

PRELIMINARY OFFICIAL STATEMENT DATED FEBRUARY 25, 2026

NEW ISSUE

**RATING: Moody's: "MIG 1"
(See "RATING" herein)**

In the opinion of Rogut McCarthy LLC, Bond Counsel to the Township, assuming compliance by the Township with its Tax Certificate described herein, under existing law, interest on the Notes is excluded from gross income of the owners thereof for Federal income tax purposes pursuant to Section 103 of the Internal Revenue Code of 1986, as amended (the "Code"). In addition, under existing law, interest on the Notes is not treated as a preference item for purposes of the alternative minimum tax imposed under the Code with respect to individuals; however, interest on the Notes that is included in the "adjusted financial statement income" of certain corporations is not excluded from the Federal corporate alternative minimum tax. In addition, Bond Counsel is further of the opinion that, under the New Jersey Gross Income Tax Act, as enacted and construed on the date hereof, interest on the Notes and any gain from the sale of the Notes are not includable in gross income of the holders thereof. See "TAX MATTERS" herein.

**TOWNSHIP OF WOODBRIDGE
IN THE COUNTY OF MIDDLESEX, NEW JERSEY**

\$50,000,000 BOND ANTICIPATION NOTES

Consisting of

**\$37,933,752 General Bond Anticipation Notes,
\$8,566,248 Sewer Utility Bond Anticipation Notes and
\$3,500,000 Housing Bond Anticipation Notes**

(Non-Callable) (Not Bank-Qualified) (Book-Entry Only)

Dated: March 13, 2026

Due: March 12, 2027

The \$50,000,000 Bond Anticipation Notes, consisting of \$37,933,752 General Bond Anticipation Notes (the "General Notes"), \$8,566,248 Sewer Utility Bond Anticipation Notes (the "Sewer Notes"), and \$3,500,000 Housing Bond Anticipation Notes (the "Housing Notes", and together with the General Notes and the Sewer Notes, the "Notes") of the Township of Woodbridge, in the County of Middlesex, New Jersey (the "Township"), shall be issued as fully registered book-entry notes for each principal amount of each series of the Notes registered in the name of Cede & Co., as registered owner and nominee of The Depository Trust Company, Brooklyn, New York ("DTC"), which will maintain a book-entry system for recording ownership interests of DTC Participants. Individual purchases of the beneficial ownership interests in the Notes may be in book-entry form only on the records of DTC and its Participants and only in the principal amount of \$1,000 or any integral multiple thereof with a minimum of \$5,000 required (except for two odd pieces in excess of \$5,000). Beneficial Owners of the Notes will not receive certificates representing their interests in the Notes. As long as Cede & Co. is the registered owner, as nominee of DTC, references in this Official Statement to the registered owners shall mean Cede & Co., and not the Beneficial Owners of the Notes. See "THE NOTES - Book-Entry Only System" herein.

The Notes are general obligations of the Township and are secured by a pledge of the full faith and credit of the Township for the payment of the principal thereof and the interest thereon. The Township is authorized and required by law to levy *ad valorem* taxes upon all the taxable real property within the Township for the payment of the principal of and interest on the Notes, without limitation as to rate or amount.

Interest on the Notes will be payable at maturity on March 12, 2027. Principal and interest on the Notes will be paid to DTC by the Township. 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 are not subject to redemption prior to maturity.

<u>Interest</u>	<u>Yield</u>
<u>Rate</u>	
_____ %	_____ %

The Notes are offered for sale upon the terms of the notice of sale and subject to the final approving opinion of Rogut McCarthy LLC, Cranford, New Jersey, Bond Counsel. It is anticipated that the Notes in definitive form will be available for delivery to DTC in Brooklyn, New York, on or about March 13, 2026.

**PROPOSALS FOR THE NOTES WILL BE RECEIVED
UNTIL 11:00 O'CLOCK A.M. ON MARCH 4, 2026
BY BOND COUNSEL ON BEHALF OF THE TOWNSHIP
VIA ELECTRONIC MAIL AT SLR@ROGUTMCCARTHY.COM OR
VIA THE PARITY ELECTRONIC BID SYSTEM OF I-DEAL LLC
FOR MORE DETAILS REFER TO THE NOTICE OF SALE**

This is a Preliminary Official Statement "deemed final" within the meaning of, and with the exception of certain information permitted to be omitted by, Rule 15c2-12 of the Securities and Exchange Commission, and the information contained herein is subject to completion or amendment in accordance with applicable law. The Issuer will deliver a final Official Statement in compliance with Rule 15c2-12. This Preliminary Official Statement shall not constitute an offer to sell or the solicitation of an offer to buy nor shall there be any sale of these securities in any jurisdiction in which such offer, solicitation or sale would be unlawful prior to registration, qualification or exemption under the securities laws of any such jurisdiction.

**TOWNSHIP OF WOODBRIDGE
MIDDLESEX COUNTY
STATE OF NEW JERSEY**

MAYOR

John E. McCormac

MUNICIPAL COUNCIL

Sharon McAuliffe – Council President- First Ward Councilwoman

Lizbeth DeJesus – Vice President - Councilwoman-at-Large

Howie Bauer- Second Ward Councilman

Cory S. Spillar – Third Ward Councilman

Virbhadra N. Patel - Fourth Ward Councilman

Debbie Meehan- Fifth Ward Councilwoman

Kyle Anderson - Councilman-at-Large

Brian Small, Councilman-at-Large

Daniel R. Harris - Councilman-at-Large

ADMINISTRATION

Vito Cimilluca - Business Administrator

Manuel Fernandez - Chief Financial Officer

John M. Mitch - Municipal Clerk

Richard Lorentzen - Tax Collector

Richard T. Duda - Tax Assessor

James P. Nolan, Jr., Esq. - Director of Law

George T. Brew - Director of Public Works and Parks

Robert Hubner - Police Director

Marta E. Lefsky - Director of Planning and Development

Brian Molnar - Director of Recreation and Residential Service

David Kologinsky - Director of Health and Human Services

TOWNSHIP AUDITOR

PKF O'Connor Davies, LLP

Woodcliff Lake, New Jersey

BOND COUNSEL

Rogut McCarthy LLC

Cranford, New Jersey

No broker, dealer, salesperson or other person has been authorized by the Township or the Underwriters to give any information or to make any representations with respect to 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 any of the foregoing. The information contained herein has been provided by the Township and other sources deemed reliable; however, no representation or warranty is made as to its accuracy or completeness and such information is not to be construed as a representation of accuracy or completeness and such information is not to be construed as a representation or warranty by the Underwriters or, as to information from sources other than itself, by the Township. 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 any 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.

References in this Official Statement to laws, rules, regulations, resolutions, agreements, reports and documents do not purport to be comprehensive or definitive. All references to such documents are qualified in their entirety by reference to the particular document, the full text of which may contain qualifications of and exceptions to statements made herein, and copies of which may be inspected at the offices of the Township during normal business hours.

The Underwriters have reviewed the information in this Official Statement pursuant to their responsibilities to investors under the federal securities laws, but the Underwriters do not guarantee the accuracy or completeness of such information.

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 Notes in any jurisdiction in which it is unlawful for any person to make such an offer, solicitation or sale. No dealer, broker, salesman or other person has been authorized to give any information or to make any representations other than as contained in this Official Statement. If given or made, such other information or representations must not be relied upon as having been authorized by the Township or the Underwriters.

TABLE OF CONTENTS

	<u>PAGE</u>
INTRODUCTION	1
THE NOTES	1
SECURITY AND SOURCE OF PAYMENT	4
AUTHORIZATION AND PURPOSE OF THE NOTES	4
NO DEFAULT	5
MARKET PROTECTION – BOND AND NOTE FINANCING	5
CERTAIN STATUTORY PROVISIONS FOR THE PROTECTION OF GENERAL OBLIGATION DEBT	5
MUNICIPAL BUDGET	8
ASSESSMENT AND COLLECTION OF TAXES	11
TAX MATTERS	12
STATEMENT OF LITIGATION.....	14
LEGALITY FOR INVESTMENT	14
FINANCIAL STATEMENTS.....	14
RATING.....	14
UNDERWRITING	15
DOCUMENTS ACCOMPANYING DELIVERY OF THE NOTES	15
INFECTIOUS DISEASE OUTBREAK – COVID-19	16
SECONDARY MARKET DISCLOSURE	16
PREPARATION OF OFFICIAL STATEMENT	18
ADDITIONAL INFORMATION.....	18
MISCELLANEOUS.....	19
Economic and Demographic Information Relating to the Township of Woodbridge	Appendix A
Independent Auditors’ Report and Financial Statements	Appendix B
Proposed Form of Bond Counsel Opinion	Appendix C

**OFFICIAL STATEMENT
OF THE TOWNSHIP OF WOODBRIDGE
IN THE COUNTY OF MIDDLESEX, NEW JERSEY
relating to**

**\$50,000,000 BOND ANTICIPATION NOTES
Consisting of
\$37,933,752 General Bond Anticipation Notes,
\$8,566,248 Sewer Utility Bond Anticipation Notes and
\$3,500,000 Housing Bond Anticipation Notes**

INTRODUCTION

This Preliminary Official Statement (the "Official Statement") which includes the cover page and the appendices attached hereto, has been prepared by the Township of Woodbridge (the "Township"), in the County of Middlesex (the "County"), State of New Jersey (the "State") in connection with the sale and issuance of its \$50,000,000 Bond Anticipation Notes, consisting of \$37,933,752 General Bond Anticipation Notes (the "General Notes"), \$8,566,248 Sewer Utility Bond Anticipation Notes (the "Sewer Notes"), and \$3,500,000 Housing Bond Anticipation Notes (the "Housing Notes", and together with the General Notes and the Sewer Notes, the "Notes"). This Official Statement has been executed by and on behalf of the Township by the Chief Financial Officer and may be distributed in connection with the Notes.

This Preliminary Official Statement is "deemed final", as of its date, within the meaning of Rule 15c2-12 of the Securities and Exchange Commission ("Rule 15c2-12"), but is subject to (a) completion with certain pricing and other information to be made available by the Underwriters and (b) amendment. This Preliminary Official Statement, as so revised, will constitute the "final official statement" within the meaning of Rule 15c2-12.

THE NOTES

General Description

The Notes shall be dated and shall bear interest from March 13, 2026 and shall mature on March 12, 2027. The Notes shall bear interest at the rate set forth on the cover hereof, which interest is payable on March 12, 2027. The Notes will be issued as fully registered notes in book-entry only form and when issued, 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. Purchases of beneficial interests in the Notes will be made in book-entry only form, without certificates, in denominations of \$1,000 or any integral multiple thereof, with a minimum purchase of \$5,000 (except for two odd pieces in excess of \$5,000). Under certain circumstances, such beneficial interests in the Notes are exchangeable for one or more fully registered note certificates in authorized denominations.

The note certificates will be on deposit with DTC. DTC will be responsible for maintaining a book-entry system for recording the interests of its Direct Participants and transfers of the interests among its Direct Participants. The Direct Participants and Indirect 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 Direct Participants, which will in turn remit such payments to the Beneficial Owners of the Notes.

Book-Entry Only System

DTC will act as securities depository for the Notes. The 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 note certificate will be issued for each issue of the Notes, in the principal amount of each issue of the Notes, and will be deposited with DTC.

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 and 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.

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

To facilitate subsequent transfers, all 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 the 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 Notes; DTC's records reflect only the identity of the Direct Participants to whose accounts such 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.

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

Principal and interest payments on the 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, if any, on the payable date in accordance with their respective holdings shown on DTC's records. Payments by Participants to Beneficial Owners will be governed by standing instructions and customary practices, as is the case with securities held for the accounts of customers in bearer form or registered in "street name", and will be the responsibility of such Participant and not of DTC, the paying agent, if any, or the Township, subject to any statutory or regulatory requirements as may be in effect from time to time. Payment of principal and interest to Cede & Co. (or such other nominee as may be requested by an authorized representative of DTC) is the responsibility of the Township or the paying agent, if any, disbursement of such payments to Direct Participants will be the responsibility of DTC, and disbursement of such payments to the Beneficial Owners will be the responsibility of Direct and Indirect Participants.

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

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

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

NEITHER THE TOWNSHIP NOR THE PAYING AGENT WILL HAVE ANY RESPONSIBILITY OR OBLIGATION TO SUCH DTC PARTICIPANTS OR THE PERSONS FOR WHOM THEY ACT AS NOMINEES WITH RESPECT TO THE PAYMENTS TO OR PROVIDING OF NOTICE FOR THE DTC PARTICIPANTS, OR THE INDIRECT PARTICIPANTS, OR BENEFICIAL OWNERS.

SO LONG AS CEDE & CO. IS THE REGISTERED OWNER OF THE NOTES, AS NOMINEE OF DTC, REFERENCES HEREIN TO THE NOTEHOLDERS OR REGISTERED OWNERS OF THE NOTES (OTHER THAN UNDER THE CAPTION "TAX MATTERS") SHALL MEAN CEDE & CO. AND SHALL NOT MEAN THE BENEFICIAL OWNERS OF THE NOTES.

Prior Redemption

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

SECURITY AND SOURCE OF PAYMENT

The Notes are general obligations of the Township, and the Township has pledged its full faith and credit for the payment of the principal of and the interest on the Notes. The Notes are direct obligations of the Township and, unless paid from other sources, the Township is required by law to levy *ad valorem* taxes upon all the real property taxable within the Township for the payment of the principal of and the interest on the Notes without limitation as to rate or amount.

Enforcement of a claim for the payment of principal of or interest on bonds or notes of the Township is subject to applicable provisions of Federal bankruptcy law and to the provisions of statutes, if any, hereafter enacted by the Congress of the United States or the Legislature of the State of New Jersey, providing extension with respect to the payment of principal of or interest on the Notes or imposing other constraints upon enforcement of such contracts insofar as any such constraints may be constitutionally applied. Under State law, a county, municipality or other political subdivision may file a petition under Federal bankruptcy laws and a plan for readjustment of its debt, but only after first receiving the approval of the State Municipal Finance Commission, whose powers have been vested in the Local Finance Board in the Division of Local Government Services (the "Division") in the State of New Jersey Department of Community Affairs (the "Local Finance Board").

AUTHORIZATION AND PURPOSE OF THE NOTES

The Notes are authorized and are to be issued pursuant to the Local Bond Law of the State of New Jersey, N.J.S.A. 40A:2-1 *et seq.*, as amended (the "Local Bond Law") and adopted bond ordinances of the Township.

The bond ordinances included in the sale of the Notes were published in full or in summary form after adoption along with the statement required by the Local Bond Law that the twenty-day period of limitation within which a suit, action or proceeding questioning the validity of the authorizing bond ordinances can be commenced, began to run from the date of the first publication of such estoppel statement. The Local Bond Law provides that after issuance, all obligations shall be conclusively presumed to be fully authorized and issued by all laws of the State, and any person shall be stopped from questioning the sale or the execution or the delivery of the Notes by the Township.

The proceeds of the Notes will be used to (i) currently refund \$23,994,425 of the Township's outstanding \$25,029,000 bond anticipation notes maturing on March 13, 2026 and (ii) provide \$26,005,575 to fund certain unfunded improvements. The projects to be funded by the Notes are listed below:

Ordinance No.	Description	Amount
General Notes		
21-30	Various Improvements & Acquisitions	\$ 4,059,715
21-31/2022-77	Acquisition of Police Department Equipment	275,904
21-63	Acquisition of Property for a Parking Lot	647,212
21-72	Various Improvements & Acquisitions	9,975,346
2024-72	Various Public Improvements	5,666,000
2025-37	Various Improvements and Acquisitions	10,875,000
2025-69	Acquisition of Various Properties for use as Municipal Court Facilities	3,333,000
2025-80	Various Improvements & Acquisitions	3,101,575
	Total General Notes	<u>37,933,752</u>
Sewer Notes		
2022-71	Various Improvements	5,536,248
2025-38	Various Improvements & Acquisitions	3,030,000
	Total Sewer Notes	<u>8,566,248</u>
Housing Notes		
2023-54	Loan to Housing Authority Green Oak	3,500,000
	Total Housing Notes	<u>3,500,000</u>
		<u>\$ 50,000,000</u>

NO DEFAULT

No principal or interest payments on Township indebtedness are past due. The Township has never defaulted in the payment of any bonds or notes.

MARKET PROTECTION – BOND AND NOTE FINANCING

The Township does not contemplate issuing any bonds, additional bond anticipation notes, or any tax anticipation notes during the balance of fiscal year ended June 30, 2026.

CERTAIN STATUTORY PROVISIONS FOR THE PROTECTION OF GENERAL OBLIGATION DEBT

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

The Local Bond Law governs the issuance of bonds and notes to finance certain general municipal and utility capital expenditures. Among its provisions are requirements that notes must mature within the statutory period of usefulness of the projects bonded and that notes be retired in serial installments. A 5% cash down payment is generally required toward the financing of expenditures for municipal purposes. All bonds and notes issued by the Township are general full faith and credit obligations.

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

This law regulates the non-budgetary financial activities of local governments. The Chief Financial Officer of every local unit must file annually, with the Director of the Division (the “Director”), a verified statement of the financial condition of the local unit and all constituent boards, agencies or commissions.

An independent examination of the Township's accounts must be performed annually by a licensed registered municipal accountant. The audit, conforming to the Division of Local Government Services' "Requirements of Audit", includes recommendations for improvement of the local units financial procedures and must be filed with the Director within eight months after the close of the fiscal year. A synopsis of the audit report, together with all recommendations made, must be published in a local newspaper within 30 days of its completion.

Debt Limits

The net authorized bonded indebtedness of the Township is limited by statute, subject to the exceptions noted below, to an amount equal to 3.50% of its average equalized valuation basis. The equalized valuation basis of the Township is set by statute as the average for the last 3 years of the equalized value of all taxable real property and improvements and certain Class II railroad property within its boundaries, as annually determined by the State Board of Taxation. Certain categories of debt are permitted by statute to be deducted for purposes of computing the statutory debt limit.

The Township has not exceeded its statutory debt limit. On June 30, 2025, the statutory net debt as a percentage of average equalized valuation was 1.16%. As noted above, the statutory limit is 3.50%.

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
General Purposes	\$174,507,411	\$589,547	\$173,917,864
Utility Purposes	59,351,944	55,240,944	4,111,000
School Purposes	<u>160,835,000</u>	<u>160,835,000</u>	<u>-0-</u>
Total	<u>\$394,694,355</u>	<u>\$216,665,491</u>	<u>\$178,028,864</u>

Exceptions to Debt Limits - Extensions of Credit

The Township may exceed its debt limit with the approval of the Local Finance Board. If all or any part of a proposed debt would exceed its debt limit, the Township may apply to the Local Finance Board for an extension of credit. If the Local Finance Board determines that a proposed debt authorization would not materially impair the credit of the Township or substantially reduce the ability of the Township to meet its obligations or to provide essential public improvements and services, or make certain other statutory determinations, approval is granted. In addition, debt in excess of the statutory limit may be issued to fund certain notes, to provide for self-liquidating purposes, and, in each fiscal year, to provide for purposes in an amount not exceeding 2/3 of the amount budgeted in such fiscal year for the retirement of outstanding obligations (exclusive of utility and assessment obligations).

Overlapping Debt

The County debt, which overlaps the Township, is not considered in the calculation of the debt limits of the Township. It represents the debt outstanding at the County level for which the Township will fund its portion of debt service through the normal payments of County taxes.

Short-Term Financing

The Township may sell short-term "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. Bond anticipation notes for capital improvements may be issued in an aggregate amount not exceeding the amount specified in the ordinance, as may be amended and supplemented, creating such capital expenditure. Bond anticipation notes may be issued for periods not greater than one year. Such notes shall mature and be paid not later than the first day of the fifth month following the close of the tenth fiscal year next following the date of the original notes. At the third and at each subsequent anniversary date from the original date of issuance, the amount of notes that may be issued must be decreased by the minimum amount required for the first year's principal payment for a bond issue.

School Debt (N.J.S.A. 18A:24-1 et seq.)

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.

School district bonds and temporary notes are issued in conformity with the cited statute, which closely parallels the Local Bond Law. Although school districts are exempted from the 5% down payment provision applicable to municipalities, they are subject to debt limits (which vary depending on the grades the school system provides), and to state regulation of their borrowing.

The Local Finance Board and the Commissioner of Education must approve any proposed authorization of debt which exceeds the statutory debt limit of a Type II district. A Type II school district has an elected board of education; a Type I school district has an appointed board and issues debt without a referendum. All authorizations of debt in a Type II school district require an approving referendum of the voters in the school district. The Township's school district is a Type II district.

All authorizations of debt must be reported to the Division of Local Government Services by means of a Supplemental Debt Statement prior to final approval to ensure that the proposed authorization is within all applicable debt limitations.

The School Bond Reserve Act, Chapter 72 of the Laws of 1980 of the State, as amended, devotes a portion of the Fund for the Support of Free Public Schools as security for payment of school bonds.

The Municipal Finance Commission (N.J.S. 52:27-1 et seq.)

The Municipal Finance Commission was created in 1931 to assist in the financial rehabilitation of municipalities which had defaulted in their obligations. The powers of such Commission are exercised today by the Local Finance Board. Several elements of the local finance system are intended to prevent default on obligations or occurrence of severe fiscal difficulties in any local unit. Should extreme economic conditions adversely affect any local unit, the statutory provisions are available to assist in restoring the stability of the local unit.

Any holder of bonds or notes which are in default for over sixty (60) days (for payment of principal or interest) may bring action against such municipality in the Superior Court of New Jersey. Any municipality may declare itself unable to meet its obligations and bring action in such court. In either case, the court's determination that the municipality is in default or unable to meet its obligations may place the municipality under the jurisdiction of the Municipal Finance Commission.

The Municipal Finance Commission exercises direct supervision over the finances and accounts of any local unit under its jurisdiction. Such commission is authorized to appoint an auditor to examine and approve all claims against the municipality and to serve as comptroller for that community. The Commission is also directed to supervise tax collections and assessments, to approve the funding of municipal school district indebtedness, the adjustment or composition of the claims of creditors, and the readjustment of debts under the Federal Municipal Bankruptcy Act.

The Local Finance Board also serves as the "funding commission" to exercise supervision over the funding or refunding of local government debt. Any county or municipality seeking to adjust its debt service must apply to and receive the approval of such funding commission for the proposed reorganization of its debt.

Investment of Municipal Funds

Investment of funds by New Jersey municipalities is governed by State statute. Pursuant to N.J.S.A. 40A:5-15.1, municipalities are limited to purchasing the following securities: (1) direct obligations of, or obligations guaranteed by, the United States of America ("U.S. Government Securities"); (2) government money market mutual funds invested in U.S. Government Securities or obligations of New Jersey school districts, municipalities, counties and entities subject to State regulation ("local obligations"); (3) obligations of Federal Government agencies or instrumentalities having a maturity of 397 days or less, provided such obligations bear a fixed rate of interest not dependent on any index or external factor; (4) notes or other obligations of the particular municipality or a school district encompassing the geographic area of the particular municipality; (5) notes or other obligations having a maturity of 397 days or less (a) constituting local obligations or (b) approved by the Division of Local Government Services of the State Department of Community Affairs; (6) local government investment pools, rated in the highest rating category, investing in U.S. government securities, local obligations and repurchase agreements fully collateralized by securities set forth in (1), (3) and (5) above; (7) deposits with the New Jersey Cash Management Fund (created pursuant to N.J.S.A. 52:18A-90.4; the "Cash Management Fund"); and (8) repurchase agreements with a maximum 30 day maturity fully collateralized by securities set forth in (1) and (3) above or local obligations. Municipalities are required to deposit their funds in interest-bearing bank accounts in banks satisfying certain security requirements set forth in N.J.S.A. 17:9-41 et seq., or invest in permitted investments to the extent practicable, and may invest in bank certificates of deposit.

The Cash Management Fund is governed by regulations of the State Investment Council, a non-partisan oversight body, and is not permitted to invest in derivatives. The Cash Management Fund is permitted to invest in U.S. Government Securities, Federal Government Agency obligations, certain short-term investment-grade corporate obligations, commercial paper rated "prime", certificates of deposit, repurchase agreements involving U.S. Government Securities and Federal Government Agency obligations and certain other types of instruments. The average maturity of the securities in the Cash Management Fund must be one year or less, and only a quarter of the securities are permitted to mature in as much as two years.

The Township has no investments in derivatives.

MUNICIPAL BUDGET

Pursuant to the Local Budget Law (N.J.S.A. 40A:4-1 et seq.) the Township is required to have a balanced budget in which debt service is included in full for each fiscal year.

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

The foundation of the New Jersey local finance system is the annual cash basis budget. Every local unit must adopt a budget in the form required by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. Items of revenue and appropriation are regulated by law and must be certified by the Director of the Division prior to final adoption of the budget. The Local Budget Law requires each local unit to appropriate sufficient funds for payment of current debt service, and the Director is required to review the adequacy of such appropriations, among others, for certification.

The Director has no authority over individual operating appropriations, unless a specific amount is required by law, but the review functions focusing on anticipated revenues serve to protect the solvency of all local units. Tax anticipation notes are limited in amount by law and must be paid in full within 120 days of the close of the fiscal year. The cash basis budgets of local units must be in balance, i.e., the total of anticipated revenues must equal the total of appropriations (N.J.S.A. 40A:4-22). If in any year a local unit's expenditures exceed its realized revenues for that year, then such excess must be raised in the succeeding year's budget.

Limitations on Municipal Appropriations and Tax Levy

A statute passed in 1976, as amended and supplemented (N.J.S.A. 40A:4-45.1 et seq.), commonly known as the "Cap Law", imposed limitations on increases in municipal appropriations subject to various exceptions. While the Cap Law restricts the ability of a municipality to increase its overall appropriations, the payment of debt service is an exception from this limitation. The Cap formula is somewhat complex, but basically, it permits a municipality to increase its overall appropriations by the lesser of 2.5% or the Cost-of-Living Adjustment ("COLA"). Increases up to 3.5% are allowed by adoption of an ordinance whenever the COLA is less than 2.5%. If the COLA is greater than 2.5%, an increase in any amount above 2.5% will be permitted by adoption of an ordinance to 3.5% and beyond 3.5% upon passage of a referendum. The COLA is the rate of annual percentage increase in the Implicit Price Deflator for State and Local Government purchases of goods and services computed by the U.S. Department of Commerce. Exceptions to the limitations imposed by the Cap Law also exist for other items including capital expenditures; extraordinary expenses approved by the Local Finance Board for implementation of an interlocal services agreement; expenditures mandated as a result of certain emergencies; and certain expenditures for services mandated by law. The Cap Law does not limit the obligation of the Township to levy *ad valorem* taxes upon all taxable real property within the Township to pay debt service.

Chapter 62 of the Pamphlet Laws of 2007 imposed restrictions upon the allowable annual increase in the tax levy. In general, starting with the 2008 budgets for calendar year municipalities and 2009 budgets for

fiscal year municipalities, municipalities have their tax levies limited to a four percent (4%) increase. The cap calculation is subject to various adjustments, such as the value of increased assessments, and allows for an increase in the adjusted tax levy for various items, including amounts required to be added to the adjusted tax levy for increases in debt service, amounts required to replace reductions in State formula aid, certain increased pension contributions, increases greater than four percent (4%) in the reserve for uncollected taxes, and increases in health care costs in excess of four percent (4%) (but not in excess of the percentage increase in the State Health Benefits Program). The law also allows the Local Finance Board to grant waivers for extraordinary circumstances (some of which are defined in the Law) and authorizes a municipality to submit a public question to the voters for approval (by an affirmative vote of at least sixty percent (60%)) to increase the amount to be raised by taxation by more than the allowable adjusted tax levy.

For municipalities, the levy cap is in addition to the existing appropriation cap; both cap laws must be met. Neither cap law limits the obligation of the Township to levy *ad valorem* taxes upon all taxable real property within the Township to pay debt service.

On July 13, 2010, P.L. 2010, c. 44 was approved, effective for budget years following enactment (the 2012 budget for the Township) reducing the tax levy cap to 2% and limiting the exclusions to amounts required to be raised by taxation for debt service as defined by law, certain pension contributions and health care costs in excess of 2% and extraordinary costs directly related to a declared emergency. Voter approval may be requested to increase the amount to be raised by taxation by more than the allowable adjusted tax levy. Chapter 44 eliminated the process for obtaining waivers for additional spending under the tax levy limitation.

The Township's appropriation and tax levy increases for fiscal years 2012 to 2026, inclusive, were within the limits allowed under the Cap Law, taking into account applicable adjustments and available "CAP" banks and without conducting a referendum to exceed the cap limits.

Miscellaneous Revenues

The Local Budget Law (N.J.S.A. 40A:4-26) provides that: "No 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 of like amount. The fiscal years for such grants rarely coincide with the municipality's fiscal year. However, grant revenue is generally not realized until received in cash.

Real Estate Taxes

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

N.J.S.A. 40A:4-41 provides with regard to current taxes that: "Receipts from the collection of taxes levied or to be levied in the municipality, or in the case of a county for general county purposes and payable

in the fiscal year, shall be anticipated in an amount which is not in excess of the percentage of taxes levied and payable during the next preceding fiscal year which was received in cash by the last day of the preceding fiscal year."

This provision and N.J.S.A. 40A:4-40 require that an additional amount (the "reserve for uncollected taxes") be added to the tax levy required to balance the budget so that when the percentage of the prior year's tax collection is applied to the combined total, the product will at least be equal to the tax levy required to balance the budget.

The reserve requirement is calculated as follows:

$$\frac{\text{Levy required to balance budget}}{\text{Prior Year's Percentage of Current Tax Collection (or lesser \%)}} = \text{Total Taxes to be Levied}$$

Chapter 28 of the Pamphlet Laws of 1997 of New Jersey amended Section 41 of the Local Budget Law to allow municipalities to reduce the reserve for uncollected taxes by taking into account prior year tax reductions resulting from tax appeal judgments awarded to property owners. Another statute, Chapter 99 of the Pamphlet Laws of 1997 of New Jersey, allows a municipality to (1) reduce the reserve for uncollected tax by deducting receipts anticipated during the fiscal year from the sale of unpaid taxes or municipal liens when such sale is concluded in the final month of the fiscal year or (2) not budget for the reserve for uncollected taxes if it sells its total property tax levy pursuant to such statute. See "Assessment And Collection of Taxes - Tax Collection Procedure" herein for a brief discussion of Chapter 99.

Deferral of Current Expenses

Emergency appropriations (those made after the adoption of the budget and the determination of the tax rate) may be authorized by the governing body of the municipality. However, with minor exceptions, such appropriations must be included in full in the following year's budget.

The exceptions are certain enumerated quasi-capital projects ("special emergencies") such as ice, snow, and flood damage to streets, roads and bridges, which may be amortized over three years, and tax map preparation, property revaluation programs, revision and codification of ordinances, master plan preparations, and drainage map preparation for flood control purposes and contractually required severance liabilities which may be amortized over five years. Of course, emergency appropriations for capital projects may be financed through the adoption of a bond ordinance and amortized over the useful life of the project.

Budget Transfers

Budget transfers provide a degree of flexibility and afford a control mechanism. Transfers between appropriation accounts may be made only during the last two months of the year. Appropriation reserves may be transferred during the first three (3) months of the year to the previous years' budget. Both types of transfers require a 2/3 vote of the full membership of the governing body, however, transfers cannot be made from either the down payment account or the capital improvement fund. Transfers may be made between sub-account line items within the same account at any time during the year, subject to approval by the governing body.

Operation of Utilities

Municipal public utilities are supported by the revenues generated by the respective operations of the utilities in addition to the general taxing power upon real property.

For each utility, there is established a separate budget. The anticipated revenues and appropriations for each utility are set forth in the separate budget. The budget is required to be balanced and to provide fully for debt service. The regulations regarding anticipation of revenues and deferral of charges apply equally to the budgets of the utilities.

Deficits or anticipated deficits in utility operations which cannot be provided for from utility surplus, if any, are required to be raised in the "Current Fund" or operating budget.

Fiscal Year

The Township is a fiscal year municipality. Chapter 75 of the Pamphlet Laws of 1991 of the State (codified as N.J.S.A. 40A:4-3.1) required municipalities with populations in excess of 35,000 or that received Municipal Revitalization Aid from the State in 1990 or 1991 to change their fiscal year from the calendar year to the State fiscal year (July 1 to June 30), unless an exemption was granted. Municipalities not meeting the criteria for a mandatory change had the option to choose to change to the State fiscal year. N.J.S.A. 40A:4-3.1 was amended by P.L. 2000, c. 126, to eliminate the criteria for mandatory change of the fiscal year, but to continue to grant all municipalities the option to change to the State fiscal year. In addition, P.L. 2008, c. 92, further amended N.J.S.A. 40A:4-3.1 to allow municipalities operating on a fiscal year basis to revert to a calendar year.

Budget Process

Primary responsibility for the Township's budget process lies with the Municipal Council. As prescribed by the Local Budget Law, adoption should occur by the end of September, however, extensions may be granted by the Division to any local governmental unit. In the first quarter in which the budget formulation is taking place, the Township operates under a temporary budget which may not exceed 35% of the previous fiscal year's adopted budget. In addition to the temporary budget, the Township may approve emergency temporary appropriations for any purpose for which appropriations may lawfully be made.

Capital Budget

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 of the next ensuing six years as a general improvement program. The capital budget, when adopted, does not constitute the approval or appropriation of funds, but sets forth a plan of the possible capital expenditures which the local unit may contemplate over the next six years. Expenditures for capital purposes may be made either by ordinances adopted by the governing body setting forth the items and the method of financing or from the annual operating budget if the items were detailed.

ASSESSMENT AND COLLECTION OF TAXES

Tax Collection Procedure

Real property taxes are assessed locally, based upon an assessment at true value. The tax bill includes a levy for Township, County and School purposes. Tax bills are mailed annually in June. Taxes are payable in four quarterly installments on February 1, May 1, August 1 and November 1. If unpaid on these dates, the amount due becomes delinquent and subject to interest at 8% per annum, or 18% on any delinquency amount in excess of \$1,500, and an additional penalty of 6% on delinquent taxes in excess of \$10,000. The school levy is turned over to the Board of Education as expenditures are incurred, and the balance, if any, is transferred as of June 30 of each fiscal year. County taxes are paid quarterly on February 15, May 15, August 15 and November 15 to the County by the Township. Annually, all properties with unpaid taxes for the

previous year are placed in a tax sale in accordance with the New Jersey Statutes. Annual in rem tax foreclosure proceedings are instituted to enforce the tax collection or acquisition of title to the property by the Township.

Chapter 99 of the Pamphlet Laws of 1997 of New Jersey allows 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 a surety bond. The purchaser is entitled to receive delinquent taxes and other municipal charges collected by the tax collector. The statute sets forth bidding procedures and minimum bidding terms and requires the review and approval of the sale by the Division of Local Government Services.

Tax Appeals

New Jersey statutes provide a taxpayer with remedial procedures for appealing an assessment deemed excessive. The taxpayer has a right to petition the Middlesex County Tax Board on or before the first day of April of the current tax year for review. The Middlesex County Tax Board has the authority after a hearing to decrease or reject the appeal petition. These adjustments are usually concluded within the current tax year and reductions are shown as canceled or remitted taxes for that year. If the taxpayer feels his petition was unsatisfactorily reviewed by the Middlesex County Tax Board, appeal may be made to the State Department of Taxation, Division of Tax Appeal, for a further hearing. Further, an assessment in excess of \$1,000,000 can be appealed directly to the Tax Court of New Jersey. State tax appeals tend to take several years prior to settlement, and any losses in tax collections from prior years are charged directly to operations or with the permission of the Local Finance Board may be financed, generally, over a three to five year period. In addition, pursuant to Assembly Bill No. 2004, signed into law on August 9, 2019, commercial tax appeal refunds exceeding \$100,000 may be paid to the property owner, with interest, in substantially equal payments within a three year period – rather than within sixty days of the final judgment (the standard period for refunds).

Further, pursuant to Assembly Bill No. 862, signed into law on January 18, 2022, residential tax appeal refunds, or commercial tax appeal refunds exceeding \$100,000, may be paid to the property owner, with interest, as a credit against the balance of property taxes that become due within a three-year period, with any excess after three years being paid immediately.

TAX MATTERS

Federal Income Taxes

The Internal Revenue Code of 1986, as amended (the "Code"), establishes certain requirements that must be met subsequent to the issuance and delivery of the Notes in order that interest on the Notes be and remain excluded from gross income of the owners thereof for federal income tax purposes pursuant to Section 103 of the Code. Such requirements include requirements relating to the use and investment of proceeds of the Notes and other amounts and rebate of certain arbitrage earnings to the United States. Noncompliance by the Township with such requirements may cause interest on the Notes to be included in gross income of the owners thereof retroactive to the date of issuance of the Notes, regardless of when such noncompliance occurs.

The Township has covenanted, to the extent permitted by the Constitution and the laws of the State, to do and perform all acts and things permitted by law and necessary to assure that interest paid on the Notes be and remain excluded from gross income of the owners thereof for federal income tax purposes pursuant to

Section 103 of the Code. The Township's Tax Certificate (the "Tax Certificate"), which will be delivered concurrently with the delivery of the Notes, will contain provisions and procedures regarding compliance with the requirements of the Code. The Township, in executing the Tax Certificate, will certify to the effect that the Township expects and intends to comply with the provisions and procedures contained therein.

In rendering the opinion described below with respect to the Notes, Bond Counsel has relied upon the covenant and has assumed the material accuracy of the representations, statements of intention and reasonable expectations, and certifications of fact contained in the Tax Certificate.

Tax Opinions

In the opinion of Rogut McCarthy LLC, Bond Counsel to the Township, assuming compliance by the Township with the Tax Certificate, under existing law, interest on the Notes is excluded from gross income of the owners thereof for Federal income tax purposes pursuant to Section 103 of the Code. In addition, under existing law, interest on the Notes is not treated as a preference item for purposes of the alternative minimum tax imposed under the Code with respect to individuals; however, interest on the Notes that is included in the "adjusted financial statement income" of certain corporations is not excluded from the Federal corporate alternative minimum tax. For other Federal tax information, see "Tax Matters - Additional Federal Income Tax Consequences" herein.

In the opinion of Bond Counsel, under the New Jersey Gross Income Tax Act, as enacted and construed on the date hereof, interest on the Notes and any gain from the sale of the Notes are not includable in gross income of the holders thereof.

Additional Federal Income Tax Consequences

Prospective purchasers of the Notes should be aware that ownership of governmental obligations, such as the Notes, may have collateral Federal income tax consequences for certain taxpayers, including financial institutions, property and casualty insurance companies, S Corporations, certain foreign corporations, individual recipients of Social Security or Railroad Retirement benefits, taxpayers otherwise eligible for the earned income credit and taxpayers who may be deemed to have incurred or continued indebtedness to purchase or carry such obligations. Prospective purchasers should consult their tax advisors as to any possible collateral consequences from the ownership of the Notes. Bond Counsel expresses no opinion regarding any such collateral Federal income tax consequences.

Proposals for Tax Changes

From time to time, there are Presidential proposals, proposals of various federal committees, and legislative proposals in the Congress and in the states that, if enacted, could alter or amend the federal and state tax matters referred to herein or adversely affect the marketability or market value of the Notes or otherwise prevent holders of the Notes from realizing the full benefit of the tax exemption of interest on the Notes. Further, such proposals may impact the marketability or market value of the Notes simply by being proposed. It cannot be predicted whether or in what form any such proposal might be enacted or whether if enacted it would apply to notes issued prior to enactment. In addition, regulatory actions are from time to time announced or proposed and litigation is threatened or commenced which, if implemented or concluded in a particular manner, could adversely affect the market value, marketability or tax status of the Notes. It cannot be predicted whether any such regulatory action will be implemented, how any particular litigation or judicial action will be resolved, or whether the Notes would be impacted thereby.

Purchasers of the Notes should consult their tax advisors regarding any pending or proposed legislation, regulatory initiatives or litigation. The disclosures and opinions expressed herein are based upon existing legislation and regulations as interpreted by relevant judicial and regulatory authorities as of the date

of issuance and delivery of the Notes, and no opinion is expressed as of any date subsequent thereto or with respect to any proposed or pending legislation, regulatory initiatives or litigation.

ALL POTENTIAL PURCHASERS OF THE NOTES SHOULD CONSULT WITH THEIR TAX ADVISORS IN ORDER TO UNDERSTAND THE IMPLICATIONS OF THE CODE.

STATEMENT OF LITIGATION

There is no litigation pending or threatened restraining or enjoining the issuance or the delivery of the Notes or the levy or the collection of taxes to pay the Notes or in any manner questioning the authority or the proceedings for the issuance of the Notes or for the levy or the collection of taxes. There is at present no single action pending or threatened against the Township which would impose an undue financial burden on the Township. In New Jersey's courts of general jurisdiction, unliquidated money damages are pleaded generally without specifying a dollar amount. The Township is a party-defendant in certain lawsuits, none of a kind unusual for a municipality of its size, and none of which, in the opinion of the Director of Law, would adversely impair the Township's ability to pay its noteholders. All of the Township's tort actions are being defended by municipal joint insurance funds (which provide pooled private insurance coverage and self-insurance coverage to its members). The Township is also insured for liability in excess of the limits provided by the municipal joint insurance funds. Pending municipal real estate appeals are limited in number and, based upon the Township's prior experience in tax appeals, and assuming that such tax appeals are resolved adversely to the interest of the Township, such resolution would not in any way endanger the Township's ability to pay its noteholders.

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 institutions, 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 Notes, and such Notes are authorized security for any and all public deposits.

FINANCIAL STATEMENTS

Appendix "B" to this Official Statement contains the audited financial statements of the Township for the years ended June 30, 2025 and June 30, 2024. The Auditor has consented to the inclusion of its report in this Official Statement. Copies of the complete Reports of Audit may be obtained upon request to the office of the Chief Financial Officer of the Township.

RATING

Moody's Investors Service, Inc. (the "Rating Agency") has assigned a rating of "MIG 1" to the Notes.

The rating reflects only the view of the Rating Agency and an explanation of the significance of such rating may only be obtained from the Rating Agency at the following address: 7 World Trade Center, 250 Greenwich Street, New York, New York 10007. The Township forwarded to the Rating Agency certain information and materials concerning the Notes and the Township. There can be no assurance that such rating will be maintained for any given period of time or that such rating will not be raised, lowered or withdrawn entirely if, in the Rating Agency's judgment, circumstances so warrant. Any downward change in, or withdrawal of, such rating may have an adverse effect on the marketability or market price of the Notes.

UNDERWRITING

The Notes have been purchased at a public sale from the Township for resale by the following purchasers (the "Underwriters"):

DOCUMENTS ACCOMPANYING DELIVERY OF THE NOTES

Absence of Litigation

Upon delivery of the Notes, the Township shall furnish a certificate of the Director of Law, dated the date of delivery of the Notes, to the effect that there is no litigation of any nature pending or threatened to restrain or enjoin the issuance, sale, execution or delivery of the Notes, or in any way contesting or affecting the validity of the Notes or any of the proceedings taken with respect to the issuance and sale thereof or the application of moneys to the payment of the Notes. In addition, such certificate shall state that there is no litigation of any nature now pending or threatened by or against the Township wherein an adverse judgment or ruling could have a material adverse impact on the financial condition of the Township, or adversely affect the power of the Township to enforce the collection of taxes or other revenues for the payment of its bonds and notes, which has not been disclosed in this Official Statement.

Legal Matters

The legality of the Notes will be subject to the approving opinion of Rogut McCarthy LLC, Cranford, New Jersey, Bond Counsel. Such opinion will be to the effect that:

1. The Notes have been duly authorized, executed and delivered and constitute valid and legally binding obligations of the Township, enforceable in accordance with their terms, except as enforcement of the Notes may be limited by bankruptcy, insolvency, reorganization, moratorium, liquidation or other laws relating to or affecting the enforcement of creditors' rights generally now or hereafter in effect to the extent constitutionally applicable, and enforcement may also be subject to the exercise of judicial discretion in certain cases.
2. 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, the Township is authorized and required by law to levy on all real property taxable by the Township such *ad valorem* taxes as may be necessary to pay the Notes and the interest thereon, without limitation as to rate or amount.

Rogut McCarthy LLC has not verified the accuracy, completeness or fairness of the statements contained in this Official Statement and will not express, and has not been requested to express, an opinion as to the accuracy, completeness or fairness of such statements. See "Appendix C – Proposed Form of Bond Counsel Opinion" herein.

Certificates of Township Officials

The original purchasers of the Notes shall also receive a certificate, dated as of the date of delivery of the Notes and signed by the Chief Financial Officer that (a) as of the date of the Official Statement furnished by the Township in relation to the Notes, said Official Statement did not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements contained therein, in light of the circumstances under which they were made, not misleading, subject to the condition that while information in said Official Statement obtained from sources other than the Township is not guaranteed as to accuracy, completeness or fairness, such officer has no reason to believe and does not believe that such information is materially inaccurate or misleading, and (b) to the knowledge of such officer, since the date of said Official Statement and since the date of the sale of the Notes, there have been no material transactions not in the

ordinary course of affairs entered into by the Township and no material adverse change in the general affairs of the Township or in its financial condition as shown in said Official Statement, other than as disclosed in or contemplated by said Official Statement, provided such certificate shall not include consideration of information supplied by, or that should have been supplied by, the successful bidders for the Notes. In addition, the original purchasers of the Notes shall also receive certificates in form satisfactory to Rogut McCarthy LLC, Bond Counsel, evidencing the proper execution and delivery of the Notes and receipt of payment therefor and a certificate, dated as of the date of delivery of the Notes and signed by the officers who signed the 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 Notes or the levy or collection of taxes to pay the Notes or the interest thereon, or questioning the validity of the statutes or the proceedings under which the Notes are issued, and that neither the corporate existence or boundaries of the Township, nor the title of the said officers to their respective offices, is being contested.

INFECTIOUS DISEASE OUTBREAK – COVID-19

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 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.

The Plan, signed into law on March 12, 2021, provided \$1.9 trillion in relief designed to provide funding to address the COVID-19 pandemic and alleviate the economic and health effects of the COVID-19 pandemic. The deadline to obligate the funds was December 31, 2024, and to spend them is December 31, 2026. The Township received \$17,920,420 from the Plan in two equal payments. On May 24, 2021, the Township received its first installment of funds under the Plan in the amount of \$8,960,210. The Township utilized this first installment in the Fiscal Year 2022 budget to replace lost public sector revenue. On June 6, 2022, the Township received its second installment of funds under the Plan in the amount of \$8,960,210. The Township utilized the second installment in the Fiscal Year 2023 budget to replace lost public sector revenue.

SECONDARY MARKET DISCLOSURE

The Township has a limited secondary market disclosure obligation pursuant to Rule 15c2-12(d)(3) because the Notes have a stated maturity of 18 months or less. In accordance with such exemption from full secondary market disclosure, the Township will agree, pursuant to a continuing disclosure certificate to be executed on the date of issuance of the Notes, to undertake for the benefit of the Noteholders and the beneficial owners of the Notes to provide certain secondary market disclosure information pursuant to Rule 15c2-12 to the Municipal Securities Rulemaking Board (the "MSRB") in an electronic format, as prescribed

by the MSRB. Specifically, the Township will do the following for the benefit of the holders of the Notes and the beneficial owners thereof:

Provide or cause to be provided in a timely manner not in excess of ten business days after the occurrence of the event, notice of the occurrence of any of the following events with respect to the Notes or financial obligations of the Township:

- (1) Principal or 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 the rights of Noteholders, if material;
- (8) Note calls, if material, and tender offers;
- (9) Defeasances;
- (10) Release, substitution or sale of property which secures the repayment of the Notes, if material;
- (11) Rating changes;
- (12) Bankruptcy, insolvency, receivership or similar event of the Township (the event is considered to occur when any of the following occur: the appointment of a receiver, fiscal agent or similar officer for the Township in a proceeding under the U.S. Bankruptcy Code or in any other proceeding under state or federal law in which a court or governmental authority has assumed jurisdiction over substantially all of the assets or business of the Township, or if such jurisdiction has been assumed by leaving the existing governing body and officials or officers in possession but subject to the supervision and orders of a court or governmental authority, or the entry of an order confirming a plan of reorganization, arrangement or liquidation by a court or governmental authority having supervision or jurisdiction over substantially all of the assets or business 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 or the change of name of a trustee, 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 Noteholders, 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 intends the words used in paragraphs (15) and (16) and the definition of "financial obligation" to have the meanings ascribed to them in SEC Release No. 34-83885 (August 20, 2018).

All documents provided to the MSRB shall be accompanied by identifying information as prescribed by the MSRB.

If the Township fails to comply with the above-described undertaking, any Noteholder or beneficial owner of the Notes may pursue an action for specific performance to enforce the rights of all Noteholders and beneficial owners with respect to such undertaking; *provided, however*, that failure to comply with such undertaking shall not be an event of default and shall not result in any acceleration of payment of the Notes or any liability by the Township for monetary damages. All actions shall be instituted, had and maintained in the manner provided in this paragraph for the benefit of all Noteholders and beneficial owners of the Notes.

The Township reserves the right to terminate its obligation to provide notice of material events, as set forth above, if and when the Township no longer remains an "obligated person" with respect to the Notes within the meaning of Rule 15c2-12.

The undertaking may be amended by the Township from time to time, without the consent of the Noteholders or the beneficial owners of the Notes, in order to make modifications required in connection with a change in legal requirements, a change in law or a change in identity, nature, type of operation or status of the Township, which in the opinion of nationally recognized bond counsel complies with Rule 15c2-12 and does not, in such bond counsel's opinion, materially impair the interests of the Noteholders and the beneficial owners of the Notes.

The Township previously failed to file, in accordance with Rule 15c2-12, in a timely manner, under previous filing requirements its most recent adopted budget for the fiscal year ending June 30, 2022. Additionally, the Township acknowledges that it previously failed to file, in a timely manner, a late filing notice and material event notices in connection with (i) its late filing of annual financial information, (ii) the incurrence of financial obligations pertaining to certain capital leases and (iii) a certain bond call. Such financial information and notices of late filing and material events have been filed with the MSRB's Electronic Municipal Market Access Dataport ("EMMA") as of the date of this Official Statement.

PREPARATION OF OFFICIAL STATEMENT

The firm of PKF O'Connor Davies, LLP, Woodcliff Lake, New Jersey, Certified Public Accountants, takes responsibility for the financial statements to the extent specified in the Independent Auditors' Report as presented in Appendix B.

The firm of PKF O'Connor Davies, LLP, assisted in the preparation of information contained in this Official Statement and Appendix A and information has been obtained from sources which PKF O'Connor Davies, LLP, considers to be reliable but they make no warranty, guarantee or other representation with respect to the accuracy and completeness of such information.

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

ADDITIONAL INFORMATION

Inquiries regarding this Official Statement, including requests for information additional to that contained herein, may be directed to the Township of Woodbridge, 1 Main Street, Woodbridge, New Jersey, Manuel Fernandez, Chief Financial Officer, (732) 634-4500, ext. 6008.

MISCELLANEOUS

This Official Statement is not to be construed as a contract or agreement between the Township and the purchasers or holders of any of 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 contained herein are subject to change without notice and neither the delivery of this Official Statement nor any sale of Notes made hereunder shall, under any circumstances, create any implication that there has been no change in the affairs of the Township, the State or any of their agencies or authorities, since the date hereof. The information contained in the Official Statement is not guaranteed as to accuracy or completeness.

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

**TOWNSHIP OF WOODBRIDGE, IN THE
COUNTY OF MIDDLESEX, NEW JERSEY**

By: /s/ _____
Manuel Fernandez
Chief Financial Officer

March ____, 2026

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APPENDIX A

**ECONOMIC AND DEMOGRAPHIC INFORMATION
RELATING TO THE TOWNSHIP OF WOODBRIDGE**

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GENERAL INFORMATION REGARDING THE TOWNSHIP

Historical and Geographical Data

The Township of Woodbridge received its charter in 1669. The Township consists of the communities of: Woodbridge proper, Fords, Hopelawn, Port Reading, Sewaren, Avenel, Colonia, Iselin, Menlo Park Terrace and Keasbey. It is the seventh largest municipality in New Jersey and the second largest in Middlesex County.

The Township is located between the dense urban network around New York City and the more diversified open space of New Jersey and Pennsylvania. Within a forty-five minute drive to the north and east is the Borough of Manhattan in New York City. The community is bordered by the Raritan River and the Arthur Kill both of which provide significant opportunities for the future development of international port facilities. Woodbridge has long been termed the "Crossroads" due to its strategic location in one of New Jersey's largest commercial/industrial areas as well as its prime highway and public transportation access.

The Township spans twenty-seven square miles. The land use at present consists of:

Residential	66.7%
Commercial	17.2%
Industrial	8.6%
Vacant Land/Apartments	7.5%

Zoning and Planning

Land development in the Township is controlled by the Master Plan dated March 2009. The land use and development ordinance was adopted under the Municipal Land Use Law of the State of New Jersey on May 29, 1979 and has been amended through January 21, 2025. All construction is governed by the State Uniform Construction Code.

Economic Development

Woodbridge Economic Development Corporation. The Woodbridge Economic Development Corporation (WEDCO) was incorporated in March 1992. The Corporation's 16-member Board of Trustees is composed of senior executives from major corporations located in the Township. Since 1992, WEDCO has been directly responsible for corporate relocations and/or plant expansions which have resulted in the creation of over 6,000 new jobs. WEDCO sponsored an annual developmental forum since 2007. The forums have been a huge success as a wide amount of developer/development interest was generated.

Woodbridge Township Redevelopment Agency. In 2008, the Woodbridge Township Redevelopment Agency was formed as part of an initiative to foster redevelopment. The Redevelopment Agency oversees site prioritization in over 100 redevelopment and rehabilitation areas throughout the Township. The Agency achieved the New Jersey Planning Officials "Excellence in Planning" award.

Public Investment. The Skyline Mini-Golf facility opened in April 2012 at the Woodbridge Community Center. The 18-hole outdoor course features water amenities, themed holes and a view of the New York City Skyline. The Woodbridge Community Center ("WCC") continues to be a popular recreation facility for Township and county residents of all ages. The WCC was enhanced further with batting cages and a bungee trampoline in 2015. A new mini golf course opened at the Township's

Springwood Swim Club in August 2022. The Township has embarked on and continues to undertake a rehabilitation and reconstruction program of all parks/open spaces, and aging school buildings, literally altering and updating all community facilities within the Township boundaries.

Development Initiatives. Within the past five (5) years the Township has undertaken and adopted: a reexamination of the 2009 Master Plan, numerous rehabilitation/redevelopment plans, and transit-oriented development plans.

Building Permits. Each year for the last ten (10) years, the Township of Woodbridge has issued between 4,500-6,200 building permits and has been one of the top five (5) issuers of the most building permits among all municipalities in the State.

Residential Development

Avenel Veterans Housing. Board approval was granted in October 2024 for the construction of a three-story apartment building with 60 units of supportive affordable housing for veterans. Permits were issued in September 2025.

162 West Kelly Street. Board approval was granted in October 2024 to construct a 3-story apartment building consisting of 17 units with associated site improvements.

Amarnath. This project completed in 2024 on Route 1 in Menlo Park Terrace. The existing motel was demolished and redeveloped with a three-story, 56-unit multifamily building, comprised of 28 one-bedroom units, 26 two-bedroom units and 2 three-bedroom units. The complex opened in 2024.

Housing Authority of Woodbridge Township & Woodbridge Township & Green Pathway Urban Renewal. Approval was granted in April of 2023 for this project in downtown Fords on New Brunswick Avenue. The two-part project will have a 61,927 square foot, 4-story, 75-unit senior apartment building and “The Park at Fords”, a 117, 806 square foot, 6 story, 113 unit apartment building with first-floor amenity and cafe space. Construction started in June 2023. The senior apartment building received its Certificate of Occupancy in September 2024. The market rate building is expected to be completed in late 2026.

Avenel Arts Village. Construction was completed in 2021 on the remediated former General Dynamics site along Avenel Street in Avenel. The property includes 7,500 square feet of retail space, 500 residential units with amenities, and a 13,150 square foot arts center that is the theme of the development. The Avenel Arts Village is linked to the downtown Woodbridge Arts District. The commercial building has a coffee shop and physical therapy office. Caroline’s Tavern and Jersey Boys pizzeria both opened on-site in 2025 and 2026.

Ronson Road. Construction completed in May of 2023: The project includes 386 multifamily units in four buildings and 12,000 square feet of retail space.

R&O Woodbridge Urban Renewal II, LLC. This was approved in August 2021 for a five (5) story building with a total of 124 residential units, reuse of an existing parking lot and a 3,600 square foot retail building at the former Hess Woodbridge site. Construction was completed in 2023.

Markim Developers. This major subdivision was granted in September 2022 in Colonia to demolish two (2) single-family dwellings and subdivide two (2) lots into eight (8) new lots. A new single-family dwelling will be built on each new lot. A cul-de-sac is proposed off of Wood Avenue to access the lots and a homeowner’s association will manage the properties. The site was completed in 2023.

R&O Urban Renewal. Redevelopment at the former Hess Woodbridge includes five (5) multi-family residential buildings with 376 units, one (1) residential clubhouse and two (2) retail buildings totaling 15,014 square feet in area. Construction was completed on this phase in 2022.

Boulevard II, LLC. This project in Avenel is for a 47,000 square foot, 39-unit apartment building in 2019. Construction was completed in 2021.

Quincy Heights. This project consists of 93 apartments and six (6) townhomes in Hopelawn. The project completed in 2021.

Jacobs Landing. The total project consists of 216 units and a community center and was completed in September 2021.

FP Port Reading/Falcon Partners. This redevelopment site consists of 56 apartment units along West Ave. Construction was completed in 2020.

Metropark Investments

Woodmont. Planning Board approval was granted in September 2022 for a six-story residential building with 300 units, an attached parking garage with 511 parking spaces, a 505 space surface parking lot and other related site improvements near Metropark in Iselin. A 160 senior bed memory/congregate care building is also approved. Construction started in 2025.

DOR Metropark. Construction began on redevelopment at Metropark Train Station in March 2024. This project includes a five-story structure (four residential floors over ground floor and basement level parking) Building "A" with a total of 245 units and 12,221 square feet of retail space and an 8-story, 260,758 square foot medical office Building "B". The two existing parking structures will remain with the west deck undergoing modifications. A pedestrian bridge and associated site improvements are proposed. Hackensack Meridian, New Jersey's largest and most comprehensive health network, will have a central Jersey hub at the site. Building should be completed in 2026.

Commercial Development

Elrac. Approval was granted in February 2026 to expand the existing Enterprise Car Rental location in Colonia.

Amboy Kastle. A 10,000 square foot daycare facility was approved in January 2026 on Amboy Avenue in Woodbridge.

Cloverleaf. Construction permits were issued in July 2024 to redevelop vacant lots at Routes 35 & 1 southbound in Avenel. The project consists of 61,135 square feet of retail stores. Sprouts grocery store and other retail stores including Nasto's Ice Cream, Alpha Fit, Honeygrow, Lasser Away, Paris Baugette and Club Pilates, opened in 2025.

Alba Medical. An urgent pet care facility on Route 1 in Avenel was approved and construction permits were issued in July 2025.

Trader Joe's. A new Trader Joe's supermarket on Route 1 in Iselin opened in 2025.

Burlington Stores. A Burlington Outlet Store opened in Woodbridge proper at St. George's Crossing in 2025. This is the second Burlington store in the Township.

Our House. A central Jersey provider for people with special needs opened on Amboy Avenue in Woodbridge at the former Mount Carmel school in February 2025.

Parkway Commons. This existing strip mall that borders the Garden State Parkway along Route 1 South in Iselin is being redeveloped with a 2,000 square foot freestanding Starbucks with drive-through. Also, a 5-story self-storage structure is proposed to be built adjacent to the existing structure. Existing stores are proposed to be filled by Home Sense and PC Richards. Construction is expected through 2026.

Bartek Bielecki. Three-story mixed use building was approved on New Brunswick Avenue in Fords in November 2019 with first-floor retail and second-floor apartments. Construction has begun.

430 & 432 New Brunswick Avenue. Board approval was granted in September 2024 for a mixed-use building with 12 apartment units.

101 New Brunswick Avenue. Approval was granted for a quick service Pizza Hut in Hopelawn in 2024. The location is expected to open in 2026.

Anchors Tiki Bar. The revitalization of the Sewaren waterfront began with the opening of the Township operated Anchors in June 2024.

Artistic Doors and Windows. This manufacturer of doors and windows in Avenel received approval in June 2022 to include a 5,359 square foot second-floor addition. Renovations are also proposed to the first-floor. In June 2024, the owner updated the approval to construct a new two-story building for manufacturing and warehouse uses.

Sansone Auto. A 7,115 square foot first-floor addition and a 1,749 square foot second-floor addition onto the Hyundai Building was approved in June 2022 and opened in 2024. A 1-story 2,262 square foot addition to the GMC & Nissan Parts & Service building completed construction in 2022. A 9,246 square foot one-story addition to the existing Jeep/Dodge building with 16 additional service bays was approved in February 2024 to the existing location along Route 1 in Avenel.

Garden State Veterinary. Approval was granted in November 2022 to remodel an existing building and exterior site work to develop the property with an animal hospital. Construction was completed in October of 2023.

200 Wood Ave. South. This redevelopment project in Iselin was approved in February 2020. The project proposed the addition of new, open walkways between the buildings. Other site modifications are proposed and parking spaces are proposed to increase from 136 spaces to 156 spaces. Permits were issued in May 2023.

Devry. This technical school returned in 2023 to the Township with a 5,000 square foot space in the office building adjacent to the Marriott Hotel in Iselin.

112 NBA. Redevelopment was completed in 2021 for a self-storage facility along New Brunswick Avenue in Hopelawn. The 128,000 square foot facility also has first-floor retail space.

Kirk Street Plaza. Two one-story medical office buildings were constructed in 2021 on a 125,000 square foot tract on Route 1 in Avenel. Building 1 is 13,435 square feet and Building 2 is 4,800 square feet. University Orthopedics is the tenant in the main building.

Cornerstone. This rehabilitation project created two commercial units on the first floor and added a second floor to construct two (2) one-bedroom apartments in downtown Woodbridge. A pizzeria and retail uses are on the first floor; the Certificate of Occupancy was issued in August 2020.

Alexandra. This was approved in January 2020 for a two-story addition to an existing one-story office building on West Pond Road in Hopelawn with site improvements.

346 Main Street. A five-story self-storage building was approved at the former Woodbridge Bowling Center in August 2025.

Hospitality

Royal Albert's Palace. This hotel-banquet facility received approval in 2013 for various additions and expansions: at the basement level, a 3,722 square foot addition; at the first floor level, a 7,104 square foot addition between the multipurpose building and the hotel, and a 9,373 square foot addition to the west of the multipurpose room, and 46 new surface parking spaces; at the mezzanine level, a 9,373 square foot addition to the west of the multipurpose room and a 7,104 square foot addition between the multipurpose building and the hotel. In addition, approval was granted for a second level to the parking deck consisting of 99 parking spaces. The project is under construction.

DCD Capitol, LLC. In August 2024, Board approval was granted for the construction of a 4-story, 122-room extended-stay hotel off of Route 1. The hotel is expected to open in 2026.

Woodbridge Hospitality Group LLC. A new four-story 100-room Springhill Suites (Marriott) was constructed on Route 9 in 2021 at the former Forge catering site, now open as Lake Chateau.

Jap Real Estate. Applicant received approval in August 2021 for a five-story, 104-room hotel on Route 1 South in Avenel. Demolition of the site was completed in 2025.

New National Chains Approved/Under Construction/Opened

Panda Express, Chipotle and Wing Stop (October 2019), Margaritas (November 2019), Popeyes (2021), Kids Empire (2021), Lidl Grocery Store (2021), LA Fitness (2021), Metro Self Storage (February 2022), Smoothie King (2022), Bubbakoo's Burritos (2022), Signia Hearing Aid Company (May 2023), Chick-Fil-A (September 2023), Aspen Dental (October 2023), Floor and Décor (November 2023), Tim Horton's (approved February 2024), Jersey Mike's (April 2022), Buy Buy Baby (April 2024), Taco Bell (addition approved May 2024), Burger King (renovations completed June 2024), Starbucks (approved September 2024), Chipolte (February 2025), Pollo Campero (approved March 2025), Rivian Auto (July 2025), KPOT Restaurant (March 2025), Nothing Bundt Cake (March 2025), Just Salads (October 2025), Dunkin Donuts (Colonia, October 2025).

New Small Businesses

Oster Properties Child Day Care (2021), Pediatric Urgent Care (2021), Nirvana Adult Daycare (2022), Ulta Beauty (February 2022), Phenix Salon Suites (March 2022), Hibachi Express (January 2023), LeAndra Pizza (February 2023), Cycology (February 2023), Noches De Colombia (March 2023), The Original Pancake House (May 2023), Spark Car Wash (May 2023), Enrique Hernandez Realtor Office

(June 2023), Mulberry Street Restaurant (renovations approved August 2023), Fast Bagel Shop (December 2023), Nabod Barber Studio (2023), Personal Training and Performance (January 2024), Sonic Suds Laundromat (January 2024), Laser Tag (January 2024), City MD Urgent Care (January 2024), JJ's Pizza (April 2024), Vinettas Beauty Care Spa (April 2024), Halal Express (April 2024), Speak Freezy Ice Cream (June 2024), Veer Vaar (June 2024), Coffee Beans (June 2024); In and Out Pet Services (February 2025), Spaw and Stay Avenel (February 2025), Desi Galaxy (March 2025), Taco Nazo (March 2025), Bussin Terminal (May 2025), One Zo Bubble Tea (March 2025), Angelina's Kitchen (March 2025), Garden State Orthopedic (April 2025), Avenel Snacks and Coffee (May 2025), Lead with Love Yoga (June 2025); Nirvana Day Care (June 2025), Kids Care Pediatrics (June 2025), Hichki Restaurant (June 2025).

Downtown Investments

PCP Heard Square/Avenue and Green. This project adjacent to the Woodbridge Train Station was completed in 2022 with a five-story mixed-use building with 232 apartments and 11,700 square feet of retail. LeGrand Coffee Co. is one of the retail tenants, along with UPS. Wonder, a food delivery, takeout, and dine-in from iconic restaurants, opened here also in June 2025.

Woodbridge 10 Main Urban Renewal/Modera. This downtown redevelopment project includes a six-story mixed use, multi-family residential community with 279 apartments (42 affordable units) and 5,600 square feet of commercial space with garage and surface parking. There is an accessory structure for parking, amenity space and related improvements. The building opened in November 2022. Viollete's restaurant is under construction and expected to open in 2026.

Fulton Street Urban Renewal, LLC. Board approval was granted December 2024 for the construction of a five-story mixed-use development consisting of 90 residential units, 2,500 square feet of retail space, a parking garage and associated site improvements. The site is under construction.

Mazza. Redevelopment in downtown Woodbridge will continue with 38 residential units, 32 structured parking spaces and 3,143 square feet of retail space. This project was approved in August 2023.

Ifetic. Redevelopment in downtown Woodbridge location with 30 apartments located behind Castello's restaurant. Approval was granted late 2025.

Sardar. Board approval was granted for the expansion of a jewelry store

Wick/Park at Woodbridge Station. This project in downtown Woodbridge on Brook Street is a six-story, 145-unit apartment building comprising 241,000 square feet with rooftop amenities. Construction was completed in September 2022.

Downtown Main Street entire structure renovations include: Woodbridge Brewing Company (2022), Strickland's Steakhouse (2023), Playa Bowls (2023), Knot Just Bagels (2024).

Other Downtown Main Street Woodbridge Openings. Business openings here include Siwa Thai Restaurant, Paint and Chill, Daffy's Donuts and Holy Cow Ice Cream, Eyestyles, Liv Nails, East Coast Guitar.

Industrial Development

SEI Keasbey. Approval was granted in December 2022 for two (2) warehouses, approximately 166,622 and 170,500 square feet. Trailer parking, loading docks and site improvements are proposed. Access is off Smith Street. Construction started in 2025.

750 Martin Street. Board approval was granted in March 2025 for a new 8,000 square foot warehouse in Avenel. Permits were issued for construction in December 2025.

IV5 Raritan River Logistics Center, LLC. Board approval was granted in January 2025 for the construction of a 972,000 square foot warehouse building with office spaces and site improvements. Waterfront amenities and access for community are also part of the development. Construction is underway.

SEI Cutters Dock. Approved in Keasbey in 2020 for a 395,956 square foot warehouse building with office space, parking and loading docks and a 327,308 square foot warehouse building with office space, parking and loading docks. Construction began in 2025.

Cutters Dock Road. This Keasbey redevelopment area was approved in June 2024 for a three-story 39,000 square foot warehouse and an 8,000 square foot warehouse/self storage structure with site improvements.

J&G Property Holding, LLC. Board approval was granted in June 2024 for the construction of a two-story building for manufacturing and warehouse.

American Beverage Packers, LLC. – American Beverage Packers, LLC completed construction in 2024 on a 608,000 square foot Arizona distribution center bottling facility and a 10,800 square foot storage facility. A maintenance garage was built in 2020

Prologis. In September 2020, a 267,000 square foot warehouse and distribution facility, along with 150 car parking spaces, 37 loading docks and 77 trailer parking spaces was approved along Paddock Street in Avenel. Construction was completed in 2024.

LWI. Site work associated with a warehouse use on Amboy Avenue was approved in April 2023. The project includes demolition of several buildings and construction of new surface parking areas, curb, drive aisles and an increase of 45 car parking spaces.

Morris Avenel. This application was approved in August 2020 to subdivide land from the Avenel Arts Village, demolish all structures on the former Woodbridge Developmental Center site and construct a 1.2 million square foot warehouse. The site was completed in December 2023.

Stericycle. Construction was completed in April 2022 on a 51,000 square foot medical waste processing facility and associated infrastructure in Keasbey.

FedEx Ground. Construction was completed on a new pedestrian bridge, guardhouse, HUB expansion, parking lot and site work in 2021.

IPT Avenel. This project was approved for demolition of an existing warehouse and to construct a one-story 122,000 square foot warehouse at the former Proctor and Gamble site in Avenel. The site received its Certificate of Occupancy in September 2020.

BTC 5 Paddock. This redevelopment project completed construction in 2020 on a 22,160 square foot area as warehouse space with exterior loading docks and site improvements. The building footprint remained the same at 153,778 square feet.

Woodmont Industrial. Received approval in December 2021 for a 54,113 square foot warehouse building in Fords with vehicle parking, truck court and loading docks. Construction was completed in 2023.

Pride Chemical. At this industrial site in Avenel approval was granted in June 2022 to construct a 2,127 square foot office addition to the main building and increase the parking lot from 38 parking spaces to 51.

ADI Marketing. Building permits were issued for a 34,500 square foot one-story addition to an existing warehouse in Avenel in May 2018. Construction was completed in 2021.

85 NBA. This application was approved in January 2020 to construct a 101,425 square foot warehouse with vehicle parking and loading docks along New Brunswick Avenue in Hopelawn. Construction was completed in 2021.

Amazon. A 185,000 square foot warehouse at Paddock Street in Avenel to be used as a last mile delivery station received its Certificate of Occupancy in September 2020.

Capital Budget

The Township anticipates various capital improvement purchases or projects for various departments. Although the timing and details necessary for the completion of such projects have not been finally determined, the Township adopted a capital budget reflecting such improvements. The capital budget does not constitute the approval or appropriation of funds, but rather sets forth a plan of the possible capital expenditures which the Township may contemplate over a specified period of time.

Transportation Facilities

The Township is served by many transportation modes. The New Jersey Turnpike and the Garden State Parkway intersect within the Township. In addition, the following highways pass through the Township: US #1, US #9, N.J. State Highways #27, #35, #184, #440 and US Interstate 287. Within the Township, there are 30.3 miles of State highways, 27.5 miles of County roads and 244.5 miles of municipal roads.

The MetroPark Train Station (“MetroPark”), located in the Iselin section of the Township, is a major transportation center servicing rail commuters to and from New York, Philadelphia, Boston and Washington. Parking capacity at MetroPark doubled several years ago to over 3,000 spaces after the completion of two multi-level parking garages. The Township improved a number of intersections around MetroPark in order to ease traffic flow in the area. N.J. Transit provides passenger service on the North Jersey Coast Line which has stations in Woodbridge and Avenel.

Newark Liberty International Airport is conveniently located within a short distance from the Township.

Utilities

The Township created a municipal public utility for sanitary sewer purposes known as the Woodbridge Township Sewer Utility (the "Sewer Utility"). The Sewer Utility was established as of January 15, 1990 for the purposes of providing all sanitary sewer services in the Township.

The Sewer Utility is responsible for operating and maintaining the sewerage collection system throughout the Township. All sewerage, however, is treated outside the Township, approximately 40% by the Rahway Valley Sewerage Authority ("RVSA") and approximately 60% by the Middlesex County Utilities Authority ("MCUA").

The Sewer Utility has been self-liquidating (anticipated revenues from the schedule of fees and payments sufficient to meet operating, maintenance and debt service costs, on an annual basis) most years since its creation in 1990. The Sewer Utility was self-liquidating in Fiscal Year 2025. The revenues of the Sewer Utility consist of user fees and connection fees imposed upon all users of the sewer system and certain payments to be made by the Borough of Carteret and the City of Perth Amboy pursuant to separate service agreements. The connection fee is a uniform charge per connection for all users. The user fees are calculated based upon the prior year water consumption, except in cases where actual sewage meter readings are available. Rates vary depending on the type of commercial establishment and the historical strength of the flows into sanitary sewers.

Under separate service agreements with the Borough of Carteret and the City of Perth Amboy, which municipalities connect with the MCUA through the Township's sewer system, Carteret and Perth Amboy are obligated to make payments to the Township to reimburse the Township for their estimated proportionate shares of the cost of design and construction of the sewer facilities which connect with the MCUA treatment plant and to pay for their respective shares of the cost of operation and maintenance of that portion of the Township's sewer system utilized to transport their sewage to the MCUA treatment plant. The MCUA charges the Township, and the Borough of Carteret and City of Perth Amboy separately, for their respective amounts of sewage flow to the MCUA treatment plant, based on separate metered readings of the flow from the Township, Carteret and Perth Amboy.

The current expenses of the Sewer Utility generally consist of operation and maintenance costs, debt service on Sewer Utility bonds and notes and payments to the MCUA and the RVSA for sewage treatment (these payments to authorities are based upon proportionate usage and contain operating and debt service components).

All revenues of the Sewer Utility are deposited into the Sewer Utility Operating Fund (the "Sewer Utility Operating Fund"), which is a section of the annual budget and are treated as moneys held for Sewer Utility purposes. Moneys in the Sewer Utility Operating Fund may be applied only to costs of the Sewer Utility Operating Fund or as otherwise permitted by law and are accounted for in accordance with the Local Budget Law and the Local Bond Law.

A sewer rate ordinance adopted on March 17, 1998 raised residential and industrial sewer rates and created nine new classes of commercial users, each of which had been paying the residential rate since 1990. There have been several subsequent rate increase ordinances, the most recent adopted in 2025 that is effective through 2029. The Sewer Utility bills users annually on or about March 1 with payments due April 1 and October 1 of each year.

The Township operates a self-liquidating Sewer Utility that generated \$28,927,374 in sewer user fees and other charges for Fiscal Year 2025.

The Middlesex Water Company provides the Township residents with their supply of water. Electric and gas are supplied by Public Service Electric and Gas Company and NUI Corporation, respectively.

The Township also operates a Recreation Utility that generated \$9,294,021 in recreation fees and other charges for Fiscal Year 2025.

The Township also operates a Marina/Boat Launch Utility that generated \$131,474 in marina and boat launch fees in Fiscal Year 2025.

The Township also operates a self-liquidating Parking Utility that generated \$273,965 from parking fees and permits in Fiscal Year 2025.

Municipal Government

The Township is governed pursuant to the Mayor-Council Plan of the Optional Municipal Charter Law (known as the Faulkner Act).

State statutes and the Township's Administrative Code provide for a separation between the legislative and administrative functions. The Municipal Council consists of nine members, four of whom are elected at large and five of whom are elected from each of the Township's five wards.

The councilpersons serve on a part-time basis and serve for a four year term. The Mayor is in charge of the administrative functions. The Mayor is the full-time chief executive officer and is elected at large by the voters for a four year term.

The Administrative branch consists of the departments of Administration and Finance, Law, Public Safety, Public Works and Parks, Health and Human Services, Planning and Development and Recreation and Residential Services.

Fire

The Township is served by nine independent fire districts. Each district is governed by five elected commissioners. The budgets for those districts are submitted to the voters for approval. Each district determines its own tax levy and the amount to be raised by taxation is billed by the Township along with County, school and municipal taxes.

Police

The department, under the supervision of the Police Director, consists of 213 sworn officers. In addition, there are 32 part-time auxiliary police officers, 13 special officers, 54 safety officers and school guards, 22 dispatchers and 46 office and maintenance personnel. Woodbridge Township was among the first in Middlesex County to implement the emergency 911 system.

Municipal Court

The Woodbridge Municipal Court ranks second in the State of New Jersey in the number of moving violation cases processed. The Court meets five days and four nights per week and is served by three Judges, a Court Director, a Court Administrator and three Deputy Court Clerks.

Public Works

The Department of Public Works and Parks is headed by a Director who is in charge of ten divisions: Engineering (which is headed by a professional engineer), Street Cleaning, Road Repairs, Equipment Repairs, Solid Waste/Recycling, Sewer Maintenance, Wastewater, Building and Grounds, Parks and School Custodians. Sewer Maintenance and Wastewater are charged directly to the Sewer Utility Operating Fund Budget. The Department employs a staff of approximately 300.

Solid Waste Disposal

The Township has contracted with the MCUA to pay tipping fees at the Edgeboro Landfill for five years (2022-2026) with established contract rates of \$70.00 per ton in 2022, \$71.25 per ton in 2023, \$72.50 per ton in 2024, \$73.75 per ton in 2025 and \$75.00 per ton in 2026. Middlesex County has entered into disposal contracts with virtually all of the municipalities located within the County, thereby guaranteeing a flow of waste to support debt service and operating costs of its landfill.

Library

The Woodbridge Free Public Library is operated under the control of a nine (9) member Board of Trustees. Seven trustees are appointed by the Mayor and approved by the Municipal Council. The Mayor and the Superintendent of Schools are also members of the Board of Trustees.

The Library is administered by a Director who oversees over 80 employees in the daily operations of the main library and three branches. There are approximately 36,000 registered borrowers. The library owns over 450,000 book volumes and over 50,000 non-print materials.

Education

The geographic boundaries of the Township and School District are coterminous. The School District is an independent legal entity under Title 18A, Education, of the New Jersey statutes.

Woodbridge is a Type II school district. The school district is authorized by law to issue debt for school purposes upon vote of the electorate.

The Board of Education consists of nine members elected by the voters for three-year terms. The school system consists of 25 schools as follows:

Type of School	Number	Grades	Enrollment as of June 30, 2025
High	3	9-12	4,421
Middle	5	6-8	3,205
Elementary	<u>17</u>	K-5	<u>6,219</u>
	<u>25</u>		<u>13,845</u>

More than 85% of High School seniors go on to higher education.

One of the County of Middlesex's Vocational and Technical High Schools is located in the Township.

Source: Woodbridge Township School District Annual Comprehensive Financial Report – June 30, 2025.

Assessment and Collection of Taxes

A revaluation of Township property was last performed in 1980. The equalized ratio for Township property is 18.67% as determined by the County of Middlesex Board of Taxation, for the calendar year 2025.

ECONOMIC AND DEMOGRAPHIC INFORMATION

Population

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

<u>Area</u>	<u>1980</u>	<u>1990</u>	<u>2000</u>	<u>2010</u>	<u>2020</u>	<u>2024</u>
Township of Woodbridge	90,074	93,086	97,203	99,585	103,639	106,101
County of Middlesex	595,893	671,780	750,162	809,858	822,736	890,119
State of New Jersey	7,365,011	7,730,188	8,414,350	8,791,894	8,882,371	9,500,851

Source: U.S. Census Bureau, Population Division. Not available for 2025.

Labor Force, Employment and Unemployment

The New Jersey Department of Labor reported the following annual average employment information for the Township of Woodbridge, the County of Middlesex and the State of New Jersey:

	<u>Total Labor Force</u>	<u>Employed Labor Force</u>	<u>Total Unemployed</u>	<u>Unemployment Rate</u>
<u>Township of Woodbridge</u>				
2024	\$ 54,122	\$ 51,646	\$ 2,476	4.6%
2023	53,997	51,632	2,365	4.4%
2022	53,150	51,114	2,036	3.8%
2021	52,450	48,962	3,488	6.7%
2020	52,459	47,548	4,911	9.4%
<u>County of Middlesex</u>				
2024	451,078	430,775	20,303	4.5%
2023	449,456	430,665	18,791	4.2%
2022	441,300	425,061	16,239	3.7%
2021	434,089	406,494	27,595	6.4%
2020	431,854	393,791	38,063	8.8%
<u>State of New Jersey</u>				
2024	4,898,008	4,676,064	221,944	4.5%
2023	4,867,113	4,659,779	207,334	4.3%
2022	4,756,002	4,572,879	183,123	3.9%
2021	4,654,243	4,342,075	312,167	6.7%
2020	4,643,700	4,204,301	439,399	9.5%

Source: State of New Jersey Data Center. Not available for 2025.

Income as of 2024

	Median Household	Median Family	Per Capita
	<u>Income</u>	<u>Income</u>	<u>Income</u>
Township of Woodbridge	\$112,619	\$132,029	\$47,577
County of Middlesex	115,040	133,732	50,572
State of New Jersey	104,294	127,593	53,818
United States	81,604	101,265	45,256

Source: U.S. Bureau of the Census, 2024 American Community Survey 5-Year Estimates.

BUDGET INFORMATION

Current Fund

	Fiscal Year Ended June 30, (As Adopted)				
	<u>2026</u>	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>
Anticipated Revenues					
Fund Balance	\$ 13,048,579	\$ 6,594,864	\$ 20,427,079	\$ 16,976,301	\$ 15,598,537
Miscellaneous Revenues	88,171,063	80,969,464	81,265,025	80,577,007	67,626,644
Receipts from Delinquent Taxes	6,187,225	9,709,991	6,287,517	3,800,000	2,600,000
Amount to be Raised by Taxes for Support of Municipal Budget	<u>112,196,560</u>	<u>108,375,202</u>	<u>105,756,265</u>	<u>105,285,995</u>	<u>105,199,092</u>
	<u>\$ 219,603,427</u>	<u>\$ 205,649,521</u>	<u>\$ 213,735,886</u>	<u>\$ 206,639,303</u>	<u>\$ 191,024,273</u>
Appropriations					
Salaries and Wages	\$ 86,777,279	\$ 82,758,828	\$ 77,924,249	\$ 76,423,279	\$ 71,336,543
Other Expenses	80,457,901	71,142,084	74,102,779	66,535,080	65,808,614
Deferred Charges, Statutory					
Expenditures and Transfers to BOE	31,523,244	28,545,338	22,268,031	19,338,359	19,773,287
Capital Improvement Fund	2,000,000	5,500,000	11,000,000	10,500,000	4,900,000
Municipal Debt Service	12,745,003	10,603,271	23,524,231	29,517,585	24,880,829
Reserve for Uncollected Taxes	<u>6,100,000</u>	<u>7,100,000</u>	<u>4,916,596</u>	<u>4,325,000</u>	<u>4,325,000</u>
	<u>\$ 219,603,427</u>	<u>\$ 205,649,521</u>	<u>\$ 213,735,886</u>	<u>\$ 206,639,303</u>	<u>\$ 191,024,273</u>

Source: Township of Woodbridge Adopted Budgets.

Capital Budget

In accordance with the Local Budget Law, each local unit should adopt and annually revise a multi-year capital program budget. The capital budget, when adopted, does not constitute the approval or appropriation of funds, but sets forth a plan of the possible capital expenditures which the local unit may contemplate over the next six years.

The following is a summary of the funding sources for the capital budget for the fiscal year ended June 30, 2026.

Proposed Sources of Funding

Budget Appropriations- All Funds	\$2,500,000
Capital Improvement Fund	580,000
Bonds and Notes – General	<u>11,020,000</u>
	<u>\$14,100,000</u>

Source: Fiscal Year 2026 Adopted Municipal Budget of the Township of Woodbridge.

FINANCIAL INFORMATION

Fund Balance and Amounts Utilized in Succeeding Year's Budget

Current Fund

<u>Fiscal Year</u>	<u>Fund Balance</u>	<u>Utilized in Budget of Succeeding Year</u>
2025	\$ 24,797,053	\$ 13,048,579
2024	20,478,316	6,594,864
2023 (Restated)	25,666,141	20,427,079
2022	29,171,771	16,976,301
2021	25,483,378	15,598,537

Source: Township of Woodbridge Annual Audit Reports.

Current Tax Collections

<u>Fiscal Year</u>	<u>Tax Levy</u>	<u>Collection During Year of Levy</u>	
		<u>Amount</u>	<u>Percent</u>
2025	\$ 401,004,709 (A)	\$ 395,116,024	98.53%
2024	399,237,991	389,433,003	97.54%
2023	383,328,316	375,647,896	97.99%
2022	385,027,228	380,766,043	98.89%
2021	366,813,446	363,700,027	99.15%

Source: Township of Woodbridge Annual Audit Reports.

(A) The tax levy is net of tax appeal reductions approved by resolution of the Municipal Council

Delinquent Taxes and Tax Title Liens

<u>As of June 30,</u>	<u>Tax Title Liens</u>	<u>Assigned Tax Title Liens</u>	<u>Delinquent Taxes</u>	<u>Total Delinquent</u>	<u>Percentage of Levy</u>
2025	\$ 819,040	\$ 194,062	\$ 5,876,366	\$ 6,889,468	1.72%
2024	712,871	194,062	9,949,247	10,856,180	2.72%
2023	673,691	194,062	6,505,479	7,373,232	1.92%
2022	910,201	194,062	3,964,450	5,068,713	1.32%
2021	800,952	194,062	2,640,903	3,635,917	0.99%

Source: Township of Woodbridge Annual Audit Reports.

**Assessed Valuation of Property Owned by
the Township Acquired for Taxes**

<u>As of June 30,</u>	<u>Amount</u>
2025	\$ 936,500
2024	936,500
2023	936,500
2022	936,500
2021	936,500

Source: Township of Woodbridge Annual Audit Reports.

Ten Largest Taxpayers

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

<u>Taxpayer</u>	<u>Assessment</u>
Atlantic Realty	\$ 126,175,100
Buckeye Terminals	31,982,200
Crossings	26,879,300
Colonial Pipeline	25,471,800
Shell Oil/Motiva	23,995,400
Wood Ave 194 LLC	22,308,000
250 Woodbridge Center Drive LLC	20,742,100
NECG Woodbridge BH LLC	20,589,900
PSE&G	18,739,200
Federal Business Centers	16,133,300
	<u>\$ 333,016,300</u>

Percentage of Total Assessed Value 10.53%

Source: Tax Assessor.

**Assessed Valuation
Land Improvements by Class**

<u>Year</u>	<u>Vacant Land</u>	<u>Residential</u>	<u>Commercial</u>	<u>Industrial</u>	<u>Apartment</u>	<u>Total</u>
2025	\$ 33,827,500	\$ 2,109,209,100	\$ 544,963,000	\$ 271,766,200	\$ 201,848,400	\$ 3,161,614,200
2024	36,007,800	2,101,772,100	553,747,200	265,980,000	201,829,700	3,159,336,800
2023	36,694,100	2,093,673,400	564,585,800	265,954,100	201,691,200	3,162,598,600
2022	42,285,000	2,085,024,900	597,454,000	267,372,200	200,384,500	3,192,520,600
2021	40,485,000	2,073,543,000	595,274,400	271,543,400	196,691,400	3,177,537,200

Source: Tax Duplicate.

**Assessed Valuations
Net Valuation Taxable**

<u>Year</u>	<u>Real Property</u>	<u>Business Personal Property</u>	<u>Net Valuation Taxable</u>	<u>Ratio of Assessed Value to True Value of Real Property</u>	<u>Total True Value of Assessed Property</u>
2025	\$ 3,161,614,200	\$ -	\$ 3,161,614,200	18.67%	16,934,194,965
2024	3,159,336,800	-	3,159,336,800	21.38%	14,777,066,417
2023	3,162,598,600	3,653,800	3,166,252,400	22.38%	14,147,687,221
2022	3,192,520,600	3,777,573	3,196,298,173	24.72%	12,930,008,790
2021	3,177,537,200	3,883,753	3,181,420,953	25.35%	12,621,739,557

Source: Tax Duplicate, Tax Assessor, Abstract of Ratables of Middlesex County and the 2025 Final Equalization Table County of Middlesex.

**Components of Real Estate Tax Rate
(per \$100 of Assessment)***

<u>Year</u>	<u>Total</u>	<u>Municipal</u>	<u>Local School</u>	<u>County</u>
2025	\$ 12.034	\$ 3.612	\$ 6.556	\$ 1.866
2024	11.634	3.507	6.433	1.694
2023	11.381	3.354	6.373	1.654
2022	11.096	3.338	6.191	1.567
2021	11.005	3.336	6.104	1.565

Source: Tax Collector.

* Does not include Fire District tax rates as each district within the Township had a different rate.

**Apportionment of Tax Levy
(Including School and County Purposes)**

<u>Fiscal Year</u>	<u>Total</u>	<u>Municipal</u>	<u>Local School</u>	<u>Fire Districts</u>	<u>County</u>
2025	401,257,260	\$ 112,653,950	\$ 202,732,047	\$ 31,612,633	\$ 54,258,630
2024	399,237,991	112,718,761	203,732,892	29,118,321	53,668,017
2023	383,328,316	108,607,268	199,812,836	24,514,102	50,394,110
2022	385,027,228	114,548,564	195,973,512	22,687,295	51,817,857
2021	366,813,446	105,613,996	192,400,600	21,637,108	47,161,742

Source: Township of Woodbridge Annual Audit Reports and Abstract of Ratables of Middlesex County.

DEBT INFORMATION

Debt Statements

The Township must report all new authorizations of debt or changes in previously authorized debt to the Division of Local Government Services, Department of Community Affairs of the State of New Jersey (the “Division”). The Supplemental Debt Statement, as this report is known, must be submitted to the Division before final passage of any debt authorization. Before July 31 of each year the Township must file an Annual Debt Statement with the Division. This report is made under oath and states the authorized, issued and unissued debt of the Township as of the previous June 30. Through the Annual and Supplemental Debt Statements, the Division monitors all local borrowing.

**Debt Incurring Capacity
As of June 30, 2025**

Municipal	
Equalized Valuation Basis (last 3 years average)	<u><u>\$ 15,361,298,350</u></u>
3 1/2% Borrowing Margin	\$ 537,645,442
Net Debt Issued, Outstanding and Authorized	<u>178,028,864</u>
Remaining Municipal Borrowing Capacity	<u><u>\$ 359,616,578</u></u>
Local School	
4% Borrowing Margin	\$ 614,451,934
Debt Issued, Outstanding and Authorized	<u>160,835,000</u>
Remaining School Borrowing Capacity	<u><u>\$ 453,616,934</u></u>

Source: Township of Woodbridge Annual Audit Reports.

**Gross and Statutory Net Debt
as of June 30,**

<u>Year</u>	<u>Gross Debt</u>	<u>Statutory Net Debt</u>	
	<u>Amount</u>	<u>Amount</u>	<u>Percentage</u>
2025	\$ 394,694,355	\$ 178,028,864	1.16%
2024	402,366,943	169,195,170	1.21%
2023	405,555,819	158,727,007	1.20%
2022	402,627,447	131,974,637	1.07%
2021	398,053,457	138,709,387	1.19%

Source: Township of Woodbridge Annual Audit Reports.

**Statement of Indebtedness
As of June 30, 2025**

GENERAL PURPOSES

Bonds, Notes and Loans Issued and Outstanding	\$ 157,056,411	
Authorized but Not Issued	<u>17,451,000</u>	174,507,411

SEWER UTILITY PURPOSES

Bonds and Notes Issued and Outstanding	52,210,944	
Authorized but Not Issued	<u>3,030,000</u>	55,240,944

RECREATION UTILITY PURPOSES

Bonds Issued and Outstanding	<u>4,111,000</u>	4,111,000
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LOCAL SCHOOL

Debt Issued, Outstanding and Authorized		<u>160,835,000</u>
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	TOTAL GROSS DEBT	394,694,355
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STATUTORY DEDUCTIONS

Municipal	589,547	
Self Liquidating	55,240,944	
Local School	<u>160,835,000</u>	
		<u>216,665,491</u>

	TOTAL NET DEBT	<u><u>\$ 178,028,864</u></u>
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Statement of Indebtedness
As of June 30, 2025
(Continued)

OVERLAPPING DEBT (As of December 31)

County of Middlesex (Note (1))	61,110,219
Middlesex County Utilities Authority (Note (2))	4,274,283
Rahway Valley Sewerage Authority (Note (2))	22,492,582

TOTAL OVERLAPPING DEBT \$ 87,877,084

GROSS DEBT

Per Capita (2024 - 106,101)	\$ 3,720
Percent of Net Valuation Taxable (2025-\$3,161,614,200)	12.48%
Percent of Estimated True Value of Real Property (2025- \$16,934,194,965)	2.33%

NET MUNICIPAL DEBT

Per Capita (2024 - 106,101)	\$ 1,678
Percent of Net Valuation Taxable (2025-\$3,161,614,200)	5.63%
Percent of Estimated True Value of Real Property (2025- \$16,934,194,965)	1.05%

OVERALL DEBT (Gross and Overlapping Debt)

Per Capita (2024 - 106,101)	\$ 4,548
Percent of Net Valuation Taxable (2025-\$3,161,614,200)	15.26%
Percent of Estimated True Value of Real Property (2025- \$16,934,194,965)	2.85%

Note (1) Overlapping debt was computed based upon the real property ratio of equalized valuations of the municipality to all municipalities within the County as provided in the 2024 Abstract of Ratables published by the Middlesex County Board of Taxation as of December 31, 2024.

Note (2) Overlapping debt was computed based upon usage, MCUA as of December 31, 2024 and RVSA as of December 31, 2024.

Source: Township of Woodbridge Annual Audits and the County of Middlesex and Authorities Annual Audits.

APPENDIX B

**INDEPENDENT AUDITORS' REPORT AND
FINANCIAL STATEMENTS OF THE
TOWNSHIP OF WOODBRIDGE
IN THE COUNTY OF MIDDLESEX,
STATE OF NEW JERSEY**



TOWNSHIP OF WOODBRIDGE

MIDDLESEX COUNTY, NEW JERSEY

**FINANCIAL STATEMENTS AND SUPPLEMENTARY DATA
AND INFORMATION**

YEARS ENDED JUNE 30, 2025 AND 2024





Independent Auditors' Report

**The Honorable Mayor and Members
of the Township Council
Township of Woodbridge
Woodbridge, New Jersey**

Report on the Audit of the Regulatory Basis Financial Statements

Opinions on Regulatory Basis Financial Statements

We have audited the regulatory basis financial statements of the various funds and the governmental fixed assets of the Township of Woodbridge, New Jersey, ("Township") which comprise the balance sheets as of June 30, 2025 and 2024, and the related statements of operations and changes in fund balance for the years then ended, the statements of changes in fund balance, the statements of revenues and statements of expenditures for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the Township's basic financial statements as listed in the table of contents.

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the accompanying regulatory basis financial statements present fairly, in all material respects, the regulatory basis balance sheets of the Township as of June 30, 2025 and 2024, and the regulatory basis revenues, expenditures, and changes in fund balances and the statements of changes in fund balance for the years then ended, the statements of revenues and statements of expenditures for the year ended June 30, 2025 and the related notes to the financial statements, in accordance with the financial reporting provisions of the Division of Local Government Services, Department of Community Affairs, State of New Jersey ("Division") 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 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 June 30, 2025 and 2024, or its revenues, expenditures and changes in fund balances thereof for the years then ended.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America ("GAAS") and requirements prescribed by the Division. Our responsibilities under those standards and requirements are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Township, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

PKF O'CONNOR DAVIES, LLP
20 Commerce Drive, Suite 301, Cranford, NJ 07016 | Tel: 908.272.6200 | Fax: 908.272.2416 | www.pkfod.com

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**The Honorable Mayor and Members
of the Township Council
Township of Woodbridge
Woodbridge, New Jersey**

Page 2

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

As described in Note 1 of the financial statements, the financial statements are prepared by the Township on the basis of the financial reporting provisions of the Division (regulatory basis), which is a basis of accounting other than accounting principles generally accepted in the United States of America, to meet the requirements of the Division. 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 the financial statements in accordance with the financial reporting provisions of the Division. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditors' Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with GAAS and 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 judgement, 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.

**The Honorable Mayor and Members
of the Township Council
Township of Woodbridge
Woodbridge, New Jersey**

Page 3

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.

PKF O'Connor Davies, LLP

Woodcliff Lake, New Jersey
November 26, 2025

Gary W. Higgins

Gary W. Higgins, CPA
Registered Municipal Accountant, No. 405

TOWNSHIP OF WOODBRIDGE
COMPARATIVE BALANCE SHEETS - REGULATORY BASIS
CURRENT FUND
AS OF JUNE 30, 2025 and 2024

	<u>2025</u>	<u>2024</u>
ASSETS AND DEFERRED CHARGES		
Regular Fund		
Cash and Cash Equivalents	\$ 43,815,526	\$ 26,893,893
Change Funds	1,750	1,750
Grants and Donations Receivable	11,939,193	28,459,226
Due from the State of New Jersey - Senior Citizens' and Veterans' Deductions	<u>350,119</u>	<u>360,119</u>
	<u>56,106,588</u>	<u>55,714,988</u>
Receivables and Other Assets with Full Reserves		
Delinquent Taxes Receivable	5,876,366	9,949,247
Tax Title Liens Receivable	819,040	712,871
Assigned Tax Title Liens Receivable	194,062	194,062
Property Acquired for Taxes - Assessed Valuation	936,500	936,500
Due from Other Trust Fund	36,628	46,703
Due from Recreation Utility Operating Fund	134,483	404,329
Due from Special Improvement District Trust Fund	-	621
Due from CDBG Trust Fund	191	-
Due from General Capital Fund	21,065	-
Due from Self Insurance Trust Fund	1,621	16,762
Due from Woodbridge Redevelopment Agency	356,769	53
Other Accounts Receivable	49,950	49,950
Prepaid School Taxes	1,002	1,002
Revenue Accounts Receivable	<u>215,044</u>	<u>98,648</u>
	<u>8,642,721</u>	<u>12,410,748</u>
Deferred Charges		
Emergency Authorizations	<u>1,180,000</u>	<u>-</u>
 Total Assets and Deferred Charges	 <u>\$ 65,929,309</u>	 <u>\$ 68,125,736</u>

The Accompanying Notes are an Integral Part of these Financial Statements

TOWNSHIP OF WOODBRIDGE
COMPARATIVE BALANCE SHEETS - REGULATORY BASIS
CURRENT FUND
AS OF JUNE 30, 2025 AND 2024

	<u>2025</u>	<u>2024</u>
LIABILITIES, RESERVES AND FUND BALANCE		
Regular Fund		
Appropriation Reserves	\$ 5,363,976	\$ 4,980,874
Encumbrances Payable	6,305,573	12,579,894
Tax Overpayments	214,644	46,821
Prepaid Taxes	423,389	350,351
Miscellaneous Reserves	459,401	520,144
Accounts Payable	2,952,980	2,698,267
Prepaid Revenue	4,000	4,000
Due to Sewer Operating Fund	441	-
Due to General Capital Fund		1,170,502
Due to Animal Control Trust Fund	95,574	84,549
Reserve for Grants and Donations - Unappropriated	2,606,097	1,432,850
Reserve for Grants and Donations - Appropriated	12,160,491	9,229,944
Due to CDBG Trust Fund		48,047
Due to Marina Utility Operating Fund	3,811	2,184
Due to Outside Lienholders	124,494	96,705
Reserve for Payroll	110,792	458,119
Reserve for Insurance Recoveries	185,347	185,347
Due to County of Middlesex - PILOT Revenues	<u>1,478,525</u>	<u>1,348,074</u>
	32,489,535	35,236,672
Reserve for Receivables and Other Assets	8,642,721	12,410,748
Fund Balance	<u>24,797,053</u>	<u>20,478,316</u>
Total Liabilities, Reserves and Fund Balance	<u>\$ 65,929,309</u>	<u>\$ 68,125,736</u>

TOWNSHIP OF WOODBRIDGE
COMPARATIVE STATEMENTS OF OPERATIONS AND CHANGES IN FUND BALANCE -
REGULATORY BASIS - CURRENT FUND
FOR THE FISCAL YEARS ENDED JUNE 30, 2025 AND 2024

REVENUES AND OTHER INCOME REALIZED	<u>2025</u>	<u>2024</u>
Fund Balance Utilized	\$ 6,594,864	\$ 20,427,079
Miscellaneous Revenue Anticipated	82,033,277	86,394,818
Receipts from Delinquent Taxes	9,835,474	6,480,493
Receipts from Current Taxes	395,116,024	389,433,003
Non-Budget Revenues	1,329,514	2,022,001
Other Credits to Income		
Unexpended Balances of Appropriation Reserves	4,482,356	3,976,987
Appropriated Grant Reserves Cancelled	87,695	59,707
Interfunds and Accounts Receivable Reserves Returned	<u>468,468</u>	<u>112,456</u>
 Total Revenues and Other Income	 <u>499,947,672</u>	 <u>508,906,544</u>
 EXPENDITURES		
Municipal Budget Appropriations		
Operations		
Salaries and Wages	80,646,817	76,431,654
Other Expenses	73,289,227	73,166,735
Capital Improvements	7,381,175	11,265,000
Municipal Debt Service	10,596,077	15,931,800
Deferred Charges and Statutory Expenditures -		
Municipal	28,649,985	29,447,966
Fire District Taxes	31,612,633	29,118,321
County Taxes	54,097,639	53,543,274
County Taxes - Added Taxes	160,991	124,743
Local District School Taxes	202,732,047	203,732,892
Refund of Prior Year Revenue	1,337	343,071
Prior Year Tax Appeals Granted	9,853	371,811
Other Debits to Income		
Grant Receivables Cancelled	485,533	34,952
Transferred to Unappropriated Grant Reserves	-	155,071
Interfunds and Accounts Receivable Reserves Established	<u>550,757</u>	<u>-</u>
 Total Expenditures	 <u>490,214,071</u>	 <u>493,667,290</u>
 Excess in Revenue (Carried Forward)	 <u>\$ 9,733,601</u>	 <u>\$ 15,239,254</u>

TOWNSHIP OF WOODBRIDGE
COMPARATIVE STATEMENTS OF OPERATIONS AND CHANGES IN FUND BALANCE -
REGULATORY BASIS - CURRENT FUND
FOR THE FISCAL YEARS ENDED JUNE 30, 2025 AND 2024

	<u>2025</u>	<u>2024</u>
Excess in Revenue (Brought Forward)	\$ 9,733,601	\$ 15,239,254
Add: Expenditures Included Above Which by Statute are Deferred Charges to Succeeding Year's Budget	<u>1,180,000</u>	<u>-</u>
Statutory Excess to Fund Balance	10,913,601	15,239,254
FUND BALANCE, JULY 1	<u>20,478,316</u>	<u>25,666,141</u>
	31,391,917	40,905,395
Decreased by:		
Utilized as Anticipated Revenue	<u>6,594,864</u>	<u>20,427,079</u>
FUND BALANCE, JUNE 30	<u>\$ 24,797,053</u>	<u>\$ 20,478,316</u>

The Accompanying Notes are an Integral Part of these Financial Statements

TOWNSHIP OF WOODBRIDGE
STATEMENT OF REVENUES - REGULATORY BASIS
CURRENT FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	SFY 2025 Budget	Added by N.J.S. 40A:4-87	Realized	Excess or (Deficit)
FUND BALANCE ANTICIPATED	\$ 6,594,864	-	\$ 6,594,864	-
MISCELLANEOUS REVENUES				
Licenses				
Alcoholic Beverages	138,000		152,649	\$ 14,649
Other	400,000		433,759	33,759
Fees and Permits	560,000		671,437	111,437
Fines and Costs				
Municipal Court	1,280,000		1,514,431	234,431
Interest and Costs on Taxes	1,800,000		757,243	(1,042,757)
Interest on Investments and Deposits	2,200,000		2,349,648	149,648
Cable Television Franchise Fees	300,000		297,688	(2,312)
Police Reports	24,000		23,050	(950)
Recycling Fees	350,000		352,600	2,600
Impound Yard Fees	180,000		199,328	19,328
Energy Receipts Tax	23,511,121		23,511,121	-
Uniform Construction Code Fees	1,900,000		3,022,429	1,122,429
City of South Amboy - Animal Shelter Agreement	21,500		23,750	2,250
Borough of Roselle Park - Animal Shelter Agreement	700		3,500	2,800
Borough of Milltown - Animal Shelter Agreement	14,000		26,423	12,423
Helmetta - Animal Shelter Agreement	5,800		6,450	650
East Brunswick - Animal Shelter Agreement	11,000		16,685	5,685
Perth Amboy - Digital Trunk Radio System	76,703		76,703	-
Edison Elevator Inspection	86,000		82,544	(3,456)
Fire District #5 Accounting Services	14,155	\$ 1,000	15,155	-
Township Radio Agreement	483,840		420,977	(62,863)
Woodbridge Board of Education - Custodians	8,414,712		8,414,712	-
Opioid Overdose Recovery Program - Blue Cares	167,000		72,400	(94,600)
Metuchen Tax Collector	39,600		41,433	1,833
State and Federal Revenues Offset with Appropriations				
Middlesex County -Aging Services EDU Services Grant	6,000		6,000	-
Middlesex County -Aging Services Care Management Grant	36,000		36,000	-
Middlesex County -Aging Services Assistive Tech Grant	30,000		30,000	-
Alcohol Education & Rehabilitation	4,168		4,168	-
Middlesex County - Omar Ave. and Paddock Street Improvements	82,500		82,500	-
National Opioid Settlements	464,413		464,413	-
Sustaining Local Public Health Grant	168,049		168,049	-
HDSRF - Municipal Grant Program - Brisco Co. Property	81,194		81,194	-
HDSRF - Municipal Grant Program - Pennval Road Property	95,752		95,752	-
HDSRF - Municipal Grant Program - JB Bishop Portland Trucks Property	49,042		49,042	-
HDSRF - Municipal Grant Program - PA A&W WDGE RR Co. Property	24,102		24,102	-
Childhood Lead Poisoning	81,782		81,782	-
Safe and Secure Communities	45,150		45,150	-
EECBG Energy Efficiency Grant	153,300		153,300	-
Federal Highway Safety Grant	97,500		97,500	-
Middlesex County Sober Living for Residents	30,000		30,000	-
Middlesex County Sober Living for Residents	100,000		100,000	-
DOT - Middlesex Ave. Improvements Project	1,040,000		1,040,000	-
Clean Communities Grant	230,710		230,710	-
Woodbridge Cypress Center Park Expansion	500,000		500,000	-
HDSRF - Municipal Grant Program - Woodbridge Township DPW		80,865	80,865	-
NJDOT - Local Freight Impact Fund - Markley Street Improvements		500,000	500,000	-
Middlesex County - Merrill Park Community Playground Grant		228,121	228,121	-
Justice Assistance Grant		18,833	18,833	-
Joint Insurance Fund - Safety Incentive Award		12,500	12,500	-

TOWNSHIP OF WOODBRIDGE
STATEMENT OF REVENUES - REGULATORY BASIS
CURRENT FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	SFY 2025	Added by N.J.S.		Excess or
	<u>Budget</u>	<u>40A:4-87</u>	<u>Realized</u>	<u>(Deficit)</u>
MISCELLANEOUS REVENUES (Continued)				
Reserve for Sale of Municipal Assets	\$ 381,791		\$ 381,791	-
Police Outside Duty	160,000		160,000	-
PILOT - Wakefern	705,059		705,309	\$ 250
Tower Lease Revenue	180,000		181,387	1,387
PILOT - Forest City Ratner	260,411		467,908	207,497
PILOT - Marriott Renaissance	707,782		707,782	-
PILOT - Kona Grill	81,127		81,127	-
Hotel Tax	1,400,000		1,347,232	(52,768)
PILOT - Falcon Point	165,485		163,069	(2,416)
PILOT - IPT Avenel	266,213		266,006	(207)
PILOT - 1 Paddock Duke	409,598		409,280	(318)
PILOT - 5 Paddock Black Creek	310,630		310,388	(242)
PILOT - SAMTD Acquisitions (The Grande)	1,136,800		886,482	(250,318)
PILOT - American Beverage Packers	1,028,903		1,028,097	(806)
PILOT - 1500 Rahway Ave	609,477		609,004	(473)
PILOT - 215 Blair Road	311,857		311,613	(244)
PILOT - 191 Blair Road	379,409		379,113	(296)
PILOT - PSE&G Fossil	2,317,726		2,315,925	(1,801)
PILOT - 1400 Rahway Urban Renewal	507,592		507,198	(394)
PILOT - Station Village	1,633,622		2,083,185	449,563
PILOT - WHA/Maple Tree - Avenel Manor	38,012		82,843	44,831
PILOT - Reinhard Manor	49,510		111,602	62,092
PILOT - Tilcon	101,060		101,060	-
Rental Income	430,000		467,931	37,931
Capital Fund Balance	1,064,008		1,064,008	-
Cannabis Taxes	460,000		448,520	(11,480)
Land Sale Proceeds - Port Reading Ave.	360,000		359,945	(55)
WHA Loan Payments	679,199		650,015	(29,184)
PILOT - 2 Paddock	791,969		635,835	(156,134)
PILOT - Modera	960,381		773,038	(187,343)
PILOT - Morris	2,447,287		2,474,143	26,856
PILOT - The Park	431,140		375,726	(55,414)
PILOT - SAMTD Acquisitions (The Grande II)	513,570		313,714	(199,856)
PILOT - Vermella Phase II	404,541		187,392	(217,149)
PILOT - Amarnath at Fords	164,003		44,943	(119,060)
PILOT - 51 New Brunswick	114,201		84,737	(29,464)
PILOT - Vermella	1,158,816		1,288,192	129,376
PILOT - 200 Wood Ave	1,140,240		1,155,201	14,961
PILOT - Prism	532,904		585,090	52,186
PILOT - Stericycle	202,458		202,339	(119)
PILOT - 112 New Brunswick	365,856		365,573	(283)
PILOT - RPS Ground (FedEx)	1,227,028		1,228,077	1,049
PILOT - Amazon	506,709		506,310	(399)
PILOT - Prologis (Port Reading) 1	1,221,761		1,221,761	-
PILOT - Prologis (Port Reading) 2 1005	1,737,214		1,737,215	1
PILOT - Prologis (Port Reading) 3 1009	420,836		420,837	1
PILOT - Prologis (Port Reading) 4 1115	1,373,103		1,373,103	-
PILOT - Prologis (Port Reading) 5 1119	477,337		477,337	-
PILOT - Preferred Freezer	398,561		398,252	(309)
PILOT - 85 New Brunswick	232,806		238,963	6,157
PILOT - CPV Shore	2,713,679	-	2,711,583	(2,096)
	<u>80,969,464</u>	<u>\$ 841,319</u>	<u>82,033,277</u>	<u>222,494</u>
RECEIPTS FROM DELINQUENT TAXES	<u>9,709,991</u>	<u>-</u>	<u>9,835,474</u>	<u>125,483</u>
AMOUNT TO BE RAISED FOR SUPPORT OF MUNICIPAL BUDGET				
Minimum Library Tax	4,931,987	-	4,931,987	-
Local Tax for Municipal Purposes	<u>103,443,215</u>	<u>-</u>	<u>108,680,727</u>	<u>5,237,512</u>
	<u>108,375,202</u>	<u>-</u>	<u>113,612,714</u>	<u>5,237,512</u>
Total General Revenues	<u>\$ 205,649,521</u>	<u>\$ 841,319</u>	<u>212,076,329</u>	<u>\$ 5,585,489</u>
Non-Budget Revenues			<u>1,329,514</u>	
			<u>\$ 213,405,843</u>	

TOWNSHIP OF WOODBRIDGE
STATEMENT OF REVENUES - REGULATORY BASIS - CURRENT FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

ANALYSIS OF REALIZED REVENUES	
Allocation of Current Tax Collections	
Revenue from Collections	\$ 395,116,024
Allocated to School, County and Special District Taxes	<u>288,603,310</u>
	106,512,714
Add: Appropriation "Reserve for Uncollected Taxes"	<u>7,100,000</u>
Amount for Support of Municipal Budget Appropriations	<u>\$ 113,612,714</u>
Fees and Permits - Other	
Street Opening	\$ 78,140
Trailer License	26,255
Sidewalk Fees	24,550
Duplicate Bill	3,555
Distributor Fees	3,285
Operators Fees	13,095
Redemption Discharge Fee	13,825
Specs	6,425
Xerox Copies	26,460
Xerox Certified Copies	45,082
Firearms Fees	80,600
Permit to Carry	58,050
Child Health	5,640
Plan Review Fee	9,500
Demolition	1,050
List of Property Owners	2,000
Dumpster Permits	1,200
Sub-Division	2,685
Variance	23,250
Tax Search	70
Zoning Fees	102,714
Alarm Fees	46,500
Sidewalk Waivers	1,950
Site Plan Fee	20,631
Return Check Fees	720
Interpretation	100
Billboard Fee	50
Certificate of Occupancy	31,070
Municipal S/D Approval	<u>42,985</u>
	<u>\$ 671,437</u>

TOWNSHIP OF WOODBRIDGE
STATEMENT OF REVENUES - REGULATORY BASIS - CURRENT FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Analysis of Delinquent Taxes		
Taxes Receivable	\$	9,835,474
		<u>9,835,474</u>
Analysis of Interest on Investments		
Received	\$	2,294,700
Due from CDBG Trust Fund		191
Due from Other Trust Fund		32,071
Due from Self Insurance Trust Fund		1,621
Due from General Capital Fund		<u>21,065</u>
	\$	<u>2,349,648</u>
Analysis of Non-Budget Revenues		
Miscellaneous Receipts	\$	79,735
Prior Year Appropriation Reserves Balance - Recreation Utility Operating Fund		136,119
EMS Fees		257,033
South Amboy EMS Mutual Aid		2,500
Rent		19,650
PILOT - Dalina Manor		18,792
PILOT - Jacob's Landing		65,878
DMV Inspection Fines		28,721
Flood Letters		17,250
Map Sale - Engineering		203
2% Administrative Fee - Senior Citizens and Veterans Deductions		8,198
Insurance Proceeds		64,305
Marked Unit		408,027
PILOT - WHA		45,173
Unclaimed Property		27,452
Escrow Forfeiture		112,784
Prior Year Voided Checks		<u>37,694</u>
	\$	<u>1,329,514</u>
	Cash Receipts	\$ 1,193,395
	Due from Recreation Utility Operating Fund	<u>136,119</u>
	\$	<u>1,329,514</u>

TOWNSHIP OF WOODBRIDGE
STATEMENT OF EXPENDITURES - REGULATORY BASIS - CURRENT FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	<u>2025 Appropriated</u>		<u>2025 Expended</u>		<u>Cancelled</u>
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>	
OPERATIONS - WITHIN "CAPS"					
GENERAL GOVERNMENT					
General Administration					
Salaries and Wages	\$ 2,887,704	\$ 2,637,704	\$ 2,536,812	\$ 100,892	
Other Expenses	3,133,150	2,913,150	2,423,534	489,616	
Human Resources					
Salaries and Wages	560,923	560,923	526,623	34,300	
Other Expenses	378,000	378,000	333,806	44,194	
Audit Services					
Other Expenses	87,000	87,000		87,000	
Mayor and Council					
Salaries and Wages	799,477	799,477	780,959	18,518	
Other Expenses	77,050	77,050	60,090	16,960	
Municipal Clerk					
Salaries and Wages	491,052	492,873	492,873	-	
Other Expenses	146,403	146,403	56,005	90,398	
Financial Administration					
Salaries and Wages	819,701	800,701	783,942	16,759	
Other Expenses	391,125	391,125	274,831	116,294	
Revenue Administration					
Salaries and Wages	356,459	356,459	341,524	14,935	
Other Expenses	32,100	32,100	28,380	3,720	
Tax Assessment Administration					
Salaries and Wages	395,686	395,686	383,236	12,450	
Other Expenses	83,840	83,840	41,819	42,021	
Legal Services & Costs					
Salaries and Wages	171,403	233,336	233,336	-	
Other Expenses	1,471,100	1,471,100	1,119,967	351,133	
Engineering Services					
Salaries and Wages	1,050,294	1,089,130	1,089,130	-	
Other Expenses	990,100	990,100	983,978	6,122	
Planning Board					
Salaries and Wages	659,544	659,544	643,837	15,707	
Other Expenses	121,070	121,070	56,299	64,771	
Zoning Board of Adjustment					
Salaries and Wages	63,502	63,502	61,236	2,266	
Other Expenses	56,410	56,410	37,222	19,188	
Other Code Enforcement Functions					
Salaries and Wages	408,157	408,157	316,595	91,562	
Redevelopment					
Other Expenses	25,000	25,000	25,000	-	
Unemployment Insurance					
Other Expenses	150,000	150,000	150,000	-	
PUBLIC SAFETY					
Police					
Salaries and Wages	39,261,298	37,266,298	36,976,688	289,610	
Other Expenses	4,346,053	4,129,784	3,627,160	502,624	
Emergency Management System					
Other Expenses	223,000	223,000	176,362	46,638	
Aid to Volunteer Ambulance Companies					
Other Expenses	160,000	160,000	155,953	4,047	
Contribution	572,500	572,500	572,500	-	

TOWNSHIP OF WOODBRIDGE
STATEMENT OF EXPENDITURES - REGULATORY BASIS - CURRENT FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	<u>2025 Appropriated</u>		<u>2025 Expended</u>		<u>Cancelled</u>
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>	
OPERATIONS - WITHIN "CAPS" (Continued)					
PUBLIC SAFETY (Continued)					
Municipal Prosecutor's Office					
Salaries and Wages	\$ 378,950	\$ 407,319	\$ 407,319	-	
Public Defender					
Salaries and Wages	53,060	53,060	50,169	\$ 2,891	
PUBLIC WORKS FUNCTIONS					
STREETS AND ROADS					
Road Repairs and Maintenance					
Salaries and Wages	5,384,056	5,448,208	5,448,208	-	
Other Expenses	1,125,900	1,150,900	1,052,168	98,732	
Other Public Works Functions					
Salaries and Wages	474,044	474,044	456,212	17,832	
Other Expenses	56,700	56,700	41,946	14,754	
Solid Waste Collection					
Salaries and Wages	5,299,490	5,234,490	5,067,375	167,115	
Other Expenses	338,900	338,900	287,412	51,488	
Buildings and Grounds					
Salaries and Wages	1,309,905	1,474,690	1,474,690	-	
Other Expenses	409,400	576,400	556,338	20,062	
Vehicle Maintenance					
Salaries and Wages	2,481,820	2,481,820	2,294,848	186,972	
Other Expenses	962,600	962,600	938,685	23,915	
HEALTH AND HUMAN SERVICES					
Public Health Services					
Salaries and Wages	2,110,887	2,110,887	2,080,521	30,366	
Other Expenses	763,950	763,950	499,665	264,285	
Senior Services					
Salaries and Wages	1,539,586	1,486,366	1,253,410	232,956	
Other Expenses	188,300	188,300	187,910	390	
Environmental Health Services					
Salaries and Wages	508,290	508,290	478,168	30,122	
Other Expenses	15,610	15,610	10,330	5,280	
Animal Control					
Salaries and Wages	461,520	461,520	411,967	49,553	
Other Expenses	124,200	124,200	106,457	17,743	
INSURANCE					
General Liability	1,873,150	1,873,244	1,873,244	-	
Workers Compensation	2,095,739	2,095,739	2,095,739	-	
Employee Group Health	26,076,887	27,076,887	27,076,887	-	
PARKS AND RECREATION					
Recreation					
Salaries and Wages	1,873,000	1,678,700	1,602,466	76,234	
Other Expenses	1,681,358	2,321,358	2,320,040	1,318	
Maintenance of Parks					
Salaries and Wages	3,189,764	3,293,377	3,293,377	-	
Other Expenses	277,200	277,200	257,147	20,053	
Landfill/Solid Waste Disposal Costs					
Other Expenses	4,250,000	4,250,000	4,044,451	205,549	

TOWNSHIP OF WOODBRIDGE
STATEMENT OF EXPENDITURES - REGULATORY BASIS - CURRENT FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	<u>2025 Appropriated</u>		<u>2025 Expended</u>		
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>	<u>Cancelled</u>
OPERATIONS - WITHIN "CAPS" (Continued)					
Municipal Court					
Salaries and Wages	\$ 1,538,773	\$ 1,538,773	\$ 1,447,385	\$ 91,388	
Other Expenses	92,700	92,700	83,687	9,013	
Municipal Alliance Programs					
Other Expenses	76,500	76,500	59,231	17,269	
Uniform Construction Code					
Salaries and Wages	1,509,643	1,509,643	1,506,110	3,533	
Other Expenses	423,368	423,368	384,669	38,699	
Stream Cleaning					
Salaries and Wages	25,000	25,000		25,000	
Other Expenses	75,000	75,000		75,000	
Utility Expenses and Bulk Purchases					
Other Expenses	<u>4,790,000</u>	<u>4,701,000</u>	<u>4,097,346</u>	<u>603,654</u>	<u>-</u>
			-		
Total Operations Within "CAPS"	<u>134,204,351</u>	<u>133,398,165</u>	<u>128,535,274</u>	<u>4,862,891</u>	<u>\$ -</u>
Detail:					
Salaries and Wages	76,062,988	73,949,977	72,439,016	1,510,961	-
Other Expenses	<u>58,141,363</u>	<u>59,448,188</u>	<u>56,096,258</u>	<u>3,351,930</u>	<u>-</u>
Deferred Charges and Statutory Expenditures -					
Municipal Within "CAPS"					
Deferred Charges					
Anticipated Deficit - Recreation Utility Fund	917,293	917,293	916,929		\$ 364
Statutory Charges					
Social Security System (O.A.S.I.)	3,953,500	4,058,511	4,058,511	-	
Police and Firemen's Retirement System of NJ	9,606,202	9,606,202	9,606,202	-	
Public Employees' Retirement System	7,308,255	7,308,255	7,308,255	-	
Defined Contribution Retirement Program	<u>150,000</u>	<u>150,000</u>	<u>114,996</u>	<u>35,004</u>	<u>-</u>
Total Deferred Charges & Statutory Expenditures - Municipal Within "CAPS"	<u>21,935,250</u>	<u>22,040,261</u>	<u>22,004,893</u>	<u>35,004</u>	<u>364</u>
Total General Appropriations for Municipal Purposes Within "CAPS"	<u>156,139,601</u>	<u>155,438,426</u>	<u>150,540,167</u>	<u>4,897,895</u>	<u>364</u>
OPERATIONS - EXCLUDED FROM "CAPS"					
Supplemental Fire Services Payment	36,514	36,514	36,514	-	
Length of Service Award Program (LOSAP)	10,000	10,000	10,000	-	
Maintenance of Free Public Library (Ch. 82, P.L. 1985)	5,784,300	5,784,300	5,784,300	-	
Recycling Tax	150,000	150,000	150,000	-	
Insurance					
Workers Compensation	62,704	62,704	62,704	-	
General Liability	194,816	194,816	194,816	-	
Employee Group Health	<u>798,554</u>	<u>798,554</u>	<u>798,554</u>	<u>-</u>	<u>-</u>
			-		
Total Other Operations Excluded from "CAPS"	<u>7,036,888</u>	<u>7,036,888</u>	<u>7,036,888</u>	<u>-</u>	<u>-</u>

**TOWNSHIP OF WOODBRIDGE
STATEMENT OF EXPENDITURES - REGULATORY BASIS - CURRENT FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

	<u>2025 Appropriated</u>		<u>2025 Expended</u>		<u>Cancelled</u>
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>	
OPERATIONS - EXCLUDED FROM "CAPS" (Continued)					
Interlocal Municipal Service Agreements					
City of South Amboy, Roselle Park, Milltown & E. Brunswick					
Salaries and Wages	\$ 53,000	\$ 53,000	\$ 53,000	-	
Woodbridge Board of Education - Custodians					
Salaries and Wages	6,340,640	6,340,640	6,302,849	\$ 37,791	
Other Expenses	2,074,072	2,074,072	2,073,935	137	
Edison Elevator Interlocal					
Salaries and Wages	86,000	86,000	81,863	4,137	
Metuchen Tax Assessor					
Salaries and Wages	36,000	36,000	30,900	5,100	
Other Expenses	3,600	3,600		3,600	
Perth Amboy - Digital Trunk Radio System					
Other Expenses	76,703	76,703	7,959	68,744	
Fire District #5 Accounting Services					
Salaries and Wages	13,200	14,200	14,200	-	
Other Expenses	955	955	955	-	
Township Radio Agreement					
Other Expenses	483,840	483,840	353,638	130,202	
Opioid Overdose Recovery Program - Blue Cares					
Salaries and Wages	167,000	167,000	60,400	106,600	-
Total Interlocal Municipal Service Agreements	9,335,010	9,336,010	8,979,699	356,311	-
Public and Private Programs Offset by Revenues					
Middlesex County -Aging Services EDU Services Grant	6,000	6,000	6,000	-	
Middlesex County -Aging Services Care Management Grant	36,000	36,000	36,000	-	
Middlesex County -Aging Services Assistive Tech Grant	30,000	30,000	30,000	-	
Alcohol Education & Rehabilitation	4,168	4,168	4,168	-	
Middlesex County - Omar Ave. and Paddock Street Improvements	82,500	82,500	82,500	-	
National Opioid Settlements	464,413	464,413	464,413	-	
Sustaining Local Public Health Grant	168,049	168,049	168,049	-	
HDSRF - Municipal Grant Program - Brisco Co. Property	81,194	81,194	81,194	-	
HDSRF - Municipal Grant Program - Pennval Road Property	95,752	95,752	95,752	-	
HDSRF - Municipal Grant Program - JB Bishop Portland Trucks Property	49,042	49,042	49,042	-	
HDSRF - Municipal Grant Program - PA A&W WDGE RR Co. Property	24,102	24,102	24,102	-	
Childhood Lead Poisoning	81,782	81,782	81,782	-	
Safe and Secure Communities	45,150	45,150	45,150	-	
EECBG Energy Efficiency Grant	153,300	153,300	153,300	-	
Federal Highway Safety Grant	97,500	97,500	97,500	-	
Middlesex County Sober Living for Residents	30,000	30,000	30,000	-	
Middlesex County Sober Living for Residents	100,000	100,000	100,000	-	
DOT - Middlesex Ave. Improvements Project	1,040,000	1,040,000	1,040,000	-	
Clean Communities Grant	230,710	230,710	230,710	-	
Woodbridge Cypress Center Park Expansion	500,000	500,000	500,000	-	
HDSRF - Municipal Grant Program - Woodbridge Township DPW		80,865	80,865	-	
NJDOT - Local Freight Impact Fund - Markley Street Improvements		500,000	500,000	-	
Middlesex County - Merrill Park Community Playground Grant		228,121	228,121	-	
Joint Insurance Fund - Safety Incentive Award		12,500	12,500	-	
Justice Assistance Grant		18,833	18,833	-	
Matching Funds for Grants	5,000	5,000	-	5,000	-
Total Public and Private Programs Offset by Revenues	3,324,662	4,164,981	4,159,981	5,000	-
Total Operations Excluded from "CAPS"	19,696,560	20,537,879	20,176,568	361,311	-
Detail:					
Salaries and Wages	6,695,840	6,696,840	6,543,212	153,628	-
Other Expenses	13,000,720	13,841,039	13,633,356	207,683	-

**TOWNSHIP OF WOODBRIDGE
STATEMENT OF EXPENDITURES - REGULATORY BASIS - CURRENT FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

	2025 Appropriated		2025 Expended		
	Budget	Budget After Modification	Paid or Charged	Reserved	Cancelled
CAPITAL IMPROVEMENTS - EXCLUDED FROM "CAPS"					
Capital Improvement Fund	\$ 500,000	\$ 500,000	\$ 500,000	-	
Municipal Building Generator		1,180,000	1,075,879	\$ 104,121	
Various Building Improvements and Equipment	5,000,000	5,701,175	5,700,526	649	-
Total Capital Improvements Excluded from "CAPS"	5,500,000	7,381,175	7,276,405	104,770	-
MUNICIPAL DEBT SERVICE - EXCLUDED FROM "CAPS"					
Payment of Bond Principal	2,595,000	2,595,000	2,595,000	-	
Payment of Bond Anticipation Notes and Capital Notes	1,821,703	1,821,703	1,821,703	-	
Interest on Bonds	530,112	530,112	530,112	-	
Interest on Notes	5,635,869	5,635,869	5,628,674		\$ 7,195
Green Trust Loan Program:					
Loan Repayments for Principal and Interest	20,588	20,588	20,588	-	-
Total Municipal Debt Service Excluded from "CAPS"	10,603,272	10,603,272	10,596,077	-	7,195
Transferred to Board of Education for Use of Local Schools (N.J.S.A. 40:48-17.1 & 17.3)	6,610,088	6,610,088	6,610,088	-	-
Total General Appropriations for Municipal Purposes Excluded from "CAPS"	42,409,920	45,132,414	44,659,138	466,081	7,195
Subtotal General Appropriations	198,549,521	200,570,840	195,199,305	5,363,976	7,559
Reserve for Uncollected Taxes	7,100,000	7,100,000	7,100,000	-	-
Total General Appropriations	\$ 205,649,521	\$ 207,670,840	\$ 202,299,305	\$ 5,363,976	\$ 7,559
Adopted Budget		\$ 205,649,521			
Additional Appropriations (N.J.S.A. 40A:4-87)		841,319			
Emergency Authorization		1,180,000			
		\$ 207,670,840			
Cash Disbursed			\$ 186,061,061		
Federal and State Grants Appropriated			4,159,981		
Encumbrances Payable			4,978,263		
Reserve for Uncollected Taxes			7,100,000		
			\$ 202,299,305		

TOWNSHIP OF WOODBRIDGE
COMPARATIVE BALANCE SHEETS - REGULATORY BASIS - TRUST FUNDS
AS OF JUNE 30, 2025 AND 2024

	<u>2025</u>	<u>2024</u>
ASSETS		
ANIMAL CONTROL TRUST FUND		
Cash and Cash Equivalents	\$ 146,147	\$ 163,679
Due from Current Fund Fund	<u>95,574</u>	<u>84,549</u>
	<u>241,721</u>	<u>248,228</u>
OTHER TRUST FUND		
Cash and Cash Equivalents	22,023,860	21,933,085
Due from Recreation Utility Operating Fund	875,000	875,000
Due from Sewer Utility Capital Fund	<u>13,821</u>	<u>13,821</u>
	<u>22,912,681</u>	<u>22,821,906</u>
SELF INSURANCE TRUST FUND		
Cash and Cash Equivalents	<u>1,262,256</u>	<u>5,397,239</u>
	<u>1,262,256</u>	<u>5,397,239</u>
COMMUNITY DEVELOPMENT BLOCK GRANT TRUST FUND		
Cash and Cash Equivalents	259,026	508,781
Due from Department of Housing and Urban Development	10,150	10,150
Due from Current Fund	<u>-</u>	<u>48,047</u>
	<u>269,176</u>	<u>566,978</u>
SPECIAL IMPROVEMENT DISTRICT (SID) TRUST FUND		
Cash and Cash Equivalents	<u>536,867</u>	<u>435,221</u>
 Total Assets	 <u>\$ 25,222,701</u>	 <u>\$ 29,469,572</u>

TOWNSHIP OF WOODBRIDGE
COMPARATIVE BALANCE SHEETS - REGULATORY BASIS - TRUST FUNDS
AS OF JUNE 30, 2025 AND 2024

	<u>2025</u>	<u>2024</u>
LIABILITIES, RESERVES AND FUND BALANCE		
ANIMAL CONTROL TRUST FUND		
Due to State of New Jersey	\$ 128	\$ 96
Reserve for Animal Shelter Donations	176,565	158,495
Reserve for Animal Control Expenditures	<u>65,028</u>	<u>89,637</u>
	<u>241,721</u>	<u>248,228</u>
OTHER TRUST FUND		
Reserve for Other Trust Fund Deposits	20,841,072	21,186,969
Reserve for Unemployment Compensation Insurance	885,565	819,001
Accounts Payable - Unemployment Compensation Insurance	-	108,789
Payroll Deductions Payable	1,149,416	660,444
Due to Current Fund	<u>36,628</u>	<u>46,703</u>
	<u>22,912,681</u>	<u>22,821,906</u>
SELF INSURANCE TRUST FUND		
Due to Current Fund	1,621	16,762
Reserve for Self Insurance Claims	<u>1,260,635</u>	<u>5,380,477</u>
	<u>1,262,256</u>	<u>5,397,239</u>
COMMUNITY DEVELOPMENT BLOCK GRANT TRUST FUND		
Other Liabilities - Unapplied Program Income	-	425,732
Due to Current Fund	191	
Reserve for Payroll	12,992	12,992
Reserve for Expenditures	<u>255,993</u>	<u>128,254</u>
	<u>269,176</u>	<u>566,978</u>
SPECIAL IMPROVEMENT DISTRICT (SID) TRUST FUND		
Reserve for Special Improvement District	536,867	434,600
Due to Current Fund	<u>-</u>	<u>621</u>
	<u>536,867</u>	<u>435,221</u>
Total Liabilities, Reserves and Fund Balance	<u>\$ 25,222,701</u>	<u>\$ 29,469,572</u>

TOWNSHIP OF WOODBRIDGE
COMPARATIVE BALANCE SHEETS - REGULATORY BASIS
GENERAL CAPITAL FUND
AS OF JUNE 30, 2025 AND 2024

	<u>2025</u>	<u>2024</u>
ASSETS		
Cash and Cash Equivalents	\$ 18,440,268	\$ 25,991,161
Deferred Charges to Future Taxation		
Funded	79,521,355	28,496,943
Unfunded	94,396,509	136,217,227
Due from Current Fund		1,170,502
Due from Recreation Utility Operating Fund	14,727	14,727
Loans Receivable	<u>11,821,690</u>	<u>12,119,893</u>
 Total Assets	 <u>\$ 204,194,549</u>	 <u>\$ 204,010,453</u>
 LIABILITIES, RESERVES AND FUND BALANCE		
General Serial Bonds	\$ 79,439,000	\$ 28,394,000
Bond Anticipation Notes	77,535,056	128,338,701
Loans Payable	82,355	102,943
Improvement Authorizations		
Funded	2,023,532	2,521,216
Unfunded	25,849,647	24,949,444
Due to Current Fund	21,065	
Capital Improvement Fund	195,000	524,000
Reserve for Road Program	105,252	105,252
Encumbrances Payable	6,289,997	5,890,514
Reserve for Land Acquisition	482	482
Reserve for Loans Receivable	11,821,690	12,119,893
Fund Balance	<u>831,473</u>	<u>1,064,008</u>
 Total Liabilities, Reserves and Fund Balance	 <u>\$ 204,194,549</u>	 <u>\$ 204,010,453</u>

There were bonds and notes authorized but not issued on June 30, 2025 and 2024 of \$17,451,000 and \$10,429,000, respectively.

TOWNSHIP OF WOODBRIDGE
COMPARATIVE STATEMENTS OF CHANGES IN FUND BALANCE - REGULATORY BASIS
GENERAL CAPITAL FUND
FOR THE FISCAL YEARS ENDED JUNE 30, 2025 AND 2024

	<u>2025</u>	<u>2024</u>
Fund Balance, July 1	\$ 1,064,008	\$ 1,052,504
Increased By:		
Ordinances Cancelled	-	1,665,610
Premium on Sale of Bonds and Notes	<u>832,336</u>	<u>1,127,398</u>
	1,896,344	3,845,512
Decreased By:		
Appropriated to Finance Improvement Authorizations	-	1,729,000
Deferred Charges to Future Taxation - Unfunded	863	
Anticipated as Current Fund Revenue	<u>1,064,008</u>	<u>1,052,504</u>
Fund Balance, June 30	<u>\$ 831,473</u>	<u>\$ 1,064,008</u>

TOWNSHIP OF WOODBRIDGE
COMPARATIVE BALANCE SHEETS - REGULATORY BASIS
SEWER UTILITY FUND
AS OF JUNE 30, 2025 AND 2024

	<u>2025</u>	<u>2024</u>
ASSETS		
OPERATING FUND		
Cash and Cash Equivalents	\$ 8,943,095	\$ 9,932,199
Due from Current Fund	441	-
Due from Sewer Utility Capital Fund	<u>48,026</u>	<u>30,303</u>
	<u>8,991,562</u>	<u>9,962,502</u>
Receivables With Full Reserves		
Consumer Accounts Receivable	2,211,720	1,623,111
Utility Liens Receivable	4,779	3,844
Due from Borough of Carteret	<u>2,572,071</u>	<u>1,151,351</u>
	<u>4,788,570</u>	<u>2,778,306</u>
Total Operating Fund	<u>13,780,132</u>	<u>12,740,808</u>
CAPITAL FUND		
Cash and Cash Equivalents	19,321,536	23,599,452
Fixed Capital	119,024,183	117,349,187
Fixed Capital Authorized and Uncompleted	<u>66,067,769</u>	<u>68,038,179</u>
Total Capital Fund	<u>204,413,488</u>	<u>208,986,818</u>
Total Assets	<u>\$ 218,193,620</u>	<u>\$ 221,727,626</u>

TOWNSHIP OF WOODBRIDGE
COMPARATIVE BALANCE SHEETS - REGULATORY BASIS
SEWER UTILITY FUND
AS OF JUNE 30, 2025 AND 2024

	<u>2025</u>	<u>2024</u>
LIABILITIES, RESERVES AND FUND BALANCE		
OPERATING FUND		
Appropriation Reserves	\$ 1,433,110	\$ 1,421,743
Encumbrances Payable	1,241,376	1,905,256
Accrued Interest on Bonds and Notes	1,085,120	1,236,036
Accounts Payable	1,476,744	1,220,744
Other Liabilities	100,140	96
Consumer Overpayments	<u>90,168</u>	<u>117,238</u>
	5,426,658	5,901,113
Reserve for Receivables	4,788,570	2,778,306
Fund Balance	<u>3,564,904</u>	<u>4,061,389</u>
Total Operating Fund	<u>13,780,132</u>	<u>12,740,808</u>
CAPITAL FUND		
Serial Bonds	20,365,000	23,540,000
Bond Anticipation Notes	31,845,944	31,388,000
Encumbrances Payable	8,590,226	17,836,839
Improvement Authorizations		
Funded	1,998,356	2,142,249
Unfunded	11,103,305	8,804,331
Reserve for Amortization	129,117,184	123,915,542
Deferred Reserve for Amortization	733,824	733,824
Capital Improvement Fund	268,500	268,500
Due to Sewer Utility Operating Fund	48,026	30,303
Due to Other Trust Fund	13,821	13,821
Reserve for Payment of Debt	-	21,329
Fund Balance	<u>329,302</u>	<u>292,080</u>
Total Capital Fund	<u>204,413,488</u>	<u>208,986,818</u>
Total Liabilities, Reserves and Fund Balance	<u>\$ 218,193,620</u>	<u>\$ 221,727,626</u>

There were bonds and notes authorized but not issued on June 30, 2025 and June 30, 2024 of \$3,030,000 and \$5,810,000.

TOWNSHIP OF WOODBRIDGE
COMPARATIVE STATEMENTS OF OPERATIONS AND CHANGES IN OPERATING
FUND BALANCE - REGULATORY BASIS
SEWER UTILITY OPERATING FUND
FOR THE FISCAL YEARS ENDED JUNE 30, 2025 AND 2024

	<u>2025</u>	<u>2024</u>
REVENUES AND OTHER INCOME REALIZED		
Fund Balance Utilized	\$ 2,931,528	\$ 3,363,980
User Fees and Other Charges	28,927,374	27,266,273
Borough of Carteret Sewer Fees	-	1,120,203
Interest on Investments	429,003	496,370
Interest on Delinquent Fees	449,663	416,606
Sewer Connection Fees	739,956	142,607
Interlocal Agreement with Board of Education	186,580	186,580
Sewer Capital Fund - Fund Balance	292,080	351,779
Reserve for Debt Service	21,329	-
Non-Budget Revenues	31,685	41,880
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	<u>892,565</u>	<u>645,048</u>
 Total Revenues and Other Income	 <u>34,901,763</u>	 <u>34,031,326</u>
 EXPENDITURES		
Budget Appropriations		
Operating	23,871,821	22,286,918
Capital Improvements	1,869,000	3,000,000
Deferred Charges and Statutory Expenditures	1,158,678	830,600
Debt Service	<u>5,567,221</u>	<u>6,635,024</u>
 Total Expenditures	 <u>32,466,720</u>	 <u>32,752,542</u>
 Excess in Revenues	 2,435,043	 1,278,784
 FUND BALANCE, JULY 1	 <u>4,061,389</u>	 <u>6,146,585</u>
 Decreased by:	 6,496,432	 7,425,369
Utilized as Anticipated Revenue	<u>2,931,528</u>	<u>3,363,980</u>
 FUND BALANCE, JUNE 30	 <u>\$ 3,564,904</u>	 <u>\$ 4,061,389</u>

TOWNSHIP OF WOODBRIDGE
STATEMENT OF REVENUES - REGULATORY BASIS
SEWER UTILITY OPERATING FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	SFY 2025		Excess or
	<u>Anticipated</u>	<u>Realized</u>	<u>(Deficit)</u>
Fund Balance Anticipated	\$ 2,931,528	\$ 2,931,528	-
User Fees and Other Charges	27,000,000	28,927,374	\$ 1,927,374
Sewer Connection Fees	100,000	739,956	639,956
Interest on Delinquent Fees	415,000	449,663	34,663
Borough of Carteret Sewer Fees	1,120,203	-	(1,120,203)
Interlocal Agreement with Board of Education	186,580	186,580	-
Interest on Investments	400,000	429,003	29,003
Reserve for Debt Service	21,329	21,329	-
Sewer Capital Fund - Fund Balance	<u>292,080</u>	<u>292,080</u>	<u>-</u>
	<u>\$ 32,466,720</u>	33,977,513	<u>\$ 1,510,793</u>
 Non-Budget Revenues		<u>31,685</u>	
		<u>\$ 34,009,198</u>	
Analysis of Non-Budget Revenues			
Miscellaneous		<u>\$ 31,685</u>	
User Fees and Charges			
Consumer Accounts Receivable		<u>\$ 28,927,374</u>	
Interest on Investments			
Cash Receipts		\$ 98,013	
Sewer Utility Capital Fund		<u>330,990</u>	
		<u>\$ 429,003</u>	

TOWNSHIP OF WOODBRIDGE
STATEMENT OF EXPENDITURES - REGULATORY BASIS
SEWER UTILITY OPERATING FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	<u>2025 Appropriated</u>		<u>2025 Expended</u>	
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>
OPERATING				
Salaries and Wages	\$ 4,962,648	\$ 4,962,648	\$ 4,736,350	\$ 226,298
Other Expenses	19,301,113	18,909,173	17,908,037	1,001,136
CAPITAL IMPROVEMENT FUND				
Capital Outlay	1,500,000	1,869,000	1,674,996	194,004
DEBT SERVICE				
Payment of Bonds Principal	3,175,000	3,175,000	3,175,000	
Payment of Bond Anticipation Notes and Capital Notes	351,646	351,646	351,646	
Interest on Bonds	607,175	607,175	607,175	
Interest on Notes	1,410,460	1,433,400	1,433,400	
STATUTORY EXPENDITURES				
Contribution to Public Employees' Retirement System	796,678	796,678	796,678	
Social Security System	352,000	352,000	340,328	11,672
Unemployment Compensation Insurance	<u>10,000</u>	<u>10,000</u>	<u>10,000</u>	<u>-</u>
	<u>\$ 32,466,720</u>	<u>\$ 32,466,720</u>	<u>\$ 31,033,610</u>	<u>\$ 1,433,110</u>

Cash Disbursed	\$ 27,751,659
Accrued Interest on Bonds and Notes	2,040,575
Encumbrances Payable	<u>1,241,376</u>
	<u>\$ 31,033,610</u>

TOWNSHIP OF WOODBRIDGE
COMPARATIVE STATEMENTS OF CHANGES IN FUND BALANCE - REGULATORY BASIS
SEWER UTILITY CAPITAL FUND
FOR THE FISCAL YEARS ENDED JUNE 30, 2025 AND 2024

	<u>2025</u>	<u>2024</u>
Balance, July 1	\$ 292,080	\$ 351,779
Increased by:		
Premium on Sale of Notes	329,302	292,080
	621,382	643,859
Decreased by:		
Anticipated as Revenue in Operating Fund	292,080	351,779
Balance, June 30	\$ 329,302	\$ 292,080

**TOWNSHIP OF WOODBRIDGE
COMPARATIVE BALANCE SHEETS - REGULATORY BASIS
RECREATION UTILITY FUND
AS OF JUNE 30, 2025 AND 2024**

	<u>2025</u>	<u>2024</u>
ASSETS		
OPERATING FUND		
Cash and Cash Equivalents	\$ 1,352,547	\$ 1,727,520
Change Funds	5,600	5,600
Due from Recreation Utility Capital Fund	<u>827</u>	<u>103,889</u>
 Total Operating Fund	 <u>1,358,974</u>	 <u>1,837,009</u>
 CAPITAL FUND		
Cash and Cash Equivalents	24,269	490,946
Fixed Capital	36,458,185	36,458,185
Fixed Capital Authorized and Uncompleted	<u>2,757,000</u>	<u>2,757,000</u>
 Total Capital Fund	 <u>39,239,454</u>	 <u>39,706,131</u>
 Total Assets	 <u>\$ 40,598,428</u>	 <u>\$ 41,543,140</u>

**TOWNSHIP OF WOODBRIDGE
COMPARATIVE BALANCE SHEETS - REGULATORY BASIS
RECREATION UTILITY FUND
AS OF JUNE 30, 2025 AND 2024**

	<u>2025</u>	<u>2024</u>
LIABILITIES, RESERVES AND FUND BALANCE		
OPERATING FUND		
Appropriation Reserves	\$ 90,572	\$ 177,543
Encumbrances Payable	194,228	302,495
Accounts Payable	39,898	49,517
Due to Current Fund	134,483	404,329
Due to Other Trust Fund	875,000	875,000
Due to Marina and Boat Launch Utility Operating Fund	-	2,525
Other Liabilities	5,208	5,302
Sales Tax Payable	4,055	3,997
Accrued Interest on Bonds and Notes	<u>15,530</u>	<u>16,301</u>
 Total Operating Fund	 <u>1,358,974</u>	 <u>1,837,009</u>
CAPITAL FUND		
Serial Bonds Payable	4,111,000	4,481,000
Due to General Capital Fund	14,727	14,727
Due to Recreation Utility Operating Fund	827	103,889
Reserve for Amortization	35,104,185	34,734,185
Down Payment on Improvements		337,500
Improvement Authorizations		
Funded	8,715	16,830
Fund Balance	<u>-</u>	<u>18,000</u>
 Total Capital Fund	 <u>39,239,454</u>	 <u>39,706,131</u>
 Total Liabilities, Reserves and Fund Balance	 <u>\$ 40,598,428</u>	 <u>\$ 41,543,140</u>

There were no bonds and notes authorized but not issued on June 30, 2025 and 2024.

TOWNSHIP OF WOODBRIDGE
COMPARATIVE STATEMENTS OF OPERATIONS AND CHANGES IN OPERATING
FUND BALANCE - REGULATORY BASIS
RECREATION UTILITY OPERATING FUND
FOR THE FISCAL YEARS ENDED JUNE 30, 2025 AND 2024

	<u>2025</u>	<u>2024</u>
REVENUES AND OTHER INCOME REALIZED		
Recreation Fees and Other Charges	\$ 9,031,275	8,692,114
Additional User Fees	262,746	369,210
Interest on Deposits	43,397	43,369
Contribution - Forest City	150,000	150,000
Recreation Utility Capital Fund - Fund Balance	355,500	133,039
Contribution - Greidel	697,926	693,032
State Landfill Remediation Funds	23,245	28,976
Non-Budget Revenues	8,106	
Other Credits to Income:		
Cancellation of Accrued Interest on Notes	-	280,109
	<u>10,572,195</u>	<u>10,389,849</u>
Total Revenues and Other Income		
EXPENDITURES		
Budget Appropriations		
Operating	10,329,943	9,961,280
Deferred Charges and Statutory Expenditures	713,557	1,591,509
Debt Service	445,624	531,096
Other Debits to Income:		
Refund of Prior Year Revenue	-	53,817
	<u>11,489,124</u>	<u>12,137,702</u>
Total Expenditures		
(Deficit) in Revenue	(916,929)	(1,747,853)
Realized from General Budget for Anticipated Deficit	<u>916,929</u>	<u>1,747,853</u>
FUND BALANCE, JULY 1	<u>-</u>	<u>-</u>
FUND BALANCE, JUNE 30	<u>\$ -</u>	<u>\$ -</u>

**TOWNSHIP OF WOODBRIDGE
STATEMENT OF REVENUES - REGULATORY BASIS
RECREATION UTILITY OPERATING FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

	SFY 2025		Excess or (Deficit)
	<u>Anticipated</u>	<u>Realized</u>	<u>(Deficit)</u>
User Fees and Other Charges	\$ 9,031,275	\$ 9,031,275	-
Additional User Fees	265,853	262,746	\$ (3,107)
Contribution - Forest City	150,000	150,000	-
Contribution - Greidel	697,926	697,926	-
Recreation Utility Capital Fund -Fund Balance	355,500	355,500	-
State Landfill Remediation Funds	28,976	23,245	(5,731)
Interest on Deposits	42,301	43,397	1,096
Deficit (General Budget)	<u>917,293</u>	<u>916,929</u>	<u>(364)</u>
	<u>\$ 11,489,124</u>	11,481,018	<u>\$ (8,106)</u>
 Non-Budget Revenues		<u>8,106</u>	
		<u>\$ 11,489,124</u>	
 Additional User Fees			
Cash Receipts		\$ 260,746	
Due from Current Fund		<u>2,000</u>	
		<u>\$ 262,746</u>	
 Interest on Deposits			
Recreation Operating Fund		\$ 32,339	
Due from Recreation Capital Fund		<u>11,058</u>	
		<u>\$ 43,397</u>	

TOWNSHIP OF WOODBRIDGE
STATEMENT OF EXPENDITURES - REGULATORY BASIS
RECREATION UTILITY OPERATING FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	<u>2025 Appropriated</u>		<u>2025 Expended</u>	
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>
OPERATING				
Salaries and Wages	\$ 6,247,000	\$ 6,240,679	\$ 6,212,197	\$ 28,482
Other Expenses	4,101,500	4,089,264	4,080,995	8,269
DEBT SERVICE				
Payment on Bond Principal	370,000	370,000	370,000	
Interest on Bonds	75,624	75,624	75,624	
STATUTORY EXPENDITURES				
Public Employees' Retirement System	100,000	100,000	100,000	
Social Security System	460,000	478,557	472,909	5,648
Defined Contribution Retirement Program	<u>135,000</u>	<u>135,000</u>	<u>86,827</u>	<u>48,173</u>
	<u>\$ 11,489,124</u>	<u>\$ 11,489,124</u>	<u>\$ 11,398,552</u>	<u>\$ 90,572</u>
Cash Disbursed			\$ 11,128,700	
Accrued Interest on Bonds and Notes			75,624	
Encumbrances Payable			<u>194,228</u>	
			<u>\$ 11,398,552</u>	

TOWNSHIP OF WOODBRIDGE
COMPARATIVE STATEMENTS OF CHANGES IN FUND BALANCE - REGULATORY BASIS
RECREATION UTILITY CAPITAL FUND
FOR THE FISCAL YEARS ENDED JUNE 30, 2025 AND 2024

	<u>2025</u>	<u>2024</u>
Balance, July 1	\$ 18,000	\$ 151,039
Increased by:		
Down Payment on Improvements Cancelled	337,500	-
	355,500	151,039
Decreased by:		
Anticipated as Revenue in Operating Fund	355,500	133,039
Balance, June 30	\$ -	\$ 18,000

**TOWNSHIP OF WOODBRIDGE
COMPARATIVE BALANCE SHEETS - REGULATORY BASIS
MARINA AND BOAT LAUNCH UTILITY FUND
AS OF JUNE 30, 2025 AND 2024**

	<u>2025</u>	<u>2024</u>
OPERATING FUND		
ASSETS		
Cash and Cash Equivalents	\$ 92,164	\$ 103,942
Due from Recreation Utility Operating Fund	-	2,525
Due from Current Fund	<u>3,811</u>	<u>2,184</u>
 Total Assets	 <u>\$ 95,975</u>	 <u>\$ 108,651</u>
 LIABILITIES, RESERVES AND FUND BALANCE		
Appropriation Reserves	\$ 19,894	\$ 6,066
Accounts Payable	40,267	34,707
Encumbrances Payable	12,885	39,669
Reserve for ARP Funds	<u>-</u>	<u>7,450</u>
	73,046	87,892
 Fund Balance	 <u>22,929</u>	 <u>20,759</u>
 Total Liabilities, Reserves and Fund Balance	 <u>\$ 95,975</u>	 <u>\$ 108,651</u>

TOWNSHIP OF WOODBRIDGE
COMPARATIVE STATEMENTS OF OPERATIONS AND CHANGE IN FUND BALANCE -
REGULATORY BASIS - MARINA AND BOAT LAUNCH UTILITY FUND
FOR THE FISCAL YEARS ENDED JUNE 30, 2025 AND 2024

	<u>2025</u>	<u>2024</u>
REVENUES AND OTHER INCOME REALIZED		
Fund Balance Anticipated	\$ 20,759	\$ 62,286
Marina and Boat Launch Fees	131,474	142,283
Non-Budget Revenues	929	1,481
Other Credits to Income:		
Accounts Payable Cancelled	-	4,394
Unexpended Balance of Appropriation Reserves	<u>18,026</u>	<u>10,622</u>
 Total Revenues and Other Income	 <u>171,188</u>	 <u>221,066</u>
EXPENDITURES		
Budget Appropriations:		
Operating	138,759	199,582
Statutory Expenditures	<u>9,500</u>	<u>5,500</u>
 Total Expenditures	 <u>148,259</u>	 <u>205,082</u>
 Excess in Revenues	 22,929	 15,984
FUND BALANCE, JULY 1	<u>20,759</u>	<u>67,061</u>
	43,688	83,045
Decreased by:		
Utilized as Anticipated Revenue	<u>20,759</u>	<u>62,286</u>
FUND BALANCE, JUNE 30	<u>\$ 22,929</u>	<u>\$ 20,759</u>

TOWNSHIP OF WOODBRIDGE
STATEMENT OF REVENUES - REGULATORY BASIS - MARINA AND BOAT LAUNCH UTILITY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	SFY 2025 <u>Anticipated</u>		Excess or <u>(Deficit)</u>
Fund Balance Anticipated	\$ 20,759	\$ 20,759	-
Marina and Boat Launch Fees	<u>142,000</u>	<u>131,474</u>	<u>\$ (10,526)</u>
 Total	 <u>\$ 162,759</u>	 152,233	 <u>\$ (10,526)</u>
 Non-Budget Revenues		 <u>929</u>	
		 <u>\$ 153,162</u>	
 Non-Budget Revenues			
Interest Income		\$ 779	
Miscellaneous		<u>150</u>	
		 <u>\$ 929</u>	
 Marina and Boat Launch Fees			
Cash Receipts		\$ 127,664	
Due from Current Fund		<u>3,810</u>	
		 <u>\$ 131,474</u>	

TOWNSHIP OF WOODBRIDGE
STATEMENT OF EXPENDITURES - REGULATORY BASIS
MARINA AND BOAT LAUNCH UTILITY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	<u>2025 Appropriated</u>		<u>Paid or Charged</u>	<u>2025 Expended</u>	
	<u>Budget</u>	<u>Budget After Modification</u>		<u>Reserved</u>	<u>Cancelled</u>
OPERATING					
Salaries and Wages	\$ 79,121	\$ 62,121	\$ 39,608	\$ 8,013	\$ 14,500
Other Expenses	74,138	91,138	86,653	4,485	
STATUTORY EXPENDITURES					
Social Security System	6,000	6,000	1,783	4,217	
Defined Contribution Retirement Program	<u>3,500</u>	<u>3,500</u>	<u>321</u>	<u>3,179</u>	<u>-</u>
Total	<u>\$ 162,759</u>	<u>\$ 162,759</u>	<u>\$ 128,365</u>	<u>\$ 19,894</u>	<u>\$ 14,500</u>
Cash Disbursements			\$ 115,480		
Encumbrances Payable			<u>12,885</u>		
			<u>\$ 128,365</u>		

**TOWNSHIP OF WOODBRIDGE
COMPARATIVE BALANCE SHEETS - REGULATORY BASIS
PARKING UTILITY FUND
AS OF JUNE 30, 2025 AND 2024**

	<u>2025</u>	<u>2024</u>
ASSETS		
OPERATING FUND		
Cash and Cash Equivalents	\$ 1,103,822	\$ 1,060,817
Change Funds	2,000	2,000
Due from Parking Utility Capital Fund	<u>14</u>	<u>17</u>
 Total Operating Fund	 <u>1,105,836</u>	 <u>1,062,834</u>
 CAPITAL FUND		
Cash and Cash Equivalents	163,490	165,218
Fixed Capital	2,192,243	2,192,243
Fixed Capital Authorized and Uncompleted	<u>735,000</u>	<u>735,000</u>
 Total Capital Fund	 <u>3,090,733</u>	 <u>3,092,461</u>
 Total Assets	 <u>\$ 4,196,569</u>	 <u>\$ 4,155,295</u>

TOWNSHIP OF WOODBRIDGE
COMPARATIVE BALANCE SHEETS - REGULATORY BASIS
PARKING UTILITY FUND
AS OF JUNE 30, 2025 AND 2024

	<u>2025</u>	<u>2024</u>
LIABILITIES, RESERVES AND FUND BALANCE		
OPERATING FUND		
Appropriation Reserves	\$ 216,197	\$ 233,051
Encumbrances Payable	-	5,192
Accrued Interest on Notes	-	5,360
Accounts Payable	12,848	13,342
Other Liabilities	1,085	1,085
Reserve for ARP Funds	-	2,191
Reserve for Maintenance	<u>10,389</u>	<u>8,703</u>
	240,519	268,924
Fund Balance	<u>865,317</u>	<u>793,910</u>
Total Operating Fund	<u>1,105,836</u>	<u>1,062,834</u>
CAPITAL FUND		
Encumbrances Payable	5,090	7,254
Bond Anticipation Notes	-	208,299
Improvement Authorizations		
Funded	158,386	156,222
Reserve for Amortization	2,901,743	2,693,444
Deferred Reserve for Amortization	25,500	25,500
Due to Parking Utility Operating Fund	14	17
Fund Balance	<u>-</u>	<u>1,725</u>
Total Capital Fund	<u>3,090,733</u>	<u>3,092,461</u>
Total Liabilities, Reserves and Fund Balance	<u>\$ 4,196,569</u>	<u>\$ 4,155,295</u>

There were no bonds and notes authorized but not issued on June 30, 2025 and 2024.

TOWNSHIP OF WOODBRIDGE
COMPARATIVE STATEMENTS OF OPERATIONS AND CHANGES IN OPERATING
FUND BALANCE - REGULATORY BASIS
PARKING UTILITY OPERATING FUND
FOR THE FISCAL YEARS ENDED JUNE 30, 2025 AND 2024

	<u>2025</u>	<u>2024</u>
REVENUES AND OTHER INCOME REALIZED		
Fund Balance Utilized	\$ 133,593	\$ 175,000
Parking Fees and Permits	273,965	266,791
Main Street SID Contribution	80,000	80,000
Parking Utility Capital Fund Balance	1,725	5,579
Non-Budget Revenues	7,052	6,076
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	<u>181,348</u>	<u>728,488</u>
 Total Revenues and Other Income	 <u>677,683</u>	 <u>1,261,934</u>
 EXPENDITURES		
Budget Appropriations		
Operating	253,935	288,100
Deferred Charges and Statutory Expenditures	7,500	7,500
Debt Service	<u>211,248</u>	<u>199,988</u>
 Total Expenditures	 <u>472,683</u>	 <u>495,588</u>
 Excess in Revenues	 205,000	 766,346
 FUND BALANCE, JULY 1	 <u>793,910</u>	 <u>202,564</u>
 Decreased by:	 998,910	 968,910
Utilized as Anticipated Revenue	<u>133,593</u>	<u>175,000</u>
 FUND BALANCE, JUNE 30	 <u>\$ 865,317</u>	 <u>\$ 793,910</u>

TOWNSHIP OF WOODBRIDGE
STATEMENT OF REVENUES - REGULATORY BASIS
PARKING UTILITY OPERATING FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	SFY 2025		Excess or
	<u>Anticipated</u>	<u>Realized</u>	<u>(Deficit)</u>
Fund Balance Anticipated	\$ 133,593	\$ 133,593	-
Parking Fees and Permits	260,000	273,965	\$ 13,965
Main Street SID Contribution	80,000	80,000	-
Parking Utility Capital Fund Surplus	<u>1,725</u>	<u>1,725</u>	<u>-</u>
	<u>\$ 475,318</u>	\$ 489,283	<u>\$ 13,965</u>
Non-Budget Revenues		<u>7,052</u>	
		<u>\$ 496,335</u>	
Analysis of Non-Budget Revenues:			
Interest on Investments			
Parking Utility Operating Fund		\$ 1,314	
Parking Utility Capital Fund		168	
Miscellaneous		<u>5,570</u>	
		<u>\$ 7,052</u>	
Cash Receipts		\$ 6,884	
Due from Parking Utility Capital Fund		<u>168</u>	
		<u>\$ 7,052</u>	

STATEMENT OF EXPENDITURES - REGULATORY BASIS
PARKING UTILITY OPERATING FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	<u>2025 Appropriated</u>		<u>2025 Expended</u>		
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>	<u>Cancelled</u>
OPERATING					
Salaries and Wages	\$ 29,835	\$ 29,835	\$ 20,655	\$ 9,180	-
Other Expenses	224,100	224,100	20,583	203,517	-
DEBT SERVICE					
Payment of Bond Anticipation and Capital Notes	208,299	208,299	208,299	-	-
Interest on Notes	5,584	5,584	2,949	-	\$ 2,635
STATUTORY EXPENDITURES					
Public Employees' Retirement System	4,000	4,000	4,000	-	-
Social Security System	<u>3,500</u>	<u>3,500</u>	<u>-</u>	<u>3,500</u>	<u>-</u>
	<u>\$ 475,318</u>	<u>\$ 475,318</u>	<u>\$ 256,486</u>	<u>\$ 216,197</u>	<u>\$ 2,635</u>
Cash Disbursed			\$ 253,537		
Accrued Interest on Notes			<u>2,949</u>		
			<u>\$ 256,486</u>		

TOWNSHIP OF WOODBRIDGE
COMPARATIVE STATEMENTS OF CHANGES IN FUND BALANCE - REGULATORY BASIS
PARKING UTILITY CAPITAL FUND
FOR THE FISCAL YEARS ENDED JUNE 30, 2025 AND 2024

	<u>2025</u>	<u>2024</u>
Balance, July 1	\$ 1,725	\$ 5,579
Increased by:		
Premium on Sale of Notes	-	1,725
	1,725	7,304
Decreased by:		
Anticipated as Parking Utility Operating Fund Revenue	1,725	5,579
Balance, June 30	\$ -	\$ 1,725

TOWNSHIP OF WOODBRIDGE
COMPARATIVE BALANCE SHEETS - REGULATORY BASIS
PUBLIC ASSISTANCE TRUST FUND
AS OF JUNE 30, 2025 AND 2024

	<u>2025</u>	<u>2024</u>
ASSETS		
Cash and Cash Equivalents	<u>\$ 1,448</u>	<u>\$ 1,308</u>
LIABILITIES AND RESERVES		
Reserve for Public Assistance Expenditures	<u>\$ 1,448</u>	<u>\$ 1,308</u>

TOWNSHIP OF WOODBRIDGE
COMPARATIVE BALANCE SHEETS - REGULATORY BASIS
GENERAL FIXED ASSETS ACCOUNT GROUP
AS OF JUNE 30, 2025 AND 2024

	<u>2025</u>	<u>2024</u>
ASSETS		
Land, Buildings and Building Improvements	\$ 125,410,648	\$ 121,965,893
Machinery and Equipment	95,939,835	90,384,050
Construction in Progress	<u>13,570,922</u>	<u>13,388,694</u>
Total Assets	<u>\$ 234,921,405</u>	<u>\$ 225,738,637</u>
RESERVES		
Investment in General Fixed Assets	<u>\$ 234,921,405</u>	<u>\$ 225,738,637</u>
Total Reserves	<u>\$ 234,921,405</u>	<u>\$ 225,738,637</u>

The Accompanying Notes are an Integral Part of these Financial Statements

**TOWNSHIP OF WOODBRIDGE
NOTES TO FINANCIAL STATEMENTS
FISCAL YEARS ENDED JUNE 30, 2025 AND 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The Township of Woodbridge (the “Township”) was incorporated in 1669 and operates under an elected Mayor and Council form of government. The Mayor is elected to a four-year term. The Municipal Council consists of nine members, four of whom are elected at large and five of whom are elected from each of the Township’s five wards. The councilpersons serve on a part-time basis and serve for a four year term. The Mayor is in charge of the administrative functions. The Township Council exercises all legislative powers including final adoption of the municipal budget and bond ordinances and confirmation of the Mayor’s appointments, and all executive authority which is not specifically provided to the Mayor, by state law. A Township Administrator is appointed by the Township Council and is responsible for the implementation of the policies of the Mayor and Council, for the administration of all Township affairs and for the day to day operations of the Township. The Township Administrator is the Chief Administrative Officer for the Township. The Township's major operations include public safety, road repair and maintenance, sanitation, recreation and parks, health services, and general administrative services.

The Governmental Accounting Standards Board (GASB) requires the financial reporting entity to include both the primary government and component units. Component units are legally separate organizations for which the Township is financially accountable. The Township is financially accountable for an organization if the Township appoints a voting majority of the organization’s governing board and (1) the Township is able to significantly influence the programs or services performed or provided by the organization; or (2) the Township is legally entitled to or can otherwise access the organization’s resources; the Township is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the Township is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the Township in that the Township approves the budget, the issuance of debt or the levying of taxes. The Township is not includable in any other reporting entity as a component unit.

The financial statements contained herein include only those boards, bodies, officers or commissions as required by NJS 40A:5-5. Accordingly, the financial statements of the Township do not include the municipal library, volunteer ambulance squads, or redevelopment agency, which are considered component units under accounting principles generally accepted in the United States of America (GAAP). Complete financial statements of the above component units can be obtained by contacting the Treasurer of the respective entity.

B. Description of Regulatory Basis of Accounting

The financial statements of the Township of Woodbridge have been prepared on a basis of accounting in conformity with accounting principles and practices prescribed or permitted by the Division of Local Government Services, Department of Community Affairs, State of New Jersey (the "Division") which is a regulatory basis of accounting other than GAAP. Such principles and practices are designed primarily for determining compliance with legal provisions and budgetary restrictions and as a means of reporting on the stewardship of public officials with respect to public funds. Under this method of accounting, the Township accounts for its financial transactions through separate funds, which differ from the fund structure required by GAAP.

The GASB is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The GASB has adopted accounting statements to be used by governmental units when reporting financial position and results of operations in accordance with GAAP. The municipalities in the State of New Jersey do not prepare financial statements in accordance with GAAP and thus do not comply with all of the GASB pronouncements.

**TOWNSHIP OF WOODBRIDGE
NOTES TO FINANCIAL STATEMENTS
FISCAL YEARS ENDED JUNE 30, 2025 AND 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Basis of Presentation – Financial Statements

The Township uses funds, as required by the Division, to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial administration by segregating transactions related to certain Township functions or activities. The Township also uses an account group, which is designed to provide accountability for certain assets that are not recorded in those Funds.

The Township has the following funds and account group:

Current Fund – This fund is used to account for the revenues and expenditures for governmental operations of a general nature and the assets and liabilities related to such activities, including Federal and State grants not accounted for in another fund.

Trust Funds - These funds are used to account for assets held by the government in a trustee capacity. Funds held by the Township as an agent for individuals, private organizations, or other governments are recorded in the Trust Funds.

Animal Control Trust Fund - This fund is used to account for fees collected from dog and cat licenses and expenditures which are regulated by NJS 4:19-15.11.

Other Trust Fund - This fund is established to account for the assets and resources, which are held by the Township as a trustee or agent for individuals, private organizations, other governments and/or other funds. These funds include dedicated fees/proceeds collected, developer deposits, payroll related deposits and funds deposited with the Township as collateral.

Self Insurance Trust Fund - This fund is used to account for the resources and expenditures for self-insurance claims and premiums.

Community Development Block Grant Trust Fund - This fund is used to account for grant proceeds, program income and related expenditures for Federal Block grant entitlements.

Special Improvement District (SID) Trust Fund – This fund is used to account for the receipts and disbursements relating to Main Street and Oak Tree Special Improvement Districts.

General Capital Fund – This fund is used to account for the receipts and disbursements of funds used and related financial transactions pertaining to the acquisition or improvement of general capital facilities and other capital assets, other than those acquired in the Current Fund.

Sewer Utility Fund - This fund is used to account for the revenues and expenditures for the operation of the Township's sanitary sewerage system and the assets and liabilities relative to such activities. Acquisition or improvement of capital facilities and other capital assets for the sewer utility is accounted for in the capital section of the fund.

Recreation Utility Fund - This fund is used to account for the revenues and expenditures for operation of the Township's recreational facilities and the assets and liabilities relative to such activities. Acquisition or improvement of capital facilities and other capital assets for the recreation utility is accounted for in the capital section of the fund.

**TOWNSHIP OF WOODBRIDGE
NOTES TO FINANCIAL STATEMENTS
FISCAL YEARS ENDED JUNE 30, 2025 AND 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Basis of Presentation – Financial Statements (Continued)

Marina and Boat Launch Utility Fund – This fund is used to account for the revenues and expenditures for the operation of the Township’s marina and boat launch utility and the assets and liabilities relative to such activities.

Parking Utility Fund – This fund is used to account for the revenues and expenditures for operation of the Township’s parking facilities and the assets and liabilities relative to such activities. Acquisition or improvement of capital facilities and other capital assets for the parking utility is accounted for in the capital section of the fund.

Public Assistance Trust Fund - This fund is used to account for the receipt and disbursement of funds that provide assistance to certain residents of the Township pursuant to Title 44 of New Jersey Statutes.

General Fixed Assets Account Group - This account group is used to account for all general fixed assets of the Township, other than those accounted for in the sewer, recreation and parking utility funds. The Township’s infrastructure is not reported in the account group.

Comparative Data - Comparative data for the prior year has been presented in the accompanying financial statements in order to provide an understanding of changes in the Township's financial position and operations. However, comparative data have not been presented in all statements because their inclusion would make certain statements unduly complex and difficult to understand.

Reclassifications - Certain reclassifications may have been made to the June 30, 2024 balances to conform to the June 30, 2025 presentation.

Financial Statements – Regulatory Basis

The GASB Codification also requires the financial statements of a governmental unit to be presented in the basic financial statements in accordance with GAAP. The Township presents the regulatory basis financial statements listed in the table of contents which are required by the Division and which differ from the basic financial statements required by GAAP. In addition, the Division requires the regulatory basis financial statements listed in the table of contents to be referenced to the supplementary schedules. This practice differs from reporting requirements under GAAP.

D. Measurement Focus and Basis of Accounting

The accounting and financial reporting treatment is determined by the accounting principles and practices prescribed by the Division in accordance with the regulatory basis of accounting. Measurement focus indicates the type of resources being measured. The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

The Township follows a modified accrual basis of accounting. Under this method of accounting, revenues, except State/Federal Aid, are recognized when received and expenditures are recorded when incurred. The accounting principles and practices prescribed or permitted for municipalities by the Division (“regulatory basis of accounting”) differ in certain respects from accounting principles generally accepted in the United States of America (GAAP) applicable to local government units. The more significant differences are as follows:

**TOWNSHIP OF WOODBRIDGE
NOTES TO FINANCIAL STATEMENTS
FISCAL YEARS ENDED JUNE 30, 2025 AND 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Measurement Focus and Basis of Accounting (Continued)

Cash, Cash Equivalents and Investments - Cash includes amounts in demand deposits as well as short-term investments with a maturity date within three months of the date acquired by the government. Investments are reported at cost and are limited by N.J.S.A. 40A:5-15.1 et seq. GAAP requires that all investments be reported at fair value.

Inventories - The costs of inventories of supplies for all funds are recorded as expenditures at the time individual items are purchased. The costs of inventories are not included on the various balance sheets. GAAP requires inventories to be recorded as assets in proprietary-type funds.

Property Tax Revenues/Receivables - Real property taxes are assessed locally, based upon the assessed value of the property. The tax bill includes a levy for Municipal, County, and School purposes. The bills are mailed semi-annually in June of the preceding fiscal year and October of the current fiscal year for that fiscal year's levy. Taxes are payable in four quarterly installments on August 1, November 1, February 1, and May 1. The amount due for the August 1 and November 1 installments are determined based upon the estimated taxes to be levied for municipal purposes in the current fiscal year, plus the full tax levied for the current tax year (calendar year) for county and school taxes, less the amount charged in the February and May installments. The February 1 and May 1 installments are determined as the full tax levied for municipal purposes for the current fiscal year less the amounts charged for municipal purposes as the August 1 and November 1 installments of the current fiscal year, plus one half of the total tax levied for county and school purposes in the preceding tax year (calendar year). If unpaid on these dates, the amount due becomes delinquent and subject to interest at 8% per annum, or 18% on any delinquency amount in excess of \$1,500. A penalty of up to 6% of the delinquency may be imposed on a taxpayer with a delinquency in excess of \$10,000 who fails to pay that delinquency prior to the end of the fiscal year in which the charges become delinquent. The school levy is turned over to the Board of Education as expenditures are incurred, and the balance, if any, must be transferred as of June 30, of each fiscal year. County taxes are paid quarterly on February 15, May 15, August 15 and November 15, to the County by the Township. When unpaid taxes or any municipal lien, or part thereof, on real property, remains in arrears on October first in the year following the fiscal year levy when the same became in arrears, the collector in the municipality shall, subject to the provisions of the New Jersey Statutes, enforce the lien by placing the property on a standard tax sale. The Township also has the option when unpaid taxes or any municipal lien, or part thereof, on real property remains in arrears on the 11th day of the eleventh month in the fiscal year when the taxes or lien became in arrears, the collector in the municipality shall, subject to the provisions of the New Jersey Statutes, enforce the lien by placing property on an accelerated tax sale, provided that the sale is conducted and completed no earlier than in the last month of the fiscal year. The Township may institute annual in rem tax foreclosure proceedings to enforce the tax collection of acquisition of title to the property. In accordance with the accounting principles prescribed by the State of New Jersey, current and delinquent taxes are realized as revenue when collected. Since delinquent taxes and liens are fully reserved, no provision has been made to estimate that portion of the tax receivable and tax title liens that are uncollectible. GAAP requires property tax revenues to be recognized in the accounting period when they become susceptible to accrual (i.e., when they are both levied and available), reduced by an allowance for doubtful accounts.

Fire District Taxes - There are nine (9) fire districts located within the boundaries of the Township. Upon the proper certification to the assessor of the municipality in which the Fire District is located, the assessor shall assess the amount of taxes to be raised in support of the Fire District's budget in the same manner as all other municipal taxes. The collector or treasurer of the municipality shall then pay over to the treasurer or custodian of funds of the Fire District the taxes assessed in accordance with the following schedule: on or before April 1, an amount equaling 21.25% of all monies assessed; on or before July 1, an amount equaling 22.5% of all moneys assessed; on or before October 1, an amount equaling 25% of all moneys assessed; on or before December 31, an amount equaling the difference between the total of all monies so assessed and the total previously paid over.

**TOWNSHIP OF WOODBRIDGE
NOTES TO FINANCIAL STATEMENTS
FISCAL YEARS ENDED JUNE 30, 2025 AND 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Measurement Focus and Basis of Accounting (Continued)

Miscellaneous Revenues/Receivables - Miscellaneous revenues are recognized on a cash basis. Receivables for the miscellaneous items that are susceptible to accrual are recorded with offsetting reserves on the balance sheet of the Township's Current Fund. GAAP requires such revenues to be recognized in the accounting period when they become susceptible to accrual (i.e., when they are both measurable and available).

Sewer Utility Revenues/Receivables - Utility charges are levied quarterly based upon a flat service charge and if applicable, an excess consumption or usage charge. Revenues from these sources are recognized on a cash basis. Receivables that are susceptible to accrual are recorded with offsetting reserves on the balance sheet of the Township's sewer utility operating fund. GAAP requires such revenues to be recognized in the accounting period when they become susceptible to accrual, reduced by an allowance for doubtful accounts.

Grant and Similar Award Revenues/Receivables - Federal and State grants, entitlements 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 as soon as all eligibility requirements imposed by the grantor or provider have been met.

Property Acquired for Taxes – Property acquired for taxes is recorded in the Current Fund at the assessed valuation when such property was acquired, and is fully reserved. GAAP requires such property to be recorded as a capital asset in the government-wide financial statements at fair value on the date of acquisition.

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 for interfunds and, therefore, does not recognize income in the year liquidated.

Deferred Charges – Certain expenditures and other items are required to be deferred to budgets of succeeding years. GAAP requires expenditures and certain other items generally to be recognized when incurred, if measurable.

Funded and unfunded debt authorizations for general capital projects are also recorded as deferred charges and represent permanent long-term debt issues outstanding (funded) and temporary debt issues outstanding or unissued debt authorizations (unfunded), respectively. GAAP does not permit the recording of deferred charges for funded and unfunded debt authorizations.

Appropriation Reserves – Appropriation reserves are recorded as liabilities and 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.

**TOWNSHIP OF WOODBRIDGE
NOTES TO FINANCIAL STATEMENTS
FISCAL YEARS ENDED JUNE 30, 2025 AND 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Measurement Focus and Basis of Accounting (Continued)

Expenditures – Expenditures are recorded on the "budgetary" basis of accounting. Generally, expenditures are recorded when an amount is encumbered for goods or services through the issuance of a purchase order in conjunction with an encumbrance accounting system. Outstanding encumbrances at June 30, are reported as a cash liability in the financial statements. Unexpended or uncommitted appropriations, at June 30, are reported as expenditures through the establishment of appropriation reserves unless cancelled 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, as well as expenditures related to compensated absences and claims and judgements, which are recognized when due.

Encumbrances - Contractual orders outstanding at June 30, are reported as expenditures and liabilities through the establishment of an encumbrance payable. Encumbrances do not constitute expenditures or liabilities under GAAP.

Compensated Absences - Expenditures relating to obligations for unused vested accumulated vacation and sick leave are not recorded until paid; however, municipalities may establish and budget reserve funds subject to NJSA 40A:4-39 for the future payment of compensated absences. 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 are recorded as a long-term obligation in the government-wide financial statements.

Tax Appeals and Other Contingent Losses - Losses arising from tax appeals and other contingent losses are recognized at the time a decision is rendered by an administrative or judicial body; however, municipalities may establish reserves transferred from tax collections or by budget appropriation for future payments of tax appeal losses. GAAP requires such amounts to be recorded when it is probable that a loss has been incurred and the amount of such loss can be reasonably estimated.

General Fixed Assets - In accordance with NJAC 5:30-5.6, Accounting for Governmental Fixed Assets, the Township of Woodbridge has developed a fixed assets accounting and reporting system. Fixed assets are defined by the Township as assets with an initial, individual cost of \$5,000 and an estimated useful life in excess of two years.

Fixed assets used in governmental operations (general fixed assets) are accounted for in the General Fixed Assets Account Group. Public domain ("infrastructure") general fixed assets consisting of certain improvements other than buildings, such as roads, bridges, curbs and gutters, streets and sidewalks and sewerage and drainage systems are not capitalized.

No depreciation has been provided for in the financial statements.

Expenditures for construction in progress are recorded in the General Capital Fund until such time as the construction is completed and put into operation for general fixed assets.

Accounting for utility fund "fixed capital" remains unchanged under NJAC 5:30-5.6.

**TOWNSHIP OF WOODBRIDGE
NOTES TO FINANCIAL STATEMENTS
FISCAL YEARS ENDED JUNE 30, 2025 AND 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Measurement Focus and Basis of Accounting (Continued)

Property and equipment purchased by the sewer, recreation and parking utility funds are recorded in the capital account at cost and are adjusted for disposition and abandonment. The amounts shown do not purport to represent reproduction costs or current value. Contributions in aid of construction are not capitalized. The balance in the Reserve for Amortization and Deferred Reserve for Amortization accounts in the utility capital funds represents charges to operations for the costs of acquisitions of property, equipment and improvements. The utilities do not record depreciation on fixed assets.

GAAP requires that capital assets be recorded in proprietary-type funds as well as the government-wide financial statement at historical or estimated historical cost if actual historical cost is not available. In addition, GAAP requires depreciation on capital assets to be recorded in proprietary-type funds as well as in the government-wide financial statements.

Long-term Debt - The Township's long-term debt is stated at face value. Additional information pertinent to the Township's long-term debt is disclosed in Note 9 to the financial statements.

Net Pension Liability and Related Deferred Outflows of Resources and Deferred Inflows of Resources and Pension Expense – The requirements of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions* and GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment of GASB No. 68* require governmental entities to record their distributive shares of net pension liability, deferred outflows of resources, deferred inflows of resources and total pension related expense. Accounting principles applicable to municipalities, which have been prescribed by the Division, do not require the recording of the liabilities, deferrals, and expenses, but do require the disclosure of these amounts. The audited financial information related to these pensions is released annually by the State's Division of Pension and Benefits and is required to be included as note disclosures in the financial statements. As of the date of the audit, the 2024 Public Employees' Retirement System Report and the 2024 Police and Firemen's Retirement System Report were the most recent reports available and therefore the information for that year was disclosed accordingly. Refer to Note 11 for these disclosures.

Other Post-Employment Benefits Other Than Pensions – The requirements of GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions (OPEB)* that is provided by other entities require governmental entities to record in their financial statements a share of the other governments net OPEB liability, deferred outflows of resources, deferred inflows of resources and total OPEB expense. Accounting principles applicable to municipalities, which have been prescribed by the Division, do not require the recording of these liabilities, deferrals, and expenses, but do require the disclosure of these amounts. Since the Township does not follow generally accepted accounting principles, the GASB did not result in a change in the Township's assets, liabilities and contribution requirements. However, it did result in additional note disclosures as required by the GASB. As of the date of the audit, the 2024 Report was the most recent report available and therefore information for that year was disclosed accordingly. Refer to Note 12 for these disclosures.

Lease Receivable/Deferred Inflows of Resources -The requirements of GASB Statement No. 68, *Leases* requires the lessor to recognize a lease receivable and deferred inflows of resources at the commencement of the lease term, with certain exceptions for leases of assets held as investments, certain regulated leases, short-term leases, and leases that transfer ownership of the underlying asset. The lease receivable should be measured at the present value of lease payments expected to be received during the lease term. The deferred inflow of resources should be measured at the value of the lease receivable plus any payments received at or before the commencement of the lease term that relate to future periods. Accounting principles applicable to municipalities, which have been prescribed by the Division, do not require the recording of these receivables and deferred inflow of resources, but do require the disclosure of these amounts. Refer to Note 18 for this disclosure.

**TOWNSHIP OF WOODBRIDGE
NOTES TO FINANCIAL STATEMENTS
FISCAL YEARS ENDED JUNE 30, 2025 AND 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Measurement Focus and Basis of Accounting (Continued)

Lease Payable/Lease Asset - The requirements of GASB Statement No. 68, *Leases* requires the lessee to recognize a lease liability and a lease asset at the commencement of the lease term, unless the lease is short-term or it transfers ownership of the underlying asset. The lease liability should be measured at the present value of payments expected to be made during the lease term (less any incentives). The lease asset should be measured at the amount of the initial measurement of the lease liability, plus any payments made to the lessor at or before the commencement of the lease term and certain direct costs. Accounting principles applicable to municipalities, which have been prescribed by the Division, do not require the recording of these payables and deferred outflow of resources, but do require the disclosure of these amounts. Refer to Note 18 for this disclosure.

Recently Issued and Adopted Accounting Principles

During the fiscal year ended June 30, 2025, the following GASB Statements were effective:

The GASB Statement No. 101, "*Compensated Absences*", provides guidance on the accounting and financial reporting for compensated absences. The objective of this Statement is to better meet the information need of financial statement users by updating the recognition and measurement guidance for compensated absences. The objective is achieved by aligning recognition and measurement under a unified model and by amending certain previously required disclosures. The Township prepares its financial statements based upon a regulatory basis of accounting other than generally accepted accounting principles and therefore GASB Statement No. 101 is not applicable.

The GASB Statement No. 102, "*Certain Risk Disclosures*", provides guidance on disclosures within government financial statements on risks related to a government's vulnerabilities due to certain concentrations or constraints. A concentration is defined as a lack of diversity related to an aspect of a significant inflow or outflow of resources. A constraint is a limitation imposed on a government by an external party or by formal action of the government's highest level of decision-making authority. Concentrations and constraints may limit a government's ability to acquire resources or control spending. Under this statement, a government is required to assess whether an event or events associated with a concentration or constraint that could cause substantial impact have occurred, have begun to occur, or are more likely than not to begin within 12 months of the date the financial statements are issued. Based upon our audit procedures no disclosures are required pursuant to GASB Statement No. 102.

Accounting standards that the Township is currently reviewing for applicability and potential impact on the financial statements include:

The GASB Statement No. 103, "*Financial Reporting Model Improvements*", has been issued to improve key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing the government's accountability. The requirements of this Statement are effective for reporting periods beginning after June 15, 2025. Management has not determined the impact of the Statement on the financial statements.

The GASB issued Statement No. 104, "*Disclosure of Certain Capital Assets*" in September 2024. The objective of this Statement is to provide users of government financial statements with essential information about certain types of capital assets including lease assets, intangible right-to-use assets, subscription assets, other intangible assets and assets held for sale. The requirements of this Statement are effective for periods beginning after June 15, 2025, and all reporting periods thereafter. Management has not determined the impact of the Statement on the financial statements.

**TOWNSHIP OF WOODBRIDGE
NOTES TO FINANCIAL STATEMENTS
FISCAL YEARS ENDED JUNE 30, 2025 AND 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Measurement Focus and Basis of Accounting (Continued)

Recently Issued and Adopted Accounting Principles (Continued)

This is not an all-inclusive list of recently issued GASB pronouncements but rather a listing of Statements that the Township believes will most impact its financial statements. The Township will evaluate the impact this and other pronouncements may have on its financial statements and will implement them as applicable and when material.

Use of Estimates - The preparation of financial statements requires management of the Township to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of accrued revenues and expenditures during the reporting period. Accordingly, actual results could differ from those estimates.

NOTE 2 STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. Budgets and Budgetary Accounting - An annual budget is required to be adopted and integrated into the accounting system to provide budgetary control over revenues and expenditures. Budget amounts presented in the accompanying financial statements represent amounts adopted by the Township and approved by the State Division of Local Government Services as per N.J.S.A. 40A:4 et seq.

The Township is not required to adopt budgets for the following funds:

- Trust Funds
- General Capital Fund
- Utility Capital Funds
- Public Assistance Trust Fund

The governing body is required to introduce and approve the annual budget no later than August 10, of the fiscal year. The budget is required to be adopted no later than September 20, and prior to adoption must be certified by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. The Director of the Division of Local Government Services, with the approval of the Local Finance Board may extend the introduction and approval and adoption dates of the municipal budget. The budget is prepared by fund, function, activity and line item (salary or other expense) and includes information on the previous year. The legal level of control for appropriations is exercised at the individual line-item level for all operating budgets adopted. The governing body of the municipality may authorize emergency appropriations and the inclusion of certain special items of revenue to the budget after its adoption and determination of the tax rate. During the last two months of the fiscal year, the governing body may, by a 2/3 vote, amend the budget through line-item transfers. Management has no authority to amend the budget without the approval of the governing body. Expenditures may not legally exceed budgeted appropriations at the line-item level. During the fiscal years ended June 30, 2025 and 2024, the Township Council increased the original Current Fund budget by \$2,021,319 and \$2,336,360, respectively. The fiscal year 2025 increases were funded by additional aid allotted to the Township of \$841,319 and an emergency authorization of \$1,180,000. The fiscal year 2024 increases were funded by additional aid allotted to the Township in the amount of \$2,336,360. In addition, the governing body approved several budget transfers during fiscal years 2025 and 2024.

**TOWNSHIP OF WOODBRIDGE
 NOTES TO FINANCIAL STATEMENTS
 FISCAL YEARS ENDED JUNE 30, 2025 AND 2024**

NOTE 3 CASH DEPOSITS AND INVESTMENTS

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

A. Cash Deposits

The Township’s deposits are insured through either the Federal Deposit Insurance Corporation (FDIC), National Credit Union Share Insurance Fund (NCUSIF), Securities Investor Protection Corporation (SIPC) or New Jersey's Governmental Unit Deposit Protection Act (GUDPA). The Township is required to deposit their funds in a depository which is protecting such funds pursuant to GUDPA. The New Jersey Governmental Unit Deposit Protection Act requires all banks doing business in the State of New Jersey to pledge collateral equal to at least 5% of the average amount of its public deposits and 100% of the average amount of its public funds in excess of the lesser of 75% of its capital funds or \$200 million for all deposits not covered by the FDIC or NCUSIF.

Bank balances are insured up to \$250,000 in the aggregate by the FDIC for each bank. NCUSIF insures credit union accounts up to \$250,000 in the aggregate for each financial institution. SIPC replaces cash claims up to a maximum of \$250,000 for each failed brokerage firm. At June 30, 2025 and 2024, the book value of the Township's deposits were \$117,494,581 and \$118,414,007, respectively, and bank and brokerage firm balances of the Township's deposits amounted to \$120,869,581 and \$121,467,149, respectively. The Township's deposits which are displayed on the various fund balance sheets as “cash and cash equivalents” are categorized as:

<u>Depository Account</u>	<u>Bank Balance</u>	
	<u>2025</u>	<u>2024</u>
Insured	\$ <u>120,869,581</u>	\$ <u>121,467,149</u>
	\$ <u>120,869,581</u>	\$ <u>121,467,149</u>

Custodial Credit Risk – Deposits – Custodial credit risk is the risk that in the event of a bank failure, the government’s deposits may not be returned to it. The Township does not have a formal policy for custodial credit risk. As of June 30, 2025 and 2024, none of the Township’s bank balances were exposed to custodial credit risk.

TOWNSHIP OF WOODBRIDGE
NOTES TO FINANCIAL STATEMENTS
FISCAL YEARS ENDED JUNE 30, 2025 AND 2024

NOTE 3 CASH DEPOSITS AND INVESTMENTS (Continued)

B. Investments

The Township is permitted to invest public funds in accordance with the types of securities authorized by N.J.S.A. 40A:5-15.1. Investments include bonds or other obligations of the United States or obligations guaranteed by the United States of America, Government Money Market Mutual Funds, any obligation that a federal agency or a federal instrumentality has issued in accordance with an act of Congress, which security has a maturity date not greater than 397 days from the date of purchase, provided that such obligations bear a fixed rate of interest not dependent on any index or other external factor; bonds or other obligations of the Township or bonds or other obligations of the school districts which are a part of the Township or school districts located within the Township, Bonds or other obligations, having a maturity date of not more than 397 days from the date of purchase, issued by New Jersey school districts, municipalities, counties, and entities subject to the “Local Authorities Fiscal Control Law, “ (C.40A:5A-1 et seq.);

Other bonds or obligations having a maturity date not more than 397 days from the date of purchase may be approved by the Division of Investments in the Department of the Treasury for investment by local units; Local Government investment pools, deposits with the State of New Jersey Cash Management Fund established pursuant to section 1 of P.L. 1977, c.281 (C.52:18A-90.4); and agreements for the repurchase of fully collateralized securities, if transacted in accordance with NJSA 40A:5-15.1 (8a-8e).

Custodial Credit Risk – Investments – For an investment, this is the risk, that in the event of the failure of the counterparty, the Township will not be able to recover the value of its investments or collateral securities that are held by an outside party. The Township does not have a formal policy for custodial risk.

Interest Rate Risk – The Township does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk – State law limits investments as noted above (N.J.S.A. 40A:5-15.1). The Township does not have an investment policy that would further limit its investment choices.

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

As of June 30, 2025 and 2024, the Township had no outstanding investments.

Interest earned in the General Capital Fund, Animal Control Trust Fund and certain Other Trust Funds are assigned to the Current Fund in accordance with the regulatory basis of accounting. Interest earned in the utility capital funds are assigned to the utility operating funds in accordance with the regulatory basis of accounting.

**TOWNSHIP OF WOODBRIDGE
NOTES TO FINANCIAL STATEMENTS
FISCAL YEARS ENDED JUNE 30, 2025 AND 2024**

NOTE 4 TAXES AND UTILITY CHARGES AND FEES RECEIVABLE

Receivables at June 30, 2025 consisted of the following:

	<u>Current</u>	<u>Sewer Utility</u>	<u>Total</u>
<u>2025</u>			
Taxes Receivable	\$ 5,876,366		\$ 5,876,366
Tax Title Liens	819,040		819,040
Assigned Tax Title Liens	194,062		194,062
Utility Charges and Fees		\$ 2,211,720	2,211,720
Utility Liens	<u>-</u>	<u>4,779</u>	<u>4,779</u>
	<u>\$ 6,889,468</u>	<u>\$ 2,216,499</u>	<u>\$ 9,105,967</u>

In the fiscal year ended June 30, 2025, the Township collected \$9,835,474 and \$1,622,176 from delinquent taxes and tax title liens and utility charges and fees, which represented 90.60% and 99.71% of the delinquent tax and sewer charges receivable, as adjusted, at June 30, 2024.

Receivables at June 30, 2024 consisted of the following:

	<u>Current</u>	<u>Sewer Utility</u>	<u>Total</u>
<u>2024</u>			
Taxes Receivable	\$ 9,949,247		\$ 9,949,247
Tax Title Liens	712,871		712,871
Assigned Tax Title Liens	194,062		194,062
Utility Charges and Fees		\$ 1,623,111	1,623,111
Utility Liens	<u>-</u>	<u>3,844</u>	<u>3,844</u>
	<u>\$ 10,856,180</u>	<u>\$ 1,626,955</u>	<u>\$ 12,483,135</u>

In the fiscal year ended June 30, 2024, the Township collected \$6,480,493 and \$1,512,344 from delinquent taxes and tax title liens and utility charges and fees, which represented 91.38% and 99.75% of the delinquent tax and sewer charges receivable, as adjusted, at June 30, 2023.

TOWNSHIP OF WOODBRIDGE
NOTES TO FINANCIAL STATEMENTS
FISCAL YEARS ENDED JUNE 30, 2025 AND 2024

NOTE 5 DUE TO/FROM OTHER FUNDS

As of June 30, interfund receivables and payables that resulted from various interfund transactions were as follows:

	<u>2025</u>		<u>2024</u>	
	<u>Due from Other Funds</u>	<u>Due to Other Funds</u>	<u>Due from Other Funds</u>	<u>Due to Other Funds</u>
Current Fund:				
Regular	\$ 193,988	\$ 99,826	\$ 468,415	\$ 1,305,282
Trust Funds:				
Animal Control Trust	95,574		84,549	
Other Trust	888,821	36,628	888,821	46,703
Self Insurance Trust Fund		1,621		16,762
Community Development Trust Fund		191	48,047	
Special Improvement District Trust Fund				621
General Capital Fund	14,727	21,065	1,185,229	
Sewer Utility Fund:				
Operating	48,467		30,303	
Capital		61,847		44,124
Recreation Utility Fund:				
Operating	827	1,009,483	103,889	1,281,854
Capital		15,554		118,616
Marina Utility Fund:				
Operating	3,811		4,709	
Parking Utility Fund:				
Operating	14		17	
Capital	-	14	-	17
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total	<u>\$ 1,246,229</u>	<u>\$ 1,246,229</u>	<u>\$ 2,813,979</u>	<u>\$ 2,813,979</u>

The above balances are the result of expenditures being paid by one fund on behalf of another fund and/or cash receipts or cash disbursements paid by one fund on behalf of another fund.

The Township expects all interfund balances to be liquidated within one year.

**TOWNSHIP OF WOODBRIDGE
 NOTES TO FINANCIAL STATEMENTS
 FISCAL YEARS ENDED JUNE 30, 2025 AND 2024**

NOTE 6 DEFERRED CHARGES TO BE RAISED IN SUCCEEDING BUDGETS

Under the regulatory basis of accounting, certain expenditures are required to be deferred to budgets of succeeding years. At June 30, the following deferred charges are reported on the balance sheets of the following funds:

<u>Current Fund</u>	<u>Balance June 30,</u>	<u>Subsequent Year Budget Appropriation</u>	<u>Balance to Succeeding Years</u>
<u>2025</u>			
Emergency Authorization	<u>\$ 1,180,000</u>	<u>\$ 1,180,000</u>	<u>\$ -</u>
<u>2024</u>			
There were None.	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

TOWNSHIP OF WOODBRIDGE
NOTES TO FINANCIAL STATEMENTS
FISCAL YEARS ENDED JUNE 30, 2025 AND 2024

NOTE 7 FUND BALANCES APPROPRIATED

Under the regulatory basis of accounting, fund balances in the Current Fund and Utility Operating Funds are comprised of cash surplus (fund balance) and non-cash surplus (fund balance). All or part of cash surplus as of June 30 may be anticipated in the subsequent year's budget. The non-cash surplus portion of fund balance may be utilized in the subsequent year's budget with the prior written consent of the Director of the Division of Local Government Services if certain guidelines are met as to its availability. Fund balances at June 30, which were appropriated and included as anticipated revenue in their own respective fund's budget for the succeeding year were as follows:

	Fund Balance June 30, <u>2025</u>	Utilized in Subsequent Year's Budget (A)	Fund Balance June 30, <u>2024</u>	Utilized in Subsequent Year's Budget
Current Fund				
Cash Surplus	\$ 11,327,741	\$ 11,327,741	\$ (8,341,029)	
Non-Cash Surplus	<u>13,469,312</u>	<u>1,765,838</u>	<u>28,819,345</u>	\$ 6,594,864
Current Fund	<u>\$ 24,797,053</u>	<u>\$ 13,093,579</u>	<u>\$ 20,478,316</u>	<u>\$ 6,594,864</u>
Sewer Utility Operating Fund				
Cash Surplus	\$ 3,564,904	\$ 1,061,474	\$ 4,061,389	\$ 2,931,528
Non-Cash Surplus	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Sewer Utility Operating Fund	<u>\$ 3,564,904</u>	<u>\$ 1,061,474</u>	<u>\$ 4,061,389</u>	<u>\$ 2,931,528</u>
Marina/Boat Launch Utility Fund				
Cash Surplus	\$ 22,929	\$ 22,900	\$ 20,759	\$ 20,759
Non-Cash Surplus	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Marina Utility Fund	<u>\$ 22,929</u>	<u>\$ 22,900</u>	<u>\$ 20,759</u>	<u>\$ 20,759</u>
Parking Utility Fund				
Cash Surplus	\$ 865,317	\$ 31,800	\$ 793,910	\$ 133,593
Non-Cash Surplus	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Parking Utility Fund	<u>\$ 865,317</u>	<u>\$ 31,800</u>	<u>\$ 793,910</u>	<u>\$ 133,593</u>

(A) - The SFY 2026 Local Municipal Budget has not been adopted as of the date of the financial statements. The amounts above represent the fund balance included in the SFY 2026 introduced budget.

TOWNSHIP OF WOODBRIDGE
NOTES TO FINANCIAL STATEMENTS
FISCAL YEARS ENDED JUNE 30, 2025 AND 2024

NOTE 8 FIXED ASSETS

A. General Fixed Assets

The following is a summary of changes in the general fixed assets account group for the years ended June 30, 2025 and 2024.

	Balance July 1, <u>2024</u>	<u>Increases</u>	<u>Decreases</u>	<u>Transfers</u>	Balance June 30, <u>2025</u>
<u>2025</u>					
Land, Buildings and Building Improvements	\$ 121,965,893	\$ 3,444,755			\$ 125,410,648
Machinery and Equipment	90,384,050	5,857,457	\$ (301,672)		95,939,835
Construction in Progress	<u>13,388,694</u>	<u>182,228</u>	<u>-</u>	<u>-</u>	<u>13,570,922</u>
	<u>\$ 225,738,637</u>	<u>\$ 9,484,440</u>	<u>\$ (301,672)</u>	<u>\$ -</u>	<u>\$ 234,921,405</u>

	Balance July 1, <u>2023</u>	<u>Increases</u>	<u>Decreases</u>	<u>Transfers</u>	Balance June 30, <u>2024</u>
<u>2024</u>					
Land, Buildings and Building Improvements	\$ 99,319,610	\$ 18,009,964		\$ 4,636,319	\$ 121,965,893
Machinery and Equipment	83,133,735	7,424,984	\$ (174,669)		90,384,050
Construction in Progress	<u>4,636,319</u>	<u>13,388,694</u>	<u>-</u>	<u>(4,636,319)</u>	<u>13,388,694</u>
	<u>\$ 187,089,664</u>	<u>\$ 38,823,642</u>	<u>\$ (174,669)</u>	<u>\$ -</u>	<u>\$ 225,738,637</u>

B. Utility Funds Fixed Assets

The following is a summary of changes in the utility funds fixed assets for the years ended June 30, 2025 and 2024.

	Balance July 1, 2024	<u>Increases</u>	<u>Decreases</u>	Balance June 30, 2025
<u>Sewer Utility Fund</u>				
<u>2025</u>				
Fixed Capital				
System Improvements				
and Equipment	<u>\$ 117,349,187</u>	<u>\$ 1,674,996</u>	<u>\$ -</u>	<u>\$ 119,024,183</u>

TOWNSHIP OF WOODBRIDGE
NOTES TO FINANCIAL STATEMENTS
FISCAL YEARS ENDED JUNE 30, 2025 AND 2024

NOTE 9 MUNICIPAL DEBT

The Local Bond Law (N.J.S.A. 40A:2 et.seq.) governs the issuance of bonds and notes used to finance capital expenditures. General obligation bonds have been issued for general capital and utility capital funds projects and acquisitions or other purposes permitted by the Local Bond Law. All 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, which are issued to temporarily finance capital projects and acquisitions or other purposes permitted by the Local Bond Law, must be paid off within ten years and four months or retired by the issuance of bonds.

The Township's debt is summarized as follows:

	<u>2025</u>	<u>2024</u>
Issued		
General		
Bonds, Notes and Loans	\$ 157,056,411	\$ 156,835,644
Sewer Utility		
Bonds and Notes	52,210,944	54,928,000
Recreation Utility		
Bonds and Notes	4,111,000	4,481,000
Parking Utility		
Notes	-	208,299
	<u>213,378,355</u>	<u>216,452,943</u>
Less: Funds Temporarily Held to Pay Bonds and Notes	<u>589,547</u>	<u>2,550,474</u>
Net Debt Issued	<u>212,788,808</u>	<u>213,902,469</u>
Authorized But Not Issued		
General		
Bonds and Notes	17,451,000	10,429,000
Sewer Utility		
Bonds and Notes	<u>3,030,000</u>	<u>5,810,000</u>
	<u>20,481,000</u>	<u>16,239,000</u>
Net Bonds and Notes Issued and Authorized But Not Issued	<u>\$ 233,269,808</u>	<u>\$ 230,141,469</u>

**TOWNSHIP OF WOODBRIDGE
NOTES TO FINANCIAL STATEMENTS
FISCAL YEARS ENDED JUNE 30, 2025 AND 2024**

NOTE 9 MUNICIPAL DEBT (Continued)

Statutory Net Debt

The statement of debt condition that follows is extracted from the Township's Annual Debt Statement and indicates a statutory net debt of 1.16% and 1.20% at June 30, 2025 and 2024, respectively.

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
<u>2025</u>			
General Debt	\$ 174,507,411	\$ 589,547	\$ 173,917,864
School Debt	160,835,000	160,835,000	
Utility Debt	<u>59,351,944</u>	<u>55,240,944</u>	<u>4,111,000</u>
Total	<u>\$ 394,694,355</u>	<u>\$ 216,665,491</u>	<u>\$ 178,028,864</u>
	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
<u>2024</u>			
General Debt	\$ 167,264,644	\$ 2,550,474	\$ 164,714,170
School Debt	169,675,000	169,675,000	
Utility Debt	<u>65,427,299</u>	<u>60,946,299</u>	<u>4,481,000</u>
Total	<u>\$ 402,366,943</u>	<u>\$ 233,171,773</u>	<u>\$ 169,195,170</u>

Statutory Borrowing Power

The Township's remaining borrowing power under N.J.S. 40A:2-6, as amended, at June 30, was as follows:

	<u>2025</u>	<u>2024</u>
3-1/2% of Equalized Valuation Basis (Municipal)	\$ 537,645,442	\$ 490,186,820
Net Debt	<u>178,028,864</u>	<u>169,195,170</u>
Remaining Borrowing Power	<u>\$ 359,616,578</u>	<u>\$ 320,991,650</u>

**TOWNSHIP OF WOODBRIDGE
NOTES TO FINANCIAL STATEMENTS
FISCAL YEARS ENDED JUNE 30, 2025 AND 2024**

NOTE 9 MUNICIPAL DEBT (Continued)

The calculation of self-liquidating purpose for the Sewer Utility, per N.J.S.A. 40A:2-45 is as follows:

	<u>2025</u>	<u>2024</u>
Surplus and Cash Receipts from Fees, Rent or Other Charges for Year	\$ 34,009,198	\$ 33,386,278
Deductions:		
Operating and Maintenance Costs	25,030,499	23,117,518
Debt Service per Sewer Utility Operating Fund	<u>5,567,221</u>	<u>6,635,024</u>
Excess in Revenue	<u>\$ 3,411,478</u>	<u>\$ 3,633,736</u>

The calculation of self-liquidating purpose for the Recreation Utility, per N.J.S.A. 40A:2-45 is as follows:

	<u>2025</u>	<u>2024</u>
Surplus and Cash Receipts from Fees or Other Charges for Year	\$ 10,572,195	\$ 10,109,740
Deductions:		
Operating and Maintenance Costs	11,043,500	11,552,789
Debt Service per Recreation Utility Operating Fund	<u>445,624</u>	<u>531,096</u>
Deficit in Revenue	<u>\$ (916,929)</u>	<u>\$ (1,974,145)</u>

The calculation of self-liquidating purpose for the Parking Utility, per N.J.S.A. 40A:2-45 is as follows:

	<u>2025</u>	<u>2024</u>
Surplus and Cash Receipts from Fees or Other Charges for Year	\$ 496,335	\$ 533,546
Deductions:		
Operating and Maintenance Costs	261,435	295,600
Debt Service per Parking Utility Operating Fund	<u>211,248</u>	<u>199,988</u>
Excess in Revenue	<u>\$ 23,652</u>	<u>\$ 37,958</u>

**TOWNSHIP OF WOODBRIDGE
NOTES TO FINANCIAL STATEMENTS
FISCAL YEARS ENDED JUNE 30, 2025 AND 2024**

NOTE 9 MUNICIPAL DEBT (Continued)

A. Long-Term Debt

The Township’s long-term debt consisted of the following at June 30:

General Obligation Bonds

The Township levies ad valorem taxes to pay debt service on general obligation bonds. General obligation bonds outstanding at June 30 are as follows:

	<u>2025</u>	<u>2024</u>
\$23,400,000, 2019 General Improvement Bonds due in annual installments of \$1,625,000 to \$2,000,000 through October 15, 2033, interest at 2.00% to 2.750%	\$ 16,775,000	\$ 18,325,000
\$13,089,000, 2020 General Improvement Bonds due in annual installments of \$1,060,000 to \$1,204,000 through October 15, 2032, interest at 1.00% to 2.00%	9,024,000	10,069,000
\$53,640,000 2025 General Improvement Bonds due in annual installments of \$2,285,000 to \$4,570,000 through March 1, 2040, interest at 3.00% to 4.00%	<u>53,640,000</u>	<u>-</u>
Total General Capital Fund	<u>\$ 79,439,000</u>	<u>\$ 28,394,000</u>

General Intergovernmental Loans Payable

The Township has entered into a loan agreement with the Green Acres Trust. The Township levies ad valorem taxes to pay debt service on general intergovernmental loans issued. General intergovernmental loans outstanding at June 30 are as follows:

	<u>2025</u>	<u>2024</u>
\$350,000 Green Acres Trust Loan due in semi-annual installments of \$10,294 through March 2029, interest at 0%	<u>\$ 82,355</u>	<u>\$ 102,943</u>
Total	<u>\$ 82,355</u>	<u>\$ 102,943</u>

**TOWNSHIP OF WOODBRIDGE
NOTES TO FINANCIAL STATEMENTS
FISCAL YEARS ENDED JUNE 30, 2025 AND 2024**

NOTE 9 MUNICIPAL DEBT (Continued)

A. Long-Term Debt (Continued)

Sewer Capital Fund	<u>2025</u>	<u>2024</u>
\$7,275,000, 2010 Refunding Bonds, due in annual installment of \$1,220,000 due July 15, 2024, interest at 5.00%	\$ -	\$ 1,220,000
\$15,650,000, 2017 Refunding Bonds, due in annual installments of \$1,600,000 to \$1,645,000 through July 1, 2031, interest at 4.00%	11,375,000	12,830,000
\$10,990,000, 2020 Bonds due in annual installments of \$515,000 to \$575,000 through October 15, 2040, interest at 1.00% to 2.00%	<u>8,990,000</u>	<u>9,490,000</u>
Total Sewer Capital Fund	<u>\$ 20,365,000</u>	<u>\$ 23,540,000</u>

Recreation Utility Bonds

The Township pledges revenue from operations to pay debt service on utility bonds issued. Recreation Utility bonds outstanding at June 30 are as follows:

Recreation Capital Fund	<u>2025</u>	<u>2024</u>
\$5,556,000, 2020 Bonds due in annual installments of \$380,000 to \$445,000 through October 15, 2034, interest at 1.00% to 2.00%	<u>\$ 4,111,000</u>	<u>\$ 4,481,000</u>

**TOWNSHIP OF WOODBRIDGE
NOTES TO FINANCIAL STATEMENTS
FISCAL YEARS ENDED JUNE 30, 2025 AND 2024**

NOTE 9 MUNICIPAL DEBT (Continued)

A. Long-Term Debt (Continued)

The Township's principal and interest for long-term debt issued and outstanding as of June 30, 2025 is as follows:

Fiscal Year	General		Sewer Utility		Recreation Utility		Total
	Principal	Interest	Principal	Interest	Principal	Interest	
2026	\$ 4,990,588	\$ 2,555,336	\$ 2,115,000	\$ 589,575	\$ 380,000	\$ 72,645	\$ 10,703,144
2027	5,230,588	2,417,286	2,150,000	518,875	385,000	67,858	10,769,607
2028	5,830,588	2,268,736	2,195,000	445,725	390,000	62,045	11,192,094
2029	6,045,591	2,096,436	2,195,000	370,300	400,000	55,120	11,162,447
2030	6,245,000	1,914,036	2,190,000	293,600	405,000	47,070	11,094,706
2031-2035	29,504,000	6,673,197	6,070,000	617,050	2,151,000	109,150	45,124,397
2036-2040	21,675,000	2,611,400	2,875,000	201,250	-	-	27,362,650
2041-2045	-	-	575,000	5,750	-	-	580,750
Total	\$ 79,521,355	\$ 20,536,428	\$ 20,365,000	\$ 3,042,125	\$ 4,111,000	\$ 413,888	\$ 127,989,796

Changes in Long-Term Municipal Debt

The Township's long-term capital debt activity for the years ended June 30, 2025 and 2024 were as follows:

	Balance			Balance		Due Within One Year
	July 1, 2024	Additions	Reductions	June 30, 2025		
<u>2025</u>						
General Capital Fund						
Bonds Payable	\$ 28,394,000	\$ 53,640,000	\$ 2,595,000	\$ 79,439,000	\$ 4,970,000	
Intergovernmental Loans Payable	102,943	-	20,588	82,355	20,588	
General Capital Fund Long-Term Liabilities	<u>\$ 28,496,943</u>	<u>\$ 53,640,000</u>	<u>\$ 2,615,588</u>	<u>\$ 79,521,355</u>	<u>\$ 4,990,588</u>	

**TOWNSHIP OF WOODBRIDGE
NOTES TO FINANCIAL STATEMENTS
FISCAL YEARS ENDED JUNE 30, 2025 AND 2024**

NOTE 9 MUNICIPAL DEBT (Continued)

A. Long-Term Debt (Continued)

Changes in Long-Term Municipal Debt (Continued)

The Township’s long-term capital debt activity for the years ended June 30, 2025 and 2024 were as follows:

	Balance July 1, <u>2023</u>	<u>Reductions</u>	Balance June 30, <u>2024</u>	Due Within <u>One Year</u>
<u>2024</u>				
General Capital Fund				
Bonds Payable	\$ 35,799,000	\$ 7,405,000	\$ 28,394,000	\$ 2,595,000
Intergovernmental Loans Payable	<u>123,531</u>	<u>20,588</u>	<u>102,943</u>	<u>20,588</u>
General Capital Fund Long-Term Liabilities	<u>\$ 35,922,531</u>	<u>\$ 7,425,588</u>	<u>\$ 28,496,943</u>	<u>\$ 2,615,588</u>
	Balance July 1, <u>2024</u>	<u>Reductions</u>	Balance June 30, <u>2025</u>	Due Within <u>One Year</u>
<u>2025</u>				
Sewer Utility Capital Fund				
Bonds Payable	\$ 23,540,000	\$ 3,175,000	\$ 20,365,000	\$ 2,115,000
Sewer Utility Capital Fund Long-Term Liabilities	<u>\$ 23,540,000</u>	<u>\$ 3,175,000</u>	<u>\$ 20,365,000</u>	<u>\$ 2,115,000</u>
	Balance July 1, <u>2023</u>	<u>Reductions</u>	Balance June 30, <u>2024</u>	Due Within <u>One Year</u>
<u>2024</u>				
Sewer Utility Capital Fund				
Bonds Payable	\$ 27,570,000	\$ 4,030,000	\$ 23,540,000	\$ 3,175,000
Sewer Utility Capital Fund Long-Term Liabilities	<u>\$ 27,570,000</u>	<u>\$ 4,030,000</u>	<u>\$ 23,540,000</u>	<u>\$ 3,175,000</u>

**TOWNSHIP OF WOODBRIDGE
NOTES TO FINANCIAL STATEMENTS
FISCAL YEARS ENDED JUNE 30, 2025 AND 2024**

NOTE 9 MUNICIPAL DEBT (Continued)

A. Long-Term Debt (Continued)

Changes in Long-Term Municipal Debt (Continued)

The Township’s long-term capital debt activity for the years ended June 30, 2025 and 2024 were as follows:

	Balance July 1, <u>2024</u>	<u>Reductions</u>	Balance June 30, <u>2025</u>	Due Within <u>One Year</u>
<u>2025</u>				
Recreation Utility Capital Fund Bonds Payable	\$ 4,481,000	\$ 370,000	\$ 4,111,000	\$ 380,000
Recreation Utility Capital Fund Long-Term Liabilities	<u>\$ 4,481,000</u>	<u>\$ 370,000</u>	<u>\$ 4,111,000</u>	<u>\$ 380,000</u>
	Balance July 1, <u>2023</u>	<u>Reductions</u>	Balance June 30, <u>2024</u>	Due Within <u>One Year</u>
<u>2024</u>				
Recreation Utility Capital Fund Bonds Payable	\$ 4,846,000	\$ 365,000	\$ 4,481,000	\$ 370,000
Recreation Utility Capital Fund Long-Term Liabilities	<u>\$ 4,846,000</u>	<u>\$ 365,000</u>	<u>\$ 4,481,000</u>	<u>\$ 370,000</u>

**TOWNSHIP OF WOODBRIDGE
NOTES TO FINANCIAL STATEMENTS
FISCAL YEARS ENDED JUNE 30, 2025 AND 2024**

NOTE 9 MUNICIPAL DEBT (Continued)

B. Short-Term Debt

The Township’s short-term debt activity for the years ended June 30, 2025 and 2024 was as follows:

Bond Anticipation Notes

<u>2025</u>	Balance July 1, <u>2024</u>	<u>Additions</u>	<u>Reductions</u>	Balance June 30, <u>2025</u>
Bond Anticipation Notes				
General Capital Fund	\$ 128,338,701	\$ 77,535,056	\$ 128,338,701	\$ 77,535,056
Sewer Utility Capital Fund	31,388,000	31,845,944	31,388,000	31,845,944
Parking Utility Capital Fund	208,299	-	208,299	-
	<u>\$ 159,935,000</u>	<u>\$ 109,381,000</u>	<u>\$ 159,935,000</u>	<u>\$ 109,381,000</u>
Total				
<u>2024</u>	Balance July 1, <u>2023</u>	<u>Additions</u>	<u>Reductions</u>	Balance June 30, <u>2024</u>
Bond Anticipation Notes				
General Capital Fund	\$ 79,916,030	\$ 146,141,005	\$ 97,718,334	\$ 128,338,701
Sewer Utility Capital Fund	32,011,416	31,388,000	32,011,416	31,388,000
Recreation Utility Capital Fund	17,802,304		17,802,304	-
Parking Utility Capital Fund	391,250	208,299	391,250	208,299
	<u>\$ 130,121,000</u>	<u>\$ 177,737,304</u>	<u>\$ 147,923,304</u>	<u>\$ 159,935,000</u>
Total				

The purpose of these short-term borrowings was to provide resources for capital construction, acquisitions or improvement projects and other purposes permitted by the Local Bond Law NJSA 40A:2 et. seq. The amounts issued for general governmental activities are accounted for in the General Capital Fund. The amounts issued for the sewer, recreation and parking utility activities are accounted for in the Sewer Utility Capital Fund, Recreation Utility Capital Fund and Parking Utility Capital Fund.

State law requires that notes are to be issued for a period not exceeding one year and may be renewed from time to time for additional periods, none of which shall exceed one year. All bond anticipation notes, including renewals, shall mature and be paid not later than the first day of the fifth month following the close of the tenth fiscal year following the date of the original notes. In addition, any note renewed beyond the third anniversary date of the original note, requires one legally payable installment to be paid.

**TOWNSHIP OF WOODBRIDGE
NOTES TO FINANCIAL STATEMENTS
FISCAL YEARS ENDED JUNE 30, 2025 AND 2024**

NOTE 9 MUNICIPAL DEBT (Continued)

C. Other Related Matters

Housing Authority Improvements

The Township adopted ordinance 17-96 which authorized a loan to the Woodbridge Housing Authority in the amount of \$6,500,000. On December 1, 2007 the Township entered into an agreement with the Woodbridge Housing Authority to purchase \$6,262,084 of Housing Revenue Bonds (Rental Assistance Demonstration Project), Series 2017. The bonds will be repaid monthly by the Housing Authority to the Township in the amount of \$27,415, including interest at 3.25%, from January 1, 2018 through December 1, 2047. These bonds, in addition to other funds, will be used to provide money for capital repairs and a reserve for rehabilitation as well as to pay off some outstanding escrow and loan debt of the Housing Authority. The balance of the loan at June 30, 2025 and 2024 was \$5,419,730 and \$5,575,182, respectively.

Senior Housing and Redevelopment Project

The Township adopted ordinance 17-95 which authorized a loan to the Woodbridge Housing Authority in the amount of \$7,200,000 and ordinance 18-01 which provided a payment to the Woodbridge Redevelopment Agency in the amount of \$2,500,000. On June 8, 2018 the Township entered into an agreement with the Woodbridge Housing Authority to purchase \$6,665,761 of Housing Revenue Bonds (Rental Assistance Demonstration Project), Series 2018. The bonds will be repaid monthly by the Woodbridge Housing Authority to the Township in the amount of \$29,185, including interest at 3.25%, from November 1, 2019 through October 1, 2049. These bonds, in addition to other funds, including the \$2,500,000 which was loaned to the Redevelopment Agency, will be used in connection with a senior housing and redevelopment project. The projects include the building of a new senior housing building, relocation of seniors from an existing senior housing site to the new site and the demolition of the old site. Once this has occurred, the site of the old senior housing will be redeveloped as market rate housing as part of a Transit Village. The balance of the loan at June 30, 2025 and 2024 was \$6,401,960 and \$6,544,711, respectively.

**TOWNSHIP OF WOODBRIDGE
 NOTES TO FINANCIAL STATEMENTS
 FISCAL YEARS ENDED JUNE 30, 2025 AND 2024**

NOTE 10 OTHER LONG-TERM LIABILITIES

A. Compensated Absences

Under the existing policies and labor agreements of the Township, employees are allowed to accumulate (with certain restrictions) unused vacation benefits, compensation time and sick leave over the life of their working careers and to redeem such unused leave time in cash (with certain limitations) upon death, retirement or by extended absence immediately preceding retirement.

The maximum benefit an employee is entitled to at retirement, excluding police officers, is \$15,000 if hired before June 25, 1999 and \$7,500 if hired after June 25, 1999. The maximum for police officers is \$15,000.

It is estimated that the current cost of such unpaid compensation would approximate \$15,225,789 and \$14,446,494 at June 30, 2025 and 2024, respectively. These amounts which are considered material to the financial statements, are not reported either as an expenditure or liability.

B. Early Retirement Incentive (ERI) Payment Obligation

During the year ended December 31, 2002, the Township adopted the provisions of Chapter 42 P.L. 2002, regarding the PERS Early Retirement Program. The ERI payment for the year ended June 30, 2025 is \$404,657.

During the years ended June 30, 2025, 2024 and 2023 the Township was required to contribute for the ERI payment obligation the following amounts which equaled the required contribution for each year.

Fiscal Year Ended <u>June 30</u>	<u>PERS</u>
2025	\$ 404,657
2024	404,657
2023	404,657

TOWNSHIP OF WOODBRIDGE
NOTES TO FINANCIAL STATEMENTS
FISCAL YEARS ENDED JUNE 30, 2025 AND 2024

NOTE 11 EMPLOYEE RETIREMENT SYSTEMS

The State of New Jersey sponsors and administers the following contributory defined benefit public employee retirement systems (retirement systems) covering substantially all state and local government employees which includes those Township employees who are eligible for pension coverage.

Police and Firemen’s Retirement System (PFRS) – established in July 1944, under the provisions of N.J.S.A. 43:16A to provide coverage to substantially all full time county and municipal police or firemen and State firemen appointed after June 30, 1944. Membership is mandatory for such employees. PFRS is a cost-sharing multi-employer defined benefit pension plan with a special funding situation. For additional information about PFRS, please refer to the State Division of Pension and Benefits (Division’s) Annual Comprehensive Financial Report (ACFR) which can be found at www.state.nj.us/treasury/pensions.

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

The following represents the membership tiers for PFRS:

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

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

Public Employees’ Retirement System (PERS) – established in January 1955, under the provisions of N.J.S.A. 43:15A to provide coverage, to substantially all full-time employees of the State or any county, municipality, school district, or public agency provided the employee is not a member of another State-administered retirement system. Membership is mandatory for such employees. PERS is a cost-sharing multi-employer defined benefit pension plan. For additional information about PERS, please refer to the State Division of Pension and Benefits (Division’s) Annual Comprehensive Financial Report (ACFR) which can be found at www.state.nj.us/treasury/pensions.

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

The following represents the membership tiers for PERS:

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

TOWNSHIP OF WOODBRIDGE
NOTES TO FINANCIAL STATEMENTS
FISCAL YEARS ENDED JUNE 30, 2025 AND 2024

NOTE 11 EMPLOYEE RETIREMENT SYSTEMS (Continued)

Service retirement benefits of 1/55th of final average salary for each year of service credit is available to tier 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 tier 1 and 2 members before reaching age 60, tier 3 and 4 members with 25 or more years of service credit before age 62, and tier 5 members 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 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 a least 25 years of service. Deferred retirement is available to members who have at least ten years of service credit and have not reached the service retirement age for the respective tier.

The State of New Jersey sponsors and administers the following defined contribution public employee retirement program covering certain state and local government employees which include those Township employees who are eligible for pension coverage.

Defined Contribution Retirement Program (DCRP) – established under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2008 to provide coverage to elected and certain appointed officials, effective July 1, 2007 and employees enrolled in PERS on or after July 1, 2007 who earn in excess of established annual maximum compensation limits (equivalent to annual maximum wage for social security deductions). This provision was extended by Chapter 1, P.L. 2010, effective May 21, 2010, to new employees (Tier 2) of the PFRS and new employees who would otherwise be eligible to participate in PERS and do not earn the minimum salary required or do not work the minimum required hours but earn a base salary of at least \$5,000 are eligible for participation in the DCRP. Membership is mandatory for such individuals with vesting occurring after one (1) year of membership. DCRP is a defined contribution pension plan.

Other Pension Funds

The state established and administers a Supplemental Annuity Collective Trust Fund (SACT) which is available to active members of the State-administered retirement systems to purchase annuities to supplement the guaranteed benefits provided by their retirement system. The state or local governmental employers do not appropriate funds to SACT.

The State also administers the Pensions Adjustment Fund (PAF). Prior to the adoption of pension reform legislation, P.L. 2011, C.78, it provided cost of living increases equal to 60 percent of the change in the average consumer price index, to eligible retirees in some State-sponsored pension systems which includes the CPFPPF. Cost-of-living increases provided under the State's pension adjustment program are currently suspended as a result of the reform legislation. This benefit is funded by the State as benefit allowances become payable.

The cost of living increase for PFRS and PERS are funded directly by each of the respective systems, but are currently suspended as a result of reform legislation.

According to state law, all obligations of each retirement system will be assumed by the State of New Jersey should any retirement system be terminated.

The State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, issues publicly available financial reports that include the financial statements and required supplementary information of each of the above systems, funds, and trust. The financial reports may be accessed via the New Jersey, Division of Pensions and Benefits website at www.state.nj.us/treasury/pensions.

TOWNSHIP OF WOODBRIDGE
NOTES TO FINANCIAL STATEMENTS
FISCAL YEARS ENDED JUNE 30, 2025 AND 2024

NOTE 11 EMPLOYEE RETIREMENT SYSTEMS (Continued)

Measurement Focus and Basis of Accounting

The financial statements of the retirement systems are prepared in accordance with U.S. generally accepted accounting principles as applicable to governmental organizations. In doing so, the Division adheres to reporting requirements established by the Governmental Accounting Standards Board (GASB).

The accrual basis of accounting is used for measuring financial position and changes in net position of the pension trust funds. Under this method, contributions are recorded in the accounting period in which they are legally due from the employer or plan member, and deductions are recorded at the time the liabilities are due and payable in accordance with the terms of each plan. The accounts of the Division are organized and operated on the basis of funds. All funds are accounted for using an economic resources measurement focus.

Investment Valuation

The Division of Investment, Department of the Treasury, State of New Jersey (Division of Investment) manages and invests certain assets of the retirement systems. Prudential Retirement is the third-party administrator for the DCRP and provides record keeping, administrative services and investment options. Investment transactions are accounted for on a trade or investment date basis. Interest and dividend income is recorded on the accrual basis, with dividends accruing on the ex-dividend date. The net increase or decrease in the fair value of investments includes the net realized and unrealized gains or losses on investments.

The State of New Jersey, Department of the Treasury, Division of Investment, issues publicly available financial reports that include the financial statements of the State of New Jersey Cash Management Fund. The financial report may be obtained by writing to the State of New Jersey, Department of the Treasury, Division of Investment, P.O. Box 290, Trenton, New Jersey 08625-0290, or at www.state.nj/treasury/doinvest.

Collective Net Pension Liability

The collective net pension liability of the participating employers for local PERS at June 30, 2024 was \$13.7 billion. The collective net pension liability of the participating employers for local PFRS at June 30, 2024 was \$12.3 billion.

Actuarial Methods and Assumptions

In the July 1, 2023 PERS and July 1, 2023 PFRS actuarial valuations, the actuarial assumptions and methods used in these valuations were described in the Actuarial Assumptions and Methods section of the Actuary's report and are included here in this note to the financial statements. The pension systems selected economic and demographic assumptions and prescribed them for use for purposes of compliance with GASB Statement No. 68. The Actuary provided guidance with respect to these assumptions, and it is their belief that the assumptions represent reasonable expectations of anticipated plan experience.

**TOWNSHIP OF WOODBRIDGE
 NOTES TO FINANCIAL STATEMENTS
 FISCAL YEARS ENDED JUNE 30, 2025 AND 2024**

NOTE 11 EMPLOYEE RETIREMENT SYSTEMS (Continued)

Employer and Employee Pension Contributions

The contribution policy is set by laws of the State of New Jersey and contributions are required by active members and participating employers. Plan members and employer contributions may be amended by State of New Jersey legislation, with the amount of contributions by the State of New Jersey contingent upon the annual Appropriations Act. As defined, the various retirement systems require employee contributions for 2025 and 2024 based on 10.0% for PFRS, 7.50% for PERS and 5.50% for DCRP of employee’s pensionable compensation.

For the years ended June 30, 2025, 2024 and 2023 for PFRS and PERS, which are cost sharing multi-employer defined benefit pension plans, employers’ contributions are based on an actuarially determined amount, which includes the normal cost and unfunded accrued liability. In the DCRP, which is a defined contribution plan, member contributions are matched by a 3% employer contribution. All contributions made by the Township for 2025, 2024 and 2023 were equal to the required contributions.

During the years ended June 30, 2025, 2024 and 2023, the Township, was required to contribute for normal cost pension contributions, accrued liability pension contributions and non-contributory life insurance premiums the following amounts which equaled the required contributions for each respective year:

Fiscal Year Ended <u>June 30</u>	<u>DCRP</u>	<u>PFRS</u>	<u>PERS</u>
2025	\$ 134,376	\$ 9,606,202	\$ 7,804,276
2024	212,233	9,058,951	7,512,966
2023	103,467	8,614,796	6,920,842

For the years ended June 30, 2025, 2024 and 2023, the Township had no contribution for long-term disability insurance premiums (LTDI) for PERS.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

The regulatory basis of accounting requires participating employers in PERS and PFRS to disclose in accordance with GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, (GASB No. 68) their proportionate share of the collective net pension liability, collective deferred outflows of resources, collective deferred inflows of resources and collective pension expense excluding that attributable to employer-paid member contributions. The employer allocation percentages presented are based on the ratio of the contributions as an individual employer to total contributions to the PERS and PFRS during the fiscal year ended June 30, 2024. Employer allocation percentages have been rounded for presentation purposes.

**TOWNSHIP OF WOODBRIDGE
NOTES TO FINANCIAL STATEMENTS
FISCAL YEARS ENDED JUNE 30, 2025 AND 2024**

NOTE 11 EMPLOYEE RETIREMENT SYSTEMS (Continued)

Public Employees' Retirement System (PERS)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At June 30, 2025, the Township reported a liability of \$77,932,037 for its proportionate share of the PERS net pension liability. The net pension liability was measured as of June 30, 2024 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2023. The Township's proportionate share of the net pension liability was based on the ratio of the Township's contributions to the pension plan relative to the total contributions of all participating governmental entities during the measurement period. As of the measurement date of June 30, 2024, the Township's proportionate share was 0.57353 percent, which was an increase of 0.01141 percent from its proportionate share measured as of June 30, 2023 of 0.56212 percent.

For the year ended June 30, 2024, the pension system has determined the Township's pension expense to be \$4,091,102 for PERS based on the actuarial valuations which is less than the actual contributions reported in the Township's financial statements of \$7,804,276. At June 30, 2025, the Township's deferred outflows of resources and deferred inflows of resources related to PERS pension which are not reported on the Township's financial statements are from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference Between Expected and Actual Experience	\$ 1,561,122	\$ 207,477
Changes of Assumptions	96,816	886,687
Net Difference Between Projected and Actual Earnings on Pension Plan Investments		3,613,495
Changes in Proportion and Differences Between Township Contributions and Proportionate Share of Contributions	3,260,609	
Township Contributions Subsequent to the Measurement Date	<u>7,609,785</u>	<u>-</u>
Total	<u>\$ 12,528,332</u>	<u>\$ 4,707,659</u>

**TOWNSHIP OF WOODBRIDGE
 NOTES TO FINANCIAL STATEMENTS
 FISCAL YEARS ENDED JUNE 30, 2025 AND 2024**

NOTE 11 EMPLOYEE RETIREMENT SYSTEMS (Continued)

Public Employees' Retirement System (PERS) (Continued)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)

The \$7,609,785 of deferred outflows of resources resulting from the Township's unpaid contribution subsequent to the measurement date will be recognized as a reduction to the net pension liability in the year ending June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions would be recognized in pension expense (benefit) on the GAAP basis as follows if GASB 68 were recognized:

<u>Year Ending June 30,</u>	<u>Total</u>
2026	\$ (644,459)
2027	2,604,347
2028	(1,269,955)
2029	(537,533)
2030	58,488
Thereafter	<u>-</u>
	<u>\$ 210,888</u>

**TOWNSHIP OF WOODBRIDGE
 NOTES TO FINANCIAL STATEMENTS
 FISCAL YEARS ENDED JUNE 30, 2024 AND 2023**

NOTE 11 EMPLOYEE RETIREMENT SYSTEMS (Continued)

Public Employees’ Retirement System (PERS) (Continued)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)

Actuarial Assumptions

The Township’s total pension liability reported for the year ended June 30, 2025 was based on the June 30, 2024 measurement date as determined by an actuarial valuation as of July 1, 2023, which was rolled forward to June 30, 2024. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement date:

	<u>2024</u>
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%
Mortality Rate Table	Pub-2010

Assumptions for mortality improvements are based on Society of Actuaries Scale MP – 2021.

The actuarial assumptions used in the July 1, 2023 valuations were based on the results of an actuarial experience study for the period July 1, 2018 to June 30, 2022.

Long-Term Expected Rate of Return

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rate of return (expected returns, net of pension plans investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plans’ target asset allocation as of June 30, 2024, as reported for the year ended June 30, 2025 is summarized in the following table:

**TOWNSHIP OF WOODBRIDGE
NOTES TO FINANCIAL STATEMENTS
FISCAL YEARS ENDED JUNE 30, 2025 AND 2024**

NOTE 11 EMPLOYEE RETIREMENT SYSTEMS (Continued)

Public Employees’ Retirement System (PERS) (Continued)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)

Long-Term Expected Rate of Return (Continued)

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

**TOWNSHIP OF WOODBRIDGE
NOTES TO FINANCIAL STATEMENTS
FISCAL YEARS ENDED JUNE 30, 2025 AND 2024**

NOTE 11 EMPLOYEE RETIREMENT SYSTEMS (Continued)

Public Employees’ Retirement System (PERS) (Continued)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)

Discount Rate

The discount rate used to measure the total pension liabilities of the PERS plan was as follows:

<u>Fiscal Year</u>	<u>Measurement Date</u>	<u>Discount Rate</u>
2025	June 30, 2024	7.00%

The following table represents the crossover period, if applicable, for the PERS defined benefit plan:

2025

Period of Projected Benefit	
Payments for which the Following Rates were Applied:	
Long-Term Expected Rate of Return	All Periods

Sensitivity of Net Pension Liability

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

<u>2025</u>	<u>1% Decrease (6.00%)</u>	<u>Current Discount Rate (7.00%)</u>	<u>1% Increase (8.00%)</u>
Township's Proportionate Share of the PERS Net Pension Liability	\$ <u>103,552,517</u>	\$ <u>77,932,037</u>	\$ <u>61,735,450</u>

The sensitivity analysis was based on the proportionate share of the Township’s net pension liability reported at June 30, 2025. A sensitivity analysis specific to the Township’s net pension liability was not provided by the pension system.

Pension Plan Fiduciary Net Position

Detailed information about the PERS pension plan’s fiduciary net position is available in the separately issued financial report from the State of New Jersey, Department of the Treasury, Division of Pension and Benefits. The financial report may be accessed via the New Jersey, Division of Pensions and Benefits, website at www.state.nj.us/treasury/pensions.

TOWNSHIP OF WOODBRIDGE
NOTES TO FINANCIAL STATEMENTS
FISCAL YEARS ENDED JUNE 30, 2025 AND 2024

NOTE 11 EMPLOYEE RETIREMENT SYSTEMS (Continued)

Special Funding Situation – PERS

Under N.J.S.A. 43:15A-15, the Township is responsible for their own PERS contributions based on actuarially determined amounts, except where legislation was passed which legally obligated the State to make contributions if certain circumstances occurred. The legislation which legally obligates the State is as follows: Chapter 365, P.L. 2001, and Chapter 133, P.L. 2001. The amounts contributed on behalf of the Township by the State under this legislation is considered to be a special funding situation as defined by GASB Statement No. 68 and the State is treated as a nonemployer contributing entity. Accordingly, the Township's proportionate share percentage of the net pension liability, deferred outflows and inflows determined under GASB Statement No. 68 is zero percent and the State's proportionate share is 100% for PERS under this legislation.

At June 30, 2024, the State's proportionate share of the net pension liability attributable to the Township for the PERS special funding situation is \$0. For the year ended June 30, 2024, the pension system has determined the State's proportionate share of the pension expense attributable to the Township for the PERS special funding situation is \$251,253, which is equal to the actual contribution the State made on behalf of the Township of \$251,253. As of the measurement date June 30, 2024, the State's share of the PERS net pension liability attributable to the Township was 0.57618 percent. The State's proportionate share attributable to the Township was developed based on actual contributions made to PERS allocated to employers based upon covered payroll. These on-behalf contributions have not been reported on the Township's financial statements.

**TOWNSHIP OF WOODBRIDGE
NOTES TO FINANCIAL STATEMENTS
FISCAL YEARS ENDED JUNE 30, 2025 AND 2024**

NOTE 11 EMPLOYEE RETIREMENT SYSTEMS (Continued)

Police and Firemen’s Retirement System (PFRS)

At June 30, 2025, the Township reported a liability of \$71,715,280 for its proportionate share of the PFRS net pension liability. The net pension liability was measured as of June 30, 2024 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2023. The Township’s proportionate share of the net pension liability was based on the ratio of the Township’s contributions to the pension plan relative to the total contributions of all participating governmental entities during the measurement period. As of the measurement date of June 30, 2024, the Township’s proportionate share was 0.69447 percent, which was an increase of 0.01397 percent from its proportionate share measured as of June 30, 2023 of 0.68050 percent.

For the year ended June 30, 2024, the pension system has determined the Township pension expense to be \$4,748,273 for PFRS based on the actuarial valuations which is less than the actual contribution reported in the Township’s financial statements of \$9,606,202. At June 30, 2025, the Township’s deferred outflows of resources and deferred inflows of resources related to PFRS pension which are not reported on the Township’s financial statements are from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference Between Expected and Actual Experience	\$ 4,518,007	\$ 2,455,130
Changes of Assumptions	113,368	2,106,160
Net Difference Between Projected and Actual Earnings on Pension Plan Investments		561,302
Changes in Proportion and Differences Between Township Contributions and Proportionate Share of Contributions	4,152,075	94,359
Township Contribution Subsequent to the Measurement Date	<u>10,109,599</u>	<u>-</u>
Total	<u>\$ 18,893,049</u>	<u>\$ 5,216,951</u>

**TOWNSHIP OF WOODBRIDGE
 NOTES TO FINANCIAL STATEMENTS
 FISCAL YEARS ENDED JUNE 30, 2025 AND 2024**

NOTE 11 EMPLOYEE RETIREMENT SYSTEMS (Continued)

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

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)

The \$10,109,599 of deferred outflows of resources resulting from the Township’s unpaid contribution subsequent to the measurement date will be recognized as a reduction to the net pension liability in the year ending June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions would be recognized in pension expense (benefit) on the GAAP basis as follows if GASB 68 were recognized:

Year Ending <u>June 30,</u>	<u>Total</u>
2026	\$ (581,264)
2027	(157,451)
2028	3,575,665
2029	816,589
2030	(80,101)
Thereafter	<u>(6,939)</u>
	<u>\$ 3,566,499</u>

Actuarial Assumptions

The Township’s total pension liability reported for the year ended June 30, 2025 was based on the June 30, 2024 measurement date as determined by an actuarial valuation as of July 1, 2023, which was rolled forward to June 30, 2024. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement date:

	<u>2024</u>
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%
Mortality Rate Table	Pub-2010

Assumptions for mortality improvements are based on Society of Actuaries Scale MP - 2021.

The actuarial assumptions used in the July 1, 2023 valuations were based on the results of an actuarial experience study for the period July 1, 2018 to June 30, 2022.

**TOWNSHIP OF WOODBRIDGE
NOTES TO FINANCIAL STATEMENTS
FISCAL YEARS ENDED JUNE 30, 2025 AND 2024**

NOTE 11 EMPLOYEE RETIREMENT SYSTEMS (Continued)

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

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)

Long-Term Expected Rate of Return

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rate of return (expected returns, net of pension plans investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plans’ target asset allocation as of June 30, 2024, as reported for the year ended June 30, 2025 is summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
US Equity	24.00%	6.90%
US Small/Mid Cap Equity	4.00%	7.40%
Non-US Developed Large-Cap Equity	9.50%	6.70%
Non-US Developed Small-Cap Equity	2.00%	7.50%
Emerging Markets Large-Cap Equity	6.00%	9.60%
Emerging Markets Small-Cap Equity	1.50%	9.60%
US Treasury Bond	7.00%	4.10%
US Corporate Bond	5.00%	5.90%
US Mortgage-Backed Securities	5.00%	4.40%
Global Multisector Fixed Income	6.00%	6.50%
Cash	2.00%	3.40%
Real Estate Core	3.00%	5.10%
Real Estate Non-Core	4.00%	6.50%
Infrastructure	3.00%	7.00%
Private Debt/Credit	8.00%	9.10%
Private Equity	<u>10.00%</u>	10.10%
	<u>100.00%</u>	

Discount Rate

The discount rate used to measure the total pension liabilities of the PFRS plan was as follows:

<u>Fiscal Year</u>	<u>Measurement Date</u>	<u>Discount Rate</u>
2025	June 30, 2024	7.00%

**TOWNSHIP OF WOODBRIDGE
NOTES TO FINANCIAL STATEMENTS
FISCAL YEARS ENDED JUNE 30, 2025 AND 2024**

NOTE 11 EMPLOYEE RETIREMENT SYSTEMS (Continued)

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

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)

Discount Rate (Continued)

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 the actuarially determined contributions for the State employer and 100% of the actuarially determined contributions for the local employers. Based on those assumptions, the plan’s fiduciary net position was projected to be available to make projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments to determine the total pension liability.

Sensitivity of Net Pension Liability

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

<u>2025</u>	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 PFRS Net Pension Liability	<u>\$ 102,465,179</u>	<u>\$ 71,715,280</u>	<u>\$ 46,107,352</u>

The sensitivity analysis was based on the proportionate share of the Township’s net pension liability reported at June 30, 2025. A sensitivity analysis specific to the Township’s net pension liability was not provided by the pension system.

**TOWNSHIP OF WOODBRIDGE
NOTES TO FINANCIAL STATEMENTS
FISCAL YEARS ENDED JUNE 30, 2025 AND 2024**

NOTE 11 EMPLOYEE RETIREMENT SYSTEMS (Continued)

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

Special Funding Situation – PFRS

Under N.J.S.A. 43:16A-15, the Township is responsible for their own PFRS contributions based on actuarially determined amounts, except where legislation was passed which legally obligated the State to make contributions if certain circumstances occurred. The legislation which legally obligates the State is as follows: Chapter 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 Township by the State under this legislation is considered to be a special funding situation as defined by GASB Statement No. 68 and the State is treated as a nonemployer contributing entity. Accordingly, the Township’s proportionate share percentage of the net pension liability, deferred outflows and inflows determined under GASB Statement No. 68 is zero percent and the State’s proportionate share is 100% for PFRS under this legislation.

At June 30, 2025, the State’s proportionate share of the net pension liability attributable to the Township for the PFRS special funding situation is \$14,138,514. For the year ended June 30, 2025, the pension system has determined the State’s proportionate share of the pension expense attributable to the Township for the PFRS special funding situation is \$1,626,523, which is equal to the actual contributions the State made on behalf of the Township of \$1,626,523. At June 30, 2025 (measurement date June 30, 2024) the State’s share of the PFRS net pension liability attributable to the Township was 0.69447 percent, which was an increase of 0.01397 percent from its proportionate share measured as of June 30, 2023 (measurement date June 30, 2023) of 0.68050 percent. The State’s proportionate share attributable to the Township was developed based on actual contributions made to PFRS allocated to employers based upon covered payroll. These on-behalf contributions have not been reported on the Township’s financial statements.

Pension Plan Fiduciary Net Position

Detailed information about the PFRS pension plan’s fiduciary net position is available in the separately issued financial report from the State of New Jersey, Department of the Treasury, Division of Pension and Benefits. The financial reports may be accessed via the New Jersey, Division of Pensions and Benefits, website at www.state.nj.us/treasury/pensions.

Defined Contribution Retirement Plan

The Defined Contribution Retirement Plan (DCRP) is a multiple employer defined contribution plan as defined in GASB Statement No. 68. The Plan is administered by The New Jersey Division of Pensions and Benefits (Division). The more significant aspects of the DCRP are as follows:

Plan Membership and Contributing Employers- Enrollment in the DCRP is required for state or local officials, elected or appointed on or after July 1, 2007; employees enrolled in PFRS or PERS on or after July 1, 2007, who earn salary in excess of established “maximum compensation” limits; employees otherwise eligible to enroll in PFRS or PERS on or after November 2, 2008, who do not earn the minimum annual salary for tier 3 enrollment but who earn salary of at least \$5,000 annually; and employees otherwise eligible to enroll in PFRS or PERS after May 21, 2010, who do not work the minimum number of hours per week required for tier 4 or tier 5 enrollment, but who earn salary of at least \$5,000 annually.

Contribution Requirement and Benefit Provisions - State and local government employers contribute 3% of the employees’ base salary. Active members contribute 5.5% of base salary.

**TOWNSHIP OF WOODBRIDGE
NOTES TO FINANCIAL STATEMENTS
FISCAL YEARS ENDED JUNE 30, 2025 AND 2024**

NOTE 11 EMPLOYEE RETIREMENT SYSTEMS (Continued)

Defined Contribution Retirement Plan (Continued)

Eligible members are provided with a defined contribution retirement plan intended to qualify for favorable Federal income tax treatment under IRC Section 401(a), a noncontributory group life insurance plan and a noncontributory group disability benefit plan. A participant's interest in that portion of his or her defined contribution retirement plan account attributable to employee contributions shall immediately become and shall at all times remain fully vested and non-forfeitable.

A participant's interest in that portion of his or her defined contribution retirement plan account attributable to employer contributions shall be vested and non-forfeitable on the date the participant commences the second year of employment or upon his or her attainment of age 65, while employed by an employer, whichever occurs first.

Total DCRP covered payroll for fiscal year 2025 was \$4,757,043. Covered payroll refers to all compensation paid by the Township to active employees covered by the Plan. Employee contributions to the DCRP for the year ended June 30, 2025 were \$246,299 and employer contributions were \$134,376.

Total DCRP covered payroll for fiscal year 2024 was \$5,136,468. Covered payroll refers to all compensation paid by the Township to active employees covered by the Plan. Employee contributions to the DCRP for the year ended June 30, 2024 were \$243,248 and employer contributions were \$154,094.

**TOWNSHIP OF WOODBRIDGE
NOTES TO FINANCIAL STATEMENTS
FISCAL YEARS ENDED JUNE 30, 2025 AND 2024**

NOTE 12 POST-RETIREMENT MEDICAL BENEFITS

Special Funding Situation - OPEB

Under N.J.S.A. 43:3C-24 the Township is responsible for their own OPEB contributions based on actuarially determined amounts, except where legislation was passed which legally obligated the State to make contributions if certain circumstances occurred. The legislation which legally obligates the State is as follows: Chapter 330, P.L. 1997 and Chapter 271, P.L., 1989. Under Chapter 330, P.L. 1997, the State pays the premiums or periodic charges for the qualified local police and firefighter retirees and dependents equal to 80 percent of the premium 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. The amounts contributed on behalf of the Township by the State under this legislation is considered to be a special funding situation as defined by GASB Statement No. 75 and the State is treated as a nonemployer contributing entity. Accordingly, the Township's proportionate share percentage of the net pension liability, deferred outflows and inflows determined under GASB Statement No. 75 is zero percent and the State's proportionate share is 100% of OPEB under this legislation.

At June 30, 2025, the State's proportionate share of the net OPEB liability attributable to the Township for the OPEB special funding situation is \$237,249. For the year ended June 30, 2024, the plan has determined the State's proportionate share of the OPEB expense and revenue to be a benefit attributable to the Township for the OPEB special funding situation in the amount of \$22,985. At June 30, 2025, (measurement date June 30, 2024), the State's share of the OPEB liability attributable to the Township was 0.004865 percent, which was a decrease of .000214 percent from its proportionate share measured as of June 30, 2024 (measurement date June 30, 2023) of 0.005079 percent. The State's proportionate share attributable to the Township was developed based on eligible plan members subject to the special funding situation. This data takes into account active members from both participating and non-participating employer locations and retired members currently receiving OPEB benefits.

OPEB Plan Fiduciary Net Position

Detailed information about the OPEB plan's fiduciary net position is available in the separately issued financial report from the State of New Jersey, Department of the Treasury, Division of Pension and Benefits. The financial reports may be accessed via the New Jersey, Division of Pensions and Benefits, website at www.state.nj.us/treasury/pensions.

**TOWNSHIP OF WOODBRIDGE
 NOTES TO FINANCIAL STATEMENTS
 FISCAL YEARS ENDED JUNE 30, 2025 AND 2024**

NOTE 12 POST-RETIREMENT MEDICAL BENEFITS (Continued)

Plan Description

The Township provides a postemployment healthcare plan (OPEB) for its eligible retirees and their spouses. The plan is a single-employer defined benefit healthcare plan administered by the Township. In accordance with Township ordinances, contracts and/or policies, the Township can amend the benefit terms and financing requirements of the plan. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*.

Benefits Provided

In accordance with Township ordinances, contracts and/or policies, the following Township retirees are eligible for benefits:

- Employees with at least 25 years of service – 100% Township Funded.
- Civilian employees who retired prior to June 30, 1996 after attainment of age 62 with at least 15 years of service – 60% Township Funded.
- All other employees with at least 10 years but less than 25 years of service – 100% Retiree Funded.
- Police with at least 17.5 years of service with the Township and at least 25 years of service in the PFRS – 100 percent funded.

The maximum benefit for retired employees is unlimited per lifetime for the PPO plan and unlimited per lifetime for the POS plan.

Employees Covered by Postemployment Benefits

At June 30, 2024, the following employees were covered by postemployment health care benefits:

Active Employees	705
Inactive Employees or Beneficiaries Currently Receiving Benefits	<u>541</u>
	<u>1,246</u>

OPEB Liabilities, OPEB Expenses and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

At June 30, 2025, the Township’s total OPEB liabilities was \$284,998,543. Net OPEB liability was measured as of June 30, 2025, and the OPEB liability was determined by an actuarial valuation as of that date.

**TOWNSHIP OF WOODBRIDGE
NOTES TO FINANCIAL STATEMENTS
FISCAL YEARS ENDED JUNE 30, 2025 AND 2024**

NOTE 12 POST-RETIREMENT MEDICAL BENEFITS (Continued)

OPEB Liabilities, OPEB Expenses and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

For the year ended June 30, 2025, the Township has determined it's OPEB expense to be \$22,576,929 based on the actuarial valuations which is more than the actual contribution reported in the Township's financial statements of \$11,515,921. At June 30, 2025, the Township's deferred outflows of resources and deferred inflows of resources related to the OPEB plan which are not reported on the Township's financial statements are from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference Between Expected and Actual Experience	\$ 5,539,846	\$ 5,119,759
Changes of Assumptions	<u>37,845,352</u>	<u>50,530,720</u>
Total	<u>\$ 43,385,198</u>	<u>\$ 55,650,479</u>

At June 30, 2025, the amounts reported as deferred outflows of resources and deferred inflows of resources related to the OPEB plan will be recognized in OPEB expense as follows:

<u>Year Ending June 30,</u>	<u>Total</u>
2026	\$ 1,613,079
2027	1,494,174
2028	(836,042)
2029	(2,797,025)
2030	(3,754,794)
Thereafter	<u>(7,984,673)</u>
	<u>\$ (12,265,281)</u>

**TOWNSHIP OF WOODBRIDGE
 NOTES TO FINANCIAL STATEMENTS
 FISCAL YEARS ENDED JUNE 30, 2025 AND 2024**

NOTE 12 POST-RETIREMENT MEDICAL BENEFITS (Continued)

OPEB Liabilities, OPEB Expenses and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

Actuarial Assumptions

The Township’s total OPEB liability reported for the year ended June 30, 2025 was based on the June 30, 2024 actuarial valuation which was rolled forward to June 30, 2025. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement date:

Salary Increases		4.00%
Discount Rate		5.20%
Healthcare Cost Trend Rates:	Pre 65 Medical	6.50% for 2025 grading down to 4.5% in 2032 and later.
	Post 65 Medical	4.5% in 2025 and later.
	Prescription Drug	8.00% for 2025 grading down to 4.5% in 2032 and later.
Retirees' Share of Benefit-Related Costs		None for retirees who attained 25 years of service. 100% of premiums for retirees who attained at least 10 years of service but less than 25 years. Other eligible retirees are subject to Chapter 78 pf P.L. 2011. Under this rule, retirees must contribute a percentage of the cost of the plan. The percentage is an amount ranging from 1.5% to 35% of the insurance premium and is based on the State of New Jersey's retirement allowance (pension benefit) primarily and the tier of coverage secondarily.

The discount rate was based 20-Bond GO Index for 2025.

Mortality rates were based on PUB 2010 General and Safety Headcount-Weighted with Scale MP-2021.

**TOWNSHIP OF WOODBRIDGE
NOTES TO FINANCIAL STATEMENTS
FISCAL YEARS ENDED JUNE 30, 2025 AND 2024**

NOTE 12 POST-RETIREMENT MEDICAL BENEFITS (Continued)

OPEB Liabilities, OPEB Expenses and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

Changes in the Total OPEB Liability

The change in the Township’s OPEB liability for the years ended June 30, 2025 based on measurement dates of June 30, 2025 are as follows:

	Total OPEB Liability 2025
Balance - Beginning of Year	<u>\$ 331,443,327</u>
Changes for the Year:	
Service Cost	7,855,690
Interest on the Total OPEB Liability	13,108,164
Changes in Assumptions	(55,892,717)
Benefit Payments	<u>(11,515,921)</u>
Net Changes	<u>(46,444,784)</u>
Balance - End of Year	<u>\$ 284,998,543</u>

Sensitivity of Net OPEB Liability to Changes in the Discount Rate

The following presents the Township’s net OPEB liability as of June 30, 2025 calculated using the discount rate of 5.20% as well as what the Township’s net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower 4.20% or 1-percentage-point higher 6.20% than the current rate:

<u>2025</u>	1% Decrease <u>(4.20%)</u>	Current Discount Rate <u>(5.20%)</u>	1% Increase <u>(6.20%)</u>
Net OPEB Liability	<u>\$ 327,697,628</u>	<u>\$ 284,998,543</u>	<u>\$ 250,314,824</u>

**TOWNSHIP OF WOODBRIDGE
 NOTES TO FINANCIAL STATEMENTS
 FISCAL YEARS ENDED JUNE 30, 2025 AND 2024**

NOTE 12 POST-RETIREMENT MEDICAL BENEFITS (Continued)

OPEB Liabilities, OPEB Expenses and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

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

The following presents the Township’s net OPEB liability as of June 30, 2025 calculated using the healthcare trend rates as disclosed above as well as what the Township’s net OPEB liability would be if it were calculated using healthcare trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current rate:

<u>2025</u>	<u>1% Decrease</u>	<u>Healthcare Cost Current Rate</u>	<u>1% Increase</u>
Net OPEB Liability	<u>\$244,922,621</u>	<u>\$ 284,998,543</u>	<u>\$ 335,904,694</u>

NOTE 13 RISK MANAGEMENT

The Township is exposed to various risks of loss related to general liability, automobile coverage, theft of, damage to and destruction of assets; errors and omissions; injuries to employees; termination of employees and natural disasters. The Township has obtained commercial insurance coverage to guard against these events to minimize the exposure to the Township should they occur.

Other Insurance Coverage

Prior to 1998, the Township was self-insured for claims relating to general and auto liability, workers’ compensation claims and property damage. As of June 30, 2024, the ongoing liability related to these claims is funded annually by the Township through assessments charged by the Central Jersey Joint Insurance Fund’s Residual Claim Fund. These annual assessment amounts are not material.

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

<u>Fiscal Year Ended June 30</u>	<u>Beginning Balance</u>	<u>Employer and Employee Contributions and Other Receipts</u>	<u>Claims Paid</u>	<u>Ending Balance</u>
2025	\$ 819,001	\$ 160,000	\$ 93,436	\$ 885,565
2024	982,724	172,272	335,995	819,001
2023	997,817	187,185	202,278	982,724

**TOWNSHIP OF WOODBRIDGE
NOTES TO FINANCIAL STATEMENTS
FISCAL YEARS ENDED JUNE 30, 2025 AND 2024**

NOTE 13 RISK MANAGEMENT (Continued)

Employee Group Health

The Township has established a group insurance benefit plan for its employees and their eligible dependents. The Township and its retirees contribute to fund the entire cost of the plan. Claims are paid directly by the plan up to a maximum benefit per person of \$250,000 annually, with any excess benefit being reimbursed through a Re-Insurance Agreement with Horizon Blue Cross Blue Shield of New Jersey. The reinsurance policy also contains an aggregate loss provision for the calendar year 2025 in the amount of \$41,892,321. The maximum benefit per person, per lifetime is unlimited for active employees. For retired employees, the maximum benefit per person, per lifetime is unlimited for the PPO plan and unlimited for the POS plan. As of June 30, 2025, the Township's reports a reserve for health benefits self-insurance liabilities in the amount of \$1,260,635. A contingent liability exists with respect to reinsurance, which would become an actual liability in the event the reinsuring company might be unable to meet their obligations to the Township under existing reinsurance agreements.

The Township of Woodbridge is a member of the Central Jersey Joint Insurance Fund (JIF) and Municipal Excess Liability Joint Insurance Fund (MEL). The joint insurance funds are 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 worker's compensation. The Funds are risk-sharing public entity pools. The JIF funds coverage amounts are on file with the Township.

The relationship between the Township and the insurance funds are governed by a contract and by-laws that have been adopted by resolution of each unit's governing body. The Township is contractually obligated to make all annual and supplementary contributions to the insurance funds, to report claims on a timely basis, to cooperate with the management of the funds, its claims administrator and attorneys in claims investigation and settlement, and to follow risk management procedures as outlined by the funds. Members have a contractual obligation to fund any deficit of the funds attributable to a membership year during which the municipality was a member.

The funds provide its members with risk management services, including the defense of and settlement of claims, and established reasonable and necessary loss reduction and prevention procedures to be followed by the members. Complete financial statements of the respective funds can be obtained by contacting the respective fund's Treasurer.

There has been no significant reduction in insurance coverage from the previous year nor have there been any settlements in excess of insurance coverage in any of the prior three years.

**TOWNSHIP OF WOODBRIDGE
NOTES TO FINANCIAL STATEMENTS
FISCAL YEARS ENDED JUNE 30, 2025 AND 2024**

NOTE 14 CONTINGENT LIABILITIES

The Township is a party defendant in some lawsuits, none of a kind unusual for a municipality of its size and scope of operation. In the opinion of the Township's Attorney, the potential claims against the Township not covered by insurance policies would not materially affect the financial condition of the Township.

Pending Tax Appeals - Various tax appeal cases were pending in the New Jersey Tax Court at June 30, 2025 and 2024. Amounts claimed have not yet been determined. The Township is vigorously defending its assessments in each case. Under the accounting principles prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, the Township does not recognize a liability, if any, until these cases have been adjudicated. The Township expects such amounts, if any, could be material. Funding of any ultimate liability would be provided for in succeeding years' budget or from fund balance.

Federal and State Awards - The Township participates in a number of federal and state programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the Township may be required to reimburse the grantor government. As of June 30, 2025 and 2024, significant amounts of grant expenditure have not been audited by the various grantor agencies but the Township believes that disallowed expenditures, if any, based on subsequent audits will not have a material effect on the overall financial position of the Township. The Township was subject to a single audit for the fiscal year ended June 30, 2025 in accordance with U.S. Uniform Guidance and NJ OMB Circular 15-08. The Schedules of Expenditures of Federal Awards, State Financial Assistance and related Notes and our report thereon will be issued separately.

NOTE 15 FEDERAL ARBITRAGE REGULATIONS

The Township is subject to Section 148 of the Internal Revenue Code as it pertains to the arbitrage rebate on all tax-exempt obligations, both long and short-term debt. Under the 1986 Tax Reform Act, the Internal Revenue Service (IRS) required that all excess earnings from investment proceeds be rebated to the IRS. Arbitrage, for purposes of these regulations, is defined as the difference between the yield on the investment and the yield on the obligations issued. If there are excess earnings, this amount may be required to be rebated to the IRS. For the fiscal years ending June 30, 2025 and 2024, the Township has calculated its arbitrage and determined there are no amounts due to the IRS.

NOTE 16 TAX ABATEMENTS

For the years ended June 30, 2025 and 2024, the Township provided property tax abatements through certain programs authorized under State statutes. These programs include the Long Term Tax Exemption Law (the "LTTE Law"), and the New Jersey Housing and Mortgage Financing Act (NJHMFA).

TOWNSHIP OF WOODBRIDGE
NOTES TO FINANCIAL STATEMENTS
FISCAL YEARS ENDED JUNE 30, 2025 AND 2024

NOTE 16 TAX ABATEMENTS (Continued)

- The Long Term Tax Exemption Law (NJSA 40A:20 et.seq.) is focused on broad areas of redevelopment. It allows for a longer abatement term to carry out a larger development plan through declaring an area as being “in need of redevelopment”. These long-term property abatements may last up to 30 years from completion of a project or 35 years from execution of the financial agreement. The process is initiated when the municipality passes a resolution calling for the municipal planning board to study the need for designating an area “in need of redevelopment”. Upon adopting the planning board’s recommendations and formalizing the redevelopment area designation, a municipality adopts a redevelopment plan, engages redevelopment entities to carry out the plan, and may authorize long-term tax abatements in the process. Developers submit abatement applications to the governing body for review. The financial agreement is approved through adoption of a local ordinance. The agreement exempts a project from taxation, but requires a payment in lieu of taxes (PILOTs) in an amount based generally on a percentage of project costs or revenue generated by the project, depending on the type of project. For the years ended June 30, 2025 and 2024, the Township abated property taxes totaling \$41,332,125 and \$38,939,775, respectively, under the LTTE program. The Township billed \$31,164,627 and \$30,614,351 in PILOT payments under this program for the years ended June 30, 2025 and 2024, respectively.
- The New Jersey Housing and Mortgage Financing Act (NJSA 55:14K et. seq.) allows for property tax abatements for residential rental housing projects financed by the New Jersey Housing and Mortgage Finance Agency. These property tax abatements last for the term of the original mortgage financing so long as the residential rental housing project remains subject to the NJHMFA Law and regulations. The process begins when the municipality passes by ordinance or resolution, as appropriate, that such residential rental housing project shall be exempt from property tax provided that an agreement is entered into with the housing sponsor for payments in lieu of taxes (PILOTs) to the municipality. The agreement can require the housing sponsor to a PILOT payment to the municipality in an amount up to 20% of the annual gross revenue from each housing project. For the years ended June 30, 2025 and 2024 the Township abated property taxes totaling \$3,632,961 and \$3,535,218, respectively, under the NJHMFA program. The Township billed \$177,068 and \$191,638 in PILOT payments under this program for the years ended June 30, 2025 and 2024, respectively.

**TOWNSHIP OF WOODBRIDGE
NOTES TO FINANCIAL STATEMENTS
FISCAL YEARS ENDED JUNE 30, 2025 AND 2024**

NOTE 17 RELATED PARTY TRANSACTIONS

The Township has entered into a long term sub-lease agreement on July 19, 2018 with the Woodbridge Arts Alliance (the “Organization” or “WAA”) for the WAA’s use of property, known as the Avenel Arts Center, located at 150 Avenel Street, Avenel, New Jersey. In conjunction with the lease of the property, the WAA and the Township entered into a “Cost Reimbursement Agreement” (the “Original Agreement”) on November 27, 2018. On November 24, 2020, the Township approved a resolution authorizing the Township to enter into a First Amended Sublease Agreement and First Amended Cost Reimbursement Agreement. On November 25, 2020, the WAA and the Township entered into both amended agreements. Both Agreements are on file with the Municipal Clerk of the Township of Woodbridge.

The First Amended Sublease Agreement is for a term of fifty years.

As a result of the execution of the First Amended Cost Reimbursement Agreement, the long-term liability from the WAA has been adjusted by a decrease of \$955,665.

The following terms are included in the First Amended Cost Reimbursement Agreement:

The Township waives any right to reimbursement from the Organization for Capital Costs. This shall include all Capital Costs incurred to date, as well as all Capital Costs moving forward.

All Direct Costs advanced by or incurred by the Township through March 31, 2019 are waived. The Organization shall reimburse the Township for all direct costs advanced or incurred by the Township on or after April 1, 2019.

The Organization shall be provided with a credit towards Direct Costs advanced or incurred by the Township at anytime on or after April 1, 2019. The credit shall be in the amount of 25% of the Station Village PILOT for the corresponding period of time, and shall be applied until the expiration of the Station Village PILOT.

The Township waives any right to reimbursement from the Organization for Indirect Costs advanced or incurred by the Township through December 31, 2020. The Township may seek reimbursement from the Organization for all Indirect Costs advanced or incurred by the Township on or after January 1, 2021.

All unpaid balances owed to the Township by the Organization shall accrue simple interest at the rate paid by the Township for its short term note obligations, said rate to be determined annually.

The reimbursement to the Township shall be made by the Organization at such time that the Organization has sufficient cash balances in excess of what is needed for the operation of the Avenel Arts Center for the ensuing ninety (90) day period. Such calculation shall be made on a quarterly basis.

In the event the Organization has an unpaid balance that is more than five (5) years old, the Township shall have the right to terminate the Agreement. In the event the Agreement is terminated for any reason, the Organization shall remain responsible for reimbursing the Township for all money owed to the Township.

This agreement may be terminated by the Organization at such time that they have fully reimbursed the Township for all money owed to the Township.

**TOWNSHIP OF WOODBRIDGE
NOTES TO FINANCIAL STATEMENTS
FISCAL YEARS ENDED JUNE 30, 2025 AND 2024**

NOTE 17 RELATED PARTY TRANSACTIONS (Continued)

During the duration of this First Amended Cost Reimbursement Agreement, the Township shall be permitted to use any and all areas of the Avenel Arts Center, as long as said areas have not been previously scheduled for us by the WAA. The Township shall provide reasonable advance notice to the WAA of its intent to use the Avenel Arts Center, and the parties shall work together in creating a fair schedule for the share use of the property. The Township shall be charged the fair market value for the cost of its use of the Avenel Arts Center. In the event the WAA has an unpaid balance owed to the Township, any payment to be made by the Township for the use of the Avenel Arts Center shall be applied as a credit to the WAA’s unpaid balance owed to the Township. While the Township is using some or all of the premises, the Township shall have no access to alcoholic beverages stored on the premises, shall not be permitted to sell any alcoholic beverages stored on the premises, and shall not be permitted to serve alcoholic beverages on the premises for any reason.

Based upon the Original Agreement and the First Amended Cost Reimbursement Agreement with the Organization the amount to be reimbursed by the Organization as the date of their most recent audit as of December 31, 2024 is \$5,551,330.

NOTE 18 LESSEE PAYABLES/LESSOR RECEIVABLES

Leases Payable/Lease Assets

The Township leases real property, vehicles and equipment, for which they are the lessee, under noncancelable lease agreements. The future minimum lease payments for these leases are as follows:

Year Ended <u>June 30,</u>	<u>Amount</u>
2026	\$1,336,604
2027	1,124,839
2028	198,852
2029	123,224
2030	29,237
2031-2035	152,899
2036-2040	164,716
2041-2045	177,445
2046	<u>27,826</u>
	<u>\$3,335,642</u>

**TOWNSHIP OF WOODBRIDGE
 NOTES TO FINANCIAL STATEMENTS
 FISCAL YEARS ENDED JUNE 30, 2025 AND 2024**

NOTE 18 LESSEE PAYABLES/LESSOR RECEIVABLES (Continued)

Lessor Revenues/Leases Receivable

In addition, the Township has entered into certain leases, for which they are the lessor, for the use of Township owned real property. The leases are due to the Township in installments as outlined in each individual lease agreement. The Township recognizes the revenues on an annual basis based upon cash received. The following table represents the future lease principle throughout the term of the leases.

Year Ended <u>June 30,</u>	<u>Amount</u>
2026	\$ 478,500
2027	287,250
2028	87,000
2029	78,000
2030	81,000
2031-2035	450,000
2036-2040	<u>27,500</u>
	<u>\$1,889,250</u>

NOTE 19 SUBSEQUENT EVENTS

The Township has evaluated subsequent events occurring after June 30, 2025 through the date of audit, which is the date the financial statements were available to be issued. Based on this evaluation, the Township has determined the following subsequent events have occurred which require disclosure in the financial statements.

General Improvement Bonds

On October 9, 2025, the Township issued general Improvement Bonds in the amount of \$16,155,000, dated October 1, 2025, to permanently finance expenditures related to various capital projects, bearing an interest rate of 4.00% for the maturities in the years 2026 through 2038 and 3.00% for the maturity in year 2039. The net interest cost of the bonds issued was 3.24%

Bond Anticipation Notes

On October 10, 2025, the Township issued bond anticipation notes in the amount of \$66,917,000, consisting of General Improvement Notes, Sewer Utility Notes, and Housing Notes in the amounts of \$33,561,000, \$25,856,000 and \$7,500,000, respectively, to temporarily finance expenditures related to various capital projects, bearing an interest rate of 4.00%, and net interest cost of 2.47%. These notes will mature on October 9, 2026.

**TOWNSHIP OF WOODBRIDGE
NOTES TO FINANCIAL STATEMENTS
FISCAL YEARS ENDED JUNE 30, 2025 AND 2024**

NOTE 19 SUBSEQUENT EVENTS (Continued)

Debt Authorized

The Township has adopted bond ordinance 2025-48 authorizing the issuance of \$1,235,000 in bonds or notes to fund Acquisition by Eminent Domain of Various Properties in Sewaren for Open Space and Other Municipal Purposes.

The Township has adopted bond ordinance 2025-53 authorizing the issuance of \$8,500,000 in bonds or notes to fund Stafford Road Sanitary Sewer Improvement Project.

The Township has adopted bond ordinance 2025-69 authorizing the issuance of \$3,333,000 in bonds or notes to fund Acquisition of Various Properties.

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APPENDIX C

PROPOSED FORM OF BOND COUNSEL OPINION

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STEVEN L. ROGUT
THOMAS J. BACE †
JOSHUA A. CUCUZZELLA

DANIEL J. McCARTHY, Of Counsel
DIANE U. DABULAS, Of Counsel

† ALSO ADMITTED IN FL AND DC

ROGUT MCCARTHY LLC

COUNSELLORS AT LAW

37 ALDEN STREET
CRANFORD, NEW JERSEY 07016

Telephone (908) 931-1150
Facsimile (908) 931-1151
Facsimile (908) 653-4832

www.rogutmccarthy.com

[Proposed Form of Bond Counsel Opinion]

March ____, 2026

Municipal Council
Township of Woodbridge
County of Middlesex, New Jersey

Dear Council Members:

We have acted as bond counsel in connection with the issuance of \$50,000,000 of notes, consisting of \$37,933,752 General Bond Anticipation Notes, \$8,566,248 Sewer Utility Bond Anticipation Notes and \$3,500,000 Housing Bond Anticipation Notes (collectively, the "Notes"), by the Township of Woodbridge, a municipal corporation of the State of New Jersey, located in the County of Middlesex (the "Township"). The Notes are dated March 13, 2026, are payable March 12, 2027, bear interest from their date at the rate of ____% per annum, payable at maturity, and are numbered and in denomination as follows:

<u>Number</u>	<u>Denomination</u>
26-1R	\$37,933,752
26-1SUR	8,566,248
26-1HR	3,500,000

The Notes have been issued pursuant to the Local Bond Law (Chapter 2 of Title 40A of the New Jersey Statutes, as amended). The \$37,933,752 General Bond Anticipation Notes are also issued pursuant to and in anticipation of the issuance of bonds authorized by eight bond ordinances adopted by the Municipal Council of the Township on May 4, 2021 (Ord. No. 21-30); May 4, 2021 (Ord. No. 21-31, as amended by Ord. No. 2022-77 adopted on December 13, 2022); November 9, 2021 (Ord. No. 21-63); November 23, 2021 (Ord. No. 21-72); November 12, 2024 (Ord. No. 2024-72); June 3, 2025 (Ord. No. 2025-37); October 7, 2025 (Ord. No. 2025-69); and December 2, 2025 (Ord. No. 2025-80) (the "General Bond Ordinances") to finance the acquisition of real property and the

making of various public improvements in, by and for the Township. The \$8,566,248 Sewer Utility Bond Anticipation Notes are also issued pursuant to and in anticipation of the issuance of bonds authorized by two bond ordinances adopted by the Municipal Council of the Township on November 1, 2022 (Ord. No. 2022-71) and June 3, 2025 (Ord. No. 2025-38) (the "Sewer Utility Bond Ordinances") to finance the making of various public improvements in, by and for the Sewer Utility of the Township. The \$3,500,000 Housing Bond Anticipation Notes are also issued pursuant to the Local Redevelopment and Housing Law (Chapter 12A of Title 40A of the New Jersey Statutes, as amended) and in anticipation of the issuance of bonds authorized by a bond ordinance adopted by the Municipal Council of the Township on August 8, 2023 (Ord. No. 2023-54) (the "Housing Bond Ordinance", and together with the General Bond Ordinances and the Sewer Utility Bond Ordinances, the "Bond Ordinances") to provide funding in aid of a senior citizen housing project in, by and for the Township.

The Internal Revenue Code of 1986, as amended (the "Code"), establishes certain requirements that must be met subsequent to the issuance and delivery of the Notes in order that interest on the Notes be and remain excluded from gross income of the owners thereof for Federal income tax purposes pursuant to Section 103 of the Code. Such requirements include requirements relating to the use and investment of proceeds of the Notes and other amounts and the rebate of certain arbitrage earnings to the United States. Noncompliance by the Township with such requirements may cause interest on the Notes to be included in gross income of the owners thereof retroactive to the date of issuance of the Notes, regardless of when such noncompliance occurs.

The Township has covenanted, to the extent permitted by the Constitution and the laws of the State of New Jersey, to do and perform all acts and things permitted by law and necessary to assure that interest paid on the Notes be and remain excluded from gross income of the owners thereof for Federal income tax purposes pursuant to Section 103 of the Code. The Township's Tax Certificate (the "Tax Certificate"), which will be delivered concurrently with the delivery of the Notes, will contain provisions and procedures regarding compliance with the requirements of the Code. The Township, in executing the Tax Certificate, will certify to the effect that the Township expects and intends to comply with the provisions and procedures contained therein.

As bond counsel, we have examined certified copies of the Bond Ordinances and copies of the forms of Notes. We have also examined originals (or copies certified or otherwise identified to our satisfaction) of such other instruments, certificates and documents as we have deemed necessary or appropriate for the purpose of the opinion rendered below, including the Tax Certificate executed by the Chief Financial Officer of the Township of even date herewith. We have assumed the accuracy of the factual information and the truthfulness of the expectations set forth in the Tax Certificate and any exhibits thereto. 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 have relied, as to the execution and delivery of the Notes, on a certificate of the Township.

We have not prepared nor have we verified the accuracy, completeness or fairness of (i) the information set forth in the Official Statement prepared by the Township in connection with the issuance and sale of the Notes, or (ii) other documents of the Township delivered to the purchasers of the Notes, and we take no responsibility therefor.

Based on the foregoing, we are of the opinion that:

1. The Notes have been duly authorized, executed and delivered and constitute valid and legally binding obligations of the Township enforceable in accordance with their terms, except as enforcement of the Notes may be limited by bankruptcy, insolvency, reorganization, moratorium, liquidation or other laws relating to or affecting the enforcement of creditors' rights generally now or hereafter in effect to the extent constitutionally applicable, and enforcement may also be subject to the exercise of judicial discretion in certain cases.

2. 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, the Township is authorized and required by law to levy on all real property taxable by the Township such ad valorem taxes as may be necessary to pay the Notes and the interest thereon, without limitation as to rate or amount.

Municipal Council
Township of Woodbridge
March ____, 2026
Page 4

3. Assuming compliance by the Township with its Tax Certificate, under existing law, interest on the Notes is excluded from gross income of the owners thereof for Federal income tax purposes pursuant to Section 103 of the Code. In addition, under existing law, interest on the Notes is not treated as a preference item for purposes of the alternative minimum tax imposed under the Code with respect to individuals; however, interest on the Notes that is included in the "adjusted financial statement income" of certain corporations is not excluded from the Federal corporate alternative minimum tax. In addition, under the New Jersey Gross Income Tax Act, as enacted and construed on the date hereof, interest on the Notes and any gain from the sale of the Notes are not includable in gross income of the holders thereof.

Very truly yours,

Rogut McCarthy LLC