J.S.A. 40A:4-49.

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 three (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 and the preparation of sanitary and storm system maps, all of which projects set forth in this section (ii) may be amortized over five (5) years. N.J.S.A. 40A:4-53, -54, -55, -55.1, -55.2, -55.3. Emergency appropriations for capital projects may be financed through the adoption of a bond ordinance and amortized over the useful life of the project as described above.

Budget Transfers

Budget transfers provide a degree of flexibility and afford a control mechanism for local units. Pursuant to N.J.S.A. 40A:4-58, transfers between major appropriation accounts are prohibited until the last two (2) months of the municipality's fiscal year. Appropriation reserves may be transferred during the first three (3) months of the current fiscal year to the immediately preceding fiscal year's budget. N.J.S.A. 40A:4-59. Both types of transfers require a two-thirds vote of the full membership of the governing body. Although sub-accounts within an appropriation are not subject to the same year-end transfer restriction, they are subject to internal review and approval. Generally, transfers cannot be made from the down payment account, the capital improvement fund, contingent expenses or from other sources as provided in the statute.

Anticipation of 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 sets limits on the anticipation of delinquent tax collections and 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.”

In regard to current taxes, N.J.S.A. 40A:4-41(b) provides 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 requires that an additional amount (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 sum will at least equal the tax levy required to balance the budget. The reserve requirement is calculated as follows:

$$\begin{array}{rcl} \text{Total of Local, County,} & - & \text{Anticipated Revenues} & = & \text{Cash Required from Taxes to Support} \\ \text{and School Levies} & & & & \text{Local Municipal Budget and Other Taxes} \\ \\ \underline{\text{Cash Required from Taxes to Support Local Municipal Budget and Other Taxes}} & & & = & \text{Amount to be} \\ \text{Prior Year's Percentage of Current Tax Collection (or Lesser %)} & & & & \text{Raised by} \\ & & & & \text{Taxation} \end{array}$$

Anticipation of Miscellaneous Revenues

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.”

No budget or amendment thereof shall be adopted unless the Director shall have previously certified his approval of such anticipated revenues except that categorical grants-in-aid contracts may be included for their face amount with an offsetting appropriation. The fiscal years of such grants rarely coincide with a municipality's calendar fiscal year. Grant revenues are fully realized in the year in which they are budgeted by the establishment of accounts receivable and offsetting reserves.

CAPITAL IMPROVEMENT PROGRAM

In accordance with the Local Budget Law, the Township 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 over the next ensuing six (6) years as a general improvement program. The Capital Budget and Capital Improvement Program must be adopted as part of the annual budget pursuant to N.J.A.C. 5:30-4. The Capital Budget does not by itself confer any authorization to raise or expend funds, rather it is a document used for planning. Specific authorization to expend funds for such purposes must be granted, by a separate bond ordinance, by inclusion of a line item in the Capital Improvement Section of the budget, by an ordinance taking money from the Capital Improvement Fund, or other lawful means.

TAX ASSESSMENT AND COLLECTION

Assessment and Collection of Taxes

Property valuations (assessments) are determined on true values as arrived at by the cost approach, market data approach and capitalization of net income (where applicable). Current assessments are the result of maintaining new assessments on a "like" basis with established comparable properties for newly assessed or purchased properties resulting in a decline of the assessment ratio to true value to its present level. This method assures equitable treatment to like property owners.

Upon the filing of certified adopted budgets by the Township, the local school district and the County, the tax rate is struck by the County Board of Taxation 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, levying of taxes and the collection thereof are set forth in N.J.S.A. 54:4-1 *et seq.* Special taxing districts are permitted in New Jersey for various special services rendered to the properties located within the special district.

For calendar year municipalities, tax bills are sent in June of the current fiscal year. Taxes are payable in four 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 as by the municipal governing body as either one-quarter or one-half of the full tax levied for municipal, county or school purposes for the preceding fiscal year.

Fiscal year municipalities follow the same general rationale for the billing of property taxes, however billing is processed semi-annually. The provisions of P.L. 1994, C. 72 changed the procedures for State fiscal year billing originally established in P.L. 1991, C. 75. Chapter 72 moves the billing calculation back on a calendar year basis, which permits tax levies to be proved more readily than before.

The formula used to calculate tax bills under P.L. 1994, C. 72 is as follows:

The third and fourth installments, for municipal purposes, would equal one-half of an estimated annual tax levy, plus the balance of the full tax levied during the current tax year for school, county and special district purposes. The balance of the full tax for non-municipal purposes is calculated by subtracting amounts due on a preliminary basis from the full tax requirement for the tax year. The first and second installments, for municipal purposes, will be calculated on a percentage of the previous years billing

necessary to bill the amount required to collect the full tax levy, plus the non-municipal portion, which represents the amount payable to each taxing district for the period of January 1 through June 30.

Tax installments not paid on or before the due date are subject to interest penalties of eight percent (8%) on the first \$1,500 of the delinquency and, then eighteen percent (18%) per annum on any amount in excess of \$1,500. A penalty of up to six percent (6%) of the delinquency in excess of \$10,000 may be imposed on a taxpayer who fails to pay that delinquency prior to the end of the tax year in which the taxes become delinquent. Delinquent taxes open for one year or more are annually included in a tax sale in accordance with State Statutes. Tax title liens are periodically assigned to the Township Attorney (as defined herein) for in rem foreclosures in order to acquire title to these properties.

The provisions of Chapter 99 of the Laws of New Jersey of 1997 allow a municipality to sell its total property tax levy to the highest bidder either by public sale with sealed bids or by public auction. The purchaser shall pay the total property tax levy bid amount in quarterly installments or in one annual installment. Property taxes will continue to be collected by the municipal tax collector and the purchaser will receive as a credit against his payment obligation the amount of taxes paid to the tax collector. The purchaser is required to secure his payment obligation to the municipality by an irrevocable letter of credit or surety bond. The purchaser is entitled to receive, all delinquent taxes and other municipal charges owing, due and payable upon collection by the tax collector. The statute sets forth bidding procedures, minimum bidding terms and requires the review and approval of the sale by the Division.

Tax Appeals

New Jersey Statutes provide a taxpayer with remedial procedures for appealing an assessed valuation that the taxpayer deems excessive. The taxpayer has a right to file a petition on or before the 1st day of April of the current tax year for its review or the 1st day of May for municipalities that have conducted reevaluations. The County Board of Taxation and the Tax Court of New Jersey have the authority after a hearing to increase, decrease or reject the appeal petition. Adjustments by the County Board of Taxation are usually concluded within the current tax year and reductions are shown as cancelled or remitted taxes for that year. If the taxpayer believes the decision of the County Board of Taxation to be incorrect, appeal of the decision may be made to the Tax Court of New Jersey. State tax court appeals tend to take several years to conclude by settlement or trial and any losses in tax collection from prior years, after an unsuccessful trial or by settlement, are charged directly to operations.

TAX MATTERS

Federal Income Tax Treatment

The Internal Revenue Code of 1986, as amended (the "Code"), establishes certain requirements which must be met at the time of, and on a continuing basis subsequent to, the issuance of the Bonds and Notes in order for the interest on the Bonds and Notes to be and remain excluded from gross income for Federal income tax purposes under Section 103 of the Code. Noncompliance with such requirements could cause the interest on the Bonds or Notes to be included in gross income for Federal income tax purposes retroactive to the date of issuance of the Bonds and Notes, respectively. The Township will represent in its tax certificates related to the issuance of the Bonds and Notes, respectively, that it reasonably expects and intends to comply and will comply, to the extent permitted by law, with such requirements.

In the opinion of Wilentz, Goldman & Spitzer, P.A., Woodbridge, New Jersey, Bond Counsel to the Township ("Bond Counsel"), under existing statutes, regulations, rulings and court decisions, and assuming continuing compliance by the Township with the requirements of the Code and the representations and covenants made by the Township in the tax certificates described above, interest on the Bonds and Notes is not includable in gross income of the owners of the Bonds and Notes for Federal income tax purposes pursuant to Section 103 of the Code and will not be treated as a preference item under Section 57 of the Code for purposes of computing the Federal alternative minimum tax; however, such interest is taken into account in determining the annual adjusted financial statement income of certain corporations for the purpose of computing the Federal alternative minimum tax imposed on corporations for tax years beginning after December 31, 2022.

The Bonds and Notes do not constitute “qualified tax-exempt obligations” as defined in and for purposes of Section 265(b)(3) of the Code.

[Original Issue Premium]

[The Bonds maturing on March 1 in the years _____ through _____, inclusive (collectively, the “Premium Bonds”), were purchased at a premium (“original issue premium”) over the stated principal amounts of the Bonds. For Federal income tax purposes, original issue premium generally must be amortized over the term of the Premium Bonds. Amortizable bond premium is accounted for as reducing the tax-exempt interest on the Premium Bonds rather than creating a deductible expense or loss. Under Section 171(a)(2) of the Code, no deduction is allowed for the amortizable bond premium (determined in accordance with Section 171(b) of the Code) on tax-exempt bonds. Under Section 1016(a)(5) of the Code, however, an adjustment must be made to the purchaser’s basis in the Premium Bonds to the extent of any amortizable bond premium that is disallowable as a deduction under Section 171(a)(2) of the Code. Holders of the Premium Bonds should consult their tax advisors for an explanation of the bond premium amortization rules.]

[Original Issue Discount]

[Bond Counsel is also of the opinion that the difference between the stated principal amount of the Bonds maturing on March 1 in the years _____ through _____, inclusive (collectively, the “Discount Bonds”), and their respective initial public offering prices to the public (excluding bond houses, brokers or similar persons or organizations acting in the capacity of underwriters or wholesalers) at which prices a substantial amount of the Discount Bonds of the same maturity and interest rate were sold, constitutes original issue discount which is treated as interest and is excludable from gross income for Federal income tax purposes to the same extent described above. In the case of any holder of the Discount Bonds, the amount of such original issue discount which is treated as having accrued with respect to the Discount Bonds is added to the cost basis of the holder in determining, for Federal income tax purposes, gain or loss upon disposition (including sale, redemption or payment at maturity). Holders of the Discount Bonds should consult their tax advisors for an explanation of the original issue discount rules.]

Additional Federal Income Tax Consequences Relating to Bonds and Notes

Prospective purchasers of the Bonds and Notes should be aware that ownership of, accrual or receipt of interest on or disposition of tax-exempt obligations, such as the Bonds and Notes, may have additional Federal income tax consequences for certain taxpayers, including, without limitation, taxpayers eligible for the earned income credit, recipients of certain Social Security and Railroad Retirement benefits, taxpayers that may be deemed to have incurred or continued indebtedness to purchase or carry tax-exempt obligations, financial institutions, property and casualty insurance companies, foreign corporations and certain S corporations. Prospective purchasers of the Bonds and Notes should also consult with their tax advisors with respect to the need to furnish certain taxpayer information in order to avoid backup withholding.

State Taxation

Bond Counsel is also of the opinion that, under existing laws of the State, interest on the Bonds and Notes, and any gain on the sale thereof, are not includable in gross income of the holders thereof under the existing New Jersey Gross Income Tax Act, 1976 N.J. Laws c. 47 (N.J.S.A. 54A:1-1 et seq.), as amended and supplemented. Except as provided above, no opinion is expressed with respect to other State and local tax consequences of owning the Bonds or Notes.

Prospective Tax Law Changes

Federal, state or local legislation, administrative pronouncements or court decisions may affect the Federal and State tax-exempt status of interest on the Bonds and Notes, gain from the sale or other disposition of the Bonds and Notes, the market value of the Bonds and Notes or the marketability of the Bonds and Notes. The effect of any legislation, administrative pronouncements or court decisions cannot be predicted. Prospective purchasers of the Bonds and Notes should consult their own tax advisors regarding such matters.

Other Tax Consequences

Except as described above, Bond Counsel expresses no opinion with respect to any Federal, state, local or foreign tax consequences of ownership of the Bonds and Notes. Bond Counsel renders its opinions under existing statutes, regulations, rulings and court decisions as of the date of issuance and delivery of the Bonds and Notes and assumes no obligation to update its opinion after such date of issuance to reflect any future action, fact, circumstance, change in law or interpretation thereof, or otherwise. Bond Counsel expresses no opinion as to the effect, if any, on the tax status of the interest paid or to be paid on the Bonds and Notes as a result of any action hereafter taken or not taken in reliance upon an opinion of other counsel.

See APPENDIX C for the complete text of the proposed form of Bond Counsel's legal opinion with respect to the Bonds and APPENDIX D for the complete text of the proposed form of Bond Counsel's legal opinion with respect to the Notes.

ALL POTENTIAL PURCHASERS OF THE BONDS AND NOTES SHOULD CONSULT WITH THEIR TAX ADVISORS WITH RESPECT TO THE FEDERAL, STATE AND LOCAL TAX CONSEQUENCES (INCLUDING, BUT NOT LIMITED TO, THOSE LISTED ABOVE) OF THE OWNERSHIP OF THE BONDS AND NOTES.

LEGALITY FOR INVESTMENT

The State and all public officers, municipalities, counties, political subdivisions and public bodies, and agencies thereof, all banks, bankers, trust companies, savings and loan associations, savings banks and institutional building and loan associations, investment companies, and other persons carrying on banking business, all insurance companies, and all executors, administrators, guardians, trustees, and other fiduciaries may legally invest any sinking funds, moneys or other funds belonging to them or within their control in any obligations of the Township, including the Bonds and Notes, and such Bonds and Notes are authorized security for any and all public deposits.

RISK TO HOLDERS OF BONDS AND NOTES

It is understood that the rights of the holders of the Bonds and Notes, and the enforceability thereof, may be subject to bankruptcy, insolvency, reorganization, moratorium and other similar laws affecting creditors' rights heretofore or hereafter enacted to the extent constitutionally applicable and that their enforcement may also be subject to the exercise of judicial discretion in appropriate cases.

Municipal Bankruptcy

The undertakings of the Township should be considered with reference to 11 U.S.C. §101 *et seq.*, as amended and supplemented (the "Bankruptcy Code"), and other bankruptcy laws affecting creditors' rights and municipalities in general. The Bankruptcy Code permits the State or any political subdivision, public agency, or instrumentality that is insolvent or unable to meet its debts to commence a voluntary bankruptcy case by filing a petition with a bankruptcy court for the purpose of effecting a plan to adjust its debts; directs such a petitioner to file with the court a list of 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 certain debts owed, and provides that the plan must be accepted in writing by or on behalf of creditors holding at least two-thirds in amount and more than one half in number of the allowed claims of at least one (1) impaired class. The Bankruptcy Code specifically 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 Code.

The Bankruptcy Code provides that special revenue acquired by the debtor after the commencement of the case shall remain subject to any lien resulting from any security agreement entered into by such debtor before the commencement of such bankruptcy case. However, special revenues acquired by the debtor after commencement of the case shall continue to be available to pay debt service secured by those revenues.

Furthermore, the Bankruptcy Code provides that a transfer of property of a debtor to or for the benefit of any holder of a bond or note, on account of such bond or note, may be avoided pursuant to certain preferential transfer provisions set forth in such code.

Reference should also be made to N.J.S.A. 52:27-40 et seq. which provides that a local unit, including the Township, has the power to file a petition in bankruptcy with any United States Court or court in bankruptcy under the provisions of the Bankruptcy Code, for the purpose of effecting a plan of readjustment of its debts or for the composition of its debts; provided, however, the approval of the Local Finance Board, as successor to the Municipal Finance Commission, must be obtained.

THE TOWNSHIP HAS NOT AUTHORIZED THE FILING OF A BANKRUPTCY PETITION. THIS REFERENCE TO THE BANKRUPTCY CODE AND THE STATE STATUTE SHOULD NOT CREATE ANY IMPLICATION THAT THE TOWNSHIP EXPECTS TO UTILIZE THE BENEFITS OF ITS PROVISIONS, OR THAT IF UTILIZED, 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 BONDS AND NOTES, OR THAT THE BANKRUPTCY CODE COULD NOT BE AMENDED AFTER THE DATE HEREOF.

Remedies of Holders of Bonds or Notes (N.J.S.A. 52:27-1 et seq.)

If the Township defaults for over sixty (60) days in the payment of the principal of or interest on any bonds or notes outstanding, any holder of such bonds or notes may bring an action against the Township in the Superior Court of New Jersey (the "Superior Court") to obtain a judgment that the Township is so in default. Once a judgment is entered by the Superior Court to the effect that the Township is in default, the Municipal Finance Commission (the "Commission") would become operative in the Township. The Commission was created in 1931 to assist in the financial rehabilitation of municipalities which were in default in their obligations. The powers and duties of the Commission are exercised within the Division, which constitutes the Commission.

The Commission exercises direct supervision over the finances and accounts of any municipality which has been adjudged by the Superior Court to be in default of its obligations. The Commission continues in force in such municipalities until all bonds, notes or other indebtedness of the municipality which have fallen due, and all bonds or notes which will fall due within one (1) year (except tax anticipation or revenue anticipation notes), and the interest thereon, have been paid, funded or refunded, or the payment thereof has been adequately provided for by a cash reserve, at which time the Commission's authority over such municipality ceases. The Commission is authorized to supervise tax collections and assessments, to approve the funding or refunding of bonds, notes or other indebtedness of the municipality which the Commission has found to be outstanding and unpaid, and to approve the adjustment or composition of claims of creditors and the readjustment of debts under the Bankruptcy Code.

CERTIFICATES OF THE TOWNSHIP

Upon the delivery of the Bonds and Notes, the respective original purchasers shall each receive a certificate, in form satisfactory to Bond Counsel and signed by officials of the Township, stating to the best knowledge of said officials, that this Official Statement, as of its date, did not contain any untrue statement of a material fact, or omit to state a material fact necessary to make the statements herein, in light of the circumstances under which they were made, not misleading; and stating, to the best knowledge of said officials, that there has been no material adverse change in the condition, financial or otherwise, of the Township from that set forth in or contemplated by this Official Statement to the date of issuance of the Bonds and Notes. In addition, the respective original purchasers of the Bonds and Notes shall also each receive a certificate, in form satisfactory to Bond Counsel, evidencing the proper execution and delivery of the Bonds and Notes and receipt of payment therefor, and a certificate, dated as of the date of the delivery of the Bonds and Notes, and signed by the officers who signed the Bonds and Notes, stating that no litigation is then pending or, to the knowledge of such officers, threatened to restrain or enjoin the issuance or delivery of the Bonds or Notes or the levy or collection of taxes to pay the principal of or interest on the Bonds or Notes, as applicable, or questioning the validity of the statutes or the proceedings under which the Bonds or Notes, as

applicable, are issued, and that neither the corporate existence nor boundaries of the Township, nor the title of any of the said officers of the Township to their respective offices, is being contested.

APPROVAL OF LEGAL PROCEEDINGS

All legal matters incident to the authorization, issuance, sale and delivery of the Bonds and Notes are subject to the approval of Bond Counsel, whose approving legal opinions will be delivered with the Bonds and Notes, respectively, substantially in the forms set forth as APPENDIX C and APPENDIX D, respectively, hereto. Certain legal matters with respect to the Bonds and Notes will be passed on for the Township by its Township Attorney, Starkey, Kelly, Kenneally, Cunningham & Turnbach, Toms River, New Jersey (the "Township Attorney"). The various legal opinions to be delivered concurrently with the delivery of the Bonds and Notes express the professional judgment of the attorneys rendering the opinions as to the legal issues explicitly addressed therein. In rendering a legal opinion, the attorney does not become an insurer or guarantor of that expression of professional judgment, of the transaction opined upon, or the future performance of parties to the transaction, nor does the rendering of an opinion guarantee the outcome of any legal dispute that may arise out of the transaction.

ADDITIONAL INFORMATION

Inquiries regarding this Official Statement, including information additional to that contained herein, may be directed to: Maureen Laffey-Berg, Chief Financial Officer, Township of Brick, 401 Chambers Bridge Road, Brick, New Jersey 08723, (732) 262-4789, or e-mail: mlaffey@twp.brick.nj.us; Everett M. Johnson, Esq., Bond Counsel to the Township, Wilentz, Goldman & Spitzer, P.A., 90 Woodbridge Center Drive Woodbridge, New Jersey 07095, (732) 855-6149, or e-mail: ejohnson@wilentz.com; or James A. Fagan, Municipal Advisor to the Township, NW Financial Group, LLC, 522 Broad Street, Bloomfield, New Jersey 07003, (201) 526-2733, or e-mail: jfagan@nwfinancial.com.

MUNICIPAL ADVISOR

NW Financial Group, LLC, Bloomfield, New Jersey, has served as municipal advisor to the Township with respect to the issuance of the Bonds and Notes (the "Municipal Advisor"). The Municipal Advisor is not obligated to undertake, and has not undertaken, either to make an independent verification of or to assume responsibility for the accuracy, completeness, or fairness of the information contained in this Official Statement and the appendices hereto. The Municipal Advisor is an independent firm and is not engaged in the business of underwriting, trading or distributing municipal securities or other public securities.

LITIGATION

To the knowledge of the Township Attorney, after due inquiry, there is no litigation of any nature now pending or threatening, restraining or enjoining the authorization, sale, issuance or the delivery of the Bonds or Notes, respectively, offered for sale or the levy and collection of any taxes to pay the principal of or the interest on said Bonds or Notes, respectively, or in any manner questioning the authority or the proceedings for the issuance of the Bonds or Notes, respectively, or for the levy or collection of taxes to pay the principal of and interest on the Bonds or Notes, or any action contesting the corporate existence or boundaries of the Township or the title of any of its present officers. Further, to the knowledge of the Township Attorney, there is no litigation presently pending or threatened against the Township that, in the opinion of the Township Attorney, would have a material adverse impact on the financial condition of the Township if adversely decided. The respective original purchasers of the Bonds and Notes will receive an opinion or a certificate of the Township Attorney to such effect upon the closing of the Bonds and Notes, respectively.

COMPLIANCE WITH SECONDARY MARKET DISCLOSURE REQUIREMENTS FOR THE BONDS

The Township has covenanted for the benefit of the holders of the Bonds and the beneficial owners of the Bonds to provide certain financial information and operating data of the Township on or prior to September 30 of each year and to comply with the provisions of Rule 15c2-12 (the "Rule") promulgated by the Securities and Exchange Commission pursuant to the Securities Exchange Act of 1934, as amended and supplemented, and as detailed in a Continuing Disclosure Certificate for the Bonds (the "Bond Disclosure Certificate") to be executed on behalf of the Township by its Chief Financial Officer, in the form appearing in APPENDIX E attached hereto. Such Bond Disclosure Certificate shall be delivered concurrently with the delivery of the Bonds. Annual financial information, including operating data and notices of events specified in the Rule, shall be filed with the Municipal Securities Rulemaking Board (the "MSRB").

During the past five years, the Township has complied in all material respects with its existing continuing disclosure agreements in accordance with the Rule, except as set forth below.

The Township's long term bond rating was downgraded by Moody's Ratings from Aa2 to Aa3 on January 30, 2023. Notification of this event was not filed on the MSRB's Electronic Municipal Market Access (EMMA) website until May 16, 2023.

The Township has subsequently filed all reasonably required notices of late filing or failure to file, as necessary, as of May 16, 2023. The Township is now in compliance with its existing continuing disclosure agreements and will implement procedures to remedy the oversight. These procedures include training personnel on the requirements of continuing disclosure agreements and posting of notices, annual financial and operating information on EMMA.

COMPLIANCE WITH SECONDARY MARKET DISCLOSURE REQUIREMENTS FOR THE NOTES

The Township has covenanted for the benefit of the holders of the Notes to provide notices of the occurrence of certain enumerated events with respect to the Notes (the "Notices"), as set forth in Section (b)(5)(i)(C) of the Rule promulgated by the Securities and Exchange Commission pursuant to the Securities Exchange Act of 1934, as amended and supplemented. The Notices will be filed by the Township or NW Financial Group, LLC, Bloomfield, New Jersey, the duly designated dissemination agent of the Township, with the MSRB. The specific nature of the Notices will be detailed in a Continuing Disclosure Certificate for the Notes (the "Note Disclosure Certificate") to be executed on behalf of the Township by its Chief Financial Officer, in the form appearing in APPENDIX F attached hereto. Such Note Disclosure Certificate shall be delivered concurrently with the delivery of the Notes.

During the past five years, the Township has complied in all material respects with its existing continuing disclosure agreements in accordance with the Rule, except as set forth below.

The Township's long term bond rating was downgraded by Moody's Ratings from Aa2 to Aa3 on January 30, 2023. Notification of this event was not filed on the MSRB's Electronic Municipal Market Access (EMMA) website until May 16, 2023.

The Township has subsequently filed all reasonably required notices of late filing or failure to file, as necessary, as of May 16, 2023. The Township is now in compliance with its existing continuing disclosure agreements and will implement procedures to remedy the oversight. These procedures include training personnel on the requirements of continuing disclosure agreements and posting of notices, annual financial and operating information on EMMA.

PREPARATION OF OFFICIAL STATEMENT

Bond Counsel has participated in the preparation and review of this Official Statement, but has not participated in the collection of financial, statistical or demographic information contained in this Official Statement, nor verified the accuracy, completeness, or fairness thereof, and, accordingly, expresses no opinion or other assurance with respect thereto, but takes responsibility for the information contained under the headings entitled "APPROVAL OF LEGAL PROCEEDINGS" (as it relates to the Bond Counsel) and "TAX MATTERS" and the information provided in APPENDICES C and D hereto, but expresses no opinion or other assurance other than that which is specifically set forth therein with respect thereto.

The Municipal Advisor has participated in the review of this Official Statement, but has not verified the accuracy, completeness, or fairness hereof, and, accordingly, expresses no opinion or other assurance with respect hereto, but takes responsibility for the information contained under the headings entitled "MUNICIPAL ADVISOR", "COMPLIANCE WITH SECONDARY MARKET DISCLOSURE REQUIREMENTS FOR THE BONDS" (as to the second, third and fourth paragraphs only) and "COMPLIANCE WITH SECONDARY MARKET DISCLOSURE REQUIREMENTS FOR THE NOTES" (as to the second, third and fourth paragraphs only), and expresses no opinion or other assurance other than that which is specifically set forth therein with respect thereto.

Fallon & Company LLP, Hazlet, New Jersey, the auditor to the Township, has not participated in the preparation of the information contained in this Official Statement, nor verified the accuracy, completeness, or fairness thereof, and, accordingly, expresses no opinion or other assurance with respect thereto, but takes responsibility for the information under the heading entitled "FINANCIAL STATEMENTS" and the audited financial statements contained in APPENDIX B hereto and expresses no opinion or other assurance other than that which is specifically set forth therein with respect thereto.

The Township Attorney has not participated in the preparation of the information contained in this Official Statement, nor verified the accuracy, completeness, or fairness thereof, and, accordingly, expresses no opinion or other assurance with respect thereto, but has reviewed the sections under the headings entitled "APPROVAL OF LEGAL PROCEEDINGS" (as it relates to the Township Attorney) and "LITIGATION" and expresses no opinion or other assurance other than that which is specifically set forth therein with respect thereto.

All other information has been obtained from sources which the Township considers to be reliable but it makes no warranty, guarantee or other representation with respect to the accuracy and completeness of such information.

RATINGS

Moody's Ratings (the "Rating Agency") has assigned a rating of "Aa3" to the Bonds, and a short-term rating of "MIG 1" to the Notes.

An explanation of the significance of the ratings on the Bonds and Notes may be obtained from the Rating Agency. Such ratings reflect only the views of the Rating Agency, and there is no assurance that the ratings will continue for any period of time or that they will not be revised or withdrawn entirely, if, in the judgment of the Rating Agency, circumstances so warrant. Any revision or withdrawal of the ratings may have an adverse effect on the market price of the Bonds and Notes, as applicable. Except as set forth in the Bond Disclosure Certificate and the Note Disclosure Certificate, the Township has not agreed to take any action with respect to any proposed rating changes or to bring the rating changes, if any, to the attention of the owners of the Bonds and Notes.

UNDERWRITING

The Bonds have been purchased from the Township at a public sale by _____ (the "Bond Underwriter") at a price of \$_____. The purchase price of the Bonds reflects the par amount of Bonds (\$_____), less a Bond Underwriter's discount in the amount of \$_____, plus a[n] [net] original issue premium in the amount \$_____.

The Notes have been purchased from the Township at a public sale by _____ (the "Note Underwriter") at a price of \$_____. The purchase price of the Notes reflects the par amount of Notes (\$_____), less a Note Underwriter's discount in the amount of \$_____, plus a[n] [net] original issue premium in the amount \$_____.

The Bond Underwriter intends to offer the Bonds to the public initially at the offering yields set forth on the inside front cover page of this Official Statement, which may subsequently change without any requirement of prior notice. The Bond Underwriter reserves the right to join with dealers and other underwriters in offering the Bonds to the public. The Bond Underwriter may offer and sell the Bonds to certain dealers (including dealers depositing the Bonds into investments trusts) at yields higher than the public offering yields set forth on the inside front cover page of this Official Statement, and such yields may be changed, from time to time, by the Bond Underwriter without prior notice.

The Note Underwriter may offer and sell the Notes to certain dealers (including dealers depositing the Notes into investment trusts) at a yield higher than the public offering yield stated on the front cover page hereof.

FINANCIAL STATEMENTS

The audited financial statements of the Township for the years ended December 31, 2024 and 2023, together with the Notes to the Financial Statements for the year ended December 31, 2024, are presented in APPENDIX B to this Official Statement. The audited financial statements referred to above have been audited by Fallon & Company LLP, Hazlet, New Jersey, an independent auditor, as stated in its Independent Auditor's Report appearing in APPENDIX B hereto.

MISCELLANEOUS

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

This Official Statement is not to be construed as a contract or an agreement between the Township and any purchasers or holders of any of the Bonds or Notes. Any statements made in this Official Statement involving matters of opinion, whether or not expressly so stated, are intended merely as opinions and not as representations of fact. The information and expressions of opinion herein are subject to change without notice, and neither the delivery of this Official Statement nor any sale of the Bonds or Notes made hereunder shall, under any circumstance, create any implication that there have been no changes in the affairs of the Township, the State or any of their agencies or authorities, since the date hereof.

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

**TOWNSHIP OF BRICK,
IN THE COUNTY OF OCEAN,
STATE OF NEW JERSEY**

**MAUREEN LAFFEY-BERG,
Chief Financial Officer**

DATED: March ___, 2026

APPENDIX A

CERTAIN FINANCIAL AND DEMOGRAPHIC INFORMATION CONCERNING THE TOWNSHIP OF BRICK, IN THE COUNTY OF OCEAN, STATE OF NEW JERSEY

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THE TOWNSHIP

General

The Township is a municipal corporation that was incorporated in 1850. The Township covers a land area of 26.4 square miles in the northeastern section of the County of Ocean in the east central area of the State of New Jersey (the "State") along the Atlantic Ocean. The Township is situated approximately 65 miles south of New York City and about 60 miles east of the Camden-Philadelphia metropolitan area. It is readily accessible from both metropolitan areas, and the Garden State Parkway links it directly with many points in the Northern New Jersey-New York Area. The Township shares in the marine and outdoor oriented activities present along New Jersey's Atlantic Coast.

Background

Brick Township has evolved over the course of its history into one of New Jersey's most thriving, successful communities. The history of the Township is comprised of four developmental eras. Each era has its own unique characteristics.

The first era was that of the Native American Lenni Lenape Indians. Their existence in the Township was based on subsistence agriculture, fishing, hunting and gathering.

It is believed that the Europeans first visited the area as early as the 1660s and settled in 1742, displacing the Indians from the land. Their arrival heralded the opening of the European Settlement Era of the Township's history. Settlement grew as people were attracted to the area to take advantage of local timber, iron deposits and other natural resources.

The next era was the Expansion Era. Beginning with municipal incorporation in May 1850, the Township derived its name from iron magnate Joseph W. Brick. At this time the Township shifted its emphasis from a more iron production community to agriculture, particularly cranberry and blueberry cultivation, and to the sea.

The opening of the Garden State Parkway in the 1950s marked the beginning of the Modern Era, and set off a tremendous period of growth and evolution that is still continuing today. During this time, the population of the Township exploded from slightly over 4,000 in 1950 to over 76,000 in 2000. The Township became both a suburban community and summer resort. In the mid-1960s a change in government occurred as the committee form was replaced by a mayor and seven member council form of government. A police department was phased in during the early 1970s.

Today, the Township looks to the future. With the Township nearly fully developed, emphasis now shifts to refining that development. The Township now seeks to improve the already excellent quality of life of its residents even more.

Governmental Structure

The Township operates under a Mayor-Council form of government. The Mayor is elected for a four-year term without limitation as to the number of terms. The Township Council consists of seven persons, elected biennially, for staggered four-year terms.

The Mayor is the chief executive and administrative officer in the Township and, as such, is responsible for administering local laws and policy development. The specific powers of the Mayor include various appointments, preparation of the Township's budget, and approval or veto (which may be overridden by a 2/3 vote of the Township Council) of the ordinances adopted by the Township Council. The Mayor appoints, with the advice and consent of the Township Council, the Business Administrator, the Township Attorney, and the Directors of the Departments of Public Safety, Engineering and Public Works. The Mayor, Lisa Crate, took office in January, 2024, for a term that will expire on December 31, 2025.

All legislative power of the Township is exercised by the Township Council, including final adoption of spending legislation such as budgets and bond authorizations. In addition to its legislative powers, the Township Council may also conduct such investigations as it deems appropriate. The members of the Township Council, the dates at which their terms expire and the dates from which their term commenced are as follows:

<u>Name</u>	<u>Served Since</u>	<u>Term Expires</u>
Steve Feinman - President	01/01/24	12/31/27
Derrick T. Ambrosino - Vice Pres.	01/01/22	12/31/27
Perry Albanese	01/01/22	12/31/29
Gregory J. Cohen	01/01/26	12/31/29
Vince Minichino	01/01/22	12/31/27
Lisa Reina	01/01/26	12/31/29
Melissa Travers	03/14/23	12/31/27

Principal Governmental Services

There are six departments within the municipal government which include: Administration, Law, Finance, Public Safety, Public Works and Engineering. Principal services provided by the municipal government include police protection, street maintenance and cleaning, and parks and recreation. Fire protection is provided through special fire districts supported by a separate tax levy.

ECONOMIC AND DEMOGRAPHIC CHARACTERISTICS

Trend of Employment and Unemployment

	<u>Total Labor Force</u>	<u>Employed</u>	<u>Unemployed</u>	<u>Unemployment Rate</u>
<u>Township of Brick</u>				
2025	41,118	38,859	2,259	5.5
2024	44,400	42,500	1,900	4.2
2023	44,000	42,400	1,600	3.6
2022	41,921	40,499	1,422	3.4
2021	39,710	38,507	1,203	3.0
2020	38,884	36,226	2,658	6.8
2019	39,341	38,175	1,166	3.0
2018	38,900	37,000	1,900	4.9
2017	40,300	38,400	1,900	4.6
2016	38,800	36,900	1,900	4.9
<u>County of Ocean</u>				
2025	296,122	279,911	16,211	5.5
2024	307,200	293,700	13,500	4.4
2023	301,500	288,600	13,000	4.3
2022	286,907	273,854	13,053	4.5
2021	225,604	224,951	11,615	2.9
2020	281,663	268,725	12,938	4.6
2019	273,690	264,112	9,578	3.5

	<u>Total Labor Force</u>	<u>Employed</u>	<u>Unemployed</u>	Unemployment Rate
2018	267,500	253,500	14,000	5.2
2017	267,800	253,300	14,500	5.4
2016	264,705	250,697	14,008	5.3
<u>State of New Jersey</u>				
2025	4,909,717	4,650,000	259,717	5.2
2024	4,916,800	4,649,100	267,700	5.4
2023	4,819,800	4,604,100	215,700	4.5
2022	4,610,851	4,403,541	207,310	4.5
2021	4,534,778	4,377,687	157,091	3.5
2020	4,582,170	4,390,588	191,582	4.2
2019	4,557,721	4,407,966	149,755	3.2
2018	4,444,300	4,265,000	179,300	4.0
2017	4,506,600	4,297,500	209,100	4.6
2016	4,514,400	4,308,600	205,800	4.6

Source: State of N.J., Department of Labor, Division of Labor Market and Demographic Research.

Largest Employers

The following represent some of the largest employers in the Township with approximate employment as of December 31, 2024:

Ocean University Medical Center	2000+ employees
Brick Township Board of Education	1600+ employees
Township of Brick	427 employees
Walmart Supercenter	350 employees
Costco	260 employees

Population

	<u>Brick Township</u>	<u>Ocean County</u>	<u>State of New Jersey</u>
2025	77,078	665,434	9,500,000
2024	76,021	662,731	9,500,854
2023	75,651	655,735	9,290,841
2022	74,903	648,998	9,261,699
2020	76,100	602,018	8,885,000
2018	75,667	601,651	8,882,190
2016	75,516	592,497	8,944,469
2010	75,072	576,567	8,791,894
2000	76,119	510,916	8,424,354
1990	66,473	433,203	7,905,880

Source: N.J. Department of Labor and Industry, Division of Labor Market and Demographic Research- Local Area Unemployment Statistics.

Much of the population growth in the Township was the result of several factors: the influx of year-round occupancy; the diversion of growth to areas outside the protected area of the State known as the Pinelands; the influx of senior citizen housing projects; the availability of vacant land zoned and suitable for housing; and the continued strength of the resort economy.

Significant changes have occurred in the Township's population composition, according to the 2020 U.S. Census. The population aged 65 years and older has increased significantly since 2010 and now comprises approximately 20.0% of the population, up from 17.3% in 2010, 15% in 1980 and 10% in 1970. Accordingly, the population aged 24 and under decreased from 49.5% of the total population in 1970 to 38% in 1980, 31.9% in 1990 and 19.8% in 2020.

Population density in the Township has increased. In 1970, there were 1,328 persons per square mile. In 1980, the population density was 2,031 persons per square mile; in 1990 the figure had increased to 2,518 persons per square mile; in 2000 the figure increased to 2,960 persons per square mile; in 2010 there was a slight decrease to 2,919 per square mile. As of 2020, there was again a slight increase to 2,971.

Tourism

As noted, the Township has traditionally been a very popular resort community. However, there has been an increasing trend for former summer residents to convert their homes to year-round residences. 1990 Census figures show 28,843 housing units in the Township, of which 24,965 were residences occupied year-round. According to the 1980 U.S. Census, there were 22,025 housing units, of which 20,753 were occupied year-round. As of the most recent Census, figures show 30,221 residences occupied year-round. One indication of the importance of the recreational aspects of the Township is that according to land use statistics for 1964, 27 acres were used for marine purposes, compared to 117 acres in 1980. Overall recreational area, as of December 31, 2000, totaled approximately 3,337 acres.

Construction and Improvements

Application must be made to the Township's Planning Board for approval of minor subdivisions, major subdivisions and site plans for commercial or apartment/condominium projects. For large developments, preliminary approval is necessary for the concept, followed by final approval before construction begins. The following table shows the minor (3 lots or less) and major subdivisions approved for construction for commercial or apartment/condominium projects. Also shown are all residential building permits granted for the years shown:

	<u>Minor and Major Subdivisions</u>	<u>Residential Building Permits</u>
2025	5	4,194
2024	5	3,477
2023	6	3,607
2022	10	3,543
2021	10	3,428
2020	11	3,178
2019	8	3,722
2018	7	4,017
2017	5	4,359
2016	6	5,035

Housing Stock

According to data prepared by the Office of the Tax Assessor, as of 2025, there are 30,843 Residential Properties of which 4,200 are condominiums and there are 17 Apartment complexes containing 2,354 units. In 2024, there were 30,796 Residential Properties of which 3,868 are condominiums and there are 17 apartment complexes. In 2023, there were 30,739 Residential Properties of which 3,529 are condominiums and an additional 2,398 are apartments. In 2022, there were 30,663 Residential properties of which 4,051 are condominiums and an additional 2,398 are apartments. In 2021, there were 30,588 Residential Properties of which 4,010 were condominiums and an additional 2,398 were apartments. In 2020, there were 30,538 Residential properties of which 3,993 were condominiums and an additional 2,398 were apartments. In 2019, there were 30,503 Residential properties of which 3,985 were condominiums and an additional 2,398 were apartments. In 2018, there were 30,497 Residential properties of which 4,072 were condominiums and an additional 2,398 were apartments. In 2016, there were 30,430 single family dwellings, 4,242 were condominiums and 2,148 apartments for a total of 36,820 units, as compared to 2015 there were 30,495 single family dwellings, 4,022 condominiums and 2104 apartments for a total of 36,621 units, as compared to 2014 there were 30,535 single family dwellings, 4,205 condominiums and 2,104 apartments for a total of 36,845 units, as compared to 2013 there were 30,646 single family dwellings, 4206 condominiums and 2,104 apartments for a total of 36,956 units compared to 2012 when there were 30,649 single family dwellings, 4,205 condominiums and 2,104 apartments for a total of \$36,958 units.

REVENUES

Property Taxes

The following table details the general tax rates for the Township for 2015 through 2025.

<u>Year</u>	<u>Assessed Valuation</u>	<u>Total Tax Rate per \$100</u>	<u>Municipal</u>	<u>Open Space</u>	<u>County</u>	<u>School</u>	<u>Equalized Valuation</u>
2025	10,601,508,800	2.664	0.812	0.01	0.569	1.273	17,926,046,617
2024	10,575,809,000	2.534	0.793	0.01	0.519	1.212	16,185,811,142
2023	10,550,818,600	2.407	0.763	0.01	0.493	1.141	14,461,774,455
2022	10,515,320,822	2.376	0.766	0.01	0.462	1.138	12,810,743,553
2021	10,468,270,338	2.326	0.747	0.01	0.448	1.121	11,859,339,670
2020	10,390,198,125	2.296	0.732	0.01	0.444	1.110	11,416,987,423
2019	10,348,130,219	2.258	0.713	0.01	0.442	1.093	11,212,848,645
2018	10,314,680,458	2.205	0.704	0.01	0.428	1.063	10,711,683,019
2017	10,282,661,460	2.145	0.685	0.01	0.431	1.019	10,689,515,762
2016	10,264,180,212	2.134	0.690	0.01	0.426	1.008	10,541,396,166
2015	10,258,014,969	2.078	0.681	0.01	0.355	0.966	10,431,172,431

Sources: Township Audited Financial Statements, Township Tax Assessor and County Abstract of Ratables.

The following table details assessed valuations for real property of the Township, by class, for fiscal years 2015 through 2026.

	<u>Residential</u>	<u>Apartment</u>	<u>Commercial</u>	<u>Industrial</u>	<u>Vacant</u>	<u>Farm</u>	<u>Total</u>
2026	9,416,266	131,353	979,402	22,148	99,065	0	10,648,235
2025	9,354,748	131,353	970,157	22,148	123,101	0	10,601,508
2024	9,306,001	131,352	979,261	22,148	137,044	0	10,575,809

	<u>Residential</u>	<u>Apartment</u>	<u>Commercial</u>	<u>Industrial</u>	<u>Vacant</u>	<u>Farm</u>	<u>Total</u>
2023	9,261,795	131,552	988,006	22,148	148,646	0	10,552,149
2022	9,207,176	131,553	994,897	22,148	149,324	0	10,505,100
2021	9,076,451	132,059	991,443	22,148	159,969	0	10,457,078
2020	9,076,451	132,059	989,733	22,143	164,690	0	10,385,085
2019	9,027,509	132,059	988,379	21,962	167,944	0	10,337,857
2018	8,977,810	132,059	998,096	21,052	176,610	0	10,305,730
2017	8,968,898	115,832	1,000,883	21,052	165,068	0	10,271,736
2016	8,934,074	115,833	998,724	20,889	186,229	0	10,266,889
2015	8,925,065	116,385	1,005,815	20,464	178,891	0	10,246,621

The following table lists the ten largest taxpayers in the Township in fiscal year 2025 and the assessed value and tax levy for each.

Ten Largest Taxpayers

	<u>Nature of Business</u>	<u>2026 Assessment</u>	<u>2025 Taxes</u>
<u>JSM@BRICK LLC</u>	Retail	\$65,598,100.00	\$1,785,745.93
Federal Realty Investment Trust	Retail	\$59,000,000.00	\$1,601,260.00
Bricktown VF LLC	Retail	\$33,534,200.00	\$ 910,118.20
Waterside Holdings Manager LLC	Apartments	\$28,221,500.00	\$ 765,931.51
Kentwood Construction Co.	Apartments	\$25,500,000.00	\$ 699,210.00
Centro NP Laurel Sq. Owner LLC	Retail	\$21,000,000.00	\$ 575,820.00
CT07135 Brick Blvd LLC	Apartments	\$18,353,000.00	\$ 498,100.42
Bay Harbor Plaza LLC	Retail	\$16,160,500.00	\$ 438,595.98
Dayton/Hudson/Mervyn	Retail	\$15,850,000.00	\$ 430,169.00
Paramount Plaza at Brick LLC	Retail	\$14,925,000.00	\$ 405,064.50

Source: Township Tax Assessor.

The tax assessor determines the taxable valuations of real property in the Township as of October 1 of the next preceding fiscal year and completes preparation of the assessment list on January 10 of the current fiscal year, on which date the tax assessor files such assessment list with the County Board of Taxation.

County and School Taxes

The Township must include in its tax levy real estate taxes included in the budgets for the Board of Education and the County. The Board of Education and the County each receives 100% of its respective tax levy, which is paid to it by the Township, regardless of whether the Township is able to collect the full

levy. Thus, the Township bears the effect of delinquencies in tax payments as to the school and County portions, as well as the municipal portion of the tax levy.

On April 1 in each fiscal year, the Township holds a tax sale for all delinquent accounts from the prior year. The Township will allow any of these liens to be paid on a monthly basis while keeping the current payments up to date. The Township has implemented a program whereby liens are foreclosed within six months after the tax sale. As a result, most liens are outstanding for no longer than one year.

Comparison of Tax Levies and Collections

	<u>Tax Levy</u>	<u>Cash Collected</u>	<u>Percentage Collected</u>
2025	290,360,343	287,449,992	98.99%
2024	275,453,885	272,384,335	98.88%
2023	261,047,315	257,959,651	98.81%
2022	256,888,176	253,094,290	98.52%
2021	250,397,046	247,597,386	98.88%
2020	245,281,298	242,297,303	98.77%
2019	240,100,898	237,064,407	98.73%
2018	233,663,606	230,444,976	98.62%
2017	225,844,876	219,505,341	98.45%
2016	219,037,607	215,510,364	98.24%

Source: All figures are from the Township Audited Financial Statements.

Miscellaneous Revenues 2025

The Township receives revenues from a number of sources including state aid, federal and state grants, departmental revenues, interest on investments, and other fees and charges. For fiscal year 2025, the Township realized \$24,482,215 in miscellaneous revenues, as compared to \$25,911,235, \$24,915,342, \$20,447,529, \$16,997,812, \$16,396,843, \$21,337,785, \$17,128,850, \$20,687,203, \$23,427,849 and \$19,687,203, in fiscal year 2024, 2023, 2022, 2021, 2020, 2019, 2018, 2017, 2016, 2015 respectively.

State Aid

The major types of State aid and State shared taxes the Township has realized over the past five years have included Energy Receipts Tax and the Consolidated Municipal Property Tax Relief Act. In fiscal year 2025, these revenues generated a total of \$5,451,301.22 compared to \$6,013,202 in 2024, \$5,705,311 in 2023, \$5,387,064 in 2022, \$5,387,064 in 2021 and \$5,387,064 in 2020.

EXPENDITURES

Payroll and Related Expenses

The Township employed approximately 372 full-time and 71 part-time employees as of December 31, 2025. Under the laws of New Jersey, municipal employees have certain organizational and representational rights, which include the right to organize, to negotiate collectively through representatives of their choosing and to engage in lawful concerted activities for negotiating. State law prohibits strikes by

public employees and there have been no strikes among municipal employees in the Township since employees were granted the right to negotiate collectively.

As of December 31, 2025, approximately 443 of the Township's employees were organized in three collective bargaining units, including the PBA (Local 230), the Brick Supervisory Unit (Teamsters), and the TWU Local 225. All three have a four-year contract expiring 12/31/26.

<u>Bargaining Unit</u>	<u>Job Category</u>	<u>Members</u>
PBA (Local 230)	Represents all uniformed officers.	143
TWU Local 225	Represents all blue-collar employees, and all clerical	236
Teamsters	Supervisory Unit Represents mid-level gmt....	40
Unclassified (non-union)	Department and Division Heads	24

Source: Human Resources.

Retirement Systems and Pension Funds

All full-time or qualified Township employees must enroll in one of two pension systems depending upon their employment status. These systems were established by acts of the State Legislature. Benefits, contributions, means of funding and the manner of administration are determined by State legislation. The Division of Pensions within the Treasury Department of the State is the administrator of the funds with benefit and contribution levels set by the State.

Public Employees' Retirement System

Non-uniformed permanent Township employees are covered under the Public Employees' Retirement System. The system is evaluated every year. The Township will make a payment in fiscal year 2026 totaling \$3,359,427 compared to \$3,285,033 in 2025, \$3,365,388 in 2024, \$3,107,057 in 2023, \$3,001,987 in 2022, \$2,727,188 in 2021, \$2,537,570 in 2020, \$2,576,100 in 2019, \$2,311,009 in 2018, \$2,018,960 in 2017, \$1,909,543.61 in 2016, \$1,777,018 in 2015, and \$1,529,565 in 2014.

Police and Firemen's Retirement System

Uniformed employees of the Township are covered under the Police and Firemen's Retirement System. The Township will make a payment of \$7,512,655 in 2026 compared to \$7,146,357 in 2025, \$6,705,239 in 2024, \$5,944,436 in 2023, \$5,743,416 in 2022, \$5,518,078 in 2021, \$5,041,482 in 2020, \$4,713,475 in 2019, \$4,044,304 in 2018, \$3,795,085 in 2017, \$3,739,749 in 2016, \$3,499,906 in 2015 and \$3,279,402 in 2014.

Affordable Housing Obligations

Under the State Constitution, as interpreted by the New Jersey Supreme Court, growing New Jersey municipalities have an obligation to address regional housing needs by providing opportunities for affordable housing to low and moderate income families and individuals. This obligation may be met by construction of new housing, rezoning to permit increased residential development, payment to other municipalities, or other means. The New Jersey Council on Affordable Housing ("COAH") adopted a Resolution granting substantive certification to the Township on February 3, 1993. The Township's program includes the construction of affordable housing by developers and the Township. Funding for implementation of this program is expected to be achieved through mandatory developer fees, administrative fees and federal and state grant monies. Therefore, the Township anticipates that the components of this approval will not impose further financial obligations upon the Township.

Board of Education

New Jersey's school districts operate under the same comprehensive review and regulation as do its municipalities. Certain exceptions and differences are provided, but the State supervision of school finance closely parallels that of local governments.

The Board of Education operates under Title 18A, Education, of the New Jersey Statutes and is a Type II school district. The Board of Education operates independently of the governing body of the Township, and the members of the Board are elected by the voters of the school district. The Board is composed of seven members serving three-year staggered terms.

The school enrollment was as follows for the 2013/14 through 2024/25 school years

<u>School Year</u>	<u>Enrollment</u>
2013/14	9,456
2014/15	9,169
2015/16	9,061
2016/17	9,055
2017/18	8,832
2018/19	8,466
2019/20	8,449
2020/21	8,255
2021/22	8,241
2022/23	8,158
2023/24	8,066
2024/25	8,074

In a Type II school district, the elected board develops the budget proposal and, at or after a public hearing, submits it for voter approval. Debt service provisions are not subject to public referendum. If approved, the budget goes into effect. If defeated, the Township must develop the school budget by May 19 of each year. Should the governing bodies be unable to do so, the Commissioner establishes the local school budget.

The New Budget Election Law (P.L. 2011, c. 202, effective January 17, 2012) establishes procedures that allow the date of the annual school election of a Type II school district, without a board of school estimate, to be moved from April to the first Tuesday after the first Monday in November, to be held simultaneously with the general election. Such change in the annual school election date must be authorized by resolution of either the Board or the governing body of the municipality, or by an affirmative vote of a majority of the voters whenever a petition, signed by at least 15% of the legally qualified voters, is filed with the Board. Once the annual school election is moved to November, such election may not be changed back to an April annual school election for four years.

School districts that opt to move the annual school election to November would no longer be required to submit the budget to the voters for approval if the budget is at or below the two-percent property tax levy cap as provided for in the New Cap Law. For school districts that opt to change the annual school election date to November, proposals to spend above the two-percent property tax levy cap would be presented to voters at the annual school election in November.

In 2012, the Board of Education approved a resolution moving the annual school election to November.

School Debt Subject to Voter Approval

State law permits the school district, upon approval of the voters, to authorize school district debt, including debt in excess of its debt limit of 4.00% of the equalized valuation basis by using the available borrowing capacity of the Township. If such debt should be in excess of the school district debt limit and the remaining borrowing capacity of the Township, the State Commissioner of Education and the Local Finance Board must approve the proposed debt authorization before it is submitted to the voters. The debt of the Township school district is at present within statutory limits.

The following table shows the Township's debt capacity as of December 31, 2025 for capital purposes.

Debt Limit

Three Year Average Equalized Valuation	\$17,758,456,814
Statutory Borrowing Capacity (3-1/2% Equalized Valuation Basis)	\$ 621,545,988
Statutory Net Debt	<u>\$ 119,133,062</u>
Remaining Borrowing Capacity	\$ 502,412,926
Percentage of Net Debt to Average Equalized Valuation	0.671%

(1) Includes authorized but not issued debt.

Outstanding Long-Term Indebtedness

The following page presents the debt service requirements on currently outstanding bonds as of December 31, 2025.

Statement of Indebtedness As of December 31, 2025

DIRECT DEBT

Township Indebtedness Issued and Outstanding

Serial Bonds	\$ 59,500,000
Bond Anticipation Notes	31,744,700
Green Trust Loans	197,002
Bonds and Notes Authorized But Not Issued	28,929,683
N.J. EITF Loan	0
Dam Restoration Loans Payable	358,541
Board of Education Debt	7,960,000
Assessment Bonds Issued	0
DCA	<u>60,000</u>
Total Gross Debt	\$128,749,928

Less Statutory Deductions:

Board of Education Debt	7,960,000
Township Cash on Hand to Pay Debt	<u>1,772,060</u>
	\$ 9,732,060

Net Direct Debt	<u>\$119,017,868</u>
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INDIRECT DEBT

<u>Name of Related Entity</u>	<u>Principal Amount</u>	<u>Brick Township</u>
Brick Township Municipal Utilities Authority (1)	\$ 37,991,079	\$ 37,991,079
Ocean County (2)	\$581,903,799	\$ 63,235,123
Ocean County Utilities Authority (3)	<u>\$218,612,688</u>	<u>\$ 23,756,505</u>
Net Indirect Debt		<u>\$124,982,707</u>
Total Net Direct and Indirect Debt		<u>\$244,000,575</u>

(1) Based on the audited financial statements for the Fiscal Year ended March 31, 2025.

(2) Based on the 12/31/25 Annual Debt Statement

(3) Based on the 12/31/24 Financial Statements

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APPENDIX B

AUDITED FINANCIAL STATEMENTS OF THE TOWNSHIP OF BRICK FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023

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**TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY**

**REPORT OF AUDIT
YEAR ENDED DECEMBER 31, 2024**

**TOWNSHIP OF BRICK
OCEAN COUNTY, NEW JERSEY
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OCEAN COUNTY, NEW JERSEY
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OCEAN COUNTY, NEW JERSEY
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TOWNSHIP OF BRICK
COUNTY OF OCEAN
PART I
REPORT OF AUDIT OF FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2024

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INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor and
Members of the Township Council
Township of Brick
Brick, New Jersey

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying comparative balance sheets - regulatory basis of the various funds of the Township of Brick, ("Township"), County of Ocean, State of New Jersey, as of December 31, 2024 and 2023 and the related comparative statements of operations and changes in fund balance - regulatory basis for the years then ended, and the related statement of revenues - regulatory basis and statement of expenditures - 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 financial statements referred to above present fairly, in all material respects, the balance sheets - regulatory basis and account group as of December 31, 2024 and 2023 and the statement of operations - regulatory basis for the years then ended, and the statement of revenues and expenditures - regulatory basis for the year ended December 31, 2024 in accordance with the basis of financial reporting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey ("Division") as described in Note 1.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles section of our report, the financial statements referred to above do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the Township as of December 31, 2024 and 2023, or the changes in financial position for the years then ended.

Basis for Unmodified Opinion on Regulatory Basis of Accounting

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements prescribed by the Division. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statement 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 opinion.

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

As described in Note 1 to the financial statements, the financial statements are prepared by the Township on the basis of the financial reporting provisions of the Division, which is a basis of accounting other than accounting principles

generally accepted in the United States of America, to meet with the requirements of the State of New Jersey. The effects on the financial statements of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material and pervasive.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the financial reporting provisions of the Division. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatements, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in aggregate, that raise substantial doubt about the 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 generally accepted auditing standards, *Government Auditing Standards* and audit requirements prescribed by the Division will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgement made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards* and audit requirements prescribed by the Division we:

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

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Township's basic financial statements. The supplemental information listed in the table of contents, the schedule of expenditures of state financial assistance as required by NJ OMB 15-08, *Single Audit Policy for the Recipients of Federal Grants, State Grants and State Aid* and the general comments section are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information listed in the table of contents and the schedule of expenditures of state financial assistance is fairly stated, in all material respects, in relation to the regulatory basis financial statements as a whole.

The general comments section has not been subject to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated March 26, 2025, on our consideration of the Township's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Township's internal control over financial reporting and compliance.

Charles J. Fallon CPA, RMA

Charles J. Fallon
Certified Public Accountant
Registered Municipal Accountant #506

Fallon & Company LLP

FALLON & COMPANY LLP
Hazlet, New Jersey
March 26, 2025

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

To the Honorable Mayor and
Members of the Township Council
Township of Brick
Brick, New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements - regulatory basis of the Township of Brick, in the County of Ocean, State of New Jersey ("Township"), as of and for the year ended December 31, 2024, and the related notes to the financial statements, which collectively comprise the Township's basic financial statements, and have issued our report thereon dated March 26, 2025, which was adverse due to being presented in accordance with the New Jersey Regulatory Basis of Accounting. Our report disclosed that, as described in Note 1 to the financial statements, the Township prepares its financial statements on a basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey (the "Division"), that demonstrates compliance with a modified accrual basis of accounting and the budget laws of the State of New Jersey.

Report on Internal Control Over Financial Reporting

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

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

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

Report on Compliance and Other Matters

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

Purpose of this Report

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

Charles J. Fallon CPA, RMA

Charles J. Fallon
Certified Public Accountant
Registered Municipal Accountant #506

Fallon & Company LLP

FALLON & COMPANY LLP
Hazlet, New Jersey
March 26, 2025

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
COMPARATIVE BALANCE SHEETS - REGULATORY BASIS

As of December 31,

	<u>Ref.</u>	<u>2024</u>	<u>2023</u>
ASSETS			
Cash	A-4	\$ 42,950,185.44	\$ 47,228,948.22
Investments	A-4	11,200,000.00	6,200,000.00
Cash - Change Fund	A-5	4,750.00	4,750.00
Due from State of New Jersey (P.L. 1971, C.20)	A-11	<u>16,778.69</u>	<u>26,234.40</u>
		<u>54,171,714.13</u>	<u>53,459,932.62</u>
Receivables with Full Reserves:			
Delinquent Property Taxes Receivable	A-6	2,781,515.31	2,878,313.33
Tax Title Liens Receivable	A-7	249,769.06	229,607.91
Non Federal Cost Share Program Receivable	A-8	52,858.15	52,858.15
Property Acquired for Taxes	A-9	8,908,700.00	8,908,700.00
Revenue Accounts Receivable	A-10	<u>465,824.67</u>	<u>231,953.76</u>
		<u>12,458,667.19</u>	<u>12,301,433.15</u>
		<u>66,630,381.32</u>	<u>65,761,365.77</u>
Federal and State Grant Fund:			
Interfund - Current Fund	A-23	3,224,638.00	2,348,875.03
Grants Receivable	A-24	<u>5,240,963.56</u>	<u>2,550,883.35</u>
		<u>8,465,601.56</u>	<u>4,899,758.38</u>
Total Assets		<u>\$ 75,095,982.88</u>	<u>\$ 70,661,124.15</u>

The accompanying notes are an integral part of this statement.

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
COMPARATIVE BALANCE SHEETS - REGULATORY BASIS

As of December 31,

LIABILITIES, RESERVES, AND FUND BALANCE	<u>Ref.</u>	<u>2024</u>	<u>2023</u>
Appropriation Reserves	A-3/A-12	\$ 2,172,028.45	\$ 3,201,313.55
Reserve for Encumbrances	A-21	3,053,405.82	2,826,920.57
Accounts Payable	A-22	68,445.00	85,000.00
Prepaid Taxes	A-13	1,711,521.98	1,458,707.98
Tax Overpayments	A-14	8,311.45	12,612.38
County Taxes Payable	A-15	202,978.04	164,021.81
Local District School Taxes Payable	A-16	15,986,393.43	12,085,305.43
Due to State of New Jersey - Marriage License Fees	A-18	1,975.00	2,350.00
Due to State of New Jersey - DCA Surcharge	A-19	19,490.00	19,278.00
Interfunds Payable	A-20	3,224,638.00	2,348,875.03
Reserve for Revaluation	A-28	1,601.22	1,601.22
Reserve for Hurricane Sandy	A-29	2,904,588.80	
Payroll Deductions Payable	A-30	509,625.43	444,334.52
Reserve for FEMA	A-31	4,911,578.01	4,911,578.01
Reserve for Municipal Relief Fund Aid	A-32		561,900.87
Reserve for Burial Permits	A-4	5.00	31,028,388.17
		31,871,996.83	31,028,388.17
Reserve for Receivables and Other Assets	A	12,458,667.19	12,301,433.15
Fund Balance	A-1	22,299,717.30	22,431,544.45
		66,630,381.32	65,761,365.77
 Federal and State Grant Fund:			
Appropriated Reserves	A-25	7,150,672.33	3,924,173.42
Interfund - General Capital Fund	A-20		417,028.00
Unappropriated Reserves	A-26	237,266.99	340,427.34
Reserve for Encumbrances	A-27	1,077,662.24	218,129.62
		8,465,601.56	4,899,758.38
Total Liabilities, Reserves and Fund Balance		<u>\$ 75,095,982.88</u>	<u>\$ 70,661,124.15</u>

The accompanying notes are an integral part of this statement.

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
COMPARATIVE STATEMENTS OF OPERATIONS AND CHANGE IN FUND BALANCE
REGULATORY BASIS

For the Years Ended December 31,

	<u>Ref.</u>	<u>2024</u>	<u>2023</u>
Revenue and Other Income Realized:			
Fund Balance Utilized	A-2	\$ 10,942,419.10	\$ 11,497,148.69
Miscellaneous Revenue Anticipated	A-2	25,921,184.09	26,502,146.97
Receipts from Delinquent Taxes	A-2	3,042,321.43	3,507,232.79
Receipts from Current Taxes	A-2	272,310,125.98	257,949,594.81
Non-Budget Revenues	A-2	4,527,746.74	1,476,770.07
Other Credits to Income:			
Unexpended Balance of Appropriation Reserves	A-12	2,388,393.75	4,315,824.96
Cancel Tax Overpayments	A-14	7,120.71	3.00
Cancel Reserve for Grants Appropriated	A-20	16,924.37	17,290.00
Cancel Reserve for Hurricane Sandy	A-29	<u>2,904,588.80</u>	<u> </u>
Total Revenue		<u>322,060,824.97</u>	<u>305,266,011.29</u>
Expenditures:			
Budget Appropriations Within Caps:			
Operations:			
Salaries and Wages	A-3	43,653,192.12	41,691,983.17
Other Expenses	A-3	37,225,571.88	36,922,256.88
Deferred Charges and Statutory Expenditures	A-3	13,789,526.05	12,634,885.00
Budget Appropriations Excluded from Caps:			
Operations:			
Salaries and Wages	A-3	1,798,450.00	1,684,900.00
Other Expenses	A-3	6,966,406.80	4,112,005.18
Capital Improvements	A-3	546,500.00	425,000.00
Municipal Debt Service	A-3	<u>16,293,508.39</u>	<u>15,702,560.23</u>
		120,273,155.24	113,173,590.46

The accompanying notes are an integral part of this statement.

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
COMPARATIVE STATEMENTS OF OPERATIONS AND CHANGE IN FUND BALANCE
REGULATORY BASIS

For the Years Ended December 31,

	<u>Ref.</u>	<u>2024</u>	<u>2023</u>
Prior Year Revenue Refunded	A-4	\$ 14,197.37	\$ 90,373.97
Prior Year Senior Citizen Deduction Disallowed	A-11	15,495.55	18,595.89
Prior Year Senior Citizen Deduction Adjustment	A-11	5,371.92	7,685.14
Prior Year Tax Revenue Refunded	A-14	79,272.97	384,130.74
County Taxes	A-15	54,858,258.29	51,972,070.42
Amount Due County for Added and Omitted Taxes	A-15	202,978.04	164,021.81
Local District School Taxes	A-16	128,176,318.00	120,374,142.00
Fire District Taxes Payable	A-17	6,546,000.00	6,232,000.00
Municipal Open Space	A-20	1,061,528.47	1,057,465.27
Grants Receivable Canceled	A-20	<u>17,657.17</u>	<u>17,290.00</u>
 Total Expenditures		 <u>311,250,233.02</u>	 <u>293,491,365.70</u>
Excess/(Deficit) in Revenue		10,810,591.95	11,774,645.59
Fund Balance January 1	A	<u>22,431,544.45</u>	<u>22,154,047.55</u>
 Decreased by:		 33,242,136.40	 33,928,693.14
Utilized as Anticipated Revenue	A-1/A-2	<u>10,942,419.10</u>	<u>11,497,148.69</u>
Fund Balance December 31	A	<u>\$ 22,299,717.30</u>	<u>\$ 22,431,544.45</u>

The accompanying notes are an integral part of this statement.

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
STATEMENT OF REVENUES - REGULATORY BASIS

For the Year Ended December 31, 2024

	<u>Anticipated</u>	Special N.J.S.A.			Excess or (Deficit)
	<u>Ref.</u>	<u>Budget</u>	40A:4-87	<u>Realized</u>	
Fund Balance Anticipated	A-1	<u>\$ 10,942,419.10</u>		<u>\$ 10,942,419.10</u>	
Miscellaneous Revenues:					
Licenses:					
Alcoholic Beverages	A-10	86,000.00		88,950.00	\$ 2,950.00
Other	A-10	42,000.00		37,233.00	(4,767.00)
Fees and Permits	A-2/A-10	460,000.00		505,172.18	45,172.18
Fines and Costs:					
Municipal Court	A-10	325,000.00		354,970.10	29,970.10
Interest and Costs on Taxes	A-10	1,500,000.00		660,504.23	(839,495.77)
Interest on Investments and Deposits	A-10	1,950,000.00		2,280,273.47	330,273.47
Beach Privileges	A-10	560,000.00		561,587.96	1,587.96
Energy Receipts Tax (P.L. 1997, Ch. 62 & 67)	A-10	5,451,301.00		5,451,301.22	0.22
Reserve for Municipal Relief Fund	A-10	561,900.87		561,900.87	
Uniform Construction Code Fees	A-10	2,700,000.00		2,238,100.00	(461,900.00)
EMS Service Fees	A-10	2,130,000.00		2,571,705.92	441,705.92
Solar Redeveloper's Debt Service Contribution per Redeveloper Agreement	A-10	1,977,929.50		1,977,929.50	
Capital Fund Surplus	A-10	1,000,000.00		1,000,000.00	
Comcast/Verizon - Franchise Tax	A-10	479,795.84		479,795.84	
BTMUA Donation	A-10	1,000,000.00		1,000,000.00	
Municipal Alliance Grant - SFY 2024	A-24		\$ 21,773.00	21,773.00	

The accompanying notes are an integral part of this statement.

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
STATEMENT OF REVENUES - REGULATORY BASIS

For the Year Ended December 31, 2024

	<u>Anticipated</u>	Special N.J.S.A.		Excess or (Deficit)
	<u>Ref.</u>	<u>Budget</u>	<u>40A:4-87</u>	
Bulletproof Vest Partnership Grant	A-24	\$ 20,529.60	\$ 20,529.60	
State Body Armor Replacement Fund	A-24	9,842.27	9,842.27	
Green Acres Program Multi-Park Improvements	A-24		\$ 1,102,536.00	1,102,536.00
Community Development Block Grant	A-24		285,486.00	285,486.00
Green Acres Program Grant	A-24		1,200,000.00	1,200,000.00
Dialysis Transportation Grant	A-24		200,000.00	200,000.00
Recycling Tonnage Grant - State	A-24		125,503.05	125,503.05
Districted Driving Statewide Crackdown	A-24		14,000.00	14,000.00
Title III B & E Senior Grant	A-24	170,500.00		170,500.00
Ocean - Office of Senior Services				
Title III B American Rescue Plan Act Funding	A-24		19,000.00	19,000.00
Brick Senior Center Grant	A-24		200,000.00	200,000.00
Brick Senior Center Dialysis transportation	A-24		200,000.00	200,000.00
Ocean County Pump Out Boat	A-24		50,000.00	50,000.00
NJ DCA - Local Recreation Program	A-24		50,000.00	50,000.00
DMHAS Youth Leadership	A-24	7,670.69		7,670.69
2023 Safe & Secure Grant	A-24		45,150.00	45,150.00
Pedestrian Safety 2024	A-24	14,980.00		14,980.00
DWI Enforcement Grant	A-24	12,250.00		12,250.00
Garden State Preservation Trust for Open Space and Recreation Plan (Breton Woods)	A-24		1,400,000.00	1,400,000.00

The accompanying notes are an integral part of this statement.

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
STATEMENT OF REVENUES - REGULATORY BASIS

For the Year Ended December 31, 2024

	<u>Ref.</u>	<u>Budget</u>	<u>Anticipated</u> Special N.J.S.A. 40A:4-87	<u>Realized</u>	Excess or (Deficit)
National Opioid Settlement	A-24		\$ 943,539.19	\$ 943,539.19	
US DOT/National Highway Traffic Safety - FY2025 - Sustained Enforcement Grant	A-24		49,000.00	49,000.00	
Office of Emergency Management Grant - EMAA	A-24	_____	10,000.00	10,000.00	_____
Total Miscellaneous Revenues	A-1	<u>\$ 20,459,699.77</u>	<u>5,915,987.24</u>	<u>25,921,184.09</u>	<u>\$ (454,502.92)</u>
Receipts from Delinquent Taxes	A-1/A-2	2,500,000.00 33,902,118.87	5,915,987.24	3,042,321.43 39,905,924.62	542,321.43 87,818.51
Amount to be Raised by Taxes for Support of Municipal Budget	A-2	83,835,406.58 117,737,525.45	5,915,987.24	84,844,454.18 124,750,378.80	1,009,047.60 1,096,866.11
Non-Budget Revenues	A-1/A-2	_____	_____	4,527,746.74	4,527,746.74
Total		<u>\$ 117,737,525.45</u>	<u>\$ 5,915,987.24</u>	<u>\$ 129,278,125.54</u>	<u>\$ 5,624,612.85</u>
	<u>Ref.</u>	A-3		A-3	

The accompanying notes are an integral part of this statement.

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
STATEMENT OF REVENUES - REGULATORY BASIS

For the Year Ended December 31, 2024

<u>Analysis of Realized Revenues</u>	<u>Ref.</u>	
Allocation of Current Tax Collections:		
Revenue from Collections	A-1/A-6	\$ 272,310,125.98
Allocated to School, County, Special District and Municipal Open Space	A-6	<u>190,845,082.80</u>
Balance for Support of Municipal Budget Appropriations		81,465,043.18
Add:		
Reserve for Uncollected Taxes	A-3	<u>3,379,411.00</u>
Amount for Support of Municipal Budget Appropriations	A-2	<u>\$ 84,844,454.18</u>
Receipts from Delinquent Taxes:		
Delinquent Tax Collections	A-6	\$ 3,042,321.43
	A-2	<u>\$ 3,042,321.43</u>
Fees and Permits:		
Township Clerk		\$ 61,211.18
Non UCC Fees		197,790.00
Recreation Department		<u>246,171.00</u>
	A-2	<u>\$ 505,172.18</u>

The accompanying notes are an integral part of this statement.

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
STATEMENT OF REVENUES - REGULATORY BASIS

For the Year Ended December 31, 2024

Ref.

Analysis of Non-Budget Revenues:

Flood Zone	\$ 10.00
Rent - Civic Center	53,781.84
Rent - Tower	58,354.12
Canceled Checks	684.00
Payment in Lieu of Taxes on Real Property	121,103.91
Police	108,015.33
Scrap Metal	67,166.80
Garbage Cans	60,005.00
Water/Sewer	1,720.00
Recycling Revenue	5,359.87
Sale of Township Property	13,955.00
Concession Bid Revenue	25,711.73
Tax Collector - Miscellaneous	17,731.37
Prior Year Escrow Receipts from Trust Other	16,010.30
Property Search Fees	2,641.00
BTMUA Charges	22,496.55
Miscellaneous DPW Charges	38.32
Tax Sale Premiums Forfeited	30,347.40
OCJIF/CJHIF Dividend	172,433.09
Senior Citizen and Veteran Administrative Fee	12,185.07
State of New Jersey	847,231.99
US Bank/Altus - Solar Bond Savings	30,399.00
Hackensack Contributions	342,928.84
Township of Clerk	141,372.61
County of Ocean	10,200.00
Property Maintenance Registration/Attorney Fee	7,543.70
Insurance	1,987,318.47
Special Assessment	5,341.31
Prior Year Union Salary Reimbursement	16,467.04
State Police Task Force Salary Reimbursement	9,260.00
Unclaimed Property from State of New Jersey	7,105.00
Hurricane Sandy	28,568.42
Carfax	17,885.00

The accompanying notes are an integral part of this statement.

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
STATEMENT OF REVENUES - REGULATORY BASIS

For the Year Ended December 31, 2024

	<u>Ref.</u>
Analysis of Non-Budget Revenues:	
Construction Code	\$ 205,478.25
Flett Exchange, LLC	33,210.00
Miscellaneous	<u>47,686.41</u>
	A-2/A-4
	<u><u>\$ 4,527,746.74</u></u>

The accompanying notes are an integral part of this statement.

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS

For the Year Ended December 31, 2024

<u>Operations Within CAPS</u>	<u>Appropriated</u>		<u>Expended</u>		<u>Unexpended Balance Canceled</u>
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>	
General Government:					
Administrative and Executive					
Salaries and Wages	\$ 392,500.00	\$ 442,500.00	\$ 441,061.11	\$ 1,438.89	
Other Expenses	8,585.00	8,585.00	8,219.29	365.71	
Council					
Salaries and Wages	57,050.00	57,050.00	56,999.54	50.46	
Other Expenses	1,700.00	1,700.00	918.08	781.92	
Municipal Clerk					
Salaries and Wages	880,000.00	870,000.00	864,196.94	5,803.06	
Other Expenses	29,425.00	29,425.00	16,748.20	12,676.80	
Elections					
Other Expenses	12,000.00	12,000.00	11,787.27	212.73	
Financial Administration					
Salaries and Wages	440,000.00	415,000.00	399,633.09	15,366.91	
Other Expenses	111,581.16	71,581.16	42,280.22	29,300.94	

The accompanying notes are an integral part of this statement.

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS

For the Year Ended December 31, 2024

	<u>Appropriated</u>		<u>Expended</u>		<u>Unexpended</u>
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>	<u>Balance Canceled</u>
Audit Services					
Other Expenses	\$ 70,000.00	\$ 70,000.00	\$ 70,000.00		
Computerized Data Processing					
Salaries and Wages	715,000.00	733,000.00	718,542.97	\$ 14,457.03	
Other Expenses	985,450.00	985,450.00	933,922.69		51,527.31
Tax Collector					
Salaries and Wages	445,000.00	430,000.00	414,872.39	15,127.61	
Other Expenses	53,390.00	53,390.00	44,069.22		9,320.78
Tax Assessor					
Salaries and Wages	362,500.00	344,500.00	341,171.22	3,328.78	
Other Expenses	67,075.00	67,075.00	63,414.40		3,660.60
Legal Services					
Other Expenses	210,000.00	210,000.00	144,122.06	65,877.94	
Engineering					
Salaries and Wages	180,000.00	145,000.00	105,212.86	39,787.14	
Other Expenses	75,200.00	75,200.00	62,272.57		12,927.43
Historic Preservation Committee					
Salaries and Wages	2,240.00	2,240.00		2,240.00	
Other Expenses	3,175.00	3,175.00	500.50		2,674.50
<u>Land Use Administration:</u>					
Planning Board					
Other Expenses	6,550.00	6,550.00	643.22	5,906.78	
Land Use					
Salaries and Wages	511,000.00	471,000.00	461,247.18	9,752.82	
Other Expenses	90,150.00	70,150.00	32,861.76		37,288.24

The accompanying notes are an integral part of this statement.

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS

For the Year Ended December 31, 2024

	<u>Appropriated</u>		<u>Expended</u>	
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>
Zoning Board of Adjustment				
Salaries and Wages	\$ 82,000.00	\$ 82,000.00	\$ 81,303.98	\$ 696.02
Other Expenses	3,650.00	3,650.00	1,391.28	2,258.72
Affordable Housing Agency				
Other Expenses	45,000.00	3,000.00	135.00	2,865.00
Insurance:				
Liability Insurance	1,210,950.00	1,145,950.00	1,117,611.36	28,338.64
Workers Compensation Insurance	1,293,750.00	1,293,750.00	1,270,370.00	23,380.00
Employee Group Insurance	20,371,732.88	21,831,732.88	21,616,447.77	215,285.11
Health Benefits Waiver	350,000.00	290,000.00	286,333.24	3,666.76
Public Safety Functions:				
Police Department				
Salaries and Wages	23,570,000.00	22,985,000.00	22,924,152.80	60,847.20
American Rescue Plan				
Salaries and Wages				
Other Expenses	315,150.00	315,150.00	312,752.15	2,397.85
Special Police				
Salaries and Wages	320,000.00	355,000.00	332,866.61	22,133.39
Other Expenses	10,500.00	10,500.00	9,600.00	900.00
Crossing Guards				
Salaries and Wages	562,000.00	522,000.00	513,549.05	8,450.95
Other Expenses	12,000.00	12,000.00	11,997.01	2.99
Police Vehicles and Equipment				
Other Expenses	425,750.00	537,107.00	536,084.65	1,022.35

The accompanying notes are an integral part of this statement.

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS

For the Year Ended December 31, 2024

	<u>Appropriated</u>		<u>Expended</u>		<u>Unexpended</u>
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>	<u>Balance Canceled</u>
Police Dispatch / 911					
Salaries and Wages	\$ 2,000,000.00	\$ 1,838,643.00	\$ 1,836,462.84	\$ 2,180.16	
Other Expenses	6,100.00	6,100.00	4,829.00	1,271.00	
Office of Emergency Management					
Salaries and Wages	67,600.00	52,600.00	47,065.96	5,534.04	
Other Expenses	500.00	500.00	500.00		
EMT Services					
Salaries and Wages	1,001,550.00	961,550.00	929,878.99	31,671.01	
Municipal Prosecutor's Office					
Other Expenses	100,000.00	100,000.00	76,200.00	23,800.00	
Public Works Functions:					
Streets and Road Maintenance					
Other Expenses	423,800.00	283,800.00	118,359.10	165,440.90	
Solid Waste Collection					
Salaries and Wages	4,211,129.12	3,961,129.12	3,957,750.19	3,378.93	
Other Expenses	168,075.00	168,075.00	144,590.14	23,484.86	
Building and Grounds					
Salaries and Wages	1,045,000.00	945,000.00	918,632.13	26,367.87	
Other Expenses	615,700.00	615,700.00	586,562.71	29,137.29	
Vehicle Maintenance					
Salaries and Wages	915,000.00	890,000.00	869,034.73	20,965.27	
Other Expenses	1,221,400.00	1,271,400.00	1,261,203.29	10,196.71	
Community Services Act					
Shade Tree Commission					
Salaries and Wages	2,240.00	2,240.00		2,240.00	
Other Expenses	8,510.00	8,510.00	8,306.39	203.61	

The accompanying notes are an integral part of this statement.

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS

For the Year Ended December 31, 2024

	<u>Appropriated</u>		<u>Expended</u>		<u>Unexpended</u>
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>	<u>Balance Canceled</u>
<u>Health and Human Services Functions:</u>					
Environmental Commission					
Salaries and Wages	\$ 2,240.00	\$ 2,240.00		\$ 2,240.00	
Other Expenses	625.00	625.00	\$ 425.00		200.00
Animal Control Services					
Other Expenses	90,000.00	105,000.00	105,000.00		
Senior Citizens					
Salaries and Wages	230,000.00	267,000.00	264,536.95		2,463.05
Other Expenses	18,100.00	18,100.00	14,378.47		3,721.53
<u>Parks and Recreation Functions:</u>					
Recreation Services and Programs					
Salaries and Wages	710,000.00	715,000.00	693,966.27		21,033.73
Other Expenses	27,625.00	27,625.00	21,365.84		6,259.16
Maintenance of Parks					
Salaries and Wages	1,415,000.00	1,420,000.00	1,410,148.79		9,851.21
Other Expenses	256,100.00	256,100.00	215,775.20		40,324.80
Beach and Boardwalk Operations					
Salaries and Wages	417,500.00	417,500.00	417,500.00		
Other Expenses	31,360.00	31,360.00	31,359.88		0.12
<u>Code Enforcement and Administration:</u>					
Municipal Code Enforcement					
Salaries and Wages	316,000.00	316,000.00	304,044.01		11,955.99
Other Expenses	23,775.00	23,775.00	1,600.48		22,174.52

The accompanying notes are an integral part of this statement.

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS

For the Year Ended December 31, 2024

	<u>Appropriated</u>		<u>Expended</u>	
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>
<u>Utility Expenses and Bulk Purchases:</u>				
Electricity	\$ 725,000.00	\$ 809,000.00	\$ 743,933.49	\$ 65,066.51
Street Lighting	950,000.00	950,000.00	866,059.29	83,940.71
Telephone	370,000.00	276,000.00	234,610.89	41,389.11
Water	130,000.00	130,000.00	104,755.34	25,244.66
Gas	125,000.00	125,000.00	89,658.45	35,341.55
Telecommunications	40,000.00	10,000.00	9,119.43	880.57
Gasoline	1,050,000.00	1,050,000.00	928,272.95	121,727.05
<u>Landfill/Solid Waste Disposal Costs:</u>				
Solid Waste Disposal Costs				
Other Expenses	3,014,795.84	3,014,795.84	2,972,924.02	41,871.82
Municipal Court				
Salaries and Wages	890,000.00	890,000.00	868,485.42	21,514.58
Other Expenses	21,165.00	21,165.00	14,770.89	6,394.11
Public Defender				
Other Expenses	80,000.00	80,000.00	62,000.00	18,000.00
<u>Uniform Construction Code - Appropriations</u>				
<u>Offset by Dedicated Revenues (N.J.A.C. 5:23-4.17):</u>				
Uniform Construction Code				
Salaries and Wages	1,500,000.00	1,450,000.00	1,406,591.42	43,408.58
Other Expenses	106,050.00	106,050.00	76,600.24	29,449.76

The accompanying notes are an integral part of this statement.

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS

For the Year Ended December 31, 2024

	<u>Appropriated</u>		<u>Expended</u>	
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>
Unclassified:				<u>Unexpended Balance Canceled</u>
Accumulated Leave Compensation				
Salaries and Wages	\$ 700,000.00	\$ 700,000.00	\$ 700,000.00	_____
Total Operations Within CAPS	80,943,764.00	80,878,764.00	78,838,673.77	\$ 2,040,090.23
Contingent				
Total Operations Including Contingent Within CAPS	<u>80,943,764.00</u>	<u>80,878,764.00</u>	<u>78,838,673.77</u>	<u>2,040,090.23</u>
Detail:				
Salaries and Wages	44,922,549.12	43,653,192.12	43,241,316.99	411,875.13
Other Expenses	<u>36,021,214.88</u>	<u>37,225,571.88</u>	<u>35,597,356.78</u>	<u>1,628,215.10</u>
Deferred Charges and Statutory Expenditures Within CAPS				
Deferred Charges:				
Prior Years Bills				
Greenwood Park Association	3,643.05	3,643.05	3,643.05	
DOT Designing	45.20	45.20	45.20	
Tessco	210.80	210.80	210.80	
Statutory Expenditures:				
Contribution to:				
Public Employees' Retirement System	3,365,388.00	3,365,388.00	3,365,388.00	
Social Security System (O.A.S.I.)	3,450,000.00	3,510,000.00	3,451,940.81	58,059.19
Police and Firemen's Retirement System of NJ	6,705,239.00	6,705,239.00	6,705,239.00	
Short Term Disability Insurance	150,000.00	150,000.00	106,280.47	43,719.53
Defined Contribution Retirement Program	<u>55,000.00</u>	<u>55,000.00</u>	<u>40,858.13</u>	<u>14,141.87</u>
Deferred Charges and Statutory Expenditures Within CAPS	<u>13,729,526.05</u>	<u>13,789,526.05</u>	<u>13,673,605.46</u>	<u>115,920.59</u>
Total Appropriations Within CAPS	<u>94,673,290.05</u>	<u>94,668,290.05</u>	<u>92,512,279.23</u>	<u>2,156,010.82</u>

The accompanying notes are an integral part of this statement.

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS

For the Year Ended December 31, 2024

	<u>Appropriated</u>		<u>Expended</u>	
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>
<u>Operations Excluded from CAPS:</u>				
Recycling Tax	\$ 96,746.00	\$ 96,746.00	\$ 96,746.00	
Workers Compensation Exclusion	206,250.00	206,250.00	206,250.00	
Liability Insurance	149,050.00	149,050.00	149,050.00	
<u>Additional Appropriations Offset by Revenues:</u>				
Supplemental Fire District Payment	26,051.00	26,051.00	26,051.00	
EMT Services				
Salaries and Wages	1,798,450.00	1,798,450.00	1,798,450.00	
Other Expenses	331,550.00	336,550.00	320,532.37	\$ 16,017.63
<u>Public and Private Programs Offset by Revenues:</u>				
State Body Armor Replacement Fund	9,842.27	9,842.27	9,842.27	
Safe and Secure Communities Program		45,150.00	45,150.00	
2022 Bulletproof Vest Partnership	20,529.60	20,529.60	20,529.60	
Municipal Alliance on Alcoholism and Drug Abuse		21,773.00	21,773.00	
Community Development Block Grant		285,486.00	285,486.00	
Recycling Tonnage Grant - State		125,503.05	125,503.05	
Distracted Driving Statewide Crackdown		14,000.00	14,000.00	
Senior Citizens Grant - Title III B	170,500.00	170,500.00	170,500.00	
Ocean - Office of Senior Services				
Title III B American Rescue Plan Act Funding		19,000.00	19,000.00	
Brink Senior Center Grant		200,000.00	200,000.00	
Green Acres Program Multi-Park Improvements		1,102,536.00	1,102,536.00	
Green Arctes Program Grant		1,200,000.00	1,200,000.00	
Garden State Preservtion Trust for Open Space and Recreation Plan (Breton Woods)		1,400,000.00	1,400,000.00	
				Unexpended Balance <u>Canceled</u>

The accompanying notes are an integral part of this statement.

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS

For the Year Ended December 31, 2024

	<u>Appropriated</u>		<u>Expended</u>		<u>Unexpended</u>
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>	<u>Balance Canceled</u>
Dialysis Transportation Grant		\$ 200,000.00	\$ 200,000.00		
Brick Senior Center Dialysis Transportation		200,000.00	200,000.00		
National Opioid Settlement		943,539.19	943,539.19		
Pedestrian Safety 2024 Grant	\$ 14,980.00	14,980.00	14,980.00		
DMHAS Youth Leadership	7,670.69	7,670.69	7,670.69		
DWI Enforcement	12,250.00	12,250.00	12,250.00		
2024 Ocean County Pumpout Boat Grant		50,000.00	50,000.00		
NJ DCA - Local Recreation Program		50,000.00	50,000.00		
US Dot/National Highway Traffic Safety - FY2025 - Sustained Enforcement Grant		49,000.00	49,000.00		
Office of Emergency Management Grant - EMAA		10,000.00	10,000.00		
 Total Operations - Excluded From CAPS	 2,843,869.56	 8,764,856.80	 8,748,839.17	 \$ 16,017.63	 _____
Detail:					
Salaries and Wages	1,798,450.00	1,798,450.00	1,798,450.00		
Other Expenses	1,045,419.56	6,966,406.80	6,950,389.17	16,017.63	_____
 <u>Capital Improvements Excluded From CAPS</u>	 546,500.00	 546,500.00	 546,500.00	 _____	 _____
Capital Improvement Fund	546,500.00	546,500.00	546,500.00		
 Total Capital Improvements Excluded From CAPS	 546,500.00	 546,500.00	 546,500.00	 _____	 _____
 <u>Municipal Debt Service Excluded from CAPS</u>					
Payment of Bond Principal	13,058,359.10	13,058,359.10	13,057,419.10	\$ 940.00	
Interest on Bonds	1,916,460.00	1,916,460.00	1,916,458.10		1.90
Interest on Notes	1,183,340.74	1,183,340.74	1,183,340.74		

The accompanying notes are an integral part of this statement.

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS

For the Year Ended December 31, 2024

	<u>Appropriated</u>		<u>Expended</u>		Unexpended Balance <u>Canceled</u>
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>	
DEP Loan Rainbow & Lower Lake Riviera Dam	\$ 46,080.00	\$ 46,080.00	\$ 46,078.37		\$ 1.63
Urban & Rural Unsafe Buildings Demolition	30,000.00	30,000.00	30,000.00		
Green Trust Loan Program	50,740.00	50,740.00	50,737.08		2.92
Interest of Assessment Bonds	9,475.00	9,475.00	9,475.00		
 Total Municipal Debt Service Excluded from CAPS	 16,294,454.84	 16,294,454.84	 16,293,508.39		 946.45
 Total General Appropriations Excluded from CAPS	 19,684,824.40	 25,605,811.64	 25,588,847.56	 \$ 16,017.63	 946.45
 Subtotal General Appropriations	 114,358,114.45	 120,274,101.69	 118,101,126.79	 2,172,028.45	 946.45
 Reserve for Uncollected Taxes	 3,379,411.00	 3,379,411.00	 3,379,411.00		
 Total General Appropriations	 \$ 117,737,525.45	 \$ 123,653,512.69	 \$ 121,480,537.79	 \$ 2,172,028.45	 \$ 946.45
	<u>Ref.</u>	A-3	A-3	A-1/A-3	A

The accompanying notes are an integral part of this statement.

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS

For the Year Ended December 31, 2024

	<u>Ref.</u>	<u>Budget After Modification</u>
Budget	A-2/A-3	\$ 117,737,525.45
Added by N.J.S. 40A:4-87	A-2	<u>5,915,987.24</u>
	A-3	<u><u>\$ 123,653,512.69</u></u>
		<u>Paid or Charged</u>
Disbursements	A-4	\$ 108,895,961.17
Interfund - Federal and State Grant Fund	A-20	6,151,759.80
Reserve for Encumbrances	A-21	3,053,405.82
Reserve for Uncollected Taxes	A-2	<u>3,379,411.00</u>
	A-3	<u><u>\$ 121,480,537.79</u></u>

The accompanying notes are an integral part of this statement.

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

TRUST FUND
COMPARATIVE BALANCE SHEETS - REGULATORY BASIS

ASSETS		<u>2024</u>	<u>2023</u>
Assessment Fund:			
Cash	B-3/B-4	\$ 108,293.46	\$ 105,933.64
Assessments Receivable	B-5	145,398.46	174,063.81
Interfund - General Capital Fund	B-6	2.55	2.55
		<u>253,694.47</u>	<u>280,000.00</u>
Animal Control Trust Fund:			
Cash	B-3	<u>58,833.75</u>	<u>75,169.80</u>
Trust Other Fund:			
Cash	B-3	<u>12,534,509.71</u>	<u>13,482,111.90</u>
Open Space Trust Fund:			
Cash	B-3	<u>276,482.23</u>	<u>265,426.87</u>
		<u><u>\$ 13,123,520.16</u></u>	<u><u>\$ 14,102,708.57</u></u>
LIABILITIES, RESERVES AND FUND BALANCE			
Assessment Fund:			
Assessment Serial Bonds	B-7	\$ 240,000.00	\$ 265,000.00
Assessment Bond Anticipation Notes	B-8	700.00	700.00
Reserve for Assessments and Liens	B-9	12,994.47	14,300.00
		<u>253,694.47</u>	<u>280,000.00</u>
Animal Control Trust Fund:			
Reserve for Encumbrances	B-10	5,035.38	6,191.20
Reserve for Animal Control Expenditures	B-11	40,179.18	53,174.14
Due to State of New Jersey	B-12	40.40	7.40
Prepaid License Fees	B-13	13,578.79	15,797.06
		<u>58,833.75</u>	<u>75,169.80</u>
Trust Other Fund:			
Reserve for Encumbrances	B-14	136,122.27	71,858.85
Various Reserves	B-15	12,398,387.44	13,410,253.05
		<u>12,534,509.71</u>	<u>13,482,111.90</u>
Open Space Trust Fund:			
Reserve for Open Space Expenditures	B-17	<u>276,482.23</u>	<u>265,426.87</u>
		<u><u>\$ 13,123,520.16</u></u>	<u><u>\$ 14,102,708.57</u></u>

**TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY**

**ASSESSMENT TRUST FUND
STATEMENT OF REVENUES - REGULATORY BASIS**

For the Year Ended December 31, 2024

Analysis of Miscellaneous Revenue Not Anticipated

Interest and Costs on Assessments and Liens	B-3	\$ 5,341.31
Interest on Deposits	B-3	<u>3,292.85</u>
	B-1	\$ 8,634.16

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

ASSESSMENT TRUST FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS

For the Year Ended December 31, 2024

	<u>Appropriated</u>	<u>Paid or Charged</u>
Payment of Assessment Bond Principal	<u>\$ 25,000.00</u>	<u>\$ 25,000.00</u>
	<u>\$ 25,000.00</u>	<u>\$ 25,000.00</u>

Ref. B-1 B-3

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

GENERAL CAPITAL FUND
COMPARATIVE BALANCE SHEETS - REGULATORY BASIS

As of December 31,

	<u>Ref.</u>	<u>2024</u>	<u>2023</u>
ASSETS			
Cash	C-2/C-3	\$ 25,503.64	\$ 25,503.64
Investments	C-2	2,913,097.64	770,537.74
Interfund - Federal and State Grant Fund	C-17		417,028.00
Due from NJ DCA Demolition Loan	C-4	212,400.00	212,400.00
Deferred Charges to Future Taxation:			
Funded	C-5	72,879,612.91	72,882,926.31
Unfunded	C-6	<u>49,083,683.40</u>	<u>53,911,125.05</u>
		<u><u>\$ 125,114,297.59</u></u>	<u><u>\$ 128,219,520.74</u></u>
LIABILITIES, RESERVES AND FUND BALANCE			
General Serial Bonds	C-7	\$ 72,145,000.00	\$ 72,030,000.00
Bond Anticipation Notes	C-8	19,586,100.00	23,732,039.00
Green Trust Loans Payable	C-9	247,739.74	298,476.82
Capital Improvement Fund	C-10	7,637.05	7,637.05
Improvement Authorizations:			
Funded	C-11	3,293,654.64	1,089,480.07
Unfunded	C-11	16,309,709.08	20,579,236.29
Reserve for Encumbrances	C-12	10,555,710.59	6,632,453.15
Dam Restoration Loan Payable	C-13	396,873.17	434,449.49
N.J. Department of Community Affairs			
Demolition Bond Loan Payable	C-14	90,000.00	120,000.00
Reserve for Payment of Debt Service	C-15	1,772,059.84	1,772,059.84
Interfund - Assessment Trust Fund	C-16	2.55	2.55
Fund Balance	C-1	<u>709,810.93</u>	<u>1,523,686.48</u>
		<u><u>\$ 125,114,297.59</u></u>	<u><u>\$ 128,219,520.74</u></u>

There were bonds and notes authorized but not issued on December 31, 2024 of \$29,497,583.40, Exhibit C-18.

The accompanying notes are an integral part of this statement.

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

GENERAL CAPITAL FUND
STATEMENT OF FUND BALANCE - REGULATORY BASIS

	<u>Ref.</u>	
Balance, December 31, 2023	C	\$ 1,523,686.48
Increased by:		
Premium on Sale of Bond Anticipation Notes	C-2	\$ 186,074.60
Excess Premium on Bond Issue	C-2	991.50
		187,066.10
		1,710,752.58
Decreased by:		
Deferred Charges to Future Taxation-Unfunded	C-6	2.65
Bond Anticipation Notes	C-8	939.00
Surplus (General Budget)	C-2	1,000,000.00
		1,000,941.65
Balance, December 31, 2024	C	\$ 709,810.93

The accompanying notes are an integral part of this statement.

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

GENERAL FIXED ASSET ACCOUNT GROUP
 COMPARATIVE STATEMENTS OF GENERAL FIXED ASSETS
 REGULATORY BASIS

As of December 31,

	<u>Ref.</u>	<u>2024</u>	<u>2023</u>
General Fixed Assets:			
Land	D-1	\$ 31,290,781.85	\$ 31,269,235.82
Buildings and Improvements	D-1	21,705,220.37	21,705,220.37
Furniture, Fixtures and Equipment	D-1	<u>41,257,948.06</u>	<u>39,113,501.33</u>
		<u><u>\$ 94,253,950.28</u></u>	<u><u>\$ 92,087,957.52</u></u>
Investments in General Fixed Assets	D-1	<u><u>\$ 94,253,950.28</u></u>	<u><u>\$ 92,063,856.88</u></u>

The accompanying notes are an integral part of this statement.

TOWNSHIP OF BRICK
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2024

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

This report includes the financial statements of the Township of Brick (the “Township”), within the County of Ocean, in the State of New Jersey, and reflects the activities of the municipality which is under the control of the Mayor and Township Council. The financial statements of the Board of Education, First Aid Organizations and Fire Districts are reported separately based on management’s interpretation of Governmental Accounting Standard Board (“GASB”) Standard No. 61.

A. Reporting Entity

The Governmental Accounting Standards Board (“GASB”) has established criteria to be used to determine which component units should be included in the financial statements of the oversight entity. The Division of Local Government Services, Department of Community Affairs, State of New Jersey (“Division”) requires the financial statements of the Township of Brick (“Township”) to be reported separately.

The Township is an instrumentality of the State of New Jersey, established to function as a municipality. The Township Council consists of elected officials and is responsible for the fiscal control of the Township.

The financial statements of the Township include every board, body, officer or commission supported and maintained wholly or in part by funds appropriated by the Township, as required by N.J.S.A. 40A:5-5. Accordingly, the financial statements of the Township do not include the operations of other organizations, inasmuch as their activities are administered by separate boards.

B. Basis of Presentation and Basis of Accounting

The financial statements are presented on the basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

The GASB Codification also defines the financial statements of a governmental unit to be presented in general purpose financial statements in accordance with GAAP. The Township presents the financial statements listed in the table of contents which are required by the Division and which differ from the financial statements required by GAAP.

In addition, the Division requires the financial statements listed in the table of contents to be referenced to the supplementary schedules. This practice differs from GAAP.

The accounting principles and practices prescribed for municipalities by the Division differ in certain aspects from GAAP applicable to local governmental units. The more significant differences are as follows:

A modified accrual basis is followed with minor exceptions.

Fund Accounting:

Current Fund - Records resources and expenditures for governmental operations of a general nature, including federal and state grant funds.

TOWNSHIP OF BRICK
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2024

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. Basis of Presentation and Basis of Accounting (continued)

Trust Fund - Records the receipts, custodianship, and disbursements of monies in accordance with the purpose for which each reserve was created.

General Capital Fund - Records the receipt and disbursement of funds for the acquisition of general capital infrastructure and other capital facilities, other than those acquired in the Current Fund. General bonds and notes payable are recorded in this fund and are offset by deferred charges to future taxation.

General Fixed Assets Account Group - Utilized to account for land, buildings, machinery, equipment and vehicles that have been acquired by other governmental funds.

Budgets and Budgetary Accounting - The Township of Brick must adopt an annual budget in accordance with N.J.S.A. 40A:4-4 et al. N.J.S.A. 40A:4-5 which requires the governing body to introduce and approve the annual municipal budget no later than February 10 of each year. At introduction, the governing body shall fix the time and place for a public hearing on the budget and must advertise the time and place at least ten days prior to the hearing in a newspaper published and circulated in the municipality. The public hearing must not be held less than twenty-eight days after the date the budget was introduced. After the hearing has been held, the governing body may, by majority vote, adopt the budget or may amend the budget in accordance with N.J.S.A. 40A:4-9.

An extension of the statutory dates for introduction, approval and adoption of the municipal budget may be granted by the Director of the Division, 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.

C. Cash and Cash Equivalents

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. N.J.S.A. 40A:5-15.1 provides a list of securities which may be purchased by New Jersey municipal units.

The Township of Brick is required to deposit funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act ("Act"). The Act was enacted in 1970 to protect governmental units from a loss of funds on deposit with a failed banking institution in New Jersey.

N.J.S.A. 17:9-42 requires governmental units to deposit public funds only in public depositories located in New Jersey, where the funds are secured in accordance with the Act.

Public funds are defined as the funds of any government unit. Public depositories include banks (both state and national banks), savings and loan institutions and savings banks, the deposits of which are federally insured. All public depositories pledge collateral, having a market value of five percent of the average daily

TOWNSHIP OF BRICK
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2024

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. Cash and Cash Equivalents (continued)

balance of collected public funds, to secure the deposits of governmental units. If a public depository fails, the collateral it has pledged, plus the collateral of all other public depositories in the collateral pool, is available to pay the full amount of their deposits to the governmental units.

The Township considers highly liquid investments with an original maturity of three months or less at the time of purchase to be cash equivalents.

D. Investment in NJ/ARM

Valuation of Investments

In accordance with the authoritative guidance on fair value measurements and disclosures under GASB 72, the NJ/ARM (“Fund”) discloses the fair value of its investments in a hierarchy that prioritizes the inputs to valuation techniques used to measure their fair value. The hierarchy gives the highest priority to valuations based upon unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 Measurement) and the lowest priority to valuations based upon unobservable inputs that are significant to the valuation (Level 3 Measurements). The guidance establishes three levels of the fair value hierarchy as follows:

Level 1 - Quoted prices in active markets for identical assets.

Level 2 - Inputs other than quoted prices that are observable for the asset, including quoted prices for similar investments based on interest rates, credit risk and like factors.

Level 3 - Unobservable inputs for the assets, including the Fund’s own assumptions for determining fair value.

The Fund’s investments are assigned a level based upon the observability of the inputs which are significant to the overall valuation. In accordance with GASB 79, the Fund’s securities are valued at amortized cost, which approximates fair value. GASB 79 requires a comparison of the Fund’s investments on an amortized cost basis to fair values determined on a market value basis at least monthly. The market prices used to determine fair values in this comparison are derived from closing bid prices as of the last business day of the month as supplied by third-party pricing services. Where prices are not available from these generally recognized sources, the securities are priced using a yield-based matrix system to arrive at an estimated market value. Prices that fall between data points are interpolated. The inputs or methodology used for valuing securities are not necessarily an indication of the risk associated with investing in those securities. GASB 72 provides that investments in a Rule 2a-7-like external investment pool should be measured at Net Asset Value.

Share Valuation and Participant Transactions

The net asset value (“NAV”) per share of the Fund is calculated as of the close of business each business day by dividing the net position of the Fund by the number of outstanding shares. It is the Fund’s objective to maintain a NAV of \$1.00 per share, however, there is no assurance that this objective will be achieved. The

TOWNSHIP OF BRICK
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2024

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. Investment in NJ/ARM (continued)

Share Valuation and Participant Transactions

exact price for share transactions will be determined based on the NAV next calculated after receipt of a properly executed order. The number of shares purchased or redeemed will be determined by the NAV.

E. Inventories of Supplies

The costs of inventories of supplies for all funds are recorded as expenditures at the time individual items are purchased. The inventories have offsetting reserve amounts.

F. Property Taxes and Other Revenues

Property taxes and other revenues are recognized on a cash basis. Receivables for property taxes and other items that are susceptible to accrual are recorded with offsetting reserves on the balance sheet of the Township's Current Fund. GAAP requires such revenue to be recognized in the accounting period when they become susceptible to accrual, reduced by an allowance for doubtful accounts. Property taxes are payable quarterly on the first day of February, May, August and November.

G. Grant Revenue and Expenditures

Federal and State grants, entitlement or shared revenues received for purposes normally financed through the Current Fund are recognized when anticipated in the Township's budget. GAAP requires such revenues to be recognized in the accounting period when they are earned and the expenditures to be recognized when the liability is incurred.

H. Property Acquired for Taxes

Property acquired for taxes is recorded in the Current Fund at the assessed valuation when such property was acquired and fully reserved. GAAP requires such property to be recorded in the general fixed assets account group at its market value.

I. Interfunds

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

J. Deferred Charges

The regulatory basis of accounting utilized by the Township requires that certain expenditures be deferred and raised as items of appropriation in budgets of succeeding years. These deferred charges include the two general categories, overexpenditures and emergency appropriations. Overexpenditures occur when

TOWNSHIP OF BRICK
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2024

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

J. Deferred Charges (continued)

expenditures recorded as “paid or charged” exceed available appropriation balances. Emergency appropriations occur when, subsequent to the adoption of a balanced budget, the governing body authorizes the establishment of additional appropriations based on unforeseen circumstances or for other special purposes as defined by statute. Overexpenditures and emergency appropriations are deducted from total expenditures in the calculation of operating results and are established as assets for Deferred Charges on the respective balance sheet. GAAP does not permit the deferral of overexpenditures to succeeding budgets. In addition, GAAP does not recognize expenditures based on the authorization of an appropriation. Instead, the authorization of special purpose expenditures, such as the preparation of tax maps or revaluation of assessable real property, would represent the designation of fund balance. The status of deferred charges at December 31, 2024 is set forth in Note 10.

K. Appropriation Reserves

Appropriation Reserves are available, until lapsed at the close of the succeeding year, to meet specific claims, commitments, or contracts incurred during the preceding year. Lapsed appropriation reserves are recorded as additions to income. Appropriation reserves do not exist under GAAP.

L. Expenditures

Unexpended or uncommitted appropriations, at December 31, are reported as expenditures through the establishment of appropriation reserves unless canceled by the governing body. GAAP requires expenditures to be recognized in the accounting period in which the fund liability is incurred, if measurable, except for unmatured interest on general long-term debt, which should be recognized when due.

M. Encumbrances

Contractual orders at December 31, are reported as expenditures through the establishment of a reserve for encumbrances. Encumbrances do not constitute expenditures under GAAP.

N. Compensated Absences

Expenditures relating to obligations for unused vested accumulated vacation and sick pay are not recorded until paid. GAAP requires that the amount that would normally be liquidated with expendable available financial resources be recorded as an expenditure in the operating funds and the remaining obligations be recorded as a long-term obligation.

O. Reserve for Sale of Municipal Assets

Cash proceeds from the sale of Township owned property may be reserved until utilized as an item of anticipated revenue in a subsequent year budget. Year end balances of such proceeds would be reported as a cash liability in the Current Fund. GAAP requires that revenue be recognized in the accounting period that the terms of sales contracts become legally enforceable.

TOWNSHIP OF BRICK
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2024

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

P. General Fixed Assets

Accounting for governmental fixed assets, as required by N.J.A.C. 5:30-5.6, differs in certain respects from accounting principles generally accepted in the United States of America. In accordance with the regulations, all local units, including municipalities, must maintain a general fixed asset reporting system that establishes and maintains a physical inventory of nonexpendable, tangible property as defined and limited by the U.S. Office of Management and Budget's *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Part 200, §200.12), except that the useful life of such property is at least five years. The Township has adopted a capitalization threshold of \$3,000.00, the maximum amount allowed by the Circular is \$5,000.00. Generally, assets are valued at historical cost; however, assets acquired prior to June 30, 1985 are valued at actual historical cost or estimated historical cost. No depreciation of general fixed assets is recorded. Donated general fixed assets are recorded at acquisition value as of the date of the transaction. Interest costs relative to the acquisition of general fixed assets are recorded as expenditures when paid. Public domain ("infrastructure") general fixed assets consisting of certain improvements such as roads, bridges, curbs and gutters, streets and sidewalks and drainage systems are not capitalized. Expenditures for construction in progress are recorded in the capital funds until such time as the construction is completed and put into operation. The Township is required to maintain a subsidiary ledger detailing fixed assets records to control additions, retirements, and transfers of fixed assets. In addition, a statement of general fixed asset group of accounts, reflecting the activity for the fiscal year, must be included in the Township's basic financial statements.

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

Q. Comparative Data

Comparative total data for the various funds for the prior year has been presented in the accompanying Balance Sheets and Statement of Operations and Change in Fund Balance in order to provide an understanding of changes in the Township's financial position. However, Comparative Statements of Revenue and Statements of Expenditures have not been presented since this inclusion would make the statements unduly complex and difficult to read.

NOTE 2 CASH AND CASH EQUIVALENTS

Deposits

At December 31, 2024, the Township's deposits had a carrying amount of \$55,953,808.23.

TOWNSHIP OF BRICK
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2024

NOTE 2 CASH AND CASH EQUIVALENTS (continued)

Custodial Credit Risk Related to Deposits

Custodial credit risk is the risk that, in the event of a bank failure, the Township's deposits might not be recovered. Although the Township does not have a formal policy regarding custodial credit risk, N.J.S.A. 17:9-41 et seq. requires that governmental units shall deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act ("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 the Act. However, the Act does not protect intermingled trust funds such as salary withholding, 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.

As of December 31, 2024, the Township's bank balances of \$57,100,411.83 were exposed to custodial credit risk as follows:

Insured by FDIC	\$ 4,989,326.51
Insured by GUDPA	49,291,973.09
Uninsured and Uncollateralized	<u>2,819,112.23</u>
Total	<u>\$ 57,100,411.83</u>

NOTE 3 INVESTMENTS

The Township has also adopted a cash management plan stating "the Finance Officer shall invest at his/her discretion in any investment instruments as approved by the State of New Jersey, Department of Community Affairs, Division of Local Government Services and in accordance with N.J.S.A. 40A:5-15.1."

The New Jersey Asset & Rebate Management Program (the "NJ/ARM Program", "NJ/ARM" or the "Program") was created in 1989 as a joint investment trust under the Interlocal Services Act. NJ/ARM provides local governments in New Jersey with investment management services for capital, reserve, and general operating funds.

The NJ/ARM Joint Account provides a convenient vehicle for local governments to pool funds for short-term investment to meet daily liquidity needs.

The Joint Account portfolio is rated AAA by Standard & Poor's (an independent rating company) which is the highest rating available.

The Program is designed to comply with all New Jersey statutes and regulations for the permitted investment of public funds.

TOWNSHIP OF BRICK
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2024

NOTE 3 INVESTMENTS (continued)

At December 31, 2024, the Township had the following investments:

	<u>Fair Value</u>
NJ/ARM	<u>\$ 14,113,097.64</u>
Total investments measured at the NAV	<u>\$ 14,113,097.64</u>

Investments Measured at the Net Asset Value (NAV)

Below is prior year information, since the December 31, 2024 NJ/ARM Annual Report was not available as of the date of this audit report.

Under GASB 40, as amended, state and local governments and other municipal entities are required to disclose credit risk, concentration of credit risk, and interest rate risk for investment portfolios. The following risk disclosures of the NJ/ARM's ("Fund") investment portfolio are as of December 31, 2023.

Credit Risk

The Fund's investment policies, as outlined in its Information Statement, limit the Fund's investments to those which participants in the Fund can invest under the laws of the State of New Jersey. As of December 31, 2023, the Fund was comprised of investments which were, in aggregate, rated by Standard and Poor's ("S&P") as follows:

<u>S&P Rating</u>	<u>NJ/ARM Joint Account</u>	<u>NJ/TERM Series DEC 2023</u>
AA+	39.69%	4.07%
A-1+	10.63%	68.01%
Exempt ⁽¹⁾	50.68%	27.92%

⁽¹⁾ Represents investments in U.S. Treasury securities, which are not considered to be subject to overall credit risk per GASB.

The ratings in the preceding chart include the ratings of collateral underlying repurchase agreements in effect for the Fund at December 31, 2023. Securities with a long-term rating of A or higher are equivalent to the highest short-term category based on S&P rating methodology.

Concentration of Credit Risk

As outlined in the Fund's Information Statement, each Portfolio's investment policy establishes certain restrictions on investments and limitations on portfolio composition. The Joint Account and NJ/Term Series DEC 2024 investment portfolios at December 31, 2023 included the following issuers, aggregated by affiliated issuers where applicable, which individually represented greater than 5% of the Portfolio's total investments portfolio:

TOWNSHIP OF BRICK
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2024

NOTE 3 INVESTMENTS (continued)

Investments Measured at the Net Asset Value (NAV) (continued)

Concentration of Credit Risk (continued)

<u>Issuer</u>	<u>NJ/ARM Joint Account</u>	<u>NJ/TERM Series DEC 2024</u>
BNP Paribas ⁽¹⁾	8.23%	-
BofA Securities, Inc. ⁽¹⁾	6.15%	-
Federal Farm Credit Bank	17.72%	<5.00%
Federal Home Loan Bank	30.22%	70.07%
U.S. Treasury	32.74%	27.92%

⁽¹⁾ These issuers are also counterparties to repurchase agreements entered into by the respective Portfolio. These repurchase agreements are collateralized by U.S. Treasury obligations.

Interest Rate Risk

The Fund's investment policy limits its exposure to market value fluctuations due to changes in interest rates by requiring that: (1) it maintain a dollar-weighted average maturity of not greater than 60 days; (2) any investment securities purchased by the Joint Account have remaining maturities of 397 days or less and (3) NJ/TERM Series maintain a weighted average maturity of not greater than 1 year. At December 31, 2023, the weighted average maturity of the Joint account and the NJ/TERM Series DEC 2024, including cash and cash equivalents, were 39 days and 135 days, respectively. The range of yields to maturity, actual maturity dates, principal values, fair values and weighted average maturities of the types of investments the Joint Account and the NJ/TERM Series DEC 2024 held at December 31, 2023 are as follows:

<u>NJ/ARM Joint Account</u>	<u>Yield-to Maturity Range</u>	<u>Maturity Range</u>	<u>Principal</u>	<u>Fair Value</u>	<u>Weighted Average Maturity</u>
<u>Type of Deposits and Investments</u>					
Cash and Cash Equivalents	n/a	n/a	\$ 104,271,338	\$ 104,271,388	1 Day
Government Agency & Instrumentality Obligations:					
Agency Discount Notes	4.28%-4.54%	2/10/23-3/29/23	406,270,000	403,242,045	62 Days
Agency Notes	4.13%-4.71%	1/6/23-6/4/24	270,580,000	270,505,492	4 Days
U.S. Treasury Bills	4.33%-4.68%	3/9/23-6/8/23	78,500,000	77,443,721	110 Days
U.S. Treasury Notes	4.38%-4.62%	1/15/23-10/31/24	72,354,840	72,261,566	10 Days
Repurchase Agreements	4.22%-4.25%	1/3/23	<u>566,300,000</u>	<u>566,300,000</u>	3 Days
Total			<u>\$ 1,498,276,178</u>	<u>\$ 1,494,024,212</u>	

TOWNSHIP OF BRICK
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2024

NOTE 3 INVESTMENTS (continued)

Investments Measured at the Net Asset Value (NAV) (continued)

Interest Rate Risk (continued)

NJ/TERM Series DEC 2024 <u>Type of Deposits and Investments</u>	Yield-to <u>Maturity Range</u>	Maturity <u>Range</u>	<u>Principal</u>	Fair <u>Value</u>	Weighted Average <u>Maturity</u>
Cash and Cash Equivalents Government Agency & Instrumentality Obligations:	n/a	n/a	\$ 127,194	\$ 127,194	1 Day
Agency Discount Notes	2.96%-4.90%	1/10/23-12/28/23	336,829,000	331,054,176	62 Days
Agency Notes	5.31%	11/13/24	12,900,000	12,939,745	
U.S. Treasury Bills	3.14%-4.61%	1/3/23-7/13/23	99,339,000	98,063,013	110 Days
U.S. Treasury Notes	2.03%-3.14%	3/15/23-8/15/23	<u>36,115,000</u>	<u>35,208,578</u>	10 Days
Total			<u>\$ 485,310,194</u>	<u>\$ 477,392,706</u>	

The yields shown in the preceding tables represent the yield-to-maturity at original cost except for adjustable-rate instruments, for which the rate shown is the coupon rate in effect at December 31, 2023. The weighted average maturities shown in the preceding table are calculated based on the stated maturity dates with the following exceptions: (1) floating or variable rate securities are assumed to have an effective maturity of the date upon which the security's interest rate next resets; (2) the effective maturity of callable securities is assumed to be its stated maturity unless the security had been called as of the reporting date, in which case the effective maturity would be assumed to be its called date; (3) for instruments subject to demand features, the effective maturity is assumed to be the period remaining until the principal amount of the security may be recovered through the demand feature; and (4) the effective maturity of cash and cash equivalents is assumed to be one day.

NOTE 4 PROPERTY TAXES

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

Comparative Schedule of Tax Rates

Tax Rate	<u>2024</u>	<u>2023</u>	<u>2022</u>
	<u>\$ 2.534</u>	<u>\$ 2.407</u>	<u>\$ 2.376</u>

Apportionment of Tax Rate

Municipal	0.803	0.773	0.776
County	0.519	0.493	0.462
District School	1.212	1.141	1.138

TOWNSHIP OF BRICK
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2024

NOTE 4 PROPERTY TAXES (continued)

Assessed Valuation

2024	\$ 10,575,809,000.00
2023	\$ 10,550,818,600.00
2022	\$ 10,515,320,822.00

Comparison of Tax Levies and Collections

Year	Tax Levy	Cash Collections	Percentage of Collection
2024	\$ 275,453,884.77	\$ 272,310,125.98	98.85%
2023	261,047,314.87	257,949,594.81	98.81%
2022	256,888,176.84	253,340,889.74	98.61%

Delinquent Taxes and Tax Title Liens

Delinquent Taxes and Tax Title Liens

Year Ended December 31	Amount of Tax Title Liens	Amount of Delinquent Taxes	Total Delinquent	Percentage of Tax Levy
2024	\$ 249,769.06	\$ 2,781,515.31	\$ 3,031,284.37	1.10%
2023	229,607.91	2,878,313.33	3,107,921.24	1.19%
2022	743,177.36	2,912,756.33	3,655,933.69	1.42%

NOTE 5 PROPERTY ACQUIRED BY TAX TITLE LIEN LIQUIDATION

The value of property acquired by liquidation of tax title liens on December 31, on the basis of the last assessed valuation of such properties, for the current and previous two years was follows:

Year	Amount
2024	\$8,908,700.00
2023	8,908,700.00
2022	8,908,700.00

NOTE 6 BONDS AND NOTES AUTHORIZED BUT NOT ISSUED

At December 31, 2024, the Township had authorized but not issued bonds and notes as follows:

General Capital Fund	<u>\$ 29,497,583.40</u>
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TOWNSHIP OF BRICK
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2024

NOTE 7 MUNICIPAL DEBT

The Local Bond Law governs the issuance of bonds and notes to finance general municipal capital expenditures. Bonds are retired in serial installments within the statutory period of usefulness. Bonds issued by the Township are general obligation bonds, backed by the full faith and credit of the Township. Bond anticipation notes are issued to temporarily finance capital projects, prior to the issuance of serial bonds. The terms of the notes cannot exceed one year but the notes may be renewed from time to time for a period not exceeding one year. All such notes must be paid no later than the tenth anniversary of the date of the original note. The State of New Jersey also prescribes that on or before the third anniversary date of the original note a payment of at least equal to the first legally payable installment of the bonds in anticipation of which such notes were issued be paid. A second legal installment must be paid if the notes are to be renewed beyond the fourth anniversary date of the original issuance and so on. Tax anticipation notes are issued if the cash on hand is not sufficient to carry on normal operations of the municipality at any time during the year. Such notes are authorized by a resolution adopted by the governing body.

Changes in Long Term Outstanding Debt

Transactions for the year ended December 31, 2024 are summarized as follows:

	Balance December 31, 2023	Additions	Deductions	Balance December 31, 2024
<u>General Capital Fund</u>				
Serial Bonds	\$ 72,030,000.00	\$ 14,230,000.00	\$ 14,115,000.00	\$ 72,145,000.00
Loans Payable	852,926.31		118,313.40	734,612.91
Bond Anticipation Notes	<u>23,732,039.00</u>	<u>19,586,100.00</u>	<u>23,732,039.00</u>	<u>19,586,100.00</u>
	<u>\$ 96,614,965.31</u>	<u>\$ 33,816,100.00</u>	<u>\$ 37,965,352.40</u>	<u>\$ 92,465,712.91</u>

	Balance December 31, 2023	Additions	Deductions	Balance December 31, 2024
<u>Assessment Trust Fund</u>				
Serial Bonds	\$ 265,000.00		\$ 25,000.00	\$ 240,000.00
Bond Anticipation Notes	<u>700.00</u>	<u>\$ 700.00</u>	<u>700.00</u>	<u>700.00</u>
	<u>\$ 265,700.00</u>	<u>\$ 700.00</u>	<u>\$ 25,700.00</u>	<u>\$ 240,700.00</u>

TOWNSHIP OF BRICK
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2024

NOTE 7 MUNICIPAL DEBT (continued)

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

General Serial Bonds

\$23,430,000.00 2016 Refunding Bonds due in annual installments of \$2,130,000.00 to \$3,125,000.00 through 2028 at an interest rate of 4.000%.	\$ 9,800,000.00
\$24,800,000.00 2017 General Improvement Bonds due in annual installments of \$1,630,000.00 to \$2,100,000.00 through 2032 at an interest rate of 3.000%.	14,770,000.00
\$12,170,000.00 2019 General Improvement Bonds due in annual installments of \$1,225,000.00 to \$1,380,000.00 through 2029 at interest rate of 3.000%.	6,505,000.00
\$9,260,000.00 2020 General Improvement Bonds due in annual installments of \$1,000,000.00 to \$1,100,000.00 through 2030 at interest rates ranging from 2.000% to 3.000%.	6,330,000.00
\$5,555,000.00 2020 Refunding Bonds due in annual installments of \$100,000.00 to \$1,585,000.00 through 2029 at interest rates ranging from 0.952% to 1.649%.	1,995,000.00
\$17,920,000.00 2021 Refunding Bonds due in annual installments of \$1,865,000.00 to \$2,000,000.00 through 2029 at interest rates ranging from 0.910% to 1.670%.	9,685,000.00
\$10,440,000.00 2022 General Improvement Bonds due in annual installments of \$1,000,000.00 to \$1,230,000.00 through 2032 at interest rates ranging from 2.000% to 4.000%	8,830,000.00
\$14,230,000.00 2024 General Improvement Bonds due in annual installments of \$1,215,000.00 to \$1,855,000.00 through 2033 at interest rates ranging from 2.000% to 4.000%.	<u>14,230,000.00</u>
	<u><u>\$ 72,145,000.00</u></u>

Assessment Trust Serial Bonds

\$285,000.00 2022 Special Assessment Bonds due in annual installments of \$25,000.00 to \$35,000.00 through 2032 at interest rates of 2.000% to 4.000%.	\$ 240,000.00
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Annual debt service for principal and interest over the next five years and five-year increments thereafter for bonded debt issued and outstanding are as follows:

TOWNSHIP OF BRICK
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2024

NOTE 7 MUNICIPAL DEBT (continued)

General Capital Fund			
Year	Principal	Interest	Total
2025	\$ 12,670,000.00	\$ 2,298,009.24	\$ 14,968,009.24
2026	10,565,000.00	1,757,603.40	12,322,603.40
2027	10,905,000.00	1,454,259.40	12,359,259.40
2028	11,245,000.00	1,125,411.40	12,370,411.40
2029	9,175,000.00	779,631.45	9,954,631.45
2030-2033	<u>17,825,000.00</u>	<u>1,085,375.00</u>	<u>18,910,375.00</u>
Total	\$ 72,385,000.00	\$ 8,500,289.89	\$ 80,885,289.89

Assessment Trust Fund			
Year	Principal	Interest	Total
2025	\$ 25,000.00	\$ 8,600.00	\$ 33,600.00
2026	25,000.00	7,850.00	32,850.00
2027	30,000.00	7,000.00	37,000.00
2028	30,000.00	5,800.00	35,800.00
2029	30,000.00	4,600.00	34,600.00
2030-2032	<u>100,000.00</u>	<u>6,200.00</u>	<u>106,200.00</u>
Total	\$ 240,000.00	\$ 40,050.00	\$ 280,050.00

Loans Payable

Green Trust Loans

As of December 31, 2024, the Township's Green Trust Loans are as follows:

\$189,373.00 loan due in semi-annual principal and interest installments of \$4,855.72 through 2031 at an interest rate of 0.000%.	\$ 63,124.36
\$800,000.00 loan due in semi-annual principal and interest installments of \$20,512.82 through 2029 at an interest rate of 0.000%	<u>184,615.38</u>
Total	<u>\$ 247,739.74</u>

TOWNSHIP OF BRICK
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2024

NOTE 7 MUNICIPAL DEBT (continued)

Loans Payable (continued)

Green Trust Loans (continued)

Annual debt service for principal and interest for the next five years and five-year increments thereafter for green trust loans are as follows:

Green Trust Loan			
Year	Principal	Interest	Total
2025	\$ 50,737.08		\$ 50,737.08
2026	50,737.08		50,737.08
2027	50,737.08		50,737.08
2028	50,737.08		50,737.08
2029	30,224.26		30,224.26
2030-2031	14,567.16		14,567.16
Total	<u>\$ 247,739.74</u>	<u>\$ -</u>	<u>\$ 247,739.74</u>

Dam Restoration Loan

The Township, during 2014, entered into a loan agreement with the State of New Jersey, Department of Environmental Protection for a Dam Restoration Loan. The original loan was for \$741,010.00 due in semi-annual principal and interest installments of \$15,629.08 to \$22,811.07 through 2034 at an interest rate of 2.000%.

New Jersey Department of Environmental Protection			
Year	Principal	Interest	Total
2025	\$ 38,331.61	\$ 7,746.76	\$ 46,078.37
2026	39,102.08	6,976.30	46,078.38
2027	39,888.03	6,190.34	46,078.37
2028	40,689.78	5,388.59	46,078.37
2029	41,507.64	4,570.73	46,078.37
2030-2034	197,354.03	9,998.59	207,352.62
Total	<u>\$ 396,873.17</u>	<u>\$ 40,871.31</u>	<u>\$ 437,744.48</u>

State of New Jersey, Department of Community Affairs, Demolition Bond Loans

The Township, during 2017, entered into an agreement with the State of New Jersey Department of Community Affairs for a Demolition Bond Loan. The maximum loan amount is \$300,000.00, to be repaid annually over a ten-year period at no interest. The proceeds of the loan will provide funding to support the demolition and disposal of unsafe buildings in the Township of Brick. As of December 31, 2024, the Township has received a total of \$87,600.00 from the State of New Jersey, Department of Community Affairs and paid back \$30,000.00 in 2018, \$30,000.00 in 2019, \$30,000.00 in 2020, \$30,000 in 2021, \$30,000 in 2022, \$30,000.00 in 2023 and \$30,000 in 2024. At the conclusion of the demolition and disposal of unsafe buildings project, the State of New Jersey, Department of Community Affairs and the Township will finalize

TOWNSHIP OF BRICK
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2024

NOTE 7 MUNICIPAL DEBT (continued)

State of New Jersey, Department of Community Affairs, Demolition Bond Loans (continued)

the Demolition Bond Loan payable and calculate the repayment schedule. At December 31, 2024 the total amount due is \$90,000.00.

Bond Anticipation Notes

The Township issues bond anticipation notes to temporarily fund various capital projects prior to the issuing of serial bonds. The term of the notes cannot exceed one year but the notes may be renewed from time to time for a period not exceeding one year. All such notes must be paid no later than the tenth anniversary of the date of the original note.

On December 31, 2024, the Township's outstanding bond anticipation notes were as follows:

General Capital Fund	Date of Issue	Date of Maturity	Amount	Interest Rate
Various Capital Improvements and Acquisition of Equipment	3/20/2024	3/19/2025	<u>\$ 19,586,100.00</u>	4.250%
Total			<u>\$ 19,586,100.00</u>	
Assessment Trust Fund	Date of Issue	Date of Maturity	Amount	Interest Rate
Various Capital Improvements and Acquisition of Equipment	3/20/2024	3/19/2025	<u>\$ 700.00</u>	4.250%
Total			<u>\$ 700.00</u>	

NOTE 8 SUMMARY OF MUNICIPAL DEBT

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

	Year 2024	Year 2023	Year 2022
<u>Issued</u>			
General Bonds, Notes and Loans	\$ 92,465,712.91	\$ 96,614,965.31	\$ 102,366,654.31
Assessment Bonds and Notes	<u>240,700.00</u>	<u>265,700.00</u>	
Total Debt Issued	<u>92,706,412.91</u>	<u>96,880,665.31</u>	<u>102,366,654.31</u>

TOWNSHIP OF BRICK
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2024

NOTE 8 SUMMARY OF MUNICIPAL DEBT (continued)

Authorized But Not Issued

General Bonds, Notes and Loans	<u>\$ 29,497,583.40</u>	<u>\$ 30,179,083.40</u>	<u>\$ 28,455,383.40</u>
Total Authorized But Not Issued	<u>29,497,583.40</u>	<u>30,179,083.40</u>	<u>28,455,383.40</u>
Net Debt Issued and			
Authorized But Not Issued	<u>\$ 122,203,996.31</u>	<u>\$ 127,059,748.71</u>	<u>\$ 130,822,037.71</u>

Summary of Statutory Debt Condition - Annual Debt Statement

The summarization 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 0.746%.

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
Local District School	<u>\$ 8,455,000.00</u>	<u>\$ 8,455,000.00</u>	
General Debt	<u>122,203,996.31</u>	<u>1,880,353.30</u>	<u>\$ 120,323,643.01</u>
	<u><u>\$ 130,658,996.31</u></u>	<u><u>\$ 10,335,353.30</u></u>	<u><u>\$ 120,323,643.01</u></u>

New Jersey statutes limit the debt of a municipality to 3.500% of the average of the last three preceding year's equalized valuations of the taxable real estate and improvements. The Township's statutory net debt at December 31, 2024 was 0.745% as calculated below. The Township's remaining borrowing power is 2.755%.

Net Debt \$120,323,643.01 divided by Equalized Valuation basis per N.J.S.A. 40A:2-6 as amended \$16,138,556,590.67 = 0.745%.

Borrowing Power under N.J.S.A. 40A:2-6 as amended

3 1/2 % of Equalized Valuation Basis	<u>\$ 564,849,480.67</u>
Net Debt	<u><u>\$ 120,323,643.01</u></u>
Remaining Borrowing Power	<u><u>\$ 444,525,837.66</u></u>

NOTE 9 DEFERRED CHARGES TO FUTURE TAXATION FUNDED AND UNFUNDED

Upon the authorization of capital projects, the Township establishes deferred charges for the cost of the capital projects 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 cost of capital projects. According to the New Jersey Statutes Annotated 40A:2-4, the Township may levy taxes on all taxable property within the local unit to repay the debt. Annually, the Township raises the debt requirements for the particular year in the current budget. As funds are raised, the deferred charges are reduced.

TOWNSHIP OF BRICK
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2024

NOTE 10 DEFERRED CHARGES TO BE RAISED IN SUCCEEDING BUDGETS

As discussed in Note 1, certain expenditures are required to be deferred to budgets of succeeding years. At December 31, 2024, there were no deferred charges.

NOTE 11 TAXES COLLECTED IN ADVANCE

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

	<u>2024</u>	<u>2023</u>
Prepaid Taxes	<u>\$ 1,711,521.98</u>	<u>\$ 1,458,707.98</u>

NOTE 12 ASSESSMENT AND COLLECTION OF PROPERTY TAXES

New Jersey statutes require that taxable valuation of real property be prepared by the Township Tax Assessor as of October 1st in each year and filed with the County Board of Taxation (“Board”) by January 10th of the following year. Upon the filing of certified adopted budgets by the Township, Local School District and County, the tax rate is struck by the Board based on the certified amounts in each of the taxing districts for collection to fund the budgets. Pursuant to statute, this process is to be completed on or before May 20th, with a completed duplicate of the tax rolls to be delivered to the Township Tax Collector (“Collector”) on or before June 3rd. Tax bills are prepared then mailed by the Collector of the Township annually and set forth the final tax for the tax year. The bill contains a credit for preliminary amounts billed previously with the balance payable in equal installments on August 1st and November 1st of the tax year. In addition, the property owner receives a preliminary bill for the succeeding year based on one half of the prior year’s tax. The preliminary payments are due and payable on February 1st and May 1st. The N.J. Statutes allow a grace period of 10 days for each payment period and the Township granted this option to taxpayers. Taxes become delinquent if not paid on the installment dates and become subject to interest penalties of 8% or 18% of the amount delinquent. If taxes are delinquent as of the eleventh day of the eleventh month of the fiscal year, the delinquent amount is subject to “Tax Sale” which places a tax lien on the property allowing the holder to enforce the tax lien by collection or foreclosure. New Jersey property tax laws establish a tax lien on real estate as of January 1st of the current tax year even though the amount due is not known.

NOTE 13 LOCAL SCHOOL DISTRICT TAXES

Local District School Taxes have been raised and liabilities deferred. Section 13 of P.L. 1991, C. 63 provides that any municipality that levies school taxes on a school year basis may defer from the municipal purposes tax levy 50% (fifty percent) of the levy. The amounts so deferred shall be regarded as fund balance and shall be used to offset the local property tax levy for local purposes.

TOWNSHIP OF BRICK
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2024

NOTE 13 LOCAL SCHOOL DISTRICT TAXES (continued)

At year end, taxes due consisted of the following:

	Local District School Tax Balance December 31,	
	2024	2023
Balance of Tax	\$ 64,088,159.00	\$ 60,187,071.00
Deferred	<u>48,101,765.57</u>	<u>48,101,765.57</u>
	<u><u>\$ 15,986,393.43</u></u>	<u><u>\$ 12,085,305.43</u></u>

NOTE 14 FUND BALANCES APPROPRIATED

The following schedules detail the amount of fund balances available at the end of the current year and the previous four years and the amounts utilized in the subsequent year's budgets:

Year	Current Fund		Utilized in Budget of Succeeding Year
	Balance December 31	(1)	
2024	\$ 22,299,717.30	-	-
2023	22,431,544.45	\$ 10,942,419.10	
2022	22,154,047.55	11,497,148.69	
2021	23,709,468.11	9,950,000.00	
2020	16,645,415.03	9,918,843.81	

⁽¹⁾ The 2025 municipal budget has not been adopted as of the date of this audit.

NOTE 15 PENSION PLANS

A. Public Employees' Retirement System (PERS)

Below is prior year information, since the June 30, 2024 State of New Jersey Public Employees' Retirement System, Schedule of Employer and Nonemployer Allocations and Schedule of Pension Amounts by Employer and Nonemployer was not available as of the date of this audit report.

General Information About the Plan - A substantial number of the Township's employees participate in the State of New Jersey Public Employees' Retirement System ("PERS") which is administered by the New Jersey Division of Pensions and Benefits (the "Division"). For additional information about PERS, please refer to the Division's annual financial statements, which can be found at the following website:

<https://www.state.nj.us/treasury/pensions/annual-reports.shtml>

TOWNSHIP OF BRICK
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2024

NOTE 15 PENSION PLANS (continued)

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

General Information About the Plan (continued)

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

The following represents the membership tiers for PERS:

Tier Definition

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

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

Contributions - The contribution policy for PERS is set by N.J.S.A. 43:15A and requires contributions by active members and contributing employers. State legislation has modified the amount that is contributed by the State. Pursuant to the provisions of P.L. 2011, C. 78, the member contribution rate is currently 7.50% in of base salary effective July 1, 2018. The Township's contributions are based on an actuarially determined amount, which includes the normal cost and unfunded accrued liability.

The Township's contractually required contribution to the pension plan for the year ended December 31, 2024 has not been determined as of the date of this audit but will be payable by April 1, 2025. Due to the basis of accounting described in note 1, no liability is required to be recorded in the financial statements for this amount. Based on the PERS measurement date of June 30, 2023, the Township's contractually required contribution to the pension plan for the year ended December 31, 2023 was \$3,365,385.00, which was paid on April 1, 2024.

Employee contributions to the plan during the year ended December 31, 2024 were \$1,518,701.89.

Components of Net Pension Liability - At December 31, 2023, the Township reported a liability of \$36,471,755 for its proportionate share of the PERS net pension liability. The net pension liability was measured as of June 30, 2023. The total pension liability used to calculate the net pension liability was

TOWNSHIP OF BRICK
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2024

NOTE 15 PENSION PLANS (continued)

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

determined using update procedures to roll forward the total pension liability from an actuarial valuation as of July 1, 2022, which was rolled forward to June 30, 2023. The Township's proportion of the net pension liability was based on 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 0.2518007005% which was a decrease of 0.0005074155% from its proportion measured as of June 30, 2022.

Pension Liabilities, Pension (Benefit) Expense and Deferred Outflows/Inflows of Resources Related to Pensions - At December 31, 2023, the Township reported deferred outflows of resources and deferred inflows of resources related to the PERS from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between Expected and Actual Experience	\$ 348,717	\$ 149,085
Changes in Assumptions	80,121	2,210,345
Changes in Proportion	723,284	1,105,224
Net Difference between Projected and Actual Earnings on Pension Plan Investments	<u>167,957</u>	<u>(167,957)</u>
	<u><u>\$ 1,320,079</u></u>	<u><u>\$ 3,296,697</u></u>

The Township will amortize the above sources of deferred outflows and inflows related to the PERS over the average of the expected remaining service lives of all employees that are provided with pensions through the pension plan with the exception of net differences between projected and actual earnings on pension plan investments which will be amortized over 6 years. The average of the expected remaining service lives of all employees are 5.13, 5.04, 5.13, 5.16, 5.21 and 5.63 for the years 2023, 2022, 2021, 2020, 2019 and 2018 respectively.

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

TOWNSHIP OF BRICK
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2024

NOTE 15 PENSION PLANS (continued)

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

<u>Year Ending</u>	<u>Amount</u>
<u>December 31,</u>	
2024	\$ (3,934,400)
2025	(1,037,975)
2026	3,490,836
2027	(626,749)
2028	<u>(36,287)</u>
	<u><u>\$ (2,144,575)</u></u>

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

Inflation rate:

Price	2.75%
Wage	3.25%

Salary Increases:

2.75% - 6.55%

Based on Years of Service

Investment Rate of Return

7.00%

Preretirement 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.

In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2023) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of

TOWNSHIP OF BRICK
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2024

NOTE 15 PENSION PLANS (continued)

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

Actuarial Assumptions (continued)

expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic rates of return for each major asset class included in PERS's target asset allocation as of June 30, 2023 are summarized in the following table:

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%
Risk Mitigation Strategies	3.00%	6.21%

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

Sensitivity of the Township's proportionate share of the Net Pension Liability to Changes in the Discount Rate - The following presents the Township's proportionate share of the net pension liability as of June 30, 2023 calculated using the discount rate as disclosed above, as well as what the Township's proportionate share of the net pension liability would be if it was calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

TOWNSHIP OF BRICK
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2024

NOTE 15 PENSION PLANS (continued)

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

Sensitivity of the Township's proportionate share of the Net Pension Liability to Changes in the Discount Rate (continued)

	1% Decrease <u>(6.00%)</u>	Current Discount Rate <u>(7.00%)</u>	1% Increase <u>(8.00%)</u>
Township's Proportionate Share of the Net Pension Liability	<u>\$ 47,482,370</u>	<u>\$ 36,474,755</u>	<u>\$ 27,105,819</u>

Supplementary Pension Information – In accordance with GASB 68, the following information is also presented for the PERS Pension Plan. These schedules are presented to illustrate the requirement to show information for 10 years.

TOWNSHIP OF BRICK
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2024

NOTE 15 PENSION PLANS (continued)

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

Supplementary Pension Information (continued)

Schedule of the Township's Proportionate Share of the Net Pension Liability (Last 10 Plan Years):

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Township's proportion of the net liability	0.2129628476%	0.2211270993%	0.2328808265%	0.2456314444%	0.2576173190%	0.2597381393%	0.2492972338%	0.2566320589%	0.2512932850%	0.2518007005%
Township's proportionate share of the net pension liability	\$ 39,872,470	\$ 49,638,603	\$ 68,972,621	\$ 57,179,074	\$ 50,723,566	\$ 46,800,872	\$ 40,653,859	\$ 30,365,016	\$ 37,923,616	\$ 36,471,755
Township's covered-employee payroll	\$ 15,379,395	\$ 16,019,186	\$ 16,810,717	\$ 17,946,212	\$ 18,052,285	\$ 17,677,704	\$ 18,387,857	\$ 18,401,741	\$ 18,951,481	\$ 20,063,700
Township's proportionate share of the net pension liability as a percentage of its covered-employee payroll	259.26%	309.87%	410.29%	318.61%	280.98%	264.75%	221.09%	165.01%	200.11%	181.78%
Plan fiduciary net position as a percentage of the total pension liability	52.08%	47.93%	40.14%	48.10%	53.60%	56.27%	58.32%	70.33%	62.91%	65.23%

TOWNSHIP OF BRICK
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2024

NOTE 15 PENSION PLANS (continued)

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

Supplementary Pension Information (continued)

Schedule of the Township's Contributions (Last 10 Plan Fiscal Years)

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Contractually Required Contribution	\$ 1,755,635	\$ 1,901,100	\$ 2,068,880	\$ 2,275,513	\$ 2,562,460	\$ 2,526,487	\$ 2,727,186	\$ 3,001,812	\$ 3,168,929	\$ 3,168,929
Contributions in Relation to the contractually Required Contribution	1,755,635	1,901,100	2,068,880	2,275,513	2,562,460	2,526,487	2,727,186	3,001,812	3,168,929	3,168,929
Contribution deficiency/(excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Township's covered-employee payroll	\$ 15,379,395	\$ 16,019,186	\$ 16,810,717	\$ 17,946,212	\$ 18,052,285	\$ 17,677,704	\$ 18,387,857	\$ 18,401,741	\$ 18,951,481	\$ 20,063,700
Contribution as a percentage of covered-employee payroll	11.42%	11.87%	12.31%	12.68%	14.19%	14.29%	14.83%	16.31%	16.72%	15.79%

Notes to Schedule:

Changes in benefit terms:

None

**TOWNSHIP OF BRICK
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2024**

NOTE 15 PENSION PLANS (continued)

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

Supplementary Pension Information (continued)

Notes to Schedule: (continued)

Changes in assumptions:

The discount rate and long-term expected rate of return used as of June 30 measurement date is as follows:

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Discount rate	7.00%	7.00%	7.00%	7.00%	6.85%	6.51%	6.14%	5.55%	5.79%	6.32%
Long-term expected rate of return	7.00%	7.00%	7.00%	7.00%	7.00%	7.00%	7.00%	7.65%	7.90%	7.90%

The mortality assumption was updated upon direction from the Division of Pensions and Benefits.

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

Below is prior year information, since the June 30, 2024 State of New Jersey Police and Firemen's Retirement System, Schedule of Employer and Nonemployer Allocations and Schedule of Pension Amounts by Employer and Nonemployer was not available as of the date of this audit report.

General Information About the Plan - A substantial number of the Township's employees participate in the State of New Jersey Police and Firemen's Retirement System ("PFRS"), which is administered by the New Jersey Division of Pensions and Benefits (the "Division"). For additional information about PFRS, please refer to the Division's annual financial statements, which can be found at the following website:

<https://www.state.nj.us/treasury/pensions/financial-reports.shtml>

Plan Description - The Police and Firemen's Retirement System is a cost-sharing multiple-employer defined benefit pension plan which was established as of July 1, 1944, under the provisions of N.J.S.A. 43:16A. The PFRS' designated purpose is to provide retirement, death, disability and medical benefits to certain qualified members. Membership in the PFRS is mandatory for substantially all full-time police and firemen of the Township. The PFRS' Board of Trustees is primarily responsible for the administration of the PFRS.

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

Tier Definition

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

TOWNSHIP OF BRICK
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2024

NOTE 15 PENSION PLANS (continued)

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

Plan Description (continued)

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

Contributions - The contribution policy for PFRS is set by *N.J.S.A. 43:16A* and requires contributions by active members and contributing employers. Pursuant to the provisions of P.L. 2011, C. 78, the member contribution rate was 10.0% in State fiscal year 2022. State legislation has modified the amount that is contributed by the State. The State's contribution amount is based on an actuarially determined rate, which includes the normal cost and unfunded accrued liability. For the fiscal year 2023, the State contributed an amount more than the actuarially determined amount.

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

The Township's contractually required contribution rate for the year ended December 30, 2023 was 28.30% of the Township's covered payroll. This amount was actuarially determined as the amount that when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability.

TOWNSHIP OF BRICK
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2024

NOTE 15 PENSION PLANS (continued)

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

Special Funding Situation (continued)

The Township's contractually required contribution to the pension plan for the year ended December 31, 2024 has not been determined as of the date of this audit but will be payable by April 1, 2025. Due to the basis of accounting described in note 1, no liability is required to be recorded in the financial statements for this amount. Based on the PFRS measurement date of June 30, 2023, the Township's contractually required contribution to the pension plan for the year ended December 31, 2023 was \$6,705,239.00, which was paid on April 1, 2024.

Employee contributions to the Plan during the year ended December 31, 2024 were \$2,060,537.50.

The State's contractually required contribution, on-behalf of the Township, to the pension plan for the year ended December 31, 2024 has not been determined as of the date of this audit but will be payable by April 1, 2025. Based on the PFRS measurement date of June 30, 2023, the State's contractually required contribution, on-behalf of the Township, to the pension plan for the year ended December 31, 2023 was \$1,172,735.00 which was paid on April 1, 2024.

Pension Liability - At December 31, 2023, the Township's and the State of New Jersey's proportionate share of the PFRS net pension liability were as follows:

Township's Proportionate Share of Net Pension Liability	\$ 55,652,546
State of New Jersey's Proportionate Share of the Net Pension Liability Attributable to the Township	<u>10,254,629</u>
	<u><u>\$ 65,907,175</u></u>

The net pension liability was measured as of June 30, 2023 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July, 2023. The total pension liability was calculated through the use of updated procedures to roll forward from the actuarial valuation date to the measurement date of June 30, 2023. The Township's proportion of the net pension liability was based on a projection of the Township's Long-term share of contributions to the pension plan relative to the projected contributions of all participating employers' and the State of New Jersey, actuarially determined. For the measurement date, the Township's proportion was 0.5036984300%, which was a decrease of .00071134000% from its proportion measured as of June 30, 2022. Likewise, at June 30, 2023, the State of New Jersey's proportion, on-behalf of the Township, was 0.503698643%, which was a decrease of 0.00071134% from its proportion measured as of June 30, 2022.

Pension (Benefit) Expense - As of December, 2023, the Township's proportionate share of the PFRS pension expense, calculated by the Plan as of the June 30, 2023 measurement date is \$4,061,956.00. This expense is not recognized by the Township because of the regulatory basis of accounting as described in note 1; however, as previously mentioned, for the year ended December 31, 2023, the Township's contribution to PFRS was \$6,705,239.00, and was paid on April 1, 2024.

TOWNSHIP OF BRICK
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2024

NOTE 15 PENSION PLANS (continued)

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

Pension (Benefit) Expense (continued)

As of December 31, 2023, the State's proportionate share of the PFRS pension (benefit) expense, associated with the Township, calculated by the Plan as of the June 30, 2023 measurement date is \$1,166,443.00. This on-behalf (benefit) expense is not recognized by the Township because of the regulatory basis of accounting as described in Note 1.

Deferred Outflows/Inflows of Resources - At December 31, 2023, the Township had deferred outflows of resources and deferred inflows of resources related to PFRS from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between Expected and Actual Experience	\$ 2,382,931	\$ 2,654,133
Changes in Assumptions	120,118	3,757,890
Net Difference between Projected and Actual Earnings on Pension Plan Investments	2,834,279	
Changes in Proportion and Differences between Township Contributions and Proportionate Share of Contributions	<hr/> 1,475,786	<hr/> 431,144
	<hr/> \$ 6,813,114	<hr/> \$ 6,843,167

Township will amortize the above sources of deferred outflows and inflows related to PFRS over the average of the expected remaining service lives of all employees that are provided with pensions through the pension plan with the exception of net differences between projected and actual earnings on pension plan investments which will be amortized over 6 years. The average of the expected remaining service lives of all employees are 6.16, 6.22, 6.17, 5.90, 5.92 and 5.73 for the years 2023, 2022, 2021, 2020, 2019 and 2018 amounts, respectively.

TOWNSHIP OF BRICK
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2024

NOTE 15 PENSION PLANS (continued)

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

Deferred Outflows/Inflows of Resources (continued)

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

<u>Year Ending</u>	<u>Amount</u>
<u>December 31,</u>	
2024	\$ (4,151,694)
2025	(2,371,779)
2026	4,007,121
2027	2,281,612
2028	291,978
2029	<u>(87,282)</u>
	<u>\$ (30,044)</u>

Actuarial Assumptions - The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2022. The total pension liability was calculated through the use of updated procedures to roll forward from the actuarial valuation date to the measurement date of June 30, 2023. This actuarial valuation used the following actuarial assumptions, applied to all periods included in the measurement:

Inflation Rate:	
Price	2.75%
Wage	3.25%
Salary increases:	
Through all future years	3.25 – 16.25%
	based on years of service
 Investment Rate of Return	 7.00%

Pre-retirement mortality rates were based on the Pub-2010 Safety Employee mortality table with a 105.6% adjustment for males and 102.5% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Post-retirement mortality rates were based on the Pub-2010 Safety Retiree Below-Median Income Weighted mortality table with a 96.7% adjustment for males and 96.0% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. For beneficiaries, the Pub-2010 General Retiree Below-Median Income Weighted mortality table was used, unadjusted, and with future improvement from the base year of 2010 on a generational basis. Disability rates were based on the Pub-2010 Safety Disabled Retiree mortality table with a 152.0% adjustment for males and 109.3% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Mortality improvement is based on Scale MP-2021.

TOWNSHIP OF BRICK
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2024

NOTE 15 PENSION PLANS (continued)

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

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 Investments and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

Best estimates of arithmetic rates of return for each major asset class included in PFRS's target asset allocation as of June 30, 2023 are summarized in the following table:

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 Grand 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%

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 the local employers. Based on those assumptions, the Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on Plan investments was applied to all projected benefit payments to determine the total pension liability.

Sensitivity of the Township's proportionate share of the Net Pension Liability to Changes in the Discount Rate - The following presents the Township's proportionate share of the net pension liability as of June 20, 2023, calculated using the discount rate as disclosed above, as well as what the Township's proportionate share 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:

TOWNSHIP OF BRICK
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2024

NOTE 15 PENSION PLANS (continued)

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

Sensitivity of the Township's proportionate share of the Net Pension Liability to Changes in the Discount Rate (continued)

	1%	Current	1%
	Decrease	Decrease	Increase
	(6.00%)	(7.00%)	(8.00%)
Township's Proportionate Share of the Net Pension Liability	\$ 77,542,078	\$ 55,652,546	\$ 37,424,237
State of New Jersey's Proportionate Share of Net Pension Liability			
Affiliated with the Township	<u>14,288,030</u>	<u>10,254,629</u>	<u>6,895,851</u>
	<u><u>\$ 91,830,108</u></u>	<u><u>\$ 65,907,175</u></u>	<u><u>\$ 44,320,089</u></u>

Supplementary Pension Information - In accordance with GASB 68, the following information is also presented for the PFRS Pension Plan. These schedules are presented to illustrate the requirement to show information for 10 years.

TOWNSHIP OF BRICK
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2024

NOTE 15 PENSION PLANS (continued)

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

Supplementary Pension Information (continued)

Schedule of the Township's Proportionate Share of the Net Pension Liability (Last 10 Plan Years):

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Township's proportion of the net liability	0.4556759477%	0.4600781346%	0.4654600829%	0.4569739719%	0.4821218082%	0.4991019815%	0.4939332225%	0.4927435299%	0.5044099000%	0.5036984300%
Township's proportionate share of the net pension liability	\$ 57,319,808	\$ 76,632,980	\$ 88,914,782	\$ 70,547,947	\$ 65,239,029	\$ 61,079,196	\$ 63,822,687	\$ 36,015,374	\$ 57,736,538	\$ 55,652,546
State's proportionate share of the net pension liability associated with the Township	6,172,380	6,720,455	7,466,636	7,901,964	8,861,643	9,644,521	9,904,990	10,129,317	10,275,411	10,254,629
Total	\$ 63,492,188	\$ 83,353,435	\$ 96,381,418	\$ 78,449,911	\$ 74,100,672	\$ 70,723,717	\$ 73,727,677	\$ 46,144,691	\$ 68,011,949	\$ 65,907,175
Township's covered-employee payroll	\$ 14,614,082	\$ 14,838,539	\$ 14,928,227	\$ 15,961,456	\$ 16,856,724	\$ 17,055,108	\$ 17,721,429	\$ 18,251,478	\$ 19,361,183	\$ 20,289,783
Township's proportionate share of the net pension liability as a percentage of its covered-employee payroll	392.22%	516.45%	595.62%	441.99%	387.02%	358.13%	360.14%	197.33%	298.21%	274.29%
Plan fiduciary net position as a percentage of the total pension liability	62.41%	56.31%	52.01%	58.60%	62.48%	65.00%	63.52%	77.26%	68.33%	70.16%

TOWNSHIP OF BRICK
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2024

NOTE 15 PENSION PLANS (continued)

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

Supplementary Pension Information (continued)

Schedule of the Township's Contributions (Last 10 Plan Fiscal Years):

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Contractually Required Contribution	\$ 3,499,906	\$ 3,739,749	\$ 3,795,085	\$ 4,044,304	\$ 4,713,451	\$ 5,041,482	\$ 5,518,078	\$ 5,742,750	\$ 6,560,118	\$ 6,705,239
Contributions in Relation to the contractually Required Contribution	3,499,906	3,739,749	3,795,085	4,044,304	4,713,451	5,041,482	5,518,078	5,742,750	6,560,118	6,705,239
Contribution deficiency	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Township's covered-employee payroll	\$ 14,614,082	\$ 14,838,539	\$ 14,928,227	\$ 15,961,456	\$ 16,856,724	\$ 17,055,108	\$ 17,721,429	\$ 18,251,478	\$ 19,361,183	\$ 20,289,783
Contribution as a percentage of covered-employee payroll	23.95%	25.20%	25.42%	25.34%	27.96%	29.56%	31.14%	31.46%	33.88%	33.05%

Notes to Schedule:

Changes in benefit terms:

None

TOWNSHIP OF BRICK
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2024

NOTE 15 PENSION PLANS (continued)

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

Notes to Schedule: (continued)

Changes in assumptions:

The discount rate and long-term expected rate of return used as of June 30 measurement date is as follows:

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Discount rate	7.00%	7.00%	7.00%	7.00%	6.85%	6.51%	6.14%	5.55%	5.79%	6.32%
Long-term expected rate of return	7.00%	7.00%	7.00%	7.00%	7.00%	7.00%	7.00%	7.65%	7.90%	7.90%

The mortality assumption was updated upon direction from the Division of Pensions and Benefits.

NOTE 16 DEFERRED COMPENSATION PLANS

The Township of Brick offers its employees a Deferred Compensation Plan created in accordance with the provisions of N.J.S. 43:15B-1 et seq., and the Internal Revenue Code, Section 457. The plan, available to all municipal employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency.

All amounts of compensation deferred under the Plan, all property and rights purchased with the amounts, and all income attributable to these amounts are for the exclusive benefit of the Plan participants and their beneficiaries and the assets cannot be diverted to any other purpose. The Township serves as Trustee under the Plan.

NOTE 17 DEFINED CONTRIBUTION RETIREMENT PROGRAMS

The Defined Contribution Retirement Program (“DCRP”) was established on July 1, 2007 for certain public employees under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007. The program provides eligible members, with a minimum base salary of \$5,000 or more, with a tax-sheltered, defined contribution retirement benefit, in addition to life insurance and disability coverage. The DCRP is jointly administered by the Division of Pensions and Benefits and Prudential Financial.

This retirement program is a pension system where the value of the pension is based on the amount of the contribution made by the employee and employer through investment earnings. It is similar to a Deferred Compensation Program where the employee has a portion of tax-deferred salary placed into an account that the employee manages through investment options provided by the employer.

The law required that 3 classes of employees enroll in the DCRP, detailed as follows:

- All elected officials taking office on or after July 1, 2007, except that a person who is re-elected to an elected office held prior to that date without a break in service may remain in the PERS.

TOWNSHIP OF BRICK
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2024

NOTE 17 DEFINED CONTRIBUTION RETIREMENT PROGRAMS (continued)

- A Governor appointee with the advice and consent of the Legislature or who serves at the pleasure of the Governor only during that Governor's term of office.
- Other employees commencing service after July 1, 2007, pursuant to an appointment by an elected official or elected governing body which include the statutory untenured chief administrative officer such as the Business Administrator, County Administrator or Municipal or County Manager, Department Heads, Legal Counsel, Municipal or County Engineer, Municipal Prosecutor and the Municipal Court Judge.

Notwithstanding the foregoing requirements, other employees who hold a professional license or certificate or meet other exceptions are permitted to remain in the PERS.

Contributions made by employees for the DCRP are currently 5.5% of their base wages. Member contributions are matched by a 3.0% employer contribution.

NOTE 18 POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (“OPEB”)

Plan description - the Township provides post-employment health care benefits (OPEB) for retired employees by administering a single-employer defined benefit plan (“the Plan”) in accordance with New Jersey Statute 40A:10-23. No assets are accumulated in a trust that meets the criteria in paragraph 4 of statement 75. The costs of the plan are funded on a pay-as-you-go basis. The Township does not issue a separate financial report for the retiree healthcare plan.

Benefits provided - the plan provides medical, prescription drug, dental and vision benefits to eligible retirees. Benefit provisions are established through collective bargaining agreements and other Township agreements.

Eligibility requirements - township employees are eligible for medical and pharmacy coverage upon retirement from active service after completing 25 years of service in the New Jersey Public Employees Retirement System. They are eligible for medical and pharmacy coverage upon disability retirement or death while in active service after completing 10 years of service. They are not eligible for dental and vision benefits. Retiree coverage continues for the life of the retiree. Spouse and surviving spouse coverage continue for the life of the spouse. Dependent child coverage continues until age 26 for full-time students.

Members of the police department are eligible for all coverage upon retirement from active service after completing 25 years of service in the New Jersey Police and Fire Retirement System. They are eligible for all coverages upon disability retirement or death while in active service after completing 10 years of service. Retiree coverage continues for the life of the retiree. Spouse and surviving spouse coverage continue for the life of the spouse. Dependent child coverage continues until age 26 for full-time students.

Contribution rates - rates for future retirees will be based on the State of New Jersey new contribution formula per implementation of Chapter 78. Contributions are calculated using a varying formula based on the retirees' base salary at retirement with a minimum contribution of 1.5% of base salary. Active employees hired prior to implementation of Chapter 78 (June 28, 2011) with less than twenty (20) years of service at implementation had their contribution phased in over a four-year period. Employees hired on or after June

TOWNSHIP OF BRICK
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2024

NOTE 18 POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (“OPEB”)

Contribution rates (continued)

28, 2011 will have their contribution set at the highest year four contribution level. As the four-year phase in period has expired, all active employees' contribution level is set at the highest level.

Contributions for non-PBA current retirees and future retirees with twenty (20) or more years of service at June 28, 2011 are 0% (non-contributory) (i.e., the Township pays 100% of the benefit cost). PBA employees retiring on or after CY 2019 have a fixed contribution towards healthcare benefits. Contributions for PBA retirees prior to CY 2019 are 0% (non-contributory).

Employee contributions for the year ended December 31, 2024 were \$2,056,524.49.

Employees covered by benefit terms - At December 31, 2024 the following employees were covered by the benefit terms:

Retired Employees or Beneficiaries Currently Receiving Benefits Payments	434
Active employees	<u>298</u>
	<u>732</u>

Total OPEB Liability - The Township's OPEB liability of \$404,416,666 was measured as of December 31, 2024, and was determined by an actuarial valuation of that date.

Actuarial Assumptions and other inputs - The total OPEB Liability in the December 31, 2024 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Salary increases	3% average salary increase for Entry Age Normal (EAN)
Discount Rate	4.22%
Healthcare cost trend rates	7% decreasing 0.25% per year to an ultimate rate of 4.5% for 2036 and later years
Retirees' share of benefit related costs	Based on Chapter 78 contribution formulas for PERS and PFRS

The selected discount rate is based on the prescribed discount interest rate methodology under GASB No. 75 using an average of two 20-year bond indices (e.g., S&P Municipal Bond 20 Year High Grade Rate Index – 4.28% and Fidelity GO AA 20 years – 4.16%) as of December 31, 2024. The average discount rate of the two indices is 4.22%, which is a change from the prior valuation discount rate of 3.8moa8%.

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

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

TOWNSHIP OF BRICK
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2024

NOTE 18 POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (“OPEB”) (continued)

Changes in the Total OPEB Liability

	Total OPEB Liability
Balance at December 31, 2023	\$ 390,855,496
Additions:	
Annual service cost	\$ 6,641,067
Changes in Assumptions	2,337,221
Interest	<u>16,247,969</u>
	<u>25,226,257</u>
	416,081,753
Less:	
Benefits payments	<u>11,665,087</u>
Balance at December 31, 2024	<u>\$ 404,416,666</u>

Sensitivity of the total OPEB liability to changes in the discount rate - The following presents the total OPEB liability of the Township, as well as what the Township’s total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (3.22) or 1-percentage-point higher (5.22) than the current discount rate:

	Less 1% (3.22%)	Discount Rate (4.22%)	Plus 1% (5.22%)
Total OPEB Liability	\$ 487,139,125	\$ 404,416,666	\$ 341,846,789

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rate - The following presents the total OPEB liability of the Township, as well as what the Township’s total OPEB liability would be if it were calculated using a healthcare cost trend rates that are 1-percentage-point lower (6% decreasing to 3.5%) or 1-percentage-point higher (8% decreasing to 5.5%) than the cost of inflation:

	Healthcare		
	Less 1% (6% decreasing to 3.5%)	Cost Trend Rates (7% decreasing to 4.5%)	Plus 1% (8% decreasing to 5.5%)
Total OPEB Liability	\$ 338,757,821	\$ 404,416,666	\$ 491,470,148

TOWNSHIP OF BRICK
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2024

NOTE 18 POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (“OPEB”) (continued)

OPEB (Benefit) Expenses and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB - For the year ended December 31, 2023, the Township recognized OPEB (benefit) expense of \$5,658,445. At December 31, 2023 the Township reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in Assumptions	<u>\$ 2,337,221.00</u>	_____
	<u><u>\$ 2,337,221.00</u></u>	<u><u>\$ -</u></u>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB (benefit) expense as follows:

Year Ending December 31,	Amount
2024	\$ (70,800,374)
2025	(64,014,358)
2026	(44,964,125)
2027	(25,327,372)
2028	(6,168,057)
Thereafter	<u>2,044,492</u>
	<u><u><u>\$ (209,229,794)</u></u></u>

Supplementary Pension Information - In accordance with GASB 75, the following information is also presented for OPEB. These schedules are presented to illustrate the requirement to show information for 10 years; however, until a full 10-year trend is compiled, this presentation will only include information for those years for which information is available.

TOWNSHIP OF BRICK
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2024

NOTE 18 POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (“OPEB”) (continued)

Supplementary Pension Information (continued)

Schedule of Changes in the Township’s Total OPEB Liability and Related Ratios (unaudited) Last 7 Fiscal Years:

	Plan Measurement Date June 30,						
	2024	2023	2022	2021	2020	2019	2018
Service Cost	\$ 6,641,067	\$ 5,658,445	\$ 4,990,745	\$ 9,512,122	\$ 9,327,269	\$ 4,977,210	\$ 4,035,665
Interest	16,247,969	13,832,356	21,256,461	10,306,370	9,926,331	13,944,381	14,648,695
Benefit Payments	(11,665,087)	(11,791,992)	(11,363,910)	(9,778,688)	(10,851,496)	(9,416,878)	(9,509,684)
Change in Assumptions	2,337,221	20,756,659	(166,692,991)	(3,469,167)	2,408,496	87,851,823	
Net Change in Total OPEB Liability	13,561,170	28,455,468	(151,809,695)	6,570,637	10,810,600	97,356,536	9,174,676
Total OPEB Liability-Beginning	390,855,496	362,400,028	514,209,723	507,638,618	496,828,018	399,421,482	390,246,806
Total OPEB Liability-Ended	\$ 404,416,666	\$ 390,855,496	\$ 362,400,028	\$ 514,209,255	\$ 507,638,618	\$ 496,778,018	\$ 399,421,482
Covered-Employee Payroll	\$ 44,097,479	\$ 39,089,204	\$ 39,089,204	\$ 36,568,720	\$ 36,568,720	\$ 34,295,689	\$ 31,160,224
Total OPEB Liability as a Percentage of Covered-Employee Payroll	917.10%	999.91%	927.11%	1406.15%	1388.18%	1448.51%	1281.83%

Notes to Schedule:

Changes in Benefit Terms: None

Changes in Assumptions: Discount Rate 2024 4.22%, 2023 3.88%, 2022 4.18%, 2021 2.05%, 2020 2.02%, 2019 2.9% and 2018 3.8%

TOWNSHIP OF BRICK
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2024

NOTE 18 POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (“OPEB”) (continued)

State health Benefits Local Government Retired Employees Plan

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

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

Employer Special Funding Allocations and Special Funding Amounts by Employer

The State's proportionate share of the collective net OPEB liability attributable to the Township was \$24,987,909 and \$28,935,950 or 0.716172% and 0.857664% of the collective net OPEB liability for the years ended December 31, 2023 and 2022, respectively. The amount of OPEB expense and the related revenue attributable to the Township was (\$4,530,796) and (\$4,746,104) for the years ended December 31, 2023 and 2022, respectively.

NOTE 19 INTERFUND BALANCES

The composition of interfund balances as of December 31, 2024 is as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
Federal and State Grant Fund	Current Fund	\$3,224,638.00
Assessment Fund	General Capital Fund	2.55

The balance resulted from the time lag between the dates that (1) reimbursable expenditures occur, (2) revenues/receipts are collected, and (3) payments between funds are made.

NOTE 20 POST-CLOSURE LANDFILL COSTS

Federal law requires the Township to perform certain inspection and monitoring functions at the landfill located in the Herbertsville section of Brick Township (the “site”) until the Environmental Protection Agency (EPA) deems the site is satisfactorily remediated. A solar field was built on the site in 2014.

Then estimated costs to monitor the landfill in accordance with the EPA approved Operations & Maintenance (O&M) Plan is \$1,500,000 over the next 10 years. The Township is obligated to budget for and pay these

TOWNSHIP OF BRICK
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2024

NOTE 20 POST-CLOSURE LANDFILL COSTS (continued)

costs until the site is fully remediated.

The amount is based on an estimate of what it would cost to perform all post-closure costs as of May 19, 2017. Actual costs and the length of time required to inspect, monitor, and repair may differ from this estimate due to final approval of certain elements by the EPA, inflation, changes in technology, and changes in regulations.

NOTE 21 FIXED ASSETS

Fixed asset activity of the year ended December 31, 2024 was as follows:

Fixed Assets

	Balance December 31, 2023	Additions	Deductions	Balance December 31, 2024
Land	\$ 31,269,235.82	\$ 21,546.03		\$ 31,290,781.85
Buildings and Improvements	21,705,220.37			21,705,220.37
Machinery, Equipment and Vehicles	39,113,501.33	2,433,042.93	\$ 288,596.20	41,257,948.06
	<u>\$ 92,087,957.52</u>	<u>\$ 2,454,588.96</u>	<u>\$ 288,596.20</u>	<u>\$ 94,253,950.28</u>

NOTE 22 RISK MANAGEMENT

The Township is exposed to various risks of loss related to torts, theft of, damage to and destruction of assets; errors and omission; injuries to employees; and natural disaster. The Township is a member of the Ocean County Municipal Joint Insurance Fund. The joint insurance pool is both an insured and self-administered group of municipalities established for the purpose of insuring against property damage, general liability, motor vehicles and equipment liability and workmen's compensation. The Joint Insurance Fund will be self-sustaining through member premiums. The Joint Insurance Fund participates in the Municipal Excess Liability Program which has a contract for excess liability insurance for property. The Joint Insurance Fund also purchased an excess faithful performance and employee dishonesty bond. There were no settlements in excess of insurance coverage in 2024, 2023, and 2022.

NOTE 23 CONTINGENCIES

A. Accrued Sick and Vacation Time - Unaudited

As discussed in Note 1 and in accordance with accounting principles prescribed by the State of New Jersey, the cash basis of accounting is followed for recording the Township's liability related to unused vacation and sick pay. The Township permits certain employees within limits to accumulate unused vacation and sick pay, which may be taken as time off or paid at a later date at an agreed upon rate. The Township estimated current

TOWNSHIP OF BRICK
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2024

NOTE 23 CONTINGENCIES (continued)

B. Accrued Sick and Vacation Time – Unaudited (continued)

cost of such unpaid compensation would approximate \$7,748,468.46 at December 31, 2024. In accordance with New Jersey accounting principles, this amount is not reported as an expenditure or liability in the accompanying financial statements.

C. Unemployment Compensation Insurance

Effective January 1, 1978, most municipal employees were eligible for unemployment compensation insurance (N.J.S.A. 43:21-3 et. seq.). The Township has elected to provide a self-insured plan whereby the municipal cost and employee contributions are deposited in a trust fund from which claims, if any, will be paid. The reserve for unemployment compensation insurance at December 31, 2024 was \$877,117.72.

D. Litigation

The Township is involved in legal and administrative proceedings and claims of various types. While any litigation contains an element of uncertainty, Township Officials, based upon the opinion of the Township's Counsel, presently believe that the outcome of each such proceeding or claim which is pending or known to be threatened, or all of them combined, will not have a material adverse effect on the Township's financial position or adversely affect the Township's ability to levy, collect, and enforce the collection of taxes or other revenue for the payment of its bonds or other obligations.

E. Federal and State Grants

The Township receives financial assistance from the U.S. government and the State of New Jersey in the form of grants. Entitlement to the funds is generally conditional upon compliance with terms and conditions of the grant agreements and applicable regulations, including the expenditure of the funds for eligible purposes. Substantially all grants, entitlements and cost reimbursements are subject to financial and compliance audits by grantors. As a result of these audits, costs previously reimbursed could be disallowed and require payment to the grantor agency. As of December 31, 2024, the Township estimates that no material liabilities will result from such audits.

NOTE 24 TAX ABATEMENTS

The Township negotiates tax abatements under the State of New Jersey Local Redevelopment and Housing Law (NJS.A 40A:12A-1 et seq). These abatements include specifically the Five-Year Exemption and Abatement Law (NJS.A 40A:21-1 et seq) and the Long-Term Tax Exemption Law (NJS.A 40A:20-1 et seq). The purposes for which a tax abatement may be considered for approval in the Township encompasses residential, commercial and industrial development that addresses a need identified by the Township Redevelopment Plans, the Township Affordable Housing Plan or other specific projects as described in the above-referenced laws.

TOWNSHIP OF BRICK
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2024

NOTE 24 TAX ABATEMENTS (continued)

Each agreement has been negotiated pursuant to the Local Redevelopment and Housing Law which allows the municipality to abate property taxes for economic development purposes. The abatements are directed toward development within a Township designated Area in Need of Redevelopment or a property that is developed to meet designated unmet needs in the Township's Affordable Housing Program.

The Township has not made any commitments as part of the agreements other than to reduce taxes. The Township is not subject to any tax abatement agreements entered into by other governmental entities. The Township has chosen to disclose information about its tax abatement agreements.

In 2024, the Township maintained two (2) tax abatements which raised a total of \$121,103.91 under this program, reducing overall what would have been due from these developments from \$682,320.04 (a reduction of \$561,216.13).

- National Church Residences of Brick provides affordable housing to low- and moderate-income families and those with special needs. The PILOT agreement calls for a payment equal of 5.00% of project revenue or \$105,510.91 for the year ended December 31, 2024.
- Housing Authority of Brick provides affordable housing for low-income families. The PILOT agreement calls for a payment equal to the lesser of 10% of its net shelter rent or the approximate full real property taxes. The amount is \$15,593.00 for the year ended December 31, 2024.

NOTE 25 SUBSEQUENT EVENTS

The Township has evaluated subsequent events occurring after December 31, 2024 through the date of March 26, 2025 which is the date the financial statements were available to be issued.

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**TOWNSHIP OF BRICK
COUNTY OF OCEAN
SUPPLEMENTARY SCHEDULES
YEAR ENDED DECEMBER 31, 2024**

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
SCHEDULE OF CASH AND INVESTMENTS - TREASURER

	<u>Ref.</u>	
Balance, December 31, 2023	A	\$ 53,428,948.22
Increased by Receipts:		
Non-Budget Revenues	A-2	\$ 4,527,746.74
Taxes Receivable	A-6	273,114,372.60
Revenue Accounts Receivable	A-10	19,207,523.42
State of New Jersey (P.L. 1971, Ch. 20)	A-11	609,253.56
Prepaid Taxes	A-13	1,807,103.66
Tax Overpayments	A-14	279,680.15
Marriage License Fees	A-18	11,275.00
DCA Surcharge	A-19	102,713.00
Interfunds	A-20	3,340,862.07
Payroll Deductions Payable	A-30	62,591,324.55
Due to County Community Service Contributions	A-33	18,048.88
Due to State of New Jersey - Burial Permits	A	30.00
		365,609,933.63
		419,038,881.85
Decreased by Disbursements:		
2024 Budget Appropriations	A-3	108,895,961.17
2023 Appropriation Reserves	A-12	3,639,840.37
Prior Year Revenue Refunded	A-1	14,197.37
Prepaid Taxes	A-13	5,991.20
Tax Overpayments	A-14	287,022.31
County Taxes Payable	A-15	55,022,280.10
Local School District Tax	A-16	124,275,230.00
Special District Taxes Payable	A-17	6,546,000.00
Marriage License Fees	A-18	11,650.00
DCA Surcharge	A-19	102,501.00
Interfunds	A-20	3,527,360.37
Accounts Payable	A-22	16,555.00
Payroll Deductions Payable	A-30	62,526,033.64
Due to County Community Service Contributions	A-33	18,048.88
Due to State of New Jersey - Burial Permits	A	25.00
		364,888,696.41
Balance, December 31, 2024	A-4	\$ 54,150,185.44
Cash	A	\$ 42,950,185.44
Investments	A	11,200,000.00
	A-4	\$ 54,150,185.44

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
SCHEDULE OF CASH - CHANGE FUND

Ref.

Balance December 31, 2024 and 2023	A	\$ <u>4,750.00</u>
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TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

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

Year	Balance	2024 Levy	Collections		Tax Overpayments Applied	Transferred to Tax Title Liens	Senior Citizens and Veterans	P.L. 1971, Chapter 20 Canceled, Remitted or Abated	Balance
	December 31, 2023		2023	2024					December 31, 2024
2020	\$ 2.36								\$ 2.36
2021	1,422.27				\$ 1,419.88				2.39
2022	15,037.67				8,844.65				15,037.67
2023	2,861,851.03	\$ 178,360.16			3,032,056.90			\$ (15,495.55)	22,659.47
	2,878,313.33	178,360.16			3,042,321.43			(15,495.55)	28,856.37
2024		275,453,884.77	\$ 1,563,830.25		270,072,051.17	\$ 53,579.24	\$ 20,161.15	620,665.32	2,752,658.94
			\$ 1,563,830.25		\$ 273,114,372.60	\$ 53,579.24	\$ 20,161.15	\$ 605,169.77	\$ 371,929.94
									\$ 2,781,515.31

A

A-6

A-2/A-13

A-2/A-4

A-2/A-14

A-7

A-2/A-11

A

Analysis of 2023 Property Tax Levy**Ref.****Tax Yield:**

General Purpose Tax		\$ 267,991,001.15
Special District Taxes		6,626,800.44
Added and Omitted Tax		1,014,443.34
	A-6	<u>\$ 275,632,244.93</u>

Tax Levy:

Local District School Tax		A-2/A-16	128,176,318.00
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County Taxes:

County Tax	A-15	\$ 45,615,175.21	
County Library Tax	A-15	4,619,805.77	
County Health Tax	A-15	2,682,409.18	
County Open Space Tax	A-15	1,940,868.13	
Due County for Added and Omitted Taxes	A-15	<u>202,978.04</u>	

Total County Taxes

A-2 55,061,236.33

Special District Taxes:

Fire District No. 1 (Amount Certified)		2,681,000.00	
Fire District No. 2 (Amount Certified)		2,309,000.00	
Fire District No. 3 (Amount Certified)		<u>1,556,000.00</u>	
	A-2/A-17		6,546,000.00

Municipal Open Space Tax

Due Municipal Open Space for Added and Omitted Taxes		<u>3,947.57</u>	
	A-2/A-20		1,061,528.47

Local Tax for Municipal Purposes

Add: Additional Tax Levied		<u>83,835,406.58</u>	
	A-2	<u>951,755.55</u>	
	A-6	<u>84,787,162.13</u>	<u>\$ 275,632,244.93</u>

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
SCHEDULE OF TAX TITLE LIENS RECEIVABLE

	<u>Ref.</u>	
Balance, December 31, 2023	A	\$ 229,607.91
Increased by:		
Transfer from Taxes Receivable	A-6	<u>20,161.15</u>
Balance, December 31, 2024	A	<u><u>\$ 249,769.06</u></u>

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
SCHEDULE OF NON FEDERAL COST SHARE RECEIVABLE

	<u>Ref.</u>	
Balance, December 31, 2024 and 2023	A	<u><u>\$ 52,858.15</u></u>

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
SCHEDULE OF PROPERTY ACQUIRED FOR TAXES
(AT ASSESSED VALUATION)

Ref.

Balance, December 31, 2024 and 2023	A	<u>\$ 8,908,700.00</u>
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TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
SCHEDULE OF REVENUE ACCOUNTS RECEIVABLE

		Balance December 31, <u>Ref.</u>	<u>2023</u>	<u>Accrued in 2024</u>	<u>Collected</u>	Balance December 31, <u>2024</u>
Licenses						
Alcoholic Beverages Licenses	A-2			\$ 88,950.00	\$ 88,950.00	
Other	A-2			37,233.00	37,233.00	
Fees and Permits	A-2	\$ 28,016.72		506,135.88	505,172.18	\$ 28,980.42
Fines and Costs						
Municipal Courts	A-2	19,331.04		356,238.31	354,970.10	20,599.25
Interest and Costs on Taxes	A-2			660,504.23	660,504.23	
Interest on Investments and Deposits	A-2			2,280,273.47	2,280,273.47	
Bathing Beach Privileges	A-2	31,750.00		579,078.96	561,587.96	49,241.00
Energy Receipts Tax	A-2			5,451,301.22	5,451,301.22	
Reserve for Municipal Relief Fund	A-2			561,900.87	561,900.87	
Uniform Construction Code Fees	A-2	152,856.00		2,452,248.00	2,238,100.00	367,004.00
EMS Service Fees	A-2			2,571,705.92	2,571,705.92	
Solar Redeveloper's Debt Service Contribution	A-2			1,977,929.50	1,977,929.50	
Capital Surplus	A-2			1,000,000.00	1,000,000.00	
BTMUA Donation	A-2			1,000,000.00	1,000,000.00	
Comcast/Verizon Franchise Tax	A-2			479,795.84	479,795.84	
		<u>\$ 231,953.76</u>	<u>\$ 20,003,295.20</u>	<u>\$ 19,769,424.29</u>	<u>\$ 465,824.67</u>	
		<u>Ref.</u>	<u>A</u>	<u>A-10</u>	<u>A</u>	
Cash Receipts	A-4			\$ 19,207,523.42		
Reserve for Municipal Relief Fund	A-32			561,900.87		
	A-10			<u>\$ 19,769,424.29</u>		

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
SCHEDULE OF DUE FROM/(TO) STATE OF NEW JERSEY - C. 20, P.L. 1971

	<u>Ref.</u>	
Balance, December 31, 2023	A	\$ 26,234.40
Increased by:		
Deductions per Tax Duplicate:		
Senior Citizens		\$ 110,500.00
Veterans		495,250.00
Deductions Allowed by Collector		<u>23,000.00</u>
		<u>628,750.00</u>
Less: Deductions Disallowed by Collector	A-6	<u>8,084.68</u>
		<u>620,665.32</u>
Decreased by:		<u>646,899.72</u>
Prior Year Deductions Disallowed by Collector	A-1/A-6	15,495.55
Prior Year Adjustment	A-1	5,371.92
Received from State of New Jersey	A-4	<u>609,253.56</u>
		<u>630,121.03</u>
Balance, December 31, 2024	A	<u>\$ 16,778.69</u>

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
SCHEDULE OF APPROPRIATION RESERVES

	Balance December 31, <u>2023</u>	Reserve for <u>Encumbrances</u>	Balance After <u>Transfers</u>	Paid or <u>Charged</u>	Balance <u>Lapsed</u>
<u>Operations Within CAPS</u>					
Administrative and Executive					
Salaries and Wages	\$ 9,419.97		\$ 9,419.97		\$ 9,419.97
Other Expenses	148.93		148.93		148.93
Purchasing and Contracting					
Salaries and Wages	5,522.46		5,522.46		5,522.46
Other Expenses	2,906.00	\$ 3,263.82	6,169.82	\$ 2,835.66	3,334.16
Human Resources					
Salaries and Wages	3,258.14		3,258.14		3,258.14
Other Expenses	93,393.77	10,822.85	59,216.62	24,426.65	34,789.97
Mayor					
Salaries and Wages	8,583.62		8,583.62		8,583.62
Other Expenses	9,702.86	1,380.70	11,083.56	1,105.82	9,977.74
Council					
Salaries and Wages	275.17		275.17		275.17
Other Expenses	655.11	170.00	825.11	400.00	425.11
Municipal Clerk					
Salaries and Wages	3,478.49		3,478.49		3,478.49
Other Expenses	12,502.30	515.00	13,017.30	910.79	12,106.51
Elections					
Other Expenses	12,000.00		12,000.00	11,021.72	978.28
Financial Administration					
Salaries and Wages	9,360.91		9,360.91		9,360.91
Other Expenses	91,701.22	37,439.87	129,141.09	54,339.59	74,801.50
Computerized Data Processing					
Salaries and Wages	3,315.50		3,315.50		3,315.50
Other Expenses	33,850.43	149,703.72	183,554.15	99,743.01	83,811.14

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
SCHEDULE OF APPROPRIATION RESERVES

	<u>Balance</u> <u>December 31,</u> <u>2023</u>	<u>Reserve for</u> <u>Encumbrances</u>	<u>Balance</u> <u>After</u> <u>Transfers</u>	<u>Paid or</u> <u>Charged</u>	<u>Balance</u> <u>Lapsed</u>
Tax Collector					
Salaries and Wages	\$ 8,852.63		\$ 8,852.63		\$ 8,852.63
Other Expenses	27,992.77	\$ 1,721.48	29,714.25	\$ 1,743.46	27,970.79
Tax Assessor					
Salaries and Wages	8,767.47		8,767.47		8,767.47
Other Expenses	70,395.43	62.50	70,457.93	62.50	70,395.43
Legal Services					
Other Expenses	79,707.11		79,707.11	38,348.77	41,358.34
Engineering					
Salaries and Wages	97,742.67		97,742.67		97,742.67
Other Expenses	75,054.96	725.47	75,780.43	5,552.50	70,227.93
Historic Preservation Committee					
Salaries and Wages	2,240.00		2,240.00		2,240.00
Other Expenses	998.55		998.55		998.55
<u>Land Use Administration:</u>					
Planning Board					
Other Expenses	5,215.63		5,215.63		5,215.63
Land Use					
Salaries and Wages	6,357.26		6,357.26		6,357.26
Other Expenses	3,603.86	21,299.09	24,902.95	7,799.09	17,103.86
Zoning Board of Adjustment					
Salaries and Wages	291.96		291.96		291.96
Other Expenses	5,289.66	51.68	5,341.34	51.68	5,289.66
Affordable Housing Agency					
Other Expenses	10,165.12	3,146.00	13,311.12	4,512.36	8,798.76

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
SCHEDULE OF APPROPRIATION RESERVES

	Balance December 31, <u>2023</u>	Reserve for <u>Encumbrances</u>	Balance After <u>Transfers</u>	Paid or <u>Charged</u>	Balance <u>Lapsed</u>
<u>Insurance:</u>					
Liability Insurance	\$ 50,595.93	\$ 4,978.35	\$ 10,574.28	\$ 5,890.67	\$ 4,683.61
Workers Compensation Insurance	34,026.00		9,026.00		9,026.00
Employee Group Insurance	425,809.11	1,516,976.70	2,057,785.81	2,036,938.33	20,847.48
Insurance Waiver	8,333.44		8,333.44		8,333.44
<u>Public Safety Functions:</u>					
Police Department					
Salaries and Wages	51,766.21		36,766.21	719.72	36,046.49
Other Expenses	1,105.69	85,605.52	101,711.21	98,419.79	3,291.42
Special Police					
Salaries and Wages	21,515.16		21,515.16		21,515.16
Other Expenses	1,615.61	5,201.39	6,817.00	4,990.80	1,826.20
Crossing Guards					
Salaries and Wages	5,767.13		5,767.13		5,767.13
Other Expenses	209.30	1,406.52	1,615.82	1,406.52	209.30
Explorers					
Other Expenses	325.00	1,175.00	1,500.00	1,175.00	325.00
Police Vehicles and Equipment					
Other Expenses	2,718.69	77,702.24	80,420.93	77,702.24	2,718.69
Police Dispatch/ 911					
Salaries and Wages	12,205.17		12,205.17		12,205.17
Other Expenses	1,544.00		1,544.00		1,544.00
Office of Emergency Management					
Salaries and Wages	44.13		44.13		44.13
Other Expenses	500.00		500.00		500.00

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
SCHEDULE OF APPROPRIATION RESERVES

	Balance December 31, <u>2023</u>	Reserve for <u>Encumbrances</u>	Balance After <u>Transfers</u>	Paid or <u>Charged</u>	Balance <u>Lapsed</u>
EMT Service					
Salaries and Wages	\$ 44,689.43		\$ 44,689.43		\$ 44,689.43
Municipal Prosecutor's Office					
Other Expenses	19,000.00	\$ 7,200.00	26,200.00	\$ 10,800.00	15,400.00
Public Works Functions:					
Streets and Road Maintenance					
Other Expenses	99,932.03	51,785.83	151,717.86	47,433.00	104,284.86
Solid Waste Collection					
Salaries and Wages	25,718.49		25,718.49	19,076.21	6,642.28
Other Expenses	55,534.77	48,368.05	103,902.82	52,822.94	51,079.88
Building and Grounds					
Salaries and Wages	32,525.59		32,525.59		32,525.59
Other Expenses	137,563.16	136,468.93	274,032.09	89,066.94	184,965.15
Vehicle Maintenance					
Salaries and Wages	6,693.98		6,693.98		6,693.98
Other Expenses	78,164.60	277,926.54	356,091.14	247,492.49	108,598.65
Community Services Act	300,000.00		300,000.00	194,821.15	105,178.85
Shade Tree Commission					
Salaries and Wages	2,240.00		2,240.00		2,240.00
Other Expenses	6.54		6.54		6.54
Health and Human Services Functions:					
Environmental Commission					
Salaries and Wages	2,240.00		2,240.00		2,240.00
Other Expenses	225.00		225.00		225.00

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
SCHEDULE OF APPROPRIATION RESERVES

	Balance December 31, <u>2023</u>	Reserve for <u>Encumbrances</u>	Balance After <u>Transfers</u>	Paid or <u>Charged</u>	Balance <u>Lapsed</u>
Animal Control Services					
Other Expenses	\$ 1,000.00	\$ 7,000.00	\$ 8,000.00	\$ 7,000.00	\$ 1,000.00
Senior Citizens					
Salaries and Wages	34,042.91		34,042.91		34,042.91
Other Expenses	2,736.26	1,285.66	4,021.92	1,261.77	2,760.15
Parks and Recreation Functions:					
Recreation Services and Programs					
Salaries and Wages	13,188.56		13,188.56	6,731.29	6,457.27
Other Expenses	2,928.60	6,575.33	9,503.93		9,503.93
Maintenance of Parks					
Salaries and Wages	19,517.20		19,517.20		19,517.20
Other Expenses	46,333.42	34,945.59	81,279.01	33,371.10	47,907.91
Beach and Boardwalk Operations					
Other Expenses	931.23	5,291.64	6,222.87	5,826.26	396.61
Code Enforcement and Administration:					
Municipal Code Enforcement					
Salaries and Wages	6,884.67		6,884.67		6,884.67
Other Expenses	65,837.84	2,500.00	68,337.84	4,728.56	63,609.28
Utility Expenses and Bulk Purchases:					
Electricity	99,068.95		99,068.95	23,277.36	75,791.59
Street Lighting	47,741.43		47,741.43	2,557.39	45,184.04
Telephone	117,419.20		117,419.20	12,287.14	105,132.06
Water	16,867.04		16,867.04	12,262.51	4,604.53

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
SCHEDULE OF APPROPRIATION RESERVES

	Balance December 31, <u>2023</u>	Reserve for <u>Encumbrances</u>	Balance After <u>Transfers</u>	Paid or <u>Charged</u>	Balance <u>Lapsed</u>
Gas	\$ 32,135.37		\$ 32,135.37	\$ 5,549.36	\$ 26,586.01
Telecommunications Costs	3,522.28		3,522.28		3,522.28
Gasoline	277,022.46	\$ 212,002.47	489,024.93	232,686.57	256,338.36
<u>Landfill/Solid Waste Disposal Costs:</u>					
Solid Waste Disposal Costs					
Other Expenses	42,272.27	9,363.26	51,635.53	3,521.92	48,113.61
Municipal Court					
Salaries and Wages	17,138.82		17,138.82		17,138.82
Other Expenses	6,216.41	845.85	7,062.26	990.95	6,071.31
Public Defender					
Other Expenses	10,000.00	6,000.00	16,000.00	9,000.00	7,000.00
<u>Uniform Construction Code - Appropriations</u>					
<u>Offset by Dedicated Revenues (N.J.A.C. 5:23-4.17):</u>					
Uniform Construction Code					
Salaries and Wages	2,112.60		2,112.60		2,112.60
Other Expenses	19,529.07	465.00	19,994.07	19,979.42	14.65
<u>Unclassified:</u>					
Statutory Expenditures:					
Contribution to:					
Public Employees' Retirement System	1.00		1.00		1.00
Social Security System (O.A.S.I.)	98,998.90		98,998.90	3,354.50	95,644.40

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
SCHEDULE OF APPROPRIATION RESERVES

	Balance December 31, <u>2023</u>	Reserve for <u>Encumbrances</u>	Balance After <u>Transfers</u>	Paid or <u>Charged</u>	Balance <u>Lapsed</u>
Short Term Disability Insurance	\$ 47,041.16		\$ 47,041.16	\$ 6,701.03	\$ 40,340.13
Police and Firemen's Retirement System of NJ	2.00		2.00		2.00
Defined Contribution Retirement Program	29,839.71		29,839.71		29,839.71
<u>Operations Excluded from CAPS</u>					
Recycling Tax	53.99		53.99		53.99
EMT Service					
Other Expenses	<u>15,566.08</u>	<u>\$ 95,548.52</u>	<u>111,114.60</u>	<u>107,143.84</u>	<u>3,970.76</u>
	<u><u>\$ 3,201,313.55</u></u>	<u><u>\$ 2,826,920.57</u></u>	<u><u>\$ 6,028,234.12</u></u>	<u><u>\$ 3,639,840.37</u></u>	<u><u>\$ 2,388,393.75</u></u>
Ref.	A		A-21		A-4
					A-1

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
SCHEDULE OF PREPAID TAXES

	<u>Ref.</u>	
Balance, December 31, 2023	A	\$ 1,458,707.98
Increased by:		
Collections, 2025 Taxes	A-4	\$ 1,807,103.66
Overpayments Applied	A-14	<u>15,531.79</u>
		<u>1,822,635.45</u>
		<u>3,281,343.43</u>
Decreased by:		
Refunded	A-4	5,991.20
Applied to Taxes Receivable	A-6	<u>1,563,830.25</u>
		<u>1,569,821.45</u>
Balance, December 31, 2024	A	<u>\$ 1,711,521.98</u>

SCHEDULE OF TAX OVERPAYMENTS

	<u>Ref.</u>	
Balance, December 31, 2023	A	\$ 12,612.38
Increased by:		
Prior Year Revenue Refunded	A-1	\$ 79,272.97
Cash Receipts	A-4	<u>279,680.15</u>
		<u>358,953.12</u>
		<u>371,565.50</u>
Decreased by:		
Refunds	A-4	287,022.31
Applied to Taxes Receivable	A-6	53,579.24
Applied to Prepaid Taxes	A-13	15,531.79
Canceled	A-1	<u>7,120.71</u>
		<u>363,254.05</u>
Balance, December 31, 2024	A	<u>\$ 8,311.45</u>

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
SCHEDULE OF COUNTY TAXES PAYABLE

	<u>Ref.</u>	
Balance, December 31, 2023	A	\$ 164,021.81
Increased by:		
County Tax	A-6	\$ 45,615,175.21
County Library Tax	A-6	4,619,805.77
County Health Tax	A-6	2,682,409.18
County Open Space Preservation Tax	A-6	1,940,868.13
	A-1	<u>54,858,258.29</u>
Due County for Added and Omitted Taxes	A-1/A-6	<u>202,978.04</u>
		<u>55,061,236.33</u>
		<u>55,225,258.14</u>
Decreased by:		
Payments	A-4	<u>55,022,280.10</u>
Balance, December 31, 2024	A	<u>\$ 202,978.04</u>

SCHEDULE OF LOCAL DISTRICT SCHOOL TAX PAYABLE

	<u>Ref.</u>	
Balance, December 31, 2023		
School Tax Payable	A	\$ 12,085,305.43
School Tax Deferred		<u>48,101,765.57</u>
		<u>\$ 60,187,071.00</u>
Increased by:		
Levy - School Year July 1, 2024 to June 30, 2025	A-6	<u>128,176,318.00</u>
		<u>188,363,389.00</u>
Decreased by:		
Payments	A-4	<u>124,275,230.00</u>
Balance, December 31, 2024		
School Tax Payable	A	15,986,393.43
School Tax Deferred		<u>48,101,765.57</u>
		<u>\$ 64,088,159.00</u>

2024 Liability for Local District School Tax

Tax Paid	A-4	\$ 124,275,230.00
School Tax Payable, December 31, 2024	A	<u>15,986,393.43</u>
		<u>140,261,623.43</u>
School Tax Payable, December 31, 2023	A	<u>12,085,305.43</u>
Amount Charged to 2024 Operations	A-1	<u>\$ 128,176,318.00</u>

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
SCHEDULE OF FIRE DISTRICT TAXES PAYABLE

	<u>Ref.</u>	
Balance, December 31, 2023	A	\$ -
Increased by:		
Fire Districts Tax Levy	A-1/A-6	<u>6,546,000.00</u>
		<u>6,546,000.00</u>
Decreased by:		
Cash Disbursed	A-4	<u>6,546,000.00</u>
Balance, December 31, 2024	A	<u><u>\$ -</u></u>

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
 SCHEDULE OF DUE TO STATE OF NEW JERSEY
 MARRIAGE LICENSE FEES

	<u>Ref.</u>	
Balance, December 31, 2023	A	\$ 2,350.00
Increased by:		
Cash Receipts	A-4	<u>11,275.00</u>
		<u>13,625.00</u>
Decreased by:		
Cash Disbursements	A-4	<u>11,650.00</u>
Balance, December 31, 2024	A	<u><u>\$ 1,975.00</u></u>

SCHEDULE OF DUE TO STATE OF NEW JERSEY - DCA SURCHARGE

	<u>Ref.</u>	
Balance, December 31, 2023	A	\$ 19,278.00
Increased by:		
Cash Receipts	A-4	<u>102,713.00</u>
		<u>121,991.00</u>
Decreased by:		
Cash Disbursements	A-4	<u>102,501.00</u>
Balance, December 31, 2024	A	<u><u>\$ 19,490.00</u></u>

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
SCHEDULE OF INTERFUND

			Federal and State <u>Grant Fund</u>	Open Space Trust <u>Fund</u>
	<u>Ref.</u>	<u>Total</u>		
Balance, December 31, 2023 (Interfunds Payable)	A	<u><u>\$ (2,348,875.03)</u></u>	<u><u>\$ (2,348,875.03)</u></u>	
Increased by:				
Disbursements	A-4	3,110,332.37	2,048,803.90	\$ 1,061,528.47
Interfund - General Capital	A-4	417,028.00	417,028.00	
Canceled Reserve for Grants				
Appropriated	A-1	16,924.37	16,924.37	
Grants Receivable - Budget	A-2	<u>6,151,759.80</u>	<u>6,151,759.80</u>	<u>1,061,528.47</u>
		<u>9,696,044.54</u>	<u>8,634,516.07</u>	<u>1,061,528.47</u>
Subtotal		<u>7,347,169.51</u>	<u>6,285,641.04</u>	<u>1,061,528.47</u>
Decreased by:				
Tax Levy Including Added Taxes	A-1/A-6	1,061,528.47		1,061,528.47
Collections - Treasurer:				
Grants Receivable	A-4	3,103,595.08	3,103,595.08	
Grants Unappropriated	A-4	237,266.99	237,266.99	
Canceled Grants Receivable	A-1	17,657.17	17,657.17	
Grant Appropriations - Budget	A-3	<u>6,151,759.80</u>	<u>6,151,759.80</u>	<u>1,061,528.47</u>
		<u>10,571,807.51</u>	<u>9,510,279.04</u>	<u>1,061,528.47</u>
Balance, December 31, 2024 (Interfunds Payable)	A	<u><u>\$ (3,224,638.00)</u></u>	<u><u>\$ (3,224,638.00)</u></u>	<u><u>\$ -</u></u>

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
SCHEDEULE OF RESERVE FOR ENCUMBRANCES

<u>Ref.</u>		
Balance, December 31, 2023	A	\$ 2,826,920.57
Increased by:		
Current Appropriations Charged	A-3	<u>3,053,405.82</u>
		<u>5,880,326.39</u>
Decreased by:		
Transferred to Appropriation Reserves	A-12	<u>2,826,920.57</u>
Balance, December 31, 2024	A	<u><u>\$ 3,053,405.82</u></u>

SCHEDEULE OF ACCOUNTS PAYABLE

<u>Ref.</u>		
Balance, December 31, 2023	A	\$ 85,000.00
Decreased by:		
Disbursements	A-4	<u>16,555.00</u>
Balance, December 31, 2024	A	<u><u>\$ 68,445.00</u></u>

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

FEDERAL AND STATE GRANT FUND
SCHEDULE OF DUE (TO)/FROM CURRENT FUND

	<u>Ref.</u>	
Balance, December 31, 2023	A	\$ 2,348,875.03
Increased by:		
Deposited in Current Fund:		
Grants Receivable	A-24	\$ 3,103,595.08
Grants Unappropriated	A-26	237,266.99
Grants Receivable Canceled	A-24	17,657.17
2024 Budget Appropriations	A-25	<u>6,151,759.80</u>
		<u>9,510,279.04</u>
		<u>11,859,154.07</u>
Decreased by:		
Disbursed by Current Fund:		
Appropriated Reserves	A-25	2,048,803.90
Interfund - General Capital Fund	A	417,028.00
Grants Appropriated Canceled	A-25	16,924.37
2024 Anticipated Revenue	A-24	<u>6,151,759.80</u>
		<u>8,634,516.07</u>
Balance, December 31, 2024	A	<u>\$ 3,224,638.00</u>

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

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

<u>Grant</u>	<u>Balance December 31, 2023</u>	<u>2024 Anticipated Revenue</u>	<u>Cash Received</u>	<u>Transfer From Grants Unappropriated</u>	<u>Canceled</u>	<u>Balance December 31, 2024</u>
Federal						
US Department of Treasury:						
Passed Through the NJ Department of Agriculture						
American Rescue Plan - State and Local Fiscal Recovery Fund						
Spotted Lanternfly Program - 2023 Chemical Control Treatment	\$ 15,000.00					\$ 15,000.00
US Department of Justice:						
Bulletproof Vest Partnership Grant - 2019	1,966.82					1,966.82
Bulletproof Vest Partnership Grant - 2020	18,851.10					18,851.10
Bulletproof Vest Partnership Grant - 2021	20,040.80					20,040.80
Bulletproof Vest Partnership Grant - 2022		\$ 20,529.60				20,529.60
Body Worn Camera Grant - 2022	277,168.00					277,168.00
US Department of Housing and Urban Development:						
Community Development Block Grant - 2020	103,975.66		\$ 12,820.66			91,155.00
Community Development Block Grant - COVID-19 Round 3	7,902.58					7,902.58
Community Development Block Grant - 2021	97,847.09		47,447.70			50,399.39
Community Development Block Grant - 2022	180,982.88		74,882.04			106,100.84
Community Development Block Grant - 2023	290,364.56		124,444.86			165,919.70
Community Development Block Grant - 2024		285,486.00	8,604.00			276,882.00
US Department of Transportation:						
FY2025 Sustained Enforcement Grant		49,000.00				49,000.00
NJ Department of Law and Public Safety:						
SFY 2024 Drunk Driving Enforcement Fund		12,250.00	11,096.68			1,153.32
2023 Drive Sober or Get Pulled Over YE Holiday Crackdown	14,000.00		10,006.02		\$ 3,993.98	
2022 Distracted Driving Crackdown Grant	5,520.00					5,520.00
2023 Distracted Driving Crackdown Grant		70.00			70.00	
2024 Distracted Driving Crackdown Grant		14,000.00	13,720.00			280.00
US Department of Health & Human Services						
Passed Through County of Ocean:						
2023 Senior Citizens Grant Title III-B		189,500.00	170,500.00			19,000.00
Community Project Funding/Congressionally Directed Spending - Construction	197,344.00					197,344.00
US Fish and Wildlife Services:						
Passed Through - NJ Department of Environmental Protection						
Passed Through - County of Ocean						
Ocean County Pump Out Boat - 2022	8,582.46				8,582.46	
Ocean County Pump Out Boat - 2024		50,000.00	39,539.30			10,460.70

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

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

<u>Grant</u>	<u>Balance December 31, 2023</u>	<u>2024 Anticipated Revenue</u>	<u>Cash Received</u>	<u>Transfer From Grants Unappropriated</u>	<u>Canceled</u>	<u>Balance December 31, 2024</u>
US Department of Homeland Security:						
Passed Through - NJ Department of Law and Public Safety:						
FY 2022 Federal Emergency Management Assistance		\$ 10,000.00			\$ 10,000.00	
Passed Through - County of Ocean						
Homeland Security Grant - 2022	\$ 10,000.00	\$ 9,935.00				\$ 65.00
Total Federal	<u>1,249,615.95</u>	<u>630,765.60</u>	<u>522,996.26</u>	<u>10,000.00</u>	<u>\$ 12,646.44</u>	<u>1,334,738.85</u>
State						
NJ Department of Environmental Protection:						
It Pays to Plug in: NJs Electric Vehicle Charging Grant 00215	8,000.00					8,000.00
It Pays to Plug in: NJs Electric Vehicle Charging Grant 00214	8,000.00					8,000.00
Green Acres Program - Multi-Park Improvements		1,102,536.00	1,102,536.00			
Garden State Preservation Trust for Open Space and Recreation Plan (Breton Woods)		1,400,000.00				1,400,000.00
Green Acres Program Grant - 2024 (Breton Woods)		1,200,000.00				1,200,000.00
Recycling Tonnage Grant - 2021		125,503.05	125,503.05			
NJ Department of Law and Public Safety:						
Safe and Secure Communities Program - 2024		45,150.00	22,575.00			22,575.00
Safe and Secure Communities Program - 2023	16,200.00		16,200.00			
Body Armor Replacement Fund - 2023		9,842.27		9,842.27		
2024 Pedestrian Safety Grant		14,980.00	14,840.00			140.00
NJ Department of Community Affairs:						
Local Recreation Program		50,000.00	50,000.00			
Division of Housing and Community Resources-Recreational Recreation for Individuals with Disabilities 2022	8,800.00		8,800.00			
2023 Dialysis Transportation Grant		200,000.00	200,000.00			
Division of Housing and Community Resources						
Brick Senior Center 2022 Grant		200,000.00	200,000.00			
Brick Senior Center 2024 Grant		200,000.00	200,000.00			
NJ Department of Transportation - Municipal Aid Program						
Laurelhurst Road Project - Phase I	91,938.75					91,938.75
Laurelhurst Road Project - Phase II	97,497.50					97,497.50
Laurelhurst Road Project - Phase III - 2022	99,376.00					99,376.00
Cedarwood Park East	57,259.42					57,259.42
Roadway Elevation Broad Ave	92,611.00					92,611.00
Brick Roadway Elevation	392,942.00					392,942.00
Normandy Phase 2 - Elevation of Broad/Arrow/Normandy	401,859.00					401,859.00

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

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

<u>Grant</u>	<u>Balance December 31, 2023</u>	<u>2024 Anticipated Revenue</u>	<u>Cash Received</u>	<u>Transfer From Grants Unappropriated</u>	<u>Canceled</u>	<u>Balance December 31, 2024</u>
Governor's Council on Alcoholism - Passed through Ocean County						
Municipal Alliance Grant - SFY 2022	\$ 4,973.02					\$ 4,973.02
Municipal Alliance Grant - SFY 2023	2.71					2.71
Municipal Alliance Grant - SFY 2024	21,773.00			\$ 17,190.65		\$ 4,582.35
Municipal Alliance Grant - SFY 2025		\$ 21,773.00				21,773.00
Municipal Alliance Youth Leadership Grant - SFY 2024		7,670.69				7,670.69
Total State	<u>1,301,232.40</u>	<u>4,577,455.01</u>	<u>1,957,644.70</u>	<u>\$ 9,842.27</u>	<u>4,975.73</u>	<u>3,906,224.71</u>
Other						
National Opioid Settlement						
2022 County of Ocean - Tourism Grant	24.50		943,539.19	622,954.12		320,585.07
2023 County of Ocean - Tourism Grant	10.50					24.50
Total Other	<u>35.00</u>	<u>943,539.19</u>	<u>622,954.12</u>	<u>320,585.07</u>	<u>35.00</u>	<u>10.50</u>
	<u>\$ 2,550,883.35</u>	<u>\$ 6,151,759.80</u>	<u>\$ 3,103,595.08</u>	<u>\$ 340,427.34</u>	<u>\$ 17,657.17</u>	<u>\$ 5,240,963.56</u>

Ref. A A-2/A-23 A-23 A-26 A-23 A

**TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY**

FEDERAL AND STATE GRANT FUND
SCHEDULE OF APPROPRIATED RESERVES

<u>Grant</u>	<u>Balance December 31, 2023</u>	<u>Transfer from Reserve for Encumbrances</u>	<u>Transfer from 2024 Budget Appropriation</u>	<u>Expended</u>	<u>Transfer to Reserve for Encumbrances</u>	<u>Canceled</u>	<u>Balance December 31, 2024</u>
Federal							
US Department of Treasury:							
Passed Through - NJ Department of Agriculture							
American Rescue Plan - State and Local Fiscal Recovery Fund							
Spotted Lanternfly Program - 2023 Chemical Control Treatment		\$ 7,500.00			\$ 7,500.00		
US Department of Justice:							
Bulletproof Vest Partnership Grant - 2022							\$ 1,881.88
Bulletproof Vest Partnership Grant - 2021							
Bulletproof Vest Partnership Grant - 2020	\$ 212.70		\$ 20,529.60		\$ 19,486.90	\$ 18,647.72	212.70
Bulletproof Vest Partnership Grant - 2019	8.32						8.32
Body Worn Camera Grant - 2022	277,168.00						277,168.00
COPS in Office Stop School Violence - 2019							
US Department of Housing and Urban Development:							
Community Development Block Grant - 2020	103,975.66						91,155.00
Community Development Block Grant - COVID-19 Round 3		7,902.58					7,902.58
Community Development Block Grant - 2021	54,561.01	43,286.08					50,399.39
Community Development Block Grant - 2022	124,378.27	56,604.61					101,359.44
Community Development Block Grant - 2023	239,622.58	50,741.98					164,686.24
Community Development Block Grant - 2024			285,486.00	18,713.12		500.00	266,272.88
US Department of Transportation:							
National Highway Traffic Safety Administration							
FY2025 Sustained Enforcement Grant					49,000.00	2,506.77	
Passed Through - NJ Department of Law and Public Safety:							
SFY 2024 Drunk Driving Enforcement Fund					12,250.00	12,250.00	
2023 Distracted Driving Crackdown Grant	3,318.08					3,248.08	\$ 70.00
2024 Distracted Driving Crackdown Grant					14,000.00	13,720.00	
2023 Drive Sober or Get Pulled Over							280.00
Year End Holiday Crackdown	3,274.26						3,274.26
US Department of Homeland Security							
Passed Through - NJ Department of Law and Public Safety:							
FY 2021 Federal Emergency Management Assistance	10,000.00				10,000.00		
FY 2022 Federal Emergency Management Assistance					10,000.00	10,000.00	
Pass Through - County of Ocean							
Homeland Security Grant - 2022	65.00						65.00
US Department of Health & Human Services							
Community Project Funding	197,344.00					150,194.00	47,150.00
Pass Through County of Ocean							
Senior Citizens Grant Title III-B					189,500.00	163,316.00	
Senior Citizens Grant Title C1	47,882.00					7,184.00	19,000.00

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

FEDERAL AND STATE GRANT FUND
SCHEDULE OF APPROPRIATED RESERVES

<u>Grant</u>	<u>Balance December 31, 2023</u>	<u>Transfer from Reserve for Encumbrances</u>	<u>Transfer from 2024 Budget Appropriation</u>	<u>Expended</u>	<u>Transfer to Reserve for Encumbrances</u>	<u>Canceled</u>	<u>Balance December 31, 2024</u>
US Fish and Wildlife Services							
Passed Through -NJ Department of Environmental Protection							
Pass Through County of Ocean							
Ocean County Pump Out Boat - 2022	\$ 8,582.46	\$ 8,318.65	\$ 50,000.00	\$ 8,318.65	\$ 5,914.44	\$ 182,440.16	\$ 8,582.46
Ocean County Pump Out Boat - 2023							
Ocean County Pump Out Boat - 2024							
Total Federal	<u>1,070,392.34</u>	<u>193,840.80</u>	<u>630,765.60</u>	<u>617,246.18</u>	<u>182,440.16</u>	<u>11,926.72</u>	<u>\$ 9,351.02</u>
State							
NJ Department of Environmental Protection:							
Clean Communities Program - 2019	300.00				300.00		
Clean Communities Program - 2020	21,320.00				21,320.00		
Clean Communities Program - 2021	129,772.88				129,176.88	340.00	256.00
Clean Communities Program - 2022	20,000.00				4,968.00		15,032.00
Clean Communities Program - 2023	191,021.85				191,021.85		
Green Acres Program - Multi-Park Improvements	967,783.48	16,500.00			126,249.05	71,121.35	786,913.08
Green Acres Program - Multi-Park Improvements					1,102,536.00		1,102,536.00
Garden State Preservation Trust for Open Space and Recreation Plan (Breton Woods)					1,400,000.00		1,400,000.00
Green Acres Program Grant - 2024 (Breton Woods)					1,200,000.00		1,200,000.00
Recycling Tonnage Grant - 2019	28,826.73				1,272.30	1,500.00	26,054.43
Recycling Tonnage Grant - 2020	129,047.28				98,978.05		30,069.23
Recycling Tonnage Grant - 2021					125,503.05		125,503.05
Stormwater Assistance Grant	15,000.00						15,000.00
It Pays to Plug in: NJs Electric Vehicle Charging Grant 00215	8,000.00						8,000.00
It Pays to Plug in: NJs Electric Vehicle Charging Grant 00214	8,000.00						8,000.00
NJ Department of Law and Public Safety:							
Safe and Secure Communities Program - 2024				45,150.00	22,575.00		22,575.00
Safe and Secure Communities Program - 2023	16,200.00				16,200.00		
Body Armor Replacement Fund - 2023				9,842.27		9,842.27	
Body Armor Replacement Fund - 2022		7,788.82			7,788.82		
Body Armor Replacement Fund - 2021	117.46					117.46	
Drunk Driving Enforcement Fund - SFY 2020	6,410.67						6,410.67
2024 Pedestrian Safety Grant				14,980.00	14,840.00		140.00
NJ Courts - Judiciary:							
Alcohol Education and Rehabilitation						(13.08)	13.08

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

**FEDERAL AND STATE GRANT FUND
SCHEDULE OF APPROPRIATED RESERVES**

Grant	Balance December 31, 2023	Transfer from Reserve for Encumbrances	Transfer from 2024 Budget Appropriation	Expended	Transfer to Reserve for Encumbrances	Canceled	Balance December 31, 2024
NJ Department of Community Affairs:							
Local Recreation Program			\$ 50,000.00	\$ 50,000.00			
FY 2023 Lead Grant Assistance Program	\$ 50,400.00			6,595.60			\$ 43,804.40
Division of Housing and Community Resources-Recreational							
Recreation for Individuals with Disabilities 2022	2,711.77				2,711.77		
Division of Housing and Community Resources							
Brick Senior Center 2022 Grant	200,000.00		200,000.00	400,000.00			
Brick Senior Center 2024 Grant			200,000.00				200,000.00
Brick Senior Center 2023 - Brick Twp. Senior Services -							
Dialysis Transportation Grant	89,421.00		200,000.00	289,421.00			
NJ Department of Transportation:							
Municipal Road Program							
Laurelhurst Road Project - Phase I							
Laurelhurst Road Project - Phase III - 2022							
Laurelhurst Road Project - Phase II	44,761.01						44,761.01
Cedarwood Park East	79,067.22						79,067.22
Roadway Elevation Broad Ave							
Brick Roadway Elevation	392,942.00				\$ 392,942.00		
Municipal Aid Program - Normandy Phase 2 - Elevation							
of Broad Ave, Arrow Ct and Normandy Dr	401,859.00				401,859.00		
Governor's Council on Alcoholism							
Municipal Alliance Grant - SFY 2022	4,973.02						\$ 4,973.02
Municipal Alliance Grant - SFY 2023	2.71						2.71
Municipal Alliance Grant - SFY 2024	21,773.00			17,190.65			4,582.35
Municipal Alliance Grant - SFY 2025			21,773.00				21,773.00
Passed Through County of Ocean:							
Municipal Alliance Grant Youth Leadership Grant - SFY 2023			7,670.69	6,913.75			756.94
State of New Jersey Board of Public Utilities							
NJ Public Utilities Clean Energy Electric Vehicle	14,000.00		14,000.00				
NJ Board of Public Utilities Clean Energy Community	10,000.00		10,000.00				
Total State	<u>2,853,711.08</u>	<u>\$ 24,288.82</u>	<u>4,577,455.01</u>	<u>1,431,522.72</u>	<u>877,722.08</u>	<u>4,962.65</u>	<u>5,141,247.46</u>
Other							
National Opioid Settlement			943,539.19		17,500.00		926,039.19
2022 County of Ocean - Tourism Grant	49.00			24.50		24.50	
2023 County of Ocean - Tourism Grant	21.00			10.50		10.50	
Total Other	<u>70.00</u>		<u>943,539.19</u>	<u>35.00</u>	<u>17,500.00</u>	<u>35.00</u>	<u>926,039.19</u>
Total Federal, State, County and Other	<u>\$ 3,924,173.42</u>	<u>\$ 218,129.62</u>	<u>\$ 6,151,759.80</u>	<u>\$ 2,048,803.90</u>	<u>\$ 1,077,662.24</u>	<u>\$ 16,924.37</u>	<u>\$ 7,150,672.33</u>

Ref. A A-27 A-3/A-23 A-23 A-27 A-23 A

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

FEDERAL AND STATE GRANT FUND
SCHEDULE OF UNAPPROPRIATED RESERVES

<u>Grant</u>	Balance December 31, <u>2023</u>	Cash <u>Receipts</u>	Transfer to Grants <u>Receivable</u>	Balance December 31, <u>2024</u>
Clean Communities 2024		\$ 216,967.20		\$ 216,967.20
Emergency Management - 2023		10,000.00		10,000.00
Emergency Management - 2022	\$ 10,000.00		\$ 10,000.00	
Body Armor Replacement Fund - 2024		10,299.79		10,299.79
National Opioids Settlement	320,585.07			320,585.07
Body Armor Replacement Fund - 2023	<u>9,842.27</u>		<u>9,842.27</u>	
	<u><u>\$ 340,427.34</u></u>	<u><u>\$ 237,266.99</u></u>	<u><u>\$ 340,427.34</u></u>	<u><u>\$ 237,266.99</u></u>

Ref.

A

A-23

A-24

A

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

FEDERAL AND STATE GRANT FUND
SCHEDEULE OF RESERVE FOR ENCUMBRANCES

	<u>Ref.</u>	
Balance, December 31, 2023	A	\$ 218,129.62
Increased by:		
Charged to Grant Appropriated Reserves	A-25	<u>1,077,662.24</u>
		<u>1,295,791.86</u>
Decreased by:		
Transferred to Grant Appropriated Reserves	A-25	<u>218,129.62</u>
Balance, December 31, 2024	A	<u><u>\$ 1,077,662.24</u></u>

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
SCHEDULE OF RESERVE FOR REVALUATION

Ref.

Balance, December 31, 2024 and 2023	A	\$ <u>1,601.22</u>
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TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
SCHEDULE OF RESERVE FOR HURRICANE SANDY

	<u>Ref.</u>	
Balance, December 31, 2023	A	\$ 2,904,588.80
Decreased by:		
Canceled	A-1	<u>2,904,588.80</u>
Balance, December 31, 2024	A	<u>\$ -</u>

SCHEDULE OF PAYROLL DEDUCTIONS PAYABLE

	<u>Ref.</u>	
Balance, December 31, 2023	A	\$ 444,334.52
Increased by:		
Cash Receipts	A-4	<u>62,591,324.55</u>
		<u>63,035,659.07</u>
Decreased by:		
Cash Disbursed	A-4	<u>62,526,033.64</u>
Balance, December 31, 2024	A	<u>\$ 509,625.43</u>

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
SCHEDULE OF RESERVE FOR FEMA

Ref.

Balance, December 31, 2024 and 2023	A	<u>\$ 4,911,578.01</u>
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TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
SCHEDULE OF RESERVE FOR MUNICIPAL RELIEF FUND AID

	<u>Ref.</u>	
Balance, December 31, 2023	A	\$ 561,900.87
Decreased by:		
Utilized as Anticipated Revenue	A-10	<u>561,900.87</u>
Balance, December 31, 2024	A	<u>\$ -</u>

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
 SCHEDULE OF DUE TO COUNTY COMMUNITY SERVICE CONTRIBUTION

	<u>Ref.</u>		
Balance, December 31, 2023	A	\$	-
Increased by:			
Cash Receipts	A-4	<u>18,048.88</u>	
		<u>18,048.88</u>	
Decreased by:			
Cash Disbursed	A-4	<u>18,048.88</u>	
Balance, December 31, 2024	A	<u>\$</u>	<u>-</u>

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

TRUST FUND
SCHEDULE OF CASH - TREASURER

	<u>Ref.</u>	<u>Assessment Trust Fund</u>	<u>Animal Control Trust Fund</u>	<u>Trust Other Fund</u>	<u>Open Space Trust Fund</u>
Balance, December 31, 2023	B	\$ 105,933.64	\$ 75,169.80	\$ 13,482,111.90	\$ 265,426.87
Increased by Receipts:					
Reserve for Animal Control					
Trust Fund Expenditures	B-11		\$ 37,295.87		
Due to State of New Jersey	B-12		2,728.80		
Tax Levy	B-16				\$ 1,061,528.47
Interest Earnings	B-17				7,107.79
Various Reserves	B-15				
Prepaid License Fees	B-13		8,457.33		
Assessment Receivable	B-5	\$ 27,359.82			
Interest and Costs on Assessments and Liens	B-1	5,341.31			
Interest on Deposits	B-1	3,292.85			
Bond Anticipation Notes	B-8	700.00			
		<u>36,693.98</u>	<u>48,482.00</u>	<u>9,196,254.51</u>	<u>1,068,636.26</u>
Decreased by Disbursements:					
Animal Control Trust Fund					
Expenditures (R.S. 4:19-15.11)	B-11		62,122.25		
Due to State of New Jersey	B-12		2,695.80		
Cash Disbursements	B-17				1,057,580.90
Various Reserves	B-15				
Assessment Serial Bonds	B-7/B-2	25,000.00			
Current Fund for Interest and Costs on Assessments and Liens	B-1	5,341.31			
Current Fund for Interest on Deposits	B-1	3,292.85			
Bond Anticipation Notes	B-8	700.00			
		<u>34,334.16</u>	<u>64,818.05</u>	<u>10,143,856.70</u>	<u>1,057,580.90</u>
Balance, December 31, 2024	B	<u>\$ 108,293.46</u>	<u>\$ 58,833.75</u>	<u>\$ 12,534,509.71</u>	<u>\$ 276,482.23</u>

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

ASSESSMENT TRUST FUND
ANALYSIS OF CASH

Ordinance <u>Number</u>	<u>Improvement Description</u>	Balance December 31, <u>2024</u>
7-22	Dredging of Nejecho Beach Lagoon	<u>\$ 108,293.46</u>
		<u>\$ 108,293.46</u>

Ref.

B

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

ASSESSMENT TRUST FUND
SCHEDULE OF ASSESSMENTS RECEIVABLE

Ordinance <u>Number</u>	Improvement Description	Date of <u>Confirmation</u>	Annual <u>Installments</u>	Balance		Balance December 31, 2024	Balance Pledged to	
				December 31, 2023	Collected		Assessment Bonds	Bond Anticipation Notes
7-22	Dredging of the Nejecho Beach Lagoon	2/14/2023	10	\$ 174,063.81	\$ 28,665.35	\$ 145,398.46	\$ 144,701.01	\$ 697.45
				<u>\$ 174,063.81</u>	<u>\$ 28,665.35</u>	<u>\$ 145,398.46</u>	<u>\$ 144,701.01</u>	<u>\$ 697.45</u>
			<u>Ref.</u>	B	B-5	B		
Detail:								
Cash Receipts			B-1/B-3		\$ 27,359.82			
Cancelation of Accrued Interest			B-9		<u>1,305.53</u>			
			B-5		<u>\$ 28,665.35</u>			

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

ASSESSMENT TRUST FUND
SCHEDULE OF INTERFUND - GENERAL CAPITAL FUND

Ref.

Balance, December 31, 2024 and 2023	A	\$	<u>2.55</u>
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TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

ASSESSMENTS TRUST FUND
SCHEDULE OF SPECIAL ASSESSMENT BOND PAYABLE

<u>Purpose</u>	<u>Date of Issue</u>	<u>Original Issue</u>	Maturities of Bonds			<u>Interest Rate</u>	<u>Balance December 2023</u>	<u>Paid by Budget Appropriation</u>	<u>Balance December 31, 2024</u>
			Outstanding		December 31, 2023				
Series 2022 General Improvement Bonds - Special Assessment									
	6/16/22	\$ 285,000.00	1/15/25	\$ 25,000.00	3.000%				
			1/15/26	25,000.00	4.000%				
			1/15/27	30,000.00	2.000%				
			1/15/28	30,000.00	4.000%				
			1/15/29	30,000.00	4.000%				
			1/15/30	30,000.00	4.000%				
			1/15/31	35,000.00	4.000%				
			1/15/32	35,000.00	4.000%		\$ 265,000.00	\$ 25,000.00	\$ 240,000.00
							\$ 265,000.00	\$ 25,000.00	\$ 240,000.00

Ref.

B

B-3

B

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

ASSESSMENT TRUST FUND
SCHEDULE OF BOND ANTICIPATION NOTES

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Date of Original Note</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	Balance December 31, <u>2023</u>	<u>Increased</u>	<u>Decreased</u>	Balance December 31, <u>2024</u>
7-22	Dredging of the Nejecho Beach Lagoon	06/13/23	06/13/23	06/12/24	5.000%	\$ 700.00	\$ 700.00	\$ 700.00	\$ 700.00
		06/13/23	03/20/24	03/19/25	4.250%	<hr/>	<hr/>	<hr/>	<hr/>
						\$ 700.00	\$ 700.00	\$ 700.00	\$ 700.00
						<hr/>	<hr/>	<hr/>	<hr/>
							<u>Ref.</u>	<u>B</u>	<u>B-3</u>
									<u>B</u>

**TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY**

ASSESSMENT TRUST FUND
SCHEDULE OF RESERVE FOR ASSESSMENTS AND LIENS

	<u>Ref.</u>		
Balance, December 31, 2023	B	\$	14,300.00
Decreased by:			
Cancelation of Accrued Interest	B-5		<u>1,305.53</u>
Balance, December 31, 2024	B/B-9	\$	12,994.47

Ordinance Number	Improvement Description	Balance December 31,
7-22	Dredging of the Nejecho Beach Lagoon	<u>2024</u>
		\$ <u>12,994.47</u>

Ref. B-9

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

ANIMAL CONTROL TRUST FUND
SCHEDULE OF RESERVE FOR ENCUMBRANCES

	<u>Ref.</u>	
Balance, December 31, 2023	B	\$ 6,191.20
Increased by:		
Reserve for Encumbrances	B-11	<u>5,035.38</u>
		<u>11,226.58</u>
Decreased by:		
Reserve for Encumbrances	B-11	<u>6,191.20</u>
Balance, December 31, 2024	B	<u>\$ 5,035.38</u>

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

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

Ref.

Balance, December 31, 2023	B	\$ 53,174.14
Increased by:		
Dog License Fees Collected		\$ 7,681.87
Cat License Fees Collected		934.00
Late Fees		777.00
Donations		5,703.00
Miscellaneous		22,200.00
	B-3	37,295.87
Reserve for Encumbrances	B-10	6,191.20
Prepaid Licenses Applied	B-13	10,675.60
		<u>54,162.67</u>
		<u>107,336.81</u>
Decreased by:		
Expenditures Under R.S. 4:19-15.11	B-3	62,122.25
Reserve for Encumbrances	B-10	5,035.38
		<u>67,157.63</u>
Balance, December 31, 2024	B	<u>\$ 40,179.18</u>

License and Penalty Fees Collected:

<u>Year</u>	<u>Amount</u>
2023	\$ 27,927.28
2022	<u>28,565.86</u>
	<u>\$ 56,493.14</u>

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

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

	<u>Ref.</u>		
Balance, December 31, 2023	B	\$	7.40
Increased by:			
Cash Receipts	B-3	<u>2,728.80</u>	
		<u>2,736.20</u>	
Decreased by:			
Cash Disbursements	B-3	<u>2,695.80</u>	
Balance, December 31, 2024	B	<u><u>\$ 40.40</u></u>	

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

ANIMAL CONTROL TRUST FUND
SCHEDULE OF PREPAID LICENSE FEES

	<u>Ref.</u>	
Balance, December 31, 2023	B	\$ 15,797.06
Increased by:		
Cash Receipts	B-3	<u>8,457.33</u>
		<u>24,254.39</u>
Decreased by:		
Applied to Reserve for Animal Control		
Expenditures	B-11	<u>10,675.60</u>
Balance, December 31, 2024	B	<u>\$ 13,578.79</u>

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

TRUST OTHER FUND
SCHEDULE OF RESERVE FOR ENCUMBRANCES

Ref.

Balance, December 31, 2023	B	\$ 71,858.85
Increased by:		
Transferred from Various Reserves	B-15	136,122.27
		207,981.12
Decreased by:		
Transferred to Various Reserves	B-15	71,858.85
Balance, December 31, 2024	B	\$ 136,122.27

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

TRUST OTHER FUND
SCHEDULE OF VARIOUS RESERVES

	Balance December 31, <u>2023</u>	Increased by	Decreased by	Balance December 31, <u>2024</u>
Developers Escrow and Performance Bonds	\$ 3,376,795.73	\$ 1,621,011.48	\$ 1,705,024.43	\$ 3,292,782.78
Tax Collector's Account	3,150,536.79	3,090,126.67	4,142,381.23	2,098,282.23
Forfeited Assets	253,339.87	67,219.62	79,634.56	240,924.93
Planning/Zoning Board Fees	128,518.02	329,373.75	398,815.53	59,076.24
Municipal Alliance Donations on				
Alcohol and Drug Abuse	7,269.33	12,526.62	5,525.83	14,270.12
Project D.A.R.E.	1,398.88	1,800.00		3,198.88
Elevator Safety - Construction Code	134,014.92	25,808.00	19,903.60	139,919.32
Affordable Housing	486,080.69	684,571.86	624,096.80	546,555.75
Recreation	1,037,321.46	820,481.86	805,449.37	1,052,353.95
Vest Fund	191.68			191.68
Public Defender	22,476.58	6,000.00	3,750.00	24,726.58
P.O.A.A.	818.75	170.00		988.75
Storm Recovery	1,631,237.69		105,203.96	1,526,033.73
Accumulated Leave	1,462,250.04	700,000.00	794,890.49	1,367,359.55
Unemployment Compensation	1,029,774.31	25,996.57	178,653.16	877,117.72
EMS Donations		181,724.02		181,724.02
Road Job Rider	619,001.50	1,641,270.00	1,403,611.76	856,659.74
Police Donations	17,178.83	1,772.24	1,279.08	17,671.99
Law Enforcement Trust Fund	2,749.88	42,986.05		45,735.93
Historic Preservation	3,447.57	232.62		3,680.19
Tourism Development Commission	<u>45,850.53</u>	<u>15,042.00</u>	<u>11,759.17</u>	<u>49,133.36</u>
	<u><u>\$ 13,410,253.05</u></u>	<u><u>\$ 9,268,113.36</u></u>	<u><u>\$ 10,279,978.97</u></u>	<u><u>\$ 12,398,387.44</u></u>

	<u>Ref.</u>	B	B-15	B-15	B
Cash Receipts	B-3		\$ 9,196,254.51		
Transferred from Reserve for Encumbrances	B-14		<u>71,858.85</u>		
	B-15		<u><u>\$ 9,268,113.36</u></u>		
Cash Disbursements	B-3		\$ 10,143,856.70		
Transferred to Reserve for Encumbrances	B-14		<u>136,122.27</u>		
	B-15		<u><u>\$ 10,279,978.97</u></u>		

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

OPEN SPACE TRUST FUND
SCHEDULE OF INTERFUND - CURRENT FUND

	<u>Ref.</u>		
Balance, December, 31, 2023	B	\$	-
Increased by:			
Open Space Tax Levy	B-17	\$	1,057,580.90
Added/Omitted Levy	B-17	<u>3,947.57</u>	<u>1,061,528.47</u>
		<u>1,061,528.47</u>	<u>1,061,528.47</u>
Decreased by:			
Cash Receipts	B-3	<u>1,061,528.47</u>	
Balance, December, 31, 2024	B	<u>\$</u>	<u>-</u>

Exhibit B-17

SCHEDULE OF RESERVE FOR OPEN SPACE EXPENDITURES

	<u>Ref.</u>		
Balance, December, 31, 2023	B	\$	265,426.87
Increased by:			
Interest Earnings	B-3	\$	7,107.79
Open Space Tax Levy	B-16	1,057,580.90	
Added/Omitted Levy	B-16	<u>3,947.57</u>	<u>1,068,636.26</u>
		<u>1,068,636.26</u>	<u>1,334,063.13</u>
Decreased by:			
Open Space Expenditures	B-3	<u>1,057,580.90</u>	
Balance, December, 31, 2024	B	<u>\$</u>	<u>276,482.23</u>

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF CASH AND INVESTMENTS

	<u>Ref.</u>	
Balance, December 31, 2023	C	\$ 796,041.38
Increased by Receipts:		
Premium on Sale of Bond Anticipation Notes	C-1	\$ 186,074.60
Premium on Bond Issue	C-6	980,000.00
Due from Federal and State Grant Fund	C-17	417,028.00
Bond Proceeds	C-7	14,230,000.00
Bond Anticipation Notes	C-8	19,586,100.00
Excess Premium on Bond Issue	C-1	991.50
Capital Improvement Fund	C-10	<u>546,500.00</u>
		<u>35,946,694.10</u>
		<u>36,742,735.48</u>
Decreased by Disbursed:		
Surplus (General Budget)	C-1	1,000,000.00
Bond Anticipation Notes	C-8	23,732,039.00
Improvement Authorizations	C-11	<u>9,072,095.20</u>
		<u>33,804,134.20</u>
Balance, December 31, 2024	C-2	<u>\$ 2,938,601.28</u>
Detail:		
Cash	C	\$ 25,503.64
Investments	C	<u>2,913,097.64</u>
		<u>\$ 2,938,601.28</u>

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

GENERAL CAPITAL FUND
ANALYSIS OF GENERAL CAPITAL CASH

	Balance December 31, <u>2024</u>
Investments	\$ (2,913,097.64)
Due from DCA	(212,400.00)
Due from Special Assessment Fund	2.55
Capital Improvement Fund	7,637.05
Reserve for Encumbrances	10,555,710.59
Reserve for Payment of Debt Service	1,772,059.84
Fund Balance	709,810.93

<u>Ordinance Number</u>	<u>Improvement Description</u>	
04-07/43-07	Various Capital Improvements	23,227.39
22-08	Various Capital Improvements	118,475.14
26-11	Various Capital Improvements and Other Related Expenses	96,930.00
07-12	Financing of Certain Improvements Within A Duly Designated Redevelopment Area	(429,020.40)
09-13	Various Capital Improvements and Other Related Expenses	1,195,654.61
09-15	Various Capital Improvements and Other Related Expenses	(0.50)
09-16	Various Capital Improvements and Other Related Expenses	1,008.00
12-16	Various Capital Improvements and Other Related Expenses	
01-17	Demolition of Unsafe Buildings and Structures	193,500.00
08-17	Various Capital Improvements and Other Related Expenses	989.00
11-17	Various Capital Improvements and Other Related Expenses	(193,198.48)
12-18	Various Capital Improvements and Acquisitions	42,369.36
13-18	Various Capital Improvements and Acquisitions	(4.26)
14-18	Various Capital Improvements and Acquisitions	9,286.84
15-18	Various Capital Improvements and Acquisitions	13,370.11
06-19	Various Capital Improvements and Acquisitions	75,315.47
07-19	Various Capital Improvements and Acquisitions	(275,431.90)
08-19	Various Capital Improvements and Acquisitions	100,418.50
09-19	Various Capital Improvements and Acquisitions	80,360.26

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

GENERAL CAPITAL FUND
ANALYSIS OF GENERAL CAPITAL CASH

<u>Ordinance Number</u>	<u>Improvement Description (continued)</u>	<u>\$</u>
05-20	Various Capital Improvements and Acquisitions	\$ 68,112.35
06-20	Various Capital Improvements and Acquisitions	(21,105.81)
07-20	Various Capital Improvements and Acquisitions	12,014.06
08-20	Various Capital Improvements and Acquisitions	30,426.86
12-20	Acquisition and Purchase of Block 1171, Lot 1	287,226.39
15-20	Various Capital Improvements and Acquisitions	(34,062.57)
16-20	Various Capital Improvements and Acquisitions	45,736.63
17-20	Various Capital Improvements and Acquisitions	87,500.00
09-21	Various Capital Improvements and Acquisitions	88,131.37
10-21	Various Capital Improvements and Acquisitions	30,819.80
11-21	Various Capital Improvements and Acquisitions	227.07
12-21	Various Capital Improvements and Acquisitions	(207,450.36)
08-22	Various Capital Improvements and Acquisitions	44,590.44
09-22	Various Capital Improvements and Acquisitions	17,506.62
10-22	Various Capital Improvements and Acquisitions	(119,404.55)
11-22	Various Capital Improvements and Acquisitions	22,811.15
01-23	Acquisition of Real Property for Open Space Preservation Purposes	(1,710,000.00)
9-23	Various Capital Improvements and Acquisitions	(985,709.89)
10-23	Various Capital Improvements and Acquisitions	(127,958.06)
11-23	Various Capital Improvements and Acquisitions	(1,603,505.51)
12-23	Various Capital Improvements and Acquisitions	(411,850.00)
20-23	Acquisition and Purchase of Real Property for Open Space Preservation	(2,046.03)
5-24	Various Capital Improvements and Acquisitions	(1,699,916.33)
6-24	Various Capital Improvements and Acquisitions	17,471.00
7-24	Various Capital Improvements and Acquisitions	(2,200,015.01)
8-24	Various Capital Improvements and Acquisitions	(2,623,518.44)
10-24	Acquisition and Purchase of Real Property for Open Space	<u>46,500.00</u>
		<u><u>\$ 25,503.64</u></u>

C

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF STATE OF NEW JERSEY - DEPARTMENT OF
COMMUNITY AFFAIRS DEMOLITION BOND LOAN PAYABLE

Ref.

Balance, December 31, 2024 and 2023	C	\$ <u>212,400.00</u>
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TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION - FUNDED

	<u>Ref.</u>	
Balance, December 31, 2023	C	\$ 72,882,926.31
Increased by:		
Serial Bonds Issued	C-7	<u>14,230,000.00</u>
		<u>87,112,926.31</u>
Decreased by:		
Principal Paid on Bonds	C-7	\$ 14,115,000.00
Principal Paid on Green Trust Loans	C-9	50,737.08
Principal Paid on Dam Restoration Loan	C-13	37,576.32
Principal Paid on NJ DCA		
Demolition Loan	C-14	<u>30,000.00</u>
		<u>14,233,313.40</u>
Balance, December 31, 2024	C	<u>\$ 72,879,612.91</u>

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

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

Ordinance Number	Improvement Description	Balance December 31, 2023	2024 Authorizations	Decrease	Balance December 31, 2024	Analysis of Balance, December 31, 2024		
						Bond Anticipation Notes	Unexpended Improvement Authorizations	Expenditures
07-12	Financing of Certain Improvements Within A Duly Designated Redevelopment Area	\$ 433,993.97			\$ 433,993.97		\$ 4,973.57	\$ 429,020.40
09-13	Various Capital Improvements and Other Related Expenses	5,356,288.43			5,356,288.43	\$ 319,659.60	5,036,628.83	
09-15	Various Capital Improvements and Other Related Expenses	0.50			0.50			0.50
12-16	Various Capital Improvements and Other Related Expenses	1,822,550.49		\$ 715,159.92	1,107,390.57	1,107,390.57		
08-17	Various Capital Improvements and Other Related Expenses	97,237.31		97,236.31	1.00			1.00
09-17	Various Capital Improvements and Other Related Expenses	103,214.79		103,214.79				
11-17	Various Capital Improvements and Other Related Expenses	1,020,734.67		15,747.52	1,004,987.15	553,600.00	258,188.67	193,198.48
12-18	Various Capital Improvements and Acquisitions	55,514.80		49,870.00	5,644.80		5,644.80	
13-18	Various Capital Improvements and Acquisitions	496,852.55		496,848.29	4.26			4.26
14-18	Various Capital Improvements and Acquisitions	122,288.16		100,000.00	22,288.16	10,000.00		12,288.16
15-18	Various Capital Improvements and Acquisitions	751,945.83		236,106.82	515,839.01	55,155.00	327,442.49	133,241.52
06-19	Various Capital Improvements and Acquisitions	935,999.00		800,608.74	135,390.26	111,585.00		23,805.26
07-19	Various Capital Improvements and Acquisitions	434,550.00		43,338.10	391,211.90	115,780.00		275,431.90
08-19	Various Capital Improvements and Acquisitions	2,595,153.00		2,595,153.00				
09-19	Various Capital Improvements and Acquisitions	2,364,298.00		1,489,113.26	875,184.74			875,184.74
05-20	Various Capital Improvements and Acquisitions	1,903,177.00		1,744,481.55	158,695.45	63,770.00		94,925.45
06-20	Various Capital Improvements and Acquisitions	624,482.00		161,150.00	463,332.00	140,950.00	194,101.89	128,280.11
07-20	Various Capital Improvements and Acquisitions	2,675,909.00		2,279,897.34	396,011.66	396,011.66		
08-20	Various Capital Improvements and Acquisitions	1,133,350.00		466,266.50	667,083.50	278,070.00		389,013.50

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

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

Ordinance Number	Improvement Description	Balance	2024	Decrease	Balance	Analysis of Balance, December 31, 2024		
		December 31, 2023			December 31, 2024	Bond Anticipation Notes	Unexpended Improvement Authorizations	Expenditures
15-20	Various Capital Improvements and Acquisitions	\$ 791,621.00		\$ 667,432.39	\$ 124,188.61	\$ 118,315.00		\$ 5,873.61
16-20	Various Capital Improvements and Acquisitions	328,962.00		235,000.00	93,962.00	12,360.00		81,602.00
17-20	Various Capital Improvements and Acquisitions	617,500.00		564,314.57	53,185.43			53,185.43
09-21	Various Capital Improvements and Acquisitions	1,795,185.00		1,250,000.00	545,185.00	447,405.00		97,780.00
10-21	Various Capital Improvements and Acquisitions	585,560.00		450,000.00	135,560.00	108,964.00		26,596.00
11-21	Various Capital Improvements and Acquisitions	2,245,159.00		300,000.00	1,945,159.00	1,945,159.00		
12-21	Various Capital Improvements and Acquisitions	4,874,096.00		350,000.00	4,524,096.00	3,326,650.00		1,197,446.00
07-22	Dredging of Nejecho Beach Lagoon	2.55		2.55				
08-22	Various Capital Improvements and Acquisitions	2,256,894.00			2,256,894.00	2,109,410.00	\$ 131,861.33	15,622.67
09-22	Various Capital Improvements and Acquisitions	429,704.00			429,704.00	206,940.00	138,445.33	84,318.67
10-22	Various Capital Improvements and Acquisitions	3,121,987.00			3,121,987.00	2,920,510.00		201,477.00
11-22	Various Capital Improvements and Acquisitions	3,691,415.00			3,691,415.00	1,451,675.00	1,412,350.06	827,389.94
01-23	Acquisition of Real Property for Open Space Preservation	1,800,000.00			1,800,000.00		90,000.00	1,710,000.00
09-23	Various Capital Improvements and Acquisitions	2,367,536.00			2,367,536.00	1,106,865.00	274,961.11	985,709.89
10-23	Various Capital Improvements and Acquisitions	450,205.00			450,205.00	95,190.00	227,056.94	127,958.06
11-23	Various Capital Improvements and Acquisitions	4,532,409.00			4,532,409.00	2,444,685.17	484,218.32	1,603,505.51
12-23	Various Capital Improvements and Acquisitions	724,850.00			724,850.00	140,000.00	173,000.00	411,850.00
20-23	Acquisition and Purchase of Real Property for Open Space Preservation	370,500.00			370,500.00		368,453.97	2,046.03

**TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY**

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

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF GENERAL SERIAL BONDS

<u>Purpose</u>	<u>Date of Issue</u>	<u>Original Issue</u>	Maturities of Bonds Outstanding			<u>Interest Rate</u>	<u>Balance December 31, 2023</u>	<u>Bonds Issued</u>	<u>Decreased</u>	<u>Balance December 31, 2024</u>
			<u>December 31, 2024</u>							
Refunding Bonds - Series 2016	03/01/16	\$ 23,430,000.00	11/01/25	\$ 3,125,000.00	4.000%					
			11/01/26	2,130,000.00	4.000%					
			11/01/27	2,225,000.00	4.000%					
			11/01/28	2,320,000.00	4.000%		\$ 12,880,000.00		\$ 3,080,000.00	\$ 9,800,000.00
General Improvement Bonds, Series 2017	07/20/17	24,800,000.00	01/15/25	1,630,000.00	3.000%					
			01/15/26	1,675,000.00	3.000%					
			01/15/27	1,735,000.00	3.000%					
			01/15/28	1,795,000.00	3.000%					
			01/15/29	1,870,000.00	3.000%					
			01/15/30	1,945,000.00	3.000%					
			01/15/31	2,020,000.00	3.000%					
			01/15/32	2,100,000.00	3.000%		16,350,000.00		1,580,000.00	14,770,000.00
General Improvement Bonds, Series 2019	06/25/19	12,170,000.00	03/01/25	1,225,000.00	3.000%					
			03/01/26	1,260,000.00	3.000%					
			03/01/27	1,300,000.00	3.000%					
			03/01/28	1,340,000.00	3.000%					
			03/01/29	1,380,000.00	3.000%		7,695,000.00		1,190,000.00	6,505,000.00
General Improvement Bonds, Series 2020	06/23/20	9,260,000.00	02/15/25	1,000,000.00	3.000%					
			02/15/26	1,015,000.00	3.000%					
			02/15/27	1,045,000.00	3.000%					
			02/15/28	1,070,000.00	3.000%					
			02/15/29	1,100,000.00	2.000%					
			02/15/30	1,100,000.00	2.000%		7,300,000.00		970,000.00	6,330,000.00
Refunding Bonds - Series 2020	09/29/20	5,555,000.00	11/01/25	1,585,000.00	0.952%					
			11/01/26	100,000.00	1.134%					
			11/01/27	100,000.00	1.284%					
			11/01/28	105,000.00	1.499%					
			11/01/29	105,000.00	1.649%		3,570,000.00		1,575,000.00	1,995,000.00
Refunding Bonds - Series 2021	08/05/21	17,920,000.00	09/01/25	1,865,000.00	0.910%					
			09/01/26	1,900,000.00	1.090%					
			09/01/27	1,940,000.00	1.310%					
			09/01/28	1,980,000.00	1.470%					
			09/01/29	2,000,000.00	1.670%		14,435,000.00		4,750,000.00	9,685,000.00

**TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY**

GENERAL CAPITAL FUND
SCHEDULE OF GENERAL SERIAL BONDS

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF BOND ANTICIPATION NOTES

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Date of Original Note</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	Balance December 31, 2023	<u>Increased</u>	<u>Decreased</u>	Balance December 31, 2024
9-13	Various Capital Improvements and Other Related Expenses	03/20/24	03/20/24	03/19/25	4.250%		\$ 319,659.60		\$ 319,659.60
12-16	Various Capital Improvements and Other Related Expenses	06/21/21	03/20/24	03/19/25	4.250%	\$ 715,159.92		\$ 715,159.92	
		06/13/23	03/20/24	03/19/25	4.250%	785,000.00	785,000.00	785,000.00	785,000.00
		03/20/24	03/20/24	03/19/25	4.250%		322,390.57		322,390.57
8-17	Various Capital Improvements and Other Related Expenses	06/21/21	06/13/23	06/12/24	5.000%	97,236.31			97,236.31
9-17	Various Capital Improvements and Other Related Expenses	06/21/21	06/13/23	06/12/24	5.000%	103,214.79			103,214.79
11-17	Various Capital Improvements and Other Related Expenses	06/21/21	03/20/24	03/19/25	4.250%	15,747.52			15,747.52
		06/13/23	03/20/24	03/19/25	4.250%	165,000.00	165,000.00	165,000.00	165,000.00
		03/20/24	03/20/24	03/19/25	4.250%		388,600.00		388,600.00
12-18	Various Capital Improvements and Acquisitions	06/16/22	06/13/23	06/12/24	5.000%	49,870.00			49,870.00
13-18	Various Capital Improvements and Acquisitions	06/21/21	06/13/23	06/12/24	5.000%	328,988.29			328,988.29
		06/16/22	06/13/23	06/12/24	5.000%	167,860.00			167,860.00
14-18	Various Capital Improvements and Acquisitions	06/16/22	03/20/24	03/19/25	4.250%	100,000.00			100,000.00
		03/20/24	03/20/24	03/19/25	4.250%		10,000.00		10,000.00
15-18	Various Capital Improvements and Acquisitions	06/21/21	03/20/24	03/19/25	4.250%	233,106.82			233,106.82
		06/16/22	06/13/23	06/12/24	5.000%	3,000.00			3,000.00
		03/20/24	03/20/24	03/19/25	4.250%		55,155.00		55,155.00
06-19	Various Capital Improvements and Acquisitions	06/21/21	03/20/24	03/19/25	4.250%	660,608.74			660,608.74
		06/16/22	06/13/23	06/12/24	5.000%	140,000.00			140,000.00
		03/20/24	03/20/24	03/19/25	4.250%		111,585.00		111,585.00

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF BOND ANTICIPATION NOTES

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Date of Original Note</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	<u>Balance December 31, 2023</u>	<u>Increased</u>	<u>Decreased</u>	<u>Balance December 31, 2024</u>
07-19	Various Capital Improvements and Acquisitions	06/21/21	03/20/24	03/19/25	4.250%	\$ 15,263.10		\$ 15,263.10	
		06/16/22	03/20/24	03/19/25	4.250%	28,075.00		28,075.00	
		06/13/23	03/20/24	03/19/25	4.250%	50,000.00	\$ 50,000.00	50,000.00	\$ 50,000.00
		03/20/24	03/20/24	03/19/25	4.250%	65,780.00		65,780.00	
08-19	Various Capital Improvements and Acquisitions	06/21/21	06/13/23	06/12/24	5.000%	2,595,152.90		2,595,152.90	
09-19	Various Capital Improvements and Acquisitions	06/21/21	06/13/23	06/12/24	5.000%	408,813.26		408,813.26	-
		06/16/22	06/13/23	06/12/24	5.000%	1,080,300.00		1,080,300.00	-
05-20	Various Capital Improvements and Acquisitions	06/21/21	03/20/24	03/19/25	4.250%	1,594,481.55		1,594,481.55	-
		06/16/22	06/13/23	06/12/24	5.000%	150,000.00		150,000.00	-
		03/20/24	03/20/24	03/19/25	4.250%	63,770.00		63,770.00	-
06-20	Various Capital Improvements and Acquisitions	06/21/21	03/20/24	03/19/25	4.250%	7,500.00		7,500.00	
		06/16/22	03/20/24	03/19/25	4.250%	153,650.00		153,650.00	
		06/13/23	06/13/23	06/12/24	5.000%	120,000.00	\$ 120,000.00	120,000.00	120,000.00
		03/20/24	03/20/24	03/19/25	4.250%	20,950.00		20,950.00	
07-20	Various Capital Improvements and Acquisitions	06/21/21	03/20/24	03/19/25	4.250%	659,897.34		659,897.34	
		06/16/22	06/13/23	06/12/24	5.000%	1,620,000.00		1,620,000.00	
		06/13/23	06/13/23	06/12/24	5.000%	250,000.00	\$ 250,000.00	250,000.00	250,000.00
		03/20/24	03/20/24	03/19/25	4.250%	146,011.66		146,011.66	
08-20	Various Capital Improvements and Acquisitions	06/21/21	03/20/24	03/19/25	4.250%	402,266.50		402,266.50	
		06/16/22	06/13/23	06/12/24	5.000%	64,000.00		64,000.00	
		06/13/23	06/13/23	06/12/24	5.000%	220,000.00	\$ 220,000.00	220,000.00	220,000.00
		03/20/24	03/20/24	03/19/25	4.250%	58,070.00		58,070.00	
15-20	Various Capital Improvements and Acquisitions	06/21/21	03/20/24	03/19/25	4.250%	497,432.39		497,432.39	
		06/16/22	06/13/23	06/12/24	5.000%	170,000.00		170,000.00	
		06/13/23	06/13/23	06/12/24	5.000%	75,000.00	\$ 75,000.00	75,000.00	75,000.00
		03/20/24	03/20/24	03/19/25	4.250%	43,315.00		43,315.00	
16-20	Various Capital Improvements and Acquisitions	06/16/22	03/20/24	03/19/25	4.250%	235,000.00		235,000.00	
		03/20/24	03/20/24	03/19/25	4.250%	12,360.00		12,360.00	

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF BOND ANTICIPATION NOTES

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Date of Original Note</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	<u>Balance December 31, 2023</u>	<u>Increased</u>	<u>Decreased</u>	<u>Balance December 31, 2024</u>
17-20	Various Capital Improvements and Acquisitions	06/21/21	06/13/23	06/12/24	5.000%	\$ 119,314.57		\$ 119,314.57	
		06/16/22	06/13/23	06/12/24	5.000%	445,000.00		445,000.00	
9-21	Various Capital Improvements and Acquisitions	06/16/22	03/20/24	03/19/25	4.250%	1,250,000.00		1,250,000.00	
		06/13/23	06/13/23	06/12/24	5.000%	270,000.00	\$ 270,000.00	270,000.00	\$ 270,000.00
		03/20/24	03/20/24	03/19/25	4.250%		177,405.00		177,405.00
10-21	Various Capital Improvements and Acquisitions	06/16/22	03/20/24	03/19/25	4.250%	450,000.00		450,000.00	-
		06/13/23	06/13/23	06/12/24	5.000%	41,100.00	41,100.00	41,100.00	41,100.00
		03/20/24	03/20/24	03/19/25	4.250%		67,864.00		67,864.00
11-21	Various Capital Improvements and Acquisitions	06/16/22	03/20/24	03/19/25	4.250%	300,000.00		300,000.00	
		06/13/23	03/20/24	03/19/25	4.250%	1,710,000.00	1,710,000.00	1,710,000.00	1,710,000.00
		03/20/24	03/20/24	03/19/25	4.250%		235,159.00		235,159.00
12-21	Various Capital Improvements and Acquisitions	06/16/22	03/20/24	03/19/25	4.250%	350,000.00		350,000.00	
		06/13/23	03/20/24	03/19/25	4.250%	385,000.00	385,000.00	385,000.00	385,000.00
		03/20/24	03/20/24	03/19/25	4.250%		2,941,650.00		2,941,650.00
8-22	Various Capital Improvements and Acquisitions	06/13/23	03/20/24	03/19/25	4.250%	1,975,000.00	1,975,000.00	1,975,000.00	1,975,000.00
		03/20/24	03/20/24	03/19/25	4.250%		134,410.00		134,410.00
9-22	Various Capital Improvements and Acquisitions	06/13/23	03/20/24	03/19/25	4.250%	100,000.00	100,000.00	100,000.00	100,000.00
		03/20/24	03/20/24	03/19/25	4.250%		106,940.00		106,940.00
10-22	Various Capital Improvements and Acquisitions	06/13/23	03/20/24	03/19/25	4.250%	1,945,000.00	1,945,000.00	1,945,000.00	1,945,000.00
		03/20/24	03/20/24	03/19/25	4.250%		975,510.00		975,510.00
11-22	Various Capital Improvements and Acquisitions	06/13/23	03/20/24	03/19/25	4.250%	430,000.00	430,000.00	430,000.00	430,000.00
		03/20/24	03/20/24	03/19/25	4.250%		1,021,675.00		1,021,675.00

**TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY**

GENERAL CAPITAL FUND
SCHEDULE OF BOND ANTICIPATION NOTES

Ordinance Number	Improvement Description	Date of Original Note	Date of Issue	Date of Maturity	Interest Rate	Balance December 31, 2023	Increased	Decreased	Balance December 31, 2024
9-23	Various Capital Improvements and Acquisitions	03/20/24	03/20/24	03/19/25	4.250%		\$ 1,106,865.00		\$ 1,106,865.00
10-23	Various Capital Improvements and Acquisitions	03/20/24	03/20/24	03/19/25	4.250%		95,190.00		95,190.00
11-23	Various Capital Improvements and Acquisitions	03/20/24	03/20/24	03/19/25	4.250%		2,444,685.17		2,444,685.17
12-23	Various Capital Improvements and Acquisitions	03/20/24	03/20/24	03/19/25	4.250%	140,000.00			140,000.00
						\$ 23,732,039.00	\$ 19,586,100.00	\$ 23,732,039.00	\$ 19,586,100.00
					Ref.	C	C-8	C-8	C-6
	Rollover				C-8		\$ 8,521,100.00	\$ 8,521,100.00	
	Issued for Cash				C-18		11,065,000.00		
	Bond Issue				C-7			14,230,000.00	
	Premium on Bond Issue				C-6			980,000.00	
	Fund Balance				C-1			939.00	
						C-2/C-8	\$ 19,586,100.00	\$ 23,732,039.00	

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF GREEN TRUST LOANS PAYABLE

<u>Description</u>	<u>Year of Issue</u>	<u>Interest Rate</u>	Balance December 31, <u>2023</u>	Paid by Budget <u>Appropriation</u>	Balance December 31, <u>2024</u>
Drum Point Recreation Complex II	2009	0.00%	\$ 225,641.02	\$ 41,025.64	\$ 184,615.38
Multi Park Development	2011	0.00%	<u>72,835.80</u>	<u>9,711.44</u>	<u>63,124.36</u>
			<u><u>\$ 298,476.82</u></u>	<u><u>\$ 50,737.08</u></u>	<u><u>\$ 247,739.74</u></u>
			<u>Ref.</u>	C	C-5
					C

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF CAPITAL IMPROVEMENT FUND

	<u>Ref.</u>	
Balance, December 31, 2023	C	\$ 7,637.05
Increased by:		
2024 Budget Appropriation	C-2	<u>546,500.00</u>
		<u>554,137.05</u>
Decreased by:		
Appropriated to Finance Improvement		
Authorizations	C-11	<u>546,500.00</u>
Balance, December 31, 2024	C	<u>\$ 7,637.05</u>

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF IMPROVEMENT AUTHORIZATIONS

Ordinance Number	Improvement Description	Balance December 31, 2023		Increased by		Decreased by		Balance December 31, 2024	
		Funded	Unfunded	2024 Authorizations	Prior Year Encumbrances	Expended	Reserve for Encumbrances	Funded	Unfunded
04-07/43-07	Various Capital Improvements	\$ 23,773.03				\$ 545.64		\$ 23,227.39	
23-09	Various Capital Improvements & Other Related Expenses	118,475.14						118,475.14	
26-11	Various Capital Improvements and Other Related Expenses	96,930.00			\$ 23,855.00		\$ 23,855.00	96,930.00	
07-12	Financing of Certain Improvements Within A Duly Designated Redevelopment Area		\$ 56,307.57		37,847.55		89,181.55		\$ 4,973.57
08-13	Various Township Wide Road Improvements and Other Related Expenses				27,251.25		27,251.25		
09-13	Various Capital Improvements and Other Related Expenses		6,243,840.40		54,763.32	11,556.96	54,763.32		6,232,283.44
19-14	Various Capital Improvements and Other Related Expenses				7,018.75		7,018.75		
22-14	Various Capital Improvements and Other Related Expenses	23,864.46			3,806.49	23,894.08	3,776.87		
11-15	Various Capital Improvements and Other Related Expenses				1,082.07	1,082.07			
12-15	Various Capital Improvements and Other Related Expenses	180.02			23,491.21		23,671.23		
09-16	Various Capital Improvements and Other Related Expenses	1,008.00			20,809.64		20,809.64	1,008.00	
11-16	Various Capital Improvements and Other Related Expenses				18,550.00	18,550.00			
12-16	Various Capital Improvements and Other Related Expenses				19,298.36	10,637.93	8,660.43		
01-17	Demolition of Unsafe Buildings and Structures	193,500.00						193,500.00	
08-17	Various Capital Improvements and Other Related Expenses		990.00		218,229.76		218,229.76	990.00	
09-17	Various Capital Improvements and Other Related Expenses				330.00		330.00		
11-17	Various Capital Improvements and Other Related Expenses		558,958.94		190,907.39	156,135.31	335,542.35		258,188.67
12-18	Various Capital Improvements and Acquisitions	42,369.36	5,644.80						48,014.16
13-18	Various Capital Improvements and Acquisitions	50.31	4.26			54.57			
14-18	Various Capital Improvements and Acquisitions	11,391.57	22,288.16		30,787.54	12,104.73	30,787.54	21,575.00	
15-18	Various Capital Improvements and Acquisitions	47,710.30	515,839.01		37,100.00	72,243.98	54,351.21	146,611.63	327,442.49
06-19	Various Capital Improvements and Acquisitions		99,120.73		43,222.11	43,222.11		99,120.73	
07-19	Various Capital Improvements and Acquisitions		299,885.53			159,861.62	140,023.91		
08-19	Various Capital Improvements and Acquisitions		100,418.50		3,785.00	1,280.00	2,505.00	100,418.50	
09-19	Various Capital Improvements and Acquisitions	167,725.81	875,184.74		14,671.51	87,365.55	14,671.51	955,545.00	
05-20	Various Capital Improvements and Acquisitions	36,398.95	158,695.45		34,396.38	17,314.41	49,138.57	163,037.80	
06-20	Various Capital Improvements and Acquisitions	11,919.89	343,332.00		6,838.61		60,814.31	107,174.30	194,101.89
07-20	Various Capital Improvements and Acquisitions		12,014.06		47,056.58	20,540.33	26,516.25	12,014.06	
08-20	Various Capital Improvements and Acquisitions	1,583.23	447,083.50			29,226.37		419,440.36	
12-20	Acquisition and Purchase of Block 1171, Lot 1	293,100.00			796.90		796.90	293,100.00	
15-20	Various Capital Improvements and Acquisitions		47,539.43		121,344.00	82,644.43	38,699.57	47,539.43	
16-20	Various Capital Improvements and Acquisitions		98,922.06		167,809.93		167,809.93	98,922.06	
17-20	Various Capital Improvements and Acquisitions		87,500.00		17,549.24	14,481.74	3,067.50	87,500.00	
09-21	Various Capital Improvements and Acquisitions		192,263.66		665,725.57	663,362.25	8,715.61	185,911.37	
10-21	Various Capital Improvements and Acquisitions		57,415.80		7,735.94	4,500.00	3,235.94	57,415.80	
11-21	Various Capital Improvements and Acquisitions		227.07		153,797.00	12,031.88	141,765.12	227.07	
12-21	Various Capital Improvements and Acquisitions		1,871,007.64		630,899.68	119,612.60	1,392,299.08		989,995.64

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF IMPROVEMENT AUTHORIZATIONS

Ordinance Number	Improvement Description	Balance December 31, 2023		Increased by		Decreased by		Balance December 31, 2024	
		Funded	Unfunded	2024 Authorizations	Prior Year Encumbrances	Expended	Reserve for Encumbrances	Funded	Unfunded
08-22	Various Capital Improvements and Acquisitions		\$ 266,271.33		\$ 610,728.37	\$ 637,442.39	\$ 47,482.87		\$ 192,074.44
09-22	Various Capital Improvements and Acquisitions		245,384.83		76,278.67	81,392.88			240,270.62
10-22	Various Capital Improvements and Acquisitions		365,794.41		751,971.36	954,373.60	81,319.72		82,072.45
11-22	Various Capital Improvements and Acquisitions		2,434,025.06		66,138.55	26,123.00	211,489.46		2,262,551.15
01-23	The Acquisition of Real Property for Open Space Preservation Purposes		90,000.00						90,000.00
09-23	Various Capital Improvements and Acquisitions		1,385,278.09		638,849.47	880,963.77	868,202.68		274,961.11
10-23	Various Capital Improvements and Acquisitions		378,711.56		89,518.08	167,407.63	73,765.07		227,056.94
11-23	Various Capital Improvements and Acquisitions		2,325,787.70		1,628,211.87	2,838,967.64	630,813.61		484,218.32
12-23	Various Capital Improvements and Acquisitions		623,000.00		140,000.00	257,200.92	332,799.08		173,000.00
20-23	Acquisition and Purchase of Real Property for Open Space Preservation	\$ 19,500.00	370,500.00			21,546.03			368,453.97
5-24	Various Capital Improvements and Acquisitions			\$ 2,869,570.00		431,938.40	1,411,455.93		1,026,175.67
6-24	Various Capital Improvements and Acquisitions			441,100.00		4,584.00		\$ 17,471.00	419,045.00
7-24	Various Capital Improvements and Acquisitions			3,811,570.00		1,174,326.92	1,216,267.09		1,420,975.99
8-24	Various Capital Improvements and Acquisitions			2,877,760.00		33,579.46	2,733,826.98		110,353.56
10-24	Acquisition and Purchase of Real Property for Open Space Preservation Purposes				930,000.00			\$ 46,500.00	883,500.00
			<u>\$ 1,089,480.07</u>	<u>\$ 20,579,236.29</u>	<u>\$ 10,930,000.00</u>	<u>\$ 6,632,453.15</u>	<u>\$ 9,072,095.20</u>	<u>\$ 10,555,710.59</u>	<u>\$ 3,293,654.64</u>
									<u>\$ 16,309,709.08</u>
		Ref.	C	C	C-11	C-12	C-2	C-12	C
Deferred Charges to Future Taxation - Unfunded Capital Improvement Fund		C-6			\$ 10,383,500.00				
		C-10			<u>546,500.00</u>				
		C-11			<u>\$ 10,930,000.00</u>				

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF RESERVE FOR ENCUMBRANCES

	<u>Ref.</u>	
Balance, December 31, 2023	C	\$ 6,632,453.15
Increased by:		
Charged to Improvement Authorizations	C-11	<u>10,555,710.59</u>
		<u>17,188,163.74</u>
Decreased by:		
Applied to Improvement Authorizations	C-11	<u>6,632,453.15</u>
Balance, December 31, 2024	C	<u><u>\$ 10,555,710.59</u></u>

SCHEDULE OF DAM RESTORATION LOAN PAYABLE

	<u>Ref.</u>	
Balance, December 31, 2023	C	\$ 434,449.49
Decreased by:		
Paid by Budget Appropriation	C-5	<u>37,576.32</u>
Balance, December 31, 2024	C	<u><u>\$ 396,873.17</u></u>

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

GENERAL CAPITAL FUND
COMMUNITY AFFAIRS DEMOLITION BOND LOAN PAYABLE

	<u>Ref.</u>	
Balance, December 31, 2023	C	\$ 120,000.00
Decreased by:		
Paid by Budget Appropriation	C-5	<u>30,000.00</u>
Balance, December 31, 2024	C	<u><u>\$ 90,000.00</u></u>

Exhibit C-15

SCHEDULE OF RESERVE FOR PAYMENT OF DEBT SERVICE

	<u>Ref.</u>	
Balance, December 31, 2024 and 2023	C	<u><u>\$ 1,772,059.84</u></u>

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF INTERFUND - ASSESSMENT TRUST FUND

Ref.

Balance, December 31, 2024 and 2023	C	\$	<u>2.55</u>
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TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF INTERFUND - FEDERAL AND STATE GRANT FUND

	<u>Ref.</u>	
Balance, December 31, 2023	C	\$ 417,028.00
Decreased by:		
Cash Receipts	C-2	<u>417,028.00</u>
Balance, December 31, 2024	C	<u>\$ -</u>

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

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

Ordinance Number	Improvement Description	Balance		Bond Anticipation	Balance
		December 31, 2023	2024 Authorizations		
07-12	Financing of Certain Improvements Within a Duly Designated Redevelopment Area	\$ 433,993.97			\$ 433,993.97
09-13	Various Capital Improvements and Other Related Expenses	5,356,288.43		\$ 319,659.60	5,036,628.83
09-15	Various Capital Improvements and Other Related Expenses	0.50			0.50
12-16	Various Capital Improvements and Other Related Expenses	322,390.57		322,390.57	
08-17	Various Capital Improvements and Other Related Expenses	1.00			1.00
11-17	Various Capital Improvements and Other Related Expenses	839,987.15		388,600.00	451,387.15
12-18	Various Capital Improvements and Other Related Expenses	5,644.80			5,644.80
13-18	Various Capital Improvements and Other Related Expenses	4.26			4.26
14-18	Various Capital Improvements and Other Related Expenses	22,288.16		10,000.00	12,288.16
15-18	Various Capital Improvements and Other Related Expenses	515,839.01		55,155.00	460,684.01
06-19	Various Capital Improvements and Acquisitions	135,390.26		111,585.00	23,805.26
07-19	Various Capital Improvements and Acquisitions	341,211.90		65,780.00	275,431.90
09-19	Various Capital Improvements and Acquisitions	875,184.74			875,184.74
05-20	Various Capital Improvements and Acquisitions	158,695.45		63,770.00	94,925.45
06-20	Various Capital Improvements and Acquisitions	343,332.00		20,950.00	322,382.00
07-20	Various Capital Improvements and Acquisitions	146,011.66		146,011.66	
08-20	Various Capital Improvements and Acquisitions	447,083.50		58,070.00	389,013.50
15-20	Various Capital Improvements and Acquisitions	49,188.61		43,315.00	5,873.61
16-20	Various Capital Improvements and Acquisitions	93,962.00		12,360.00	81,602.00
17-20	Various Capital Improvements and Acquisitions	53,185.43			53,185.43
09-21	Various Capital Improvements and Acquisitions	275,185.00		177,405.00	97,780.00
10-21	Various Capital Improvements and Acquisitions	94,460.00		67,864.00	26,596.00
11-21	Various Capital Improvements and Acquisitions	235,159.00		235,159.00	

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

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

Ordinance Number	Improvement Description	Balance		Bond Anticipation		Balance	
		December 31, 2023	2024 Authorizations	Notes Issued	December 31, 2024		
12-21	Various Capital Improvements and Acquisitions	\$ 4,139,096.00		\$ 2,941,650.00	\$ 1,197,446.00		
08-22	Various Capital Improvements and Acquisitions	281,894.00		134,410.00	147,484.00		
09-22	Various Capital Improvements and Acquisitions	329,704.00		106,940.00	222,764.00		
10-22	Various Capital Improvements and Acquisitions	1,176,987.00		975,510.00	201,477.00		
11-22	Various Capital Improvements and Acquisitions	3,261,415.00		1,021,675.00	2,239,740.00		
01-23	Acquisition of Real Property for Open Space Preservation	1,800,000.00			1,800,000.00		
09-23	Various Capital Improvements and Acquisitions	2,367,536.00		1,106,865.00	1,260,671.00		
10-23	Various Capital Improvements and Acquisitions	450,205.00		95,190.00	355,015.00		
11-23	Various Capital Improvements and Acquisitions	4,532,409.00		2,444,685.17	2,087,723.83		
12-23	Various Capital Improvements and Acquisitions	724,850.00		140,000.00	584,850.00		
20-23	Acquisition and Purchase of Real Property for Open Space Preservation	370,500.00			370,500.00		
5-24	Various Capital Improvements and Acquisitions		\$ 2,726,092.00		2,726,092.00		
6-24	Various Capital Improvements and Acquisitions		419,045.00		419,045.00		
7-24	Various Capital Improvements and Acquisitions		3,620,991.00		3,620,991.00		
8-24	Various Capital Improvements and Acquisitions		2,733,872.00		2,733,872.00		
10-24	Acquisition and Purchase of Real Property for Open Space Preservation Purposes		883,500.00		883,500.00		
		<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
		\$ 30,179,083.40	\$ 10,383,500.00	\$ 11,065,000.00	\$ 29,497,583.40		

C-6

C-8

(Footnote C)

TOWNSHIP OF BRICK
 COUNTY OF OCEAN, NEW JERSEY

GENERAL FIXED ASSET ACCOUNT GROUP
 SCHEDULE OF INVESTMENTS IN GENERAL FIXED ASSETS

	Balance December 31, <u>2023</u>	<u>Additions</u>	Disposals/ <u>Transfers</u>	Balance December 31, <u>2024</u>
General Fixed Assets:				
Land	\$ 31,269,235.82	\$ 21,546.03		\$ 31,290,781.85
Buildings and Improvements	21,705,220.37			21,705,220.37
Furniture, Fixtures and Equipment	<u>39,113,501.33</u>	<u>2,433,042.93</u>	<u>\$ 288,596.20</u>	<u>41,257,948.06</u>
	<u><u>\$ 92,087,957.52</u></u>	<u><u>\$ 2,454,588.96</u></u>	<u><u>\$ 288,596.20</u></u>	<u><u>\$ 94,253,950.28</u></u>

Ref.

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**TOWNSHIP OF BRICK
COUNTY OF OCEAN
PART II
SINGLE AUDIT SECTION
FOR THE YEAR ENDED DECEMBER 31, 2024**

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM
AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY STATE OF NEW
JERSEY CIRCULAR 15-08-OMB**

To the Honorable Mayor and
Members of the Township Council
Township of Brick
Township of Brick, New Jersey

Report on Compliance for Each Major State Program

Opinion on Each Major State Program

We have audited the Township of Brick's, in the County of Ocean, State of New Jersey ("Township"), compliance with the types of compliance requirements identified as subject to audit in the *New Jersey State Grant Compliance Supplement* that could have a direct and material effect on the Township's major state programs for the year ended December 31, 2024. The Township's major state program is identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned costs.

In our opinion, the Township complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major state programs for the year ended December 31, 2024.

Basis for Opinion on Each Major State Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey ("Division") and the audit requirements for *New Jersey State Grant Compliance Supplement* (Circular 15-08-OMB). Our responsibilities under those standards and the Circular 15-08-OMB are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

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

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the Township's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Circular 15-08-OMB will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the Township's compliance with the requirements of each major state program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Circular 15-08-OMB, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the Township's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the Township's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Circular 15-08-OMB, but not for the purpose of expressing an opinion on the effectiveness of the Township's internal control over compliance. Accordingly, no such opinion is expressed.

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

Report on Internal Control over Compliance

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

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

compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the State of New Jersey Circular 15-08-OMB. Accordingly, this report is not suitable for any other purpose.

Charles J. Fallon CPA, RMA

Charles J. Fallon
Certified Public Accountant
Registered Municipal Accountant #506

Fallon & Company LLP

FALLON & COMPANY LLP

Hazlet, New Jersey
March 26, 2025

TOWNSHIP OF BRICK
 COUNTY OF OCEAN
 STATE OF NEW JERSEY

SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
 For The Year Ended December 31, 2024

<u>State Grantor/Pass-through Grantor/Program</u>	<u>State Account Number or Other Identifying Number</u>	<u>Grant Period</u>	<u>Grant/Loan Award</u>	<u>State Expenditures</u>	<u>Cumulative Expenditures</u>
NJ Department of Environmental Protection:					
Clean Communities Program - 2019	<u>042-4900-765-004</u>	Open	\$ 176,879.10	\$ 300.00	\$ 176,879.10
Clean Communities Program - 2020	<u>042-4900-765-004</u>	Open	159,486.69	21,320.00	159,486.69
Clean Communities Program - 2021	<u>042-4900-765-004</u>	Open	169,772.88	129,176.88	169,176.88
Clean Communities Program - 2022	<u>042-4900-765-004</u>	Open	170,308.53	4,968.00	155,276.53
Clean Communities Program - 2023	<u>042-4900-765-004</u>	Open	191,021.85	<u>191,021.85</u>	<u>191,021.85</u>
Total Clean Communities Programs			867,469.05	346,786.73	851,841.05
2017 Green Acres Program - Park Improvements	<u>1507-17-009</u>	02/27/18 - 02/26/20	2,000,000.00	126,249.05	1,141,965.57
Recycling Tonnage Grant - 2019	<u>042-4910-100-224</u>	Open	114,998.73	1,272.30	87,444.30
Recycling Tonnage Grant - 2020	<u>042-4910-100-224</u>	Open	129,047.28	98,978.05	98,978.05
Total NJ Department of Environmental Protection			<u>3,111,515.06</u>	<u>573,286.13</u>	<u>2,180,228.97</u>
NJ Department of Law and Public Safety:					
Safe and Secure Communities Program - 2024	<u>24-100-066-1020-232</u>	04/01/24 - 03/31/25	45,150.00	22,575.00	22,575.00
Safe and Secure Communities Program - 2023	<u>24-100-066-1020-232</u>	04/01/23 - 03/31/24	32,400.00	16,200.00	32,400.00
Total Safe and Secure Communities Program			<u>77,550.00</u>	<u>38,775.00</u>	<u>54,975.00</u>
Body Armor Replacement Fund - 2022	<u>066-1020-718-001</u>	Open	8,342.72	7,788.82	8,342.72
Total Body Armor Replacement Fund			<u>8,342.72</u>	<u>7,788.82</u>	<u>8,342.72</u>
2024 Pedestrian Safety Grant	<u>PSF-24-01-01</u>	07/01/23 - 05/31/24	14,980.00	14,840.00	14,840.00
Total NJ Department of Law and Public Safety			<u>100,872.72</u>	<u>61,403.82</u>	<u>78,157.72</u>

The accompanying notes are an integral part of this schedule.

TOWNSHIP OF BRICK
 COUNTY OF OCEAN
 STATE OF NEW JERSEY

SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
 For The Year Ended December 31, 2024

<u>State Grantor/Pass-through Grantor/Program</u>	<u>State Account Number or Other Identifying Number</u>	<u>Grant Period</u>	<u>Grant/Loan Award</u>	<u>State Expenditures</u>	<u>Cumulative Expenditures</u>
NJ Department of Community Affairs:					
Division of Housing and Community Resources-Recreational					
Recreation for Individuals with Disabilities Grant 2022	<u>2022-05157-0223-00</u>	07/01/21 - 06/30/22	\$ 8,800.00	\$ 2,711.77	\$ 8,800.00
Local Recreation Program	<u>202-04960-0389-00</u>	Open	50,000.00	50,000.00	50,000.00
FY 2023 Lead Grant Assistance Program	<u>23-100-022-8020-304</u>	01/01/23 - 03/29/25	50,400.00	6,595.60	6,595.60
Brick Senior Center 2022	<u>2022-05254-0203-00</u>	01/01/21 - 06/30/22	400,000.00	400,000.00	400,000.00
2023 Dialysis Transportation Grant	<u>2023-05254-0861-01</u>	07/01/22 - 06/30/24	400,000.00	289,421.00	400,000.00
Total NJ Department of Community Affairs			<u>909,200.00</u>	<u>748,728.37</u>	<u>865,395.60</u>
NJ Governor's Council on Alcoholism					
Municipal Alliance Grant - SFY 2024	<u>MAC-01-25</u>	07/01/24 - 06/30/25	21,773.00	17,190.65	17,190.65
Passed Through County of Ocean					
Municipal Alliance Youth Leadership Grant SFY 24	<u>MAC-01-24</u>	09/01/23 - 09/30/25	<u>7,670.69</u>	<u>6,913.75</u>	<u>6,913.75</u>
Total Municipal Alliance Grant			<u>29,443.69</u>	<u>24,104.40</u>	<u>24,104.40</u>
Total NJ Governor's Council on Alcoholism			<u>29,443.69</u>	<u>24,104.40</u>	<u>24,104.40</u>
State of New Jersey Board of Public Utilities					
Clean Energy Electric Vehicle	<u>100-082-2008-009-6140</u>	06/01/22 - 05/31/23	14,000.00	14,000.00	14,000.00
Clean Energy Community	<u>71D-082-2014-022-6140</u>	06/01/22 - 11/30/23	10,000.00	10,000.00	10,000.00
Total State of New Jersey Board of Public Utilities			<u>24,000.00</u>	<u>24,000.00</u>	<u>24,000.00</u>
Total Awards: State of New Jersey			<u>\$ 4,175,031.47</u>	<u>\$ 1,431,522.72</u>	<u>\$ 3,171,886.69</u>

The accompanying notes are an integral part of this schedule.

TOWNSHIP OF BRICK
NOTES TO THE SCHEDULE OF EXPENDITURES OF
STATE FINANCIAL ASSISTANCE
FOR THE YEAR ENDED DECEMBER 31, 2024

NOTE 1. BASIS OF PRESENTATION

The accompanying schedule of expenditures of state financial assistance (the “schedule”) include state award activity of the Township of Brick (the “Township”) under programs of the state government for the year ended December 31, 2024. The Township is defined in Note 1 to the financial statements. The information in this schedule is presented in accordance with the requirements of State of New Jersey Circular 15-05-OMB, *Single Audit Policy for recipients of Federal Grants, State Grants and State Aid*. All state financial assistance passed through other government agencies, are included on the schedule. Because this schedule present only a selected portion of the operations of the Township, it is not intended to and does not present the financial position and changes in operations of the Township.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the schedule are reported on the modified accrual basis of accounting as promulgated by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. This basis of accounting is described in Note 1 to the financial statements. Such expenditures are recognized following, as applicable, either the cost principles contained in New Jersey Circular 15-08-OMB, *Single Audit Policy for Recipients of Federal Grants, State and State Aid*, wherein certain types of expenditures are not allowable or are limited as to reimbursement. The expenditures reflected in the schedules are presented at the state participation level; thus, any matching portion is not included.

NOTE 3. INDIRECT COST RATE

The Township has elected not to use the 15-percent de minimis indirect cost rate lowed under the Uniform Guidance.

NOTE 4. RELATIONSHIP TO THE FINANCIAL STATEMENTS

Amounts reported in the accompanying schedules agree with amounts reported in the Township’s financial statements.

	<u>State (SESFA)</u>
Expenditures:	
Grant Fund	<u>\$ 1,186,260.60</u>
Total Schedule of Awards	<u>\$ 1,186,260.60</u>

NOTE 5. MAJOR PROGRAMS

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

TOWNSHIP OF BRICK
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2024

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued on whether the financial Statements audited were prepared in accordance with:

GAAP

Regulatory Basis Opinion (described in Note 1)

<u>Adverse</u>	<u>Unmodified</u>
----------------	-------------------

Internal control over financial reporting:

Material weakness identified?

Yes X No

Significant deficiency(ies) identified?

Yes X None reported

Noncompliance material to financial statements noted?

Yes X No

State Financial Assistance

Internal Control over major programs:

Material weakness(es) identified?

Yes X No

Significant deficiency(ies) identified?

Yes X None reported

Type of auditor's report issued on compliance for major state programs:

Unmodified

Any audit findings disclosed that are required to be reported in accordance with the Uniform Guidance or New Jersey OMB 15-08?

Yes X No

Identification of major state programs:

Name of State Program or Cluster

Brick Senior Center (2022), 2022-05254-0230-01

Dollar threshold used to distinguish between Type A and Type B programs:

\$750,000.00

Auditee qualified as low-risk auditee?

Yes X No

**TOWNSHIP OF BRICK
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2024**

Section II - Schedule of Financial Statement Findings

This section identifies the significant deficiencies, material weaknesses, fraud, noncompliance with provisions of laws, regulations, contracts, and grant agreements related to financial statements for which *Government Auditing Standards* and audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, requires.

None

**TOWNSHIP OF BRICK
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2024**

Section III - Schedule of State Financial Assistance Findings and Questioned Costs

This section identifies the significant deficiencies, material weaknesses, and instances of noncompliance, including questioned costs, related to the audit of major State programs, as required by State of New Jersey Circular 15-08-OMB.

None

**TOWNSHIP OF BRICK
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
FOR THE YEAR ENDED DECEMBER 31, 2024**

This section identifies the status of prior year findings related to the financial statements and Federal Awards and State Financial Assistance that are required to be reported in accordance with Government Auditing Standards, the Uniform Guidance, and State of New Jersey Circular 15-08-OMB.

Financial Statement Findings

None.

Federal Awards

None.

State Financial Assistance Programs

None.

GENERAL COMMENTS

Contracts and Agreements Required to Be Advertised for 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 cost of which in the aggregate exceeds the bid threshold, 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 therefor, except as is provided otherwise in this act or specifically by any other law”.

The Governing Body of the Municipality has the responsibility of determining whether the expenditures in any category will exceed the bid threshold within the fiscal year. Where questions arise as to whether any contract or agreement might result in violation of the statute, the Township Counsel’s opinion should be sought before a commitment is made.

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

Fireworks Exhibition	Demolition of 240 Riverside Drive North
Tree Trimming, Removal and Disposal Service	Flood Control Valves
Snow Removal	General Athletic Equipment & Supplies
On-Site Safe Truck Wash Services	Roadway Improvements to Cherry Quay - Phase II
Sign Materials	Automotive Parts
Mobile Ice Cream Truck	Heating, Ventilating & Air Conditioning
Janitorial Supplies	Maintenance & Repair
Chemical Turf Maintenance	Peterbilt Parts, Supplies and Repairs
Summerfest Food Truck Vendors	Dredging and Marsh Restoration
(48) Front Load Dumpsters	Bay View Drive Roadway Elevation
Landscape Maintenance at Solar Field	Normandy Beach Roadway Elevation Project –
Beer & Wine Garden Concession	Phase II
Operation of a Food Truck at Brick Beach 3	Addition to Access Control System
Tax Bills	Prescription Coverage
Roadway Improvements to Pinewood Drive	Dental Coverage
Printing Services	COBRA Coverage
(6) 2023 or Newer Ford Police Interceptor Utility Vehicles	Stop Loss Insurance
Roadway Improvements to Courtshire Dr	Statutory Disability Coverage
Lease Agreements – Wireless Telecommunications Facility	Brick Beach III – Concession Building Repairs
Demolition of 204 Winchester Dr	Temporary Sand Fencing
	Front Load Dumpsters

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

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.

Our examination of expenditures did not reveal individual payments in excess of the bid threshold “for the provision or performance of any goods or services” other than those where bids had been previously sought by public advertisement or where a resolution had been previously adopted under the provision of N.J.S. 40A:11-6.

GENERAL COMMENTS (continued)

Purchases, Contracts or Agreements Not Required to be Advertised by N.J.S. 40A:11-6.1

N.J.S. 40A:11-6.1 states, "For all contracts that in the aggregate are less than the bid threshold but exceed 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".

Collection of Interest on Delinquent Taxes and Assessments

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

The Governing Body, on January 1, 2024 adopted the following resolution authorizing interest to be charged on delinquent taxes and assessments:

IT IS HEREBY RESOLVED by the Township Council of the Township of Brick, in accordance with N.J.S.A. 54:4-67, to permit the fixing of the interest to be charged on taxes and assessments at 8% per annum on the first \$1,500.00 and allows 18% on any amount in excess of \$1,500.00 to be calculated from statutory due date until actual payment. Additional penalty of 6% to be collected against a delinquency in excess of \$10,000.00 on properties that remain unpaid at the end of the calendar year. There will be allowed the maximum ten (10) day grace period on quarterly tax payments.

It appears, from an examination of the Tax Collector's records, that interest was collected in accordance with the foregoing resolution and statutes.

Tax Sale

The last tax sale was held on September 17, 2024 and it was complete.

Tax Title Liens

The number of tax title liens receivable as of December 31st of the last three (3) years:

<u>Year</u>	<u>Number of Liens</u>
2024	10
2023	10
2022	11

It is essential to good management that all means provided by statute be utilized to liquidate tax title liens in order to get such properties back on a taxpaying basis. Certain liens have been in existence for greater than two years.

Other Comments:

None.

**TOWNSHIP OF BRICK
COUNTY OF OCEAN**

OFFICIALS IN OFFICE AND SURETY BONDS

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

<u>Name</u>	<u>Title</u>
Lisa Crate	Mayor
Vince Minichino	Council President
Derrick Ambrosino	Council Vice President
Perry Albanese	Councilman
Marianna Pontoriero	Councilwoman
Heather DeJong	Councilwoman
Melissa Travers	Councilwoman
Steve Feinman	Councilman
Lynnette Iannarone	Township Clerk/Municipal Improvement Search Officer
Maureen Laffey-Berg	Chief Financial Officer
Joanne Bergin	Business Administrator
Kelly Napolitano	Tax Collector
Joseph D. Grisanti	Judge
Michele Frasier	Court Administrator
Kevin Starkey	Township Attorney

All employees are covered by a Faithful Performance Blanket Position Bond in the amount of \$950,000.00 with the Ocean County Municipal Joint Insurance Fund.

There are blanket bonds for secondary coverage with the Municipal Excess Liability Joint Insurance Fund in the amount of \$50,000.00 for Public Employees. These bonds are subject to deductibles based upon other required coverages.

Appreciation

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

Respectfully submitted,

Charles J. Fallon CPA, RMA

Charles J. Fallon
Registered Municipal Accountant #506

For the Firm
FALLON & COMPANY LLP

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APPENDIX C

FORM OF APPROVING LEGAL OPINION FOR THE BONDS

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90 Woodbridge Center Drive
Suite 900 Box 10
Woodbridge, NJ 07095-0958
732.636.8000

March ___, 2026

Mayor and Township Council
of the Township of Brick
Brick, New Jersey

Ladies and Gentlemen:

We have served as Bond Counsel in connection with the authorization, sale, issuance, execution and delivery of the \$17,807,000* aggregate principal amount of General Improvement Bonds, Series 2026 (the “Bonds”), of the Township of Brick, in the County of Ocean (the “Township”), a municipal corporation organized and existing under the laws of the State of New Jersey.

The Bonds are authorized by, and are issued pursuant to: (i) the provisions of the Local Bond Law of the State of New Jersey, N.J.S.A. 40A:2-1 et seq., as amended and supplemented (the “Local Bond Law”); (ii) various bond ordinances duly adopted by the Township Council of the Township, approved by the Mayor (if applicable), and published as required by law (the “Ordinances”); and (iii) a resolution duly adopted by the Township Council of the Township on February 10, 2026 (the “Resolution”).

The Bonds are being issued to refund, on a current basis, a \$17,807,000 principal portion of outstanding bond anticipation notes of the Township issued in the aggregate principal amount of \$31,744,700 on March 18, 2025 and maturing on March 17, 2026.

The Bonds are issued in fully registered, book-entry form, without coupons, initially registered in the name of, and held by, Cede & Co., as nominee for The Depository Trust Company, Brooklyn, New York (“DTC”), an automated depository for securities and clearing house for securities transactions. One certificate shall be issued for the aggregate principal amount of Bonds maturing in each year. Individual purchases of the Bonds will be made in book-entry form, without certificates, in principal denominations of \$5,000 each or any integral multiple of \$1,000 in excess thereof, through book entries made on the books and records of DTC and its participants. So long as DTC or its nominee is the registered owner of the Bonds, payments of the principal of and interest on the Bonds will be made by the Township, as paying agent (or a duly designated paying agent as the Township may designate and appoint), directly to Cede & Co., as nominee for DTC. Disbursal of such payments to the DTC participants is the responsibility of DTC and disbursal of such payments to the beneficial owners of the Bonds is the responsibility of the DTC participants.

* Preliminary, subject to change.

The Bonds are dated and shall bear interest from their date of delivery, which interest shall be payable semi-annually on the first (1st) day of March and September in each year (each an "Interest Payment Date"), commencing March 1, 2027, until maturity or prior redemption. The Bonds shall mature on March 1 in each of the years, in the principal amounts, and at the interest rates as follows:

<u>Year</u> <u>(March 1)</u>	<u>Principal Amount*</u>	<u>Interest Rate</u>
2027	\$ 1,100,000	%
2028	1,200,000	
2029	1,300,000	
2030	1,810,000	
2031	1,880,000	
2032	1,955,000	
2033	2,035,000	
2034	2,140,000	
2035	2,190,000	
2036	<u>2,197,000</u>	
	<u>\$17,807,000</u>	

The Bonds of this issue maturing prior to March 1, 2035 are not subject to redemption prior to their stated maturities. The Bonds of this issue maturing on or after March 1, 2035 are redeemable at the option of the Township, in whole or in part, on any date on or after March 1, 2034, upon notice as required therein, at a redemption price equal to one hundred percent (100%) of the principal amount being redeemed, plus accrued interest to the date fixed for redemption.

We have examined such matters of law, certified copies of the proceedings, including the Ordinances and the Resolution, and other documents and proofs relative to the authorization, sale, issuance, execution and delivery of the Bonds as we have deemed necessary or appropriate for the purposes of the opinions rendered below. In such examination, we have assumed the genuineness of all signatures, the authenticity of all documents submitted to us as originals and the conformity to the original documents of all documents submitted to us as copies. As to any facts material to our opinion we have, when relevant facts were not independently established, relied upon the aforesaid instruments, certificates and documents.

We are of the opinion that (i) such proceedings and proofs show lawful authority for the authorization, sale, issuance, execution and delivery of the Bonds pursuant to the Local Bond

* Preliminary, subject to change.

Law, the Ordinances and the Resolution; (ii) the Bonds have been duly authorized, executed and delivered and constitute valid and legally binding general obligations of the Township enforceable in accordance with their terms; and (iii) the Township has pledged its full faith and credit for the payment of the principal of and interest on the Bonds and, unless paid from other sources, all the taxable property located within the Township is subject to the levy of *ad valorem* taxes, without limitation as to rate or amount, for the payment of the principal of and interest on the Bonds.

The Internal Revenue Code of 1986, as amended (the "Code"), establishes certain requirements which must be met at the time of, and on a continuing basis subsequent to, the issuance and delivery of the Bonds in order for interest thereon to be and remain excludable from gross income for Federal income tax purposes under Section 103 of the Code. Noncompliance with such requirements could cause the interest on the Bonds to be included in gross income for Federal income tax purposes retroactive to the date of the issuance of the Bonds. The Township has covenanted in a tax certificate (the 'Tax Certificate') relating to the Bonds to maintain the exclusion of the interest on the Bonds from gross income for Federal income tax purposes pursuant to Section 103(a) of the Code.

In our opinion, under existing statutes, regulations, rulings and court decisions, and assuming continuing compliance by the Township with the requirements of the Code and the aforementioned covenants and representations stated in its Tax Certificate, interest on the Bonds is not includable for Federal income tax purposes in the gross income of the owners of the Bonds pursuant to Section 103 of the Code. The Bonds are not "specified private activity bonds" within the meaning of Section 57 of the Code and, therefore, the interest on the Bonds will not be treated as a preference item for purposes of computing the Federal alternative minimum tax; however, such interest is taken into account in determining the annual adjusted financial statement income of certain corporations for the purpose of computing the Federal alternative minimum tax imposed on corporations for tax years beginning after December 31, 2022.

[The Bonds maturing on March 1 in the years _____ through _____, inclusive (collectively, the "Premium Bonds"), were purchased at a premium ("original issue premium") over the stated principal amounts of the Bonds. For Federal income tax purposes, original issue premium generally must be amortized over the term of the Premium Bonds. Amortizable bond premium is accounted for as reducing the tax-exempt interest on the Premium Bonds rather than creating a deductible expense or loss. Under Section 171(a)(2) of the Code, no deduction is allowed for the amortizable bond premium (determined in accordance with Section 171(b) of the Code) on tax-exempt bonds. Under Section 1016(a)(5) of the Code, however, an adjustment must be made to the purchaser's basis in the Premium Bonds to the extent of any amortizable bond premium that is disallowable as a deduction under Section 171(a)(2) of the Code. Holders of the Premium Bonds should consult their tax advisors for an explanation of the bond premium amortization rules.]

[We are also of the opinion that the difference between the stated principal amount of the Bonds maturing on March 1 in the years _____ through _____, inclusive (collectively, the "Discount Bonds"), and their respective initial public offering prices to the public (excluding bond houses, brokers or similar persons or organizations acting in the capacity of underwriters or wholesalers) at which prices a substantial amount of the Discount Bonds of the same maturity and interest rate were sold, constitutes original issue discount which is treated as interest and is excludable from gross income for Federal income tax purposes to the same extent described above. In the case of any

holder of the Discount Bonds, the amount of such original issue discount which is treated as having accrued with respect to the Discount Bonds is added to the cost basis of the holder in determining, for Federal income tax purposes, gain or loss upon disposition (including sale, redemption or payment at maturity). Holders of the Discount Bonds should consult their tax advisors for an explanation of the original issue discount rules.]

We are also of the opinion that, under existing laws of the State of New Jersey, interest on the Bonds and any gain on the sale thereof are not includable in gross income under the New Jersey Gross Income Tax Act, 1976 N.J. Laws c. 47 (N.J.S.A. 54A:1-1 *et seq.*), as amended and supplemented.

Except as stated in the preceding paragraphs, we express no opinion as to any Federal, state, local or foreign tax consequences of the ownership or disposition of the Bonds. Furthermore, we express no opinion as to any Federal, state, local or foreign tax law consequences with respect to the Bonds, or the interest thereon, if any action is taken with respect to the Bonds or the proceeds thereof upon the advice or approval of other bond counsel.

This opinion is qualified to the extent that the enforceability of the rights or remedies with respect to the Bonds may be limited by bankruptcy, insolvency, debt adjustment, moratorium, reorganization or other similar laws affecting creditors' rights or remedies heretofore or hereafter enacted to the extent constitutionally applicable and their enforcement may also be subject to the exercise of judicial discretion in appropriate cases.

This opinion is rendered on the basis of Federal law and the laws of the State of New Jersey as enacted and construed on the date hereof.

We have examined each of the Bonds, as executed by the Township, and, in our opinion, the form of each Bond and their execution are regular and proper.

Very truly yours,

APPENDIX D

FORM OF APPROVING LEGAL OPINION FOR THE NOTES

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90 Woodbridge Center Drive
Suite 900 Box 10
Woodbridge, NJ 07095-0958
732.636.8000

March ___, 2026

Mayor and Township Council of the
Township of Brick
Brick, New Jersey

Ladies and Gentlemen:

We have examined certified copies of the proceedings of the Township Council of the Township of Brick, in the County of Ocean (the "Township"), a municipal corporation organized and existing under the laws of the State of New Jersey, and other proofs submitted to us relative to the authorization, sale, issuance, execution and delivery of the \$16,426,639 aggregate principal amount of Bond Anticipation Notes, Series 2026 (the "Notes") of the Township. The Notes are dated March 13, 2026, mature on March 12, 2027, and bear interest at the rate of _____ and _____ hundredths per centum (____%) per annum.

The Notes are issued in fully registered book-entry form, without coupons, initially registered in the name of, and held by, Cede & Co., as nominee for The Depository Trust Company, Brooklyn, New York ("DTC"), an automated depository for securities and clearing house for securities transactions. Individual purchases of the Notes will be made in book-entry form, without certificates, in denominations of \$5,000 each or any integral multiple of \$1,000 in excess thereof, or, as applicable, any odd denomination in excess thereof, through book entries made on the books and records of DTC and its participants. So long as DTC or its nominee is the registered owner of the Notes, payments of the principal of and interest on the Notes will be made by the Township or a duly designated paying agent directly to Cede & Co., as nominee for DTC, which will, in turn, remit such payments to DTC participants, which will, in turn, remit such payments to the beneficial owners of the Notes.

The Notes are not subject to redemption prior to their stated date of maturity.

The Notes are authorized by, and are issued pursuant to: (i) the provisions of the Local Bond Law of the State of New Jersey, N.J.S.A. 40A:2-1 et seq., as amended and supplemented (the "Local Bond Law"); (ii) various bond ordinances duly adopted by the Township Council of the Township, approved by the Mayor (if applicable), and published as required by law (the "Ordinances"); and (iii) a resolution duly adopted by the Township Council of the Township on February 10, 2026 (the "Resolution").

The Notes are being issued to: (i) refund, on a current basis, a \$12,276,709 principal portion of outstanding bond anticipation notes of the Township issued in the aggregate principal amount of \$31,744,700 on March 18, 2025 and maturing on March 17, 2026; and (ii) temporarily

finance the costs of various capital improvements and acquisitions in and by the Township in the amount of \$4,149,930, including paying the costs associated with the issuance of the Notes.

We are of the opinion that (i) such proceedings and proofs show lawful authority for the authorization, sale, issuance, execution and delivery of the Notes pursuant to the Local Bond Law, the Ordinances, and the Resolution; (ii) the Notes have been duly authorized, executed and delivered and constitute valid and legally binding general obligations of the Township enforceable in accordance with their terms; and (iii) the Township has pledged its full faith and credit for the payment of the principal of and interest on the Notes and, unless paid from other sources, all the taxable property located within the Township is subject to the levy of *ad valorem* taxes, without limitation as to rate or amount, for the payment of the principal of and interest on the Notes.

The Internal Revenue Code of 1986, as amended (the "Code"), establishes certain requirements which must be met at the time of, and on a continuing basis subsequent to, the issuance and delivery of the Notes in order for the interest thereon to be and remain includable from gross income for Federal income tax purposes under Section 103 of the Code. Noncompliance with such requirements could cause the interest on the Notes to be included in gross income for Federal income tax purposes retroactive to the date of the issuance of the Notes. The Township has covenanted in a tax certificate (the "Tax Certificate") relating to the Notes to maintain the exclusion of the interest on the Notes from gross income for Federal income tax purposes pursuant to Section 103(a) of the Code.

In our opinion, under existing statutes, regulations, rulings and court decisions, and assuming continuing compliance by the Township with the requirements of the Code and aforementioned covenants and representations stated in its Tax Certificate, interest on the Notes is not includable for Federal income tax purposes in the gross income of the owners of the Notes pursuant to Section 103 of the Code. The Notes are not "specified private activity bonds" within the meaning of Section 57 of the Code and, therefore, the interest on the Notes will not be treated as a preference item for purposes of computing the Federal alternative minimum tax; however, such interest is taken into account in determining the annual adjusted financial statement income of certain corporations for the purpose of computing the Federal alternative minimum tax imposed on corporations for tax years beginning after December 31, 2022.

We are also of the opinion that, under existing laws of the State of New Jersey, interest on the Notes and any gain on the sale thereof are not includable in gross income of the owners of the Notes under the New Jersey Gross Income Tax Act, 1976 N.J. Laws c. 47 (N.J.S.A. 54A:1-1 *et seq.*), as amended and supplemented.

Except as stated in the preceding paragraphs, we express no opinion as to any Federal, state, local or foreign tax consequences of the ownership or disposition of the Notes. Furthermore, we express no opinion as to any Federal, state, local or foreign tax law consequences with respect to the Notes, or the interest thereon, if any action is taken with respect to the Notes or the proceeds thereof upon the advice or approval of other bond counsel.

This opinion is qualified to the extent that the enforceability of the rights or remedies with respect to the Notes may be limited by bankruptcy, insolvency, debt adjustment, moratorium, reorganization or other similar laws affecting creditors' rights or remedies heretofore or hereafter enacted to the extent constitutionally applicable and their enforcement may also be subject to the exercise of judicial discretion in appropriate cases.

This opinion is rendered on the basis of Federal law and the laws of the State of New Jersey as enacted and construed on the date hereof.

We have examined the form of the executed Note and, in our opinion, the form of the Note is regular and proper.

Very truly yours,

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APPENDIX E

FORM OF CONTINUING DISCLOSURE CERTIFICATE FOR THE BONDS

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CONTINUING DISCLOSURE CERTIFICATE FOR THE BONDS

This Continuing Disclosure Certificate dated March ___, 2026 (the "Disclosure Certificate") is executed and delivered by the Township of Brick, in the County of Ocean (the "Township" or the "Issuer"), a municipal corporation organized and existing under the laws of the State of New Jersey, in connection with the authorization, sale, issuance, execution and delivery of the Township's \$17,807,000* aggregate principal amount of General Improvement Bonds, Series 2026 (the "Bonds"), all such Bonds being dated their date of delivery.

The Bonds are authorized by, and are being issued pursuant to: (i) the provisions of the Local Bond Law of the State of New Jersey, N.J.S.A. 40A:2-1 et seq., as amended and supplemented (the "Local Bond Law"); (ii) various bond ordinances duly adopted by the Township Council of the Township, approved by the Mayor (if applicable), and published as required by law; and (iii) a resolution duly adopted by the Township Council of the Township on February 10, 2026 entitled, "RESOLUTION (A) PROVIDING FOR THE COMBINATION OF CERTAIN BOND ORDINANCES AND DETERMINING THE FORM AND OTHER DETAILS OF THE OFFERING OF NOT TO EXCEED \$17,807,000 AGGREGATE PRINCIPAL AMOUNT OF GENERAL IMPROVEMENT BONDS, SERIES 2026, OF THE TOWNSHIP OF BRICK, IN THE COUNTY OF OCEAN, STATE OF NEW JERSEY (THE "TOWNSHIP") AND PROVIDING FOR THEIR SALE AND DETERMINING CERTAIN OTHER MATTERS WITH RESPECT THERETO, AND (B) AUTHORIZING THE SALE AND ISSUANCE OF NOT TO EXCEED \$16,426,639 AGGREGATE PRINCIPAL AMOUNT OF BOND ANTICIPATION NOTES, SERIES 2026 OF THE TOWNSHIP" (the "Resolution").

The Township covenants and agrees as follows:

SECTION 1. Purpose of the Disclosure Certificate. This Disclosure Certificate is being executed and delivered by the Township for the benefit of the Holders of the Bonds and Beneficial Owners of the Bonds and in order to assist the participating Underwriter(s) in complying with the Rule (as defined below). The Township acknowledges it is an "Obligated Person" under the Rule (as defined below).

SECTION 2. Definitions. In addition to the definitions set forth in the Resolution which apply to any capitalized term used in this Disclosure Certificate, unless otherwise defined in this Section 2, the following capitalized terms shall have the following meanings:

"Annual Report" shall mean any Annual Report provided by the Township pursuant to, and as described in, Sections 3 and 4 of this Disclosure Certificate.

"Beneficial Owner" shall mean any person which (a) has the power, directly or indirectly, to vote or consent with respect to, or to dispose of ownership of, any Bonds, as applicable (including persons holding Bonds, as applicable, through nominees, depositories or other intermediaries), or (b) is treated as the owner of any Bonds, as applicable, for Federal income tax purposes.

"Business Day" shall mean any day other than a Saturday, Sunday or a day on which the Township or the Dissemination Agent (as defined below) is authorized by law or contract to remain closed.

* Preliminary, subject to change.

“Continuing Disclosure Information” shall mean, collectively, (i) each Annual Report; (ii) any notice required to be filed by the Township or the Dissemination Agent (as defined below) with the MSRB, through the EMMA system (both as defined below), pursuant to Section 3 of this Disclosure Certificate; and (iii) any notice of a Listed Event required to be filed by the Township or the Dissemination Agent (as defined below) with the MSRB, through the EMMA system (both as defined below), pursuant to Section 5 of this Disclosure Certificate.

“Disclosure Representative” shall mean the Chief Financial Officer of the Township or her designee, or such other person as the Township shall designate in writing from time to time for the purposes of this Disclosure Certificate.

“Dissemination Agent” shall mean, initially, NW Financial Group, LLC, Bloomfield, New Jersey, or any Dissemination Agent subsequently designated in writing by the Township which has filed with the Township a written acceptance of such designation.

“EMMA” shall mean the Electronic Municipal Market Access system, a website created by the MSRB (as defined below) and approved by the SEC (as defined below) to provide a central location where investors can obtain municipal bond information including disclosure documents. The Township or the Dissemination Agent shall submit disclosure documents to EMMA as a Portable Document File (PDF file) to www.emma.msrb.org.

“Financial Obligation” shall mean a: (a) debt obligation; (b) derivative instrument entered into in connection with, or pledged as security or a source of payment for, an existing or planned debt obligation; or (c) guarantee of (a) or (b) listed hereinabove. The term *“Financial Obligation”* shall not include municipal securities as to which a final official statement has been provided to the MSRB (as defined below) consistent with the Rule (as defined below).

“Listed Events” shall mean any of the events listed in Section 5(a) of this Disclosure Certificate.

“MSRB” shall mean the Municipal Securities Rulemaking Board.

“National Repository” shall mean the MSRB, through the internet facilities of EMMA, or any other public or private repository or entity that shall hereafter be designated by the SEC (as defined below) as a repository for purposes of the Rule (as defined below).

“Rule” shall mean Rule 15c2-12(b)(5) adopted by the SEC (as defined below) under the Securities Exchange Act of 1934, as the same may be amended from time to time.

“SEC” shall mean the United States Securities and Exchange Commission.

“State” shall mean the State of New Jersey.

“Underwriter(s)” shall mean any of the original underwriter(s) of the Bonds required to comply with the Rule in connection with the purchase of the Bonds.

SECTION 3. Provision of Annual Reports. (a) The Township shall, not later than September 30 after the end of each fiscal year (currently December 31) until termination of the Township’s reporting obligations under this Disclosure Certificate pursuant to the provisions of Section 6 of this Disclosure Certificate, provide to the Dissemination Agent the Annual Report

prepared for the preceding fiscal year of the Township (commencing for the fiscal year ending December 31, 2025). Each Annual Report provided to the Dissemination Agent by the Township shall comply with the requirements of Section 4 of this Disclosure Certificate but may be submitted as a single document or as separate documents comprising a package and may cross-reference other information submitted to the National Repository. Any and all items that must be included in the Annual Report may be incorporated by reference from other information that is available to the public on EMMA, or that has been filed with the SEC.

(b) The Dissemination Agent, promptly (within ten (10) Business Days) after receiving the Annual Report from the Township, shall submit each Annual Report received by it to the National Repository and thereafter shall file a written report with the Township certifying that the Annual Report has been provided pursuant to this Disclosure Certificate to the National Repository and stating the date it was provided to the National Repository.

(c) If the Township fails to provide the Annual Report to the Dissemination Agent by the date required in subsection (a) of this Section 3, the Dissemination Agent shall send a notice to the Township advising of such failure. Whether or not such notice is given or received, if the Township thereafter fails to submit the Annual Report to the Dissemination Agent within ten (10) Business Days after the Annual Report was due pursuant to the provisions of subsection (a) of this Section 3, the Dissemination Agent shall promptly send a notice (with a copy of said notice to the Township) to the National Repository in substantially the form attached as Exhibit A hereto.

SECTION 4. Content of Annual Reports. The Township's Annual Report shall contain or incorporate by reference the following:

(1) The audited financial statements of the Township as of December 31 of each year (or unaudited financial statements if audited financial statements are not then available, which audited financial statements will be delivered when and if available);

The audited financial statements are to be prepared in accordance with generally accepted auditing standards and audit requirements prescribed by the Division of Local Government Services, in the Department of Community Affairs of the State of New Jersey (the "Division") that demonstrate compliance with the modified accrual basis, with certain exceptions, which is a comprehensive basis of accounting other than generally accepted accounting principles ("GAAP") and the budget laws of the State;

(2) The most current annual debt statement of the Township (as of December 31); and

(3) The general financial information and operating data of the Township consistent with the information set forth in Appendix A to the Official Statement dated March ___, 2026 prepared in connection with the sale of the Bonds (the "Official Statement"), consisting of (1) Township indebtedness and overlapping indebtedness, including a schedule of outstanding debt issued by the Township; (2) property valuation information; and (3) tax rate, levy and collection data.

Any or all of the items listed above may be incorporated by reference from other documents, including official statements of debt issues with respect to which the Township is an "Obligated Person" (as defined by the Rule), which have been filed with the MSRB, through the EMMA system, or the SEC. If the document incorporated by reference is a final official statement,

it must be available from the MSRB, through the EMMA system. The Township shall clearly identify each such other document so incorporated by reference.

SECTION 5. Reporting of Significant Events. (a) This Section 5 shall govern the giving of notices of the occurrence of any of the following events with respect to the Bonds, as applicable:

1. Principal and interest payment delinquencies;
2. Nonpayment 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 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 Bonds, or other material events affecting the tax status of the Bonds;
7. Modifications to rights of Bondholders, if material;
8. Bond calls, if material, and tender offers;
9. Defeasances of the Bonds;
10. Release, substitution or sale of property securing repayment of the Bonds, if material;
11. Rating changes relating to the Bonds;
12. Bankruptcy, insolvency, receivership or similar event of the Township;
13. The consummation of a merger, consolidation, or acquisition involving the Township or the sale of all or substantially all of the assets of the Township, 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 for the Bonds or the change of name of a trustee for the Bonds, if material;
15. Incurrence of a Financial Obligation of the Township, if material, or agreement to covenants, events of default, remedies, priority rights,

or other similar terms of a Financial Obligation of the Township, any of which affect Bondholders, if material; and

16. Default, event of acceleration, termination event, modification of terms, or other similar events under the terms of a Financial Obligation of the Township, any of which reflect financial difficulties.

The Township shall, in a timely manner not in excess of ten (10) business days after the occurrence of any Listed Event, file a notice of the occurrence of such Listed Event with the MSRB, through the EMMA system, in accordance with the provisions of this Section 5. In determining the materiality of any of the Listed Events specified in subsection (a) of this Section 5, the Township may, but shall not be required to, rely conclusively on an opinion of counsel.

(b) Whenever the Township has or obtains knowledge of the occurrence of any of the Listed Events, the Township shall, as soon as possible, for those events that are subject to a materiality determination, determine if such event would constitute information material to the Beneficial Owners of the Bonds.

(c) If the Township determines that the occurrence of a Listed Event has occurred or, for those events that are subject to a materiality determination, would be material to the Beneficial Owners of the Bonds, the Township shall promptly notify the Dissemination Agent in writing (if the Township is not the Dissemination Agent) and the Township shall instruct the Dissemination Agent to report such Listed Event and the Dissemination Agent (if the Township is not the Dissemination Agent) shall report the occurrence of such Listed Event pursuant to subsection (e) hereof.

(d) If the Township determines that the occurrence of a Listed Event would not be material to the Beneficial Owners of the Bonds, the Township shall promptly notify the Dissemination Agent in writing (if the Dissemination Agent is not the Township) and the Dissemination Agent (if the Dissemination Agent is not the Township) shall be instructed by the Township not to report the occurrence unless the Listed Event is not subject to a materiality determination.

(e) If the Dissemination Agent has been instructed in writing by the Township to report the occurrence of a Listed Event, the Dissemination Agent shall file a notice of such occurrence with the MSRB, through the EMMA system, with a copy to the Township (if the Dissemination Agent is not the Township). Notwithstanding the foregoing, notice of Listed Events described in subsections (a)(8) and (9) hereof need not be given under this subsection any earlier than the notice (if any) of the underlying event is given to the Beneficial Owner of the affected Bonds pursuant to the Resolution.

SECTION 6. Termination of Reporting Obligation. The Township's obligations under this Disclosure Certificate shall terminate upon the defeasance, prior redemption or payment in full of all of the Bonds or when the Township is no longer an "Obligated Person" (as defined in the Rule). The Township shall file a notice of the termination of its reporting obligations pursuant to the provisions hereof with the Dissemination Agent (if the Dissemination Agent is not the Township), which notice shall be filed by the Township or the Dissemination Agent, as applicable, with the MSRB, through the EMMA system, in accordance with the provisions of Section 5(e) of this Disclosure Certificate.

SECTION 7. Dissemination Agent; Compensation. The Township may, from time to time, appoint or engage a Dissemination Agent to assist it in carrying out its obligations under this Disclosure Certificate, and may discharge any such Dissemination Agent, with or without appointing a successor Dissemination Agent. The initial Dissemination Agent shall be NW Financial Group, LLC, Bloomfield, New Jersey. The Township shall compensate the Dissemination Agent (which shall be appointed) for the performance of its obligations hereunder in accordance with an agreed upon fee structure.

SECTION 8. Amendment; Waiver. Notwithstanding any other provision of this Disclosure Certificate, the Township may amend this Disclosure Certificate and any provision of this Disclosure Certificate may be waived, if such amendment or waiver (supported by an opinion of counsel expert in Federal securities laws acceptable to the Township to the effect that such amendment or waiver would not, in and of itself, cause the undertakings herein to violate the Rule if such amendment or waiver had been effective on the date hereof) is (a) made in connection with a change in circumstances that arises from a change in legal requirements, change in law, or change in the identity, nature, or status of the obligated person, or type of business conducted; (b) the undertaking, as amended or waived, would have complied with the requirements of the Rule at the time of the primary offering of the Bonds, after taking into account any amendments or interpretations of the Rule, as well as any change in circumstances; and (c) the amendment or waiver does not materially impair the interests of holders, as determined either by parties unaffiliated with the Township or "Obligated Person," or by approving vote of the Beneficial Owners of the Bonds, as applicable, pursuant to the terms of the Resolution at the time of the amendment. The Township shall give notice of such amendment or waiver to this Disclosure Certificate to the Dissemination Agent, which notice shall be filed in accordance with the provisions of Section 5 of this Disclosure Certificate. Notwithstanding the above, the addition of or change in the Dissemination Agent shall not be construed to be an amendment under the provisions hereof.

In the event of any amendment or waiver of a provision of this Disclosure Certificate, the Township shall describe such amendment in the next Annual Report, and shall include, as applicable, a narrative explanation of the reason for the amendment or waiver and its impact on the type (or in the case of a change of accounting principles, on the presentation) of financial information or operating data being presented by the Township. In addition, if the amendment relates to the accounting principles to be followed in preparing financial statements (i) notice of such change shall be given in the same manner as a Listed Event under Section 5 of this Disclosure Certificate, and (ii) the Annual Report for the year in which the change is made should present a comparison (in narrative form and also, if feasible, in quantitative form) between the financial statements as prepared on the basis of the new accounting principles and those prepared on the basis of the former accounting principles.

SECTION 9. Additional Information. Nothing in this Disclosure Certificate shall be deemed to prevent the Township from disseminating any other information, using the means of dissemination set forth in this Disclosure Certificate or any other means of communication, or including any other information in any Annual Report or notice of occurrence of a Listed Event, in addition to that which is required by this Disclosure Certificate. If the Township chooses to include any information in any Annual Report or notice of occurrence of a Listed Event, in addition to that which is specifically required by this Disclosure Certificate, the Township shall have no obligation under this Disclosure Certificate to update such information or include it in any future Annual Report or notice of occurrence of a Listed Event.

SECTION 10. Default. In the event of a failure of the Township to comply with any provision of this Disclosure Certificate, the Holders of at least 25% aggregate principal amount of Outstanding Bonds or any Beneficial Owner of the Bonds may take such actions as may be necessary and appropriate, including seeking mandamus or specific performance by court order, to cause the Township to comply with its obligations under this Disclosure Certificate. A default under this Disclosure Certificate shall not be deemed an Event of Default on the Bonds and the sole remedy under this Disclosure Certificate in the event of any failure of the Township to comply with this Disclosure Certificate shall be an action to compel performance.

SECTION 11. Duties, Immunities and Liabilities of the Dissemination Agent. The Dissemination Agent shall have only such duties as are specifically set forth in this Disclosure Certificate, and, to the extent permitted by law, the Township agrees to indemnify and hold the Dissemination Agent (if the Dissemination Agent is not the Township) and its respective officers, directors, employees and agents, harmless against any loss, expense and liabilities which it may incur arising out of or in the exercise or performance of its powers and duties hereunder, including the costs and expenses (including attorneys' fees) of defending against any claim of liability, but excluding liabilities due to the Dissemination Agent's gross negligence or willful misconduct. To the extent permitted by law, the Township further releases the Dissemination Agent from any liability for the disclosure of any information required by the Rule and this Disclosure Certificate. The obligations of the Township under this Section 11 shall survive resignation or removal of the Dissemination Agent and payment of the Bonds.

SECTION 12. Beneficiaries. This Disclosure Certificate shall inure solely to the benefit of the Township, the Dissemination Agent, the Underwriter(s), and the Beneficial Owners of the Bonds, including Bondholders, and shall create no rights in any other person or entity.

SECTION 13. Notices. All notices and submissions required hereunder shall be given to the following, or their successors, by facsimile transmission (with written confirmation of receipt) or electronic transmission (including e-mail), followed by hard copy sent by certified or registered mail, personal delivery or recognized overnight delivery:

(a) If to the Township:

Township of Brick
401 Chambers Bridge Road
Brick, New Jersey 08723
Attention: Chief Financial Officer

(b) Copies of all notices to the Dissemination Agent from time to time with respect to the Bonds, initially:

NW Financial Group, LLC
522 Broad Street
Bloomfield, New Jersey 07003
Attention: James A. Fagan, Managing Director

Each party shall give notice from time to time to the other parties, in the manner specified herein, of any change of the identity or address of anyone listed herein.

SECTION 14. Counterparts. This Disclosure Certificate may be executed in any number of counterparts which shall be executed by authorized signatories of the Township and the Dissemination Agent, as applicable, and all of which together shall be regarded for all purposes as one original and shall constitute and be but one and the same.

SECTION 15. Severability. If any one or more of the covenants or agreements in this Disclosure Certificate to be performed on the part of the Township and the Dissemination Agent should be contrary to law, then such covenant or covenants, or agreement or agreements, shall be deemed severable from the remaining covenants and agreements and shall in no way affect the validity of the other provisions of this Disclosure Certificate.

SECTION 16. Governing Law. This Disclosure Certificate shall be construed in accordance with, and governed by, the laws of the United States of America and the State of New Jersey, as applicable.

**TOWNSHIP OF BRICK
IN THE COUNTY OF OCEAN,
STATE OF NEW JERSEY**

By: _____

Chief Financial Officer

Acknowledged and Accepted by:

**NW FINANCIAL GROUP, LLC,
as Dissemination Agent**

Authorized Signatory

EXHIBIT A

**NOTICE TO EMMA OF FAILURE
TO FILE ANNUAL REPORT**

Name of Issuer: Township of Brick,
in the County of Ocean, State of New Jersey

Name of Issue: \$17,807,000* General Improvement Bonds, Series 2026 (the "Bonds")
Dated: March ___, 2026
(CUSIP Number: 107889___)

Date of Issuance: March ___, 2026

NOTICE IS HEREBY GIVEN that the above designated Township has not provided an Annual Report with respect to the above-named Bonds as required by the Resolution and a Continuing Disclosure Certificate for the Bonds, dated March ___, 2026, which was executed by the Township and acknowledged and accepted by the Dissemination Agent (the "Certificate"). Capitalized terms used herein and not otherwise defined shall have the meaning ascribed to such terms in the Certificate.

DATED: _____

DISSEMINATION AGENT
(on behalf of the Township)

cc: The Township

* Preliminary, subject to change.

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APPENDIX F

FORM OF CONTINUING DISCLOSURE CERTIFICATE FOR THE NOTES

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CONTINUING DISCLOSURE CERTIFICATE FOR THE NOTES

I, MAUREEN LAFFEY-BERG, Chief Financial Officer of the Township of Brick, in the County of Ocean (the "Township"), a municipal corporation organized and existing under the laws of the State of New Jersey, DO HEREBY CERTIFY in connection with the authorization, sale, issuance, execution and delivery of the Township's \$16,426,639 aggregate principal amount of Bond Anticipation Notes, Series 2026, dated March 13, 2026 and maturing on March 12, 2027 (the "Notes"), that pursuant to the requirements of Rule 15c2-12 promulgated by the Securities and Exchange Commission pursuant to the Securities Exchange Act of 1934, as amended and supplemented (the "Rule"), specifically subsections (d)(3) and (b)(5)(i)(C) thereof, the Township (or its duly appointed Dissemination Agent) will provide notice (the "Notice") to the Municipal Securities Rulemaking Board (the "MSRB") via its Electronic Municipal Market Access system ("EMMA") as a Portable Document File (PDF file) to www.emma.msrb.org of any of the following events with respect to the Notes herein described, as applicable: (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 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 Notes, or other material events affecting the tax status of the Notes; (7) modifications to rights of security holders, if material; (8) bond calls, if material, and tender offers; (9) defeasances; (10) release, substitution or sale of property securing repayment of the securities, if material; (11) rating changes; (12) bankruptcy, insolvency, receivership or similar event of the Township; (13) consummation of a merger, consolidation, or acquisition involving the Township, or sale of all or substantially all of the assets of the Township, other than in the ordinary course of business, 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 change of name of a trustee, if material; (15) incurrence of a Financial Obligation (as defined below) of the Township, if material, or agreement to covenants, events of default, remedies, priority rights, or other similar terms of a Financial Obligation of the Township, any of which affect Noteholders, if material; or (16) default, event of acceleration, termination event, modification of terms, or other similar events under the terms of a Financial Obligation of the Township, any of which reflect financial difficulties (collectively, the "Listed Events").

"Financial Obligation" shall mean a: (a) debt obligation; (b) derivative instrument entered into in connection with, or pledged as security or a source of payment for, an existing or planned debt obligation; or (c) guarantee of (a) or (b) listed hereinabove. The term *"Financial Obligation"* shall not include municipal securities as to which a final official statement has been provided to the MSRB, through the EMMA system, consistent with the Rule.

If the Township (or its duly appointed Dissemination Agent) (a) has or obtains knowledge of the occurrence of any of the Listed Events not requiring a materiality determination, or (b) determines that the occurrence of a Listed Event requiring a materiality determination would be material to the Beneficial Owners of the Notes, the Township (or its duly appointed Dissemination Agent) shall file a Notice of each such occurrence with the MSRB via EMMA in a timely manner not in excess of ten (10) business days after such determination.

The Township may, from time to time, appoint or engage a Dissemination Agent to assist it in carrying out its obligations under this Certificate, and may discharge any such Dissemination Agent, with or without appointing a successor Dissemination Agent. The initial Dissemination Agent shall be NW Financial Group, LLC, Bloomfield, New Jersey. The Township shall compensate the Dissemination Agent (which shall be appointed) for the performance of its obligations hereunder in accordance with an agreed-upon fee structure.

The Township's obligations under this Certificate shall terminate upon the redemption, defeasance or payment in full of the Notes.

In the event the Township fails to comply with any provision of this Certificate, any Noteholder may take such action as may be necessary and appropriate, including seeking mandamus or specific performance by court order, to cause the Township to comply with its obligations under this Certificate. Notwithstanding the above, the remedy for a breach of the provisions of this Certificate or the Township's failure to perform hereunder shall be limited to bringing an action to compel specific performance.

This Certificate shall inure solely to the benefit of the Township, the purchaser and the holders from time to time of the Notes, and shall create no further rights in any other person or entity hereunder.

IN WITNESS WHEREOF, I have hereunto set my hand on behalf of the Township this ____ day of March, 2026.

**TOWNSHIP OF BRICK
IN THE COUNTY OF OCEAN,
STATE OF NEW JERSEY**

_____,
Chief Financial Officer

Acknowledged and Accepted by:

**NW FINANCIAL GROUP, LLC,
as Dissemination Agent**

Authorized Signatory