

**TOWNSHIP OF LITTLE EGG HARBOR**

**AUDIT REPORT FOR THE YEAR  
ENDED DECEMBER 31, 2023**



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COUNTY OF OCEAN  
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**TOWNSHIP OF LITTLE EGG HARBOR  
COUNTY OF OCEAN**

**PART I**

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

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## INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and Members  
of the Township Committee  
Township of Little Egg Harbor  
Little Egg Harbor, New Jersey

### Report on the Audit of the Financial Statements

#### *Opinions*

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

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

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

#### *Adverse Opinion on U.S. Generally Accepted Accounting Principles*

In our opinion, because of the significance of the matter discussed in the Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles section of our report, the financial statements referred to above do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the Township of Little Egg Harbor, as of December 31, 2023 and 2022, or the results of its operations and changes in fund balance for the years then ended.

#### *Basis for Opinions*

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

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

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

### ***Responsibilities of Management for the Financial Statements***

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

### ***Auditor's Responsibilities for the Audit of the Financial Statements***

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

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and audit requirements prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, we:

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

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

### ***Supplementary Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Township of Little Egg Harbor's basic financial statements. The accompanying supplemental schedules presented for the various funds and letter of comments and recommendations section are presented for purposes of additional analysis as required by the Division of Local Government Services, Department of Community Affairs, State of New Jersey and are not a required part of the basic financial statements. The schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* is also presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the financial statements of each of the respective individual funds and account group taken as a whole.

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

In accordance with *Government Auditing Standards*, we have also issued our report dated September 5, 2024, on our consideration of the Township of Little Egg Harbor's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Township of Little Egg Harbor's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Township of Little Egg Harbor's internal control over financial reporting and compliance.

Respectfully submitted,

**HOLMAN FRENIA ALLISON, P.C.**

Jerry W. Conaty  
Certified Public Accountant  
Registered Municipal Accountant  
RMA No. 581

Lakewood, New Jersey  
September 5, 2024

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

Honorable Mayor and Members  
of the Township Committee  
Township of Little Egg Harbor  
County of Ocean  
Little Egg Harbor, New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States and audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, the financial statements - regulatory basis of the Township of Little Egg Harbor, as of and for the year ended December 31, 2023, and the related notes to the financial statements, which collectively comprise the Township's basic financial statements, and have issued our report thereon dated September 5, 2024. Our report indicated that the Township's financial statements were not prepared in accordance with accounting principles generally accepted in the United States of America but rather prepared in accordance with the regulatory basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

**Report on Internal Control Over Financial Reporting**

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

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as described in the accompanying schedule of financial statement findings, we identified certain deficiencies in internal control that we consider to be material weaknesses and significant deficiencies.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiencies described in the accompanying schedule of findings and questioned costs as Finding No.'s 2023-001 and 2023-002 to be material weaknesses. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We consider the deficiencies described in the accompanying schedule of findings and questioned costs as Finding No.'s 2023-003 and 2023-004 to be significant deficiencies.

## **Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Township's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed an instance of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey and which is described in the accompanying schedule of findings and questioned costs as Finding No.'s 2023-001 through 2023-004.

We noted certain other matters that are not required to be reported under *Governmental Auditing Standards*, that we reported to management in the accompanying letter of comments and recommendations section of this report as required by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

## **Township of Little Egg Harbor's Response to Findings**

*Government Auditing Standards* requires the auditor to perform limited procedures on the Township of Little Egg Harbor's response to the findings identified in our audit is described in the accompanying schedule of financial statement findings. The Township's response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

## **Purpose of this Report**

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

Respectfully Submitted,

**HOLMAN FRENIA ALLISON, P.C.**

Jerry W. Conaty  
Certified Public Accountant  
Registered Municipal Accountant  
RMA No. 581

Lakewood, New Jersey  
September 5, 2024

## **BASIC FINANCIAL STATEMENTS**

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**TOWNSHIP OF LITTLE EGG HARBOR  
CURRENT FUND  
STATEMENTS OF ASSETS, LIABILITIES, RESERVES  
AND FUND BALANCE - REGULATORY BASIS  
DECEMBER 31, 2023 AND 2022**

ASSETS	REFERENCE	2023	2022
Operating Fund:			
Cash:			
Treasurer	A-4	\$ 9,958,907.43	\$ 15,529,518.76
Change Fund	A	<u>1,800.00</u>	<u>1,800.00</u>
Total Cash		<u>9,960,707.43</u>	<u>15,531,318.76</u>
Other Receivables:			
Due From State of New Jersey	A	<u>221,659.62</u>	<u>220,574.70</u>
Total Other Receivables		<u>221,659.62</u>	<u>220,574.70</u>
Deferred Charges:			
Overexpenditure - Current Year Budget		-	5,722.49
Overexpenditure - Prior Year Budget		<u>9,569.26</u>	<u>-</u>
Total Deferred Charges		<u>9,569.26</u>	<u>5,722.49</u>
Receivables & Other Assets With Full Reserves:			
Delinquent Property Taxes Receivable	A-5	55,772.19	55,293.85
Tax Title Liens Receivable	A-6	787,522.07	788,065.35
Property Acquired/Assessed Valuation	A-7	5,757,700.00	5,757,700.00
Revenue Accounts Receivable	A-8	7,760.45	5,210.76
Due from Trust Other	B	35,526.39	20,145.46
Due from Payroll	D	87,193.37	-
Due from General Capital Fund	C	<u>943,106.20</u>	<u>-</u>
Total Receivables		<u>7,674,580.67</u>	<u>6,626,415.42</u>
Total Operating Fund Assets		<u>17,866,516.98</u>	<u>22,384,031.37</u>
Federal & State Grant Fund:			
Cash - Treasurer	A-4	128,332.39	284,191.38
Grants Receivable	A-13	2,847,177.29	1,188,359.54
Deferred Charge - Expenditure without Appropriation	A	13,044.00	48,179.00
Due from Current Fund	A	<u>824,212.99</u>	<u>2,058,642.51</u>
Total Federal & State Grant Fund Assets		<u>3,812,766.67</u>	<u>3,579,372.43</u>
Total Assets		<u>\$ 21,679,283.65</u>	<u>\$ 25,963,403.80</u>

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

**TOWNSHIP OF LITTLE EGG HARBOR  
CURRENT FUND  
STATEMENTS OF ASSETS, LIABILITIES, RESERVES  
AND FUND BALANCE - REGULATORY BASIS  
DECEMBER 31, 2023 AND 2022**

LIABILITIES RESERVES & FUND BALANCE	REFERENCE	2023	2022
Operating Fund:			
Appropriation Reserve:			
Encumbered	A-3	\$ 155,252.54	\$ 415,677.91
Unencumbered	A-3	692,363.55	714,283.25
Prepaid Taxes	A-4	846,848.12	859,430.32
Tax Overpayments	A	189,167.71	211,713.65
Accounts Payable	A	45,075.57	21,356.61
Due County for Added & Omitted Taxes	A	79,072.69	-
Due Other Trust Fund	B	465,359.03	226,634.17
Local School Taxes Payable	A-10	2,533,805.00	2,256,061.98
Due Bass River - UCC Fees	A	2,716.40	853.20
Due to State - DCA Training Fees	A	12,448.30	9,113.30
Due to Grant Fund	A	824,212.99	2,058,642.51
Due to Payroll	D	-	3,358.54
Due To General Capital Fund	C	-	4,056,823.28
Due to Trust Assessment	B	994,326.72	1,041,383.32
Reserve for Insurance Proceeds	A-12	2,419.00	2,419.00
Reserve for Reassessment	A-12	100,047.00	100,047.00
Reserve for Closed Escrow Accounts	A-12	54,052.92	54,052.92
Reserve for Retail Mercantile Licenses	A-12	350.00	350.00
Reserve for FEMA Proceeds	A-12	3,722.78	3,722.78
Reserve for National Opioid Settleement	A-12	79,541.49	30,123.15
Reserve for Municipal Relief Fund Aid	A-12	67,809.86	67,809.86
Reserve for Liquor License Deposit	A-12	904,100.00	-
Total Operating Liabilities		<u>8,052,691.67</u>	<u>12,133,856.75</u>
Reserve for Receivables	A	7,674,580.67	6,626,415.42
Fund Balance	A-1	<u>2,139,244.64</u>	<u>3,623,759.20</u>
Total Operating Fund		<u>17,866,516.98</u>	<u>22,384,031.37</u>
Federal & State Grant Fund:			
Reserve for State Grants:			
Appropriated Reserves	A-14	2,968,051.00	2,769,888.05
Unappropriated Reserves	A-15	150,434.95	380,993.67
Encumbrances Payable	A-14	92,329.59	428,490.71
Due to General Capital Fund	C	601,951.13	-
Total Federal & State Grant Fund		<u>3,812,766.67</u>	<u>3,579,372.43</u>
Total Liabilities Reserve & Fund Balance		<u>\$ 21,679,283.65</u>	<u>\$ 25,963,403.80</u>

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

**TOWNSHIP OF LITTLE EGG HARBOR**  
**CURRENT FUND**  
**STATEMENTS OF OPERATIONS AND CHANGES**  
**IN FUND BALANCE - REGULATORY BASIS**  
**FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022**

	2023	2022
Revenue & Other Income Realized:		
Fund Balance Utilized	\$ 1,875,135.00	\$ 1,390,000.00
Miscellaneous Revenues Anticipated	6,060,311.37	5,094,966.44
Receipts From Delinquent Taxes	131,994.00	92,678.81
Receipts From Current Taxes	67,695,761.39	65,075,124.94
Nonbudget Revenues	386,083.31	196,393.63
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	339,219.46	592,808.85
	<u>76,488,504.53</u>	<u>72,441,972.67</u>
Total Revenue & Other Income		
Expenditures:		
Budget & Emergency Appropriations:		
Appropriations Within "CAPS":		
Operations:		
Salaries and Wages	9,713,950.00	9,458,300.00
Other Expenses	9,381,900.00	8,976,650.00
Deferred Charges & Statutory Expenditures	3,373,126.98	2,956,157.00
Appropriations Excluded From "CAPS":		
Operations:		
Salaries and Wages	475,000.00	475,000.00
Other Expenses	2,526,713.19	1,702,037.83
Capital Improvement Fund	155,000.00	100,000.00
Municipal Debt Service	2,594,378.80	2,204,824.67
County Taxes	11,849,954.78	10,581,098.27
Local District School Tax	14,883,524.00	14,609,256.00
Regional High School Tax	18,109,882.00	17,736,025.00
Special District Taxes	1,686,224.57	1,631,413.00
Municipal Open Space	238,724.86	236,208.47
Restatement of Prior Year Appropriation Reserve Balance	28,793.59	-
Deferred Charges for Appropriation Reserves	9,569.26	-
Prior Year Senior Citizen & Veterans Deduction	5,030.82	5,432.19
Interfund Advances	1,075,680.50	9,764.09
	<u>76,107,453.35</u>	<u>70,682,166.52</u>
Total Expenditures		
Excess/(Deficit) in Revenue	381,051.18	1,203,808.03
Adjustments to Income before Fund Balance		
Expenditures Included Above Which Are by Statute Deferred Charges to Budget of Succeeding Years	9,569.26	-
	<u>390,620.44</u>	<u>1,759,806.15</u>
Statutory Excess to Fund Balance		
Fund Balance January 1,	3,623,759.20	3,253,953.05
	<u>4,014,379.64</u>	<u>5,013,759.20</u>
Total		
Decreased by: Utilized as Anticipated Revenue	1,875,135.00	1,390,000.00
	<u>\$ 2,139,244.64</u>	<u>\$ 3,623,759.20</u>
Fund Balance December 31,		

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

**TOWNSHIP OF LITTLE EGG HARBOR**  
**CURRENT FUND**  
**STATEMENT OF REVENUES - REGULATORY BASIS**  
**FOR THE YEAR ENDED DECEMBER 31, 2023**

	ANTICIPATED BUDGET	REALIZED	EXCESS OR (DEFICIT)
Fund Balance Anticipated	\$ 1,875,135.00	\$ 1,875,135.00	\$ -
Miscellaneous Revenues:			
Licenses:			
Alcoholic Beverages	10,500.00	10,564.00	64.00
Other	260,000.00	167,621.75	(92,378.25)
Municipal Court	100,000.00	115,764.74	15,764.74
Reserve for Debt Service - Premium on BANS	64,928.48	64,928.48	-
Interest & Cost on Taxes	175,000.00	192,217.36	17,217.36
Payments in Lieu of Taxes	95,000.00	108,229.55	13,229.55
Energy Receipts Tax	1,308,925.00	1,308,924.64	(0.36)
Uniform Construction Code Fees	490,000.00	626,293.00	136,293.00
Garden State Trust	183,628.00	183,628.00	-
Municipal Relief Fund	135,620.00	135,591.25	(28.75)
Tower Rental	250,000.00	276,013.18	26,013.18
SRO Reimbursement	250,000.00	263,049.86	13,049.86
CATV Franchise Fees	91,000.00	91,007.37	7.37
Additional Revenues Offset With Appropriations:			
Safe & Secure Communities	32,400.00	32,400.00	-
Recycling Tonnage	31,839.12	31,839.12	-
Body Worn Camera Grant	101,900.00	101,900.00	-
Clean Communities	120,921.23	120,921.23	-
NJ Body Armor Grant	3,200.84	3,200.84	-
Body Armor Grant	2,688.00	2,688.00	-
Stormwater Assistance Grant	25,000.00	25,000.00	-
Comcast Franchise Renewal Grant	116,500.00	116,500.00	-
Patrick Leahy Bulletproof Vest Partnership Grant	8,589.00	8,589.00	-
Local Recreation Grant	70,000.00	70,000.00	-
SRTS Program	815,000.00	815,000.00	-
Ocean Wind Grant	719,250.00	719,250.00	-
Lead Grant Assistance Program	8,800.00	8,800.00	-
NJ DOT	460,390.00	460,390.00	-
Total Miscellaneous	5,931,079.67	6,060,311.37	129,231.70
Receipts from Delinquent Taxes	50,000.00	131,994.00	81,994.00
Subtotal General Revenues	7,856,214.67	8,067,440.37	211,225.70
Amount to be Raised by Taxes for Support to Municipal			
Budget - Local Tax for Municipal Purposes	20,694,154.21	21,257,749.89	563,595.68
Budget Totals	28,550,368.88	29,325,190.26	774,821.38
Nonbudget Revenues	-	386,083.31	386,083.31
Total	\$ 28,550,368.88	\$ 29,711,273.57	\$ 1,160,904.69

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

**TOWNSHIP OF LITTLE EGG HARBOR  
CURRENT FUND  
STATEMENT OF REVENUES - REGULATORY BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2023**

**ANALYSIS OF REALIZED REVENUE**

**Allocation of Current Tax Collections:**

Revenue From Collections	\$ 67,695,761.39
Allocated to - School, County & Special District Taxes	<u>46,768,310.21</u>
Balance for Support of Municipal Budget Revenues	20,927,451.18
Add: Appropriation - "Reserve for Uncollected Taxes"	<u>330,298.71</u>
Amount for Support of Municipal Budget Appropriations	<u><u>\$ 21,257,749.89</u></u>

**Receipts From Delinquent Taxes:**

Delinquent Tax Collections	\$ 24,774.86
Tax Title Lien Collections	<u>107,219.14</u>
Total Receipts From Delinquent Taxes	<u><u>\$ 131,994.00</u></u>

**Analysis of Nonbudget Revenue:**

Treasurer:	
Interest on Investments and Deposits	\$ 240,017.76
Tax Map Maintenance	300.00
Trash Cans	15,285.00
Miscellaneous	52,048.02
Sale of Property	<u>78,432.53</u>
Total Analysis of Nonbudget Revenue	<u><u>\$ 386,083.31</u></u>

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

**TOWNSHIP OF LITTLE EGG HARBOR  
CURRENT FUND  
STATEMENT OF EXPENDITURES - REGULATORY BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2023**

OPERATIONS	APPROPRIATIONS			EXPENDED		CANCEL
	BUDGET	BUDGET AFTER MODIFICATION	PAID	ENCUMBERED	RESERVED	
<b>General Government:</b>						
General Administration:						
Salaries and Wages	\$ 45,000.00	\$ 43,000.00	\$ 42,390.09	\$ -	\$ 609.91	\$ -
Other Expenses	6,500.00	6,500.00	6,474.65	-	25.35	-
Mayor and Committee:						
Salaries and Wages	69,000.00	67,000.00	66,459.88	-	540.12	-
Other Expenses	7,000.00	7,000.00	4,761.35	563.90	1,674.75	-
Municipal Clerk:						
Salaries and Wages	262,000.00	227,000.00	217,038.07	-	9,961.93	-
Other Expenses	75,500.00	85,500.00	74,858.75	6,533.40	4,107.85	-
Financial Administration (Treasury):						
Salaries and Wages	325,000.00	285,000.00	272,557.33	-	12,442.67	-
Other Expenses	45,000.00	41,000.00	36,646.16	420.90	3,932.94	-
Audit Services:						
Other Expenses	62,000.00	62,000.00	29,695.00	-	32,305.00	-
Revenue Administration (Tax Collection):						
Salaries and Wages	235,000.00	247,000.00	245,108.59	-	1,891.41	-
Other Expenses:						
Tax Sale Costs	10,000.00	10,000.00	475.21	-	9,524.79	-
Miscellaneous Other Expenses	20,000.00	20,000.00	14,772.68	-	5,227.32	-
Tax Assessment Administration:						
Salaries and Wages	230,000.00	212,000.00	208,847.35	-	3,152.65	-
Other Expenses	9,500.00	9,500.00	3,718.75	1,439.95	4,341.30	-
Liquidation of Tax Title Liens & Foreclosed						
Property - Other Expenses	3,000.00	3,000.00	-	-	3,000.00	-
Legal Services (Legal Department):						
Other Expenses	425,000.00	425,000.00	396,370.66	-	28,629.34	-
Engineering Services:						
Other Expenses	160,000.00	145,000.00	123,318.55	-	21,681.45	-
<b>Land Use Administration:</b>						
Planning Board:						
Salaries and Wages	8,400.00	8,400.00	8,005.34	-	394.66	-
Other Expenses	3,000.00	3,000.00	2,754.43	-	245.57	-
Zoning Board of Adjustment:						
Salaries and Wages	8,400.00	8,400.00	8,005.34	-	394.66	-
Other Expenses	8,000.00	8,000.00	4,737.64	-	3,262.36	-
Zoning Officer:						
Salaries and Wages	290,000.00	270,000.00	267,272.97	-	2,727.03	-
Other Expenses	36,000.00	36,000.00	33,037.76	220.00	2,742.24	-
<b>Insurance:</b>						
Unemployment Insurance	40,000.00	40,000.00	37,132.74	-	2,867.26	-
Group Insurance for Employees	3,750,000.00	3,780,000.00	3,771,256.78	-	8,743.22	-
Other Insurance: JIF, Surety, Workers Comp	617,000.00	617,000.00	616,504.00	-	496.00	-

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

**TOWNSHIP OF LITTLE EGG HARBOR  
CURRENT FUND  
STATEMENT OF EXPENDITURES - REGULATORY BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2023**

OPERATIONS	APPROPRIATIONS			EXPENDED		CANCEL
	BUDGET	BUDGET AFTER MODIFICATION	PAID	ENCUMBERED	RESERVED	
<b>Public Safety Functions:</b>						
Police Department:						
Salaries and Wages	6,050,000.00	6,030,000.00	5,972,170.89	6,111.00	51,718.11	-
Other Expenses	430,000.00	410,000.00	344,415.73	12,597.51	52,986.76	-
Office of Emergency Management:						
Salaries and Wages	22,500.00	22,500.00	-	-	22,500.00	-
Other Expenses	1,750.00	1,750.00	-	-	1,750.00	-
Aid to Volunteer Fire Company	2,400.00	2,400.00	2,400.00	-	-	-
First Aid Squad Contribution	100,000.00	100,000.00	100,000.00	-	-	-
Municipal Prosecutor:						
Other Expenses	60,000.00	60,000.00	53,800.00	-	6,200.00	-
<b>Public Works Functions:</b>						
Streets & Roads Maintenance:						
Salaries and Wages	295,000.00	350,000.00	344,559.49	-	5,440.51	-
Other Expenses	80,000.00	90,000.00	80,041.63	8,333.18	1,625.19	-
Solid Waste Sanitation:						
Salaries and Wages	325,000.00	285,000.00	278,615.26	-	6,384.74	-
Other Expenses	130,000.00	145,000.00	123,356.30	16,395.54	5,248.16	-
Bulk Property Maintenance Pick-Up	75,000.00	41,000.00	17,126.00	15,900.00	7,974.00	-
Solid Waste Recycling:						
Salaries and Wages	355,000.00	400,000.00	396,896.52	-	3,103.48	-
Other Expenses	31,000.00	41,000.00	31,047.08	9,777.74	175.18	-
Buildings & Grounds:						
Salaries and Wages	175,000.00	160,000.00	153,674.22	-	6,325.78	-
Other Expenses	160,000.00	185,000.00	148,135.54	28,907.70	7,956.76	-
Vehicle Maintenance:						
Salaries and Wages	200,000.00	221,000.00	219,305.23	-	1,694.77	-
Other Expenses	180,000.00	195,000.00	170,425.81	17,463.08	7,111.11	-
Municipal Services Act:						
Other Expenses	60,000.00	60,000.00	1,091.51	-	58,908.49	-
County Mosquito Control Agency:						
Other Expenses	10,000.00	10,000.00	6,376.98	2,536.24	1,086.78	-
<b>Health &amp; Human Services:</b>						
Public Health Services (Board of Health):						
Salaries and Wages	1,200.00	1,200.00	-	-	1,200.00	-
Other Expenses	5,000.00	5,000.00	2,487.96	-	2,512.04	-
Environmental Health Services:						
Salaries and Wages	1,200.00	1,200.00	-	-	1,200.00	-
Other Expenses	5,000.00	5,000.00	400.00	-	4,600.00	-
Animal Control Services:						
Other Expenses	45,000.00	40,000.00	32,921.00	-	7,079.00	-
Contributions to Social Service Agencies - Statutory:						
Providence House	2,000.00	3,000.00	980.00	1,330.00	690.00	-
On Point Assistance Program	40,000.00	39,000.00	35,000.00	-	4,000.00	-

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

**TOWNSHIP OF LITTLE EGG HARBOR  
CURRENT FUND  
STATEMENT OF EXPENDITURES - REGULATORY BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2023**

OPERATIONS	APPROPRIATIONS			EXPENDED		CANCEL
	BUDGET	BUDGET AFTER MODIFICATION	PAID	ENCUMBERED	RESERVED	
<b>Park &amp; Recreation Functions:</b>						
Recreation Services & Programs:						
Salaries and Wages	135,000.00	125,000.00	120,701.80	-	4,298.20	-
Other Expenses	27,000.00	32,000.00	20,696.91	6,365.36	4,937.73	-
Senior Center/Community Activities:						
Salaries and Wages	1,250.00	250.00	-	-	250.00	-
Other Expenses	1,250.00	250.00	-	-	250.00	-
<b>Utility Expenses &amp; Bulk Purchases:</b>						
Electricity	180,000.00	155,000.00	134,466.63	-	20,533.37	-
Street Lighting	440,000.00	490,000.00	453,775.28	-	36,224.72	-
Telephone	210,000.00	210,000.00	201,967.02	454.69	7,578.29	-
Fuel Oil/Natural Gas	50,000.00	40,000.00	26,454.47	971.23	12,574.30	-
Gasoline	385,000.00	385,000.00	285,633.75	18,117.12	81,249.13	-
<b>Landfill/Solid Waste Disposal Costs:</b>						
Sanitary Landfill	975,000.00	950,000.00	950,000.00	-	-	-
<b>Uniform Construction Code Enforcement Functions:</b>						
Construction Code Official:						
Salaries and Wages	405,000.00	425,000.00	420,857.83	-	4,142.17	-
Other Expenses	36,000.00	36,000.00	29,385.42	780.40	5,834.18	-
<b>Municipal Court:</b>						
Salaries and Wages	325,000.00	325,000.00	309,390.79	-	15,609.21	-
Other Expenses	25,000.00	25,000.00	12,862.47	33.60	12,103.93	-
Public Defender:						
Other Expenses	45,000.00	45,000.00	38,584.50	-	6,415.50	-
<b>Other Common Operating Functions (Unclassified):</b>						
Municipal Alliance Council	17,000.00	17,000.00	15,841.01	-	1,158.99	-
Celebration of Public Events:						
Other Expenses	6,000.00	6,000.00	6,000.00	-	-	-
Accumulated Sick & Vacation Fund	200,000.00	250,000.00	250,000.00	-	-	-
Reserve for Disputed Contracts	50,000.00	9,000.00	-	-	9,000.00	-
<b>Total Operations Within "CAPS"</b>	<b>19,105,850.00</b>	<b>19,095,850.00</b>	<b>18,284,045.10</b>	<b>155,252.54</b>	<b>656,552.36</b>	<b>-</b>
<b>Detail:</b>						
Salaries and Wages	9,763,950.00	9,713,950.00	9,551,856.99	6,111.00	155,982.01	-
Other Expenses	9,341,900.00	9,381,900.00	8,732,188.11	149,141.54	500,570.35	-
<b>Deferred Charges &amp; Statutory Expenditures - Municipal Within "CAPS":</b>						
Deferred Charges:						
Overexpenditure of Appropriation Rsv	6,222.49	6,222.49	-	-	-	6,222.49
Overexpenditure of Appropriation	5,722.49	5,722.49	5,722.49	-	-	-
Grant Expenditure without Appropriation	35,135.00	35,135.00	35,135.00	-	-	-
<b>Statutory Expenditures:</b>						
Social Security System (O.A.S.I.)	775,000.00	785,000.00	778,974.85	-	6,025.15	-
Defined Contribution Retirement Program	5,000.00	5,000.00	1,741.20	-	3,258.80	-
Police & Firemen's Retirement						
Pension	1,897,273.00	1,897,273.00	1,897,273.00	-	-	-
Public Employees Retirement System	638,774.00	638,774.00	638,774.00	-	-	-
<b>Total Deferred Charges &amp; Statutory Expenditures Within "CAPS"</b>	<b>3,363,126.98</b>	<b>3,373,126.98</b>	<b>3,357,620.54</b>	<b>-</b>	<b>9,283.95</b>	<b>6,222.49</b>
<b>Total General Appropriations for Municipal Purposes Within "CAPS"</b>	<b>22,468,976.98</b>	<b>22,468,976.98</b>	<b>21,641,665.64</b>	<b>155,252.54</b>	<b>665,836.31</b>	<b>6,222.49</b>

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



**TOWNSHIP OF LITTLE EGG HARBOR**  
**CURRENT FUND**  
**STATEMENT OF EXPENDITURES - REGULATORY BASIS**  
**FOR THE YEAR ENDED DECEMBER 31, 2023**

OPERATIONS	APPROPRIATIONS		EXPENDED		CANCEL
	BUDGET	BUDGET AFTER MODIFICATION	PAID	ENCUMBERED	
Operations Excluded From "CAPS":					
Public & Private Programs Offset by Revenues:					
Body Armor Grant	2,688.00	2,688.00	2,688.00	-	-
Recycling Tonnage	31,839.12	31,839.12	31,839.12	-	-
Body Worn Camera Grant	101,900.00	101,900.00	101,900.00	-	-
Stormwater Management	25,000.00	25,000.00	25,000.00	-	-
Safe & Secure Communities	32,400.00	32,400.00	32,400.00	-	-
Bulletproof Vest Program	3,200.84	3,200.84	3,200.84	-	-
Clean Communities Grant	56,108.30	56,108.30	56,108.30	-	-
NJ DOT Municipal Aid Road Grant	460,390.00	460,390.00	460,390.00	-	-
Comcast Franchise Renewal Grant	116,500.00	116,500.00	116,500.00	-	-
Recreation Grant	70,000.00	70,000.00	70,000.00	-	-
FY2022 SRTS Program	815,000.00	815,000.00	815,000.00	-	-
Ocean Wind Grant	719,250.00	719,250.00	719,250.00	-	-
Clean Communities 2023	64,812.93	64,812.93	64,812.93	-	-
Lead Grant Assistance	8,800.00	8,800.00	8,800.00	-	-
FY22 Patrick Leahy Bulletproof Vest PTR	8,589.00	8,589.00	8,589.00	-	-
<b>Police Dispatch#911:</b>					
Salaries and Wages	475,000.00	475,000.00	451,834.54	-	23,165.46
Other Expenses	5,000.00	5,000.00	2,785.33	-	2,214.67
Supplemental Aid to Fire Districts	5,235.00	5,235.00	5,235.00	-	-
Total Operations Excluded from "CAPS"	3,001,713.19	3,001,713.19	2,976,333.06	-	25,380.13
Detail:					
Salaries and Wages	475,000.00	475,000.00	451,834.54	-	23,165.46
Other Expenses	461,340.79	2,526,713.19	2,524,498.52	-	2,214.67
<b>Capital Improvements - Excluded from "CAPS":</b>					
Capital Improvement Fund	125,000.00	125,000.00	125,000.00	-	-
IT & Recording Equipment	30,000.00	30,000.00	28,852.89	-	1,147.11
Total Capital Improvements - Excluded from CAPS	155,000.00	155,000.00	153,852.89	-	1,147.11
Municipal Debt Service - Excluded From "CAPS":					
Payment of Bond Principal	1,775,000.00	1,775,000.00	1,775,000.00	-	-
Payment of Bond Anticipation Notes & Capital Notes	197,750.00	197,750.00	197,750.00	-	-
Interest on Bonds	245,325.00	245,325.00	245,325.00	-	-
Interest on Notes	242,249.00	242,249.00	242,249.00	-	-
NJ Infrastructure Bank	118,509.00	118,509.00	118,509.00	-	-
Green Acres Trust Loan Program: Principal & Interest	15,547.00	15,547.00	15,545.80	-	1.20
Total Municipal Debt Service Excluded From "CAPS"	2,594,380.00	2,594,380.00	2,594,378.80	-	1.20
Total General Appropriations Excluded From "CAPS"	5,751,093.19	5,751,093.19	5,724,564.75	-	6,223.69
Subtotal General Appropriations Reserve For Uncollected Taxes	28,220,070.17	28,220,070.17	27,366,230.39	155,252.54	692,363.55
	330,298.71	330,298.71	330,298.71	-	-
Total General Appropriations	\$ 28,550,368.88	\$ 28,550,368.88	\$ 27,696,529.10	\$ 155,252.54	\$ 692,363.55
Adopted Budget		\$ 28,550,368.88			
Total		\$ 28,550,368.88			
Federal & State Grants		\$ 2,516,478.19			
Reserve for Uncollected Taxes		330,298.71			
Deferred Charges		5,722.49			
Due To General Capital Fund		37,345.06			
Disbursed		24,806,684.65			
Total		\$ 27,696,529.10			

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

**TOWNSHIP OF LITTLE EGG HARBOR  
TRUST FUND  
STATEMENT OF ASSETS, LIABILITIES, RESERVES  
AND FUND BALANCE - REGULATORY BASIS  
DECEMBER 31, 2023 AND 2022**

ASSETS	REFERENCE	2023	2022
Assessment Fund:			
Cash	B-1	\$ 54,096.41	\$ 54,096.41
Assessments Receivable	B-17	1,828,205.66	2,253,649.06
Due From Current Fund	A	<u>994,326.72</u>	<u>1,041,383.32</u>
Total Assessment Fund		<u>2,876,628.79</u>	<u>3,349,128.79</u>
Other Funds:			
Cash - Treasurer	B-1	2,983,227.05	3,288,164.57
Cash - Collector	B-2	575,292.54	1,526,305.46
Due from Current Fund	A	<u>465,359.03</u>	<u>226,634.17</u>
Total Other Funds		<u>4,023,878.62</u>	<u>5,041,104.20</u>
Total Assets		<u>\$ 6,900,507.41</u>	<u>\$ 8,390,232.99</u>
LIABILITIES, RESERVES & FUND BALANCE			
Assessment Fund:			
Due to Capital Fund	C	\$ 137,509.28	\$ 137,509.28
Prospective Assessments Funded	B	114,119.51	211,619.51
Assessment Bonds Payable	B-19	<u>2,625,000.00</u>	<u>3,000,000.00</u>
Total Assessment Fund		<u>2,876,628.79</u>	<u>3,349,128.79</u>
Other Funds:			
Reserves for:			
Deposits for Tax Title Redemptions	B-5	575,292.54	1,526,305.46
Escrow Deposits	B-6	1,420,029.78	1,666,827.38
Forfeited Property	B-7	64,137.40	66,855.93
Recreation Trust	B-8	2,057.05	2,057.05
Open Space	B-9	1,642,165.91	1,529,571.10
Community Center	B-10	4,276.58	3,582.88
Federal Forfeiture Law Enforcement Funds	B-11	10,932.14	23,266.27
Sick/Vacation Funds	B-12	12,901.01	11,013.78
COAH Funds	B-13	174,687.74	159,967.09
Police Evidence Deposits	B-14	3,352.80	3,352.80
Veterans Park Donations	B-15	4,910.00	4,910.00
Police K-9 Equipment	B	12,601.00	12,601.00
Division of Fire Safety - Dedicated Penalties	B-16	10,000.00	10,000.00
POAA Funds	B	648.00	648.00
Due to Current Fund	A	35,526.39	20,145.46
Due to Capital Fund - Open Space Trust	C	<u>50,360.28</u>	<u>-</u>
Total Other Funds		<u>4,023,878.62</u>	<u>5,041,104.20</u>
Total Liabilities, Reserves & Fund Balance		<u>\$ 6,900,507.41</u>	<u>\$ 8,390,232.99</u>

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

**TOWNSHIP OF LITTLE EGG HARBOR**  
**GENERAL CAPITAL FUND**  
**STATEMENT OF ASSETS, LIABILITIES, RESERVES**  
**AND FUND BALANCE - REGULATORY BASIS**  
**DECEMBER 31, 2023 AND 2022**

ASSETS	REFERENCE	2023	2022
Cash & Cash Equivalents	C-2	\$ 225,255.25	\$ 383,242.98
Due from Assessment Trust Fund	B	137,509.28	137,509.28
Due from Grant Fund	A	601,951.13	-
Due from Current Fund	A	-	4,056,823.28
Due from Open Space Fund	B	50,360.28	-
Deferred Charges to Future Taxation:			
Funded	C-4	21,659,215.77	9,888,904.25
Unfunded	C-5	18,539,161.05	23,613,615.05
Prospective Assessment to be Raised by Taxation	C	13,875,000.00	10,075,000.00
Total Assets		<u>\$ 55,088,452.76</u>	<u>\$ 48,155,094.84</u>

**LIABILITIES, RESERVES & FUND BALANCE**

Bond Anticipation Notes Payable	C-8	\$ 6,417,250.00	\$ 19,538,000.00
General Serial Bond	C-9	18,155,000.00	8,075,000.00
Green Trust Loan Payable	C-10	67,907.65	97,199.89
NJEIT Loan Payable	C-11	3,436,308.12	1,716,704.36
Capital Improvement Fund	C-6	128,544.00	207,544.00
Encumbrances Payable	C-7	15,480.95	1,115,863.53
Due To Ocean County - CDBG	C	3,722.00	3,722.00
Improvement Authorizations:			
Funded	C-7	2,876,904.06	776,392.46
Unfunded	C-7	8,968,463.22	6,481,553.59
Due to Current Fund	A	943,106.20	-
Reserve for Debt Service - Premiums on BANS	C	197,580.03	64,928.48
Reserve for Prospective Assessment to be Raised by Taxation	C	13,875,000.00	10,075,000.00
Fund Balance	C-1	<u>3,186.53</u>	<u>3,186.53</u>
Total Liabilities, Reserves & Fund Balance		<u>\$ 55,088,452.76</u>	<u>\$ 48,155,094.84</u>

There were bonds and notes authorized but not issued at December 31, 2023 and 2022 in the amount of \$12,121,911.05 and \$4,075,615.05, respectively.

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

**TOWNSHIP OF LITTLE EGG HARBOR  
GENERAL CAPITAL FUND  
STATEMENT OF FUND BALANCE - REGULATORY BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2023**

Balance December 31, 2023 &amp; 2022

\$ 3,186.53

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

**TOWNSHIP OF LITTLE EGG HARBOR**  
**PAYROLL FUND**  
**STATEMENT OF ASSETS, LIABILITIES, RESERVES**  
**AND FUND BALANCE - REGULATORY BASIS**  
**DECEMBER 31, 2023 AND 2022**

ASSETS	REFERENCE	2023	2022
Cash - Treasurer	D-1	\$282,872.22	\$ 286,904.74
Due from Current Fund	A	<u>-</u>	<u>3,358.54</u>
Total		<u><u>\$282,872.22</u></u>	<u><u>\$ 290,263.28</u></u>
LIABILITIES			
Payroll Taxes Payable	D-2	\$195,678.85	\$ 290,263.28
Due to Current Fund	A	<u>87,193.37</u>	<u>-</u>
Total		<u><u>\$282,872.22</u></u>	<u><u>\$ 290,263.28</u></u>

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

**TOWNSHIP OF LITTLE EGG HARBOR  
GENERAL FIXED ASSETS ACCOUNT GROUP  
STATEMENT OF FIXED ASSETS AND  
FUND BALANCE - REGULATORY BASIS  
DECEMBER 31, 2023 AND 2022**

ASSETS	2023	2022
Land and Improvements	\$ 9,495,762.71	\$ 9,495,762.71
Building	10,791,677.00	10,649,677.00
Equipment	<u>14,701,442.07</u>	<u>15,162,671.75</u>
Total	<u><u>\$ 34,988,881.78</u></u>	<u><u>\$ 35,308,111.46</u></u>
FUND BALANCE		
Investment in Fixed Assets	<u><u>\$ 34,988,881.78</u></u>	<u><u>\$ 35,308,111.46</u></u>

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

**TOWNSHIP OF LITTLE EGG HARBOR  
COUNTY OF OCEAN**

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

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**TOWNSHIP OF LITTLE EGG HARBOR  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2023**

**Note 1. Summary of Significant Accounting Policies**

**Description of Financial Reporting Entity** - The Township of Little Egg Harbor was incorporated in 1798 and is located in the Ocean County, New Jersey. The population according to the 2010 census was 20,065.

The form of Government is known as a Township pursuant to N.J.S.A.40A:63-1 et seq. The government consists of five (5) Committee Members who are elected at large to three (3) year staggered terms. The Mayor is elected from and by the Members of the Committee and serves a one (1) year term. Under the statutes the Mayor is the head of the government and acts as the executive branch. The Committee acts as the legislative branch of government and has executive powers not assigned to the Mayor.

**Component Units** - GASB Statement 14, as amended by GASB Statements 39, 61, 80, 90 and 97, establishes criteria to be used in determining the component units, which should be included in the financial statements of a primary government. The financial statements of the Township are not presented in accordance with GAAP (as discussed below). If the provisions of these GASB statements had been complied with, the financial statements of the following component unit would have been either blended or discretely presented with the financial statements of the Township, the primary government:

Little Egg Harbor Municipal Utilities Authority  
823 Radio Road  
Post Office Box 660  
Little Egg Harbor, New Jersey 08087-0660

Annual financial reports may be inspected directly at the office of this component unit during regular business hours.

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

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

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

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

**Trust Assessment Fund**– This fund accounts for the financing of local improvements deemed to benefit the properties against which assessments are levied.

**TOWNSHIP OF LITTLE EGG HARBOR  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2023**

**Note 1. Summary of Significant Accounting Policies (continued):**

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

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

**Payroll Fund** – This fund accounts for the receipts and disbursements of funds used to meet obligations to employees and payroll tax liabilities.

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

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

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

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

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

**TOWNSHIP OF LITTLE EGG HARBOR  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2023**

**Note 1. Summary of Significant Accounting Policies (continued):**

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

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

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

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

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

**Foreclosed Property** – Foreclosed Property or "Property Acquired for Taxes" is recorded in the Current Fund at the assessed valuation when such property was acquired and is fully reserved. Ordinarily it is the intention of the Township to resell foreclosed property in order to recover all or a portion of the delinquent taxes or assessments and to return the property to a taxpaying basis. For this reason the value of foreclosed property has not been included in the General Fixed Assets Account Group. If such property is converted to a municipal use, it will be recorded in the General Fixed Assets Account Group.

**TOWNSHIP OF LITTLE EGG HARBOR  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2023**

**Note 1. Summary of Significant Accounting Policies (continued):**

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

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

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

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

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

**School Taxes** – The municipality is responsible for levying, collecting and remitting school taxes for the Little Egg Harbor Township School District and the Pinelands Regional School District. Operations are charged for the full amount required to be raised from taxation to operate the local and regional school district July 1<sup>st</sup> to June 30<sup>th</sup>.

**Deferred School Taxes** – School taxes raised in advance in the Current Fund for a school fiscal year (July 1 to June 30) which remain unpaid at December 31 of the calendar year levied may be deferred to fund balance to the extent of not more than 50% of the annual levy providing no requisition has been made by the school district for such amount.

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

**Expenditures** – are recorded on the "budgetary" basis of accounting. Generally, expenditures are recorded when an amount is encumbered through the issuance of a numerically controlled purchase order or when a contract is executed as required by Technical Accounting Directive No. 85-1. When an expenditure is paid, the amount encumbered is simultaneously liquidated in its original amount.

**TOWNSHIP OF LITTLE EGG HARBOR  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2023**

**Note 1. Summary of Significant Accounting Policies (continued):**

Encumbrances are offset by an account entitled reserve for encumbrances. The reserve is classified as a cash liability under New Jersey municipal accounting. At December 31, this reserve represents the portion of appropriation reserves that has been encumbered and is subject to the same statutory provisions as appropriation reserves. Appropriations for interest payments on outstanding general capital bonds and notes are provided on the cash basis.

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

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

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

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

Accounting Pronouncements Adopted in Current Year

The following GASB Statements became effective for the fiscal year ended December 31, 2023:

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

Management has determined that the implementation of these Statements did not have a significant impact on the Township’s financial statements.



**TOWNSHIP OF LITTLE EGG HARBOR  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2023**

**Note 1. Summary of Significant Accounting Policies (continued):**

Accounting Pronouncements Effective in Future Reporting Periods

The following accounting pronouncements will become effective in future reporting periods:

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

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

**Note 2. Deposits and Investments**

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

**Deposits**

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

As of December 31, 2023, the Township's bank balance of \$15,521,929.36 was insured or collateralized as follows:

Insured under FDIC and GUDPA	\$ 11,426,421.85
Uninsured and Uncollateralized	<u>4,095,507.51</u>
	<u><u>\$ 15,521,929.36</u></u>

**TOWNSHIP OF LITTLE EGG HARBOR  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2023**

**Note 2. Deposits and Investments (continued)**

**Investments**

The Township had no investments as of December 31, 2023.

**Note 3. Property Taxes**

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

**Comparison Schedule of Tax Rates**

	<u>2023</u>	<u>2022</u>	<u>2021</u>
Tax Rate	<u>\$ 2.998</u>	<u>\$ 2.913</u>	<u>\$ 2.862</u>
Apportionment of Tax Rate:			
Municipal	0.873	0.858	0.840
County General	0.496	0.448	0.421
Local School	0.628	0.622	0.615
Regional School	0.764	0.755	0.743
Special District	0.237	0.230	0.243

**Assessed Valuation**

<u>Year</u>	<u>Amount</u>
2023	\$ 2,371,083,098.00
2022	2,348,313,428.00
2021	2,334,764,899.00

**Comparison of Tax Levies and Collections**

<u>Year</u>	<u>Tax Levy</u>	<u>Cash Collections</u>	<u>Percentage Of Collection</u>
2023	\$ 67,857,822.59	\$ 67,695,761.39	99.76%
2022	65,151,583.40	64,970,785.89	99.72%
2021	63,245,127.87	63,010,251.31	99.62%

**TOWNSHIP OF LITTLE EGG HARBOR  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2023**

**Note 3. Property Taxes (continued):**

**Delinquent Taxes and Tax Title Liens**

<u>Year</u>	<u>Tax Title Liens</u>	<u>Delinquent Taxes</u>	<u>Total Delinquent</u>	<u>Percentage Of Tax Levy</u>
2023	\$ 787,522.07	\$ 55,772.19	\$ 843,294.26	1.24%
2022	788,065.35	55,293.85	843,359.20	1.29%
2021	766,776.72	55,848.61	822,625.33	1.30%

**Number of Tax Title Liens**

<u>Year</u>	<u>Number</u>
2023	197
2022	219
2021	193

The last tax sale was held on December 21, 2023.

**Note 4. Property Acquired By Tax Title Lien Liquidation**

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

<u>Year</u>	<u>Amount</u>
2023	\$ 5,757,700.00
2022	5,757,700.00
2021	5,757,700.00

**Note 5. Fund Balances Appropriated**

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

<u>Year</u>	<u>Balance December 31,</u>	<u>Utilized in Budget of Succeeding Year</u>	<u>Percentage of Fund Balance Used</u>
<b>Current Fund:</b>			
2023	\$ 2,139,244.64	\$ 1,800,000.00	84.14%
2022	3,623,759.20	1,875,135.00	51.75%
2021	3,253,953.05	1,390,000.00	42.72%



**TOWNSHIP OF LITTLE EGG HARBOR  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2023**

**Note 6. Disaggregated Receivable and Payable Balances**

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

**Note 7. Interfund Receivables, Payables and Transfers**

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

<b>Fund</b>	<b>Interfund Receivable</b>	<b>Interfund Payable</b>
Current Fund	\$ 1,065,825.96	\$ 2,283,898.74
State and Federal Grant Fund	824,212.99	601,951.13
Trust Other Fund	465,359.03	85,886.67
Trust Assessment Fund	994,326.72	137,509.28
General Capital Fund	789,820.69	943,106.20
Payroll Fund	-	87,193.37
	<u>\$ 4,139,545.39</u>	<u>\$ 4,139,545.39</u>

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

A summary of interfund transfers is as follows:

<b>Fund</b>	<b>Transfers In</b>	<b>Transfers Out</b>
Current Fund	\$ 1,206,436.34	\$ 7,952,809.92
State and Federal Grant Fund	2,002,141.00	570,760.35
Open Space Trust	50,360.28	-
Trust Other Fund	290,380.93	238,724.86
Trust Assessment Fund	47,056.60	-
General Capital Fund	5,925,728.35	850,360.28
Payroll Fund	90,551.91	-
	<u>\$ 9,612,655.41</u>	<u>\$ 9,612,655.41</u>

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them (i.e. interest earning), (2) provide cash flow to other funds to temporary finance expenditures that are on a reimbursable basis (i.e. grants), (3) when no bank account exists for a fund, and (4) utilizing surplus or fund balance from one fund as budgeted revenue in another.

**TOWNSHIP OF LITTLE EGG HARBOR  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2023**

**Note 8. Fixed Assets**

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

	Balance December 31, <u>2022</u>		<u>Additions</u>		<u>Deletions</u>		Balance December 31, <u>2023</u>
Land and Improvements	\$ 9,495,762.71	\$	-	\$	-	\$	9,495,762.71
Buildings	10,649,677.00		142,000.00		-		10,791,677.00
Machinery & Equipment	15,162,671.75		498,653.32		(959,883.00)		14,701,442.07
	<u>\$ 35,308,111.46</u>	\$	<u>640,653.32</u>	\$	<u>(959,883.00)</u>	\$	<u>34,988,881.78</u>

**Note 9. Pension Obligations**

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

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

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

The following represents the membership tiers for PERS:

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

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

**TOWNSHIP OF LITTLE EGG HARBOR  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2023**

**Note 9. Pension Obligations (continued):**

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

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

**Contributions** - The contribution policy for PERS is set by *N.J.S.A. 43:15A* and requires contributions by active members and contributing employers. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount, which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. Funding for noncontributory group insurance benefits is based on actual claims paid. For the fiscal year 2023, the State's pension contribution was less than the actuarial determined amount. The local employers' contribution amounts are based on an actuarially determined rate, which includes the normal cost and unfunded accrued liability. Chapter 19, P.L. 2009 provided an option for local employers of PERS to contribute 50% of the normal and accrued liability contribution amounts certified for payments due in State fiscal year 2009. Such employers will be credited with the full payment and any such amounts will not be included in their unfunded liability. The actuaries will determine the unfunded liability of those retirement systems, by employer, for the reduced normal and accrued liability contributions provided under this law. This unfunded liability will be paid by the employer in level annual payments over a period of 15 years beginning with the payments due in the fiscal year ended June 30, 2012 and will be adjusted by the rate of return on the actuarial value of assets. For the year ended December 31, 2023, the Township's contractually required contribution to PERS plan was \$637,120.00.

**Components of Net Pension Liability** - At December 31, 2023, the Township's proportionate share of the PERS net pension liability was \$6,904,674.00. The net pension liability was measured as of June 30, 2023. The total pension liability used to calculate the net pension liability was determined using update procedures to roll forward the total pension liability from an actuarial valuation as of July 1, 2022, which was rolled forward to June 30, 2023. The Township's proportion of the net pension liability was based on the Township's actual contributions to the plan relative to the total of all participating employers' contributions for the year ended June 30, 2023. The Township's proportion measured as of June 30, 2023, was 0.04767% which was a decrease of 0.00298% from its proportion measured as of June 30, 2022.

**Balances at December 31, 2023 and December 31, 2022**

	<u>12/31/2023</u>	<u>12/30/2022</u>
Actuarial valuation date (including roll forward)	June 30, 2023	June 30, 2022
Deferred Outflows of Resources	\$ 168,768	\$ 656,848
Deferred Inflows of Resources	1,069,027	1,547,990
Net Pension Liability	6,904,674	7,644,419
Township's portion of the Plan's total Net Pension Liability	0.04767%	0.05065%

**TOWNSHIP OF LITTLE EGG HARBOR  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2023**

**Note 9. Pension Obligations (continued):**

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

**Pension Expense/(Credit) and Deferred Outflows/Inflows of Resources** - At December 31, 2023, the Township's proportionate share of the PERS expense/(credit), calculated by the plan as of the June 30, 2023 measurement date is (\$82,483.00). This expense/(credit) is not recognized by the Township because of the regulatory basis of accounting as described in Note 1, but as previously mentioned the Township contributed \$637,120.00 to the plan in 2023.

At December 31, 2023, the Township reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between Expected and Actual Experience	\$ 66,018	\$ 28,224
Changes of Assumptions	15,168	418,453
Net Difference between Projected and Actual Earnings on Pension Plan Investments	31,797	-
Changes in Proportion and Differences between Township Contributions and Proportionate Share of Contributions	<u>55,785</u>	<u>622,350</u>
	<u><u>\$ 168,768</u></u>	<u><u>\$ 1,069,027</u></u>

**TOWNSHIP OF LITTLE EGG HARBOR  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2023**

**Note 9. Pension Obligations (continued):**

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

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

<b><u>Year Ending December 31,</u></b>	<b><u>Amount</u></b>
2024	\$ (477,854)
2025	(316,786)
2026	171,027
2027	(164,199)
2028	(112,447)
	<hr/>
	\$ (900,259)
	<hr/> <hr/>

**Special Funding Situation** – Under N.J.S.A. 43:15A-15, local participating employers are responsible for their own contributions based on actuarially determined amounts, except where legislation was passed which legally obligated the State if certain circumstances occurred. The legislation which legally obligates the State, are Chapter 366, P.L. 2001 and Chapter 133, P.L. 2001. The amounts contributed on behalf of the local participating employers under this legislation is considered to be a special funding situation as defined by GASB Statement No. 68 and the State is treated as a non-employer contributing entity. Since the local participating employers do not contribute under this legislation directly to the plan (except for employer specific financed amounts), there is no net pension liability, deferred outflows of resources, or deferred inflows of resources to report in the financial statements of the local participating employers related to the legislation. However, the notes to the financial statements of the local participating employers must disclose the portion of the non-employer contributing entities' total proportionate share of the collective net pension liability that is associated with the local participating employer. In addition, each local participating employer must recognize pension expense associated with the employers as well as revenue in an amount equal to the non-employer contributing entities' total proportionate share of the collective pension expense associated with the local participating employer.

Additionally, the State has no proportionate share of the PERS net pension liability attributable to the Township as of December 31, 2023. At December 31, 2023, the State's proportionate share of the PERS expense, associated with the Township, calculated by the plan as of the June 30, 2023 measurement date was \$21,533.00.

**TOWNSHIP OF LITTLE EGG HARBOR  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2023**

**Note 9. Pension Obligations (continued):**

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

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

Inflation:	
Price	2.75%
Wage	3.25%
Salary Increases:	
	2.75 - 6.55%
	Based on Years of Service
Investment Rate of Return	7.00%

Pre-retirement mortality rates were based on the Pub-2010 General Below-Median Income Employee Mortality Table with an 82.2% adjustment for males and 101.4% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Post-retirement mortality rates were based on the Pub-2010 General Below-Median Income Healthy Retiree mortality table with a 91.4% adjustment for males and 99.7% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Disability retirement rates used to value disabled retirees were based on the Pub-2010 Non-Safety Disabled Retiree mortality table with a 127.7% adjustment for males and 117.2% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Mortality improvement is based on Scale MP-2021.

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

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

**TOWNSHIP OF LITTLE EGG HARBOR  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2023**

**Note 9. Pension Obligations (continued):**

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

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

**Discount Rate** - The discount rate used to measure the total pension liability was 7.00% as of June 30, 2023. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be based on 100% of the actuarially determined contributions for the State employer and 100% of actuarially determined contributions for the local employers. Based on those assumptions, the plan's fiduciary net position was projected to be available to make 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 the Township's proportionate share of the Net Pension Liability to Changes in the Discount Rate** - The following presents the Township's proportionate share of the net pension liability calculated using the discount rate as disclosed above, as well as what the Township's proportionate share of the net pension liability would be if it 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>1% Decrease (6.00%)</u>	<u>Current Discount Rate (7.00%)</u>	<u>1% Increase (8.00%)</u>
Township's Proportionate Share of the Net Pension Liability	<u>\$ 9,064,195</u>	<u>\$ 6,904,674</u>	<u>\$ 5,174,393</u>



**TOWNSHIP OF LITTLE EGG HARBOR  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2023**

**Note 9. Pension Obligations (continued):**

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

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

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

The following represents the membership tiers for PFRS:

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

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

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

**Contributions** - The contribution policy for PFRS is set by *N.J.S.A. 43:16A* and requires contributions by active members and contributing employers. State legislation has modified the amount that is contributed by the State. The State's contribution amount is based on an actuarially determined rate which includes the normal cost and unfunded accrued liability. For fiscal year 2023, the State contributed an amount more than the actuarially determined amount. The Local employers' contribution amounts are based on an actuarially determined rate which includes the normal cost and unfunded accrued liability. Chapter 19, P.L. 2009 provided an option for local employers of PFRS to contribute 50% of the normal and accrued liability contribution amounts certified for payments due in State fiscal year 2009. Such employers will be credited with the full payment and any such amounts will not be included in their unfunded liability. The actuaries will determine the unfunded liability of those retirement systems, by employer, for the reduced normal and accrued liability contributions provided under this law. This unfunded liability will be paid by the employer in level annual payments over a period of 15 years beginning with the payments due in the



**TOWNSHIP OF LITTLE EGG HARBOR  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2023**

**Note 9. Pension Obligations (continued):**

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

fiscal year ended June 30, 2012 and will be adjusted by the rate of return on the actuarial value of assets. For the year ended December 31, 2023, the Township's contractually required contributions to PFRS plan was \$1,906,591.00.

**Net Pension Liability and Pension Expense** - At December 31, 2023 the Township's proportionate share of the PFRS net pension liability was \$15,824,439.00. The net pension liability was measured as of June 30, 2023. The total pension liability used to calculate the net pension liability was determined using update procedures to roll forward the total pension liability from an actuarial valuation as of July 1, 2022, to the measurement date of June 30, 2023. The Township's proportion of the net pension liability was based on the Township's actual contributions to the plan relative to the total of all participating employers' contributions for the year ended June 30, 2023. The Township's proportion measured as of June 30, 2023, was 0.14322%, which was a decrease of 0.00266% from its proportion measured as of June 30, 2022.

**Balances at December 31, 2023 and December 31, 2022**

	<u>12/31/2023</u>	<u>12/31/2022</u>
	June 30, 2023	June 30, 2022
Actuarial valuation date (including roll forward)		
Deferred Outflows of Resources	\$ 2,662,159	\$ 3,962,548
Deferred Inflows of Resources	2,280,808	3,434,592
Net Pension Liability	15,824,439	16,698,180
Township's portion of the Plan's total net pension Liability	0.14322%	0.14588%

**Pension Expense/(Credit) and Deferred Outflows/Inflows of Resources** – At December 31, 2023, the Township's proportionate share of the PFRS expense/(credit), calculated by the plan as of the June 30, 2023 measurement date was \$1,179,673.00. This expense/(credit) is not recognized by the Township because of the regulatory basis of accounting as described in Note 1, but as previously mentioned the Township contributed \$1,906,591.00 to the plan in 2023.

At December 31, 2023, the Township had deferred outflows of resources and deferred inflows of resources related to PFRS from the following sources:

**TOWNSHIP OF LITTLE EGG HARBOR  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2023**

**Note 9. Pension Obligations (continued):**

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

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between Expected and Actual Experience	\$ 677,571	\$ 754,685
Changes of Assumptions	34,155	1,068,529
Net Difference between Projected and Actual Earnings on Pension Plan Investments	805,909	-
Changes in Proportion and Differences between Township Contributions and Proportionate Share of Contributions	<u>1,144,524</u>	<u>457,594</u>
	<u>\$ 2,662,159</u>	<u>\$ 2,280,808</u>

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

<u>Year Ending December 31,</u>	<u>Amount</u>
2024	\$ (478,446)
2025	(453,614)
2026	1,088,244
2027	55,605
2028	166,576
Thereafter	<u>2,986</u>
	<u>\$ 381,351</u>

**TOWNSHIP OF LITTLE EGG HARBOR  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2023**

**Note 9. Pension Obligations (continued):**

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

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

Additionally, the State's proportionate share of the PFRS net pension liability attributable to the Township is \$2,915,837.00 as of December 31, 2023. The net pension liability was measured as of June 30, 2023. The total pension liability used to calculate the net pension liability was determined using update procedures to roll forward the total pension liability from an actuarial valuation as of July 1, 2022, to the measurement date of June 30, 2023. The State's proportion of the net pension liability associated with the Township was based on a projection of the Township's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined. The State's proportion measured as of June 30, 2023 was 0.1432%, which was a decrease of 0.00266% from its proportion measured as of June 30, 2022, which is the same proportion as the Township's. At December 31, 2023, the Township's and the State of New Jersey's proportionate share of the PFRS net pension liability were as follows:

Township's Proportionate Share of Net Pension Liability	\$ 15,824,439
State of New Jersey's Proportionate Share of Net Pension Liability Associated with the Township	2,915,837
	<u>\$ 18,740,276</u>

**TOWNSHIP OF LITTLE EGG HARBOR  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2023**

**Note 9. Pension Obligations (continued):**

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

At December 31, 2023, the State's proportionate share of the PFRS expense, associated with the Township, calculated by the plan as of the June 30, 2023 measurement date was \$331,670.00.

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

Inflation	
Price	2.75%
Wage	3.25%
Salary Increases:	
Through	All future years
	3.25 - 16.25%
	Based on Years of Service
Investment Rate of Return	7.00%

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

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

**TOWNSHIP OF LITTLE EGG HARBOR  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2023**

**Note 9. Pension Obligations (continued):**

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

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

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

**Discount Rate** - The discount rate used to measure the total pension liability was 7.00% as of June 30, 2023. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers and the nonemployer contributing entity will be based on 100% of the actuarially determined contributions for the State employer and 100% of actuarially determined contributions for local employers. Based on those assumptions, the plan's fiduciary net position was projected to be available to make 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 the Township's proportionate share of the Net Pension Liability to Changes in the Discount Rate** - The following presents the Township's proportionate share of the net pension liability calculated using the discount rate as disclosed above, as well as what the Township's proportionate share of the net pension liability would be if it 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:

**TOWNSHIP OF LITTLE EGG HARBOR  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2023**

**Note 9. Pension Obligations (continued):**

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

	<b>1% Decrease (6.00%)</b>	<b>Current Discount Rate (7.00%)</b>	<b>1% Increase (8.00%)</b>
Township's Proportionate Share of the Net Pension Liability	\$ 22,048,585	\$ 15,824,439	\$ 10,641,213
State of New Jersey's Proportionate Share of Net Pension Liability associated with the Township	4,062,708	2,915,837	1,960,767
	<u>\$ 26,111,293</u>	<u>\$ 18,740,276</u>	<u>\$ 12,601,980</u>

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

**Note 10. Municipal Debt**

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

	<u>2023</u>	<u>2022</u>	<u>2021</u>
<b>Issued:</b>			
General:			
Bonds, Notes and Loans	\$ 28,076,465.77	\$ 29,426,904.25	\$ 20,366,653.41
Total Debt Issued	<u>28,076,465.77</u>	<u>29,426,904.25</u>	<u>20,366,653.41</u>
<b>Authorized but not issued:</b>			
General:			
Bonds, Notes and Loans	12,121,911.05	4,075,615.05	6,277,137.94
Total Authorized But Not Issued	<u>12,121,911.05</u>	<u>4,075,615.05</u>	<u>6,277,137.94</u>
<b>Total Gross Debt</b>	<u>\$ 40,198,376.82</u>	<u>\$ 33,502,519.30</u>	<u>\$ 26,643,791.35</u>
<b>Deductions:</b>			
General:			
Funds on Hand For Payment of Bonds and Notes:			
Reserve for Debt Service	197,580.03	64,928.48	55,050.69
Total Deductions	<u>197,580.03</u>	<u>64,928.48</u>	<u>55,050.69</u>
<b>Total Net Debt</b>	<u>\$ 40,000,796.79</u>	<u>\$ 33,437,590.82</u>	<u>\$ 26,588,740.66</u>

**TOWNSHIP OF LITTLE EGG HARBOR  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2023**

**Note 10. Municipal Debt (continued):**

Summary of Statutory Debt Condition - Annual Debt Statement

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

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
Local School Debt	\$ 14,600,000.00	\$ 14,600,000.00	\$ -
Regional School Debt	36,387,283.02	36,387,283.02	-
General Debt	40,198,376.82	197,580.03	40,000,796.79
	<u>\$ 91,185,659.84</u>	<u>\$ 51,184,863.05</u>	<u>\$ 40,000,796.79</u>

Net Debt \$40,000,796.79 divided by the average Equalized Valuation Basis per N.J.S.A 40A:2-2 as amended, \$3,228,440,014.33, equals 1.239%. New Jersey statute 40A:2-6, as amended, limits the debt of a Municipality to 3.5% of the last three preceding year's average equalized valuations of real estate, including improvements and the assessed valuation of Class II Railroad Property. The remaining borrowing power in dollars at December 31, 2023 is calculated as follows:

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

3 1/2% of Equalized Valuation Basis (Municipal)	\$ 112,995,400.50
Net Debt	<u>40,000,796.79</u>
Remaining Borrowing Power	<u>\$ 72,994,603.71</u>

**General Debt**

**A. Serial Bonds Payable**

On May 2, 2012, the Township issued \$5,260,000 of General Obligation Refunding Bonds. The General Obligation Refunding Bonds were issued at interest rates varying from 2.00% to 4.00% and matured on November 11, 2023.

On February 2, 2017, the Township issued \$4,500,000 of General Obligation Bonds. The General Obligation Bonds were issued at interest rates varying from 2.00% to 3.00% and mature on February 1, 2027.

On August 1, 2019, the Township issued \$6,280,000 of General Obligation Bonds. The General Obligation Bonds were issued at interest rates varying from 3.00% to 4.00% and mature on August 15, 2028.

On August 22, 2023, the Township issued \$2,835,000 of General Obligation Bonds. The General Obligation Bonds were issued at interest rates varying from 4.00% to 5.00% and mature on September 1, 2031.

On August 22, 2023, the Township issued \$9,020,000 of General Obligation Assessment Bonds. The General Obligation Assessment Bonds were issued at interest rates varying from 4.00% to 5.00% and mature on September 1, 2033.

**TOWNSHIP OF LITTLE EGG HARBOR  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2023**

**Note 10. Municipal Debt (continued):**

Principal and interest due on the outstanding general obligation bonds are as follows:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 2,495,000.00	\$ 697,545.98	\$ 3,192,545.98
2025	2,495,000.00	622,300.00	3,117,300.00
2026	2,495,000.00	536,200.00	3,031,200.00
2027	2,710,000.00	450,100.00	3,160,100.00
2028	2,155,000.00	350,250.00	2,505,250.00
2029-2033	5,805,000.00	684,450.00	6,489,450.00
	<u>\$ 18,155,000.00</u>	<u>\$ 3,340,845.98</u>	<u>\$ 21,495,845.98</u>

**B. Bond Anticipation Notes Payable – Short Term Debt**

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

<u>Description</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Rate</u>	<u>Balance December 31, 2023</u>
Series 2023 B	1/20/2023	1/24/2024	4.750%	<u>6,417,250.00</u>
				<u>\$ 6,417,250.00</u>

The purpose of these short-term borrowings was to provide resources for general capital construction, acquisitions or improvement projects and other purposes permitted by State Local Bond Law NJSA 40A:2 et. seq.

**C. Bonds and Notes Authorized But Not Issued**

As of December 31, 2023, the Township had \$12,121,911.05 in various General Capital bonds and notes authorized but not issued.



**TOWNSHIP OF LITTLE EGG HARBOR  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2023**

**Note 10. Municipal Debt (continued):**

**D. Loans Payable**

As of December 31, 2023, the Township had \$67,907.65 in Green Trust Loans Payable outstanding. Principal and interest due on the loans payable are as follows:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 29,882.07	\$ 1,209.73	31,091.80
2025	22,709.90	607.90	23,317.80
2026	15,315.68	230.12	15,544.98
	<hr/>		
	\$ 67,907.65	\$ 2,047.75	\$ 69,954.58
	<hr/>		

**E. NJEIT Loans Payable**

During 2020, the Township entered into a loan agreement with the State of New Jersey Department of Environmental Protection, pursuant to the 2020 New Jersey Environmental Infrastructure Trust Financing Program. The Trust Loan Agreement of \$1,915,305 is to be repaid over a twenty year period at interest rates ranging from 2.125% to 5.00% for the \$930,000 Trust Loan portion, and 0% for the \$985,305 Fund Loan portion. The proceeds of the loans were to fund Township-wide drainage projects. As of December 31, 2023, the balances were \$830,000 and \$801,604.12 respectively.

During 2023, the Township entered into a loan agreement with the State of New Jersey Department of Environmental Protection, pursuant to the 2023 New Jersey Environmental Infrastructure Trust Financing Program. The Trust Loan Agreement of \$1,804,704 is to be repaid over a twenty year period at interest rates ranging from 3.03% to 5.00% for the \$936,032 Trust Loan portion, and 0% for the \$868,672 Fund Loan portion. The proceeds of the loans were to fund Township-wide drainage projects. As of December 31, 2023, the balances were \$936,032 and \$868,672 respectively.

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 114,546.75	\$ 55,201.04	\$ 169,747.79
2025	164,270.00	64,148.52	228,418.52
2026	169,270.00	60,648.52	229,918.52
2027	174,270.00	56,898.52	231,168.52
2028	174,270.00	52,898.52	227,168.52
2029-2033	951,350.00	195,705.10	1,147,055.10
2034-2038	1,033,403.00	112,122.58	1,145,525.58
2039-2043	654,928.37	33,202.94	688,131.31
	<hr/>		
	\$ 3,436,308.12	\$ 630,825.74	\$ 4,067,133.86
	<hr/>		

**TOWNSHIP OF LITTLE EGG HARBOR  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2023**

**Note 10. Municipal Debt (continued):**

**F. Trust Assessment Bonds Payable**

On July 1, 2020, the Township issued \$3,750,000 of General Obligation Assessment Bonds. The General Obligation Assessment Bonds were issued at interest rates varying from 2.00% to 4.00% and mature on July 15, 2030. During the year ended December 31, 2021 these Assessment bonds were transferred to the Assessment Trust Fund.

Principal and interest due on the outstanding assessment bonds are as follows:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 375,000.00	\$ 82,500.00	\$ 457,500.00
2025	375,000.00	67,500.00	442,500.00
2026	375,000.00	52,500.00	427,500.00
2027	375,000.00	37,500.00	412,500.00
2028	375,000.00	26,250.00	401,250.00
2029-2033	750,000.00	22,500.00	772,500.00
	<u>\$ 2,625,000.00</u>	<u>\$ 288,750.00</u>	<u>\$ 2,913,750.00</u>

**Summary of Principal Debt**

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

	Balance December 31, <u>2022</u>	Accrued/ <u>Increases</u>	Retired/ <u>Decreases</u>	Balance December 31, <u>2023</u>	Balance Due Within <u>One Year</u>
General Capital:					
General Bonds	\$ 8,075,000.00	\$ 11,855,000.00	\$ 1,775,000.00	\$ 18,155,000.00	\$ 2,495,000.00
Bond Anticipation Notes	19,538,000.00	19,340,250.00	32,461,000.00	6,417,250.00	6,417,250.00
Green Trust Loans	97,199.89	-	29,292.24	67,907.65	29,882.07
NJEIT Loan Payable	1,716,704.36	1,804,704.00	85,100.24	3,436,308.12	114,546.75
Assessment Trust:					
Assessment Bonds	3,000,000.00	-	375,000.00	2,625,000.00	375,000.00
	<u>\$ 32,426,904.25</u>	<u>\$ 32,999,954.00</u>	<u>\$ 34,725,392.48</u>	<u>\$ 30,701,465.77</u>	<u>\$ 9,431,678.82</u>

**TOWNSHIP OF LITTLE EGG HARBOR  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2023**

**Note 11. Deferred School Taxes**

School taxes have been raised and the liability deferred by statutes. The balance of unpaid local taxes levied, amount deferred and the amount reported as a liability (payable) at December 31, 2023 are as follows:

<u>Local Taxes</u>	Balance, December 31,	
	<u>2023</u>	<u>2022</u>
Total Balance of Local Tax	\$ 7,770,102.00	\$ 7,492,358.98
Deferred Taxes	<u>5,236,297.00</u>	<u>5,236,297.00</u>
Local Tax Payable	<u>\$ 2,533,805.00</u>	<u>\$ 2,256,061.98</u>

**Note 12. Deferred Compensation Salary Account**

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

**Note 13. Accrued Sick, Vacation and Compensation Time**

As discussed in Note 1 and in accordance with accounting principles prescribed by the State of New Jersey, the cash basis of accounting is followed for recording the Township's liability related to unused vacation, sick pay and compensation time. The Township permits certain employees within limits to accumulate unused vacation, sick pay and compensation time, which may be taken as time off or paid at a later date at an agreed upon rate. In accordance with New Jersey accounting principles, this unused accumulated absences amount is not reported as a liability in the accompanying financial statements. It is estimated that accrued benefits for compensated absences are valued at \$1,692,882.67 at December 31, 2023.

The Township has established a Trust Fund in accordance with NJSA 40A:4-39 to set aside funds for future payments of compensated absences. As of December 31, 2023, the Township has reserved in the Other Trust Fund \$12,901.1 to fund compensated absences in accordance with NJSA 40A:4-39.

**TOWNSHIP OF LITTLE EGG HARBOR  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2023**

**Note 14. Contingencies**

Grantor Agencies

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

Litigation

The Township is a defendant in several legal proceedings that are in various stages of litigation. It is believed that the outcome, or exposure to the Township, from such litigation is either unknown or potential losses, if any, would not be material to the financial statements.

Tax Appeals

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

**Note 15. Postemployment Benefits Other Than Pensions – State Plan**

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

**General Information about the OPEB Plan**

The State Health Benefit Local Government Retired Employees Plan (the Plan) is a cost-sharing multiple-employer defined benefit other postemployment benefit (OPEB) plan with a special funding situation. It covers employees of local government employers that have adopted a resolution to participate in the Plan. For additional information about the Plan, please refer to the State of New Jersey (the State), Division of Pensions and Benefits' (the Division) Annual Comprehensive Financial Report (ACFR), which can be found at <https://www.state.nj.us/treasury/pensions/financial-reports.shtml>.

**TOWNSHIP OF LITTLE EGG HARBOR  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2023**

**Note 15. Postemployment Benefits Other Than Pensions – State Plan (continued)**

The Plan provides medical and prescription drug to retirees and their covered dependents of the participating employers. Under the provisions of Chapter 88, P.L. 1974 and Chapter 48, P.L. 1999, local government employers electing to provide postretirement medical coverage to their employees must file a resolution with the Division. Under Chapter 88, local employers elect to provide benefit coverage based on the eligibility rules and regulations promulgated by the State Health Benefits Commission. Chapter 48 allows local employers to establish their own age and service eligibility for employer paid health benefits coverage for retired employees. Under Chapter 48, the employer may assume the cost of postretirement medical coverage for employees and their dependents who: 1) retired on a disability pension; or 2) retired with 25 or more years of service credit in a State or locally administered retirement system and a period of service of up to 25 years with the employer at the time of retirement as established by the employer; or 3) retired and reached the age of 65 with 25 or more years of service credit in a State or locally administered retirement system and a period of service of up to 25 years with the employer at the time of retirement as established by the employer; or 4) retired and reached age 62 with at least 15 years of service with the employer. Further, the law provides that the employer paid obligations for retiree coverage may be determined by means of a collective negotiations agreement.

In accordance with Chapter 330, P.L. 1997, which is codified in N.J.S.A 52:14-17.32i, the State provides medical and prescription coverage to local police officers and firefighters, who retire with 25 years of service or on a disability from an employer who does not provide postretirement medical coverage. Local employers were required to file a resolution with the Division in order for their employees to qualify for State-paid retiree health benefits coverage under Chapter 330. The State also provides funding for retiree health benefits to survivors of local police officers and firefighters who die in the line of duty under Chapter 271, P.L.1989.

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

**Basis of Presentation**

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

**TOWNSHIP OF LITTLE EGG HARBOR  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2023**

**Note 15. Postemployment Benefits Other Than Pensions – State Plan (continued):**

**Allocation Methodology**

GASB Statement No. 75 requires participating employers in the Plan to recognize their proportionate share of the collective net OPEB liability, collective deferred outflows of resources, collective deferred inflows of resources, and collective OPEB (benefit) expense. The special funding situation's and nonspecial funding situation's net OPEB liability, deferred outflows of resources, deferred inflows of resources, and OPEB expense (benefit) are based on separately calculated total OPEB liabilities. For the special funding situation and the nonspecial funding situation, the total OPEB liabilities for the year ended June 30, 2022 were \$3,361,552,823.00 and \$12,729,372,321.00, respectively. The nonspecial funding situation's net OPEB liability, deferred outflows of resources, deferred inflows of resources, and OPEB expense (benefit) are further allocated to employers based on the ratio of the plan members of an individual employer to the total members of the Plan's nonspecial funding situation during the measurement period July 1, 2021 through June 30, 2022. Employer and nonemployer allocation percentages have been rounded for presentation purposes; therefore, amounts presented in the schedule of OPEB amounts by employer and nonemployer may result in immaterial differences.

**Special Funding Situation**

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

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

Additionally, the State's proportionate share of the OPEB liability attributable to the Township is \$9,234,893.00 as of December 31, 2022. The OPEB liability was measured as of June 30, 2021. The total OPEB liability used to calculate the OPEB liability was determined using update procedures to roll forward the total OPEB liability from an actuarial valuation as of July 1, 2021, to the measurement date of June 30, 2022. The State's proportion of the OPEB liability associated with the Township was based on a projection of the Township's long-term share of contributions to the OPEB plan relative to the projected contributions of all participating members, actuarially determined. The State's proportion measured as of June 30, 2022 was 0.2737230055%, which was a decrease of 0.0032170064% from its proportion measured as of June 30, 2021, which is the same proportion as the Township's. At December 31, 2022, the Township's and the State of New Jersey's proportionate share of the OPEB liability were as follows:

**TOWNSHIP OF LITTLE EGG HARBOR  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2023**

**Note 15. Postemployment Benefits Other Than Pensions – State Plan (continued):**

State of New Jersey's	
Proportionate Share of OPEB Liability	
Associated with the Township	\$ 9,234,893.00

At December 31, 2022, the State's proportionate share of the OPEB benefit, associated with the Township, calculated by the plan as of the June 30, 2022 measurement date was (\$1,514,716.00).

**Note 16. Postemployment Benefits Other Than Pensions – Local Plan**

**General Information about the OPEB Plan**

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

The Township of Little Egg Harbor provides post-employment medical, prescription drug, dental, and vision benefits to eligible retired employees and their spouses until Medicare age is attained by either the retired employee or the spouse in the case of spousal coverage. The Township of Little Egg Harbor pays 100% of the insurance cost for the retiree.

**Employees and Retirees Covered** – At December 31, 2023, the following employees were covered by the Township plan:

<u>Participant Data</u>	<u>Amount</u>
Active Employees	109
Retired Employees	43
Total Membership Count	152

**Actuarial Assumptions and Other Inputs**

This valuation has been conducted as of December 31, 2023 based on census, plan design and premium information provided by the Township. Census includes 43 retired participants (including spouses) and 109 active participants. The Measurement Date, for each fiscal year is as of the end of the prior year. Thus, the total OPEB Liability for fiscal year ending December 31, 2023 of \$21,290,773.00 is measured at December 31, 2023 as allowed under GASB 75.



**TOWNSHIP OF LITTLE EGG HARBOR  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2023**

**Note 16. Postemployment Benefits Other Than Pensions – Local Plan (continued):**

The values are determined in accordance with GASB 75 including the Individual Entry Age Normal Cost method with the normal cost determined as a percentage of pay. Standard roll forward and backward techniques were used to adjust valuation dates to measurement dates. The following assumptions and other inputs applied to all periods in the measurement, unless otherwise specified:

Actuarial Cost Method	Entry Age Normal
Discount Rate	Based on S&P Municipal Bond 20 Year High-Grade Bond Index Rate of 4.00% as of 12/31/2023
Inflation Rate	3.00%
Salary Increases	3.00%
Health Care Cost Trend	8.00% Decreasing to 5.00% ultimate
Rates of Mortality	PUB 2010 w/ MP 2021 Projection
Rates of Retirement	Rates start at age 55 & 10 years or 20 years
Rates of Disability	None assumed
Retiree Participation	100.00% of eligible retirees are assumed to elect to participate in the plan
Investment Rate of Return	4.00%
Asset Valuation Method	Market

**Discount Rate** – The discount rate is the single rate that reflects (1) the long-term expected rate of return on the OPEB plan investments that are expected to be used to finance the payments of benefits, to the extent that the OPEB plan’s fiduciary net position is projected to be sufficient to make projected benefit payments and OPEB plan assets are expected to be invested using a strategy to achieve that return and (2) a yield or index rate for 20-year, tax-exempt general obligation municipal bonds with an average rating of Aa, to the extent that the conditions for use of the long-term expected rate of return are not met. For the total OPEB liability calculation as of December 31, 2023, the discount rate utilized was 4.00%.

**Changes in the Total OPEB Liability** – The changes to the total OPEB Liability during the year ending December 31, 2023 were as follows:



**TOWNSHIP OF LITTLE EGG HARBOR  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2023**

**Note 16. Postemployment Benefits Other Than Pensions – Local Plan (continued):**

**Changes in the Total OPEB Liability**

**Total OPEB Liability**

Balance, January 1, 2023	\$ 20,370,319.00
Changes for the Year:	
Service Cost	586,643.00
Interest Cost	847,802.00
Changes of Assumptions	486,210.00
Difference between Actual and Expected	399,267.00
Benefits Paid (implicit)	(1,399,468.00)
	<hr/>
Net Changes	<hr/> 920,454.00 <hr/>
Balance, December 31, 2023	<hr/> \$ 21,290,773.00 <hr/>

**Sensitivity of the Total OPEB Liability to Changes in the Discount Rate**

The following presents the total OPEB liability of the Township, as well as what the Township's total OPEB liability would be, if it were calculated using a discount rate that is 1-percentage-point lower (3.00 percent) or 1-percentage pointer higher (5.00 percent) that the current discount rate:

<b>December 31, 2023</b>			
	At 1% Decrease (3.00%)	At Discount Rate (4.00%)	At 1% Increase (5.00%)
Total OPEB Liability	\$ 22,898,703.00	\$ 21,290,773.00	\$ 19,814,418.00

The following presents the total OPEB liability of the Township, as well as what the Township's total OPEB liability would be, if it were calculated using a healthcare cost trend rate that is 1-percentage-point lower or 1-percentage pointer higher that the current healthcare cost trend rate:

<b>December 31, 2023</b>			
	1% Decrease	Healthcare Cost Trend Rate *	1% Increase
Total OPEB Liability	\$ 19,470,757.00	\$ 21,290,773.00	\$ 23,376,781.00

**TOWNSHIP OF LITTLE EGG HARBOR  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2023**

**Note 16. Postemployment Benefits Other Than Pensions – Local Plan (continued):**

**OPEB Expense and Deferred Outflows and Deferred Inflows of Resources Related to OPEB**

For the year ended December 31, 2023, the Township's OPEB expense was estimated to be \$432,791.00. At December 31, 2023, the Township reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between Expected and Actual Experience	\$ 445,556.00	\$ 1,382,264.00
Changes of Assumptions	2,340,578.00	2,154,874.00
Net Difference Between Projected and Actual Earnings of OPEB Plan Investments	<u>-</u>	<u>-</u>
	<u>\$ 2,786,134.00</u>	<u>\$ 3,537,138.00</u>

Amounts reported as deferred outflows of resources related to OPEB will be recognized in OPEB expense as follows:

<u>Fiscal Year Ending June 30,</u>	
2024	\$ (1,001,654.00)
2025	(1,001,656.00)
2026	519,381.00
2027	298,014.00
2028	283,269.00
Thereafter	<u>151,642.00</u>
	<u>\$ (751,004.00)</u>

**TOWNSHIP OF LITTLE EGG HARBOR  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2023**

**Note 16. Postemployment Benefits Other Than Pensions – Local Plan (continued):**

**Other Supplementary Information**

**Schedule of Changes in the Township's Total OPEB Liability and Related Ratios**

	Fiscal Year Ending December 31,		
	2023	2022	2021
<b>Total OPEB Liability</b>			
Service Cost	\$ 586,643.00	\$ 677,006.00	\$ 684,775.00
Interest	847,802.00	581,222.00	509,153.00
Difference Between Expected and Actual Experience	399,267.00	(2,705,218.00)	121,987.00
Changes in Assumptions	486,211.00	(3,378,936.00)	(664,864.00)
Benefit Payments	<u>(1,399,468.00)</u>	<u>(1,271,646.00)</u>	<u>(1,128,329.00)</u>
Net Change in Total OPEB Liability	920,455.00	(6,097,572.00)	(477,278.00)
<b>Total OPEB Liability - Beginning</b>	<u>20,370,318.00</u>	<u>26,467,890.00</u>	<u>26,945,168.00</u>
<b>Total OPEB Liability - Ending</b>	<u><u>\$ 21,290,773.00</u></u>	<u><u>\$ 20,370,318.00</u></u>	<u><u>\$ 26,467,890.00</u></u>
Total Covered Employee Payroll	\$ 10,938,722.00	\$ 10,535,414.00	\$ 10,871,668.00
Net OPEB Liability as a Percentage of Payroll	194.64%	193.35%	243.46%

**Note 17. Commitments**

The Township has contractual commitments at December 31, 2023 to various vendors which are recorded as encumbrances in the Current Fund in the amount of \$155,252.54, the Grant Fund in the amount of \$92,329.59 and the General Capital fund in the amount of \$15,480.95.

**Note 18. Subsequent Events**

Management has reviewed and evaluated all events and transactions that occurred between December 31, 2023 and September 5, 2024, the date that the financial statements were available for issuance, for possible disclosure and recognition in the financial statements.

On April 11, 2024, the Township adopted an Ordinance providing for the various improvements and upgrades to the Township Municipal Building, appropriating \$800,000.00 therefor and authorizing the issuance of \$760,000.00 bonds or notes to finance the same.

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**SUPPLEMENTARY EXHIBITS**

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<b>CURRENT FUND</b>
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**TOWNSHIP OF LITTLE EGG HARBOR**  
**CURRENT FUND**  
**SCHEDULE OF CASH - TREASURER**  
**FOR THE YEAR ENDED DECEMBER 31, 2023**

	CURRENT FUND	STATE & FEDERAL GRANT FUND
Balance December 31, 2022	\$ 15,529,518.76	\$ 284,191.38
Increased by Receipts:		
Taxes Receivable	\$ 66,595,366.90	\$ -
Tax Title Liens Receivable	107,219.14	-
Due From State - Senior Citizen & Veteran Deductions	262,373.29	-
Revenue Accounts Receivable	3,408,241.93	-
Miscellaneous Revenue Not Anticipated	386,083.31	-
Prepaid Taxes	846,848.12	-
Due Bass River	2,687.90	-
Construction Fees Due State of New Jersey	24,558.00	-
Reserve for National Opioid Settlement	49,418.34	-
Reserve for Municipal Relief Fund Aid	135,591.25	-
Reserve for Liquor License Deposit	904,100.00	-
Due Trust Other Fund	238,724.86	-
Due Capital Fund	-	300,000.00
Due Current Fund	-	1,702,141.00
Due Grant Fund	467,711.48	-
Federal & State Grants Unappropriated	-	37,602.06
Federal & State Grants Receivable	-	156,923.18
Total Receipts	<u>73,428,924.52</u>	<u>2,196,666.24</u>
Subtotal	<u>88,958,443.28</u>	<u>2,480,857.62</u>
Decreased by Disbursements:		
2023 Appropriations	24,806,684.65	-
Appropriation Reserves	805,385.59	-
County Taxes Payable	11,770,882.09	-
Local District School Tax	14,605,780.98	-
Regional High School Tax	18,109,882.00	-
Special District Taxes	1,686,224.57	-
Construction Fees Due State of NJ	21,223.00	-
Bass River Construction Fees	824.70	-
Due Payroll	90,551.91	-
Due Trust Assessment	47,056.60	-
Due Capital Fund	4,999,929.48	103,048.87
Due from Trust	15,380.93	-
Tax Overpayments	337,588.35	-
Due Grant Fund	1,702,141.00	-
Federal & State Grants - Appropriated	-	2,249,476.36
Total Disbursements	<u>78,999,535.85</u>	<u>2,352,525.23</u>
Balance December 31, 2023	<u>\$ 9,958,907.43</u>	<u>\$ 128,332.39</u>

**TOWNSHIP OF LITTLE EGG HARBOR**  
**CURRENT FUND**  
**SCHEDULE OF TAXES RECEIVABLE AND ANALYSIS OF PROPERTY TAX LEVY**  
**FOR THE YEAR ENDED DECEMBER 31, 2023**

YEAR	BALANCE DECEMBER 31, 2022	2023 LEVY	ADDED TAXES	COLLECTED		SENIOR CITIZENS & VETERANS	ADJUSTMENTS & CANCELLATIONS	TRANSFERRED TO TAX TITLE LIENS	BALANCE DECEMBER 31, 2023
			2022	2023					
2009	\$ 4.65	\$ -	\$ -	\$ 250.00	\$ (250.00)	\$ -	\$ -	\$ -	\$ 4.65
2010	5.01	-	-	-	-	-	-	-	5.01
2011	5.16	-	-	-	-	-	-	-	5.16
2012	1,252.58	-	-	-	-	-	-	-	1,252.58
2013	2,512.40	-	-	-	-	-	-	-	2,512.40
2014	3,294.56	-	-	-	-	-	-	-	3,294.56
2015	3,478.60	-	-	-	-	-	-	-	3,478.60
2016	3,436.72	-	-	-	-	-	-	-	3,436.72
2017	3,640.77	-	-	250.00	(250.00)	-	-	-	3,640.77
2018	3,655.23	-	-	250.00	(250.00)	-	-	-	3,655.23
2019	4,428.78	-	-	250.00	(250.00)	-	-	-	4,428.78
2020	6,476.30	-	-	(4,600.06)	(500.00)	5,100.06	-	-	6,476.30
2021	6,847.23	-	-	1,000.00	(250.00)	-	-	-	6,097.23
2022	16,255.86	-	-	27,374.92	(3,280.82)	(14,357.70)	-	-	6,519.46
Total	55,293.85	-	-	24,774.86	(5,030.82)	(9,257.64)	-	-	44,807.45
2023	-	67,411,944.00	445,878.59	859,430.32	66,570,592.04	265,739.03	44,420.60	106,675.86	10,964.74
Total	\$ 55,293.85	\$ 67,411,944.00	\$ 445,878.59	\$ 859,430.32	\$ 66,595,366.90	\$ 260,708.21	\$ 35,162.96	\$ 106,675.86	\$ 55,772.19

**ANALYSIS OF 2023 PROPERTY TAX LEVY:**

**Tax Yield:**

General Property Tax	\$ 65,725,719.43
Special District	1,686,224.57
Added Taxes (54:4-63.1 et. seq.)	445,878.59
Total Tax Yield	<u>\$ 67,857,822.59</u>

**Tax Levy:**

Local School District Tax (Abstract)	\$ 14,883,524.00
Regional High School Tax (Abstract)	18,109,882.00
Municipal Open Space (Abstract)	237,108.30
Municipal Open Space (Added)	1,616.56
County Taxes:	
County Tax (Abstract)	\$ 9,897,244.09
County Library Tax (Abstract)	936,891.49
County Health Services (Abstract)	543,489.70
County Open Space	393,256.81
Due County for Added Taxes (54:4-63.1 et.seq.)	79,072.69
Total County Taxes	11,849,954.78
Fire District #1 (Amount Certified)	670,469.57
Fire District #2 (Amount Certified)	492,755.00
Fire District #3 (Amount Certified)	523,000.00
Total Special District Taxes	1,686,224.57
Local Tax for Municipal Purposes	20,694,154.21
Add: Additional Tax Levied	395,358.17
Total Tax Levy	<u>\$ 67,857,822.59</u>

**TOWNSHIP OF LITTLE EGG HARBOR  
CURRENT FUND  
SCHEDULE OF TAX TITLE LIENS  
FOR THE YEAR ENDED DECEMBER 31, 2023**

Balance December 31, 2022	\$ 788,065.35
Increased by:	
Transfers from Taxes Receivable	<u>106,675.86</u>
Subtotal	894,741.21
Decreased by:	
Collections	<u>107,219.14</u>
Balance December 31, 2023	<u><u>\$ 787,522.07</u></u>

**SCHEDULE OF PROPERTY ACQUIRED FOR TAXES  
(AT ASSESSED VALUATION)  
FOR THE YEAR ENDED DECEMBER 31, 2023**

Balance December 31, 2023 & 2022	<u><u>\$ 5,757,700.00</u></u>
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**TOWNSHIP OF LITTLE EGG HARBOR**  
**CURRENT FUND**  
**STATEMENT OF REVENUE ACCOUNTS RECEIVABLE**  
**FOR THE YEAR ENDED DECEMBER 31, 2023**

	BALANCE DECEMBER 31, 2022	ACCRUED IN 2023	TREASURER	BALANCE DECEMBER 31, 2023
Miscellaneous Revenue Anticipated:				
Licenses - Alcoholic Beverages	\$ -	\$ 10,564.00	\$ 10,564.00	\$ -
Fees & Permits	-	167,621.75	167,621.75	-
Municipal Court	5,210.76	118,314.43	115,764.74	7,760.45
Reserve for Debt Service - Premium on BANS	-	64,928.48	64,928.48	-
Interest & Costs on Taxes	-	192,217.36	192,217.36	-
Payments in Lieu of Taxes	-	108,229.55	108,229.55	-
Energy Receipts Tax	-	1,308,924.64	1,308,924.64	-
Garden State Trust	-	183,628.00	183,628.00	-
Uniform Construction Code Fees	-	626,293.00	626,293.00	-
Tower Rental	-	276,013.18	276,013.18	-
SRO Officer	-	263,049.86	263,049.86	-
Cable TV	-	91,007.37	91,007.37	-
Total	<u>\$ 5,210.76</u>	<u>\$ 3,410,791.62</u>	<u>\$ 3,408,241.93</u>	<u>\$ 7,760.45</u>

**TOWNSHIP OF LITTLE EGG HARBOR**  
**CURRENT FUND**  
**SCHEDULE OF 2022 APPROPRIATION RESERVES**  
**FOR THE YEAR ENDED DECEMBER 31, 2023**

	BALANCE DECEMBER 31, 2022	BALANCE AFTER TRANSFERS	PAID OR CHARGED	OVEREXPENDITURE	BALANCE LAPSED
<b>General Government:</b>					
General Administration:					
Salaries and Wages	\$ 1,142.68	\$ 1,142.68	\$ -	\$ -	\$ 1,142.68
Other Expenses	2,359.50	2,359.50	1,341.35	-	1,018.15
Mayor and Committee:					
Salaries and Wages	2,391.57	2,391.57	-	-	2,391.57
Other Expenses	5,351.96	5,351.96	67.23	-	5,284.73
Municipal Clerk:					
Salaries and Wages	2,110.49	2,110.49	-	-	2,110.49
Other Expenses	13,041.06	13,041.06	14,098.22	1,057.16	-
Financial Administration (Treasury):					
Salaries and Wages	7,437.75	6,637.75	-	-	6,637.75
Other Expenses	1,575.75	2,375.75	1,575.75	-	800.00
Audit Services:					
Other Expenses	45,600.00	45,600.00	45,600.00	-	-
Revenue Administration (Tax Collection):					
Salaries and Wages	4,451.96	4,451.96	2,415.92	-	2,036.04
Other Expenses:					
Tax Sale Costs	7,585.00	7,585.00	373.99	-	7,211.01
Miscellaneous Other Expenses	14,648.35	14,648.35	185.36	-	14,462.99
Tax Assessment Administration:					
Salaries and Wages	5,283.07	5,283.07	2,211.04	-	3,072.03
Other Expenses	2,249.98	2,249.98	-	-	2,249.98
Liquidation of Tax Title Liens & Foreclosed:					
Property- Other Expenses	3,000.00	3,000.00	1,448.48	-	1,551.52
Legal Services (Legal Department):					
Other Expenses	35,388.00	37,838.00	35,388.00	-	2,450.00
Engineering Services:					
Other Expenses	15,818.13	29,518.13	29,472.75	-	45.38
<b>Land Use Administration:</b>					
Planning Board:					
Salaries and Wages	544.06	144.06	-	-	144.06
Other Expenses	-	400.00	279.00	-	121.00
Zoning Board of Adjustment:					
Salaries and Wages	344.06	344.06	-	-	344.06
Other Expenses	3,736.30	3,736.30	263.18	-	3,473.12
Zoning Officer:					
Salaries and Wages	13,170.20	13,170.20	4,640.31	-	8,529.89
Other Expenses	7,963.10	7,963.10	7,624.30	-	338.80
<b>Insurance:</b>					
Group Insurance for Employees	54,840.44	49,990.44	(1,235.45)	-	51,225.89
Unemployment Insurance	2,998.77	2,998.77	1,106.51	-	1,892.26
Other Insurance: JIF, Surety WC	2,673.73	2,673.73	-	-	2,673.73
<b>Public Safety Functions:</b>					
Police Department:					
Salaries and Wages	67,256.84	67,256.84	55,211.28	-	12,045.56
Other Expenses	180,941.85	180,941.85	189,453.95	8,512.10	-
Office of Emergency Management:					
Other Expenses	1,500.00	1,500.00	-	-	1,500.00
First Aid Squad Contribution	70,000.00	70,000.00	70,000.00	-	-
Municipal Prosecutor:					
Other Expenses	5,250.00	6,950.00	5,250.00	-	1,700.00

**TOWNSHIP OF LITTLE EGG HARBOR**  
**CURRENT FUND**  
**SCHEDULE OF 2022 APPROPRIATION RESERVES**  
**FOR THE YEAR ENDED DECEMBER 31, 2023**

	BALANCE DECEMBER 31, 2022	BALANCE AFTER TRANSFERS	PAID OR CHARGED	OVEREXPENDITURE	BALANCE LAPSED
<b>Public Works Functions:</b>					
Streets & Roads Maintenance:					
Salaries and Wages	11,034.16	11,034.16	7,219.45	-	3,814.71
Other Expenses	11,312.59	11,312.59	5,476.74	-	5,835.85
Solid Waste Sanitation:					
Salaries and Wages	3,689.61	3,689.61	1,151.82	-	2,537.79
Other Expenses	32,324.43	32,324.43	22,335.76	-	9,988.67
Bulk Property Maintenance Pick-Up	34,792.00	34,792.00	27,300.00	-	7,492.00
Solid Waste Recycling:					
Salaries and Wages	4,069.41	4,069.41	2,440.88	-	1,628.53
Other Expenses	7,826.13	7,826.13	4,981.24	-	2,844.89
Buildings & Grounds:					
Salaries and Wages	489.95	489.95	-	-	489.95
Other Expenses	39,994.62	39,994.62	37,381.15	-	2,613.47
Vehicle Maintenance:					
Other Expenses	28,663.00	32,063.00	29,335.96	-	2,727.04
Municipal Services Act:					
Other Expenses	46,439.43	46,439.43	23,978.14	-	22,461.29
County Mosquito Control Agency:					
Other Expenses	9,520.00	9,520.00	-	-	9,520.00
<b>Health &amp; Human Services:</b>					
Public Health Services (Board of Health):					
Salaries and Wages	1,200.00	1,200.00	-	-	1,200.00
Other Expenses	3,468.64	3,468.64	43.00	-	3,425.64
Environmental Health Services:					
Salaries and Wages	1,200.00	1,200.00	-	-	1,200.00
Other Expenses	4,335.00	4,335.00	-	-	4,335.00
Animal Control Services:					
Other Expenses	4,108.00	4,108.00	3,249.00	-	859.00
Contributions to Social Service Agencies - Statutory:					
Providence House	2,000.00	2,000.00	560.00	-	1,440.00
<b>Park &amp; Recreation Functions:</b>					
Recreation Services & Programs:					
Salaries and Wages	9,604.46	9,604.46	2,384.63	-	7,219.83
Other Expenses	11,845.76	8,445.76	-	-	8,445.76
Senior Center/Community Activities:					
Other Expenses	2,500.00	2,500.00	743.93	-	1,756.07
<b>Utility Expenses &amp; Bulk Purchases:</b>					
Electricity	18,552.74	18,552.74	17,167.95	-	1,384.79
Street Lighting	36,893.00	36,893.00	36,893.00	-	-
Telephone	26,363.08	35,063.08	34,982.20	-	80.88
Fuel Oil/Natural Gas	4,406.78	9,406.78	9,362.57	-	44.21
Gasoline	47,109.93	47,109.93	46,666.58	-	443.35
<b>Landfill/Solid Waste Disposal Costs:</b>					
Sanitary Landfill	25,000.00	-	-	-	-
<b>Uniform Construction Code Enforcement Functions:</b>					
Construction Code Official:					
Other Expenses	8,592.52	8,592.52	3,680.39	-	4,912.13
<b>Municipal Court:</b>					
Salaries and Wages	30,940.21	30,940.21	2,165.02	-	28,775.19
Other Expenses	14,912.66	14,912.66	264.00	-	14,648.66
Public Defender:					
Other Expenses	5,606.50	3,906.50	2,750.00	-	1,156.50

**TOWNSHIP OF LITTLE EGG HARBOR**  
**CURRENT FUND**  
**SCHEDULE OF 2022 APPROPRIATION RESERVES**  
**FOR THE YEAR ENDED DECEMBER 31, 2023**

	BALANCE DECEMBER 31, 2022	BALANCE AFTER TRANSFERS	PAID OR CHARGED	OVEREXPENDITURE	BALANCE LAPSED
<b>Other Common Operating Functions (Unclassified):</b>					
Municipal Alliance Council	1,158.99	1,158.99	-	-	1,158.99
Reserve for Disputed Contracts	42,727.87	42,727.87	39,819.97	-	2,907.90
<b>Deferred Charges &amp; Statutory Expenditures -</b>					
<b>Municipal Within "CAPS":</b>					
Social Security System (O.A.S.I.)	22,407.51	22,407.51	-	-	22,407.51
Defined Contributions Retirement Program	3,346.50	3,346.50	-	-	3,346.50
Operations Excluded From "CAPS"					
Police Dispatch/911:					
Salaries and Wages	19,523.37	19,523.37	-	-	19,523.37
Other Expenses	121.30	121.30	-	-	121.30
Shared Service - CFO Waretown	20.00	20.00	-	-	20.00
Total	<u>\$ 1,158,754.75</u>	<u>\$ 1,158,754.75</u>	<u>\$ 829,104.55</u>	<u>\$ 9,569.26</u>	<u>\$ 339,219.46</u>

Appropriation Reserves	\$ 714,283.25
Reserve for Encumbrances	415,677.91
Restatement of Prior Year Balance	<u>28,793.59</u>
	<u>\$ 1,158,754.75</u>

Accounts Payable	\$ 23,718.96
Cash Disbursements	<u>805,385.59</u>
	<u>\$ 829,104.55</u>

**TOWNSHIP OF LITTLE EGG HARBOR  
CURRENT FUND  
SCHEDULE OF LOCAL DISTRICT TAX  
FOR THE YEAR ENDED DECEMBER 31, 2023**

Balance December 31, 2022		
School Tax Deferred	\$ 5,236,297.00	
School Tax Payable	<u>2,256,061.98</u>	\$ 7,492,358.98
Increased by Levy:		
School Year July 1, 2023 - June 30, 2024		<u>14,883,524.00</u>
Subtotal		22,375,882.98
Decreased by:		
Payments		<u>14,605,780.98</u>
Subtotal		7,770,102.00
Balance December 31, 2023		
School Tax Deferred	5,236,297.00	
School Tax Payable	<u>2,533,805.00</u>	
Balance December 31, 2023		<u><u>\$ 7,770,102.00</u></u>

**ANALYSIS OF AMOUNT CHARGED TO OPERATIONS**

2023 Payments	\$ 14,605,780.98
Less School Taxes Payable at December 31, 2022	(2,256,061.98)
Plus School Taxes Payable at December 31, 2023	<u>2,533,805.00</u>
Amount Charged to 2023 Operations	<u><u>\$ 14,883,524.00</u></u>

**SCHEDULE OF REGIONAL HIGH SCHOOL TAX PAYABLE  
FOR THE YEAR ENDED DECEMBER 31, 2023**

Balance December 31, 2022	\$ -
Increased by:	
Levy - Calendar Year 2023	<u>18,109,882.00</u>
Subtotal	18,109,882.00
Decreased by:	
Payments	<u>18,109,882.00</u>
Balance December 31, 2023	<u><u>\$ -</u></u>



**TOWNSHIP OF LITTLE EGG HARBOR**  
**CURRENT FUND**  
**SCHEDULE OF VARIOUS RESERVES**  
**FOR THE YEAR ENDED DECEMBER 31, 2023**

	BALANCE DECEMBER 31, <u>2022</u>	<u>INCREASED</u>	<u>DECREASED</u>	BALANCE DECEMBER 31, <u>2023</u>
Reserve for Sandy Insurance Proceeds	\$ 2,419.00	\$ -	\$ -	\$ 2,419.00
Reserve for Closed Escrow Accounts	54,052.92	-	-	54,052.92
Reserve for National Opioid Settlement	30,123.15	49,418.34	-	79,541.49
Reserve for Retail Mercantile Licenses	350.00	-	-	350.00
Reserve for Municipal Relief Fund Aid	67,809.86	135,591.25	135,591.25	67,809.86
Reserve for Reassessment	100,047.00	-	-	100,047.00
Reserve for FEMA Proceeds	3,722.78	-	-	3,722.78
Reserve for Liquor License Deposit	-	904,100.00	-	904,100.00
	<u>\$ 258,524.71</u>	<u>\$1,089,109.59</u>	<u>\$ 135,591.25</u>	<u>\$ 1,212,043.05</u>

**TOWNSHIP OF LITTLE EGG HARBOR**  
**CURRENT FUND**  
**SCHEDULE OF STATE AND FEDERAL GRANTS RECEIVABLE**  
**FOR THE YEAR ENDED DECEMBER 31, 2023**

GRANT	BALANCE DECEMBER 31, 2022	ANTICIPATED REVENUE	RECEIVED	TRANSFERRED FROM UNAPPROPRIATED	BALANCE DECEMBER 31, 2023
NJOEM Grant	\$ 6,203.35	\$ -	-	\$ -	\$ 6,203.35
CDBG - 2015	19,226.71	-	-	-	19,226.71
966 Reimbursement Grant	9,376.42	-	-	-	9,376.42
Neighborhood Community Revitalization Grant	2,464.22	-	-	-	2,464.22
Child Restraint Grant	2,500.00	-	-	-	2,500.00
Bulletproof Vest Partnership Grant	6,207.81	-	-	-	6,207.81
Post Sandy Planning Assistance	93,854.18	-	-	-	93,854.18
NJDEP Living Shore Grant	127,213.36	-	42,110.25	-	85,103.11
Safe and Secure	32,400.00	32,400.00	50,511.00	-	14,289.00
NJDOT - Sea Breeze	86,975.00	-	-	-	86,975.00
NJDOT - Stage Road	405,000.00	-	303,750.00	-	101,250.00
NJOEM Grant	638.49	-	-	-	638.49
Recycling Tonnage	-	31,839.12	-	31,839.12	-
NJ Clean Smart Start	283,800.00	-	-	-	283,800.00
Sustainable Jersey	2,500.00	-	-	-	2,500.00
Body Worn Camera Grant	-	101,900.00	-	61,140.00	40,760.00
Local Recreation Grant	75,000.00	70,000.00	75,000.00	-	70,000.00
CDBG 2021	35,000.00	-	35,000.00	-	-
Clean Communities Grant 2021	-	56,108.30	-	56,108.30	-
NJ Body Armor Grant	-	3,200.84	-	3,200.84	-
Body Armor Grant 2022	-	2,688.00	-	2,688.00	-
Stormwater Assistance Grant	-	25,000.00	15,000.00	-	10,000.00
Comcast Franchise Renewal Grant	-	116,500.00	-	116,500.00	-
FY22 Patrick Leahy Bulletproof Vest Partnership Grant	-	8,589.00	-	-	8,589.00
FY 2022 SRTS Program	-	815,000.00	-	-	815,000.00
Ocean Wind Grant	-	719,250.00	-	-	719,250.00
Clean Communities Grant 2023	-	64,812.93	64,812.93	-	-
NJDOT - Oak Lane	-	460,390.00	-	-	460,390.00
Lead Grant Assistance Program	-	8,800.00	-	-	8,800.00
<b>Total</b>	<b>\$ 1,188,359.54</b>	<b>\$ 2,516,478.19</b>	<b>\$ 586,184.18</b>	<b>\$ 271,476.26</b>	<b>\$ 2,847,177.29</b>

Cash Receipts \$ 156,923.18  
Interfund 429,261.00

\$ 586,184.18

**TOWNSHIP OF LITTLE EGG HARBOR  
CURRENT FUND  
SCHEDULE OF RESERVES FOR STATE AND FEDERAL GRANTS - APPROPRIATED  
FOR THE YEAR ENDED DECEMBER 31, 2023**

APPROPRIATION	BALANCE DECEMBER 31, 2022	2023 BUDGET APPROPRIATION	ENCUMBRANCES RECLASSIFIED	EXPENDED	GRANT ENCUMBRANCES	BALANCE DECEMBER 31, 2023
<b>State:</b>						
Alcohol Education & Rehabilitation	\$ 1,631.95	\$ -	\$ -	\$ -	\$ -	\$ 1,631.95
NJOEM Grant	20.95	-	-	-	-	20.95
Drunk Driving Enforcement Func	497.95	-	-	-	-	497.95
NJDOT Municipal Aid Program - 2014	188,119.25	-	-	-	-	188,119.25
Recycling Tonnage	35,920.75	31,839.12	31,081.66	65,856.86	18,900.00	14,084.67
Child Restraint Grant	2,500.00	-	-	-	-	2,500.00
Safe and Secure Communities	44,940.00	32,400.00	-	-	-	77,340.00
966 Reimbursement	15,582.77	-	-	-	-	15,582.77
Coastal Zone Management	2,211.97	-	-	-	-	2,211.97
Municipal Access Plan	15,000.00	-	-	-	-	15,000.00
Post Sandy Planning Assistance	48,073.26	-	-	-	-	48,073.26
NJDEP Living Shoreline	40,879.38	-	78,439.09	80,256.08	38,007.10	1,055.29
Department of Justice Grant	625.25	-	-	-	-	625.25
NJDOT - Iowa Court	12,048.32	-	-	-	-	12,048.32
Recycling Tonnage 2019	-	-	9,022.54	9,022.54	-	-
Clean Communities 2019	45,732.86	-	-	43,946.24	1,620.35	166.27
NJDOT - Sea Breeze	0.45	-	-	-	-	0.45
NJDOT - Stage Road	405,000.00	-	-	405,000.00	-	-
NJOEM Grant	638.49	-	-	-	-	638.49
Body Armor Grant 2020	1,880.32	-	-	1,194.20	-	686.12
Safe and Secure Communities	5,400.00	-	-	-	-	5,400.00
Clean Communities - 2020	52,720.73	56,108.30	-	187.36	-	108,641.67
NJ Clean Start	283,800.00	-	-	-	-	283,800.00
Sustainable Jersey	5,000.00	-	-	-	-	5,000.00
Body Worn Camera Grant	12,744.00	101,900.00	-	-	3,402.14	111,241.86
NJ Body Armor Grant	-	3,200.84	-	-	-	3,200.84
Body Armor Grant 2021	-	2,688.00	-	-	-	2,688.00
Stormwater Assistance Grant	-	25,000.00	-	-	-	25,000.00
FY2022 SRTS Program	-	815,000.00	-	-	-	815,000.00
Clean Communities - 2023	-	64,812.93	-	-	-	64,812.93
NJDOT - Oak Lane	-	460,390.00	-	-	-	460,390.00
Lead Grant Assistance Program	-	8,800.00	-	-	-	8,800.00
<b>Total State</b>	<b>1,220,968.65</b>	<b>1,602,139.19</b>	<b>118,543.29</b>	<b>605,463.28</b>	<b>61,929.59</b>	<b>2,274,258.26</b>
<b>Federal:</b>						
CDBG 2015	30,493.42	-	-	-	-	30,493.42
National Wildlife Refuge	4,670.00	-	-	-	-	4,670.00
CDBG 2014	31,062.15	-	-	-	-	31,062.15
CDBG 2021	35,000.00	-	-	35,000.00	-	-
American Rescue Funds	1,370,491.83	-	309,947.42	1,600,039.25	30,400.00	50,000.00
<b>Total Federal</b>	<b>1,471,717.40</b>	<b>-</b>	<b>309,947.42</b>	<b>1,635,039.25</b>	<b>30,400.00</b>	<b>116,225.57</b>
<b>Local:</b>						
Refuge Revenue Sharing Act	2,202.00	-	-	-	-	2,202.00
Recreation Grant	75,000.00	70,000.00	-	75,000.00	-	70,000.00
Comcast Franchise Renewal Grant	-	116,500.00	-	116,500.00	-	-
Ocean Wind Grant	-	719,250.00	-	213,884.83	-	505,365.17
FY22 Patrick Leahy Bulletproof Vest Partnership Grant	-	8,589.00	-	8,589.00	-	-
<b>Total Local</b>	<b>77,202.00</b>	<b>914,339.00</b>	<b>-</b>	<b>413,973.83</b>	<b>-</b>	<b>577,567.17</b>
<b>Total</b>	<b>\$ 2,769,888.05</b>	<b>\$ 2,516,478.19</b>	<b>\$ 428,490.71</b>	<b>\$ 2,654,476.36</b>	<b>\$ 92,329.59</b>	<b>\$ 2,968,051.00</b>
				Cash Disbursements	\$ 2,249,476.36	
				Interfunds	405,000.00	
<b>Total</b>					<b>\$ 2,654,476.36</b>	

**TOWNSHIP OF LITTLE EGG HARBOR**  
**FEDERAL AND STATE GRANT FUND**  
**SCHEDULE OF RESERVES FOR STATE GRANTS - UNAPPROPRIATED**  
**FOR THE YEAR ENDED DECEMBER 31, 2023**

GRANT	BALANCE DECEMBER 31, 2022	TRANSFERRED		BALANCE DECEMBER 31, 2023
		TO 2023 GRANTS APPROPRIATED	RECEIVED	
Department of Justice Grant	\$ 3,245.00	\$ -	\$ -	\$ 3,245.00
Recycling Tonnage Grant	31,839.12	31,839.12	37,602.06	37,602.06
AERF	250.06	-	-	250.06
State of NJ Body Armor	5,225.99	3,200.84	-	2,025.15
Clean Communities	113,893.39	56,108.30	-	57,785.09
Bulletproof Vest Partnership	3,540.00	-	-	3,540.00
Comcast Grant	116,500.00	116,500.00	-	-
County Recycling Grant	39,808.55	-	-	39,808.55
Body Worn Camera Program	61,140.00	61,140.00	-	-
Body Armor	5,551.56	2,688.00	3,315.48	6,179.04
	<u>\$ 380,993.67</u>	<u>\$ 271,476.26</u>	<u>\$ 40,917.54</u>	<u>\$ 150,434.95</u>

Cash Receipts \$ 37,602.06

Interfund 3,315.48

\$ 40,917.54

<b>TRUST FUND</b>
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**TOWNSHIP OF LITTLE EGG HARBOR  
TRUST FUND  
SCHEDULE OF CASH - TREASURER  
FOR THE YEAR ENDED DECEMBER 31, 2023**

	TRUST OTHER	TRUST ASSESSMENT
Balance December 31, 2022	\$ 3,288,164.57	\$ 54,096.41
Increased by Receipts:		
Escrow Fees	\$ 586,219.51	\$ -
Open Space	22,925.48	-
Community Center	2,874.84	-
Forfeited Funds	5,699.44	-
COAH Fees	53,899.65	-
Sick/Vacation Funds	275,000.00	-
Federal Forfeiture	318.38	-
Police Evidence Deposits	5,500.00	-
Div of Fire Safety	1,500.00	-
Due Current Fund	15,380.93	-
Due to Capital - Open Space	50,360.28	-
Assessment Receivable	-	425,443.40
	<u>1,019,678.51</u>	<u>425,443.40</u>
Subtotal	<u>4,307,843.08</u>	<u>479,539.81</u>
Decreased by Disbursements:		
Escrow Fees	833,017.11	-
Open Space	149,055.53	-
COAH Fees	39,179.00	-
Sick/Vacation Funds	273,112.77	-
Police Evidence Deposits	5,500.00	-
Community Center	2,181.14	-
Forfeited Funds	8,417.97	-
Federal Forfeiture	12,652.51	-
Div of Fire Safety	1,500.00	-
Assessment Bonds Payable	-	375,000.00
Due Current Fund	-	50,443.40
	<u>1,324,616.03</u>	<u>425,443.40</u>
Balance December 31, 2023	<u><u>\$ 2,983,227.05</u></u>	<u><u>\$ 54,096.41</u></u>

**SCHEDULE OF CASH - COLLECTOR - TAX TITLE LIEN REDEMPTION  
FOR THE YEAR ENDED DECEMBER 31, 2023**

Balance December 31, 2022	\$ 1,526,305.46
Increased by Receipts:	
Deposits for Redemption of Tax Sale Certificates	<u>1,655,030.12</u>
Subtotal	3,181,335.58
Decreased by Disbursements:	
Refunds - Tax Sale Certificates Redeemed	<u>2,606,043.04</u>
Balance December 31, 2023	<u><u>\$ 575,292.54</u></u>

## EXHIBIT B-3

**TOWNSHIP OF LITTLE EGG HARBOR  
TRUST FUND  
SCHEDULE OF CASH - ANIMAL CONTROL  
FOR THE YEAR ENDED DECEMBER 31, 2023**

Balance December 31, 2022		\$	-
Increased by Receipts:			
Dog License Fees	\$	7,566.00	
State Dog License Fees		<u>1,482.00</u>	<u>9,048.00</u>
Subtotal			9,048.00
Decreased by Disbursements:			
Disbursements to State of New Jersey		1,482.00	
Disbursements for Dog License Expenses		<u>7,566.00</u>	<u>9,048.00</u>
Balance December 31, 2023		\$	<u><u>-</u></u>

## EXHIBIT B-4

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

Balance December 31, 2022		\$	-
Increased by:			
Dog Licenses			<u>7,566.00</u>
Subtotal			7,566.00
Decreased by:			
Expenditures			<u>7,566.00</u>
Balance December 31, 2023		\$	<u><u>-</u></u>

**LICENSE FEES COLLECTED**

YEAR	AMOUNT
2022	\$ 8,550.00
2021	<u>9,363.00</u>
Total	<u><u>\$ 17,913.00</u></u>

## EXHIBIT B-5

**SCHEDULE OF DEPOSITS FOR REDEMPTION OF TAX SALE CERTIFICATES  
FOR THE YEAR ENDED DECEMBER 31, 2023**

Balance December 31, 2022	\$	1,526,305.46
Increased by Receipts:		
Deposits Received - Collector		<u>1,655,030.12</u>
Subtotal		3,181,335.58
Decreased by Disbursements:		
Refunds - Tax Sale Certificates		<u>2,606,043.04</u>
Balance December 31, 2023	\$	<u><u>575,292.54</u></u>



**TOWNSHIP OF LITTLE EGG HARBOR  
TRUST FUND  
SCHEDULE OF RESERVE FOR ESCROW DEPOSITS  
FOR THE YEAR ENDED DECEMBER 31, 2023**

Balance December 31, 2022	\$ 1,666,827.38
Increased by:	
Escrow Deposits Received	<u>586,219.51</u>
Subtotal	2,253,046.89
Decreased by:	
Disbursements	<u>833,017.11</u>
Balance December 31, 2023	<u><u>\$ 1,420,029.78</u></u>

**SCHEDULE OF RESERVE FOR FORFEITED PROPERTY  
FOR THE YEAR ENDED DECEMBER 31, 2023**

Balance December 31, 2022	\$ 66,855.93
Increased by:	
Cash Receipts	<u>5,699.44</u>
Subtotal	72,555.37
Decreased by:	
Disbursements	<u>8,417.97</u>
Balance December 31, 2023	<u><u>\$ 64,137.40</u></u>

## EXHIBIT B-8

**TOWNSHIP OF LITTLE EGG HARBOR  
SCHEDULE OF RESERVE FOR RECREATION  
FOR THE YEAR ENDED DECEMBER 31, 2023**

Balance December 31, 2023 & 2022	\$ <u>2,057.05</u>
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## EXHIBIT B-9

**SCHEDULE OF RESERVE FOR OPEN SPACE  
FOR THE YEAR ENDED DECEMBER 31, 2023**

Balance December 31, 2022	\$ 1,529,571.10
Increased by:	
Tax Levy - Due from Current Fund	\$ 238,724.86
Cash Receipts Interest Earnings	22,925.48
	261,650.34
Subtotal	1,791,221.44
Decreased by:	
Disbursements	149,055.53
	149,055.53
Balance December 31, 2023	\$ <u>1,642,165.91</u>

## EXHIBIT B-10

**SCHEDULE OF RESERVE FOR COMMUNITY CENTER  
FOR THE YEAR ENDED DECEMBER 31, 2023**

Balance December 31, 2022	\$ 3,582.88
Increased by:	
Cash Receipts	2,874.84
	2,874.84
Subtotal	6,457.72
Decreased by:	
Disbursements	2,181.14
	2,181.14
Balance December 31, 2023	\$ <u>4,276.58</u>

**TOWNSHIP OF LITTLE EGG HARBOR**  
**SCHEDULE OF RESERVE FOR FEDERAL FORFEITURE LAW ENFORCEMENT FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2023**

Balance December 31, 2022	\$ 23,266.27
Increased by:	
Receipts	<u>318.38</u>
Subtotal	23,584.65
Decreased by:	
Disbursements	<u>12,652.51</u>
Balance December 31, 2023	<u><u>\$ 10,932.14</u></u>
Dept of Justice	\$ 8,158.92
Dept of Homeland Security	<u>2,773.22</u>
Total	<u><u>\$ 10,932.14</u></u>

**SCHEDULE OF RESERVE FOR SICK AND VACATION TIME TRUST FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 2023**

Balance December 31, 2022	\$ 11,013.78
Increased by:	
Receipts	<u>275,000.00</u>
Subtotal	286,013.78
Decreased by:	
Disbursements	<u>273,112.77</u>
Balance December 31, 2023	<u><u>\$ 12,901.01</u></u>

**TOWNSHIP OF LITTLE EGG HARBOR  
SCHEDULE OF RESERVE FOR COAH TRUST FUND  
FOR THE YEAR ENDED DECEMBER 31, 2023**

Balance December 31, 2022	\$ 159,967.09
Increased by:	
Receipts	<u>53,899.65</u>
Subtotal	213,866.74
Decreased by:	
Disbursements	<u>39,179.00</u>
Balance December 31, 2023	<u><u>\$ 174,687.74</u></u>

**SCHEDULE OF RESERVE FOR POLICE EVIDENCE DEPOSITS  
FOR THE YEAR ENDED DECEMBER 31, 2023**

Balance December 31, 2022	\$ 3,352.80
Increased by:	
Receipts	<u>5,500.00</u>
Subtotal	8,852.80
Decreased by:	
Disbursements	<u>5,500.00</u>
Balance December 31, 2023	<u><u>\$ 3,352.80</u></u>

**TOWNSHIP OF LITTLE EGG HARBOR**  
**SCHEDULE OF RESERVE FOR VETERANS PARK DONATIONS**  
**FOR THE YEAR ENDED DECEMBER 31, 2023**

Balance December 31, 2023 & 2022	\$ 4,910.00
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**SCHEDULE OF RESERVE FOR FIRE SAFETY - DEDICATED PENALTY**  
**FOR THE YEAR ENDED DECEMBER 31, 2023**

Balance December 31, 2022	\$ 10,000.00
Increased by:	
Receipts	<u>1,500.00</u>
Subtotal	11,500.00
Decreased by:	
Disbursements	<u>1,500.00</u>
Balance December 31, 2023	<u>\$ 10,000.00</u>

**TOWNSHIP OF LITTLE EGG HARBOR  
STATEMENT OF ASSESSMENTS RECEIVABLE  
FOR THE YEAR ENDED DECEMBER 31, 2023**

ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	DATE OF CONFIRMATION	ANNUAL INSTALLMENTS	BALANCE DECEMBER 31, 2022	CONFIRMED	RECEIVED	BALANCE DECEMBER 31, 2023
2018-12	Osborn Island Maintenance Dredging	1/14/2022	10	\$ 932,964.05	\$ -	\$ 177,738.14	\$ 755,225.91
2019-07	Mystic Island Dredging - Radio Road East	1/14/2022	10	1,320,685.01	-	247,705.26	1,072,979.75
Total				\$ 2,253,649.06	\$ -	\$ 425,443.40	\$ 1,828,205.66

**TOWNSHIP OF LITTLE EGG HARBOR  
DEDICATED ASSESSMENT BUDGET  
FOR THE YEAR ENDED DECEMBER 31, 2023**

## REVENUES

	ANTICIPATED	RECOGNIZED	EXCESS
DEDICATED REVENUES:			
ASSESSMENT CASH	\$ 472,500.00	\$ 425,443.40	\$ (47,056.60)
TOTAL	\$ 472,500.00	\$ 425,443.40	\$ (47,056.60)

## APPROPRIATION OF ASSESSMENT DEBT

	BUDGETED	EXPENDED	RESERVE
BOND PRINCIPAL	\$ 375,000.00	\$ 375,000.00	\$ -
INTEREST ON NOTES	97,500.00	97,500.00	-
TOTAL	\$ 472,500.00	\$ 472,500.00	\$ -

**TOWNSHIP OF LITTLE EGG HARBOR  
ASSESSMENT TRUST FUND  
SCHEDULE OF ASSESSMENT SERIAL BONDS  
AT DECEMBER 31, 2023**

PURPOSE	DATE OF ISSUE	AMOUNT OF ORIGINAL ISSUE	MATURITIES OF BONDS OUTSTANDING				BALANCE		BALANCE DECEMBER 31, 2023
			DECEMBER 31, 2023		INTEREST RATE	DECEMBER 31, 2022	INCREASED	DECREASED	
			DATE	AMOUNT					
General Obligation Assessment Bonds	7/1/2021	\$ 3,750,000.00	7/15/24	\$ 375,000.00	4.000%	\$ 3,000,000.00	\$ -	\$ 375,000.00	\$ 2,625,000.00
			7/15/25	375,000.00	4.000%				
			7/15/26	375,000.00	4.000%				
			7/15/27	375,000.00	3.000%				
			7/15/28	375,000.00	3.000%				
			7/15/29	375,000.00	2.000%				
			7/15/30	375,000.00	2.000%				
<hr/>									
Totals				\$ 3,000,000.00	\$ -	\$ 375,000.00	\$ 2,625,000.00	<hr/>	



**GENERAL CAPITAL FUND**

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**TOWNSHIP OF LITTLE EGG HARBOR  
SCHEDULE OF CASH - TREASURER  
FOR THE YEAR ENDED DECEMBER 31, 2023**

Balance December 31, 2022		\$	383,242.98
Increased by Receipts:			
Capital Improvement Fund	\$	125,000.00	
Due from Current Fund		4,999,929.48	
Received from NJEIT		1,804,704.00	
Reserve for Debt Service - Premiums		197,580.03	
Deferred Charges to Future Taxation - Unfunded		793,000.00	
Bonds Issued		11,855,000.00	
Principal Paid From Current Fund		197,750.00	
BAN Issued		19,340,250.00	
			<u>39,313,213.51</u>
Subtotal			39,696,456.49
Decreased by Disbursements:			
Improvement Authorizations		6,292,961.35	
Due From Grant Fund		601,951.13	
Due From Open Space Fund		50,360.28	
Reserve for Debt Service - Premiums		64,928.48	
BAN Paid		32,461,000.00	
			<u>39,471,201.24</u>
Balance December 31, 2023		\$	<u><u>225,255.25</u></u>

**TOWNSHIP OF LITTLE EGG HARBOR  
GENERAL CAPITAL FUND  
ANALYSIS OF CASH  
AT DECEMBER 31, 2023**

	BALANCE (OVERDRAFT) DECEMBER 31, 2022	DISBURSEMENTS				TRANSFERS		BALANCE (OVERDRAFT) DECEMBER 31, 2023
		RECEIPTS		IMPROVEMENT		FROM	TO	
		MISCELLANEOUS		AUTHORIZATIONS	MISCELLANEOUS			
Fund Balance	\$ 3,186.53	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,186.53
Due Grant Fund	-	705,000.00	-	-	103,048.87	-	-	(601,951.13)
Capital Improvement Fund	207,544.00	125,000.00	-	-	-	204,000.00	-	128,544.00
Reserve for Debt Service - BAN Premiums	64,928.48	197,580.03	-	-	64,928.48	-	-	197,580.03
Due Current Fund	(4,056,823.28)	6,064,928.48	-	-	1,064,999.00	-	-	943,106.20
Due Open Space Trust Fund	-	50,360.28	-	-	-	-	-	(50,360.28)
Due to Assessment Trust Fund	(137,509.28)	-	-	-	-	-	-	(137,509.28)
Due to County - CDBG	3,722.00	-	-	-	-	-	-	3,722.00
IMPROVEMENT AUTHORIZATIONS:								
ORDINANCE								
NUMBER								
13-14	Various Capital Improvements	(8,215.05)	-	-	-	-	-	(8,215.05)
14-10	Various Capital Improvements	449,725.13	-	65,128.41	-	-	-	384,596.72
16-05	Various Capital Improvements	440,893.68	-	317,949.64	-	-	-	122,944.04
17-08	Various Capital Improvements	184,108.25	-	21,939.00	-	-	-	162,169.25
Subtotal		(2,848,439.54)	7,142,868.79	405,017.05	1,232,976.35	204,000.00	-	1,147,813.03

**TOWNSHIP OF LITTLE EGG HARBOR  
GENERAL CAPITAL FUND  
ANALYSIS OF CASH  
AT DECEMBER 31, 2023**

ORDINANCE NUMBER	BALANCE (OVERDRAFT) DECEMBER 31, 2022	DISBURSEMENTS				TRANSFERS		BALANCE (OVERDRAFT) DECEMBER 31, 2023
		RECEIPTS MISCELLANEOUS	IMPROVEMENT AUTHORIZATIONS	MISCELLANEOUS		FROM	TO	
18-13	Various General Improvements	(50,021.01)	-	37,654.92	(200,000.00)	-	-	112,324.07
19-08	Additional Improvements Veterans Park	73,534.58	-	10,725.70	-	-	-	62,808.88
19-11	Preliminary Dredging Expenses	14,642.25	-	219.98	-	-	-	14,422.27
19-12	Improvements Little Treasures Park	42,638.51	-	10,000.00	-	-	-	32,638.51
20-02	Paving and Improve Various Streets	15,268.68	-	127.90	-	-	-	15,140.78
20-03	Improvements Community Center	(31,039.54)	-	19,216.39	-	-	-	(50,255.93)
20-09	Beach Replenishment	2,710,534.86	-	2,710,534.86	-	-	-	-
20-10	Mystic Drainage Improvements Phase II	(1,670,886.01)	-	43,113.99	-	-	-	(1,714,000.00)
21-18	Mystic Drainage Improvements Phase II	-	-	130,703.89	-	-	-	(130,703.89)
20-14	Township-wide Drainage Projects	56,925.04	-	29,761.66	-	-	-	27,163.38
21-02	Acquisition of PW Equip	83,988.45	-	60,151.73	-	-	-	23,836.72
21-06	Improvements to Rec Fields	351,599.06	-	200,312.29	-	-	-	151,286.77
21-09	Mystic West Phase 1 Dredging (Local)	1,788,023.72	-	1,788,023.72	250,000.00	-	-	(250,000.00)
21-10	Atlantis Dredging (Local)	284,845.08	-	98,166.85	225,000.00	-	-	(38,321.77)
21-16	Acquisition of Property	35,217.44	-	-	-	-	-	35,217.44
22-07	Various Road Improvements	(473,588.59)	-	378,367.06	-	-	-	(851,955.65)
23-03	Equipment Acquisitions	-	-	-	-	-	50,000.00	50,000.00
23-17	Various Improvements to Recreation Complex	-	-	363,425.51	-	-	30,000.00	(333,425.51)
23-29	Various Road Improvements	-	-	-	-	-	100,000.00	100,000.00
23-31	Township-wide Drainage Projects	-	-	7,437.85	-	-	24,000.00	16,562.15
23-33	Mystic Island Ph III Dredging (Local)	-	1,804,704.00	-	-	-	-	1,804,704.00
Subtotal		3,231,682.52	1,804,704.00	5,887,944.30	275,000.00	-	204,000.00	(922,557.78)
Total Analysis of Cash		\$ 383,242.98	\$ 8,947,572.79	\$ 6,292,961.35	\$ 1,507,976.35	\$ 204,000.00	\$ 204,000.00	\$ 225,255.25

**TOWNSHIP OF LITTLE EGG HARBOR**  
**GENERAL CAPITAL FUND**  
**SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION - FUNDED**  
**FOR THE YEAR ENDED DECEMBER 31, 2023**

Balance December 31, 2022			\$ 9,888,904.25
Increased by:			
Bonds Issued	\$ 11,855,000.00		
NJEIT Loans Issued	<u>1,804,704.00</u>		
Subtotal			23,548,608.25
Decreased by:			
Budget Appropriation to Pay General Serial Bonds	1,775,000.00		
Green Trust Loan Bonds	29,292.24		
NJEIT - Fund Loan	<u>85,100.24</u>	<u>1,889,392.48</u>	
Balance December 31, 2023			<u><u>\$ 21,659,215.77</u></u>

**TOWNSHIP OF LITTLE EGG HARBOR**  
**GENERAL CAPITAL FUND**  
**SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION - UNFUNDED**  
**FOR THE YEAR ENDED DECEMBER 31, 2023**

ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	BALANCE DECEMBER 31, 2022	2023 AUTHORIZATIONS	BAN'S PAID	LOANS ISSUED	BONDS ISSUED	ANALYSIS OF BALANCE DECEMBER 31, 2023			
							BALANCE DECEMBER 31, 2023	UNEXPENDED IMPROVEMENT AUTHORIZATION	EXPENDED	BOND ANTICIPATION NOTES
13-14	Various Capital Improvements	\$ 8,215.05	\$ -	\$ -	\$ -	\$ -	8,215.05	\$ -	8,215.05	\$ -
14-10	Various Capital Improvements	1,774,844.00	-	96,325.00	-	1,321,019.00	357,500.00	357,500.00	-	-
18-13	Various General Improvements	1,901,556.00	-	101,425.00	-	1,726,981.00	73,150.00	73,150.00	-	-
19-11	Preliminary Dredging Expenses	361,000.00	-	-	-	-	361,000.00	-	-	361,000.00
20-02	Paving and Improve Various Streets	209,000.00	-	-	-	-	209,000.00	-	-	209,000.00
20-03	Improvements Community Center	61,750.00	-	-	-	-	61,750.00	11,494.07	50,255.93	-
20-09	Beach Replenishment	2,802,500.00	-	-	-	-	2,802,500.00	-	-	2,802,500.00
20-10	Mystic Drainage Improvements Phase II	1,714,000.00	-	-	-	-	1,714,000.00	-	1,714,000.00	-
21-18	Mystic Drainage Improvements Phase II	236,000.00	-	-	-	-	236,000.00	105,296.11	130,703.89	-
20-14	Township-wide Drainage Projects	432,250.00	-	-	-	-	432,250.00	-	-	-
21-02	Acquisition of PW Equip	712,500.00	-	-	-	-	712,500.00	-	-	-
21-06	Improvements to Rec Fields	1,900,000.00	-	-	-	-	1,900,000.00	-	-	-
21-09	Mystic West Phase I Dredging (Local)	8,550,000.00	-	-	-	-	250,000.00	186,678.23	250,000.00	-
21-10	Atlantis Dredging (Local)	1,525,000.00	-	-	-	-	225,000.00	573,044.35	38,321.77	-
22-07	Various Road Improvements	1,425,000.00	-	-	-	-	1,425,000.00	851,955.65	-	-
23-03	Equipment Acquisitions	-	950,000.00	-	-	-	950,000.00	-	-	-
23-17	Various Improvements to Recreation Complex	-	1,570,000.00	-	-	-	1,570,000.00	1,236,574.49	333,425.51	-
23-29	Various Road Improvements	-	1,900,000.00	-	-	-	1,900,000.00	1,900,000.00	-	-
23-30	Pedestrian Safety Improvements	-	900,000.00	-	-	-	900,000.00	900,000.00	-	-
23-31	Township-wide Drainage Projects	-	456,000.00	-	-	-	456,000.00	456,000.00	-	-
23-33	Mystic Island Ph III Dredging (Local)	-	3,800,000.00	-	1,804,704.00	-	1,995,296.00	1,995,296.00	-	-
Total		\$ 23,613,615.05	\$ 9,576,000.00	\$ 197,750.00	\$ 1,804,704.00	\$ 12,648,000.00	\$ 18,539,161.05	\$ 8,745,033.25	\$ 3,376,877.80	\$ 6,417,250.00

Bonds Issued	\$ 11,855,000.00
Cash Receipt	793,000.00
Total	<u>\$ 12,648,000.00</u>

Improvement Authorizations Unfunded	\$ 8,968,463.22
Less - Unexpended Proceeds of Bond Anticipation	
Notes Issued:	
Ordinance 2019-11	14,422.27
Ordinance 2020-02	15,140.78
Ordinance 2020-14	27,163.38
Ordinance 2021-02	15,416.77
Ordinance 2021-06	151,286.77
	<u>\$ 8,745,033.25</u>

**TOWNSHIP OF LITTLE EGG HARBOR  
GENERAL CAPITAL FUND  
SCHEDULE OF CAPITAL IMPROVEMENT FUND  
FOR THE YEAR ENDED DECEMBER 31, 2023**

Balance December 31, 2022	\$ 207,544.00
Increased By:	
Transfer from Current Fund Budget	<u>125,000.00</u>
Subtotal	332,544.00
Decreased By:	
Appropriated to Finance Improvement Authorizations	<u>204,000.00</u>
Balance December 31, 2023	<u><u>\$ 128,544.00</u></u>



**TOWNSHIP OF LITTLE EGG HARBOR  
GENERAL CAPITAL FUND  
STATEMENT OF IMPROVEMENT AUTHORIZATIONS  
FOR THE YEAR ENDED DECEMBER 31, 2023**

ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	DATE	ORDINANCE AMOUNT		BALANCE December 31, 2022		2023 AUTHORIZATIONS	RECLASSIFICATION PRIOR YEAR		CURRENT YEAR ENCUMBRANCES PAYABLE	BALANCE December 31, 2023			
			FUNDED	UNFUNDED	FUNDED	UNFUNDED		ENCUMBRANCES	EXPENDED		FUNDED	UNFUNDED		
14-10	Various Capital Improvements	7/10/14	\$	1,970,000.00	\$	807,225.13	\$	-	\$	65,128.41	\$	384,596.72	\$	357,500.00
16-05	Various Capital Improvements	9/08/16		3,495,000.00		440,893.68		-		317,949.64		122,944.04		-
17-08	Various Capital Improvements	7/13/17		1,705,000.00		184,108.25		-		21,939.00		155,108.25		-
18-13	Various General Improvements	10/11/18		2,077,000.00		-		171.00		37,654.92		112,324.07		73,150.00
19-08	Additional Improvements Veterans Park	4/11/19		240,000.00		73,534.58		-		10,725.70		62,808.88		-
19-11	Preliminary Dredging Expenses	7/11/19		380,000.00		-		-		219.98		-		14,422.27
19-12	Improvements Little Treasures Park	7/11/19		200,000.00		42,638.51		-		10,000.00		32,638.51		-
20-02	Paving and Improve Various Streets	5/14/20		220,000.00		-		-		127.90		-		15,140.78
20-03	Improvements Community Center	5/14/20		65,000.00		30,710.46		-		19,216.39		-		11,494.07
20-09	Beach Replenishment	9/10/20		2,950,000.00		-		996,448.92		2,710,534.86		-		-
20-10	Mystic Drainage Improvements Phase II	9/10/20		1,714,000.00		42,990.99		123.00		43,113.99		-		-
21-18	Mystic Drainage Improvements Phase II	8/9/21		236,000.00		236,000.00		-		130,703.89		-		105,296.11
20-14	Township-wide Drainage Projects	11/12/20		455,000.00		56,925.04		-		29,761.66		-		27,163.38
21-02	Acquisition of PW Equip	3/11/21		750,000.00		83,988.45		-		60,151.73		-		15,416.77
21-06	Improvements to Rec Fields	4/8/21		2,000,000.00		-		109,359.61		200,312.29		-		151,286.77
21-09	Mystic West Phase I Dredging (Local)	6/10/21		8,550,000.00		1,782,992.72		5,031.00		1,788,023.72		-		-
21-10	Atlantis Dredging (Local)	6/10/21		1,525,000.00		284,845.08		-		98,166.85		-		186,678.23
21-16	Acquisition of Property	9/9/21		120,000.00		35,217.44		-		-		35,217.44		-
22-07	Various Road Improvements	7/14/22		1,500,000.00		946,681.41		4,730.00		378,367.06		-		573,044.35
23-03	Equipment Acquisitions	3/9/23		1,000,000.00		-		-		-		50,000.00		950,000.00
23-17	Various Improvements to Recreation Complex	6/8/23		1,600,000.00		-		-		363,425.51		-		1,236,574.49
23-29	Various Road Improvements	9/14/23		2,000,000.00		-		-		-		100,000.00		1,900,000.00
23-30	Pedestrian Safety Improvements	9/14/23		900,000.00		-		-		-		-		900,000.00
23-31	Township-wide Drainage Projects	9/14/23		480,000.00		-		-		7,437.85		16,562.15		456,000.00
23-33	Mystic Island Ph III Dredging (Local)	11/9/23		3,800,000.00		-		-		-		1,804,704.00		1,995,296.00
Total			\$	776,392.46	\$	6,481,553.59	\$	9,780,000.00	\$	1,115,863.53	\$	6,292,961.35	\$	8,968,463.22

Deferred Charges to Future Taxation - Unfunded  
Capital Improvement Fund

\$ 9,576,000.00  
204,000.00  
\$ 9,780,000.00

**TOWNSHIP OF LITTLE EGG HARBOR  
GENERAL CAPITAL FUND  
STATEMENT OF BOND ANTICIPATION NOTES  
AT DECEMBER 31, 2023**

ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	DATE OF ORIGINAL ISSUE	AMOUNT		DATE OF ISSUE	DATE OF MATURITY	INTEREST RATE	BALANCE		INCREASED	DECREASED	BALANCE DECEMBER 31, 2023
			OF ORIGINAL ISSUE	OF ORIGINAL ISSUE				DECEMBER 31, 2022				
14-10	Various Capital Improvements	8/01/19	\$ 1,514,000		1/20/2023	9/15/2023	4.000%	\$ 1,417,344.00	\$ 1,321,019.00	\$ 2,738,363.00	\$ -	
18-13	Various Capital Improvements	8/01/19	1,200,000		1/20/2023	9/15/2023	4.000%	1,628,406.00	1,526,981.00	3,155,387.00	-	
19-11	Preliminary Dredging Expenses	7/12/22	361,000		1/20/2023	1/24/2024	4.000%	361,000.00	361,000.00	361,000.00	361,000.00	
20-2	Paving and Improvements to Various Streets	7/12/22	209,000		1/20/2023	1/24/2024	4.000%	209,000.00	209,000.00	209,000.00	209,000.00	
20-9	Beach Replenishment Project	7/12/22	2,802,500		1/20/2023	1/24/2024	4.000%	2,802,500.00	2,802,500.00	2,802,500.00	2,802,500.00	
20-14	Township Wide Drainage Projects	7/12/22	432,250		1/20/2023	1/24/2024	4.000%	432,250.00	432,250.00	432,250.00	432,250.00	
21-02	Acquisition of PW Equipment	7/12/22	712,500		1/20/2023	1/24/2024	4.000%	712,500.00	712,500.00	712,500.00	712,500.00	
21-09/21-20	Mechanical Maintenance Dredging	2/9/22	8,550,000		1/20/2023	9/15/2023	0.630%	8,550,000.00	8,550,000.00	17,100,000.00	-	
21-10	Mechanical Maintenance Dredging	2/9/22	1,525,000		1/20/2023	9/15/2023	0.630%	1,525,000.00	1,525,000.00	3,050,000.00	-	
21-6	Improvements to Rec Fields	7/12/22	1,900,000		1/20/2023	1/24/2024	4.000%	1,900,000.00	1,900,000.00	1,900,000.00	1,900,000.00	
Total								<u>\$ 19,538,000.00</u>	<u>\$ 19,340,250.00</u>	<u>\$ 32,461,000.00</u>	<u>\$ 6,417,250.00</u>	
Bond Anticipation Note Renewal									\$ 19,340,250.00	\$ 19,340,250.00		
Bonds Issued									-	12,923,000.00		
Paid Down by Current Fund									-	197,750.00		
									<u>\$ 19,340,250.00</u>	<u>\$ 32,461,000.00</u>		

**TOWNSHIP OF LITTLE EGG HARBOR**  
**GENERAL CAPITAL FUND**  
**SCHEDULE OF GENERAL SERIAL BONDS**  
**AT DECEMBER 31, 2023**

PURPOSE	DATE OF ISSUE	AMOUNT OF ORIGINAL ISSUE	MATURITIES OF BONDS OUTSTANDING				INTEREST RATE	BALANCE DECEMBER 31, 2022	INCREASED	DECREASED	BALANCE DECEMBER 31, 2023					
			DATE	DECEMBER 31, 2023												
				AMOUNT												
General Obligation Refunding Bonds	5/2/2012	\$ 5,260,000.00						\$ 510,000.00	\$ -	\$ 510,000.00	\$ -					
General Obligation Bonds	2/2/2017	4,500,000.00	2/01/24	\$ 550,000.00	3.000%											
			2/01/25	550,000.00	3.000%			2,750,000.00			2,200,000.00					
			2/01/26	550,000.00	3.000%					550,000.00						
			2/01/27	550,000.00	3.000%											
General Obligation Bonds	8/1/2019	6,280,000.00	8/15/24	820,000.00	4.000%											
			8/15/25	820,000.00	3.000%			4,815,000.00		715,000.00	4,100,000.00					
			8/15/26	820,000.00	3.000%											
			8/15/27	820,000.00	3.000%											
General Obligation Bonds	8/22/2023	2,835,000.00	9/1/24	220,000.00	4.000%				2,835,000.00		2,835,000.00					
			9/1/25	220,000.00	4.000%											
			9/1/26	220,000.00	4.000%											
			9/1/27	435,000.00	5.000%											
			9/1/28	435,000.00	5.000%											
General Obligation Assessment Bonds	8/22/2023	9,020,000.00	9/1/29	435,000.00	5.000%											
			9/1/30	435,000.00	5.000%											
			9/1/31	435,000.00	4.000%											
			9/1/24	905,000.00	4.000%				9,020,000.00		9,020,000.00					
			9/1/25	905,000.00	4.000%											
General Obligation Assessment Bonds	8/22/2023	9,020,000.00	9/1/26	905,000.00	4.000%											
			9/1/27	905,000.00	5.000%											
			9/1/28	900,000.00	5.000%											
			9/1/29	900,000.00	5.000%											
			9/1/30	900,000.00	5.000%											
			9/1/31	900,000.00	4.000%											
			9/1/32	900,000.00	4.000%											
			9/1/33	900,000.00	4.000%											
<b>Totals</b>																
								\$ 8,075,000.00	\$ 11,855,000.00	\$ 1,775,000.00	\$ 18,155,000.00					

**TOWNSHIP OF LITTLE EGG HARBOR  
GENERAL CAPITAL FUND  
SCHEDULE OF GREEN TRUST LOAN PAYABLE  
AT DECEMBER 31, 2023**

PURPOSE	DATE OF ISSUE	AMOUNT OF ORIGINAL ISSUE	MATURITIES OF BONDS OUTSTANDING		INTEREST RATE	BALANCE DECEMBER 31, 2022	DECREASED	BALANCE DECEMBER 31, 2023
			DATE	AMOUNT				
Municipal Complex	9/7/05	\$ 250,000.00	2024	\$ 15,164.00	2.00%	\$ 37,725.00	\$ 14,865.00	\$ 22,860.00
			2025	7,696.00				
Construction of Softball Field & Tot Lot	11/27/06	250,000.00	2024	14,718.07	2.00%	59,474.89	14,427.24	45,047.65
			2025	15,013.90				
			2026	15,315.68				
Total						\$ 97,199.89	\$ 29,292.24	\$ 67,907.65

**TOWNSHIP OF LITTLE EGG HARBOR  
GENERAL CAPITAL FUND  
SCHEDULE OF NJEIT LOAN  
AT DECEMBER 31, 2023**

PURPOSE	DATE OF ISSUE	AMOUNT OF ORIGINAL ISSUE	MATURITIES OF BONDS OUTSTANDING DECEMBER 31, 2023		INTEREST RATE	BALANCE DECEMBER 31, 2022	INCREASED	DECREASED	BALANCE DECEMBER 31, 2023
			DATE	AMOUNT					
NJ Infrastructure Bank Series 2021A-1 Ibank Loan Agreement	5/13/20	\$ 930,000.00	8/1/2024	\$ 35,000.00	5.000%	\$ 865,000.00	\$ -	\$ 35,000.00	\$ 830,000.00
			8/1/2025	40,000.00	5.000%				
			8/1/2026	40,000.00	5.000%				
			8/1/2027	45,000.00	5.000%				
			8/1/2028	45,000.00	5.000%				
			8/1/2029	50,000.00	5.000%				
			8/1/2030	50,000.00	5.000%				
			8/1/2031	55,000.00	4.000%				
			8/1/2032	55,000.00	2.125%				
			8/1/2033	55,000.00	2.250%				
			8/1/2034	55,000.00	2.375%				
			8/1/2035	60,000.00	2.375%				
			8/1/2036	60,000.00	2.500%				
			8/1/2037	60,000.00	2.500%				
			8/1/2038	65,000.00	2.625%				
			8/1/2039	60,000.00	2.625%				
NJ Infrastructure Bank Series 2021A-1 -02AB Fund Loan  (Assumes Principal Forgiveness of \$1,970,611)	5/13/20	985,305.00	2/1/2024	16,700.08	0.000%	851,704.36	-	50,100.24	801,604.12
			8/1/2024	33,400.16	0.000%				
			2/1/2025	16,700.08	0.000%				
			8/1/2025	33,400.16	0.000%				
			2/1/2026	16,700.08	0.000%				
			8/1/2026	33,400.16	0.000%				
			2/1/2027	16,700.08	0.000%				
			8/1/2027	33,400.16	0.000%				
			2/1/2028	16,700.08	0.000%				
			8/1/2028	33,400.16	0.000%				
			2/1/2029	16,700.08	0.000%				
			8/1/2029	33,400.16	0.000%				
			2/1/2030	16,700.08	0.000%				
			8/1/2030	33,400.16	0.000%				
			2/1/2031	16,700.08	0.000%				
			8/1/2031	33,400.16	0.000%				
			2/1/2032	16,700.08	0.000%				
			8/1/2032	33,400.16	0.000%				
			2/1/2033	16,700.08	0.000%				
			8/1/2033	33,400.16	0.000%				
			2/1/2034	16,700.08	0.000%				
			8/1/2034	33,400.16	0.000%				
			2/1/2035	16,700.08	0.000%				
			8/1/2035	33,400.16	0.000%				
			2/1/2036	16,700.08	0.000%				
			8/1/2036	33,400.16	0.000%				
			2/1/2037	16,700.08	0.000%				
			8/1/2037	33,400.16	0.000%				
			2/1/2038	16,700.08	0.000%				
			8/1/2038	33,400.16	0.000%				
			2/1/2039	16,700.08	0.000%				
			8/1/2039	33,400.44	0.000%				
NJ Infrastructure Bank Series 2023 A-W1 Ibank Loan Agreement	12/15/23	936,032.00	8/1/2025	30,000.00	5.000%	-	936,032.00	-	936,032.00
			8/1/2026	35,000.00	5.000%				
			8/1/2027	35,000.00	5.000%				
			8/1/2028	35,000.00	5.000%				
			8/1/2029	40,000.00	5.000%				
			8/1/2030	40,000.00	5.000%				
			8/1/2031	40,000.00	5.000%				
			8/1/2032	45,000.00	5.000%				
			8/1/2033	45,000.00	5.000%				
			8/1/2034	45,000.00	5.000%				
			8/1/2035	50,000.00	5.000%				
			8/1/2036	54,651.00	3.030%				
			8/1/2037	59,056.00	3.030%				
			8/1/2038	58,346.00	3.030%				
			8/1/2039	62,614.00	3.030%				
			8/1/2040	61,761.00	3.030%				
			8/1/2041	65,882.00	3.030%				
			8/1/2042	64,878.00	3.030%				
			8/1/2043	68,844.00	3.030%				

**TOWNSHIP OF LITTLE EGG HARBOR  
GENERAL CAPITAL FUND  
SCHEDULE OF NJEIT LOAN  
AT DECEMBER 31, 2023**

PURPOSE	DATE OF ISSUE	AMOUNT OF ORIGINAL ISSUE	MATURITIES OF BONDS OUTSTANDING DECEMBER 31, 2023		INTEREST RATE	BALANCE DECEMBER 31, 2022	INCREASED	DECREASED	BALANCE DECEMBER 31, 2023
			DATE	AMOUNT					
NJ Infrastructure Bank Series 2023 C-W1 Fund Loan	12/15/23	868,672.00	8/1/2024	29,446.51	0.000%	-	868,672.00	-	868,672.00
			2/1/2025	14,723.25	0.000%				
			8/1/2025	29,446.51	0.000%				
			2/1/2026	14,723.25	0.000%				
			8/1/2026	29,446.51	0.000%				
			2/1/2027	14,723.25	0.000%				
			8/1/2027	29,446.51	0.000%				
			2/1/2028	14,723.25	0.000%				
			8/1/2028	29,446.51	0.000%				
			2/1/2029	14,723.25	0.000%				
			8/1/2029	29,446.51	0.000%				
			2/1/2030	14,723.25	0.000%				
			8/1/2030	29,446.51	0.000%				
			2/1/2031	14,723.25	0.000%				
			8/1/2031	29,446.51	0.000%				
			2/1/2032	14,723.25	0.000%				
			8/1/2032	29,446.51	0.000%				
			2/1/2033	14,723.25	0.000%				
			8/1/2033	29,446.51	0.000%				
			2/1/2034	14,723.25	0.000%				
			8/1/2034	29,446.51	0.000%				
			2/1/2035	14,723.25	0.000%				
			8/1/2035	29,446.51	0.000%				
			2/1/2036	14,723.25	0.000%				
			8/1/2036	29,446.51	0.000%				
			2/1/2037	14,723.25	0.000%				
			8/1/2037	29,446.51	0.000%				
			2/1/2038	14,723.25	0.000%				
			8/1/2038	29,446.51	0.000%				
			2/1/2039	14,723.25	0.000%				
			8/1/2039	29,446.51	0.000%				
			2/1/2040	14,723.25	0.000%				
			8/1/2040	29,446.51	0.000%				
			2/1/2041	14,723.25	0.000%				
			8/1/2041	29,446.51	0.000%				
			2/1/2042	14,723.25	0.000%				
			8/1/2042	29,446.51	0.000%				
			2/1/2043	14,723.25	0.000%				
			8/1/2043	29,446.56	0.000%				
Total						\$ 1,716,704.36	\$ 1,804,704.00	\$ 85,100.24	\$ 3,436,308.12

**TOWNSHIP OF LITTLE EGG HARBOR  
GENERAL CAPITAL FUND  
SCHEDULE OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED  
AT DECEMBER 31, 2023**

ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	BALANCE DECEMBER 31, 2022	2023 AUTHORIZATIONS/ INCREASES	BANS NOT RENEWED	BONDS/NOTES/LOANS ISSUED	BALANCE DECEMBER 31, 2023
13-14	Various Capital Improvements	\$ 8,215.05	\$ -	-	\$ -	\$ 8,215.05
14-10	Various Capital Improvements	357,500.00	-	-	-	357,500.00
18-13	Various Capital Improvements	273,150.00	-	-	200,000.00	73,150.00
20-03	Improvements to Community Center	61,750.00	-	-	-	61,750.00
20-10	Mystic Drainage Improvements Phase II	1,714,000.00	-	-	-	1,714,000.00
20-14	Township-wide Drainage Projects	236,000.00	-	-	-	236,000.00
21-09	Mystic Island Ph I Dredging (Local)	-	-	250,000.00	-	250,000.00
21-10	Atlantis Dredging (Local)	-	-	225,000.00	-	225,000.00
22-07	Various Road Improvements	1,425,000.00	-	-	-	1,425,000.00
23-03	Equipment Acquisitions	-	950,000.00	-	-	950,000.00
23-17	Various Improvements to Recreation Complex	-	1,570,000.00	-	-	1,570,000.00
23-29	Various Road Improvements	-	1,900,000.00	-	-	1,900,000.00
23-30	Pedestrian Safety Improvements	-	900,000.00	-	-	900,000.00
23-31	Township-wide Drainage Projects	-	456,000.00	-	-	456,000.00
23-33	Mystic Island Ph III Dredging (Local)	-	3,800,000.00	-	1,804,704.00	1,995,296.00
Total		\$ 4,075,615.05	\$ 9,576,000.00	\$ 475,000.00	\$ 2,004,704.00	\$ 12,121,911.05

Authorized in the Current Year

\$	<u>9,576,000.00</u>
\$	<u><u>9,576,000.00</u></u>

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<b>PAYROLL FUND</b>
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**TOWNSHIP OF LITTLE EGG HARBOR  
PAYROLL FUND  
STATEMENT OF PAYROLL FUND CASH  
FOR THE YEAR ENDED DECEMBER 31, 2023**

Balance December 31, 2022		\$ 286,904.74
Increased by:		
Receipts		<u>14,314,536.90</u>
Subtotal		14,601,441.64
Decreased by:		
Disbursements:		
Net Pay	\$ 7,605,909.24	
Payment to Agencies	<u>6,712,660.18</u>	
		<u>14,318,569.42</u>
Balance December 31, 2023		<u><u>\$ 282,872.22</u></u>

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

Balance December 31, 2022		\$ 290,263.28
Increased by:		
Payroll Deductions		<u>6,618,075.75</u>
Subtotal		6,908,339.03
Decreased by:		
Disbursements		<u>6,712,660.18</u>
Balance December 31, 2023		<u><u>\$ 195,678.85</u></u>

**ANALYSIS OF BALANCE**

Federal Tax Liability	\$ 90,927.18
State Tax Liability	52,800.35
PERS	4,222.95
PFRS	47,557.27
DCRP	<u>171.10</u>
Balance December 31, 2023	<u><u>\$ 195,678.85</u></u>

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**TOWNSHIP OF LITTLE EGG HARBOR  
COUNTY OF OCEAN**

**PART II**

**SINGLE AUDIT SECTION  
FOR THE YEAR ENDED DECEMBER 31, 2023**

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

The Honorable Mayor and Members  
of the Township Committee  
Township of Little Egg Harbor  
Little Egg Harbor, New Jersey

**Report on Compliance for Each Major Federal Program**

***Opinion on Each Major Federal Program***

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

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

***Basis for Opinion on Each Major Federal Program***

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

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

***Responsibilities of Management for Compliance***

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

## ***Auditor's Responsibilities for the Audit of Compliance***

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

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

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

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

### **Other Matters**

The results of our auditing procedures disclosed instances of noncompliance which are required to be reported in accordance with the Uniform Guidance and which are described in the accompanying schedule of findings and questioned costs as Finding 2023-005. Our opinion on each major federal program is not modified with respect to these matters.

Government Auditing Standards requires the auditor to perform limited procedures on the Township of Little Egg Harbor's response to the noncompliance findings identified in our compliance audit described in the accompanying schedule of findings and questioned costs. The Township of Little Egg Harbor's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

### **Report on Internal Control over Compliance**

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



A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as Finding 2023-005, to be a significant deficiency.

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

Government Auditing Standards requires the auditor to perform limited procedures on the Township of Little Egg Harbor's response to the internal control over compliance findings identified in our compliance audit described in the accompanying schedule of findings and questioned costs. The Township of Little Egg Harbor's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

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

Respectfully Submitted,

**HOLMAN FRENIA ALLISON, P.C.**

Jerry W. Conaty  
Certified Public Accountant  
Registered Municipal Accountant  
RMA No. 581

Lakewood, New Jersey  
September 5, 2024

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**TOWNSHIP OF LITTLE EGGS HARBOR  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR YEAR ENDED DECEMBER 31, 2023**

<u>Federal Grantor/Pass-Through Grantor/Program Title</u>	<u>Federal Assistance Listing Number</u>	<u>Agency or Pass-Through Number</u>	<u>Program Award Amount</u>	<u>Program Expenditures</u>	<u>Passed Through to Subrecipients</u>	<u>Total Program Expenditures</u>
<b><u>U.S. Department of Housing and Urban Development</u></b>						
Passed-Through County of Ocean:						
Community Development Block Grant - 2021	14.218	Not Available	\$ 35,000.00	\$ 35,000.00	-	\$ 35,000.00
Total Department of Housing and Urban Development				35,000.00	-	35,000.00
<b><u>Department of Treasury</u></b>						
Coronavirus State and Local Fiscal Recovery Funds	21.027	Not Available	2,272,563.66	\$ 1,600,039.25	-	\$ 1,600,039.25
<b>Total Department of Treasury</b>				1,600,039.25	-	1,600,039.25
Total Expenditures of Federal Awards				\$ 1,635,039.25	\$ -	\$ 1,635,039.25

The Accompanying Notes to the Schedule of Expenditures of Federal Awards are an Integral Part of this Statement.

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**TOWNSHIP OF LITTLE EGG HARBOR**  
**NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2023**

**Note 1. Basis of Presentation**

The accompanying schedule of expenditures of federal awards present the activity of all federal awards of the Township of Little Egg Harbor. The Township is defined in Note 1 of the basic financial statements. The information in these schedules is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). All federal awards received directly from federal agencies, as well as federal awards passed through other government agencies is included on the schedule of expenditures of federal awards.

**Note 2. Summary of Significant Accounting Policies**

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

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

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

**Note 3. Relationship to Basic Financial Statements**

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

	<b>Federal</b>	<b>Total</b>
State & Federal Grant Fund	<u>\$ 1,635,039.25</u>	<u>\$ 1,635,039.25</u>
Total	<u><u>\$ 1,635,039.25</u></u>	<u><u>\$ 1,635,039.25</u></u>

**Note 4. Relationship to Federal and State Financial Reports**

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

**TOWNSHIP OF LITTLE EGG HARBOR  
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED DECEMBER 31, 2023**

**Note 5. Federal and State Loans Outstanding**

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

**Note 6. Contingencies**

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

**Note 7. Major Programs**

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

**TOWNSHIP OF LITTLE EGG HARBOR  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED DECEMBER 31, 2023**

**Section I - Summary of Auditor's Results**

**Financial Statements**

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

**Federal Awards**

Internal control over major programs:	
1) Material weakness(es) identified?	<u>      </u> yes <u>  X  </u> no
2) Significant deficiency(ies) identified?	<u>  X  </u> yes <u>      </u> none reported
Type of auditor's report issued on compliance for major programs	Unmodified
<hr/>	
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200 section .516(a) of Uniform Guidance?	<u>  X  </u> yes <u>      </u> no

Identification of major programs:

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

Dollar threshold used to determine Type A programs	\$ 750,000.00
<hr/>	
Auditee qualified as low-risk auditee?	<u>      </u> yes <u>  X  </u> no

**TOWNSHIP OF LITTLE EGG HARBOR  
SCHEDULE OF FINDINGS & QUESTIONED COSTS  
FOR THE YEAR ENDED DECEMBER 31, 2023**

**Section II – Financial Statement Findings**

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

**Finding 2023-001:**

Criteria or specific requirement:

The Township's internal control policies are required to promote operational efficiency and effectiveness, provide reliable financial information, safeguard assets and records, encourage adherence to prescribed policies and comply with laws and regulations.

Condition:

During our audit we noted that the Township is not maintaining a complete and accurate general ledger in accordance with the financial reporting provisions of the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

Context:

The Township did not record activity in its general ledger system causing subsidiary ledgers to be out-of-balance with the Township's financial statements. Numerous entries were required to bring the Township's general ledger into compliance at year end.

Effect or potential effect:

The Township does not have proper support for general ledger balances and transactions.

Cause:

Lack of oversight over the financial reporting process.

Recommendation:

That the Township implement internal controls to ensure that a complete and accurate general ledger is maintained and financial reports are reviewed regularly for accuracy.

View of responsible official:

The responsible official agrees with this finding and will address the matter as part of their corrective action plan.

**Finding 2023-002:**

Criteria or specific requirement:

As a function of effective internal controls, an accurate general ledger should be maintained and cash accounts should be reconciled on a timely basis.

Condition:

During our testing it was noted that bank reconciliations were not performed on a timely basis.



**TOWNSHIP OF LITTLE EGG HARBOR  
SCHEDULE OF FINDINGS & QUESTIONED COSTS  
FOR THE YEAR ENDED DECEMBER 31, 2023**

**Finding 2023-002 (continued):**

Context:

The Township did not complete bank reconciliations on a timely basis and did not record the corresponding activity within the general ledger system causing cash balances to disagree with the Township's financial statements. Numerous entries were required to bring the Township's general ledger into compliance at year end.

Effect or potential effect:

Misstatement of cash and potentially over-expending bank accounts.

Cause:

The Township did not properly record activity and failed to monitor cash balances.

Recommendation:

That bank reconciliations be completely accurately and timely.

View of responsible official:

The responsible official agrees with this finding and will address the matter as part of their corrective action plan.

**Finding No. 2023-003**

Criteria or specific requirement:

N.J.S.A. 40A:4-57 states that no officer, board, body or commission shall, during any fiscal year, expend any money, incur any liability, or enter into any contract which by its terms involves the expenditure of money for any purpose for which no appropriation is provided, or in excess of the amount appropriated for such service.

Condition:

The Township's Current Fund Appropriation Reserves reflects over expenditures totaling \$9,569.26.

Cause:

Management oversight.

Effect or potential effect:

Non-compliance with N.J.S.A. 40:4-57.

Recommendation:

That the Township raise the deferred charges in the respective funds.

View of responsible official:

The responsible official agrees with this finding and will address the matter as part of their corrective action plan.

**TOWNSHIP OF LITTLE EGG HARBOR  
SCHEDULE OF FINDINGS & QUESTIONED COSTS  
FOR THE YEAR ENDED DECEMBER 31, 2023**

**Finding No. 2023-004**

Criteria or specific requirement:

In accordance with requirements promulgated by the State of New Jersey, Division of Local Government Services, interfunds should be paid and closed out by the end of the current year.

Condition:

Interfunds receivable and payable are reflected on the various balance sheets of the funds at December 31, 2023.

Cause:

The Township has not transferred the required funds to close out the interfunds by year end.

Effect or potential effect:

By not clearing interfunds within a timely manner, the Township could experience difficulties with cash flow as a result of cash being utilized from other sources to pay expenditures.

Recommendation:

That the Township transfer the required funds to close out the interfunds.

View of responsible official:

The responsible official agrees with this finding and will address the matter as part of their corrective action plan.

**TOWNSHIP OF LITTLE EGG HARBOR  
SCHEDULE OF FINDINGS & QUESTIONED COSTS  
FOR THE YEAR ENDED DECEMBER 31, 2023**

**Section III – Federal Awards & State Financial Assistance Findings & Questioned Costs**

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

**FEDERAL AWARDS**

**Finding No. 2023-005**

Criteria or specific requirement:

In accordance with requirements promulgated by the Uniform Guidance, Municipalities are required to submit an annual Project and Expenditure Report for American Rescue Plan funds by April 30, 2023.

Condition:

The annual Project and Expenditure Report was not submitted timely.

Cause:

The Township had submitted the annual Project and Expenditure Report on July 17, 2023.

Effect or potential effect:

By not submitting the annual Project and Expenditure Report timely, the Township is not in compliance with the Reporting requirements of the grant.

Recommendation:

That the Township implement controls to ensure reports are submitted on time in accordance with grant compliance requirements.

View of responsible official:

The responsible official agrees with this finding and will address the matter as part of their corrective action plan.

**STATE FINANCIAL ASSISTANCE**

N/A – No State Single Audit

**TOWNSHIP OF LITTLE EGG HARBOR  
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS  
AND QUESTIONED COSTS AS PREPARED BY MANAGEMENT  
FOR THE YEAR ENDED DECEMBER 31, 2023**

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

**FINANCIAL STATEMENT FINDINGS**

**Finding 2022-001:**

Condition:

During our audit we noted that the Township is not maintaining a complete and accurate general ledger in accordance with the financial reporting provisions of the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

Current Status:

The finding has not been corrected. See Finding 2023-001.

**Finding 2022-002:**

Condition:

During our testing it was noted that bank reconciliations were not performed on a timely basis.

Current Status:

The finding has not been corrected. See Finding 2023-002.

**Finding No. 2022-003:**

Condition:

The Township's Current Fund reflects over expenditures totaling \$5,722.49.

Current Status:

The finding has not been corrected. See Finding 2023-003.

**Finding No. 2022-004:**

Condition:

Interfunds receivable and payable are reflected on the various balance sheets of the funds at December 31, 2022.

Current Status:

The finding has not been corrected. See Finding 2023-004.

**TOWNSHIP OF LITTLE EGG HARBOR  
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS  
AND QUESTIONED COSTS AS PREPARED BY MANAGEMENT  
FOR THE YEAR ENDED DECEMBER 31, 2023**

**FEDERAL AWARDS**

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

**STATE FINANCIAL ASSISTANCE**

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

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**TOWNSHIP OF LITTLE EGG HARBOR**

**PART III**

**LETTER OF COMMENTS AND RECOMMENDATIONS – REGULATORY BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2023**

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Honorable Mayor and Members  
of the Township Committee  
Township of Little Egg Harbor  
Little Egg Harbor, New Jersey

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

#### **GENERAL COMMENTS:**

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

N.J.S.A.40A:11-4 states every contract or agreement, for the performance of any work or furnishing or hiring of any materials or supplies, the cost or the contract price whereof is to be paid with or out of public funds not included within the terms of Section 3 of this act, shall be made or awarded only by the Governing Body of the contracting unit after public advertising for bids and bidding therefore, except as is provided otherwise in this act or specifically by any other Law. No work, materials or supplies shall be undertaken, acquired or furnished for a sum exceeding in the aggregate the bid threshold, except by contract or agreement.

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

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

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

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

## Collection of Interest on Delinquent Taxes and Assessments

N.J.S.54:4-67, provides the method for authorizing interest and the maximum rates to be charged for the nonpayment of taxes or assessments on or before the date when they would become delinquent.

The governing body on January 1, 2023 adopted the following resolution authorizing interest to be charged on delinquent taxes:

*NOW THEREFORE, BE IT RESOLVED, that if said taxes are deemed to be delinquent for non-payment of taxes, the Tax Collector shall charge eight (8%) percent per annum on the first \$1,500.00 of the delinquency, and eighteen (18%) percent per annum on any amount in excess of \$1,500.00; and*

*BE IT FURTHER RESOLVED, by the Township Council of the Township of Little Egg Harbor, that the Tax Collector shall allow that no interest will be charged on payments received and made by the tenth calendar day following the date upon which the same became payable; and*

*BE IT FURTHER RESOLVED, by the Township Council of the Township of Little Egg Harbor, that the Tax Collector shall charge, in addition to the interest for delinquent taxes, as noted above, a penalty of six (6%) percent of the amount of the delinquency in taxes in excess of \$10,000.00 to a taxpayer who fails to pay the delinquency prior to the end of the calendar year.*

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

## OTHER COMMENTS (FINDINGS):

### Finding 2023-001

The Township is not maintaining a complete and accurate general ledger in accordance with the financial reporting provisions of the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

### Finding 2023-002

As a function of effective internal controls, an accurate general ledger should be maintained and cash accounts should be reconciled on a timely basis.

### Finding 2023-003

N.J.S.A. 40A:4-57 states that no officer, board, body or commission shall, during any fiscal year, expend any money, incur any liability, or enter into any contract which by its terms involves the expenditure of money for any purpose for which no appropriation is provided, or in excess of the amount appropriated for such service.

### Finding 2023-004

Interfunds receivable and payable are reflected on the various balance sheets of the funds at December 31, 2023.

**Finding 2023-005**

In accordance with requirements promulgated by the Uniform Guidance, Municipalities are required to submit an annual Project and Expenditure Report for American Rescue Plan funds by April 30, 2023.

**RECOMMENDATIONS:****Finding 2023-001**

That the Township implement internal controls to ensure that a complete and accurate general ledger is maintained and financial reports are reviewed regularly for accuracy.

**Finding 2023-002**

That bank reconciliations be completely accurately and timely.

**Finding 2023-003**

That the Township raise the deferred charges in the respective funds.

**Finding 2023-004**

That the Township transfer the required funds to close out the interfunds.

**Finding 2023-005**

That the Township implement controls to ensure reports are submitted on time in accordance with grant compliance requirements.

**TOWNSHIP OF LITTLE EGG HARBOR**  
**OFFICIALS IN OFFICE AND SURETY BONDS**

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

<u><b>Name</b></u>	<u><b>Title</b></u>
Blaise Scibetta	Mayor
Dan Maxwell	Deputy Mayor
Kenneth Laney, Jr.	Committeeman
Raymond Gormley	Committeeman
John Kehm, Jr.	Committeeman
Rodney Haines	Business Administrator / Chief Financial Officer
Kelly Lettera	Township Clerk
Dayna Wilson	Tax Collector/Tax Search Officer
Alina Bertram	Court Administrator
Daniel Sahin	Judge

## **Appreciation**

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

Respectfully submitted,

HOLMAN FRENIA ALLISON, P. C.

Jerry W. Conaty  
Certified Public Accountant  
Registered Municipal Accountant  
RMA No. 581

Lakewood, New Jersey  
September 5, 2024