



# TOWNSHIP OF NORTH BRUNSWICK

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.....  
COUNTY OF MIDDLESEX, NEW JERSEY

## REPORT OF AUDIT

YEARS ENDED JUNE 30, 2025 AND 2024



**TOWNSHIP OF NORTH BRUNSWICK  
MIDDLESEX COUNTY, NEW JERSEY**

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MIDDLESEX COUNTY, NEW JERSEY**

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MIDDLESEX COUNTY, NEW JERSEY**

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MIDDLESEX COUNTY, NEW JERSEY**

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**TOWNSHIP OF NORTH BRUNSWICK  
MIDDLESEX COUNTY, NEW JERSEY**

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**PART I**

**INDEPENDENT AUDITORS' REPORT  
FINANCIAL STATEMENTS  
YEARS ENDED JUNE 30, 2025 and 2024**



## Independent Auditors' Report

Honorable Mayor and Members  
of the Municipal Council  
Township of North Brunswick  
Middlesex County, New Jersey

### Report on the Audit of the Regulatory Basis Financial Statements

#### *Opinions on Regulatory Basis Financial Statements*

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

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

In our opinion, the accompanying regulatory basis financial statements present fairly, in all material respects, the regulatory basis balance sheets of the Township as of June 30, 2025 and 2024, and the regulatory basis statements of operations and changes in fund balance for the years then ended, the regulatory basis statements of changes in fund balance, the regulatory basis statements of revenues and the regulatory basis statements of expenditures for the year ended June 30, 2025 and the related notes to the financial statements, in accordance with the financial reporting provisions of the Department of Community Affairs, Division of Local Government Services, State of New Jersey ("Division") described in Note 3.

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

In our opinion, because of the significance of the matter discussed in the Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles section of our report, the financial statements do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the Township as of June 30, 2025 and 2024, or its revenues, expenditures and changes in fund balance thereof for the years then ended.

#### *Basis for Opinions*

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

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

As described in Note 3 of the financial statements, the financial statements are prepared by the Township on the basis of the financial reporting provisions of the Division, which is a basis of accounting other than accounting

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**Honorable Mayor and Members  
of the Municipal Council  
Township of North Brunswick**

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principles generally accepted in the United States of America, to meet the requirements of the Division. The effects on the financial statements of the variances between the regulatory basis of accounting described in Note 3 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material and pervasive.

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

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

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

***Auditors' Responsibilities for the Audit of the Financial Statements***

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

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

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

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.

**Honorable Mayor and Members  
of the Municipal Council  
Township of North Brunswick**

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***Report on Supplementary Information Required by the Division in Accordance with the Regulatory Basis of Accounting***

Our audits were conducted for the purpose of forming opinions on the financial statements that collectively comprise the Township's basic financial statements. The information included in Part II Supplementary Schedules Required by the Division, Part IV – Supplementary Data and Part V – General Comments, as listed in the table of contents, is presented for purposes of additional analysis as required by the Division and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Supplementary Information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

***Report on Supplementary Information as Required by the Uniform Guidance and NJ OMB Circular 15-08***

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

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

In accordance with *Government Auditing Standards*, we have also issued our report dated January 27, 2026 on our consideration of the Township's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is 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'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's internal control over financial reporting and compliance.

*PKF O'Connor Davies, LLP*

Cranford, New Jersey  
January 27, 2026

*Robert E. Provost*

Robert Provost, CPA  
Registered Municipal Accountant, No. 582

## **FINANCIAL STATEMENTS**

TOWNSHIP OF NORTH BRUNSWICK  
CURRENT FUND

COMPARATIVE BALANCE SHEET  
REGULATORY BASIS  
JUNE 30, 2025 AND 2024

<u>ASSETS</u>				<u>LIABILITIES</u>			
	<u>Ref.</u>	<u>2025</u>	<u>2024</u>		<u>Ref.</u>	<u>2025</u>	<u>2024</u>
<u>Current Fund:</u>				<u>Current Fund:</u>			
Cash.....	A-4	\$ 12,810,244.00	\$ 14,372,934.75	Accounts Payable.....	A-9	\$ 57,206.12	\$ 84,686.33
Change Fund.....	A-5	1,225.00	1,225.00	Encumbrances, Current Budget....	A-3, A-10	874,398.32	688,666.04
Due New Jersey - Sr Citizens & Veterans Deductions.....	A-6	110,149.48	111,873.45	Appropriation Reserves.....	A-3, A-10	776,660.39	312,551.19
Total.....		<u>12,921,618.48</u>	<u>14,486,033.20</u>	Prepaid Taxes.....	A-7	208,400.45	240,848.46
				Tax Overpayments.....	A-11	176,079.83	169,654.80
				Taxes Payable.....	A-12	5,827.29	20,370.79
				Filing Fees Due State of NJ.....	A-9	67,574.00	35,432.00
				Reserve, Tax Appeals.....	A-9	275,223.80	379,903.86
				Reserve, Rental Inspections.....	A-9	180.00	180.00
Receivable Offset by Reserves:				Total Cash Liabilities.....		<u>2,441,550.20</u>	<u>1,932,293.47</u>
Property Tax Receivables.....	A-7	969,892.08	1,142,742.31				
Arrears.....			3.43				
Tax Title Liens Receivables.....	A-7	220,959.70	188,881.11	Reserve for Accounts Receivable..	A	1,736,540.29	1,877,315.36
Property Acquired for Taxes.....	A-7	545,688.51	545,688.51	Fund Balance.....	A-1	<u>10,480,068.28</u>	<u>12,553,739.73</u>
Total.....	A	<u>1,736,540.29</u>	<u>1,877,315.36</u>	Total Current Fund.....		<u>\$ 14,658,158.77</u>	<u>\$ 16,363,348.56</u>
Total Current Fund.....		<u>\$ 14,658,158.77</u>	<u>\$ 16,363,348.56</u>				
<u>Grant Fund:</u>				<u>Grant Fund:</u>			
Cash.....	A-4	\$ 768,254.80	\$ 241,076.82	Unappropriated Grant Reserves....	A-15	\$ 190,621.13	\$ 111,662.98
Grant Accounts Receivable.....	A-16	3,163,324.14	3,820,987.53	Reserve for Encumbrances.....	A-17	2,960,731.87	1,777,420.44
Total Grant Fund.....		<u>\$ 3,931,578.94</u>	<u>\$ 4,062,064.35</u>	Appropriated Grant Reserves.....	A-17	<u>780,225.94</u>	<u>2,172,980.93</u>
				Total Grant Fund.....		<u>\$ 3,931,578.94</u>	<u>\$ 4,062,064.35</u>
Total.....		<u>\$ 18,589,737.71</u>	<u>\$ 20,425,412.91</u>	Total.....		<u>\$ 18,589,737.71</u>	<u>\$ 20,425,412.91</u>

See Accompanying Notes to Financial Statements

TOWNSHIP OF NORTH BRUNSWICK  
CURRENT FUND

COMPARATIVE STATEMENT OF OPERATIONS  
AND CHANGES IN FUND BALANCE  
REGULATORY BASIS  
YEARS ENDED JUNE 30, 2025 AND 2024

	<u>Ref.</u>	<u>2025</u>	<u>2024</u>
<u>Revenues and Other Realized Income</u>			
Surplus Anticipated.....	A-1, A-2	\$ 5,210,000.00	\$ 6,595,000.00
Miscellaneous Revenue Anticipated.....	A-2	18,197,390.40	16,518,295.24
Receipts from Current Taxes.....	A-7	163,791,126.13	160,669,777.30
Receipts from Delinquent Taxes.....	A-7	1,096,283.92	671,262.10
Miscellaneous Revenues Not Anticipated .....	A-8	694,738.54	469,103.25
Accounts Payable Canceled.....	A-9	34,265.81	
Unexpended Balance of Appropriation Reserves.....	A-10	269,159.07	299,399.38
Grants Cancelled, Net.....	A-14	3,241.56	
Prior Year Senior Citizens & Vet Adjustment.....			250.00
Total Revenues and Other Realized Income.....		<u>189,296,205.43</u>	<u>185,223,087.27</u>
<u>Expenditures and Other Charges</u>			
Budget Appropriations.....	A-3	65,182,836.12	61,860,774.60
Tax Collections:			
County Taxes.....	A-12	22,987,726.81	24,070,920.05
Local School District Taxes.....	A-12	98,042,626.50	96,424,791.00
Less Additional School Taxes Deferred.....	A-12	(870,000.00)	(950,000.00)
Municipal Open Space Trust Fund.....	A-12	768,659.96	770,412.50
Prepaid Taxes.....	A-7	13,426.50	
Clean Up Cost.....	A-7	34,600.99	151.56
Total Expenditures and Other Charges.....		<u>186,159,876.88</u>	<u>182,177,049.71</u>
Excess in Revenues and Other Realized Income Over Expenditures and Other Charges.....		3,136,328.55	3,046,037.56
Fund Balance, Beginning of Year.....	A	<u>12,553,739.73</u>	<u>16,102,702.17</u>
		15,690,068.28	19,148,739.73
Decreased By:			
Surplus Anticipated.....	A-1, A-2	<u>(5,210,000.00)</u>	<u>(6,595,000.00)</u>
Fund Balance, End of Year.....	A	<u>\$ 10,480,068.28</u>	<u>\$ 12,553,739.73</u>

See Accompanying Notes to Financial Statements

TOWNSHIP OF NORTH BRUNSWICK  
CURRENT FUND

STATEMENT OF REVENUES  
REGULATORY BASIS  
YEAR ENDED JUNE 30, 2025

	Ref.	Anticipated	N.J.S.A. 40A: 4-87	Realized	Excess (Deficit)
Surplus Anticipated.....	A-1	\$ 5,210,000.00		\$ 5,210,000.00	
<u>Miscellaneous Revenues:</u>					
Licenses - Alcoholic Beverages.....		55,500.00		58,060.00	\$ 2,560.00
Licenses - Other.....		195,200.00		217,091.65	21,891.65
Fees & Permits.....		376,040.00		373,956.78	(2,083.22)
Fines & Costs - Municipal Court.....		553,780.00		720,862.28	167,082.28
Interest & Costs on Taxes.....		260,300.00		334,647.42	74,347.42
Interest on Investments and Deposits.....		841,100.00		802,046.50	(39,053.50)
Fire Prevention Fines & Fees.....		192,600.00		129,897.05	(62,702.95)
Cable Television Franchise Fee.....		174,800.00		166,481.02	(8,318.98)
Hotel Tax.....		383,000.00		344,808.37	(38,191.63)
Payments In Lieu of Taxes (PILOT):					
Senior Citizens Housing Complex.....		362,800.00		388,411.12	25,611.12
Technology Center of NJ.....		1,328,996.02		1,326,905.65	(2,090.37)
Crescent Apartment Complex.....		70,000.00		86,580.00	16,580.00
Uniform Construction Code Fees.....		1,145,800.00		1,514,223.00	368,423.00
Shared Services Agreement - Bd. of Education.....		470,000.00		442,006.95	(27,993.05)
Uniform Fire Safety Act.....		148,100.00		103,848.37	(44,251.63)
Open Space Trust Fund.....		1,301,500.00		1,301,500.00	
General Capital Surplus.....		590,000.00		590,000.00	
Reserver to Pay Down Debt.....		850,000.00		850,000.00	
Library Contribution.....		104,000.00		112,815.13	8,815.13
Cannabis Taxes.....		11,000.00		30,534.51	19,534.51
State Aid:					
Energy Receipts Tax.....		4,540,474.00		4,540,473.92	(0.08)
Watershed Moratorium Aid.....		4,653.00		4,653.00	
Sub-total.....		13,959,643.02		14,439,802.72	480,159.70
<u>Public and Private Revenues</u>					
<u>Offset with Appropriations:</u>					
Public Safety:					
Alcohol Education and Enforcement Fund.....		5,271.10		5,271.10	
Safe and Secure.....			\$ 90,300.00	90,300.00	
Bullet Proof Vests.....			9,677.30	9,677.30	
Body Armor Grant - State.....			6,003.99	6,003.99	
Pedestrian Safety, Education & Enforcement.....		16,400.00		16,400.00	
Think Act Live Traffic Policing.....			33,000.00	33,000.00	
Pop-Up-Party Prevention & Response.....			49,105.53	49,105.53	
Transportation:					
NJDOT Seneca Rd.....			441,440.00	441,440.00	
Parks Recreation & Community Service:					
Municipal Alliance.....		19,664.00		19,664.00	
Senior Center Congregate Meals.....			10,000.00	10,000.00	
Senior Center Transportation Program.....			10,000.00	10,000.00	
Heritage Day (County/Federal).....			7,350.00	7,350.00	
Middlesex County Swim Lessons.....		16,000.00		16,000.00	
Public Works:					
Clean Communities.....		87,276.30		87,276.30	
DCA Local Recreation Improvement.....			86,000.00	86,000.00	

TOWNSHIP OF NORTH BRUNSWICK  
CURRENT FUND

STATEMENT OF REVENUES  
REGULATORY BASIS  
YEAR ENDED JUNE 30, 2025

	<u>Ref.</u>	<u>Anticipated</u>	<u>N.J.S.A. 40A: 4-87</u>	<u>Realized</u>	<u>Excess (Deficit)</u>
Other Grants:					
State- Municipal Community Resilience Hub and Pavilion..		\$ 2,750,000.00		\$ 2,750,000.00	
National Opioid Settlements.....		13,235.58	\$ 35,829.60	49,065.18	
Middlesex County DWI Checkpoint.....		11,760.00	25,900.00	37,660.00	
Middlesex Helping Hands.....			3,374.28	3,374.28	
Altice BPU Directives Podcast Studio.....			10,000.00	10,000.00	
BMS POWER Initiative.....		20,000.00		20,000.00	
Sub-total.....		2,939,606.98	817,980.70	3,757,587.68	
Current Fund Total Miscellaneous.....	A-1	16,899,250.00	817,980.70	18,197,390.40	\$ 480,159.70
Receipts From Delinquent Taxes.....	A-7	998,000.00		1,096,283.92	98,283.92
Local Purpose Tax.....	A-7	40,276,569.70		41,010,932.57	734,362.87
Library Tax.....	A-7	2,111,180.30		2,111,180.30	
Sub-total.....		42,387,750.00		43,122,112.87	734,362.87
Total General Revenues.....	A-3	\$ 65,495,000.00	\$ 817,980.70	\$ 67,625,787.19	\$ 1,312,806.49
			<u>Ref.</u>		
Federal & State Grants.....			A-16	\$ 3,757,587.68	
Cash.....			A-4	14,439,802.72	
Total Miscellaneous Revenues.....				\$ 18,197,390.40	

See Accompanying Notes to Financial Statements

MIDDLESEX COUNTY, NEW JERSEY

CURRENT FUND  
STATEMENT OF EXPENDITURES - REGULATORY BASIS  
YEAR ENDED JUNE 30, 2025

	Original Budget		Modified Budget		Expended		Encumbered		Balance Canceled	Balance Reserved	
	Salaries	Other	Salaries	Other	Salaries	Other	Salary	Other Expenses		Salaries	Other
General Government:											
Administration	\$ 322,000.00	\$ 21,700.00	\$ 335,000.00	\$ 21,700.00	\$ (332,058.06)	\$ (17,484.17)		\$ (2,107.93)		\$ 2,941.94	\$ 2,107.90
Purchasing											
Municipal Clerk	285,000.00	43,300.00	300,000.00	43,300.00	(298,788.14)	(36,094.18)		(37.72)		1,211.86	7,168.10
Financial Administration	327,800.00	8,700.00	310,800.00	11,200.00	(308,126.49)	(9,148.52)		(401.05)		2,673.51	1,650.43
Audit		60,000.00		60,000.00				(60,000.00)			
Information Technology	304,000.00	449,500.00	304,000.00	489,500.00	(301,673.73)	(438,853.72)		(15,098.18)		2,326.27	35,548.10
Tax Collection	40,000.00	6,300.00	37,000.00	11,300.00	(35,044.96)	(7,247.85)		(2,098.40)		1,955.04	1,953.75
Tax Assessment	183,000.00	119,000.00	176,000.00	84,000.00	(173,997.13)	(37,558.71)		(30,238.13)		2,002.87	16,203.16
Reserve for Tax Appeals		1,000.00		1,000.00		(1,000.00)					
Legal		520,000.00		485,000.00		(330,977.33)		(59,114.93)			94,907.74
Insurance:											
Other Insurance		1,670,000.00		1,670,000.00		(1,585,945.77)					84,054.23
Employee Group Insurance		6,390,458.00		6,310,458.00		(6,175,964.66)					134,493.34
Health Benefit Waiver		145,000.00		120,000.00		(119,661.00)					339.00
Community Development											
Engineering	27,000.00	90,500.00	28,000.00	90,500.00	(27,441.55)	(77,690.49)		(11,683.25)		558.45	1,126.26
Planning	378,000.00	22,700.00	376,000.00	22,700.00	(373,642.27)	(10,015.25)		(1,336.50)		2,357.73	11,348.25
Zoning	93,000.00	5,100.00	93,000.00	5,100.00	(90,492.39)	(2,351.26)				2,507.61	2,748.74
Affordable Housing											
Code Enforcement	144,000.00	3,400.00	140,000.00	3,400.00	(137,350.33)	(2,958.45)				2,649.67	441.55
Rent Control Board											
Fire Safety	185,000.00	8,100.00	185,000.00	8,100.00	(180,611.68)	(8,054.54)				4,388.32	45.46
Uniform Construction Code	527,500.00	50,500.00	532,500.00	50,500.00	(525,715.35)	(39,966.31)		(5,931.00)		6,784.65	4,602.69
Public Safety:											
Police	17,326,000.00	244,000.00	17,493,000.00	269,000.00	(17,466,257.91)	(234,333.20)		(28,608.34)		26,742.09	6,058.46
Emergency Management	103,000.00	13,100.00	95,000.00	7,100.00	(89,120.52)	(1,829.54)		(119.21)		5,879.48	5,151.25
Volunteer Fire Departments		300,000.00		300,000.00		(300,000.00)					
First Aid Organizations		195,000.00		195,000.00		(180,182.00)					14,818.00
Length of Service Award Program		50,000.00		50,000.00		(37,250.49)		(1,006.77)			11,742.74
Juvenile Aid		20,000.00		20,000.00		(3,912.69)		(14,538.57)			1,548.74
Municipal Court	590,000.00	40,400.00	512,000.00	20,400.00	(506,932.35)	(14,885.22)		(2,166.37)		5,067.65	3,348.41
Public Defender		15,000.00		15,000.00		(12,250.00)					2,750.00

MIDDLESEX COUNTY, NEW JERSEY

CURRENT FUND  
STATEMENT OF EXPENDITURES - REGULATORY BASIS  
YEAR ENDED JUNE 30, 2025

	Original Budget		Modified Budget		Expended		Encumbered		Balance Canceled	Balance Reserved	
	Salaries	Other	Salaries	Other	Salaries	Other	Salary	Other Expenses		Salaries	Other
General Government:											
Public Works:											
Streets and Roads	\$ 555,400.00	\$ 262,350.00	\$ 580,400.00	\$ 267,350.00	\$ (578,759.15)	\$ (232,893.17)		\$ (32,977.59)		\$ 1,640.85	\$ 1,479.24
Sanitation	720,000.00	643,200.00	744,000.00	607,200.00	(740,321.97)	(600,390.90)				3,678.03	6,809.10
Solid Waste Disposal Fees		1,022,000.00		1,012,000.00		(911,689.47)		(99,510.53)			800.00
Recycling		1,052,500.00		1,052,500.00		(957,730.67)		(85,317.82)			9,451.51
Buildings and Grounds	166,000.00	224,400.00	170,000.00	259,400.00	(168,150.49)	(236,244.98)		(22,159.04)		1,849.51	995.98
Motor Vehicle Maintenance	376,000.00	532,500.00	390,000.00	667,500.00	(388,018.38)	(618,392.72)		(42,922.70)		1,981.62	6,184.58
Muni Service Reimbursement											
Condominiums		68,000.00		68,000.00				(57,955.00)			10,045.00
Apartments											
NJDEP - Stormwater Permit	572,600.00	69,000.00	572,600.00	69,000.00	(571,074.52)	(21,977.25)		(7,022.75)		1,525.48	40,000.00
Parks Recreation & Community Services											
Board of Health		110,100.00		110,100.00				(108,933.86)			1,166.14
Committee Board Secretaries...											
Animal Control	1,000.00	95,000.00	1,000.00	95,000.00		(62,777.50)				1,000.00	32,222.50
Environmental Commission		1,100.00		1,100.00		(450.00)					650.00
Recreation & Community Services	400,000.00	139,300.00	402,500.00	149,300.00	(400,338.11)	(135,833.40)		(7,084.59)		2,161.89	6,382.01
Senior Services	175,000.00	74,200.00	185,000.00	74,200.00	(183,422.17)	(69,463.68)		(4,078.92)		1,577.83	657.40
Parks and Playgrounds	695,000.00	210,000.00	680,000.00	258,000.00	(673,226.28)	(214,536.06)		(37,968.81)		6,773.72	5,495.13
Education - Library		2,111,180.30		2,111,180.30		(2,111,180.30)					
Unclassified:											
Salary Adjustments		146,000.00									
Utilities / Facilities Costs		1,865,999.72		1,913,499.72		(1,817,572.00)		(72,031.82)			23,895.90
Contingency		100.00		100.00							100.00
Statutory Expenditures:											
Public Employees Retirement		1,330,000.00		1,320,000.00		(1,312,661.72)					7,338.28
Police & Fire Retirement		4,788,100.00		4,788,100.00		(4,788,012.00)					88.00
Defined Contribution (DCRP)		15,000.00		15,000.00		(7,462.52)					7,537.48
Social Security		1,800,000.00		1,703,500.00		(1,687,054.24)					16,445.76
Unemployment Compensation		60,000.00		60,000.00		(60,000.00)					
Interlocal Agreement- Special Law Enforcement Officers		470,000.00		470,000.00		(434,636.26)					35,363.74
Matching Funds for Grants		15,000.00		15,000.00		(6,393.80)					8,606.20
Sub-Total Operations	24,496,300.00	27,597,788.02	24,642,800.00	27,451,288.02	(24,550,563.93)	(26,081,901.85)		(703,515.92)		92,236.07	665,870.25

MIDDLESEX COUNTY, NEW JERSEY

CURRENT FUND  
STATEMENT OF EXPENDITURES - REGULATORY BASIS  
YEAR ENDED JUNE 30, 2025

	Original Budget		Modified Budget		Expended		Encumbered		Balance Canceled	Balance Reserved				
	Salaries	Other	Salaries	Other	Salaries	Other	Salary	Other Expenses		Salaries	Other			
General Government:														
<u>Public &amp; Private Programs</u>														
<u>    Offset by Revenues:</u>														
Public Safety:														
Alcohol Education and Enforcement Fund	\$	5,271.10	\$	5,271.10	\$	(5,271.10)								
Safe and Secure				90,300.00		(90,300.00)								
Bullet Proof Vests				9,677.30		(9,677.30)								
Body Armor Grant				6,003.99		(6,003.99)								
Pedestrian Safety Enforcement		16,400.00		16,400.00		(16,400.00)								
Pop-Up Party Prevention & Response				49,105.53		(49,105.53)								
Think Act Live Traffic Policing				33,000.00		(33,000.00)								
Parks Recreation & Community Service:														
Municipal Alliance		19,664.00		19,664.00		(19,664.00)								
Senior Center Congregate Meals				10,000.00		(10,000.00)								
Senior Center Transportation Program				10,000.00		(10,000.00)								
Heritage Day (County/Federal)				7,350.00		(7,350.00)								
Middlesex County Swim Lessons		16,000.00		16,000.00		(16,000.00)								
Public Works:														
Local Recreation Grant				86,000.00		(86,000.00)								
Clean Communities		87,276.30		87,276.30		(87,276.30)								
Community Development:														
NJDOT Seneca Rd				441,440.00		(441,440.00)								
Other Grants:														
Community Resilience Hub and Pavilion		2,750,000.00		2,750,000.00		(2,750,000.00)								
National Opioid Settlements		13,235.58		49,065.18		(49,065.18)								
Altice BPU Directives Podcast Studio				10,000.00		(10,000.00)								
BMS POWER Initiative		20,000.00		20,000.00		(20,000.00)								
Middlesex County Operation Helping Hands				3,374.28		(3,374.28)								
Middlesex County DWI Checkpoint		11,760.00		37,660.00		(37,660.00)								
Sub-Total Public and Private Programs		2,939,606.98		3,757,587.68		(3,757,587.68)								
Total Operations	\$	24,496,300.00	\$	24,642,800.00		(24,550,563.93)		-	\$	(703,515.92)	\$	92,236.07	\$	665,870.25

MIDDLESEX COUNTY, NEW JERSEY

CURRENT FUND  
STATEMENT OF EXPENDITURES - REGULATORY BASIS  
YEAR ENDED JUNE 30, 2025

	Original Budget		Modified Budget		Expended		Encumbered		Balance Canceled	Balance Reserved	
	Salaries	Other	Salaries	Other	Salaries	Other	Salary	Other Expenses		Salaries	Other
General Government:											
Capital Improvements:											
Capital Improvement Fund		\$ 300,000.00		\$ 300,000.00		\$ (110,563.53)		\$ (170,882.40)			\$ 18,554.07
Total Capital Improvements		300,000.00		300,000.00		(110,563.53)		(170,882.40)			18,554.07
Debt Service:											
Bond Principal		5,385,000.00		5,385,000.00		(5,385,000.00)					
Interest on Bonds		2,049,205.00		2,049,205.00		(2,049,150.01)			\$ (54.99)		
Note Principal		75,000.00		75,000.00		(75,000.00)					
Interest on Notes		1,522,100.00		1,522,100.00		(1,522,010.41)			(89.59)		
Total Debt Service		9,031,305.00		9,031,305.00		(9,031,160.42)			(144.58)		18,554.07
Total	\$ 24,496,300.00	39,868,700.00	\$ 24,642,800.00	40,540,180.70	\$ (24,550,563.93)	(38,981,213.48)	-	(874,398.32)	(144.58)	\$ 92,236.07	684,424.32
Reserve for Uncollected Taxes		1,130,000.00		1,130,000.00		(1,130,000.00)					
Total Current Fund Budget	\$ 24,496,300.00	\$ 40,998,700.00	\$ 24,642,800.00	\$ 41,670,180.70	\$ (24,550,563.93)	\$ (40,111,213.48)	\$ -	\$ (874,398.32)	\$ (144.58)	\$ 92,236.07	\$ 684,424.32
Adopted Budget:											
Salaries	\$ 24,496,300.00				\$ (24,550,563.93)						\$ 92,236.07
Other Expenses	40,998,700.00				(40,111,213.48)			\$ (874,398.32)			684,424.32
Total Adopted Budget	65,495,000.00				\$ (64,661,777.41)			\$ (874,398.32)			\$ 776,660.39
Budget Amendments-NJSA 40A:4-87	817,980.70							A			A
Total Modified Budget	\$ 66,312,980.70										
			Cash Disbursed.....	A-4	\$ (59,766,795.93)						
			Reserve for Uncollected Taxes.....	A-7	(1,130,000.00)						
			Reserve for Tax Appeals.....	A-9	(1,000.00)						
			State & Federal Grants.....	A-14 , A-17	(3,763,981.48)						
			Total Paid or Charged.....		\$ (64,661,777.41)						

TOWNSHIP OF NORTH BRUNSWICK  
TRUST FUND

COMPARATIVE BALANCE SHEETS  
REGULATORY BASIS  
JUNE 30, 2025 AND 2024

	<u>Ref.</u>	<u>2025</u>	<u>2024</u>
<b><u>ASSETS</u></b>			
Cash.....	B-2	\$ 7,474,687.93	\$ 8,323,876.31
Trust Assessment - Assessments Receivable.....	B-1	71,055.00	71,055.00
Trust Other - Accounts Receivable			
Middlesex County:			
CDBG - 2022.....			16,714.00
CDBG - 2023.....			78,714.00
CDBG - 2024.....	B-2	1,650.00	79,714.00
CDBG - 2025.....	B-2	<u>78,714.00</u>	<u>79,714.00</u>
Total.....		<u>\$ 7,626,106.93</u>	<u>\$ 8,570,073.31</u>
<b><u>LIABILITIES</u></b>			
Trust Assessment - Reserve for Receivables.....	B-1	\$ 71,055.00	\$ 71,055.00
Parks and Recreation:			
Due NJ - Animal License Fees.....	B-2	46.60	49.60
Animal Control Reserves.....	B-2	14,032.73	15,337.20
Recreation Programs.....	B-2	1,310,262.82	1,186,599.29
Open Space.....	B-2	15,946.53	101,583.45
Finance:			
NJ Unemployment.....	B-2	127,288.03	177,606.82
Terminal Leave.....	B-2	23,316.82	51,117.39
Tax Sale, Premium on TTL.....	B-2	485,300.00	762,300.00
Payroll Liabilities Payable.....	B-2 , B-3	213,708.16	223,141.44

TOWNSHIP OF NORTH BRUNSWICK  
TRUST FUND

COMPARATIVE BALANCE SHEETS  
REGULATORY BASIS  
JUNE 30, 2025 AND 2024

	<u>Ref.</u>	<u>2025</u>	<u>2024</u>
<u>LIABILITIES (cont...)</u>			
Public Safety			
Forfeited Funds.....	B-2	\$ 128,704.59	\$ 124,720.60
Outside Employment.....	B-2	3,339.50	3,089.50
Uniform Fire Code.....	B-2	106,023.99	69,652.57
Municipal Court:			
Public Defender.....	B-2	23,245.09	19,870.09
POAA Fines.....	B-2	1,886.57	1,168.57
Public Works - Snow Removal.....	B-2	2,710,487.53	3,368,672.63
Donations, Gifts, & Bequests.....	B-2	5,050.10	1,325.10
Community Development Block Grant:			
CDBG - 2020.....	B-2	1,746.90	1,746.90
CDBG - 2023.....			45,000.00
CDBG - 2024.....			28,754.00
CDBG - 2025.....	B-2	78,714.00	
Community Development Department			
Growth Share Reserve.....	B-2	1,247,976.59	1,245,547.36
Third Party UCC Inspections.....	B-2	9.00	9.00
Developers' Escrow.....	B-2	1,057,966.38	1,071,726.80
Total.....		<u>\$ 7,626,106.93</u>	<u>\$ 8,570,073.31</u>

See Accompanying Notes to Financial Statements

TOWNSHIP OF NORTH BRUNSWICK  
GENERAL CAPITAL FUND

COMPARATIVE BALANCE SHEETS  
REGULATORY BASIS  
JUNE 30, 2025 AND 2024

	<u>Ref.</u>	<u>2025</u>	<u>2024</u>
<u>ASSETS</u>			
Cash.....	C-2	\$ 10,682,764.90	\$ 4,870,574.74
Deferred Charges to Future Taxation:			
Funded.....	C-4	61,203,250.00	66,588,250.00
Unfunded.....	C-5	<u>48,065,750.00</u>	<u>40,540,750.00</u>
Total.....		<u>\$ 119,951,764.90</u>	<u>\$ 111,999,574.74</u>
<u>LIABILITIES, RESERVES, &amp; FUND BALANCE</u>			
Outstanding Debt:			
Bond Anticipation Notes Payable.....	C-8	\$ 31,825,000.00	\$ 31,000,000.00
Serial Bonds Payable.....	C-7	61,203,250.00	66,588,250.00
Improvement Authorizations:			
Funded.....	C-6	522.68	149,812.70
Unfunded.....	C-6	2,739,368.03	3,835,361.43
Reserve for Encumbrances.....	C-6	9,301,854.70	8,163,071.99
Reserve to Retire Debt.....	C-10	14,630,510.64	1,575,962.52
Capital Improvement Fund.....	C-9	200,342.00	500,342.00
Fund Balance.....	C-1	<u>50,916.85</u>	<u>186,774.10</u>
Total.....		<u>\$ 119,951,764.90</u>	<u>\$ 111,999,574.74</u>
Bonds and Notes Authorized but Not Issued.....	C-11	<u>\$ 16,240,750.00</u>	<u>\$ 9,540,750.00</u>

See Accompanying Notes to Financial Statements

TOWNSHIP OF NORTH BRUNSWICK  
GENERAL CAPITAL FUND

STATEMENT OF FUND BALANCE  
REGULATORY BASIS  
YEAR ENDED JUNE 30, 2025

	<u>Ref.</u>	
Balance June 30, 2024.....	C	\$ 186,774.10
Increased by:		
Premium on Sale of Notes.....	C-2	454,142.75
		<u>640,916.85</u>
Decreased by:		
Surplus - Anticipated in Current Fund.....	C-2	<u>(590,000.00)</u>
Balance June 30, 2025.....	C	<u>\$ 50,916.85</u>

See Accompanying Notes to Financial Statements

TOWNSHIP OF NORTH BRUNSWICK  
WATER UTILITY FUND

COMPARATIVE BALANCE SHEETS  
REGULATORY BASIS  
JUNE 30, 2025 AND 2024

<u>ASSETS</u>	<u>Ref.</u>	<u>2025</u>	<u>2024</u>	<u>LIABILITIES</u>	<u>Ref.</u>	<u>2025</u>	<u>2024</u>
<u>Water Operating</u>				<u>Water Operating</u>			
Cash.....	D-6	\$ 2,905,809.55	\$ 5,667,581.44	Reserve for Encumbrances.....	D-5,D-10	\$ 717,908.68	\$ 1,313,343.82
Due from Water Capital.....	D-23	<u>2,900,000.00</u>		Appropriation Reserves.....	D-5,D-10	27,634.75	22,975.51
				Accounts Payable.....	D-10	532,428.35	476,037.95
				Water Overpayments	D-12	171,134.69	182,796.07
		<u>5,805,809.55</u>	<u>5,667,581.44</u>	Accrued Interest Payable.....	D-13	<u>522,777.89</u>	<u>553,399.00</u>
				Total Liabilities.....		1,971,884.36	2,548,552.35
Receivables With Offsetting Reserves							
Water Rents Receivable.....	D-11	<u>982,207.07</u>	<u>590,636.12</u>	Reserve for Receivables.....	Reserve	982,207.07	590,636.12
		<u>982,207.07</u>	<u>590,636.12</u>	Fund Balance.....	D-1	<u>3,833,925.19</u>	<u>3,119,029.09</u>
Total Water Operating Fund.....		<u>\$ 6,788,016.62</u>	<u>\$ 6,258,217.56</u>	Total Water Operating Fund.....		<u>\$ 6,788,016.62</u>	<u>\$ 6,258,217.56</u>
<u>Water Assessment</u>				<u>Water Assessment</u>			
Cash.....	D-6	\$ 391,243.16	\$ 398,930.37	Reserve for:			
Assessment Receivable:				Accounts Receivable.....	D-21	\$ 412.00	\$ 412.00
Accounts Receivable.....	D-20	703,310.15	865,004.19	Liens Interest & Costs.....	D-21	288.00	288.00
Liens Interest & Costs.....	D-20	<u>288.00</u>	<u>288.00</u>	Serial Bonds Payable.....	D-22	945,000.00	1,060,000.00
				Fund Balance.....	D-3	<u>149,141.31</u>	<u>203,522.56</u>
Total Water Assessment Fund.....		<u>\$ 1,094,841.31</u>	<u>\$ 1,264,222.56</u>	Total Water Assessment Fund.....		<u>\$ 1,094,841.31</u>	<u>\$ 1,264,222.56</u>

TOWNSHIP OF NORTH BRUNSWICK  
WATER UTILITY FUND

COMPARATIVE BALANCE SHEETS  
REGULATORY BASIS  
JUNE 30, 2025 AND 2024

<u>ASSETS</u>				<u>LIABILITIES</u>			
	<u>Ref.</u>	<u>2025</u>	<u>2024</u>		<u>Ref.</u>	<u>2025</u>	<u>2024</u>
<u>Water Capital</u>				<u>Water Capital</u>			
Cash.....	D-6,D-7	\$ 29,257.24	\$ 2,081,886.81	Due to Water Operating .....	D-23	\$ 2,900,000.00	
				Serial Bonds Payable.....	D-15	10,719,032.00	\$ 11,500,461.00
				Bond Anticipation Notes.....	D-16	5,870,000.00	6,000,000.00
				NJEIT Loan Obligation.....	D-17	3,434,277.49	4,516,986.92
				Improvement Authorizations:			
Fixed Capital				Unfunded.....	D-14	827,540.44	2,283,666.85
Completed.....	D-8	74,191,786.45	69,230,391.98	Reserve for Encumbrances.....	D-14	4,158,860.70	6,664,128.76
Authorized Not Completed.....	D-9	4,986,401.14	8,947,795.61	Reserve for Amortization.....	D-18	51,154,878.10	49,160,739.67
				Capital Improvement Fund.....	D-19	89,067.59	89,067.59
				Fund Balance.....	D-2	53,788.51	45,023.61
Total Water Capital Fund.....		<u>\$ 79,207,444.83</u>	<u>\$ 80,260,074.40</u>	Total Water Capital Fund.....		<u>\$ 79,207,444.83</u>	<u>\$ 80,260,074.40</u>
Total.....		<u>\$ 87,090,302.76</u>	<u>\$ 87,782,514.52</u>	Total.....		<u>\$ 87,090,302.76</u>	<u>\$ 87,782,514.52</u>
Bonds and Notes Authorized but Not Issued					D-24	<u>\$ 8,000,000.00</u>	<u>\$ 7,000,000.00</u>

See Accompanying Notes to Financial Statements

TOWNSHIP OF NORTH BRUNSWICK  
WATER UTILITY OPERATING FUND

COMPARATIVE STATEMENTS OF OPERATIONS AND CHANGES IN FUND BALANCE  
REGULATORY BASIS  
YEARS ENDED JUNE 30, 2025 AND 2024

	<u>Ref.</u>	<u>2025</u>	<u>2024</u>
<u>Revenues and Other Realized Income</u>			
Surplus Anticipated.....	D-4	\$ 100,000.00	\$ 100,000.00
Water Rents.....	D-4, D-12	8,232,311.87	7,759,739.96
Connection Fees.....	D-4	269,425.00	112,750.00
Miscellaneous Revenues.....	D-4	700,988.33	602,836.34
Water Utility Capital Surplus.....	D-2, D-4	75,000.00	50,000.00
Water Utility Assessment Trust Fund Interest.....	D-4	54,384.06	60,418.75
Unexpended Balance of Appropriation Reserves.....	D-10	67,423.08	194,610.85
Prior Years' Accounts Payable Canceled.....	D-10	15,272.70	
Total Revenues and Other Realized Income.....		<u>9,514,805.04</u>	<u>8,880,355.90</u>
<u>Expenditures</u>			
Budget Appropriations.....	D-5	<u>(8,699,908.94)</u>	<u>(8,199,897.71)</u>
Total Expenditures.....		<u>(8,699,908.94)</u>	<u>(8,199,897.71)</u>
Excess in Revenues and Other Realized Income over Expenditures.....		814,896.10	680,458.19
Fund Balance, Beginning of Year.....	D	<u>3,119,029.09</u>	<u>2,538,570.90</u>
		3,933,925.19	3,219,029.09
Decreased By:			
Surplus Anticipated.....	D-4	<u>(100,000.00)</u>	<u>(100,000.00)</u>
Fund Balance, End of Year.....	D	<u>\$ 3,833,925.19</u>	<u>\$ 3,119,029.09</u>

See Accompanying Notes to Financial Statements

TOWNSHIP OF NORTH BRUNSWICK  
WATER UTILITY CAPITAL FUND

STATEMENT OF FUND BALANCE  
REGULATORY BASIS  
YEAR ENDED JUNE 30, 2025

	<u>Ref.</u>	
Balance June 30, 2024.....	D	\$ 45,023.61
Increased by:		
Premium on Sale of Notes .....	D-6	<u>83,764.90</u>
		128,788.51
Decreased by:		
Surplus Utilized.....	D-1,D-4,D-6	<u>(75,000.00)</u>
Balance June 30, 2025.....	D	<u><u>\$ 53,788.51</u></u>

See Accompanying Notes to Financial Statements

TOWNSHIP OF NORTH BRUNSWICK  
 WATER UTILITY ASSESSMENT FUND

STATEMENT OF FUND BALANCE  
 REGULATORY BASIS  
 YEAR ENDED JUNE 30, 2025

	<u>Ref.</u>	
Balance June 30, 2024.....	D	\$ 203,522.56
Decrease by:		
Payment to Water Operating Fund as Anticipated Revenue.....	D-6	<u>54,381.25</u>
Balance June 30, 2025.....	D	<u>\$ 149,141.31</u>

See Accompanying Notes to Financial Statements

TOWNSHIP OF NORTH BRUNSWICK  
WATER UTILITY OPERATING FUND

STATEMENT OF REVENUES  
REGULATORY BASIS  
YEAR ENDED JUNE 30, 2025

	<u>Ref.</u>	<u>Anticipated</u>	<u>Realized</u>	<u>Excess (Deficit)</u>
Water Operating Surplus Anticipated.....	D-1 , Below	\$ 100,000.00	\$ 100,000.00	
Water Rents.....	D-1, D-6	7,758,000.00	8,232,311.87	\$ 474,311.87
Connection Fees.....	D-1, D-6	112,100.00	269,425.00	157,325.00
Dedicated Water Utility Assessment Interest.....	D-1, D-6	52,120.00	54,384.06	2,264.06
Miscellaneous:				
Meter Fees.....	D-1, D-6	544,300.00	632,391.30	88,091.30
Interest on Delinquent Accounts.....	D-1, D-6	51,880.00	55,038.13	3,158.13
Other.....	D-1, D-6	6,600.00	13,558.90	6,958.90
Water Utility Capital Surplus.....	D-1, D-6	<u>75,000.00</u>	<u>75,000.00</u>	
Water Utility Operating Fund Total.....		<u>\$ 8,700,000.00</u>	<u>\$ 9,432,109.26</u>	<u>\$ 732,109.26</u>
	<u>Ref.</u>	D-5	Below	
Surplus	Above		\$ 100,000.00	
Overpayments Applied	D-11		182,796.07	
Cash Receipts	D-6		<u>9,149,313.19</u>	
			<u>\$ 9,432,109.26</u>	
			Above	

See Accompanying Notes to Financial Statements

TOWNSHIP OF NORTH BRUNSWICK  
WATER UTILITY OPERATING FUND

STATEMENT OF EXPENDITURES  
REGULATORY BASIS  
YEAR ENDED JUNE 30, 2025

	Budget		Paid/Charged	Encumbrances	Reserved	Canceled
	Original	Modified				
Operating Salaries.....	\$ 275,000.00	\$ 275,000.00	\$ (272,413.43)		\$ 2,586.57	
Operating Expenses.....	5,606,485.00	5,606,485.00	(4,863,528.14)	\$ (717,908.68)	25,048.18	
Debt - Bond Principal.....	781,450.00	781,450.00	(781,429.00)			\$ (21.00)
Debt - Interest on Bonds.....	349,900.00	349,900.00	(349,851.63)			(48.37)
Debt - Note Principal.....	130,000.00	130,000.00	(130,000.00)			
Debt - Interest on Notes.....	292,685.00	292,685.00	(292,684.71)			(0.29)
Debt - NJEIT.....	1,212,360.00	1,212,360.00	(1,212,338.60)			(21.40)
Water Assessment - Bond Interest.....	52,120.00	52,120.00	(52,120.00)			
<b>Total Water Utility Operating.....</b>	<b>\$ 8,700,000.00</b>	<b>\$ 8,700,000.00</b>	<b>\$ (7,954,365.51)</b>	<b>\$ (717,908.68)</b>	<b>\$ 27,634.75</b>	<b>\$ (91.06)</b>
<u>Ref.</u>	D-4	Below		D	D	Below
Modified Budget	Above	\$ 8,700,000.00				
Cancelled	Above	(91.06)				
	D-1	<u>\$ 8,699,908.94</u>				
Cash Disbursed.....	D-6		\$ (7,159,182.81)			
Accrued Interest.....	D-13		(795,182.70)			
<b>Total Paid or Charged.....</b>			<b>\$ (7,954,365.51)</b>			

See Accompanying Notes to Financial Statements

TOWNSHIP OF NORTH BRUNSWICK  
SEWER UTILITY FUND

COMPARATIVE BALANCE SHEETS  
REGULATORY BASIS  
JUNE 30, 2025 AND 2024

<u>ASSETS</u>				<u>LIABILITIES</u>			
<u>Ref.</u>	<u>2025</u>	<u>2024</u>	<u>Ref.</u>	<u>2025</u>	<u>2024</u>		
<u>Sewer Utility Operating:</u>			<u>Sewer Utility Operating:</u>				
Cash.....	E-5 \$ 5,001,958.11	\$ 4,628,555.64	Encumbrances Payable.....	E-4,E-9 \$ 173,169.81	\$ 232,678.38		
Due from Sewer Capital Fund.....	E-19 300,000.00		Appropriation Reserves.....	E-4,E-9 350,763.84	133,343.58		
			Sewer Overpayments.....	E-11 1,460.81	2,522.49		
			Accounts Payable.....	E-9 10,800.00	31,090.00		
	<u>5,301,958.11</u>	<u>4,628,555.64</u>	Accrued Interest Payable.....	E-12 342,347.65	<u>331,866.11</u>		
Receivables with Offsetting Reserves:			Total Liabilities.....	878,542.11	731,500.56		
Sewer Rents Receivable.....	E-10 1,061,996.21	589,232.61	Reserve for Receivables	Reserve 1,061,996.21	589,232.61		
	<u>1,061,996.21</u>	<u>589,232.61</u>	Fund Balance.....	E-1 4,423,416.00	<u>3,897,055.08</u>		
Total Sewer Operating Fund.....	<u>\$ 6,363,954.32</u>	<u>\$ 5,217,788.25</u>	Total Sewer Operating Fund.....	<u>\$ 6,363,954.32</u>	<u>\$ 5,217,788.25</u>		

TOWNSHIP OF NORTH BRUNSWICK  
SEWER UTILITY FUND

COMPARATIVE BALANCE SHEETS  
REGULATORY BASIS  
JUNE 30, 2025 AND 2024

<u>ASSETS</u>	<u>Ref.</u>	<u>2025</u>	<u>2024</u>	<u>LIABILITIES</u>	<u>Ref.</u>	<u>2025</u>	<u>2024</u>
<u>Sewer Utility Capital:</u>				<u>Sewer Utility Capital:</u>			
Cash.....	E-5,E-6	\$ 112,396.09	\$ 77,197.84	Due to Sewer Operating Fund.....	E-19	\$ 300,000.00	
Fixed Capital:				Debt:			
Completed.....	E-7	40,322,940.29	39,873,151.73	NJ EIT Loan Payable.....	E-13	6,574,340.76	\$ 4,335,528.66
Authorized and Uncompleted.....	E-8	7,671,678.71	8,121,467.27	Serial Bonds.....	E-17	9,785,968.00	10,269,539.00
				New Jersey Environmental Infrastructure Bank Financing Note Payable.....			2,449,296.00
				Bond Anticipation Notes.....	E-18	3,000,000.00	3,000,000.00
				Improvement Authorizations:			
				Funded .....	E-14	2,658,468.00	74,496.09
				Unfunded .....	E-14	4,520,034.15	7,680,450.62
				Encumbrances.....	E-14	493,176.31	366,520.31
				Reserve for:			
				Amortization.....	E-16	20,413,751.24	19,510,524.34
				Deferred Amortization.....	E-16	252,294.00	252,294.00
				Capital Improvement Fund.....	E-15	28,900.00	28,900.00
				Fund Balance.....	E- 2	80,082.63	104,267.82
 Total Sewer Capital Fund.....		 \$ 48,107,015.09	 \$ 48,071,816.84	 Total Sewer Capital Fund.....		 \$ 48,107,015.09	 \$ 48,071,816.84
 Total Sewer Utility Funds.....		 \$ 54,470,969.41	 \$ 53,289,605.09	 Total Sewer Utility Funds.....		 \$ 54,470,969.41	 \$ 53,289,605.09
 Bonds and Notes Authorized but Not Issued					E-21	 \$ 7,968,265.00	 \$ 8,177,437.00

See Accompanying Notes to Financial Statements

TOWNSHIP OF NORTH BRUNSWICK  
SEWER UTILITY OPERATING FUND

COMPARATIVE STATEMENTS OF OPERATIONS AND CHANGES IN FUND BALANCE  
REGULATORY BASIS  
YEARS ENDED JUNE 30, 2025 AND 2024

	<u>Ref.</u>	<u>2025</u>	<u>2024</u>
<u>Revenues and Other Realized Income</u>			
Fund Balance Utilized.....	E-3	\$ 120,000.00	\$ 100,000.00
Sewer Rents.....	E-3, E-11	8,185,288.46	7,827,049.84
Connection Fees.....	E-3	15,075.00	8,375.00
Miscellaneous.....	E-3	55,827.90	45,505.33
Unexpended Balance of Appropriation Reserves.....	E-9	264,931.34	888,918.74
Sewer Capital Fund Balance Utilized.....	E-3	<u>100,000.00</u>	<u>50,000.00</u>
Total Revenues and Realized Income.....		8,741,122.70	8,919,848.91
<u>Expenditures</u>			
Budget Appropriations.....	E-4	<u>(8,094,761.78)</u>	<u>(7,795,479.40)</u>
Total Expenditures		<u>(8,094,761.78)</u>	<u>(7,795,479.40)</u>
Excess in Revenues and Other Realized Income over Expenditures..		646,360.92	1,124,369.51
Fund Balance, Beginning of Year.....	E	<u>3,897,055.08</u>	<u>2,872,685.57</u>
		4,543,416.00	3,997,055.08
Decreased by:			
Utilized as Anticipated Surplus.....	E-3	<u>(120,000.00)</u>	<u>(100,000.00)</u>
Fund Balance, End of Year.....	E	<u>\$ 4,423,416.00</u>	<u>\$ 3,897,055.08</u>

See Accompanying Notes to Financial Statements

TOWNSHIP OF NORTH BRUNSWICK  
SEWER UTILITY CAPITAL FUND

STATEMENT OF FUND BALANCE  
REGULATORY BASIS  
YEAR ENDED JUNE 30, 2025

	<u>Ref.</u>		
Balance June 30, 2024.....	E	\$	104,267.82
Increased by:			
Premium on Sale of Notes.....	E-5	\$	42,810.00
Premium on NJEIT Loan.....	E-5		<u>33,004.81</u>
			<u>75,814.81</u>
			180,082.63
Decreased by:			
Surplus Utilized.....	E-1 , E-5		<u>(100,000.00)</u>
Balance June 30, 2025.....	E	\$	<u><u>80,082.63</u></u>

See Accompanying Notes to Financial Statements

TOWNSHIP OF NORTH BRUNSWICK  
SEWER UTILITY OPERATING FUND

STATEMENT OF REVENUES  
REGULATORY BASIS  
YEAR ENDED JUNE 30, 2025

	<u>Ref.</u>	<u>Anticipated</u>	<u>Realized</u>	<u>Excess</u>
Operating Surplus Anticipated.....	E-1	\$ 120,000.00	\$ 120,000.00	
Sewer Rents.....	E-1 , E-10	7,827,000.00	8,185,288.46	\$ 358,288.46
Connection Fees.....	E-1	8,000.00	15,075.00	7,075.00
Sewer Capital Surplus.....	E-1	100,000.00	100,000.00	
Miscellaneous Revenue.....	E-1	45,000.00	55,827.90	10,827.90
Sewer Utility Operating Fund Total.....		<u>\$ 8,100,000.00</u>	<u>\$ 8,476,191.36</u>	<u>\$ 376,191.36</u>

	<u>Ref.</u>	<u>E-4</u>	<u>Below</u>
Cash Receipts	E-5		\$ 8,353,668.87
Surplus Anticipated	E-1		120,000.00
Overpayments Applied	E-10		2,522.49
			<u>\$ 8,476,191.36</u>
			Above

See Accompanying Notes to Financial Statements

TOWNSHIP OF NORTH BRUNSWICK  
SEWER UTILITY OPERATING FUND

STATEMENT OF EXPENDITURES  
REGULATORY BASIS  
YEAR ENDED JUNE 30, 2025

	Original Budget	Modified Budget	Paid or Charged	Encumbrances	Reserved	Canceled
Operating Salaries & Wages.....	\$ 970,000.00	\$ 970,000.00	\$ (955,958.65)		\$ 14,041.35	
Operating Other Expenses.....	5,615,200.00	5,615,200.00	(5,120,307.70)	\$ (173,169.81)	321,722.49	
Statutory Expenditures:						
PERS Retirement.....	35,000.00	35,000.00	(20,000.00)		15,000.00	
Social Security.....	55,000.00	55,000.00	(55,000.00)			
Debt Service:						
Debt - Bond Principal.....	483,600.00	483,600.00	(483,571.00)			\$ (29.00)
Debt - Bond Interest.....	327,800.00	327,800.00	(327,760.88)			(39.12)
Debt - Note Interest.....	149,600.00	149,600.00	(149,583.34)			(16.66)
Debt - NJ EIT .....	463,800.00	463,800.00	(458,646.56)			(5,153.44)
<b>Total Sewer Utility Operating.....</b>	<b><u>\$ 8,100,000.00</u></b>	<b><u>\$ 8,100,000.00</u></b>	<b><u>\$ (7,570,828.13)</u></b>	<b><u>\$ (173,169.81)</u></b>	<b><u>\$ 350,763.84</u></b>	<b><u>\$ (5,238.22)</u></b>

<u>Ref.</u>	E-3	E-3 , Below	Below	E	E	Below
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Modified Budget	Above	\$ 8,100,000.00
Cancelled	Above	<u>(5,238.22)</u>
	E-1	<u>\$ 8,094,761.78</u>

Cash Disbursed.....	E-5	\$ (7,035,266.00)
Accrued Interest.....	E-12	<u>(535,562.13)</u>
	E-1	<u>\$ (7,570,828.13)</u>
		Above

See Accompanying Notes to Financial Statements

TOWNSHIP OF NORTH BRUNSWICK  
GOVERNMENTAL FIXED ASSETS

COMPARATIVE BALANCE SHEETS  
REGULATORY BASIS  
JUNE 30, 2025 AND 2024

	<u>2025</u>	<u>2024</u>
<u>ASSETS</u>		
<u>Governmental Fixed Assets:</u>		
Land and Land Improvements.....	\$ 59,418,900.00	\$ 59,418,900.00
Building and Building Improvements.....	17,936,401.00	17,936,401.00
Equipment and Improvements.....	9,072,844.09	7,843,381.40
Vehicles.....	9,850,017.18	9,381,138.00
	<u>\$ 96,278,162.27</u>	<u>\$ 94,579,820.40</u>
 <u>RESERVE</u>		
Investment in Governmental Fixed Assets.....	<u>\$ 96,278,162.27</u>	<u>\$ 94,579,820.40</u>

See Accompanying Notes to Financial Statements

## TOWNSHIP OF NORTH BRUNSWICK

### NOTES TO FINANCIAL STATEMENTS JUNE 30, 2025 AND 2024

#### 1. FORM OF GOVERNMENT

The Township of North Brunswick is managed under a Mayor Council Administrator form of government. Under this plan, created by N.J.S.A. 40:69A-149 et seq., the Mayor and six Council members are elected at partisan elections for terms of four years and three years, respectively. The Township's major operations include public safety, road repair and maintenance, sanitation, fire protection, recreation and parks, health services, water and sewer, and general administrative services.

#### 2. REPORTING ENTITY

Except as noted below, the financial statements of the Township of North Brunswick include every board, body, officer or commission supported and maintained wholly or in part by funds appropriated by the Township of North Brunswick, as required by N.J.S.A. 40A: 5-5. Accordingly, the financial statements of the Township of North Brunswick do not include the operations of the municipal library, the board of education, first aid organizations, volunteer fire companies or senior housing.

#### 3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

##### **Measurement Focus, Basis of Accounting and Basis of Presentation**

The accounting policies of the Township conform to the accounting principles applicable to municipalities which have been prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey (the "Division"), which is another reporting framework other than accounting principles generally accepted in the United States of America ("GAAP"). Such principles and practices are designed primarily for determining compliance with legal provisions and budgetary restrictions and as a means of reporting on the stewardship of public officials with respect to public funds. Under this method of accounting, the Township accounts for its financial transactions through the separate funds, which differ from the fund structure in accordance with GAAP.

The Governmental Accounting Standards Board (GASB) is the accepted standards-setting body for establishing governmental accounting and financial reporting principles. GASB's Codification of Governmental Accounting and Financial Reporting Standards and subsequent GASB pronouncements are recognized as U.S. generally accepted accounting principles (GAAP) for state and local governments. GAAP provides for the issuance of entity-wide financial statements along with the presentation of separate fund financial statements that differ from the organization of funds prescribed under the regulatory basis of accounting utilized by the Township.

However, the municipalities in the State of New Jersey do not prepare financial statements in accordance with GAAP and thus do not comply with all of the GASB pronouncements. The financial statements contained herein include only those boards, bodies, officers or commissions as required by the provisions of N.J.S.A. 40A:5-5.

## TOWNSHIP OF NORTH BRUNSWICK

### NOTES TO FINANCIAL STATEMENTS JUNE 30, 2025 AND 2024

#### 3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

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

The Township has the following funds and account groups:

Current Fund – Encompasses resources and expenditures for basic governmental operations. Fiscal activity of Federal and State grant programs are reflected in a segregated section of the Current Fund.

Trust Fund – The records of receipts, disbursements and custodianship of funds in accordance with the purposes for which each account was created are maintained in Trust Funds. Pursuant to the provisions of N.J.S.A. 40A: 4-39, the financial transactions of the following funds and accounts are also reported within the Trust Fund:

- Animal Control Trust Fund
- Trust Assessment Fund
- Unemployment Compensation Insurance Fund
- Developer's Escrow Fund
- Community Development Block Grant Fund
- Open Space Trust Fund
- Other Trust Funds

General Capital Fund – The receipts and expenditure records for the acquisition of general infrastructure and other capital facilities, including Federal and State Grants in aid of construction, other than those acquired through the Current Fund, as well as related long-term debt accounts.

Utility Funds – Water and Sewer Utilities are treated as separate entities. Each maintains its own Operating and Capital Funds and the Water Utility Fund maintains a Water Assessment Fund. These funds reflect revenue, expenditures, stewardship, acquisitions of utility infrastructure and other capital facilities, debt service, long-term debt and other related activity.

Governmental Fixed Assets – These accounts reflected estimated valuations of land, buildings and certain moveable fixed assets of the Township as discussed under the caption of "Basis of Accounting".

#### **Comparative Data**

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

## TOWNSHIP OF NORTH BRUNSWICK

### NOTES TO FINANCIAL STATEMENTS JUNE 30, 2025 AND 2024

#### 3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

##### **Basis of Accounting**

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

The more significant differences are as follows:

##### **Property Taxes and Other Revenue**

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

## TOWNSHIP OF NORTH BRUNSWICK

### NOTES TO FINANCIAL STATEMENTS JUNE 30, 2025 AND 2024

#### 3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

##### **Grant Revenue**

Federal and State grants, entitlements or shared revenue received for purposes normally financed through the Current Fund are recognized when anticipated in the Township budget. GAAP requires such revenue to be recognized in the accounting period when they become subject to accrual.

##### **Expenditures**

Expenditures for general and utility operations are generally recorded on the accrual basis. Unexpended appropriation balances, except for amounts which may have been canceled by the governing body or by statutory regulation, are automatically recorded as liabilities at June 31st of each year, under the title of "Appropriation Reserves".

Grant appropriations are charged upon budget adoption to create spending reserves.

Expenditures from Trust and Capital Funds are recorded upon occurrence and charged to accounts statutorily established for specific purposes.

Budget appropriations for interest on General Capital Long-Term Debt is raised on the cash basis and is not accrued on the records; interest on Utility Debt is raised on the accrual basis and so recorded.

GAAP requires expenditures to be recognized in the accounting period in which the fund liability is incurred, if measurable, except for unmatured interest on general long-term debt, which should be recognized when due.

##### **Encumbrances**

As of January 1, 1986, all local units were required by Technical Accounting Directive No. 85-1, as promulgated by the Division, to maintain an encumbrance accounting system. The directive states that contractual orders outstanding at June 30th are reported as expenditures through the establishment of an encumbrance payable. Encumbrances do not constitute expenditures under GAAP.

##### **Appropriation Reserves**

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

##### **Compensated Absences**

Expenditures relating to obligations for unused vested accumulated vacation and sick leave are not recorded until paid; however, townships may establish and budget reserve funds subject to N.J.S.A. 40A:4-39 for the future payment of compensated absences. GAAP requires that liabilities for compensated absences be recorded for leave that has not been used when the leave is attributable to services already rendered and the leave is more likely than not to be used for time off or otherwise paid in cash. Compensated absences liabilities are not recorded on the balance sheet.

## TOWNSHIP OF NORTH BRUNSWICK

### NOTES TO FINANCIAL STATEMENTS JUNE 30, 2025 AND 2024

#### 3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

##### **Property Acquired for Taxes**

Property acquired for taxes ("Foreclosed Property") is recorded in the Current Fund at the assessed valuation during the year when such property was acquired by deed or foreclosure and is offset by a corresponding reserve account. GAAP requires such property to be recorded in the capital fixed assets at market value on the date of acquisition.

##### **Interfunds Receivable/Payable**

Interfunds Receivable in the Current Fund are generally recorded with offsetting reserves which are established by charges to operations. Collections are recognized as income in the year that the receivables are realized. Interfunds receivable of all other funds are recorded as accrued and are not offset with reserve accounts. Interfunds receivable of one fund are offset with interfunds payable of the corresponding fund. GAAP does not require the establishment of an offsetting reserve.

##### **Inventories of Supplies**

The cost of inventories for all funds are recorded as expenditures at the time individual items are purchased.

##### **Governmental Fixed Assets**

General:

In accordance with NJAC 5:30-5.6 of the Administrative Code, Accounting for Governmental Fixed Assets, as promulgated by the Division, which differs in certain respects from GAAP, the Township has developed a fixed asset accounting and reporting system.

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

Acquisitions of land, buildings, machinery, equipment and other capital assets are recorded on a perpetual fixed asset record. Vehicles, furniture, equipment and other items are reflected at replacement values at time of inventory preparation. Additions to the established fixed assets are valued at cost.

Depreciation of assets is not recorded as an operating expense of the Township.

Utilities:

Capital acquisitions, including utility infrastructure costs of the Water and Sewer Utilities, are recorded at cost upon purchase or project completion in the Fixed Capital Account of the Utilities. The Fixed Capital Accounts are adjusted for dispositions or abandonments. The accounts include moveable fixed assets of the Utility, but are not specifically identified and are considered as duplicated in the Capital Fixed Assets. The duplication is considered as insignificant on its effect on the financial statements taken as a whole. Utility improvements that may have been constructed by developers are not recorded as additions to Fixed Capital.

## TOWNSHIP OF NORTH BRUNSWICK

### NOTES TO FINANCIAL STATEMENTS JUNE 30, 2025 AND 2024

#### 3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

Fixed Capital of the Utilities are offset by accumulations in Amortization Reserve Accounts. The accumulations represent costs of fixed assets purchased with budgeted funds or acquired by gift, as well as grants, developer contributions or liquidations of related bonded debt and other liabilities incurred upon fixed asset acquisition.

The Fixed Capital Accounts reflected herein are as recorded in the records of the Township and do not necessarily reflect the true condition of such Fixed Capital. The records consist of a control account only.

#### **Long-term Debt**

The Township's Long-term debt is stated at face value. The debt is not traded and it is not practicable to determine its fair value without incurring excessive cost. Additional information pertinent to the Township's long-term debt is provided in Note 7 to the financial statements.

#### **Net Pension Liability and Pension Related Deferred Outflows of Resources and Deferred Inflows of Resources and Pension Expense**

The requirements of GASB Statement No. 68, "*Accounting and Financial Reporting for Pensions*" and GASB Statement No. 71, "*Pension Transition for Contributions Made Subsequent to the Measurement Date - an amendment of GASB Statement No. 68*" require governmental entities to record their distributive shares of net pension liability, deferred outflows of resources, deferred inflows of resources and total pension related expense. Accounting principles applicable to municipalities, which have been prescribed by the Division, do not require the recording of these liabilities, deferrals and expenses, but do require the disclosure of these amounts. The audited financial information related to pensions is released annually by the State's Division of Pensions and Benefits and is required to be included as note disclosures in the financial statements.

#### **Other Post-Employment Benefits Other Than Pensions**

The requirements of GASB Statement No.75, "*Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions (OPEB)*" that is provided by other entities require governmental entities to record in their financial statements a share of the other governments net OPEB liability, deferred outflows of resources, deferred inflows of resources and total OPEB expense. Accounting principles applicable to municipalities, which have been prescribed by the Division, do not require the recording of these liabilities, deferrals and expenses, but do require the disclosure of the amounts. Since the Township does not follow generally accepted accounting principles, GASB Statement No. 75 did not result in a change in the Township's assets, liabilities and contribution requirements. However, it did result in additional note disclosures as required by the GASB Statement. See Note 10 for these disclosures. The Township maintains a sole-employer OPEB Plan. However, the Township also participates in a special funding situation with the State of New Jersey multiple-employer plan. As it relates to the State of New Jersey multiple-employer plan, the audited financial information related to OPEBs is released annually by the State's Division of Pensions and Benefits and is required to be included as note disclosures in the financial statements.

## TOWNSHIP OF NORTH BRUNSWICK

### NOTES TO FINANCIAL STATEMENTS JUNE 30, 2025 AND 2024

#### 3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

##### **Accounting and Financial reporting for Leases**

The GASB issued Statement No. 87, “Leases” in June 2017. This Statement establishes standards of accounting and financial reporting for leases by lessees and lessors. The requirements of this Statement became effective for the Township’s June 30, 2023 financial statements. Management has evaluated the impact of this GASB Statement on the financial statements and determined it did not have a material impact on the Township’s financial statements.

##### **Financial Reporting for Subscription-based information Technology Arrangements**

In May 2020, the GASB issued Statement No. 96, “Subscription-Based Information Technology Arrangements”. This Statement provides guidance on accounting and financial reporting for subscription-based information technology arrangements. The requirements of this Statement became effective for the Township’s June 30, 2023 financial statements. Management has evaluated the impact of this GASB Statement on the financial statements and determined it did not have a material impact on the Township’s financial statements.

##### **Recently Issued and Adopted Accounting Principle**

During the fiscal year ended June 30, 2025, the Township adopted the following GASB statements:

The GASB issued Statement No. 101, “Compensated Absences” in June 2022. This Statement requires that liabilities for compensated absences be recognized for (1) leave that has not been used and (2) leave that has been used but not yet paid in cash or settled through noncash means. A liability should be recognized or leave that has not been used if (a) the leave is attributable to services already rendered, (b) the leave accumulates, and (c) the leave is more likely than not to be used for time off or otherwise paid in cash or settled through noncash means. The requirements of this Statement are effective for fiscal years beginning after December 15, 2023, and all reporting periods thereafter. The requirements of this Statement have been evaluated by the Township and have been determined not to be applicable for the year ended December 31, 2024. The Township will continue to follow policies and procedures promulgated by New Jersey Administrative Code 5:30-15.

The GASB issued Statement No. 102 “Certain Risk Disclosures” December 2023. This Statement defines a concentration as a lack of diversity related to an aspect of a significant inflow of resources or outflow of resources. A constraint is a limitation imposed on a government by an external party or by formal action of the government’s highest level of decision-making authority. Concentrations and constraints may limit a government’s ability to acquire resources or control spending. The requirements of this Statement are effective for fiscal years beginning after June 15, 2024, and all reporting periods thereafter. Based upon our audit procedures no disclosures are required pursuant to GASB Statement No. 102.

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

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

## TOWNSHIP OF NORTH BRUNSWICK

### NOTES TO FINANCIAL STATEMENTS JUNE 30, 2025 AND 2024

#### 3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

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

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

#### **Use of Estimates**

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

#### 4. DEPOSITS AND INVESTMENTS

##### **Deposits**

New Jersey Statutes permit the deposit of public funds in institutions located in New Jersey, which are insured by the Federal Deposit Insurance Corporation (“FDIC”) or any other agencies of the United States that insures deposits or the State of New Jersey Cash Management Fund (the “Fund”).

Cash on deposit is partially insured by federal deposit insurance in the amount of \$250,000.00 in each depository. Balances above the federal deposit insurance amount are insured by the Governmental Unit Deposit Protection Act (GUDPA), N.J.S.A. 17:9-41, et seq., which insures all New Jersey governmental units' deposits in excess of the federal deposit insurance maximums.

Based on GASB criteria, the Township considers cash and cash equivalents to include petty cash, change funds, demand deposits, money market accounts, short-term investments and cash management money market mutual funds. The State of New Jersey Cash Management Fund is authorized by statute and regulations of the State Investment Council to invest in fixed income and debt securities which mature or are redeemed within one year. Twenty-five percent of the Fund may be invested in eligible securities which mature within two years provided, however, the average maturity of all investments in the Fund shall not exceed one year. Collateralization of fund investments is generally not required.

In addition, by regulation of the Division, municipalities are allowed to deposit funds in the Municipal Bond Insurance Association (MBIA) through their investment management company, the Municipal Investors Service Corporation.

**TOWNSHIP OF NORTH BRUNSWICK**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2025 AND 2024**

**4. DEPOSITS AND INVESTMENTS (continued)**

In accordance with the provisions of the Governmental Unit Deposit Protection Act of New Jersey (GUDPA), public depositories are required to maintain collateral for deposits of public funds that exceed insurance limits as follows:

The market value of the collateral must equal five percent of the average daily balance of public funds or;

If the public funds deposited exceed 75 percent of the capital funds of the depository, the depository must provide collateral having a market value equal to 100 percent of the amount exceeding 75 percent.

All collateral must be deposited with the Federal Reserve Bank, The Federal Home Loan Bank Board or a banking institution that is a member of the Federal Reserve System and has capital funds of not less than \$25,000,000.00.

Cash and cash equivalents have original maturities of three months or less from the date of purchase. Investments are stated at cost, which approximates fair value.

At June 30, 2025 and 2024, the book values of the deposits of the Township consisted of the following:

	<u>2025</u>	<u>2024</u>
Cash (Demand Accounts)	\$ 40,176,615.78	\$ 40,662,614.72
Change Funds (On-Hand)	<u>1,225.00</u>	<u>1,225.00</u>
Total	<u>\$ 40,177,840.78</u>	<u>\$ 40,663,839.72</u>

Based upon GASB criteria, the Township considers change fund, cash in banks, investments in certificates of deposit and State of New Jersey Cash Management Fund as cash and cash equivalents.

At June 30, 2025 and 2024, the Township had the following depository accounts. All deposits are carried at cost. \$280,236.14 and \$312,682.19 held in agency and payroll accounts for the years ended June 30, 2025 and 2024, respectively are not covered by GUDPA.

	<u>Bank Balance</u>	
	<u>June 30, 2025</u>	<u>June 30, 2024</u>
<u>Depository Account</u>		
FDIC Insured	\$ 250,000.00	\$ 250,000.00
GUDPA Insured	<u>38,115,995.82</u>	<u>41,107,562.08</u>
	<u>\$ 38,365,995.82</u>	<u>\$ 41,357,562.08</u>

## TOWNSHIP OF NORTH BRUNSWICK

### NOTES TO FINANCIAL STATEMENTS JUNE 30, 2025 AND 2024

#### 4. DEPOSITS AND INVESTMENTS *(continued)*

The Township has implemented the disclosure requirements of Governmental Accounting Standards Board Statement No. 40 *“Deposits and Investment Risk Disclosures,”* and accordingly the Township has assessed the Custodial Risk, the Concentration of Credit Risk and Interest Rate Risk of its cash and investments.

**Custodial Credit Risk - Deposits** – Custodial credit risk for deposits is the risk that in the event of a bank failure, the Township’s deposits may not be returned to it. Although the Township does not have a formal deposit policy for custodial credit risk, N.J.S.A. 17:9-41 et seq. requires that governmental units shall deposit public funds in a public depositories protected from loss under the provisions of GUDPA. Public funds owned by the municipality in excess of FDIC insured amounts are protected by GUDPA. However, GUDPA does not protect intermingled trust funds such as salary withholdings, bail funds, or funds that may pass to the municipality relative to the happening of a future condition. As of June 30, 2025 and 2024, none of the Township’s bank balances were considered exposed to custodial credit risk.

**Concentration of Credit Risk** – This is the risk associated with the amount of investments that the Township has with any one issuer that exceeds 5 percent or more of its total investments. Investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments are excluded from this requirement. The Township does not have a formal policy with respect to Concentration of Credit Risk except to the extent outlined under the Township’s investment policy.

**Credit Risk** – GASB Statement No. 40 requires that disclosure be made as to the credit rating of all debt security investments except for obligations of the U.S. government or obligations explicitly guaranteed by the U.S. government. This is the risk that an issuer or other counterparty to an investment will not fulfill its obligation. In general, the Township does not have an investment policy regarding Credit Risk except to the extent outlined under the Township’s investment policy.

**Interest Rate Risk** - This is the risk that changes in interest rates will adversely affect the fair value of an investment. The Township does not have a formal policy that limits investment maturities as a means of managing its exposure to fair value losses arising from interest rate fluctuations.

#### **Investments**

New Jersey statutes permit the Township to purchase the following types of securities:

- Bonds or other obligations of the United States of America or obligations guaranteed by the United States of America. This includes instruments such as Treasury Bills, Notes and Bonds
- Government money market mutual funds.
- Any federal agency or instrumentality obligation authorized by Congress that matures within 397 days from the date of purchase and has a fixed rate of interest not dependent on any index or external factors.
- Bonds or other obligations of the local unit or school districts of which the local unit is a part.
- Any other obligations with maturities not exceeding 397 days, as permitted by the Division of Investments.
- Local government investment pools.
- New Jersey State Cash Management Fund.
- Repurchase agreements of fully collateralized securities, subject to special conditions.

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

## TOWNSHIP OF NORTH BRUNSWICK

### NOTES TO FINANCIAL STATEMENTS JUNE 30, 2025 AND 2024

#### 5. ASSESSMENT AND COLLECTION OF PROPERTY TAXES

A taxable valuation of real property is prepared by the Tax Assessor as of October 1 in each year and filed with the County Board of Taxation by January 10 of the following year. The County Board of Taxation establishes tax rates to reflect the levy necessary for municipal, local school district, special district and county taxes.

The provisions of P.L. 1994, C. 72 changed the procedures for State fiscal year billing originally established in P.L. 1991, C. 75. Chapter 72 moves the billing calculation back on a calendar year basis, which permits tax levies to be proved more readily than before.

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

The third and fourth installments, for municipal purposes, would equal one-half of an estimated annual tax levy, plus the balance of the full tax levied during the current tax year for school, county and special district purposes. The balance of the full tax for non-municipal purposes is calculated by subtracting amounts due on a preliminary basis from the full tax requirement for the tax year. The first and second installments, for municipal purposes, will be calculated on a percentage of the previous year's billing necessary to bill the amount required to collect the full tax levy, plus the non-municipal portion, which represents the amount payable to each taxing district for the period of January 1 through June 30.

As County, School and Special District tax requirements are certified to the County Board of Taxation on a calendar year basis and within a time frame which precludes the certification of a municipal purpose tax certification for the calendar year, the conversion to a fiscal year has necessitated that tax bills be prepared and mailed by the Tax Collector twice annually.

The law requires tax bills for the first and second installments to be delivered on or before October 1 of the pre-tax year, and bills for the third and fourth installments to be delivered on or before June 14.

The statutory requirement to deliver tax bills for the first and second installments by October 1 of the pre-tax year requires that these bills utilize assessed valuations from the pre-tax year. As a result, tax bills for the third and fourth installments will also include adjustments to reflect the results of changes in assessed valuations from the pre-tax year to the current tax year.

In accordance with the accounting principles prescribed by the State of New Jersey, taxes receivable and tax title liens are realized when collected. Since delinquent taxes and liens are fully reserved, no provision has been made to estimate that portion of the taxes receivable and tax title liens that are uncollectible. Receivable balances at June 30, 2025 were \$969,892.08 for property taxes and \$220,959.70 for tax title liens receivables, respectively.

**TOWNSHIP OF NORTH BRUNSWICK**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2025 AND 2024**

**6. FIXED ASSETS**

Following is a summary of changes in the Governmental Fixed Assets for the years ended June 30, 2025 and 2024.

	<u>Balance 2024</u>	<u>Additions</u>	<u>Adjustments/ Retirements</u>	<u>Balance 2025</u>
<u>2025</u>				
Land and Land Improvements	\$ 59,418,900.00			\$59,418,900.00
Buildings and Building Improvements	17,936,401.00			17,936,401.00
Equipment and Improvements	7,843,381.40	\$ 1,229,462.69		9,072,844.09
Vehicles	9,381,138.00	468,879.18		9,850,017.18
	<u>\$ 94,579,820.40</u>	<u>\$ 1,698,341.87</u>	<u>\$ -</u>	<u>\$96,278,162.27</u>

	<u>Balance 2023</u>	<u>Additions</u>	<u>Adjustments/ Retirements</u>	<u>Balance 2024</u>
<u>2024</u>				
Land and Land Improvements	\$ 57,176,000.00	\$ 2,242,900.00		\$59,418,900.00
Buildings and Building Improvements	17,936,401.00			17,936,401.00
Equipment and Improvements	7,637,918.09	219,760.31	\$ 14,297.00	7,843,381.40
Vehicles	9,124,291.08	392,010.27	135,163.35	9,381,138.00
	<u>\$ 91,874,610.17</u>	<u>\$ 2,854,670.58</u>	<u>\$ 149,460.35</u>	<u>\$94,579,820.40</u>

**TOWNSHIP OF NORTH BRUNSWICK**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2025 AND 2024**

**7. MUNICIPAL DEBT**

The Local Bond Law governs the issuance of bonds and notes to finance general capital expenditures. All bonds are retired in serial installments within the statutory period of usefulness. Bonds issued by the Township are general obligation bonds, backed by the full faith and credit of the Township. Bond anticipation notes, which are issued to temporarily finance capital projects, must be paid off within 10 years and 5 months or retired by the issuance of bonds.

The Township's debt as of June 30, 2025 and 2024 is summarized as follows:

**Summary of Municipal Debt (Excluding Current and Operating Debt)**

	2025	2024
<u>Issued:</u>		
General:		
Bonds and Notes	\$ 93,028,250.00	\$ 97,588,250.00
Water Utility:		
Bonds, Notes, and Loans	20,968,309.49	23,077,447.92
Sewer Utility:		
Bonds, Notes, and Loans	19,360,308.76	20,054,363.66
	133,356,868.25	140,720,061.58
 <u>Authorized but Not Issued:</u>		
General:		
Bonds and Notes	16,240,750.00	9,540,750.00
Water Utility:		
Bonds and Notes	8,000,000.00	7,000,000.00
Sewer Utility:		
Bonds and Notes	7,968,265.00	8,177,437.00
Total Authorized but Not Issued	32,209,015.00	24,718,187.00
Total Gross Bonds and Notes Issued and Authorized but Not Issued	\$ 165,565,883.25	\$ 165,438,248.58

**TOWNSHIP OF NORTH BRUNSWICK**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2025 AND 2024**

**7. MUNICIPAL DEBT (continued)**

A. Summary of Municipal Debt for Capital Projects:

Summarized below are the Township's individual bond and loan issues which were outstanding as of June 30, 2025 and 2024:

	<u>2025</u>	<u>2024</u>
<b>General Capital Debt:</b>		
\$13,455,750.00, General Obligation Bonds of 2012 due in annual installments of \$1,000,000.00 to \$895,750.00 through August 2027, interest at 2.250% to 2.500%.	\$ 2,925,750.00	\$ 3,925,750.00
\$2,960,000.00, Open Space Refunding Bonds of 2012 due in annual installments of \$195,000.00 to \$185,000.00 through August 2028, interest at 2.500% to 3.000%.	755,000.00	950,000.00
\$15,000,000.00, General Improvement Bonds of 2015 due in annual installments of 500,000.00 to \$1,000,000.00 through July 2035, interest at 3.000% to 3.500%.	9,425,000.00	10,025,000.00
\$6,530,468.00, Open Space Refunding Bonds of 2017 due in annual installments of \$815,000.00 to \$1,000,000.00 through August 2029, interest at 4.000%.	4,525,000.00	5,295,000.00
\$15,112,500.00, General Obligation Bonds of 2018 due in annual installments of \$982,500.00 to \$960,000.00 through July 2034, interest at 2.750% to 3.000%.	9,622,500.00	10,612,500.00
\$9,628,500.00, General Improvement Bonds of 2019 due in annual installments of \$250,000.00 to \$450,000.00 through July 2049, interest at 2.000% to 3.000%.	8,445,000.00	8,670,000.00
\$12,095,000.00, General Obligation Bonds of 2020 due in annual installments of \$840,000.00 to \$965,000.00 through July 2034, interest at 1.000% to 2.000%.	8,940,000.00	9,765,000.00
\$18,055,000.00, General Obligation Bonds of 2022 due in annual installments of \$825,000 to \$1,415,000 through July 2039, interest at 4.000% to 5.000%.	16,565,000.00	17,345,000.00
\$31,325,000.00, General Capital Bond Anticipation Notes issued on July 9, 2024 and due on July 8, 2025, interest at 5.000%.	<u>31,825,000.00</u>	<u>31,000,000.00</u>
Total General Capital Debt	<u>\$ 93,028,250.00</u>	<u>\$ 97,588,250.00</u>

Detailed information related to debt issuances are presented in the supplemental schedules included within this report.

**TOWNSHIP OF NORTH BRUNSWICK**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2025 AND 2024**

**7. MUNICIPAL DEBT (continued)**

A. Summary of Municipal Debt for Capital Projects (Cont'd.):

	<u>2025</u>	<u>2024</u>
<b>Water Utility Debt:</b>		
\$1,500,000.00, Improvement Bond of 2012 due in annual installments of \$75,000.00 to \$100,000.00 through August 2032, interest at 2.250% to 3.000%.	\$ 695,000.00	\$ 770,000.00
\$1,275,000.00, Water Refunding Bonds of 2015 due in annual installments of \$125,000.00 to \$120,000.00 through August 2026, interest at 3.000% to 5.000%.	245,000.00	365,000.00
\$1,993,670.00, Water Improvement Bonds of 2015 due in annual installments of \$95,000.00 to \$133,670.00 through July 2035, interest at 3.000% to 3.500%.	1,243,670.00	1,338,670.00
\$1,621,947.00, Water Obligation Refunding Bonds of 2017 due in annual installments of \$204,053.00 to \$252,174.00 through August 2029, interest at 4.000%.	1,135,362.00	1,326,791.00
\$3,930,000.00, Water Obligation Bonds of 2020 due in annual installments of \$180,000.00 to \$240,000.00 through July 2040, interest at 1.000% to 2.125%.	3,265,000.00	3,445,000.00
\$4,365,000.00, Water Obligation Bonds of 2022 due in annual installments of \$120,000.00 to \$215,000.00 through July 2047, interest at 4.000% to 5.000%.	4,135,000.00	4,255,000.00
\$5,870,000.00 Water Capital Bond Anticipation Notes issued on July 9, 2024 due on July 8, 2025, interest 5.00%	5,870,000.00	6,000,000.00
\$2,250,000.00, Water Assessment Bond due in annual installments of \$120,000.00 to \$150,000.00 through August 2031, interest at 5.250% to 5.500%.	945,000.00	1,060,000.00
\$9,700,000.00, State of NJ - Environmental Infrastructure Loan issued on November 8, 2007, due in annual installments of \$619,000.00 to \$682,000.00 through August 2027, interest at 4.250% to 4.500%.	1,949,000.00	2,538,000.00
\$8,939,498.00, State of NJ - Environmental Infrastructure Loan issued on November 8, 2007, due in semi-annual installments of \$20,676.48 to \$494,278.60 through August 2027, interest at 0.000%.	<u>1,485,277.49</u>	<u>1,978,986.92</u>
Total Water Utility Debt	<u>\$ 20,968,309.49</u>	<u>\$ 23,077,447.92</u>

Detailed information related to debt issuances are presented in the supplemental schedules included within this report.

**TOWNSHIP OF NORTH BRUNSWICK**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2025 AND 2024**

**7. MUNICIPAL DEBT (continued)**

A. Summary of Municipal Debt for Capital Projects (Cont'd.):

	<u>2025</u>	<u>2024</u>
<b>Sewer Utility Debt:</b>		
\$1,700,000.00, General Obligation Bond of 2012 due in annual installments of \$85,000.00 to \$110,000.00 through August 2032, interest at 2.250% to 3.000%.	\$ 785,000.00	\$ 870,000.00
\$2,186,330.00, Sewer Improvement Bonds of 2015 due in annual installments of \$105,000.00 to \$146,330.00 through July 2035, interest at 3.000% to 3.500%.	1,361,330.00	1,461,330.00
\$243,053.00, Sewer Obligation Refunding Bonds of 2017 due in annual installments of \$30,947.00 to \$37,826.00 through August 2029, interest at 4.000%.	169,638.00	198,209.00
\$2,930,000.00, Sewer Obligation Refunding Bonds of 2020 due in annual installments of \$135,000.00 to \$180,000.00 through July 2040, interest at 1.000% to 2.125%.	2,440,000.00	2,570,000.00
\$5,300,000.00, Sewer Obligation Bonds of 2022 due in annual installments of \$145,000.00 to \$260,000.00 through July 2047, interest at 4.000% to 5.000%.	5,030,000.00	5,170,000.00
\$3,000,000.00, Sewer Capital Bond Anticipation Notes issued on July 9, 2024 due on July 8, 2025, interest 5.000%.	3,000,000.00	3,000,000.00
\$2,449,296.00, Sewer Capital Short Term Note issued on October 19, 2023 was paid on July 9, 2024		2,449,296.00
\$570,000.00, State of NJ - Environmental Infrastructure Loan issued on November 4, 2004, final installment in the amount of \$45,000.00 was paid in August 2024		45,000.00
\$1,180,000.00, State of NJ - Environmental Infrastructure Loan issued on June 11, 2021 due in annual installments of \$70,000.00 to \$105,000.00 through August 2035, interest at 3.000% to 5.000%.	985,000.00	1,055,000.00
\$581,688.00, State of NJ - Environmental Infrastructure Loan issued on November 4, 2004, final installment in the amount of \$29,886.59 was paid in August 2024		29,886.59
\$4,029,950.00, State of NJ - Environmental Infrastructure Loan issued on June 11, 2021, due in semi-annual installments of \$183,179.54 and \$91,589.77 to \$183,179.66 and \$91,589.77 through August 2035, interest at 0.000%.	2,930,872.76	3,205,642.07
\$1,474,534.00, State of NJ - Environmental Infrastructure Loan issued on May 15, 2005, due in annual installments of \$50,000.00 to \$111,120.00 through August 2044, interest at 3.710% to 5.000%	1,474,534.00	
\$1,183,934.00, State of NJ - Environmental Infrastructure Loan issued on May 15, 2025, due in semi-annual installments of \$24,285.82 and \$12,142.91 to \$12,142.91 and \$54,643.19 through August 2048, interest at 0.000%.	<u>1,183,934.00</u>	
<b>Total Sewer Utility Debt</b>	<u>\$ 19,360,308.76</u>	<u>\$ 20,054,363.66</u>

Detailed information related to debt issuances are presented in the supplemental schedules included within this report.

**TOWNSHIP OF NORTH BRUNSWICK**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2025 AND 2024**

**7. MUNICIPAL DEBT (continued)**

B. Summary of Statutory Debt Condition – Annual Debt Statement

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

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
Local School District Debt	\$ 130,894,000.00	\$ 130,894,000.00	
Water Utility and Sewer Utility Debt	56,296,883.25	56,296,883.25	
General Debt*	111,329,000.00	14,630,510.64	\$ 96,698,489.36
	\$ 298,519,883.25	\$ 201,821,393.89	\$ 96,698,489.36

Net Debt \$ 96,698,489.36 Divided by Equalized Valuation Basis per N.J.S.A. 40A:2-2 as amended \$ 6,561,977,765.67 = 1.47%

\* Gross General Debt and Deductions includes Housing Bonds guarantee (C).

Summary of Statutory Debt Condition - Annual Debt Statement Borrowing Power Under N.J.S.A. 40A:2-6 as Amended

4.0% of Equalized Valuation Basis	\$ 262,479,110.63
Net Debt	96,698,489.36
Remaining Borrowing Power	\$ 165,780,621.27

Equalized Valuation Basis

2022 Equalized Valuation Basis of Real Property	\$ 6,239,961,303.00
2023 Equalized Valuation Basis of Real Property	6,333,547,230.00
2024 Equalized Valuation Basis of Real Property	7,112,424,764.00
Average Equalized Valuation	\$ 6,561,977,765.67

**TOWNSHIP OF NORTH BRUNSWICK**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2025 AND 2024**

**7. MUNICIPAL DEBT (continued)**

**School Debt Deductions**

School debt is deductible up to the extent of 4.0% of the Average Equalized Assessed Valuations of real property for the Local District.

**Calculations of "Self-Liquidating Purposes" Water Utility and Sewer Utility Per N.J.S.A. 40A:2-45**

**Water Utility**

Surplus and Cash Receipts from Fees, Rents or Other Charges for Year		\$ 9,432,109.26
Deductions:		
Operating & Maintenance Cost	\$ 5,881,485.00	
Debt Service Per Water Acct.	2,818,423.94	
		8,699,908.94
Excess in Revenues		\$ 732,200.32

The difference between the excess in revenues for debt statement purposes and the statutory cash basis for the Water Utility is as follows:

Excess in Revenues - Cash Basis (D-1)		\$ 814,896.10
Less:		
Unexpended Balance of Appropriation Reserves		67,423.08
Prior Years' Accounts Payable Cancelled		15,272.70
Excess in Revenues		\$ 732,200.32

**Sewer Utility**

Surplus and Cash Receipts from Fees, Rents or Other Charges for Year		\$ 8,476,191.36
Deductions:		
Operating & Maintenance Cost	\$ 6,675,200.00	
Debt Service Per Sewer Acct.	1,419,561.78	
		8,094,761.78
Excess in Revenues		\$ 381,429.58

**TOWNSHIP OF NORTH BRUNSWICK**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2025 AND 2024**

**7. MUNICIPAL DEBT (continued)**

B. Summary of Statutory Debt Condition – Annual Debt Statement (Cont’d.):

The difference between the excess in revenues for debt statement purposes and the statutory cash basis for the Sewer Utility is as follows:

Excess in Revenues - Cash Basis (E-1)	\$	646,360.92
Less:		
Unexpended Balance of Appropriation Reserves		264,931.34
Excess in Revenue	\$	381,429.58

**Utility Debt Deductions**

As there is an excess in revenues in both utilities, all Water Utility Debt and Sewer Utility Debt is deductible for Debt Statement purposes.

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

C. North Brunswick Senior Housing Bonds

\$8,300,000.00 North Brunswick Taxable Guaranteed Revenue Bonds were issued by the Middlesex County Improvement Authority for the Senior Citizens Housing Project. The Bonds were dated November 1, 1994 and come due on December 1, in years 1998 through 2027. Payment, when due, of the principal and interest on the Bonds is guaranteed by the Township of North Brunswick.

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2026	\$ 625,000.00	\$ 159,459.38	\$ 784,459.38
2027	685,000.00	99,690.63	784,690.63
2028	750,000.00	34,218.75	784,218.75
	\$ 2,060,000.00	\$ 293,368.76	\$ 2,353,368.76

**TOWNSHIP OF NORTH BRUNSWICK**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2025 AND 2024**

**7. MUNICIPAL DEBT (continued)**

**Changes in Long-Term Municipal Debt**

The Township's long-term debt activity for June 30, 2025 and 2024 is as follows:

	Balance, June 30, 2024	Additions	Reductions	Balance, June 30, 2025
<b>Bonds Payable:</b>				
General Capital Fund	\$ 66,588,250.00		\$ 5,385,000.00	\$ 61,203,250.00
Water Utility Capital Fund	11,500,461.00		781,429.00	10,719,032.00
Water Utility Assessment Fund	1,060,000.00		115,000.00	945,000.00
Sewer Utility Capital Fund	10,269,539.00		483,571.00	9,785,968.00
<b>Total Bonds Payable</b>	<b>\$ 89,418,250.00</b>	<b>\$ -</b>	<b>\$ 6,765,000.00</b>	<b>\$ 82,653,250.00</b>
<b>Environmental Infrastructure Loans Payable:</b>				
Sewer Utility Capital Fund	\$ 4,335,528.66	\$ 2,658,468.00	\$ 419,655.90	\$ 6,574,340.76
Water Utility Capital Fund	4,516,986.92		1,082,709.43	3,434,277.49
<b>Total Environmental Infrastructure Loans Payable</b>	<b>\$ 8,852,515.58</b>	<b>2,658,468.00</b>	<b>\$ 1,502,365.33</b>	<b>\$ 10,008,618.25</b>
<b>Total Long-Term Debt</b>	<b>\$ 98,270,765.58</b>	<b>\$ 2,658,468.00</b>	<b>\$ 8,267,365.33</b>	<b>\$ 92,661,868.25</b>

	Balance, June 30, 2023	Additions	Reductions	Balance, June 30, 2024
<b>Bonds Payable:</b>				
General Capital Fund	\$ 71,793,250.00		\$ 5,205,000.00	\$ 66,588,250.00
Water Utility Capital Fund	12,262,248.00		761,787.00	11,500,461.00
Water Utility Assessment Fund	1,175,000.00		115,000.00	1,060,000.00
Sewer Utility Capital Fund	10,742,752.00		473,213.00	10,269,539.00
<b>Total Bonds Payable</b>	<b>\$ 95,973,250.00</b>	<b>\$ -</b>	<b>\$ 6,555,000.00</b>	<b>\$ 89,418,250.00</b>
<b>Environmental Infrastructure Loans Payable:</b>				
Sewer Utility Capital Fund	\$ 4,743,127.32		\$ 407,598.66	\$ 4,335,528.66
Water Utility Capital Fund	5,570,858.06		1,053,871.14	4,516,986.92
<b>Total Environmental Infrastructure Loans Payable</b>	<b>\$ 10,313,985.38</b>	<b>-</b>	<b>\$ 1,461,469.80</b>	<b>\$ 8,852,515.58</b>
<b>Total Long-Term Debt</b>	<b>\$ 106,287,235.38</b>	<b>\$ -</b>	<b>\$ 8,016,469.80</b>	<b>\$ 98,270,765.58</b>

**TOWNSHIP OF NORTH BRUNSWICK**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2025 AND 2024**

**7. MUNICIPAL DEBT (continued)**

A schedule of annual debt service for future principal and interest for general bonded debt is as follows:

<u>Year</u>	<u>General</u>		<u>Open Space</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2026	\$ 4,147,500.00	\$ 883,813.13	\$ 1,260,000.00	\$ 426,212.50
2027	4,195,000.00	852,735.00	1,300,000.00	382,475.00
2028	4,105,750.00	822,594.38	1,350,000.00	336,731.25
2029	3,755,000.00	797,827.50	1,400,000.00	287,968.75
2030	3,800,000.00	776,962.50	1,270,000.00	238,400.00
<b>Subtotal</b>	<b>20,003,250.00</b>	<b>4,133,932.51</b>	<b>6,580,000.00</b>	<b>1,671,787.50</b>
2031	3,850,000.00	750,903.75	280,000.00	210,150.00
2032	3,905,000.00	719,385.00	285,000.00	201,675.00
2033	3,890,000.00	688,192.50	290,000.00	193,050.00
2034	4,030,000.00	656,477.50	280,000.00	184,500.00
2035	4,095,000.00	623,925.00	305,000.00	175,725.00
<b>Subtotal</b>	<b>19,770,000.00</b>	<b>3,438,883.75</b>	<b>1,440,000.00</b>	<b>965,100.00</b>
2036	2,230,000.00	615,900.00	315,000.00	166,425.00
2037	1,290,000.00	651,300.00	320,000.00	156,900.00
2038	1,355,000.00	706,700.00	330,000.00	147,150.00
2039	1,415,000.00	763,300.00	340,000.00	137,100.00
2040	1,415,000.00	395,800.00	350,000.00	126,750.00
<b>Subtotal</b>	<b>7,705,000.00</b>	<b>3,133,000.00</b>	<b>1,655,000.00</b>	<b>734,325.00</b>
2041			355,000.00	116,175.00
2042			365,000.00	105,375.00
2043			375,000.00	94,275.00
2044			390,000.00	82,800.00
2045			400,000.00	70,950.00
<b>Subtotal</b>	<b>-</b>	<b>-</b>	<b>1,885,000.00</b>	<b>469,575.00</b>
2046			410,000.00	58,800.00
2047			425,000.00	46,275.00
2048			435,000.00	33,375.00
2049			445,000.00	20,175.00
2050			450,000.00	6,750.00
<b>Subtotal</b>	<b>-</b>	<b>-</b>	<b>2,165,000.00</b>	<b>165,375.00</b>
<b>Totals</b>	<b>\$ 47,478,250.00</b>	<b>\$ 10,705,816.26</b>	<b>\$ 13,725,000.00</b>	<b>\$ 4,006,162.50</b>

**TOWNSHIP OF NORTH BRUNSWICK**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2025 AND 2024**

**7. MUNICIPAL DEBT (continued)**

A schedule of annual debt service for future principal and interest for bonded debt and environmental infrastructure loans for the Water Utility Fund is as follows:

Year	Water Utility		NJEIT Loans		Water Assessment Utility	
	Principal	Interest	Principal	Interest	Principal	Interest
2026	\$ 799,053.00	\$ 334,355.62	\$ 1,113,187.47	\$ 81,975.00	\$ 120,000.00	\$ 48,212.50
2027	823,541.00	308,178.74	1,144,811.42	50,300.00	125,000.00	41,781.25
2028	721,296.00	283,944.50	1,176,278.60		130,000.00	34,925.00
2029	749,298.00	259,863.87		17,050.00	135,000.00	27,637.50
2030	782,174.00	233,940.68			140,000.00	20,075.00
Subtotal	3,875,362.00	1,420,283.41	3,434,277.49	149,325.00	650,000.00	172,631.25
2031	535,000.00	212,184.70			145,000.00	12,237.50
2032	555,000.00	195,650.33			150,000.00	4,125.00
2033	575,000.00	179,047.20				
2034	495,000.00	163,115.95				
2035	510,000.00	148,040.95				
Subtotal	2,670,000.00	898,039.13	-	-	295,000.00	16,362.50
2036	523,670.00	132,307.98				
2037	400,000.00	118,418.75				
2038	415,000.00	106,468.75				
2039	430,000.00	93,878.13				
2040	445,000.00	80,643.75				
Subtotal	2,213,670.00	531,717.36	-	-	-	-
2041	455,000.00	67,050.00				
2042	215,000.00	55,900.00				
2043	215,000.00	47,300.00				
2044	215,000.00	38,700.00				
2045	215,000.00	30,100.00				
Subtotal	1,315,000.00	239,050.00	-	-	-	-
2046	215,000.00	21,500.00				
2047	215,000.00	12,900.00				
2048	215,000.00	4,300.00				
2049						
Subtotal	645,000.00	38,700.00	-	-	-	-
Totals	\$ 10,719,032.00	\$ 3,127,789.90	\$ 3,434,277.49	\$ 149,325.00	\$ 945,000.00	\$ 188,993.75

**TOWNSHIP OF NORTH BRUNSWICK**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2025 AND 2024**

**7. MUNICIPAL DEBT (continued)**

A schedule of annual debt service for future principal and interest for bonded debt and environmental infrastructure loans for the Sewer Utility Fund and total debt, is as follows:

Year	Sewer Utility		NJFIT Loans		Total General, Water and Sewer Debt
	Principal	Interest	Principal	Interest	
2026	\$ 500,947.00	\$ 319,838.14	\$ 381,198.04	\$ 88,976.30	\$ 10,505,268.70
2027	516,459.00	304,446.27	460,483.87	97,653.22	10,602,864.77
2028	533,704.00	288,149.26	470,483.87	91,153.22	10,345,010.08
2029	550,702.00	270,642.39	475,483.87	84,278.22	8,810,752.10
2030	567,826.00	251,971.83	480,483.87	77,153.22	8,638,987.10
Subtotal	<u>2,669,638.00</u>	<u>1,435,047.89</u>	<u>2,268,133.52</u>	<u>439,214.18</u>	<u>48,902,882.75</u>
2031	550,000.00	233,230.94	485,483.87	70,228.22	7,334,418.98
2032	560,000.00	215,462.19	495,483.87	63,878.22	7,350,659.61
2033	580,000.00	197,852.81	495,483.87	57,778.22	7,146,404.60
2034	485,000.00	181,096.56	505,483.87	51,478.22	7,032,152.10
2035	505,000.00	165,290.31	510,483.87	44,903.22	7,083,368.35
Subtotal	<u>2,680,000.00</u>	<u>992,932.81</u>	<u>2,492,419.35</u>	<u>288,266.10</u>	<u>35,947,003.64</u>
2036	526,330.00	148,617.04	423,894.22	38,128.22	5,120,272.46
2037	390,000.00	133,856.26	140,714.56	32,678.22	3,633,867.79
2038	405,000.00	121,206.26	140,714.56	28,678.22	3,755,917.79
2039	425,000.00	107,850.01	145,714.56	24,553.22	3,882,395.92
2040	430,000.00	93,984.38	171,834.56	20,366.94	3,529,379.63
Subtotal	<u>2,176,330.00</u>	<u>605,513.95</u>	<u>1,022,872.46</u>	<u>144,404.82</u>	<u>19,921,833.59</u>
2041	440,000.00	79,912.50	153,861.56	16,577.78	1,683,576.84
2042	260,000.00	67,600.00	157,945.56	13,046.26	1,239,866.82
2043	260,000.00	57,200.00	161,932.56	9,365.03	1,220,072.59
2044	260,000.00	46,800.00	160,816.56	5,630.55	1,199,747.11
2045	260,000.00	36,400.00	156,359.19	1,886.83	1,170,696.02
Subtotal	<u>1,480,000.00</u>	<u>287,912.50</u>	<u>790,915.43</u>	<u>46,506.45</u>	<u>6,513,959.38</u>
2046	260,000.00	26,000.00			991,300.00
2047	260,000.00	15,600.00			974,775.00
2048	260,000.00	5,200.00			952,875.00
2049					465,175.00
2050					456,750.00
Subtotal	<u>780,000.00</u>	<u>46,800.00</u>	<u>-</u>	<u>-</u>	<u>3,840,875.00</u>
Totals	<u>\$ 9,785,968.00</u>	<u>\$ 3,368,207.15</u>	<u>\$ 6,574,340.76</u>	<u>\$ 918,391.55</u>	<u>\$ 115,126,554.36</u>

**TOWNSHIP OF NORTH BRUNSWICK**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2025 AND 2024**

**7. MUNICIPAL DEBT (continued)**

**Bond Anticipation and Other Short Term Notes**

Outstanding bond anticipation and other short-term Notes are summarized as follows:

**Short-Term Debt**

	Balance, June 30, 2024	Additions	Reductions	Balance, June 30, 2025
Bond Anticipation Notes				
General Capital Fund	\$ 31,000,000.00	\$ 31,825,000.00	\$ 31,000,000.00	\$ 31,825,000.00
Water Utility Fund	6,000,000.00	5,870,000.00	6,000,000.00	5,870,000.00
Sewer Utility Fund	3,000,000.00	3,000,000.00	3,000,000.00	3,000,000.00
	<u>40,000,000.00</u>	<u>40,695,000.00</u>	<u>40,000,000.00</u>	<u>40,695,000.00</u>
New Jersey Environmental Infrastructure Bank Financing Notes				
Sewer Utility Fund	2,449,296.00		2,449,296.00	-
	<u>2,449,296.00</u>	<u>-</u>	<u>2,449,296.00</u>	<u>-</u>
 Total	 <u>\$ 42,449,296.00</u>	 <u>\$ 40,695,000.00</u>	 <u>\$ 42,449,296.00</u>	 <u>\$ 40,695,000.00</u>
	Balance, June 30, 2023	Additions	Reductions	Balance, June 30, 2024
Bond Anticipation Notes				
General Capital Fund	\$ 10,150,000.00	\$ 31,000,000.00	\$ 10,150,000.00	\$ 31,000,000.00
Water Utility Fund	8,500,000.00	6,000,000.00	8,500,000.00	6,000,000.00
Sewer Utility Fund	3,000,000.00	3,000,000.00	3,000,000.00	3,000,000.00
Total	<u>21,650,000.00</u>	<u>40,000,000.00</u>	<u>21,650,000.00</u>	<u>40,000,000.00</u>
New Jersey Environmental Infrastructure Bank Financing Notes				
Sewer Utility Fund	-	2,449,296.00		2,449,296.00
	<u>-</u>	<u>2,449,296.00</u>	<u>-</u>	<u>2,449,296.00</u>
 Total	 <u>\$ 21,650,000.00</u>	 <u>\$ 42,449,296.00</u>	 <u>\$ 21,650,000.00</u>	 <u>\$ 42,449,296.00</u>

**TOWNSHIP OF NORTH BRUNSWICK**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2025 AND 2024**

**7. MUNICIPAL DEBT (continued)**

**Bonds and Notes Authorized but Not Issued**

There were Bonds and Notes Authorized but Not Issued in the following amounts:

	Balance June 30, 2025	Balance June 30, 2024
General Capital Fund:		
General Improvements	\$ 16,240,750.00	\$ 9,540,750.00
Water Utility Capital Fund:		
General Improvements	\$ 8,000,000.00	\$ 7,000,000.00
Sewer Utility Capital Fund:		
General Improvements	\$ 7,968,265.00	\$ 8,177,437.00

**8. PENSION PLANS**

**Description of Plans**

The State of New Jersey, Division of Pension and Benefits (the Division) was created and exists pursuant to N.J.S.A. 52:18A to oversee and administer the pension trust and other postemployment benefit plans sponsored by the State of New Jersey (the State). According to the State of New Jersey Administrative Code, all obligations of the Systems will be assumed by the State of New Jersey should the plans terminate. Each defined benefit pension plan's designated purpose is to provide retirement, death and disability benefits to its members. The authority to amend the provision of plan rests with new legislation passed by the State of New Jersey. Pension reforms enacted pursuant to Chapter 78, P.L. 2011 included provisions creating special Pension Plan Design Committees for the Public Employees' Retirement System (PERS) and the Police and Firemen's Retirement System (PFRS), once a Target Funded Ratio (TFR) is met, that will have the discretionary authority to modify certain plan design features, including member contribution rate; formula for calculation of final compensation or final salary; fraction used to calculate a retirement allowance; age at which a member may be eligible and the benefits for service or early retirement; and benefits provided for disability retirement. The committee will also have the authority to reactivate the cost of living adjustment (COLA) on pensions. However, modifications can only be made to the extent that the resulting impact does not cause the funded ratio to drop below the TFR in any one year of a 30-year projection period. The Division issues a publicly available financial report that includes the financial statements and required supplementary information for each of the plans. This report may be accessed via the Division of Pensions and Benefits website, at [www.state.nj.us/treasury/pensions](http://www.state.nj.us/treasury/pensions), or may be obtained by writing to the Division of Pensions and Benefits, PO Box 295, Trenton, New Jersey, 08625.

**TOWNSHIP OF NORTH BRUNSWICK**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2025 AND 2024**

**8. PENSION PLANS (continued)**

**Public Employees' Retirement System**

The Public Employees' Retirement System ("PERS") is a cost-sharing, multiple employer defined benefit pension plan as defined in GASB Statement No. 68. The Plan is administered by The New Jersey Division of Pensions and Benefits ("Division"). The more significant aspects of the PERS Plan are as follows:

*Plan Membership and Contributing Employers* - Substantially all full-time employees of the State of New Jersey or any county, municipality, school district or public agency are enrolled in PERS, provided the employee is not required to be a member of another state-administered retirement system or other state pension fund or local jurisdiction's pension fund. Membership and contributing employers of the defined benefit pension plans consisted of the following at June 30, 2024:

	<u>2024</u>
Inactive plan members of beneficiaries currently receiving benefits	193,915
Inactive plan members entitles to but not yet receiving benefits	646
Active plan members	<u>244,324</u>
 Total	 <u><u>438,885</u></u>
 Contributing Employers	 1,668
Contributing Nonemployers	1

Pursuant to the provision of Chapter 78, P.L. 2011, COLA increases were suspended for all current and future retirees of PERS.

For the year ended June 30, 2025 and 2024 the Township's total payroll for all employees was \$30,347,140.27 and \$29,734,700.97, respectively. Total PERS covered payroll was \$8,208,846.00 and \$7,940,502.00, respectively. Covered payroll refers to pensionable compensation, rather than total compensation, paid by the Township to active employees covered by the Plan.

*Specific Contribution Requirements and benefit provisions* – The contribution policy is set by N.J.S.A. 43:15A and requires contributions by active members and contributing employers. Members contribute at a uniform rate. The member contribution rate is 10% for 2024. Employers' contributions are based on an actuarially determined amount which includes the normal cost and unfunded accrued liability.

**TOWNSHIP OF NORTH BRUNSWICK**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2025 AND 2024**

**8. PENSION PLANS (continued)**

The annual employer contributions include funding for basic retirement allowances and noncontributory death benefits. The Township's contributions to the Plan for the years ended June 30, 2025 and 2024 were \$1,329,841.00 and \$1,364,112.00, respectively. Township Contributions are due and payable on April 1<sup>st</sup> in the second fiscal period subsequent to plan year for which the contribution requirements were calculated. Township payments to PERS for the year ending June 30, 2025 consisted of the following:

	<u>2025</u>
Normal Cost	\$ 230,434.00
Amortization of Accrued Liability	<u>1,042,424.00</u>
Total Pension	1,272,858.00
NCGI Premiums	<u>56,983.00</u>
Total Pension & NCGI	<u>1,329,841.00</u>
Total PERS Payment	<u>\$ 1,329,841.00</u>

The Township recognizes liabilities to PERS and records expenditures for same in the fiscal period that bills become due.

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

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 on or after November 2, 2008 and prior to May 22, 2010
4	Members who were eligible to enroll on or after May 22, 2010 and prior to June 28, 2011
5	Members who were eligible to enroll on or after June 28, 2011

Service retirement benefits of 1/55th of final average salary for each year of service credit is available to tier 1 and 2 members upon reaching age 60 and to tier 3 members upon reaching age 62. Service retirement benefits of 1/60th of final average salary for each year of service credit is available to tier 4 members upon reaching age 62 and tier 5 members upon reaching age 65. Early retirement benefits are available to tier 1 and 2 members before reaching age 60, to tier 3 and 4 members before age 62 and tier 5 members with 30 or more years of service credit before age 65. Benefits are reduced by a fraction of a percent for each month that a member retires prior to the retirement age of his/her 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 NORTH BRUNSWICK**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2025 AND 2024**

**8. PENSION PLANS (continued)**

*Pension Liabilities, Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions* – The regulatory basis of accounting which is basis for the preparation of the Township’s basic financial statements does not require or permit the inclusion of entity-wide, full accrual basis financial statements. Accordingly, the Township does not recognize pension liabilities for any current or prior period until the fiscal period in which such payments will become due and payable.

At June 30, 2024, the PERS reported a net pension liability of \$13,702,423,985.00 for its Non-State, Non-Special Funding Situation Employer Member Group. The Township’s proportionate share of the net pension liability for the Non-State Employer Group that is attributable to the Township was \$13,279,546.00 or 0.0977296240%. At June 30, 2023, the PERS reported a liability of \$14,606,489,066.00 for its Non-State Employer Member Group. The Township’s proportionate share of the net pension liability for the Non-State Employer Group that is attributable to the Township was \$14,783,308.00 or 0.1020638368%.

The following presents a summary of the proportionate share of the State of New Jersey’s changes in the collective deferred outflows of resources and deferred inflows of resources attributable to the Township for the year ended June 30, 2024, if GASB Statement No. 68 was recognized:

	2024	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience \$	266,014.00	\$ 35,354.00
Changes of assumptions	16,497.00	151,091.00
Net difference between projected and actual investment earnings on pension plan investments		\$ 615,736.00
Changes in proportion	228,049.00	967,764.00
Subtotal	510,560.00	1,769,945.00
Township contributions subsequent to the measurement date	1,312,266.00	
	\$ 1,822,826.00	\$ 1,769,945.00

**TOWNSHIP OF NORTH BRUNSWICK**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2025 AND 2024**

**8. PENSION PLANS (continued)**

The \$1,312,266.00 of deferred outflows of resources resulting from the Township’s contributions subsequent to the measurement date will be recognized as a reduction to the net position liability in the year ending June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions would be recognized in pension expense as follows if GASB Statement No. 68 was recognized:

Year ended	Amount
<u>June 30,</u>	
2026	\$ (958,123.00)
2027	302,547.00
2028	(328,225.00)
2029	(269,007.00)
2030	(6,577.00)
Total	<u>\$ (1,259,385.00)</u>

*Actuarial Assumptions-* The collective total pension liability for the June 30, 2024 measurement date was determined by an actuarial valuation as of July 1, 2023, which was rolled forward to June 30, 2024. This actuarial valuation used the following actuarial assumptions:

Inflation rate:	
Price	2.75%
Wage	3.25%
Salary Increases:	2.75-6.55%
	based on years of service
Investment rate of return	7.00%

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 a 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 Pub-2010 General Below-Median Income Healthy Retiree mortality table with a 91.4% adjustment for males and a 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 a 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, 2023 valuation were based on the results of an actuarial experience study for the period July 1, 2018 to June 30, 2021.

In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2024) is determined by the State Treasurer, after consultation with PFRS Board of Trustees, the Directors of the Division of Investment and Division of Pensions and

**TOWNSHIP OF NORTH BRUNSWICK**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2025 AND 2024**

**8. PENSION PLANS (continued)**

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, 2024 are summarized in the following table:

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

*Discount Rate* – The discount rate used to measure the total pension liability as of June 30, 2024 was 7.00%. 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 100.00% of the actuarially determined contributions for the State employer and 100.00% of actuarially determined contributions for local employers. Based on those assumptions, the plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all projected benefit payments to determine the total pension liability.

**TOWNSHIP OF NORTH BRUNSWICK**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2025 AND 2024**

**8. PENSION PLANS (continued)**

*Sensitivity of Net Pension Liability* – The following presents the net pension liability of PERS calculated using the discount rates as disclosed above as well as what the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher than the current rate:

<u>2024</u>	At 1% decrease (6.00%)	At current discount rate (7.00%)	At 1% increase (8.00%)
PERS	\$ <u>17,645,252.00</u>	\$ <u>13,279,546.00</u>	\$ <u>9,564,354.00</u>

*Plan Fiduciary Net Position* – The plan fiduciary net position for PERS, including the State of New Jersey, at June 30, 2024 and 2023 was \$37,740,650,902.00 and \$34,831,652.00, respectively. The portion of the Plan Fiduciary Net Position that was allocable to the Local (Non-State) Group at June 30, 2024 was \$27,400,438,440.00.

Collective balances at June 30, 2024 are as follows:

Collective deferred outflows of resources	\$ 1,079,580,780.00
Collective deferred inflows of resources	1,611,322,898.00
Collective net pension liability - Local group	13,702,423,985.00

Township's Proportion	0.0977296240%
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Collective pension expense for the Local Group for the measurement period ended June 30, 2024 is \$372,160,096.

The average of the expected remaining service lives of all employees that are provided with pension through the pension plan (active and inactive employees) determined at July 1, 2024, 2023, 2022, 2021, 2020, 2019, 2018, 2017, 2016, 2015 and 2014 is 5.08, 5.08, 5.04, 5.13, 5.16, 5.21, 5.63, 5.48, 5.57, 5.72 and 6.44 years, respectively.

**State Contribution Payable Dates**

Chapter 83, P.L. 2016 requires the State to make pension contributions on a quarterly basis: at least 25.00% by September 30, at least 50.00% by December 31, at least 75.00% by March 31, and at least 100.00% by June 30. As such, contributions are assumed to be made on a quarterly basis with the first contribution 15 months after the associated valuation date. Local employer's contributions are expected to be paid on April 1st, 21 months after the associated valuation date.

**Special Funding Situation – PERS**

Under N.J.S.A. 43:15A-15, the Township is responsible for their own PERS contributions based on actuarially determined amounts, except where legislation was passed which legally obligated the State to make contributions if certain circumstances occurred. The legislation which legally obligates the State is as follows: Chapter 365, P.L. 2001, and Chapter 133, P.L. 2001. The

**TOWNSHIP OF NORTH BRUNSWICK**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2025 AND 2024**

**8. PENSION PLANS (continued)**

amounts contributed on behalf of the Township by the State under this legislation is considered to be a special funding situation as defined by GASB Statement No. 68 and the State is treated as a nonemployer contributing entity. Accordingly, the Township's proportionate share percentage of the net pension liability, deferred outflows and inflows determined under GASB Statement No. 68 is zero percent and the State's proportionate share is 100.00% for PERS under this legislation. Unaudited data provided by the PERS indicates that the total non-employer contributions made to the PERS by the State for the years ended June 30, 2024 was \$61,435,556.00. The portion of that contribution allocated to the Township in 2024 (Ch. 133. PL 2001) was \$71,281.00, or 0.1634650332%. The June 30, 2024 State special funding situation pension expense of \$53,698,726.00 was actuarially determined and represents the required contribution due from the State for the year. The special funding situation net pension liability under the special funding situation was reported at \$114,378,189.00 at June 30, 2024 and represents the accumulated difference between the actuarially determined annual contributions required and the actual State contributions through the valuation date.

The Township's allocated shares of the special funding situation pension expense for the year ended June 30, 2024 was \$71,281.00 and no share of the special funding situation NPL was allocated to the Township.

**Police and Firemen's Retirement System**

The Police and Firemen's Retirement System ("PFRS") is a cost-sharing, multiple employer defined benefit pension plan as defined in GASB Statement No. 68. The Plan is administered by The New Jersey Division of Pensions and Benefits (Division). The more significant aspects of the PFRS Plan are as follows:

*Plan Membership and Contributing Employers*- Substantially all full-time county and municipal police and firemen and state firemen or officer employees with police powers appointed after June 30, 1944 are enrolled in PFRS. Membership and contributing employers of the defined benefit pension plans consisted of the following at June 30, 2024.

	<u>2024</u>
Inactive plan members of beneficiaries currently receiving benefits	50,109
Inactive plan members entitles to but not yet reeiving benefits	66
Active plan members	<u>41,451</u>
Total	<u><u>91,626</u></u>
Contributing Employers	574
Contributing Nonemployers	1

*Significant Legislation* - Pursuant to the provision of Chapter 78, P.L. 2011, COLA increases were suspended for all current and future retirees of PFRS.

**TOWNSHIP OF NORTH BRUNSWICK**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2025 AND 2024**

**8. PENSION PLANS (continued)**

The State Legislature adopted L. 2018, c. 55 in July 2018, which transferred management of PFRS from the New Jersey Department of Treasury, Division of Pensions and Benefits to a newly constituted twelve-member PFRS Board of Trustees. The new PFRS Board, which was established in February 2019 per the legislation, has more power and authority as compared to the former PFRS Board of Trustees. In addition to overseeing the management of PFRS, the new PFRS Board will also have the authority to direct investment decisions, to adjust current benefit levels and to change member and employer contribution rates. With regard to changes in current benefit provisions, such changes can only be made with the approval of a supermajority of eight (8) of the twelve (12) members of the new PFRS Board. Also, benefit enhancement can only be made if an independent actuary certifies that the benefit enhancements will not jeopardize the long-term viability of PFRS. Under prior law, benefit enhancements, including the reinstatement of COLA for retirees, could only be considered when the funded level of the pension fund reaches 80.00%. An actuarial certification was also required that the funded levels would remain at or above 80.00% over a 30-year period following the benefit enhancement.

In accordance with L. 2018, c. 55, the new PFRS Board will also have the authority to formulate investment policies and direct the investment activities of the PFRS. The PFRS Board has proposed regulations for adoption governing the methods, practices, and procedures for investment or reinvestments of money of PFRS.

For the year ended June 30, 2025 and 2024 the Township’s total payroll for all employees was \$30,347,104.27 and \$29,734,700.97, respectively. Total PFRS covered payroll was \$13,256,122.00 and \$13,185,576.00, respectively. Covered payroll refers to pensionable compensation, rather than total compensation, paid by the Township to active employees covered by the Plan.

*Specific Contribution Requirements and benefit provisions* – The contribution policy is set by N.J.S.A. 43:16A and requires contributions by active members and contributing employers. The active members contribution rate for 2024 was 10.00%. Employer contribution amounts are based on an actuarially determined rate. The annual employer contributions include funding for basic retirement allowances and noncontributory death benefits.

The annual employer contributions include funding for basic retirement allowances and noncontributory death benefits. The Township’s contributions to the Plan for the years ended June 30, 2025 and 2024 were \$4,788,012.00 and \$4,378,646.00 respectively. Township Contributions are due and payable on April 1<sup>st</sup> in the second fiscal period subsequent to plan year for which the contribution requirements were calculated. Township payments to PFRS for the year ending June 30, 2025 consisted of the following:

	<u>2024</u>
Inactive plan members of beneficiaries currently receiving benefits	50,109
Inactive plan members entitles to but not yet reeiving benefits	66
Active plan members	41,451
 Total	 91,626
 Contributing Employers	 574
Contributing Nonemployers	1

**TOWNSHIP OF NORTH BRUNSWICK**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2025 AND 2024**

**8. PENSION PLANS (continued)**

The Township recognizes liabilities to PFRS and records expenditures for same in the fiscal period that bills become due.

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 2.00% of final compensation for each year of creditable service, as defined, up to 30 years plus 1.00% 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 1.00% for each year of creditable service over 25 years, but not to exceed 30 years. Members may elect deferred retirement benefits after achieving ten years of service, in which case benefits would begin at age 55 equal to 2% of final compensation for each year of service.

*Pension Liabilities, Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions* – The regulatory basis of accounting which is basis for the preparation of the Township’s basic financial statements does not require or permit the inclusion of entity-wide, full accrual basis financial statements. Accordingly, the Township does not recognize pension liabilities for any current or prior period until fiscal period in which such payments will become due and payable.

At June 30, 2024, the PFRS reported a net pension liability of \$12,362,466,447.00 for its Non-State. Non-Special Funding Situation Employer Member Group. The Township’s proportionate share of the net pension liability for the Non-State Non-Special Funding Situation Employer Member Group was \$35,744,993.00 or 0.34614491% which was an increase of 0.01722045 % from its proportion, measured as of June 30, 2023 of .32892446%.

**TOWNSHIP OF NORTH BRUNSWICK**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2025 AND 2024**

**8. PENSION PLANS (continued)**

At June 30, 2024, the Township's deferred outflows of resources and deferred inflows of resources related to PFRS were from the following sources, if GASB Statement No. 68 was recognized:

	2024	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 2,251,907.00	\$ 1,223,709.00
Changes of assumptions	56,506.00	1,049,772.00
Net difference between projected and actual investment earnings and actual earnings on pension plan investments		279,769.00
Changes in proportion	3,705,704.00	971,896.00
Subtotal	6,014,117.00	3,525,146.00
Township contributions subsequent to the measurement date	5,549,845.00	
	\$ 11,563,962.00	\$ 3,525,146.00

The \$5,549,845.00 of deferred outflows of resources resulting from the Township's contributions subsequent to the measurement date will be recognized as a reduction to the net pension liability in the year ending June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows, if GASB Statement No. 68 was recognized:

Year ended <u>June 30,</u>	<u>Amount</u>
2026	\$ (1,096,437.00)
2027	2,166,591.00
2028	265,292.00
2029	525,029.00
2030	582,757.00
Thereafter	45,739.00
Total	\$ 2,488,971.00

**TOWNSHIP OF NORTH BRUNSWICK**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2025 AND 2024**

**8. PENSION PLANS (continued)**

*Actuarial Assumptions* - The collective total pension liability for the June 30, 2024 measurement date was determined by an actuarial valuation as of July 1, 2023, which was rolled forward to June 30, 2024. This actuarial valuation used the following actuarial assumptions:

Inflation rate:	
Price	2.75%
Wage	3.25%
Salary Increases:	
Through all future years	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 Pub-2010 mortality table with a 105.60% adjustment for males and a 102.50% adjustment for females. For healthy annuitants, mortality rates were based on the PubS-2010 amount weighted mortality table with a 96.70% adjustment for males and 96.00% adjustment for females. Disability rates were based on the PubS-2010 amount-weighted mortality table with a 152.00% adjustment for males and 109.30% adjustment for females. Mortality improvement is based on Scale MP-2021.

The actuarial assumptions used in the July 1, 2023 valuation were based on the results of an actuarial experience study for the period July 1, 2018 to June 30, 2021.

In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2024) is determined by the State Treasurer, after consultation with PFRS Board of Trustees, the Directors of the Division of Investment and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

**TOWNSHIP OF NORTH BRUNSWICK**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2025 AND 2024**

**8. PENSION PLANS (continued)**

Best estimates of arithmetic rates of return for each major asset class included in PFRS's target asset allocation as of June 30, 2024 are summarized in the following table:

	2024	
	Target Allocation	Long-Term Expected Real Rate of Return
U.S. Small/Mid Cap Equity	24.00%	6.90%
U.S. Large-Cap Equity	4.00%	7.40%
Non-U.S. Developed Large-Cap Equity	9.50%	6.70%
Non-U.S. Developed Small Cap Equity	2.00%	7.50%
Emerging Markets Large-Cap Equity	6.00%	9.60%
Emerging Markets Small-Cap Equity	1.50%	9.60%
U.S. Treasury Bond	7.00%	4.10%
U.S. Corporate Bond	5.00%	5.90%
U.S. Mortgage-Backed Securities	5.00%	4.40%
Global Multisector Fixed Income	6.00%	6.50%
Cash	2.00%	3.40%
Real Estate Core	3.00%	5.10%
Real Estate Non-Core	4.00%	6.50%
Infrastructure	3.00%	7.00%
Private Debt/Credit	8.00%	9.10%
Private Equity	10.00%	10.10%
	100.00%	

*Discount Rate* – The discount rate used to measure the total pension liability was 7.00% as of June 30, 2024. 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 100.00% of the actuarially determined contributions for the employers in the State Group and 100.00% of actuarially determined contributions for the Local Group. Based on those assumptions, the plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all projected benefit payments in determining the total pension liability.

*Sensitivity of Net Pension Liability* – The following presents the net pension liability of PFRS calculated using the discount rates as discussed above as well as what the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher than the current rate:

	At 1% decrease (6.00%)	At current discount rate (7.00%)	At 1% increase (8.00%)
<u>2024</u>			
PFRS	<u>\$ 51,071,642.25</u>	<u>\$ 35,744,993.00</u>	<u>\$ 22,981,253.00</u>

*Fiduciary Net Position* – The plan fiduciary net position for PFRS at June 30, 2024 was \$34,856,333,876.00.

**TOWNSHIP OF NORTH BRUNSWICK**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2025 AND 2024**

**8. PENSION PLANS (continued)**

*Additional Information:*

Collective Local Group balances at June 30, 2024 are as follows:

Collective deferred outflows of resources	\$ 1,350,388,724.00
Collective deferred inflows of resources	1,421,121,200.00
Collective net pension liability - Local group	12,362,466,447.00
Township's Proportion	0.3461448500%

Collective pension expense for the Local Group for the measurement period ended June 30, 2024 and 2023 was \$752,834,318.00 and \$834,211,699.00 respectively. The average of the expected remaining service lives of all plan members is 6.09, 6.16, 6.22, 6.17, 5.90, 5.92, 5.73, 5.59, 5.58, 5.53 and 6.17 years for the 2024, 2023, 2022, 2021, 2020, 2019, 2018, 2017, 2016, 2015 and 2014 amounts, respectively.

**State Contribution Payable Dates**

Effective with the July 1, 2017 valuation Chapter 83 P.L. 2016 requires the State to make pension contributions on a quarterly basis at least 25.00% by September 30, at least 50.00% by December 31, at least 75.00% by March 31, and at least 100.00% by June 30. As such, contributions are assumed to be made on a quarterly basis.

Local employers' contributions are expected to be paid on April 1st, 21 months after the associated valuation date.

**Special Funding Situation**

The Township is responsible for the actuarially determined annual contributions to the PFRS, except where legislation was passed that legally obligates the State if certain circumstances occur. A special funding situation exists for the Local employers of the PFRS. The State of New Jersey, as a non-employer, is required to pay the additional costs incurred by Local employers based upon the provisions of several legislative actions. The provisions of GASB Statement No. 68 define this relationship as a "special funding situation", and the State of New Jersey is defined as a "non-employer contributing entity".

Unaudited data provided by the PFRS indicates that the total Non-employer contributions made to the PFRS by the State for the year ended June 30, 2024 was \$410,209,021.00. The portion of that contribution allocated to the Township was \$4,788,012.00, or 0.34614485%. The June 30, 2023 State special funding situation pension expense of \$232,824,730.00 was actuarially determined and represents the required contribution due from the State for the year. The special funding situation net pension liability under the special funding situation was reported at \$2,035,866,994.00 at June 30, 2024 and represents the accumulated difference between the actuarially determined annual contributions required and the actual State contributions through the valuation date. The Township's allocated shares of the special funding situation pension expense for the year ended June 30, 2024 and its share of the special funding situation NPL at that date were \$810,707.00 and \$7,047,049.00 respectively.

**TOWNSHIP OF NORTH BRUNSWICK**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2025 AND 2024**

**8. PENSION PLANS *(continued)***

**Defined Contribution Retirement System**

The Defined Contribution Retirement Plan (“DCRP”) is a multiple employer defined contribution plan as defined in GASB Statement No. 68. The Plan is administered by The New Jersey Division of Pensions and Benefits (Division). The Division has selected Prudential Financial to manage the DCRP on its behalf. The more significant aspects of the DCRP are as follows:

*Plan Membership and Contributing Employers* - Enrollment in the DCRP is required for state or local officials, elected or appointed on or after July 1, 2007; employees enrolled in PFRS or PERS on or after July 1, 2007, who earn salary in excess of established “maximum compensation” limits; employees otherwise eligible to enroll in PFRS or PERS on or after November 2, 2008, who do not earn the minimum annual salary for tier 3 enrollment but who earn salary of at least \$5,000.00 annually; and employees otherwise eligible to enroll in PFRS or PERS after May 21, 2010, who do not work the minimum number of hours per week required for tier 4 or tier 5 enrollment, but who earn salary of at least \$5,000.00 annually. At June 30, 2024, the membership of DCRP, based on the information within the Division’s database, was 63,000.

*Contribution Requirement and Benefit Provisions* - State and local government employers contribute 3.00% of the employees’ base salary. Active members contribute 5.50% of base salary.

Eligible members are provided with a defined contribution retirement plan intended to qualify for favorable Federal income tax treatment under IRC Section 401(a), a noncontributory group life insurance plan and a noncontributory group disability benefit plan. A participant’s interest in that portion of his or her defined contribution retirement plan account attributable to employee contributions shall immediately become and shall at all times remain fully vested and non-forfeitable. A participant’s interest in that portion of his or her defined contribution retirement plan account attributable to employer contributions shall be vested and non-forfeitable on the date the participant commences the second year of employment or upon his or her attainment of age 65, while employed by an employer, whichever occurs first.

The contribution policy is set by laws of the State of New Jersey and contributions are required by active members and participating employers. Plan members and employer contributions may be amended by State of New Jersey legislation, with the amount of contributions by the State of New Jersey contingent upon the annual Appropriations Act.

## TOWNSHIP OF NORTH BRUNSWICK

### NOTES TO FINANCIAL STATEMENTS JUNE 30, 2025 AND 2024

#### 9. POST-RETIREMENT HEALTH COVERAGE

##### State Health Benefit Local Government Retired Employees Plan

##### General Information about the OPEB Plan

##### Plan Description

The State Health Benefit Local Government Retired Employees Plan (the Plan) is a cost sharing, multiple employer defined benefit other postemployment benefit (OPEB) plan with a special funding situation. It covers employees of local government employers that have adopted a resolution to participate in the Plan. The plan meets the definition of an equivalent arrangement as defined in paragraph 4 of GASB Statement No. 75, "*Accounting and Financial Reporting for the Postemployment Benefits Other Than Pensions*"; therefore assets are accumulated to pay associated benefits. For additional information about the Plan, please refer to the State of New Jersey (the State), Division of Pensions and Benefits' (the Division) Annual Comprehensive Financial Report (ACFR), which can be found at <https://www.state.nj.us/treasury/pensions/annual-reports.shtml>.

##### Benefits Provided

The Plan provides medical and prescription drug coverage to retirees and their dependents of the employers. Under the provisions of Chapter 88, P.L. 1974 and Chapter 48, P.L. 1999, local government employers electing to provide postretirement medical coverage to their employees must file a resolution with the Division. Under Chapter 88, local employers elect to provide benefit coverage based on the eligibility rules and regulations promulgated by the State Health Benefits Commission. Chapter 48 allows local employers to establish their own age and service eligibility for employer paid health benefits coverage for retired employees.

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.

**TOWNSHIP OF NORTH BRUNSWICK**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2025 AND 2024**

**9. POST-RETIREMENT HEALTH COVERAGE (continued)**

**Contributions**

Pursuant to Chapter 78, P.L. 2011, future retirees eligible for post-retirement 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.

	<u>June 30, 2024</u>	<u>June 30, 2023</u>
Inactive plan members or beneficiaries currently receiving benefits	20,554	19,688
Active plan members	69,144	70,013
 Total	 89,698	 89,701
 Contributing employers	 590	 590
Contributing nonemployers	1	1

*Nonspecial Funding Situation* - The State of New Jersey's Total OPEB Liability for nonspecial funding situation was \$13,028,800,548.00 and \$11,517,446,269.00 at June 30, 2024 and 2023, respectively.

*Components of Net OPEB Liability* – The components of the collective net OPEB liability for Local Government Retired Employees Plan, including the State of New Jersey, is as follows:

	<u>2024</u>	<u>2023</u>
Total OPEB Liability	\$ 17,748,257,548.00	\$ 14,889,576,786.00
Plan Fiduciary Net Position	(157,187,957.00)	(116,962,691.00)
 Net OPEB Liability	 \$ 17,905,445,505.00	 \$ 15,006,539,477.00
 Plan fiduciary net position as a percentage of the total OPEB liability	 -0.89%	 -0.79%

*Actuarial Assumptions and Other Inputs:*

The total OPEB liability as of June 30, 2024 was determined by an actuarial valuation as of July 1, 2023, which was rolled forward to June 30, 2023. The actuarial assumptions vary for each plan member depending on the pension plan the member is enrolled in. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement:

Salary increase\*:

Public Employees' Retirement System (PERS)	
Rate for all future years	2.75% to 6.55% based on years of service
Police and Firemens' Retirement System (PFRS)	
Rate for all future years	3.25% to 16.25% based on years of service

\*Salary increases are based on years of service within the respective plan

**TOWNSHIP OF NORTH BRUNSWICK**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2025 AND 2024**

**9. POST-RETIREMENT HEALTH COVERAGE (continued)**

Actuarial assumptions used in the July 1, 2023 valuation were based on the results of the PFRS and PERS experience studies prepared for July 1, 2018 to June 30, 2021.

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

*Health Care Trend Assumptions* – For pre-Medicare medical benefits, the trend rate is initially 7.50% and decreases to a 4.50% long-term trend rate after nine years. For post-65 medical benefits PPO, the trend is increasing to 22.62% in fiscal year 2027 and decreases to 4.50% in fiscal year 2034. For HMO, the trend is increasing to 23.58% in fiscal year 2027 and decreases to 4.50% in fiscal year 2034.

For prescription drug benefits, the initial trend rate is 12.75% and decreases to a 4.50% long-term trend rate after seven years. For the Medicare Part B reimbursement, the trend rate is 5.00%.

*Discount Rate* – The discount rate for June 30, 2024 was 3.93%. This represents the municipal bond rate as chosen by the State. The source is the Bond Buyer Go 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. As the long-term rate of return is less than the municipal bond rate, it is not considered in the calculation of the discount rate, rather the discount rate is set at the municipal bond rate.

*Sensitivity of the State’s Net OPEB Liability to Changes in the Discount Rate* - The following presents the collective net OPEB liability of the participating employers as of June 30, 2024, calculated using the discount rate as disclosed above as well as what the collective net OPEB liability would be if it was calculated using a discount rate that is 1-percentage point lower or 1-percentage- point higher than the current rate:

	1% Decrease	At Discount Rate	1% Increase
Total Net OPEB Liability - 2024	\$ 20,857,914,273.00	\$ 17,905,445,505.00	\$ 15,540,780,410.00

*Sensitivity of the State’s Net OPEB Liability to Changes in the Healthcare Cost Trend Rates* - The following presents the net OPEB liability as of June 30, 2024, calculated using the healthcare trend rate as disclosed above as well as what the net OPEB liability would be if it was calculated using a healthcare trend rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	1% Decrease	At Healthcare Cost Trend Rate	1% Increase
Total Net OPEB Liability - 2024	\$ 15,144,352,142.00	\$ 17,905,445,505.00	\$ 21,455,435,620.00

*Special Funding Situation* – The State of New Jersey’s Total OPEB Liability for special funding situation was \$4,876,644,957.00 and \$3,489,093,208.00 at June 30, 2024 and 2023, respectively.

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

## TOWNSHIP OF NORTH BRUNSWICK

### NOTES TO FINANCIAL STATEMENTS JUNE 30, 2025 AND 2024

#### 9. POST-RETIREMENT HEALTH COVERAGE (*continued*)

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.

The amounts of the State's Non-employer OPEB Liability that are attributable to employees and retirees of the Township of North Brunswick was \$8,066,849.00 and \$5,493,787.00 at June 30, 2024 and 2023, respectively. These allocated liabilities represent 0.165418% and 0.157456% of the State's Total Non-employer OPEB Liability for June 30, 2024 and 2023, respectively. The OPEB expense attributed to the Township was \$(781,541.00) and \$(996,131.00) at June 30, 2024 and 2023, respectively.

#### 10. ACCRUED SICK AND VACATION BENEFITS

The Township has established uniform personnel policies via employee contracts and municipal ordinances that set forth the terms under which an employee may accumulate unused benefits as follows:

Sick Leave - Sick Leave shall accumulate at the rate of one (1) day per month for the first year of service and fifteen (15) days for each subsequent year for all permanent employees and shall be cumulative from year to year without limit. Upon retirement, the employee is entitled to receive partial payment for any unused accumulated sick leave computed on the basis of final wages and subject to limitations that vary with union affiliation.

Vacations - Vacation pay for permanent employees accumulates in accordance with the approved schedules. Vacation days may be taken in the year earned, but not to exceed the number of days earned at time of vacation. Earned vacation days may be accumulated up to one (1) year of current vacation credits.

Any employee who has separated his/her employment may be paid the salary equivalent to accrued vacation earned, not to exceed more than one (1) year of current vacation credits earned.

The Township maintains up-to-date records of each employee's status relating to earned and unused sick and vacation pay. It is estimated that the cost of such unpaid sick and vacation pay would approximate \$6,764,418.75 and \$7,252,147.24 at June 30, 2025 and 2024. This amount represents the current value of all accumulations and is not intended to portray amounts that would be recorded under GAAP. The Township has not discounted the total based upon a study of utilization by employees separating from service. Neither has it excluded the accumulations of any employees based upon the likelihood that the right to receive termination payments for such accumulations will vest with the employees. The amount that the valuation reported above would be reduced under either of the methodologies permitted under GAAP has not been determined. Expenditures for payment of accrued sick and vacation benefits are recorded in the period in which payments are made as part of the current year's operating budget appropriations.

**TOWNSHIP OF NORTH BRUNSWICK**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2025 AND 2024**

**11. RISK MANAGEMENT**

Lines of coverage provided by the Fund include property; boiler and machinery; equipment floater; house flooding; underground storage tanks; auto physical; blanket bond; auto liability; general liability; law enforcement liability; public official liability and worker compensation and employer liability.

On January 1, 2011, the Township joined the Garden State Municipal Joint Insurance Fund. This Fund provides for a pooling of self-retained risks of insurable losses, as well as cost effective excess insurance coverage. At December 31, 2024 and 2023, the Fund reported total assets of \$73,753,965.00 and \$54,724,891.00, respectively, liabilities and reserves of \$89,318,510.00 and \$75,069,433.00, respectively, which includes case reserves of \$57,158,945.00 and \$48,103,107.00, respectively, and IBNR reserves of \$31,577,219.00 and \$26,898,826.00, respectively and net position (deficit) of \$(15,564,545.00) and \$(20,344,542.00), respectively. While the Joint Insurance Fund reported a deficit, the Township has no associated liability at June 30, 2025. See Note 18 to the Financial Statements with respect to the Township's previous participation in the Middlesex County Joint Insurance Fund (MCJIF).

**12. LENGTH OF SERVICE AWARD PROGRAM (LOSAP)**

The Township has authorized a Length of Service Award Program (LOSAP) pursuant to section 457 (e) of the Internal Revenue Code and P.L. 1997, C. 388 as amended by P.L. 2001, C. 272 of the Statutes of New Jersey. The program provides for fixed annual contributions to a deferred income account for volunteer firefighters who meet specified service criteria. The Township sponsors the Program, which is administrated by a private contractor. The LOSAP Program is subject to an annual review in accordance with AICPA standards for attestation engagements. LOSAP review reports are available in the office of the Township Clerk during scheduled working hours.

**13. DEFERRED COMPENSATION**

The Township has instituted a Deferred Compensation Plan pursuant to section 457 of the Internal Revenue Code and P.L. 1977, C. 381; P.L. 1978, C. 39; P.L. 1980, C. 78; and P.L. 1997, C. 116 of the Statutes of New Jersey. The Plan is an arrangement whereby a public employer may establish a plan and permit its employees to voluntarily authorize a portion of their current salary to be withheld and invested in one or more of the types of investments permitted under the governing regulations. The Township has engaged a private contractor to administer the plan.

**14. DEFERRED SCHOOL TAXES**

Tax revenue for the Township of North Brunswick Board of Education has been collected and the liability deferred by statute. The following is a schedule of deferred taxes:

	June 30,	
	<u>2025</u>	<u>2024</u>
Balance of Tax	\$ 48,593,585.29	\$ 47,738,128.79
Deferred	48,587,758.00	47,717,758.00
Payable	<u>\$ 5,827.29</u>	<u>\$ 20,370.79</u>

**TOWNSHIP OF NORTH BRUNSWICK**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2025 AND 2024**

**15. AFFORDABLE HOUSING**

In accordance with the Final Judgement of Compliance and Repose filed August 19, 2016 and in order to implement provisions of the Township Housing Element/Fair Share Plan adopted June 6, 2016 (the “Plan”), the Municipality implemented a program to provide affordable housing units to low- and moderate-income household desiring to live within the Municipality. As such, the Township entered into a renewal agreement with the North Brunswick Housing Corporation to serve as the Administrative Agent to implement the provision of the Plan. The Administrative Agent is required to perform duties and responsibilities as set forth in the Rules, the Housing Rehabilitation Program Manual, and the Rent Subsidy Program, as components of the Plan including those set forth in N.J.A.C. 5:80-26.14, 15 &18. Funding of the program is contingent upon revenue from the statewide Non-Residential Development Fee established by P.L. 2008, c46.

Previously, on June 4, 2012, the governing body of the Township of North Brunswick authorized by resolution an agreement with the North Brunswick Housing Corporation to serve as Administrative Agent for the administration of affordable housing units within the Township of North Brunswick. The resolution also authorized the transfer of funds from the Affordable Housing Trust Fund to the North Brunswick Housing Corporation for affordability assistance in the accordance with the Townships Amended Spending Plan approved by the New Jersey Department of Community Affairs.

**16. FUND BALANCES APPROPRIATED**

Fund balances at June 30, 2025 and 2024, which were appropriated and included as anticipated revenue in their own respective funds for the fiscal years ending June 30, 2026 and 2025 as follows:

		FUND BALANCE <u>JUNE 30, 2025</u>		UTILIZED IN SUCCEEDING <u>BUDGET</u>
Current Fund	\$	10,480,068.29	\$	4,811,254.00
Water Utility Fund		3,833,925.19		180,000.00
Sewer Utility Fund		4,423,416.00		409,000.00

		FUND BALANCE <u>JUNE 30, 2024</u>		UTILIZED IN SUCCEEDING <u>BUDGET</u>
Current Fund	\$	12,553,739.73	\$	5,210,000.00
Water Utility Fund		3,119,029.09		100,000.00
Sewer Utility Fund		3,897,055.08		120,000.00

## TOWNSHIP OF NORTH BRUNSWICK

### NOTES TO FINANCIAL STATEMENTS JUNE 30, 2025 AND 2024

#### 17. GASB 77 TAX ABATEMENTS

The Township provides for long-term tax exemptions, as authorized and permitted by New Jersey State Statutes. N.J.S.A. 40A:20-1 et seq. sets forth the criteria and mechanism by which property taxes can and are abated. The exemptions provided by the Township are predominately for affordable housing projects. Taxes abated include municipal, local school and county taxes. The Township is required to remit five percent (5.00%) to the County for any payments received in lieu of taxes (PILOT payments). During the year ended June 30, 2025, the Township received \$895,213.44 in tax abatement (PILOT) payments in accordance with the terms and conditions set forth in the applicable redevelopment agreements.

#### 18. CONTINGENT LIABILITIES

##### a. Federal and State Awards

The Township participates in several federal and state financial assistance grant programs. Entitlement to the funds is generally conditioned upon compliance with terms and conditions of the grant agreements and applicable regulations, including the expenditures of funds for eligible purposes. These programs are also subject to compliance and financial audits by the grantors or their representatives. As of June 30, 2025, and the date of this report, the Township does not believe that any material liabilities will result from such audits.

##### b. Litigation

As of the date of this report, the Township had pending litigations. Additionally, during the year ended June 30, 2025, the Township entered into a legal settlement and received proceeds of \$12,500,000 related to damages resulting from environmental contamination identified in 2004 during the construction of the North Brunswick Township High School. The Township previously financed the costs of the required remediation through the issuance of bonds under Ordinance No. 04-05, High School/Veterans Park Soil Remediation. As the related debt was incurred on behalf of the Township's taxpayers, the Township intends to use the settlement proceeds to reduce future debt service requirements.

##### c. Tax Appeals

As of June 30, 2025, there were tax appeals pending before the New Jersey Tax Court of an undetermined amount. Judgments favorable to the taxpayers generally extend to two years following the year adjudicated and would also subject the Township to a liability for statutory interest on the amount.

##### d. Supplemental Insurance Assessments

Effective December 31, 2010, the Township exited the Middlesex County Joint Insurance Fund (MCJIF). Based upon the MCJIF's financial condition, the MCJIF issued a supplemental assessment to all current and former MCJIF members, as approved by its Fund Commissioners on August 30, 2022. The supplemental assessment to the Township, based upon its previous participation in the MCJIF, which has been and will continue to be contested by the Township, amounted to \$580,297.23 which includes interest of \$128,519.23. The terms of the contested supplemental assessment are being disputed by the Township, which is expected to be over a

## TOWNSHIP OF NORTH BRUNSWICK

### NOTES TO FINANCIAL STATEMENTS JUNE 30, 2025 AND 2024

#### 18. CONTINGENT LIABILITIES *(continued)*

seven-year period if found to be valid. The Township is part of a joint legal defense team that is challenging the proposed payment to the JIF that is currently being litigated in the Superior Court of New Jersey” as to this contingent liability and intends to vigorously defend its position as to this alleged contingent liability.

#### 19. SUBSEQUENT EVENTS

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

The Township issued Bond Anticipation Notes dated July 7, 2025 with a maturity date of July 6, 2026. The BAN's were issued for \$56,725,000.00 with an interest rate of 4.00%.

The Township adopted a bond ordinance 25-21 on September 22, 2025 providing for various Capital Improvements in and by the Water Utility, appropriating \$5,100,000.00 thereof and authorizing the issuance of \$5,100,000.00 Bonds or Notes.

The Township adopted a bond ordinance 25-22 on September 22, 2025 providing for Capital Improvements, appropriating the aggregate amount of \$6,400,000.00 thereof and authorizing the issuance of \$6,080,000.00 in Bonds or Notes.

The Township adopted bond ordinance 25-24 on October 6, 2025 providing for Improvements to the Water Treatment Plant and Distribution System, appropriating \$2,000,000.00 therefor and authorizing the issuance of \$2,000,000.00 Bonds or Notes, to be funded in part through the New Jersey Infrastructure Bank Financing Program.

**TOWNSHIP OF NORTH BRUNSWICK  
MIDDLESEX COUNTY, NEW JERSEY**

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**PART II**

**SUPPLEMENTARY SCHEDULES REQUIRED BY THE DIVISION**

**CURRENT FUND**

TOWNSHIP OF NORTH BRUNSWICK  
MIDDLESEX COUNTY, NEW JERSEY  
CURRENT FUND

CASH RECEIPTS AND DISBURSEMENTS - TREASURER  
YEAR ENDED JUNE 30, 2025

	<u>Ref.</u>	<u>Total</u>	<u>Current</u>	<u>Grants</u>
Cash Balance June 30, 2024.....	A	<u>\$ 14,614,011.57</u>	<u>\$ 14,372,934.75</u>	<u>\$ 241,076.82</u>
Increased by Cash Receipts:				
Petty Cash.....	A-5	1,050.00	1,050.00	
Interfund Transfers				
Matching Funds For Grants.....	A-18	6,393.80		6,393.80
Due From Grant Fund.....	A-14	3,241.56	3,241.56	
Senior Citizens and Vets Deductions.....	A-6	86,841.77	86,841.77	
Revenue Collection:				
Miscellaneous Anticipated Revenue.....	A-2	14,439,802.72	14,439,802.72	
Taxes Receivable.....	A-7	164,586,763.99	164,586,763.99	
Miscellaneous Revenue Not Anticipated.....	A-8	694,738.54	694,738.54	
Tax Overpayments.....	A-11	176,078.78	176,078.78	
Miscellaneous Reserves.....	A-9	205,050.00	205,050.00	
Unappropriated Grant Reserves.....	A-15	190,621.13		190,621.13
Grants Receivable.....	A-16	<u>3,864,057.46</u>		<u>3,864,057.46</u>
Total Cash Receipts.....		<u>184,254,639.75</u>	<u>180,193,567.36</u>	<u>4,061,072.39</u>
Decreased by Disbursements:				
Petty Cash.....	A-5	(1,050.00)	(1,050.00)	
Budget:				
Budget Appropriations.....	A-3	(59,766,795.93)	(59,766,795.93)	
Appropriation Reserves.....	A-10	(723,407.99)	(723,407.99)	
Appropriated Grant Reserves.....	A-17	(3,530,652.85)		(3,530,652.85)
Interfund Transfers:				
Matching Funds for Transfer.....	A-14	(6,393.80)	(6,393.80)	
Due to Current Fund.....	(4.00)	(3,241.56)		(3,241.56)
Clean Up Costs	A-7 , A-1	(34,600.99)	(34,600.99)	
Tax Collections:				
Taxes Payable.....	A-12	(120,943,556.77)	(120,943,556.77)	
Miscellaneous Reserves.....	A-9	<u>(280,452.63)</u>	<u>(280,452.63)</u>	
Total Cash Disbursements.....		<u>(185,290,152.52)</u>	<u>(181,756,258.11)</u>	<u>(3,533,894.41)</u>
Cash Balance June 30, 2025.....	A	<u>\$ 13,578,498.80</u>	<u>\$ 12,810,244.00</u>	<u>\$ 768,254.80</u>

TOWNSHIP OF NORTH BRUNSWICK  
CURRENT FUND

PETTY CASH AND CHANGE FUNDS  
YEAR ENDED JUNE 30, 2025

	Balance June 30, 2024	Advanced	Returned	Balance June 30, 2025
Change Fund.....	\$ 1,225.00			\$ 1,225.00
Petty Cash Funds:				
Senior Center.....		\$ 200.00	\$ 200.00	
Public Works.....		200.00	200.00	
Police.....		250.00	250.00	
Purchasing.....		200.00	200.00	
Recreation.....		200.00	200.00	
Total.....	<u>\$ 1,225.00</u>	<u>\$ 1,050.00</u>	<u>\$ 1,050.00</u>	<u>\$ 1,225.00</u>
<u>Ref.</u>	A	A-4	A-4	A

TOWNSHIP OF NORTH BRUNSWICK  
CURRENT FUND

DUE FROM STATE OF NEW JERSEY  
SENIOR CITIZENS AND VETERANS DEDUCTIONS  
YEAR ENDED JUNE 30, 2025

Balance June 30, 2024.....	<u>Ref.</u> A		\$ 111,873.45
Revenue - Eligible Senior Citizens & Veterans Deductions			
Original - 2025 Tax Levy.....	Below	\$ 85,250.00	
Allowed - SFY 2025 Taxes.....	Below	<u>750.00</u>	
Total Revenue.....			<u>86,000.00</u>
			197,873.45
Decreased by:			
Cash Received from State of NJ.....	A-4	(86,841.77)	
Disallowed - 2025 Taxes.....	Below	<u>(882.20)</u>	
			<u>(87,723.97)</u>
Balance June 30, 2025.....	A		<u><u>\$ 110,149.48</u></u>

Analysis of Realized Revenues for 2025

Senior Citizens & Veterans Deductions Allowed/Disallowed by:			
Per Tax Billings - 2025.....	Above	\$ 85,250.00	
By Collector (net) - 2025.....	Above	<u>(132.20)</u>	
	A-7		<u><u>\$ 85,117.80</u></u>

TOWNSHIP OF NORTH BRUNSWICK  
CURRENT FUND

PROPERTY TAXES RECEIVABLE AND LEVY ANALYSIS  
YEAR ENDED JUNE 30, 2025

	Ref.	Total	2026 Prepaid	2025 Current	2024 Delinquent	Arrears	Tax Liens	Property Acquired for Taxes
Balance June 30, 2024.....	A	\$ 1,877,315.36			\$ 1,142,742.31	\$ 3.43	\$ 188,881.11	\$ 545,688.51
<b>Levy &amp; Adjustments</b>								
Original Levy.....		164,144,683.24		\$ 164,144,683.24				
Added Omitted & Rollback.....		838,216.96		838,216.96				
Assessor's Appeals.....		(245,271.68)		(245,271.68)				
Cost & Interest on Taxes.....		1,052.66					1,052.66	
Transfers & Tax Lien Sales.....				(34,268.04)	(363.82)		34,631.86	
Other Adjustments - by Resolution.....		20,913.69		19,126.48	875.45		911.76	
Clean Up Costs.....	A-1 , A-4	34,600.99		38,651.02	(4,050.03)			
<b>Revenue</b>								
Sr. Citizens & Veterans Deduction.....	A-6	(85,117.80)		(85,117.80)				
Prepays Applied.....	A	(240,848.46)		(240,848.46)				
Overpayments Applied.....	A-1, A-11	(183,080.25)	\$ (13,426.50)	(169,653.75)				
Other Collection Adjustments.....		(47,560.88)		(120.00)	(47,440.88)			
Cash Receipts.....	A-4	(164,586,763.99)	(194,973.95)	(163,295,506.12)	(1,091,762.80)	(3.43)	(4,517.69)	
Balance June 30, 2025.....	A	<u>\$ 1,528,139.84</u>	<u>\$ (208,400.45)</u>	<u>\$ 969,891.85</u>	<u>\$ 0.23</u>		<u>\$ 220,959.70</u>	<u>\$ 545,688.51</u>

.....Analysis of 2025 Property Tax Levy.....

<b>Tax Yield:</b>		Ref.	<b>Tax Levy:</b>		Ref.
General Purpose Tax.....	A-7	\$ 164,144,683.24	Non-Municipal Taxes.....	A-12	\$ 121,679,245.09
Added by Tax Appeals.....	A-7	(245,271.68)	Municipal Purpose Tax.....	A-2	40,276,569.70
Added Taxes.....	A-7	838,216.96	Municipal Library Tax.....	A-2	2,111,180.30
Total Levy.....		<u>\$ 164,737,628.52</u>	Total Tax Levy.....		164,066,995.09
			Added Taxes.....		670,633.44
<b>Current Taxes Realized</b>		Ref.	<b>% of Tax Levy Collected</b>		
Sr. Citizens & Veterans Deductions.....	A-6, A-7	\$ 85,117.80	Total Amount to be Raised.....		<u>\$ 164,737,628.52</u>
Cash Receipts.....	A-7	163,295,506.12			
Prepaid Taxes Applied.....	A-7	240,848.46			
Overpayments Applied.....	A-11	169,653.75			
Subtotal - Revenue Realized including Adjustment.....	A-1	163,791,126.13	Total Tax Revenue.....		\$ 163,791,126.13
Reserve for Uncollected Taxes.....	A-3	1,130,000.00	Total Tax Levy.....		164,737,628.52
Total Revenue, Current Taxes.....		164,921,126.13	% of Tax Levy Collected.....		<u>99.425%</u>
Non-Municipal Taxes Payable.....	A-12	(121,799,013.27)			
Revenue, Local Purpose Tax.....	A-2	<u>\$ 43,122,112.87</u>	<b>Delinquent Taxes Realized</b>		
			Taxes Received.....		\$ 1,091,762.80
			Arrears Received.....		3.43
			Tax Title Liens Received.....		4,517.69
					<u>\$ 1,096,283.92</u>

Ref. A-1

TOWNSHIP OF NORTH BRUNSWICK  
CURRENT FUND

MISCELLANEOUS REVENUE NOT ANTICIPATED  
YEAR ENDED JUNE 30, 2025

	<u>Ref</u>	<u>2025</u>
Other Miscellaneous Revenues Not Anticipated:		
Fees.....		\$ 518.90
Cellular Tower Lease.....		211,401.18
Inspection Fees - State of NJ.....		4,900.00
Miscellaneous.....		224,524.58
LOSAP - Return of Non Vested.....		10,599.87
Administrative Fees Senior Citizens & Veterans Deduction.....		1,736.84
Collector - Lot Clean -up Fees.....		4,881.72
Cannabis Sales Tax.....		
Building - Variations.....		
FEMA Reimbursement.....		2,623.50
Auction - Sale of Assets.....		15,175.00
Bail Returned.....		
Public Works:		
Sanitation Bins / Automated Carts/Sr. Rev.....		4,707.00
Refuse Container Rental.....		17,320.00
Police - Admin Fee, Off-Duty Police.....		196,349.95
		<u>196,349.95</u>
Total.....	A-1, A-4	<u>\$ 694,738.54</u>

TOWNSHIP OF NORTH BRUNSWICK  
CURRENT FUND

ACCOUNTS PAYABLE AND RESERVES  
YEAR ENDED JUNE 30, 2025

	June 30, 2024	Transfer from (to) Budget	Cash Receipts	Cash Disbursements	Adjustments	June 30, 2025
Accounts Payable:						
Filing Fees Due State of NJ:						
Marriage Licenses.....	\$ 1,227.00		\$ 6,000.00	\$ (5,050.00)		\$ 2,177.00
Building Construction Training.....	34,080.00		196,205.00	(165,338.00)		64,947.00
New Jersey Economic Development						
Authority Pilot Payment.....	75.00					75.00
Domestic Partnership Fee.....	50.00		25.00			75.00
Lead Based Paint Hazard.....			2,820.00	(2,520.00)		300.00
<b>Total Filing Fees Due NJ.....</b>	<b>35,432.00</b>		<b>205,050.00</b>	<b>(172,908.00)</b>		<b>67,574.00</b>
Vendor Accounts Payable.....	84,686.33	\$ 8,650.17		(1,864.57)	\$ (34,265.81)	57,206.12
<b>Total Payable.....</b>	<b>120,118.33</b>	<b>8,650.17</b>	<b>205,050.00</b>	<b>(174,772.57)</b>	<b>(34,265.81)</b>	<b>124,780.12</b>
Reserves:						
Reserve for Tax Appeals.....	379,903.86	1,000.00		(105,680.06)		275,223.80
Reserve for Rental Inspections - Crescent.....	180.00					180.00
<b>Total Reserves.....</b>	<b>380,083.86</b>	<b>1,000.00</b>		<b>(105,680.06)</b>	<b>-</b>	<b>275,403.80</b>
<b>Total.....</b>	<b>\$ 500,202.19</b>	<b>\$ 9,650.17</b>	<b>\$ 205,050.00</b>	<b>\$ (280,452.63)</b>	<b>\$ (34,265.81)</b>	<b>\$ 400,183.92</b>

<u>Ref.</u>	A	Below	A-4	A-4	A-1	A
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	<u>Ref.</u>	
Transfer from Appropriation Reserves.....	A-10	\$ 8,650.17
Transfer from Budget Appropriations.....	A-3	1,000.00
		<u>9,650.17</u>
		Above

TOWNSHIP OF NORTH BRUNSWICK  
CURRENT FUND

2024 APPROPRIATION RESERVES  
YEAR ENDED JUNE 30, 2025

	June 30, 2024 Balance		Encumbrances	Transfers	Expended		Transferred to Accounts Payable	Balance Lapsed
	Salaries	Other			Salaries	Other		
General Government:								
Administration.....	\$ 41.42	\$ 22.00						\$ 63.42
Municipal Clerk.....	32.74	385.71						418.45
Financial Administration.....	1,091.01	370.36			\$ (1,000.00)	\$ (370.00)		91.37
Audit.....		60,000.00				(60,000.00)		
Information Technology.....	16.35	5,534.22	\$ 20,196.98			(20,091.02)	\$ (1,200.00)	4,456.53
Tax Collection.....	447.61	315.19	68.05			(149.20)		681.65
Tax Assessment.....	211.67	19,800.63	10,503.48	\$ (8,000.00)		(2,520.00)		19,995.78
Legal.....		20,979.00	108,206.09	(3,000.00)		(24,202.14)		101,982.95
Insurance:								
Other Insurance .....		863.08				755.00		1,618.08
Employee Group Insurance.....		26,599.68		(23,000.00)				3,599.68
Health Benefit Waiver.....		993.00						993.00
Community Development:								
Engineering.....	299.00	1,553.45	5,837.50			(4,674.75)		3,015.20
Planning.....	89.03	9,142.74	1,870.00			(9,202.50)		1,899.27
Zoning.....	832.21	1,070.12			(800.00)			1,102.33
Code Enforcement.....	89.34	30.98	95.00					215.32
Fire Safety.....	22.42	5.58	571.25					599.25
Uniform Construction Code.....	216.09	1,023.12	3,885.00				(3,885.00)	1,239.21
Public Safety:								
Police.....	56.17	7,242.74	84,101.52	6,000.00	622.50	(91,938.73)	(1,885.00)	4,199.20
Emergency Management.....	66.18		1,150.25			(1,114.33)		102.10
First Aid Organizations.....		10,555.80				(10,555.80)		
Length of Service Award Program.....		12,715.66	1,006.77				(1,006.77)	12,715.66
Juvenile Aid.....		6,511.55		(5,000.00)				1,511.55
Municipal Court.....	65.89	470.10	1,509.37			(1,046.10)		999.26
Public Defender.....		10,000.00	4,100.00			(7,350.00)		6,750.00
Public Works:								
Streets and Roads.....	95.61	6,887.71	15,931.95			(19,054.18)		3,861.09
Sanitation.....	97.63	2,162.44	459.94	(1,000.00)		(159.94)		1,560.07
Solid Waste Disposal Fees.....		16,000.00	78,439.52	(2,000.00)		(87,990.45)		4,449.07
Recycling.....		10.48	84,059.74	1,000.00		(83,409.09)		1,661.13
Buildings and Grounds.....	75.99	5,782.73	162,764.38			(154,683.55)	(673.40)	13,266.15
Motor Vehicle Maintenance.....	1,254.33	771.99	1,167.11	33,000.00	(1,000.00)	(18,898.81)		16,294.62
Muni Service Reimbursement								
Condominiums.....		14,211.04	54,888.00			(56,874.45)		12,224.59
NJDEP - Stormwater Permit.....	1,530.94				(1,309.08)			221.86

TOWNSHIP OF NORTH BRUNSWICK  
CURRENT FUND

2024 APPROPRIATION RESERVES  
YEAR ENDED JUNE 30, 2025

	June 30, 2024 Balance		Encumbrances	Transfers	Expended		Transferred to Accounts Payable	Balance Lapsed
	Salaries	Other			Salaries	Other		
<b>Parks Recreation &amp; Community Services:</b>								
Board of Health.....		\$ 95.25						\$ 95.25
Animal Control.....		83.35						83.35
Environmental Commission.....		1,065.50		\$ (1,000.00)				65.50
Recreation & Community Services.....	\$ 698.60	1,752.38	\$ 7,718.00	5,000.00		\$ (5,875.50)		9,293.48
Senior Services.....	980.64	5,098.26	6,850.87	(6,000.00)	\$ 496.00	(3,657.69)		3,768.08
Parks and Playgrounds.....	63.11	2,328.52	9,298.72	4,000.00	1,786.00	(16,627.23)		849.12
<b>Unclassified:</b>								
Utilities / Facilities Costs.....		19,518.11	13,099.35			(31,625.75)		991.71
Contingency.....		100.00						100.00
<b>Statutory Expenditures:</b>								
Public Employees Retirement.....		0.80	10,887.20			(10,887.20)		0.80
Police & Fire Retirement.....		354.00						354.00
DCRP.....		775.60						775.60
Social Security.....		1,172.13						1,172.13
<b>Interlocal Agreements:</b>								
Special Law Enforcement Officers.....		838.21						838.21
Matching Funds for Grants.....		28,984.00						28,984.00
<b>Total Operations.....</b>	<b>\$ 8,373.98</b>	<b>\$ 304,177.21</b>	<b>\$ 688,666.04</b>	<b>\$ -</b>	<b>\$ (1,204.58)</b>	<b>\$ (722,203.41)</b>	<b>\$ (8,650.17)</b>	<b>\$ 269,159.07</b>
	<u>Ref.</u>		A				A-9	A-1
Salaries.....		\$ 8,373.98				\$ (1,204.58)		
Other Expenses.....		304,177.21				(722,203.41)		
<b>Total.....</b>	<b>A</b>	<b>\$ 312,551.19</b>				<b>\$ (723,407.99)</b>		
					<u>Ref.</u>	<u>A-4</u>		

TOWNSHIP OF NORTH BRUNSWICK  
CURRENT FUND

PROPERTY TAX OVERPAYMENTS  
YEAR ENDED JUNE 30, 2025

	<u>Ref</u>	
Balance June 30, 2024.....	A	\$ 169,654.80
Increased by:		
Overpayments Received in 2025.....	A-4	<u>176,078.78</u>
		345,733.58
Decreased by:		
Transferred to Taxes Receivable.....	A-7	<u>169,653.75</u>
Balance June 30, 2025.....	A	<u><u>\$ 176,079.83</u></u>

TOWNSHIP OF NORTH BRUNSWICK  
CURRENT FUND

TAXES PAYABLE  
YEAR ENDED JUNE 30, 2025

	<u>Ref.</u>	<u>June 30, 2024</u>	<u>Taxes Levied</u>	<u>Cash Disbursements</u>	<u>June 30, 2025</u>
County - General.....		\$ 0.01	\$ 20,939,648.83	\$ (20,939,648.83)	\$ 0.01
County - Open Space.....			1,928,309.80	(1,928,309.80)	
Local School District Taxes.....		47,738,128.78	98,042,626.50	(97,187,170.00)	48,593,585.28
Local Open Space.....			768,659.96	(768,659.96)	
Sub-Total.....	A-7 , A-13	47,738,128.79	121,679,245.09	(120,823,788.59)	48,593,585.29
County - Added & Omitted.....			119,768.18	(119,768.18)	
Sub-Total.....	A-7	47,738,128.79	121,799,013.27	(120,943,556.77)	48,593,585.29
School Taxes Deferred.....	A	(47,717,758.00)	(870,000.00)		(48,587,758.00)
Total Taxes Payable.....		<u>\$ 20,370.79</u>	<u>\$ 120,929,013.27</u>	<u>\$ (120,943,556.77)</u>	<u>\$ 5,827.29</u>
	<u>Ref.</u>	A	A-7	A-4	A

TOWNSHIP OF NORTH BRUNSWICK  
CURRENT FUND

NON-LOCAL TAX LEVY CALCULATION  
YEAR ENDED JUNE 30, 2025

.....County Lax Levy.....

	<u>Ref.</u>	<u>Total</u>	<u>General</u>	<u>Open Space</u>	<u>Local School Taxes</u>	<u>Local Open Space</u>
2024 Tax Levy.....		\$ 120,982,330.10	\$ 21,109,608.80	\$ 1,916,982.68	\$ 97,187,170.00	\$ 768,568.62
Levy (1/2 of 2023).....		59,794,250.08	10,724,764.38	947,164.23	47,738,128.50	384,192.98
2024 Levy.....		61,188,080.03	10,384,844.43	969,818.46	49,449,041.50	384,375.65
Levy (1/2 of 2024).....		60,491,165.05	10,554,804.40	958,491.34	48,593,585.00	384,284.31
2025 Tax Levy.....	A-12	<u>\$ 121,679,245.09</u>	<u>\$ 20,939,648.83</u>	<u>\$ 1,928,309.80</u>	<u>\$ 98,042,626.50</u>	<u>\$ 768,659.96</u>

	<u>2023</u>		<u>2024</u>		<u>2025</u>	
	<u>Rate</u>	<u>Levy</u>	<u>Rate</u>	<u>Levy</u>	<u>Rate</u>	<u>Levy</u>
County General Tax.....	\$ 0.838	\$ 21,449,528.75	\$ 0.824	\$ 21,109,608.80	\$ 0.884	\$ 22,695,853.56
County Open Space.....	0.074	1,894,328.45	0.075	1,916,982.68	0.084	2,148,866.55
Local School Tax.....	3.728	95,476,257.00	3.794	97,187,170.00	3.878	99,608,057.00
Municipal Open Space.....	0.030	768,385.95	0.030	768,568.62	0.030	770,344.98
Library.....	0.081	2,079,985.02	0.083	2,111,180.30	0.092	2,370,805.88
Total - Non Municipal.....	4.751	121,668,485.17	4.806	123,093,510.40	4.968	127,593,927.97
Local Purpose Municipal Tax.....	1.471	37,677,459.24	1.530	39,207,053.84	1.603	41,157,862.89
Total Tax Levy.....	<u>\$ 6.222</u>	<u>\$ 159,345,944.41</u>	<u>\$ 6.336</u>	<u>\$ 162,300,564.24</u>	<u>\$ 6.571</u>	<u>\$ 168,751,790.86</u>
Net Valuation Taxable.....		<u>\$ 2,561,286,500.00</u>		<u>\$ 2,561,286,500.00</u>		<u>\$ 2,568,352,700.00</u>

TOWNSHIP OF NORTH BRUNSWICK  
CURRENT FUND

INTERFUNDS RECEIVABLE  
YEAR ENDED JUNE 30, 2025

	<u>Ref.</u>		
Balance June 30, 2024.....	A		\$ -
Increased by:			
Budgeted Appropriated Grant Reserves.....	A-3 , A-17	\$ 3,763,981.48	
Less: Budgeted Grant Revenues.....	A-2 , A-16	(3,757,587.68)	
Cash Disbursed From Current Fund to Grant Fund.....	A-4	<u>(6,393.80)</u>	
			<u>\$ -</u>
Decreased by:			
Cash Received in Current Fund From Grant Fund.....	A-4	3,241.56	
Appropriated Reserves Canceled.....	A-17	(442,772.19)	
Grant Receivables Canceled.....	A-16	<u>439,530.63</u>	
			<u>-</u>
Balance June 30, 2025.....	A		<u><u>\$ -</u></u>

GRANT FUND  
UNAPPROPRIATED GRANT RESERVES  
YEAR ENDED JUNE 30, 2025

<u>Grant Name</u>	<u>June 30, 2024</u>	<u>Appropriated</u>	<u>Cash Receipts</u>	<u>June 30, 2025</u>
<u>2025</u>				
Clean Communities.....	\$ 87,276.30	\$ 87,276.30		
Alcohol Ed. Rehab. Enforcement Fund.....	5,271.10	5,271.10		
National Opiod Settlements.....	13,235.58	13,235.58		
Middlesex County DWI Checkpoint.....	5,880.00	5,880.00		
<u>2026</u>				
Clean Communities.....			\$ 86,562.07	86,562.07
Recycling Tonage.....			54,125.51	54,125.51
Alcohol Ed. Rehab. Enforcement Fund.....			5,467.81	5,467.81
National Opiod Settlements.....			23,970.02	23,970.02
Middlesex County Helping Hands.....			495.72	495.72
Bristol Myers Squibb POWER.....			<u>20,000.00</u>	<u>20,000.00</u>
Total.....	<u>\$ 111,662.98</u>	<u>\$ 111,662.98</u>	<u>\$ 190,621.13</u>	<u>\$ 190,621.13</u>
<u>Ref.</u>	A	A-16	A-4	A

TOWNSHIP OF NORTH BRUNSWICK  
GRANT FUND

GRANTS RECEIVABLE  
YEAR ENDED JUNE 30, 2025

	June 30, 2024	.....Budget.....		Cash	Unappropriated	Canceled	June 30, 2025
		Adopted	NJSA 40A:4-87	Receipts	Realized		
<b>STATE GRANTS</b>							
<b>Administration:</b>							
State - Special Project Pavilion.....	\$ 500,000.00						\$ 500,000.00
State BPU Accoustical Testing Grant.....	62,625.71						62,625.71
National Opioids Settlement Funds.....		\$ 13,235.58	\$ 35,829.60	\$ (35,829.60)	\$ (13,235.58)		
Municipal Complex Improvement.....	1,500,000.00			(1,125,000.00)			375,000.00
Municipal Resilience Hub & Pavilion.....		2,750,000.00		(2,062,500.00)			687,500.00
<b>Transportation:</b>							
NJ DOT - Seneca Rd.....			441,440.00				441,440.00
NJ DOT - Huron Rd.....	149,210.00						149,210.00
NJ DOT - Wheeler Rd.....	557,505.00			(418,127.75)			139,377.25
NJ DOT - Evelyn Avenue.....	141,725.00						141,725.00
NJ DOT - Quarry Lane.....	223,894.43					\$ (223,894.43)	
NJ DOT - Raider Road Improvements.....	175,442.93					(175,442.93)	
NJ DOT - Local Freight Impact - Corporate Rd.....	91,250.00						91,250.00
<b>Public Safety:</b>							
Body Armor Grant - State.....			6,003.99	(6,003.99)			
Distracted Driving .....	12,250.00			(12,250.00)			
Pedestrian Safety, Education and Enforcement.....	12,040.00	16,400.00		(12,040.00)			16,400.00
Highway Safety Safe Corridors.....	73,761.00						73,761.00
State Body Worn Cameras.....	99,999.00						99,999.00
Pop-Up Party Prevention & Response.....			49,105.53	(10,912.26)		(38,193.27)	
<b>Parks Recreation &amp; Community Service:</b>							
Municipal Alliance.....	8,450.20	19,664.00		(11,888.40)			16,225.80
DMHAS Youth Leadership- Muni Alliance.....	5,000.00			(1,000.00)			4,000.00
<b>Public Works:</b>							
Clean Communities.....		87,276.30			(87,276.30)		
NJDEP Stormwater Assistance Grant.....	10,000.00						10,000.00
Local Recreation Imp Grant.....	51,980.00		86,000.00				137,980.00
<b>Municipal Court:</b>							
Alcohol Education & Enforce Fund.....		5,271.10			(5,271.10)		
<b>Total - State Grants.....</b>	<b>\$ 3,675,133.27</b>	<b>\$ 2,891,846.98</b>	<b>\$ 618,379.12</b>	<b>\$ (3,695,552.00)</b>	<b>\$ (105,782.98)</b>	<b>\$ (437,530.63)</b>	<b>\$ 2,946,493.76</b>

TOWNSHIP OF NORTH BRUNSWICK  
GRANT FUND

GRANTS RECEIVABLE  
YEAR ENDED JUNE 30, 2025

	June 30, 2024	.....Budget.....		Cash	Unappropriated	Canceled	June 30, 2025
		Adopted	NJSA 40A:4-87	Receipts	Realized		
<b><u>FEDERAL GRANTS</u></b>							
Public Safety:							
Bullet Proof Vest Grant - Federal.....	\$ 9,177.26		\$ 9,677.30	\$ (6,340.18)			\$ 12,514.38
Safe and Secure.....			90,300.00	(45,150.00)			45,150.00
Think Act Live:Community Safey Initiative.....	23,000.00		33,000.00	(21,000.00)		\$ (2,000.00)	33,000.00
Public Works:							
EECBG.....	76,450.00						76,450.00
Parks Recreation & Community Services:							
Heritage Day (County/Federal).....	8,000.00		7,350.00	(6,000.00)			9,350.00
Senior Center Meal Program.....	7,677.00		10,000.00	(5,736.00)			11,941.00
Senior Center Transportation.....	7,500.00		10,000.00	(10,000.00)			7,500.00
<b>Total - Federal Grants.....</b>	<b>131,804.26</b>	<b>-</b>	<b>160,327.30</b>	<b>(94,226.18)</b>		<b>(2,000.00)</b>	<b>195,905.38</b>
<b><u>OTHER GRANTS</u></b>							
Middlesex County DWI Checkpoint.....		\$ 11,760.00	25,900.00	(31,780.00)	\$ (5,880.00)		
Middlesex Helping Hands.....			3,374.28	(3,374.28)			
Middlesex County DRE Program.....	14,050.00						14,050.00
Altice BPU Directives Podcast Studio Grant.....			10,000.00	(10,000.00)			
Middlesex County Swim Lessson PILOT Program....		16,000.00		(9,125.00)			6,875.00
BMS Community Oriented Policing.....		20,000.00		(20,000.00)			
<b>Total - Other Grants.....</b>	<b>14,050.00</b>	<b>47,760.00</b>	<b>39,274.28</b>	<b>(74,279.28)</b>	<b>(5,880.00)</b>	<b>-</b>	<b>20,925.00</b>
<b>Total - All Grants.....</b>	<b>\$ 3,820,987.53</b>	<b>\$ 2,939,606.98</b>	<b>\$ 817,980.70</b>	<b>\$ (3,864,057.46)</b>	<b>\$ (111,662.98)</b>	<b>\$ (439,530.63)</b>	<b>\$ 3,163,324.14</b>
	A			A-4	A-15	A-14 , A-18	A
Adopted Budget.....		A-2	\$ 2,939,606.98				
Amended (NJSA 40A:4-87).....		A-2	817,980.70				
<b>Total.....</b>			<b>\$ 3,757,587.68</b>				
			A-14 , A-18				

TOWNSHIP OF NORTH BRUNSWICK  
GRANT FUND

APPROPRIATED GRANT RESERVES  
YEAR ENDED JUNE 30, 2025

	.....Budget.....		June 30, 2024	Paid or	June 30, 2025	June 30, 2025
June 30, 2024	Adopted	NJSA 40A:4-87	Encumbrances	Charged	Cancelled	Encumbrances
<u>STATE GRANTS</u>						
Transportation:						
NJ DOT - Raider Road.....	\$ 175,442.93				\$ (175,442.93)	
NJ DOT - Quarry Lane.....	223,894.43				(223,894.43)	
NJ DOT - Seneca Rd.....		\$ 441,440.00				\$ (441,440.00)
NJ DOT - Huron Rd.....			\$ 596,840.00	\$ (596,840.00)		
NJ DOT - Wheeler Rd.....			557,505.00	(348,825.73)		(208,679.27)
Public Safety:						
Drunk Driving Enforcement Fund.....	10,570.29			(1,002.25)		\$ 9,568.04
Body Armor Grant - State.....	3,233.76	6,003.99		(6,003.99)	(3,233.76)	
Police Camera.....			74,679.00	(25,320.00)		(49,359.00)
Safe & Secure.....		90,300.00		(45,150.00)		45,150.00
Pedestrian Safety, Education and Enforcement.....	\$ 16,400.00			(16,380.00)		20.00
Pop-Up Party Prevention & Response Initiative.....		49,113.33		(10,912.26)	(38,201.07)	
Parks Recreation & Community Service:						
Clean Communities.....	44,248.94	87,276.30	2,450.00	(94,305.56)		(2,024.50)
Municipal Alliance.....	0.60	24,580.00		(22,212.10)		2,368.50
DMHAS Youth Leadership- Municipal Alliance.....	4,550.00		450.00	(1,000.00)		4,000.00
Public Works:						
Recycling Tonnage Grant.....						
Local Recreation Imp Grant.....	51,980.00	86,000.00		(51,980.00)		(86,000.00)
NJDEP Stormwater Assistance Grant.....			25,000.00	(5,123.25)		(19,876.75)
Municipal Court:						
Alcohol Education Enforcement.....	26,765.91	5,271.10		(1,925.00)		30,112.01
Administration:						
Municipal Complex Improvement.....	917,169.89		415,805.11	(1,287,935.00)		(45,040.00)
National Opioids Settlement Fund.....	140,039.29	13,235.58	35,829.60			189,104.47
State Special Project Pavilion.....	500,000.00			(8,416.50)		(118,073.50)
State - NBCP Walkway.....						
State BPU Accoustical Testing Grant.....			24,314.85			(24,314.85)
Community Resilience HUB.....		2,750,000.00		(793,109.92)		(1,956,890.08)
<b>Total - State Grants.....</b>	<b>2,097,896.04</b>	<b>2,896,762.98</b>	<b>1,697,043.96</b>	<b>(3,316,441.56)</b>	<b>\$ (440,772.19)</b>	<b>(2,951,697.95)</b>

TOWNSHIP OF NORTH BRUNSWICK  
GRANT FUND

APPROPRIATED GRANT RESERVES  
YEAR ENDED JUNE 30, 2025

	.....Budget.....				Paid		June 30, 2025	
June 30, 2024	Adopted	NJSA 40A:4-87	June 30, 2024 Encumbrances	or Charged	Cancelled	Encumbrances	June 30, 2025	June 30, 2025
<b><u>FEDERAL GRANTS</u></b>								
Public Safety:								
Bullet Proof Vest Grant - Federal.....	\$ 2,837.08	\$ 9,677.30		\$ (10,951.22)		\$ (576.38)	\$ 986.78	
Highway Safety Safe Corridors.....	2,988.55						2,988.55	
Think Act Live: Community Safety Initiative.....	19,010.00	33,000.00		(29,435.00)	\$ (2,000.00)		20,575.00	
Parks Recreation & Community Service:								
Fed/County - Senior Center Congregate MealsGrant....	6,295.70	10,000.00	\$ 122.55	(5,256.50)		(1,466.50)	9,695.25	
Fed/County - Senior Center TransportationGrant.....	7,500.00	10,000.00		(12,500.00)			5,000.00	
Public Works:								
EECBG - State & Community Engery Program.....			76,450.00	(76,450.00)				
<b>Total - Federal Grants.....</b>	<b>38,631.33</b>	<b>-</b>	<b>62,677.30</b>	<b>76,572.55</b>	<b>(134,592.72)</b>	<b>(2,000.00)</b>	<b>(2,042.88)</b>	<b>39,245.58</b>
<b><u>OTHER/COUNTY/LOCAL GRANTS</u></b>								
Cable Vision - PEG Access Programming Grant.....	11,700.00			(5,545.13)			6,154.87	
Altice BPU Directives Podcast Studio.....		10,000.00		(2,002.80)			7,997.20	
County - Heritage Day.....	8,102.50	8,820.00	1,497.50	(9,600.00)			8,820.00	
Middlesex County DWI Checkpoint.....		11,760.00	25,900.00	(37,660.00)				
Middlesex County DRE Program.....	14,050.00			(240.00)			13,810.00	
Middlesex County Operation Helping Hands.....			3,374.28	(3,374.28)				
Middlesex County Swim Lessons Pilot Program.....		16,000.00		(9,125.00)			6,875.00	
BMS POWER Initiative.....	2,601.06	20,000.00	2,306.43	(12,071.36)		(6,991.04)	5,845.09	
BMS Community Oriented Policing.....								
<b>Total - Other/County/Local Grants.....</b>	<b>36,453.56</b>	<b>47,760.00</b>	<b>48,094.28</b>	<b>3,803.93</b>	<b>(79,618.57)</b>	<b>-</b>	<b>(6,991.04)</b>	<b>49,502.16</b>
<b>TOTAL - ALL Grants</b>	<b>\$ 2,172,980.93</b>	<b>\$ 2,944,522.98</b>	<b>\$ 819,458.50</b>	<b>\$ 1,777,420.44</b>	<b>\$ (3,530,652.85)</b>	<b>\$ (442,772.19)</b>	<b>\$ (2,960,731.87)</b>	<b>\$ 780,225.94</b>

Ref.	Ref.	A	A	A-4	A-14 , A-18	A	A
		Adopted Budget.....	\$ 2,939,606.98				
		Adopted Budget.....	4,916.00				
				\$ 2,944,522.98			
		Amended (NJSA 40A:4-87).....	817,980.70				
		Amended (NJSA 40A:4-87) - Match.....	1,477.80				
				819,458.50			
		Total.....		\$ 3,763,981.48			
				A-3 , A-18			

TOWNSHIP OF NORTH BRUNSWICK  
GRANT FUND

INTERFUNDS PAYABLE  
YEAR ENDED JUNE 30, 2025

	<u>Ref.</u>		
Balance June 30, 2024.....	A		\$ -
Increased by:			
Local Match Requirement			
Appropriated Reserves.....	A-17	\$ 3,763,981.48	
Grant Appropriation Cancelled.....	A-17	442,772.19	
Less Grant Revenues.....	A-16	<u>(3,757,587.68)</u>	
			<u>449,165.99</u>
Decreased by:			
Adjustments			
Grant Receivables Canceled.....	A-16	(439,530.63)	
Cash Received in Grant Fund From Current Fund.....	A-4	(6,393.80)	
Cash Disbursed by Grant Fund to Current Fund.....	A-4	<u>(3,241.56)</u>	
			<u>(449,165.99)</u>
Balance June 30, 2025.....	A		<u><u>\$ -</u></u>

**TRUST FUND**

TOWNSHIP OF NORTH BRUNSWICK  
TRUST FUND

ASSESSMENTS RECEIVABLE  
YEAR ENDED JUNE 30, 2025

Description	Confirmation Date	Installments	Due Dates	Balance June 30, 2024 and 2025
<u>Assessment Receivable</u>				
Georges Road / Route #1 - Water.....	12/08/81	10	12/8/80 - 12/8/90	\$ 371.00
Total Assessments Receivable.....				<u>371.00</u>
<u>Assessment Liens Receivable</u>				
Maple Meade - Sewer.....	11/12/72		\$ 255.00	
Maple Meade/Church Lane - Sewer.....	08/21/74		396.00	
East Adams - Sewer.....	11/15/76		13,763.00	
Adams Lane - Water.....	07/07/75		34,791.00	
East Adams - Water.....	12/18/77		3,659.00	
Linder, Evelyn & Thomas.....	06/19/78		3,666.00	
Aaron Road - Section 1.....	12/03/83		1,278.00	
Marigold - LaRose.....	12/28/77		2,654.00	
Interest & Costs on Assessment Liens.....			<u>10,222.00</u>	
Total Assessment Liens Receivable.....				<u>70,684.00</u>
Total Assessments & Assessment Liens Receivable.....				<u>\$ 71,055.00</u>

Ref.            B

TOWNSHIP OF NORTH BRUNSWICK  
TRUST FUND

Exhibit B-2  
Page 1 of 2

CASH AND RESERVE ACTIVITY  
YEAR ENDED JUNE 30, 2025

	Balance	Cash		Adjustments	Balance
	June 30, 2024	Receipts	Disbursements		June 30, 2025
<b>Animal Control Trust Fund:</b>					
Due NJ - Animal License Fees.....	\$ 49.60	\$ 1,776.00	\$ (1,779.00)		\$ 46.60
Animal Control Reserves.....	15,337.20	9,716.20	(11,020.67)		14,032.73
<b>Payroll:</b>					
Deductions Payable.....	221,939.86	30,337,706.98	(30,347,140.27)		212,506.57
Miscellaneous.....	1,201.58	0.01			1,201.59
Recreation Trust.....	1,186,599.29	1,307,155.56	(1,183,492.03)		1,310,262.82
<b>Developers' Escrow:</b>					
Inspections.....	278,479.80	350,088.36	(270,739.33)		357,828.83
Technical Review.....	187,032.91	98,410.39	(150,735.40)		134,707.90
Performance Bonds.....	606,214.09	25,039.73	(65,824.17)		565,429.65
Growth Share Reserve.....	1,245,547.36	2,429.23			1,247,976.59
<b>Other Trust Funds</b>					
<b>Finance:</b>					
NJ Unemployment.....	177,606.82	135,887.91	(186,206.70)		127,288.03
Terminal Leave.....	51,117.39	57,000.00	(84,800.57)		23,316.82
Tax Sale - Premium on TTL.....	762,300.00	692,600.00	(969,600.00)		485,300.00
<b>Open Space:</b>					
Dedicated Tax Levy - Open Space.....	61,078.06	768,659.96	(828,550.00)		1,188.02
Tree Preservation.....	14,080.61		(3,297.10)		10,783.51
Program Income.....	26,424.78	5,380.00	(27,829.78)		3,975.00
<b>Public Safety:</b>					
Forfeited Funds.....	124,720.60	3,983.99			128,704.59
Miscellaneous - Off Duty.....	3,089.50	994,774.00	(994,524.00)		3,339.50
Uniform Fire Code.....	69,652.57	69,689.00	(33,317.58)		106,023.99
<b>Municipal Court:</b>					
Public Defender.....	19,870.09	8,625.00	(5,250.00)		23,245.09
POAA Fines.....	1,168.57	718.00			1,886.57

TOWNSHIP OF NORTH BRUNSWICK  
TRUST FUND

CASH AND RESERVE ACTIVITY  
YEAR ENDED JUNE 30, 2025

	Balance	Cash		Adjustments	Balance
	June 30, 2024	Receipts	Disbursements		June 30, 2025
Public Works - Snow Removal.....	\$ 3,368,672.63	\$ 5,681,534.39	\$ (6,339,719.49)		\$ 2,710,487.53
Donations, Gifts, & Bequests.....	1,325.10	11,475.00	(7,750.00)		5,050.10
Community Development Department:					
2020 - Individual Housing Rehabilitation.....	1,746.90				1,746.90
2022 - Due from Middlesex County.....	(16,714.00)	16,714.00			
2023 - Community Park ADA Trail Imp.....	45,000.00		(45,000.00)		
2023 - Due from Middlesex County.....	(78,714.00)	78,714.00			
2024 - Community Park ADA Trail Imp.....	18,754.00		(18,754.00)		
2024 - Sr Citizen Center ADA Improvements.....	10,000.00		(10,000.00)		
2024 - Due from Middlesex County.....	(79,714.00)	78,064.00			(1,650.00)
2025 - Babbage Park Improv.....				\$ 78,714.00	78,714.00
2025 - Code Enforcement.....			(40,000.00)	40,000.00	
2025 - Due from Middlesex County.....		40,000.00		(118,714.00)	(78,714.00)
Third Party UCC Inspections.....	9.00				9.00
<b>Total - All Trust Funds.....</b>	<b>\$ 8,323,876.31</b>	<b>\$ 40,776,141.71</b>	<b>\$ (41,625,330.09)</b>	<b>\$ -</b>	<b>\$ 7,474,687.93</b>

Ref.                      B

B

Reserve for Animal Control  
License Fees Collected:

<u>Year Ended</u>	
June 30, 2024	\$ 12,263.00
June 30, 2023	<u>10,038.00</u>
	<u>\$ 22,301.00</u>

Note: R.S. 4:19.11

" . . . . there shall be transferred from such special account to the general funds of the municipality any amount then in such special account which is in excess of the total amount paid into such special account during the last two fiscal years next preceding."

TOWNSHIP OF NORTH BRUNSWICK  
TRUST FUND

PAYROLL LIABILITIES  
YEAR ENDED JUNE 30, 2025

	Balance June 30, 2024	.....Cash.....		Balance June 30, 2025
		Receipts	Disbursements	
Miscellaneous.....	\$ 1,201.58	\$ 0.01		\$ 1,201.59
Federal and State Taxes:				
Federal Withholding.....		\$ 3,585,183.50	\$ (3,585,183.50)	
Social Security/Medicare.....		3,768,239.41	(3,768,239.41)	
NJ State Withholding.....	\$ 0.01	1,344,682.52	(1,344,682.53)	
NJ Unemployment.....	1,273.54	102,206.18	(98,887.21)	\$ 4,592.51
PA State Tax.....		3,910.61	(3,910.61)	
Pension:				
Police & Fire Pension.....	138,420.52	1,581,768.02	(1,594,728.87)	125,459.67
Public Employees Pension.....	75,572.07	784,415.51	(778,665.96)	81,321.62
Deferred Compensation (IRS 457).....	481.49	645,897.78	(645,779.61)	599.66
Garnishments - Wage Attachments.....		68,477.84	(68,477.84)	
Union Dues.....	18.00	118,100.36	(118,100.36)	18.00
Employee Medical Premium Cost Sharing....		1,047,244.16	(1,047,244.16)	
Voluntary Deductions.....	36.02	38,494.84	(38,494.22)	36.64
Life & Disability Insurance.....	6,138.21	68,411.96	(74,388.36)	161.81
Flexible Spending Plan.....		85,735.49	(85,418.83)	316.66
Net Pay.....		17,094,938.80	(17,094,938.80)	
Total - Payroll Liabilities.....	221,939.86	30,337,706.98	(30,347,140.27)	212,506.57
Total - Payroll Trust Fund.....	\$ 223,141.44	\$ 30,337,706.99	\$ (30,347,140.27)	\$ 213,708.16

Ref.                      B, B-2                      B-2                      B-2                      B, B-2

**GENERAL CAPITAL FUND**

TOWNSHIP OF NORTH BRUNSWICK  
GENERAL CAPITAL FUND

CASH  
YEAR ENDED JUNE 30, 2025

	<u>Ref.</u>		
Balance June 30, 2024.....	C		\$ 4,870,574.74
Increased by Receipts:			
Capital Improvement Fund.....	C-9	\$ 100,000.00	
Current Fund Appropriation.....	C-5	75,000.00	
Soil Remediation Settlement.....	C-10	12,500,000.00	
Municipal Complex Ins Settlement.....	C-10	857,000.00	
Refund of Improvement Authorizations.....	C-6	72.85	
Proceeds from Issuing Debt:			
Sale of Bond Anticipation Notes.....	C-8	31,825,000.00	
Premium on Sale of Notes.....	C-1	454,142.75	
Interest Earned - Soil Remediation.....	C-10	<u>309,784.80</u>	
Total Receipts.....			46,121,000.40
Decreased by Disbursements:			
Redemption of Bond Anticipation Notes.....	C-8	(31,000,000.00)	
Improvement Authorizations.....	C-6	(8,106,573.56)	
Surplus Anticipated in Current Fund.....	C-1	(590,000.00)	
Reserve to Retire Debt.....	C-10	<u>(612,236.68)</u>	
Total Disbursements.....			<u>(40,308,810.24)</u>
Balance June 30, 2025.....	C		<u>\$ 10,682,764.90</u>

Analysis of Cash Balance

Soil Remediation Account.....	\$ 13,282,443.87
General Account.....	<u>(2,599,678.97)</u>
Total Cash.....	<u>\$ 10,682,764.90</u>

TOWNSHIP OF NORTH BRUNSWICK  
GENERAL CAPITAL FUND

ANALYSIS OF CASH  
YEAR ENDED JUNE 30, 2025

<u>Ord.</u>	<u>Description</u>	<u>Ref</u>	<u>Deferred Charges</u>	<u>Ordinance Balance</u>	<u>Reserve for Encumbrances</u>	<u>Notes Outstanding</u>	<u>Refunds Received</u>	<u>Other</u>	<u>Cash Balance</u>
00-27	Acquisition of Lands.....		\$ (450,000.00)	\$ 238,395.54			\$ 72.85		\$ (211,531.61)
04-05	High School/Vets Park Soil Remediation.....				\$ 26.78				26.78
09-16	Various Capital Improvements.....				(830.00)				(830.00)
10-06	Capital Items.....				15,116.42				15,116.42
16-15	Various Capital Improvements.....		(250.00)						(250.00)
17-09	Various Capital Improvements.....								
18-14	Various Capital Improvements.....		(500.00)	968.43	51,361.47				51,829.90
19-23	Various Capital Improvements.....			54.25	10,863.63				10,917.88
20-06	Various Capital Improvements.....				69,620.00				69,620.00
20-17	Various Capital Improvements.....		(4,295,000.00)	1,692.75	510,614.55	\$ 3,725,000.00			(57,692.70)
21-13	Various Capital Improvements.....		(4,370,000.00)		111,183.46	3,900,000.00			(358,816.54)
22-08	Various Capital Improvements.....		(2,850,000.00)		39,967.41	1,400,000.00			(1,410,032.59)
22-13	Various Capital Improvements.....		(2,850,000.00)			2,850,000.00			
22-23	Capital Improvements-Muni Complex.....		(9,500,000.00)	17,353.12	59,390.04	9,500,000.00			76,743.16
22-24	Various Capital Improvements.....		(1,900,000.00)	1,600.00	673,654.40	450,000.00			(774,745.60)
23-11	Capital Improvements-Muni Complex.....		(9,500,000.00)	13,181.98	132,712.62	9,500,000.00			145,894.60
23-16	Various Capital Improvements.....		(4,750,000.00)	8,849.90	2,817,346.57	500,000.00			(1,423,803.53)
24-12	Various Capital Improvements.....		(7,600,000.00)	2,457,721.89	4,810,827.35				(331,450.76)
Capital Improvement Fund.....		C-9						\$ 200,342.00	200,342.00
Reserve to Retire Debt.....		C-10						14,630,510.64	14,630,510.64
Fund Balance.....		C-1						50,916.85	50,916.85
<b>Total.....</b>			<b>\$ (48,065,750.00)</b>	<b>\$ 2,739,817.86</b>	<b>\$ 9,301,854.70</b>	<b>\$ 31,825,000.00</b>	<b>\$ 72.85</b>	<b>\$ 14,881,769.49</b>	<b>\$ 10,682,764.90</b>
		<u>Ref.</u>	C, C-5	C, C-6	C, C-6	C, C-8	C-2, C-6	C, C-1, C-9, C-10	C, C-2

TOWNSHIP OF NORTH BRUNSWICK  
 GENERAL CAPITAL FUND

DEFERRED CHARGES TO FUTURE TAXATION - FUNDED  
 YEAR ENDED JUNE 30, 2025

	<u>Ref.</u>	
Balance June 30, 2024.....	C	\$ 66,588,250.00
Decreased by:		
Budget Appropriation.....	C-7	<u>(5,385,000.00)</u>
Balance June 30, 2025.....	C	<u><u>\$ 61,203,250.00</u></u>

TOWNSHIP OF NORTH BRUNSWICK  
GENERAL CAPITAL FUND

DEFERRED CHARGES TO FUTURE TAXATION - UNFUNDED  
YEAR ENDED JUNE 30, 2025

Ord.	Description	Balance June 30, 2024	2025 Authorizations	Funded by: Budget Appropriation	Balance June 30, 2025	Financed by Bond Anticipation Notes	Cash Expended	Unfunded Balance of Improvement Authorization
00-27	Acquisition of Lands.....	\$ 450,000.00			\$ 450,000.00		\$ (211,531.61)	\$ (238,468.39)
16-15	Various Capital Improvements.....	250.00			250.00		(250.00)	
18-14	Various Capital Improvements.....	500.00			500.00			(500.00)
20-17	Various Capital Improvements.....	4,370,000.00		\$ (75,000.00)	4,295,000.00	\$ (3,725,000.00)	(568,307.25)	(1,692.75)
21-13	Various Capital Improvements.....	4,370,000.00			4,370,000.00	(3,900,000.00)	(470,000.00)	
22-08	Various Capital Improvements.....	2,850,000.00			2,850,000.00	(1,400,000.00)	(1,450,000.00)	
22-13	Various Capital Improvements.....	2,850,000.00			2,850,000.00	(2,850,000.00)		
22-23	Capital Improvements-Municipal Complex.....	9,500,000.00			9,500,000.00	(9,500,000.00)		
22-24	Various Capital Improvements.....	1,900,000.00			1,900,000.00	(450,000.00)	(1,448,400.00)	(1,600.00)
23-11	Capital Improvements-Municipal Complex.....	9,500,000.00			9,500,000.00	(9,500,000.00)		
23-16	Various Capital Improvements.....	4,750,000.00			4,750,000.00	(500,000.00)	(4,241,150.10)	(8,849.90)
24-12 / 25-03	Various Capital Improvements.....		\$ 7,600,000.00		7,600,000.00		(5,142,278.11)	(2,457,721.89)
	Total.....	<u>\$ 40,540,750.00</u>	<u>\$ 7,600,000.00</u>	<u>\$ (75,000.00)</u>	<u>\$ 48,065,750.00</u>	<u>\$ (31,825,000.00)</u>	<u>\$ (13,531,917.07)</u>	<u>\$ (2,708,832.93)</u>

Ref. C C-6 C-2 , C-8 C C-8 Below

Improvement Authorizations - Unfunded  
Ref. C-6 \$ 2,739,368.03

Unexpended Proceeds of Bond Anticipation Notes Issued:  
Ordinance #22-23 (17,353.12)  
Ordinance #23-11 (13,181.98)

\$ 2,708,832.93  
Above

TOWNSHIP OF NORTH BRUNSWICK  
GENERAL CAPITAL FUND

IMPROVEMENT AUTHORIZATIONS  
YEAR ENDED JUNE 30, 2025

Ord.	Description	June 30, 2024		Encumbrance June 30, 2024	2025 Authorized	Paid or Charged	Encumbrance June 30, 2025	June 30, 2025	
		Funded	Unfunded					Funded	Unfunded
00-27	Acquisition of Land.....		\$ 238,395.54			\$ 72.85		\$ 238,468.39	
04-05	High School / Vets Park Soil Remediation.....	\$ 3,999.22		\$ 26.78		(3,999.22)	\$ (26.78)		
09-16	Various Capital Improvements.....			(830.00)			830.00		
10-06	Capital Items.....			15,116.42			(15,116.42)		
16-15	Various Capital Improvements.....	108,467.23	250.00			(108,717.23)			
17-09	Various Capital Improvements.....			4,594.53		(4,594.53)			
18-14	Various Capital Improvements.....	710.00	500.00	52,371.17		(1,251.27)	(51,361.47)	\$ 468.43	500.00
19-23	Various Capital Improvements.....	36,636.25		78,375.19		(104,093.56)	(10,863.63)	54.25	
20-06	Various Capital Improvements.....			69,620.00			(69,620.00)		
20-17	Various Capital Improvements.....		128,298.53	903,600.08		(519,591.31)	(510,614.55)		1,692.75
21-13	Various Capital Improvements.....		20,029.29	197,269.73		(106,115.56)	(111,183.46)		
22-08	Various Capital Improvements.....			1,544,535.58		(1,504,568.17)	(39,967.41)		
22-13	Various Capital Improvements.....		319,719.15	87,107.40		(406,826.55)			
22-23	Capital Improvements-Muni Complex.....		13,483.92	1,589,711.89		(1,526,452.65)	(59,390.04)		17,353.12
22-24	Various Capital Improvements.....		38,711.58	1,487,667.41		(851,124.59)	(673,654.40)		1,600.00
23-11	Capital Improvements-Muni Complex.....		33,250.00	750,863.85		(638,219.25)	(132,712.62)		13,181.98
23-16	Various Capital Improvements.....		3,042,723.42	1,383,041.96		(1,599,568.91)	(2,817,346.57)		8,849.90
24-12 / 25-03	Various Capital Improvements.....				\$ 8,000,000.00	(731,450.76)	(4,810,827.35)		2,457,721.89
	Total.....	\$ 149,812.70	\$ 3,835,361.43	\$ 8,163,071.99	\$ 8,000,000.00	\$ (8,106,500.71)	\$ (9,301,854.70)	\$ 522.68	\$ 2,739,368.03
		C	C	C	Below	Below	C	C	C
	Capital Improvement Fund.....	Ref.			\$ 400,000.00				
	Deferred Charges Unfunded.....	C-9			7,600,000.00				
	Total.....	C-5			\$ 8,000,000.00				
		Above							
					Ref.				
				Cash Disbursed	C-2	\$ (8,106,573.56)			
				Refunds	C-2	72.85			
					Above	\$ (8,106,500.71)			

TOWNSHIP OF NORTH BRUNSWICK  
GENERAL CAPITAL FUND

SERIAL BONDS PAYABLE  
YEAR ENDED JUNE 30, 2025

Purpose	Issue Date	Original Issue	Outstanding Maturities			June 30, 2024	Budget Appropriation	June 30, 2025
			Date	Amount	Rate			
2012 General Obligation.....	08/08/12	\$ 13,455,750.00	08/01/25	\$ 1,000,000.00	2.250%	\$ 3,925,750.00	\$ (1,000,000.00)	\$ 2,925,750.00
			08/01/26	1,030,000.00	2.375%			
			08/01/27	895,750.00	2.500%			
2012 Open Space Refunding .....	09/12/12	2,960,000.00	08/15/25	195,000.00	2.500%	950,000.00	(195,000.00)	755,000.00
			08/15/26	190,000.00	3.000%			
			08/15/27	185,000.00	2.750%			
			08/15/28	185,000.00	2.750%			
2015 General Obligation Bonds.....	07/30/15	15,000,000.00	07/15/25	500,000.00	3.000%	10,025,000.00	(600,000.00)	9,425,000.00
			07/15/26	500,000.00	3.000%			
			07/15/27	500,000.00	3.000%			
			07/15/28	1,000,000.00	3.000%			
			07/15/29	1,000,000.00	3.000%			
			07/15/30	1,000,000.00	3.125%			
			07/15/31	1,000,000.00	3.125%			
			07/15/32	925,000.00	3.250%			
			07/15/33	1,000,000.00	3.250%			
			07/15/34	1,000,000.00	3.375%			
			07/15/35	1,000,000.00	3.500%			
2017 Refunding - Open Space -2009.....	05/24/17	6,530,468.00	08/15/25	815,000.00	4.000%	5,295,000.00	(770,000.00)	4,525,000.00
			08/15/26	855,000.00	4.000%			
			08/15/27	905,000.00	4.000%			
			08/15/28	950,000.00	4.000%			
			08/15/29	1,000,000.00	4.000%			

TOWNSHIP OF NORTH BRUNSWICK  
GENERAL CAPITAL FUND

SERIAL BONDS PAYABLE  
YEAR ENDED JUNE 30, 2025

Purpose	Issue Date	Original Issue	Outstanding Maturities			June 30, 2024	Budget Appropriation	June 30, 2025	
			Date	Amount	Rate				
2018 General Obligation Bonds.....	07/24/18	\$ 15,112,500.00	07/15/25	\$ 982,500.00	2.750%				
			07/15/26	960,000.00	2.750%				
			07/15/27	960,000.00	2.750%				
			07/15/28	960,000.00	3.000%				
			07/15/29	960,000.00	3.000%				
			07/15/30	960,000.00	3.000%				
			07/15/31	960,000.00	3.000%				
			07/15/32	960,000.00	3.000%				
			07/15/33	960,000.00	3.000%				
			07/15/34	960,000.00	3.000%	\$ 10,612,500.00		\$ (990,000.00)	\$ 9,622,500.00
			2019 Open Space - Pulda Farms.....	07/22/19	9,628,500.00	07/15/25	250,000.00	2.000%	
07/15/26	255,000.00	2.000%							
07/15/27	260,000.00	2.000%							
07/15/28	265,000.00	3.000%							
07/15/29	270,000.00	3.000%							
07/15/30	280,000.00	3.000%							
07/15/31	285,000.00	3.000%							
07/15/32	290,000.00	3.000%							
07/15/33	280,000.00	3.000%							
07/15/34	305,000.00	3.000%							
07/15/35	315,000.00	3.000%							
07/15/36	320,000.00	3.000%							
07/15/37	330,000.00	3.000%							
07/15/38	340,000.00	3.000%							
07/15/39	350,000.00	3.000%							
07/15/40	355,000.00	3.000%							
07/15/41	365,000.00	3.000%							
07/15/42	375,000.00	3.000%							
07/15/43	390,000.00	3.000%							
07/15/44	400,000.00	3.000%							
07/15/45	410,000.00	3.000%							
07/15/46	425,000.00	3.000%							
07/15/47	435,000.00	3.000%							
07/15/48	445,000.00	3.000%							
07/15/49	450,000.00	3.000%	8,670,000.00		(225,000.00)	8,445,000.00			

TOWNSHIP OF NORTH BRUNSWICK  
GENERAL CAPITAL FUND

SERIAL BONDS PAYABLE  
YEAR ENDED JUNE 30, 2025

Purpose	Issue Date	Original Issue	Outstanding Maturities			June 30, 2024	Budget Appropriation	June 30, 2025
			Date	Amount	Rate			
2020 General Obligation Bonds.....	07/20/20	\$ 12,095,000.00	07/15/25	\$ 840,000.00	1.000%			
			07/15/26	850,000.00	1.250%			
			07/15/27	860,000.00	1.250%			
			07/15/28	870,000.00	1.200%			
			07/15/29	880,000.00	1.300%			
			07/15/30	895,000.00	1.450%			
			07/15/31	910,000.00	1.600%			
			07/15/32	925,000.00	1.850%			
			07/15/33	945,000.00	1.900%			
			07/15/34	965,000.00	2.000%			
2022 General Obligation Bonds .....	07/13/22	18,055,000.00	07/01/25	825,000.00	5.000%			
			07/01/26	855,000.00	5.000%			
			07/01/27	890,000.00	5.000%			
			07/01/28	925,000.00	5.000%			
			07/01/29	960,000.00	5.000%			
			07/01/30	995,000.00	5.000%			
			07/01/31	1,035,000.00	4.000%			
			07/01/32	1,080,000.00	4.000%			
			07/01/33	1,125,000.00	4.000%			
			07/01/34	1,170,000.00	4.000%			
			07/01/35	1,230,000.00	4.000%			
			07/01/36	1,290,000.00	4.000%			
			07/01/37	1,355,000.00	4.000%			
			07/01/38	1,415,000.00	4.000%			
			07/01/39	1,415,000.00	4.000%			
					17,345,000.00	(780,000.00)	16,565,000.00	
Total.....						\$ 66,588,250.00	\$ (5,385,000.00)	\$ 61,203,250.00
					Ref.	C	C-4	C

TOWNSHIP OF NORTH BRUNSWICK  
GENERAL CAPITAL FUND

BOND ANTICIPATION NOTES  
YEAR ENDED JUNE 30, 2025

Ord.	Description	Outstanding Maturities				Notes Outstanding June 30, 2024	Bond Anticipation Notes Issued	Bond Anticipation Notes Redeemed	Notes Outstanding June 30, 2025
		Original Issuance Date	Current Issuance Date	Maturity Date	Interest Rate				
20-17	Various Capital Improvements.....	07/15/21	07/09/24	07/08/25	5.00%	\$ 2,500,000.00	\$ 2,425,000.00	\$ (2,500,000.00)	\$ 2,425,000.00
20-17	Various Capital Improvements.....	07/13/22	07/09/24	07/08/25	5.00%	800,000.00	800,000.00	(800,000.00)	800,000.00
20-17	Various Capital Improvements.....	07/11/23	07/09/24	07/08/25	5.00%	500,000.00	500,000.00	(500,000.00)	500,000.00
21-13	Various Capital Improvements.....	07/13/22	07/09/24	07/08/25	5.00%	3,500,000.00	3,500,000.00	(3,500,000.00)	3,500,000.00
21-13	Various Capital Improvements.....	07/09/24	07/09/24	07/08/25	5.00%		400,000.00		400,000.00
22-08	Various Capital Improvements.....	07/13/22	07/09/24	07/08/25	5.00%	500,000.00	500,000.00	(500,000.00)	500,000.00
22-08	Various Capital Improvements.....	07/11/23	07/09/24	07/08/25	5.00%	900,000.00	900,000.00	(900,000.00)	900,000.00
22-13	Municipal Complex Improvements.....	07/13/22	07/09/24	07/08/25	5.00%	2,850,000.00	2,850,000.00	(2,850,000.00)	2,850,000.00
22-23	Municipal Complex Improvements.....	07/11/23	07/09/24	07/08/25	5.00%	9,500,000.00	9,500,000.00	(9,500,000.00)	9,500,000.00
22-24	Various Capital Improvements.....	07/11/23	07/09/24	07/08/25	5.00%	450,000.00	450,000.00	(450,000.00)	450,000.00
23-11	Municipal Complex Improvements.....	08/10/23	07/09/24	07/08/25	5.00%	9,500,000.00	9,500,000.00	(9,500,000.00)	9,500,000.00
23-16	Various Capital Improvements.....	07/09/24	07/09/24	07/08/25	5.00%		500,000.00		500,000.00
Total.....						<u>\$ 31,000,000.00</u>	<u>\$ 31,825,000.00</u>	<u>\$ (31,000,000.00)</u>	<u>\$ 31,825,000.00</u>
<u>Ref.</u>						C	Below	Below	C
BANS Issued						C-11	\$ 900,000.00		
BANS Redeemed						C-1	30,925,000.00	\$ (30,925,000.00)	
Current Fund Budget Appropriation						C-2 , C-5		(75,000.00)	
							<u>\$ 31,825,000.00</u>	<u>\$ (31,000,000.00)</u>	
							Above	Above	

TOWNSHIP OF NORTH BRUNSWICK  
GENERAL CAPITAL FUND

CAPITAL IMPROVEMENT FUND  
YEAR ENDED JUNE 30, 2025

	<u>Ref.</u>	
Balance June 30, 2024.....	C	\$ 500,342.00
Increased by:		
Current Fund Budget Appropriation.....	C-2	<u>100,000.00</u>
		600,342.00
Decreased by:		
Appropriated to Fund Improvement Authorizations.....	C-6	<u>(400,000.00)</u>
Balance June 30, 2025.....	C	<u><u>\$ 200,342.00</u></u>

TOWNSHIP OF NORTH BRUNSWICK  
GENERAL CAPITAL FUND

RESERVE TO RETIRE DEBT  
YEAR ENDED JUNE 30, 2025

	<u>Ordinance Number</u>	<u>Balance June 30, 2024</u>	<u>Cash Receipts</u>	<u>Cash Disbursements</u>	<u>Balance June 30, 2025</u>
Reserve to Retire Debt					
High School/Vets Park Soil Remediation.....	2004-05	\$ 141,776.75	\$ 12,809,784.80	\$ (139,286.68)	\$ 12,812,274.87
Land Acquisition.....	2000-27	72,106.42			72,106.42
Land Acquisition.....	2009-22	1,362,079.35		(472,950.00)	889,129.35
Municipal Complex.....	22-23/23-11		857,000.00		857,000.00
<b>Total Cash.....</b>		<b>\$ 1,575,962.52</b>	<b>\$ 13,666,784.80</b>	<b>\$ (612,236.68)</b>	<b>\$ 14,630,510.64</b>
	<u>Ref.</u>	C	Below	Below	C
2004-05 Interest Earned - Soil Remediation.....	C-2		\$ 309,784.80		
2009-22 Bond Payment.....	C-2			\$ (472,950.00)	
2004-05 Payments Made - Soil Remediation Settlement.....	C-2		12,500,000.00	(139,286.68)	
22-23/23-11 Payments Made - Ida Claims Settlement.....	C-2		857,000.00		
<b>Total.....</b>			<b>\$ 13,666,784.80</b>	<b>\$ (612,236.68)</b>	
			Above	Above	

TOWNSHIP OF NORTH BRUNSWICK  
GENERAL CAPITAL FUND

BONDS & NOTES AUTHORIZED BUT NOT ISSUED  
YEAR ENDED JUNE 30, 2025

Ord.	Description	Balance June 30, 2024	2025 Authorizations	Notes Issued	Balance June 30, 2025
2000-27	Acquisition of Lands.....	\$ 450,000.00			\$ 450,000.00
2016-15	Various Capital Improvements.....	250.00			250.00
2018-14	Various Capital Improvements.....	500.00			500.00
2020-17	Various Capital Improvements.....	570,000.00			570,000.00
2021-13	Various Capital Improvements.....	870,000.00		\$ (400,000.00)	470,000.00
2022-08	Various Capital Improvements.....	1,450,000.00			1,450,000.00
2022-24	Various Capital Improvements.....	1,450,000.00			1,450,000.00
2023-16	Various Capital Improvements.....	4,750,000.00		(500,000.00)	4,250,000.00
2024-12, 2025-03	Various Capital Improvements.....	<u>                    </u>	\$ 7,600,000.00		<u>7,600,000.00</u>
	Total.....	<u>\$ 9,540,750.00</u>	<u>\$ 7,600,000.00</u>	<u>\$ (900,000.00)</u>	<u>\$ 16,240,750.00</u>
	<u>Ref.</u>	C	C-5	C-8	C

**WATER UTILITY FUND**

TOWNSHIP OF NORTH BRUNSWICK  
WATER UTILITY OPERATING AND CAPITAL FUNDS

CASH  
YEAR ENDED JUNE 30, 2025

	Ref.	Operating	Capital	Assessment
Balance June 30, 2024.....	D	\$ 5,667,581.44	\$ 2,081,886.81	\$ 398,930.37
Increased by Cash Receipts:				
Premium on Sale of Notes.....	D-2		83,764.90	
Revenues Collected.....	D-4	9,149,313.19		
Water Overpayments.....	D-12	171,134.69		
Due from Water Operating Fund .....	D-23		2,900,000.00	
Bond Anticipation Notes.....	D-16		5,870,000.00	
Collector.....	D-20			161,694.04
Total Cash Receipts.....		<u>9,320,447.88</u>	<u>8,853,764.90</u>	<u>161,694.04</u>
Decreased by Cash Disbursements:				
Surplus to Water Operating.....	D-2		(75,000.00)	
Due to Water Capital Fund.....	D-23	(2,900,000.00)		
Accounts Payable.....	D-10	(91,315.47)		
Assessment Trust Fund Surplus to Operating Budget.....	D-3			(54,381.25)
Budget Appropriations.....	D-5	(7,159,182.81)		
Appropriation Reserves.....	D-10	(1,105,917.68)		
Accrued Interest Payable.....	D-13	(825,803.81)		
Improvement Authorizations.....	D-14		(4,961,394.47)	
Bond Anticipation Notes.....	D-16		(5,870,000.00)	
Assessment Serial Bonds.....	D-22			(115,000.00)
Total Cash Disbursements.....		<u>(12,082,219.77)</u>	<u>(10,906,394.47)</u>	<u>(169,381.25)</u>
Balance June 30, 2025.....	D	<u>\$ 2,905,809.55</u>	<u>\$ 29,257.24</u>	<u>\$ 391,243.16</u>

TOWNSHIP OF NORTH BRUNSWICK  
WATER UTILITY CAPITAL FUND

ANALYSIS OF CASH BALANCE  
YEAR ENDED JUNE 30, 2025

<u>Ord.</u>		<u>Bonds and Notes Authorized But Not Issued</u>	<u>Improvement Authorizations</u>	<u>Reserve for Encumbrances</u>	<u>Other</u>	<u>Balance June 30, 2025</u>
	<u>Improvement Authorizations</u>					
19-10	Water Distribution System.....			\$ 11,866.39		\$ 11,866.39
20-07	Water Distribution System.....	\$ (4,500,000.00)	\$ 290.64	1,781,446.89		(2,718,262.47)
21-17	Water Distribution System.....	(2,500,000.00)	67,581.86	2,125,215.36		(307,202.78)
24-13	Water Distribution System.....	(1,000,000.00)	759,667.94	240,332.06		
	Due to Water Operating.....				\$ 2,900,000.00	2,900,000.00
	Capital Improvement Fund.....				89,067.59	89,067.59
	Fund Balance.....				53,788.51	53,788.51
Total.....		<u>\$ (8,000,000.00)</u>	<u>\$ 827,540.44</u>	<u>\$ 4,158,860.70</u>	<u>\$ 3,042,856.10</u>	<u>\$ 29,257.24</u>
	<u>Ref.</u>	D, D-24	D, D-14	D, D-14	D, D-2, D-19	D

TOWNSHIP OF NORTH BRUNSWICK  
WATER UTILITY CAPITAL FUND

FIXED CAPITAL  
YEAR ENDED JUNE 30, 2025

	<u>Ref.</u>	
Balance June 30, 2024.....	D	\$ 69,230,391.98
Increased by:		
Transfer from Fixed Capital Authorized but Not Completed.....	D-9	<u>4,961,394.47</u>
Balance June 30, 2025.....	D	<u>\$ 74,191,786.45</u>

WATER UTILITY CAPITAL FUND

FIXED CAPITAL AUTHORIZED BUT NOT COMPLETED  
YEAR ENDED JUNE 30, 2025

<u>Ord.</u>	<u>Improvement Description</u>	<u>Balance June 30, 2024</u>	<u>Improvement Authorizations</u>	<u>Transfer to Fixed Capital</u>	<u>Balance June 30, 2025</u>
19-10	Water Distribution System.....	\$ 57,847.99		\$ 45,981.60	\$ 11,866.39
20-07	Water Distribution System.....	6,190,378.01		4,408,640.48	1,781,737.53
21-17	Water Distribution System.....	2,699,569.61		506,772.39	2,192,797.22
24-13	Water Distribution System.....		\$ 1,000,000.00		1,000,000.00
	Total.....	<u>\$ 8,947,795.61</u>	<u>\$ 1,000,000.00</u>	<u>\$ 4,961,394.47</u>	<u>\$ 4,986,401.14</u>
	<u>Ref.</u>	D	D-14 , D-24	D-8	D

TOWNSHIP OF NORTH BRUNSWICK  
WATER UTILITY OPERATING FUND

2024 APPROPRIATION RESERVES AND ACCOUNTS PAYABLE  
YEAR ENDED JUNE 30, 2025

	<u>June 30, 2024</u>	<u>June 30, 2024 Encumbrances</u>	<u>Paid or Charged</u>	<u>Lapsed</u>
Operating Salaries .....	\$ 6,553.04			\$ 6,553.04
Operating Other Expenses.....	16,422.47	\$ 1,313,343.82	\$ (1,268,896.25)	60,870.04
	<hr/>	<hr/>	<hr/>	<hr/>
Total Water Utility Operating.....	<u>\$ 22,975.51</u>	<u>\$ 1,313,343.82</u>	<u>\$ (1,268,896.25)</u>	<u>\$ 67,423.08</u>

<u>Ref.</u>	D	D	Below	D-1
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	<u>Ref.</u>	
Cash Disbursements.....	D-6	\$ (1,105,917.68)
June 30, 2025 Accounts Payable.....	Below	<u>(162,978.57)</u>
Total Paid or Charged.....	Above	<u>\$ (1,268,896.25)</u>

Accounts Payable Analysis

Balance June 30, 2024.....	D	\$ 476,037.95
Transfer from Appropriation Reserves.....	Above	162,978.57
Disbursements.....	D-6	(91,315.47)
Prior Year's Payable Canceled.....	D-1	<u>(15,272.70)</u>
Balance June 30, 2025	D	<u>\$ 532,428.35</u>

TOWNSHIP OF NORTH BRUNSWICK  
WATER UTILITY OPERATING FUND

WATER CHARGES AND WATER LIENS  
YEAR ENDED JUNE 30, 2025

	<u>Ref.</u>		<u>Water Charges</u>
Balance June 30, 2024.....	D		\$ 590,636.12
Increased by:			
Water Charges Levied.....	Reserve		<u>8,623,882.82</u>
			9,214,518.94
Decreased by:			
Collection - Treasurer.....	D-4	\$ 8,049,515.80	
Over Payments Applied.....	D-12	<u>182,796.07</u>	
			<u>8,232,311.87</u>
Balance June 30, 2025.....	D		<u><u>\$ 982,207.07</u></u>

TOWNSHIP OF NORTH BRUNSWICK  
 WATER UTILITY OPERATING FUND

WATER OVERPAYMENTS  
 YEAR ENDED JUNE 30, 2025

	<u>Ref.</u>	
Balance June 30, 2024.....	D	\$ 182,796.07
Increased by:		
Overpayments Collected.....	D-4	<u>171,134.69</u>
		353,930.76
Decreased by:		
Overpayments Applied.....	D-11	<u>182,796.07</u>
Balance June 30, 2025.....	D	<u><u>\$ 171,134.69</u></u>

TOWNSHIP OF NORTH BRUNSWICK  
WATER UTILITY OPERATING FUND

ACCRUED INTEREST ON BONDS & NOTES  
YEAR ENDED JUNE 30, 2025

	<u>Ref.</u>	<u>Total Accrued Interest</u>	<u>Bond Anticipation Notes</u>	<u>Serial Bonds</u>	<u>Belcourt Assessment</u>	<u>Environmental Infrastructure Trust</u>
Accrued Interest June 30, 2024.....	D	\$ 553,399.00	\$ 299,166.67	\$ 168,186.50	\$ 21,525.00	\$ 64,520.83
Budget Expense.....	D-5	795,182.70	292,684.71	349,851.63	52,117.19	100,529.17
Cash Payments .....	D-6	<u>825,803.81</u>	<u>299,166.66</u>	<u>360,080.90</u>	<u>54,381.25</u>	<u>112,175.00</u>
Accrued Interest June 30, 2025.....	D	<u>\$ 522,777.89</u>	<u>\$ 292,684.72</u>	<u>\$ 157,957.23</u>	<u>\$ 19,260.94</u>	<u>\$ 52,875.00</u>

TOWNSHIP OF NORTH BRUNSWICK  
WATER UTILITY CAPITAL FUND

IMPROVEMENT AUTHORIZATIONS  
YEAR ENDED JUNE 30, 2025

Ord.	Original Appropriation	Description	June 30, 2024		Encumbrances June 30, 2024	2025 Authorizations	Paid or Charged	Encumbrances June 30, 2025	June 30, 2025	
			Funded	Unfunded					Funded	Unfunded
19-10	1,500,000	Water Distribution System.....			\$ 57,847.99		\$ (45,981.60)	\$ (11,866.39)		
20-07	10,000,000	Water Distribution System.....		\$ 105,557.97	6,084,820.04		(4,408,640.48)	(1,781,446.89)		\$ 290.64
21-17	3,000,000	Water Distribution System.....		2,178,108.88	521,460.73		(506,772.39)	(2,125,215.36)		67,581.86
21-17	1,000,000	Water Distribution System.....				\$ 1,000,000.00		(240,332.06)		759,667.94
		Total.....	\$ -	\$ 2,283,666.85	\$ 6,664,128.76	\$ 1,000,000.00	\$ (4,961,394.47)	\$ (4,158,860.70)	\$ -	\$ 827,540.44
		<u>Ref.</u>	D	D	D	D-9	D-6	D	D	D

TOWNSHIP OF NORTH BRUNSWICK  
WATER UTILITY CAPITAL FUND

SERIAL BONDS PAYABLE  
YEAR ENDED JUNE 30, 2025

Purpose	Issue Date	Original Issue	Outstanding Maturities			June 30, 2024	Budget Appropriation	June 30, 2025			
			Date	Principal	Rate						
2012 Improvement Bond..... Ordinance 5-16/6-16	08/08/12	\$ 1,500,000.00	08/01/25	\$ 75,000.00	2.250%						
			08/01/26	80,000.00	2.375%						
			08/01/27	80,000.00	2.500%						
			08/01/28	85,000.00	2.500%						
			08/01/29	90,000.00	2.625%						
			08/01/30	90,000.00	2.750%						
			08/01/31	95,000.00	2.750%						
			08/01/32	100,000.00	3.000%				\$ 770,000.00	\$ (75,000.00)	\$ 695,000.00
2015 Refunding Bonds.....	06/02/15	1,275,000.00	08/15/25	125,000.00	5.000%	365,000.00	(120,000.00)	245,000.00			
			08/15/26	120,000.00	3.000%						
2015 Bonds.....	07/30/15	1,993,670.00	07/15/25	95,000.00	3.000%						
			07/15/26	100,000.00	3.000%						
			07/15/27	100,000.00	3.000%						
			07/15/28	105,000.00	3.000%						
			07/15/29	110,000.00	3.000%						
			07/15/30	110,000.00	3.125%						
			07/15/31	115,000.00	3.125%						
			07/15/32	120,000.00	3.250%						
			07/15/33	125,000.00	3.250%						
			07/15/34	130,000.00	3.375%						
			07/15/35	133,670.00	3.500%				1,338,670.00	(95,000.00)	1,243,670.00

TOWNSHIP OF NORTH BRUNSWICK  
WATER UTILITY CAPITAL FUND

SERIAL BONDS PAYABLE  
YEAR ENDED JUNE 30, 2025

Purpose	Issue Date	Original Issue	Outstanding Maturities			June 30, 2024	Budget	
			Date	Principal	Rate		Appropriation	June 30, 2025
2017 Refunding Bonds.....	05/24/17	\$ 1,621,947.00	08/15/25	\$ 204,053.00	4.000%	\$ 1,326,791.00	\$ (191,429.00)	\$ 1,135,362.00
			08/15/26	213,541.00	4.000%			
			08/15/27	226,296.00	4.000%			
			08/15/28	239,298.00	4.000%			
			08/15/29	252,174.00	4.000%			
2020 General Obligation Bonds...	07/20/20	3,930,000.00	7/15/2025	180,000.00	1.000%	3,445,000.00	(180,000.00)	3,265,000.00
			7/15/2026	185,000.00	1.250%			
			7/15/2027	185,000.00	1.250%			
			7/15/2028	185,000.00	2.000%			
			7/15/2029	190,000.00	2.000%			
			7/15/2030	190,000.00	2.000%			
			7/15/2031	195,000.00	2.000%			
			7/15/2032	200,000.00	2.000%			
			7/15/2033	205,000.00	2.000%			
			7/15/2034	210,000.00	2.000%			
			7/15/2035	210,000.00	2.000%			
			7/15/2036	215,000.00	2.300%			
			7/15/2037	220,000.00	2.000%			
			7/15/2038	225,000.00	2.125%			
			7/15/2039	230,000.00	2.125%			
7/15/2040	240,000.00	2.125%						

TOWNSHIP OF NORTH BRUNSWICK  
WATER UTILITY CAPITAL FUND

SERIAL BONDS PAYABLE  
YEAR ENDED JUNE 30, 2025

Purpose	Issue Date	Original Issue	Outstanding Maturities			June 30, 2024	Budget	
			Date	Principal	Rate		Appropriation	June 30, 2025
2022 General Obligation Bonds...	07/13/22	\$ 4,365,000.00	7/1/2025	\$ 120,000.00	5.000%			
			7/1/2026	125,000.00	5.000%			
			7/1/2027	130,000.00	5.000%			
			7/1/2028	135,000.00	5.000%			
			7/1/2029	140,000.00	5.000%			
			7/1/2030	145,000.00	4.000%			
			7/1/2031	150,000.00	4.000%			
			7/1/2032	155,000.00	4.000%			
			7/1/2033	165,000.00	4.000%			
			7/1/2034	170,000.00	4.000%			
			7/1/2035	180,000.00	4.000%			
			7/1/2036	185,000.00	4.000%			
			7/1/2037	195,000.00	4.000%			
			7/1/2038	205,000.00	4.000%			
			7/1/2039	215,000.00	4.000%			
			7/1/2040	215,000.00	4.000%			
			7/1/2041	215,000.00	4.000%			
			7/1/2042	215,000.00	4.000%			
			7/1/2043	215,000.00	4.000%			
			7/1/2044	215,000.00	4.000%			
7/1/2045	215,000.00	4.000%						
7/1/2046	215,000.00	4.000%						
7/1/2047	215,000.00	4.000%	\$ 4,255,000.00	\$ (120,000.00)	\$ 4,135,000.00			
Total.....						\$ 11,500,461.00	\$ (781,429.00)	\$ 10,719,032.00
					Ref.	D	D-5, D-18	D

TOWNSHIP OF NORTH BRUNSWICK  
WATER UTILITY CAPITAL FUND

BOND ANTICIPATION NOTES  
YEAR ENDED JUNE 30, 2025

Ord.	Description	Interest Rate	Outstanding Maturities Issue Date	Maturity Date	Notes Outstanding June 30, 2024	Increase	Decrease	Notes Outstanding June 30, 2025
20-07	Water Distribution System.....	5.00%	7/9/24	7/8/25	\$ 5,500,000.00	\$ 5,370,000.00	\$ 5,500,000.00	\$ 5,370,000.00
21-17	Water Distribution System.....	5.00%	7/9/24	7/8/25	500,000.00	500,000.00	500,000.00	500,000.00
Total.....					<u>\$ 6,000,000.00</u>	<u>\$ 5,870,000.00</u>	<u>\$ 6,000,000.00</u>	<u>\$ 5,870,000.00</u>
				<u>Ref.</u>	D	Below	Below	D
Cash Transactions				D-6		\$ 5,870,000.00	\$ 5,870,000.00	
Paid by Budget Appropriations				D-5 , D-18			130,000.00	
					<u>\$ 5,870,000.00</u>	<u>\$ 6,000,000.00</u>		
					Above	Above		

TOWNSHIP OF NORTH BRUNSWICK  
WATER UTILITY CAPITAL FUND

NEW JERSEY ENVIRONMENTAL INFRASTRUCTURE TRUST LOAN OBLIGATION  
YEAR ENDED JUNE 30, 2025

Purpose	Drawdown Date	Original Issue	Outstanding Maturities			June 30, 2024	Decreased	June 30, 2025
			Date	Principal	Rate			
Ordinance 07-20.....	11/8/2007	\$ 9,700,000.00	8/1/2025	\$ 619,000.00	4.50%	\$ 2,538,000.00	\$ (589,000.00)	\$ 1,949,000.00
			8/1/2026	648,000.00	4.50%			
			8/1/2027	682,000.00	4.25%			
Ordinance 07-20.....	11/8/2007	8,939,498.00	8/1/2025	473,510.99	0.00%	1,978,986.92	(493,709.43)	1,485,277.49
			2/1/2026	20,676.48	0.00%			
			8/1/2026	482,526.56	0.00%			
			2/1/2027	14,284.86	0.00%			
			8/1/2027	494,278.60	0.00%			
Total.....						\$ 4,516,986.92	\$ (1,082,709.43)	\$ 3,434,277.49
					<u>Ref.</u>	D	D-18	D

TOWNSHIP OF NORTH BRUNSWICK  
WATER UTILITY CAPITAL FUND

RESERVE FOR AMORTIZATION  
YEAR ENDED JUNE 30, 2025

	<u>Ref.</u>	
Balance June 30, 2024.....	D	\$ 49,160,739.67
Principal Payments:		
Serial Bonds.....	D-15	\$ 781,429.00
BAN Principal.....	D-16	130,000.00
NJEIT Loan.....	D-17	<u>1,082,709.43</u>
Total Principal Payments.....		<u>1,994,138.43</u>
Balance June 30, 2025.....	D	<u><u>\$ 51,154,878.10</u></u>

WATER UTILITY CAPITAL FUND

CAPITAL IMPROVEMENT FUND  
YEAR ENDED JUNE 30, 2025

	<u>Ref.</u>	
Balance June 30, 2025 and 2024.....	D	<u><u>\$ 89,067.59</u></u>

TOWNSHIP OF NORTH BRUNSWICK  
WATER UTILITY ASSESSMENT FUND

ASSESSMENTS AND LIENS RECEIVABLE  
YEAR ENDED JUNE 30, 2025

Description	Ordinance Number	Confirmation Date	Annual Installments	Due Dates	Balance June 30, 2024	Collected	Balance June 30, 2025	Balance Pledged To	
								Assessment Bonds	Reserve
<u>Assessment Receivables</u>									
Prior Year Assessment Receivables					\$ 412.00		\$ 412.00		\$ 412.00
Water Improvement - Belcourt at Hidden Lakes Condo Association.....	07-24/11-04	10/03/11	4	12/1/11-12/1/31	864,592.19	\$ 161,694.04	702,898.15	\$ 702,898.15	
Total Assessments Receivable.....					865,004.19	161,694.04	703,310.15	702,898.15	\$ 412.00
<u>Assessment Liens</u>									
Interest & Costs on Assessment Liens.....					288.00		288.00		288.00
Total Assessment Liens Receivable.....					288.00		288.00		288.00
Total Assessments & Assessment Liens Receivable.....					<u>\$ 865,292.19</u>	<u>\$ 161,694.04</u>	<u>\$ 703,598.15</u>	\$ 702,898.15	<u>\$ 700.00</u>
				<u>Ref.</u>	D	D-6	D		D-21
							Plus: Cash Pledged	242,101.85	
								<u>\$ 945,000.00</u>	
									D-22

TOWNSHIP OF NORTH BRUNSWICK  
 WATER UTILITY ASSESSMENT FUND

RESERVES FOR ASSESSMENTS AND LIENS  
 YEAR ENDED JUNE 30, 2025

<u>Improvement Description</u>	<u>Balance June 30, 2024</u>	<u>Balance June 30, 2025</u>
Reserve for Assessment Receivables.....	\$ 412.00	\$ 412.00
Reserve for Assessment Liens Interest & Cost.....	<u>288.00</u>	<u>288.00</u>
	<u>\$ 700.00</u>	<u>\$ 700.00</u>
<u>Ref.</u>	D	D , D-20

TOWNSHIP OF NORTH BRUNSWICK  
WATER UTILITY ASSESSMENT FUND

ASSESSMENT SERIAL BONDS PAYABLE  
YEAR ENDED JUNE 30, 2025

Purpose	Issue Date	Original Issue	Date	Outstanding Maturities		June 30, 2024	Budget Appropriation	June 30, 2025
				Principal	Rate			
Ordinance 07-24/11-04..... Belcourt Assessment	08/10/11	\$ 2,250,000.00	08/15/25	\$ 120,000.00	5.250%			
			08/15/26	125,000.00	5.250%			
			08/15/27	130,000.00	5.500%			
			08/15/28	135,000.00	5.500%			
			08/15/29	140,000.00	5.500%			
			08/15/30	145,000.00	5.500%			
			08/15/31	150,000.00	5.500%			
						\$ 1,060,000.00	\$ (115,000.00)	\$ 945,000.00
						\$ 1,060,000.00	\$ (115,000.00)	\$ 945,000.00
Total.....								
					<u>Ref.</u>	D	D-6	D

TOWNSHIP OF NORTH BRUNSWICK  
 WATER UTILITY OPERATING AND CAPITAL FUNDS

INTERFUNDS  
 YEAR ENDED JUNE 30, 2025

	Ref.	Water Operating Fund		Water Capital Fund	
		Total	Water Capital	Total	Water Operating
Balance June 30, 2024					
Due From (To).....	D				
Increased by:					
Cash Disbursements.....	D-6	\$ 2,900,000.00	\$ 2,900,000.00		
Subtotal		\$ 2,900,000.00	\$ 2,900,000.00	-	-
Decreased by:					
Cash Receipts.....	D-6			\$ 2,900,000.00	\$ 2,900,000.00
Balance June 30, 2025					
Due From (To).....	D	\$ 2,900,000.00	\$ 2,900,000.00	\$ (2,900,000.00)	\$ (2,900,000.00)

TOWNSHIP OF NORTH BRUNSWICK  
 WATER UTILITY CAPITAL FUND

BONDS AND NOTES AUTHORIZED BUT NOT ISSUED  
 YEAR ENDED JUNE 30, 2025

<u>Ord.</u>	<u>Description</u>	<u>Balance June 30, 2024</u>	<u>2025 Authorized</u>	<u>Balance June 30, 2025</u>
20-07	Water Distribution System....	\$ 4,500,000.00		\$ 4,500,000.00
21-17	Water Distribution System....	2,500,000.00		2,500,000.00
24-13	Water Distribution System....		\$ 1,000,000.00	1,000,000.00
Total Bonds and Notes				
	Authorized but Not Issued.....	<u>\$ 7,000,000.00</u>	<u>\$ 1,000,000.00</u>	<u>\$ 8,000,000.00</u>
	<u>Ref.</u>	D		D

**SEWER UTILITY FUND**

TOWNSHIP OF NORTH BRUNSWICK  
SEWER UTILITY OPERATING AND CAPITAL FUNDS

CASH  
YEAR ENDED JUNE 30, 2025

	<u>Ref.</u>	<u>Operating</u>	<u>Capital</u>
Balance June 30, 2024.....	E	\$ 4,628,555.64	\$ 77,197.84
Increased by:			
Premium on Sale of Notes and Loans.....	E-2		75,814.81
Anticipated Revenue.....	E-3	8,353,668.87	
Sewer Overpayments.....	E-11	1,460.81	
Bond Anticipation Notes.....	E-18		3,000,000.00
Due from Sewer Capital Fund.....	E-19		300,000.00
New Jersey Environmental Infastructure Bank Financing Note Payable.....	E-20		228,584.19
Total Cash Receipts.....		<u>8,355,129.68</u>	<u>3,604,399.00</u>
Decreased by:			
Sewer Capital Fund Balance.....	E-2		(100,000.00)
Due Sewer Capital Fund.....	E-19	(300,000.00)	
Budget Appropriations.....	E-4	(7,035,266.00)	
Appropriation Reserves.....	E-9	(100,290.62)	
Accounts Payable.....	E-9	(21,090.00)	
Accrued Interest.....	E-12	(525,080.59)	(19,412.19)
Improvement Authorizations.....	E-14		(449,788.56)
Bond Anticipation Notes.....	E-18		(3,000,000.00)
Total Cash Disbursements.....		<u>(7,981,727.21)</u>	<u>(3,569,200.75)</u>
Balance June 30, 2025.....	E	<u>\$ 5,001,958.11</u>	<u>\$ 112,396.09</u>

TOWNSHIP OF NORTH BRUNSWICK  
SEWER UTILITY CAPITAL FUND

ANALYSIS OF CASH  
YEAR ENDED JUNE 30, 2025

<u>Ord.</u>		<u>Deferred Charges</u>	<u>Ordinance Balance</u>	<u>Reserve for Encumbrances</u>	<u>Other</u>	<u>Cash Balance</u>
	<u>Improvement Authorizations</u>					
18-12	Improvements to Sewer Distribution.....			\$ 34,258.01		\$ 34,258.01
19-08	Improvements to Sewer Distribution.....	\$ (626,733.00)	\$ 107,549.11			(519,183.89)
19-22	Improvements to Sewer Distribution.....			12,458.23		12,458.23
20-08	Improvements to Sewer Distribution.....	(4,841,532.00)	4,696,512.55	395,355.07		250,335.62
21-18	Improvements to Sewer Distribution.....	(2,500,000.00)	2,374,440.49	51,105.00		(74,454.51)
	Due to Sewer Operating				\$ 300,000.00	300,000.00
	Fund Balance.....				80,082.63	80,082.63
	Capital Improvement Fund.....				28,900.00	28,900.00
Total.....		<u>\$ (7,968,265.00)</u>	<u>\$ 7,178,502.15</u>	<u>\$ 493,176.31</u>	<u>\$ 408,982.63</u>	<u>\$ 112,396.09</u>
	<u>Ref.</u>	E-21	E-14	E-14	E-2, E-15	E, E-5

TOWNSHIP OF NORTH BRUNSWICK  
SEWER UTILITY CAPITAL FUND

FIXED CAPITAL  
YEAR ENDED JUNE 30, 2025

	<u>Ref.</u>	
Balance - June 30, 2024.....	E	\$ 39,873,151.73
Increased by:		
Transfer from Fixed Capital Authorized but Not Completed.....	E-8 , E-14	<u>449,788.56</u>
Balance - June 30, 2025.....	E	<u>\$ 40,322,940.29</u>

SEWER UTILITY CAPITAL FUND

FIXED CAPITAL AUTHORIZED BUT NOT COMPLETED  
YEAR ENDED JUNE 30, 2025

<u>Ord.</u>	<u>Description</u>	<u>Balance June 30, 2024</u>	<u>Transferred to Fixed Capital</u>	<u>Balance June 30, 2025</u>
15-15	Improvement to Sewer Distribution System.....	\$ 0.25		\$ 0.25
18-12	Improvement to Sewer Distribution System.....	44,453.51	\$ 10,195.50	34,258.01
19-08	Improvement to Sewer Distribution System.....	109,628.11	2,079.00	107,549.11
19-22	Improvement to Sewer Distribution System.....	95,241.84	82,783.61	12,458.23
20-08	Improvement to Sewer Distribution System.....	5,330,170.12	238,302.50	5,091,867.62
21-18	Improvement to Sewer Distribution System.....	2,541,973.44	116,427.95	2,425,545.49
	Total.....	<u>\$ 8,121,467.27</u>	<u>\$ 449,788.56</u>	<u>\$ 7,671,678.71</u>
	<u>Ref.</u>	E	E-7 , E-14	E

TOWNSHIP OF NORTH BRUNSWICK  
SEWER UTILITY OPERATING FUND

2024 APPROPRIATION RESERVES AND ACCOUNTS PAYABLE  
YEAR ENDED JUNE 30, 2025

	Appropriation Reserves June 30, 2024	Encumbrances June 30, 2024	Paid or Charged	Balance Lapsed
Operating Salaries.....	\$ 6,976.94			\$ 6,976.94
Operating Expenses.....	<u>126,366.64</u>	\$ 232,678.38	\$ (101,090.62)	<u>257,954.40</u>
Total Sewer Utility Operating.....	<u>\$ 133,343.58</u>	<u>\$ 232,678.38</u>	<u>\$ (101,090.62)</u>	<u>\$ 264,931.34</u>

Ref.            E                            E                            Below                            E-1

Cash Disbursements.....	<u>Ref.</u>		
Accounts Payable.....	E-5	\$ (100,290.62)	
Total Paid or Charged.....	Below	<u>(800.00)</u>	
	Above	<u>\$ (101,090.62)</u>	

Accounts Payable Analysis

Balance June 30, 2024.....	E	\$ 31,090.00
Transfer From Appropriation Reserve.....	Above	<u>800.00</u>
Subtotal.....		31,890.00
Cash Disbursements.....	E-5	<u>(21,090.00)</u>
Balance June 30, 2025.....	E	<u>\$ 10,800.00</u>

TOWNSHIP OF NORTH BRUNSWICK  
SEWER UTILITY OPERATING FUND

SEWER RENTS RECEIVABLE  
YEAR ENDED JUNE 30, 2025

	<u>Ref.</u>		<u>Sewer Rents</u>
Balance June 30, 2024.....	E		\$ 589,232.61
Increased by:			
Sewer Rents Levied.....	Reserve		8,658,052.06
			<u>9,247,284.67</u>
Decreased by:			
Cash Receipts.....	E-3	\$ 8,182,765.97	
Overpayments Applied.....	E-3 , E-11	<u>2,522.49</u>	
			<u>8,185,288.46</u>
Balance June 30, 2025.....	E		<u><u>\$ 1,061,996.21</u></u>

TOWNSHIP OF NORTH BRUNSWICK  
SEWER UTILITY OPERATING FUND

SEWER OVERPAYMENTS  
YEAR ENDED JUNE 30, 2025

	<u>Ref.</u>	
Balance June 30, 2024.....	E	\$ 2,522.49
Increased by:		
Overpayments Collected.....	E-5	<u>1,460.81</u>
		3,983.30
Decreased by:		
Overpayments Applied.....	E-10	<u>2,522.49</u>
Balance June 30, 2025.....	E	<u><u>\$ 1,460.81</u></u>

TOWNSHIP OF NORTH BRUNSWICK  
SEWER UTILITY OPERATING AND CAPITAL FUNDS

ACCRUED INTEREST ON BONDS & NOTES  
YEAR ENDED JUNE 30, 2025

	<u>Ref.</u>	<u>Total Accrued Interest</u>	<u>Bond Anticipation Notes</u>	<u>Serial Bonds</u>	<u>Environmental Infrastructure Trust</u>
Accrued Interest June 30, 2024.....	E	\$ 331,866.11	\$ 149,583.33	\$ 164,024.96	\$ 18,257.82
2025 Budget Expense.....	E-4	535,562.13	149,583.34	327,760.88	58,217.91
Cash Payments.....	E-5	<u>525,080.59</u>	<u>149,583.33</u>	<u>334,412.89</u>	<u>41,084.37</u>
Accrued Interest June 30, 2025.....	E	<u><u>342,347.65</u></u>	<u><u>149,583.34</u></u>	<u><u>157,372.95</u></u>	<u><u>35,391.36</u></u>

TOWNSHIP OF NORTH BRUNSWICK  
SEWER UTILITY CAPITAL FUND  
NEW JERSEY ENVIRONMENTAL LOANS PAYABLE  
YEAR ENDED JUNE 30, 2025

Purpose	Drawdown Date	Original Issue	Date	Outstanding Maturities		June 30, 2024	Increased	Decreased	June 30, 2025
				Principal	Rate				
Trust Loan									
Ordinance 97-25.....	11/4/2004	\$ 570,000.00				\$ 45,000.00		\$ (45,000.00)	
Trust Loan									
Ordinance 19-08.....	6/11/2021	1,180,000.00	8/1/2025	\$ 70,000.00	5.000%				
			8/1/2026	75,000.00	5.000%				
			8/1/2027	80,000.00	5.000%				
			8/1/2028	85,000.00	5.000%				
			8/1/2029	85,000.00	5.000%				
			8/1/2030	90,000.00	4.000%				
			8/1/2031	95,000.00	3.000%				
			8/1/2032	95,000.00	3.000%				
			8/1/2033	100,000.00	3.000%				
			8/1/2034	105,000.00	3.000%				
			8/1/2035	105,000.00	3.000%	1,055,000.00		(70,000.00)	985,000.00
Fund Loan									
Ordinance 97-25.....	11/4/2004	581,688.00				29,886.59		(29,886.59)	

TOWNSHIP OF NORTH BRUNSWICK  
SEWER UTILITY CAPITAL FUND

NEW JERSEY ENVIRONMENTAL LOANS PAYABLE  
YEAR ENDED JUNE 30, 2025

Purpose	Drawdown Date	Original Issue	Date	Outstanding Maturities		June 30, 2024	Increased	Decreased	June 30, 2025
				Principal	Rate				
Fund Loan									
Ordinance 19-08.....	6/11/2021	\$ 4,029,950.00	8/1/2025	\$ 183,179.54	0.000%				
			2/1/2026	91,589.77	0.000%				
			8/1/2026	183,179.54	0.000%				
			2/1/2027	91,589.77	0.000%				
			8/1/2027	183,179.54	0.000%				
			2/1/2028	91,589.77	0.000%				
			8/1/2028	183,179.54	0.000%				
			2/1/2029	91,589.77	0.000%				
			8/1/2029	183,179.54	0.000%				
			2/1/2030	91,589.77	0.000%				
			8/1/2030	183,179.54	0.000%				
			2/1/2031	91,589.77	0.000%				
			8/1/2031	183,179.54	0.000%				
			2/1/2032	91,589.77	0.000%				
			8/1/2032	183,179.54	0.000%				
			2/1/2033	91,589.77	0.000%				
			8/1/2033	183,179.54	0.000%				
			2/1/2034	91,589.77	0.000%				
			8/1/2034	183,179.54	0.000%				
			2/1/2035	91,589.77	0.000%				
			8/1/2035	183,179.66	0.000%	\$ 3,205,642.07		\$ (274,769.31)	\$ 2,930,872.76
Fund Loan									
Ordinance 20-08.....	5/15/2025	870,000.00	8/1/2026	50,000.00	5.000%				
			8/1/2027	55,000.00	5.000%				
			8/1/2028	55,000.00	5.000%				
			8/1/2029	60,000.00	5.000%				
			8/1/2030	60,000.00	5.000%				
			8/1/2031	65,000.00	5.000%				
			8/1/2032	65,000.00	5.000%				
			8/1/2033	70,000.00	5.000%				
			8/1/2034	70,000.00	5.000%				
			8/1/2035	75,000.00	5.000%				
			8/1/2036	80,000.00	5.000%				
			8/1/2037	80,000.00	5.000%				
			8/1/2038	85,000.00	5.000%		\$ 870,000.00		870,000.00
WIFIA Loan									
Ordinance 20-08.....	5/15/2025	604,534	8/1/2039	111,120.00	3.710%				
			8/1/2040	93,147.00	3.710%				
			8/1/2041	97,231.00	3.710%				
			8/1/2043	101,218.00	3.710%				
			8/1/2043	100,102.00	3.710%				
			8/1/2044	101,716.00	3.710%		604,534.00		604,534.00

TOWNSHIP OF NORTH BRUNSWICK  
SEWER UTILITY CAPITAL FUND

NEW JERSEY ENVIRONMENTAL LOANS PAYABLE  
YEAR ENDED JUNE 30, 2025

Purpose	Drawdown Date	Original Issue	Date	Outstanding Maturities		June 30, 2024	Increased	Decreased	June 30, 2025
				Principal	Rate				
Fund Loan									
Ordinance 20-08.....	5/15/2025	\$ 1,183,934.00	8/2/2025	\$ 24,285.82	0.000%				
			2/2/2026	12,142.91	0.000%				
			8/2/2026	48,571.65	0.000%				
			2/2/2027	12,142.91	0.000%				
			8/2/2027	48,571.65	0.000%				
			2/1/2028	12,142.91	0.000%				
			8/2/2028	48,571.65	0.000%				
			2/1/2029	12,142.91	0.000%				
			8/2/2029	48,571.65	0.000%				
			2/2/2030	12,142.91	0.000%				
			8/2/2030	48,571.65	0.000%				
			2/2/2031	12,142.91	0.000%				
			8/2/2031	48,571.65	0.000%				
			2/2/2032	12,142.91	0.000%				
			8/2/2032	48,571.65	0.000%				
			2/1/2033	12,142.91	0.000%				
			8/1/2033	48,571.65	0.000%				
			2/1/2034	12,142.91	0.000%				
			8/1/2034	48,571.65	0.000%				
			2/1/2035	12,142.91	0.000%				
			8/1/2035	48,571.65	0.000%				
			2/1/2036	12,142.91	0.000%				
			8/1/2036	48,571.65	0.000%				
			2/1/2037	12,142.91	0.000%				
			8/1/2037	48,571.65	0.000%				
			2/1/2038	12,142.91	0.000%				
			8/1/2038	48,571.65	0.000%				
			2/1/2039	12,142.91	0.000%				
			8/1/2039	48,571.65	0.000%				
			2/1/2040	12,142.91	0.000%				
			8/1/2040	48,571.65	0.000%				
			2/1/2041	12,142.91	0.000%				
			8/1/2041	48,571.65	0.000%				
			2/1/2042	12,142.91	0.000%				
			8/1/2042	48,571.65	0.000%				
			2/1/2043	12,142.91	0.000%				
			8/1/2043	48,571.65	0.000%				
			2/1/2044	12,142.91	0.000%				
			8/1/2044	54,643.19	0.000%		\$ 1,183,934.00		\$ 1,183,934.00
Total .....						\$ 4,335,528.66	2,658,468.00	\$ (419,655.90)	\$ 6,574,340.76

Ref.

E

Below

E-16

E

NJEIT Infrastructure Bank Financing Notes Payable  
Bonds and Notes Authorized but Not Issued

E-20  
E-21

2,449,296.00  
209,172.00  
2,658,468.00

Above

TOWNSHIP OF NORTH BRUNSWICK  
SEWER UTILITY CAPITAL FUND

IMPROVEMENT AUTHORIZATIONS  
YEAR ENDED JUNE 30, 2025

Ord	Original	Description	June 30, 2024		Encumbrances June 30, 2024	Paid	Encumbrances June 30, 2025	June 30, 2025	
			Funded	Unfunded				Funded	Unfunded
18-12	\$ 1,000,000.00	Improve Sanitary Sewer System.....			\$ 44,453.51	\$ (10,195.50)	\$ (34,258.01)		
19-08	6,000,000.00	Improve Sanitary Sewer System.....		\$ 109,628.11		(2,079.00)			\$ 107,549.11
19-22	1,000,000.00	Improve Sanitary Sewer System.....	\$ 74,496.09		20,745.75	\$ (82,783.61)	(12,458.23)		
20-08	10,000,000.00	Improve Sanitary Sewer System.....		5,132,079.07	198,091.05	(238,302.50)	(395,355.07)	\$ 2,658,468.00	2,038,044.55
21-18	3,000,000.00	Improve Sanitary Sewer System.....		2,438,743.44	103,230.00	(116,427.95)	(51,105.00)		2,374,440.49
		Total.....	<u>\$ 74,496.09</u>	<u>\$ 7,680,450.62</u>	<u>\$ 366,520.31</u>	<u>\$ (449,788.56)</u>	<u>\$ (493,176.31)</u>	<u>\$ 2,658,468.00</u>	<u>\$ 4,520,034.15</u>
		Ref.	E	E	E	E-5 , E-7 , E-8	E	E	E

TOWNSHIP OF NORTH BRUNSWICK  
SEWER UTILITY CAPITAL FUND

CAPITAL IMPROVEMENT FUND  
YEAR ENDED JUNE 30, 2025

	<u>Ref.</u>	
Balance June 30, 2025 and 2024.....	E	<u>\$ 28,900.00</u>

TOWNSHIP OF NORTH BRUNSWICK  
SEWER UTILITY CAPITAL FUND

RESERVE FOR AMORTIZATION & DEFERRED AMORTIZATION  
YEAR ENDED JUNE 30, 2025

	<u>Ref.</u>	<u>Amortization</u>	<u>Deferred Amortization</u>
Balance June 30, 2024.....	E	\$ 19,510,524.34	\$ 252,294.00
Principal Payments.....			
NJGIT Loans.....	E-13	419,655.90	
Bonds.....	E-17	483,571.00	
		<u>903,226.90</u>	
Balance June 30, 2025.....	E	<u>\$ 20,413,751.24</u>	<u>\$ 252,294.00</u>

TOWNSHIP OF NORTH BRUNSWICK  
SEWER UTILITY CAPITAL FUND

SERIAL BONDS PAYABLE  
YEAR ENDED JUNE 30, 2025

Purpose	Issue Date	Original Issue	Outstanding Maturities			June 30, 2024	Budget Appropriation	June 30, 2025
			Date	Principal	Rate			
2012 General Obligation Bonds.....	08/08/12	\$ 1,700,000.00	08/01/25	\$ 85,000.00	2.250%	\$ 870,000.00	\$ (85,000.00)	\$ 785,000.00
			08/01/26	90,000.00	2.375%			
			08/01/27	95,000.00	2.500%			
			08/01/28	95,000.00	2.500%			
			08/01/29	100,000.00	2.625%			
			08/01/30	105,000.00	2.750%			
			08/01/31	105,000.00	2.750%			
			08/01/32	110,000.00	3.000%			
2015 General Obligation Bonds.....	07/30/15	\$ 2,186,330.00	07/15/25	105,000.00	3.000%	1,461,330.00	(100,000.00)	1,361,330.00
			07/15/26	110,000.00	3.000%			
			07/15/27	110,000.00	3.000%			
			07/15/28	115,000.00	3.000%			
			07/15/29	120,000.00	3.000%			
			07/15/30	125,000.00	3.125%			
			07/15/31	125,000.00	3.125%			
			07/15/32	130,000.00	3.250%			
			07/15/33	135,000.00	3.250%			
			07/15/34	140,000.00	3.375%			
07/15/35	146,330.00	3.500%						
2017 Refunding Bonds.....	05/24/17	243,053.00	08/15/25	30,947.00	4.000%	198,209.00	(28,571.00)	169,638.00
			08/15/26	31,459.00	4.000%			
			08/15/27	33,704.00	4.000%			
			08/15/28	35,702.00	4.000%			
			08/15/29	37,826.00	4.000%			

TOWNSHIP OF NORTH BRUNSWICK  
SEWER UTILITY CAPITAL FUND

SERIAL BONDS PAYABLE  
YEAR ENDED JUNE 30, 2025

Purpose	Issue Date	Original Issue	Outstanding Maturities			June 30, 2024	Budget Appropriation	June 30, 2025
			Date	Principal	Rate			
2020 General Obligation Bonds.....	07/21/20	\$ 2,930,000.00	07/15/25	\$ 135,000.00	1.000%			
			07/15/26	135,000.00	1.250%			
			07/15/27	135,000.00	1.250%			
			07/15/28	140,000.00	2.000%			
			07/15/29	140,000.00	2.000%			
			07/15/30	145,000.00	2.000%			
			07/15/31	145,000.00	2.000%			
			07/15/32	150,000.00	2.000%			
			07/15/33	150,000.00	2.000%			
			07/15/34	155,000.00	2.000%			
			07/15/35	160,000.00	2.000%			
			07/15/36	160,000.00	2.300%			
			07/15/37	165,000.00	2.000%			
			07/15/38	170,000.00	2.125%			
			07/15/39	175,000.00	2.125%			
			07/15/40	180,000.00	2.125%	\$ 2,570,000.00	\$ (130,000.00)	\$ 2,440,000.00

TOWNSHIP OF NORTH BRUNSWICK  
SEWER UTILITY CAPITAL FUND

SERIAL BONDS PAYABLE  
YEAR ENDED JUNE 30, 2025

Purpose	Issue Date	Original Issue	Outstanding Maturities			June 30, 2024	Budget Appropriation	June 30, 2025
			Date	Principal	Rate			
2022 General Obligation Bonds .....	07/13/22	\$ 5,300,000.00	7/1/2025	\$ 145,000.00	5.000%			
			7/1/2026	150,000.00	5.000%			
			7/1/2027	160,000.00	5.000%			
			7/1/2028	165,000.00	5.000%			
			7/1/2029	170,000.00	5.000%			
			7/1/2030	175,000.00	4.000%			
			7/1/2031	185,000.00	4.000%			
			7/1/2032	190,000.00	4.000%			
			7/1/2033	200,000.00	4.000%			
			7/1/2034	210,000.00	4.000%			
			7/1/2035	220,000.00	4.000%			
			7/1/2036	230,000.00	4.000%			
			7/1/2037	240,000.00	4.000%			
			7/1/2038	255,000.00	4.000%			
			7/1/2039	255,000.00	4.000%			
			7/1/2040	260,000.00	4.000%			
			7/1/2041	260,000.00	4.000%			
			7/1/2042	260,000.00	4.000%			
			7/1/2043	260,000.00	4.000%			
			7/1/2044	260,000.00	4.000%			
7/1/2045	260,000.00	4.000%						
7/1/2046	260,000.00	4.000%						
7/1/2047	260,000.00	4.000%	\$ 5,170,000.00	\$ (140,000.00)	\$ 5,030,000.00			
Total .....						\$ 10,269,539.00	\$ (483,571.00)	\$ 9,785,968.00
					<u>Ref.</u>	E	E-16	E

TOWNSHIP OF NORTH BRUNSWICK  
SEWER UTILITY CAPITAL FUND

BOND ANTICIPATION NOTES  
YEAR ENDED JUNE 30, 2025

<u>Ord.</u>	<u>Description</u>	<u>Interest Rate</u>	<u>Outstanding Maturities</u>		<u>Notes Outstanding June 30, 2024</u>	<u>Bond Anticipation Notes Issued</u>	<u>Bond Anticipation Notes Redeemed</u>	<u>Notes Outstanding June 30, 2025</u>
			<u>Issue Date</u>	<u>Maturity Date</u>				
20-08	Improve Sanitary Sewer System.....	5.00%	07/09/24	07/08/25		\$ 2,500,000.00		\$ 2,500,000.00
21-18	Improve Sanitary Sewer System.....	5.00%	07/09/24	07/08/25	\$ 3,000,000.00	500,000.00	\$ 3,000,000.00	500,000.00
	<u>Total.....</u>				<u>\$ 3,000,000.00</u>	<u>\$ 3,000,000.00</u>	<u>\$ 3,000,000.00</u>	<u>\$ 3,000,000.00</u>
				<u>Ref.</u>	E	E-5 , E-21	E-5 , E-21	E

TOWNSHIP OF NORTH BRUNSWICK  
SEWER UTILITY OPERATING AND CAPITAL FUNDS

INTERFUNDS  
YEAR ENDED JUNE 30, 2025

	Ref.	Sewer Operating Fund		Sewer Capital Fund	
		Total	Sewer Capital	Total	Sewer Operating
Balance June 30, 2024					
Due From (To).....	E				
Increased by:					
Cash Disbursements.....	E-5	\$ 300,000.00	\$ 300,000.00		
Subtotal.....		300,000.00	300,000.00		
Decreased by:					
Cash Receipts.....	E-5			\$ 300,000.00	\$ 300,000.00
Balance June 30, 2025					
Due From (To).....	E	\$ 300,000.00	\$ 300,000.00	\$ (300,000.00)	\$ (300,000.00)

TOWNSHIP OF NORTH BRUNSWICK  
SEWER UTILITY CAPITAL FUND

NEW JERSEY ENVIRONMENTAL INFRASTRUCTURE BANK FINANCING NOTE PAYABLE  
YEAR ENDED JUNE 30, 2025

	<u>Ref.</u>		
Balance June 30, 2024.....	E	\$	2,449,296.00
Decreased by:			
Loan Issuance.....	E-13		<u>(2,449,296.00)</u>
Balance June 30, 2025.....	E	<u>\$</u>	<u>-</u>

TOWNSHIP OF NORTH BRUNSWICK  
SEWER UTILITY CAPITAL FUND

BONDS AND NOTES AUTHORIZED BUT NOT ISSUED  
YEAR ENDED JUNE 30, 2025

<u>Ord.</u>	<u>Description</u>	<u>June 30, 2024</u>	<u>Bond Anticipation Notes Redeemed</u>	<u>Bond Anticipation Notes Issued</u>	<u>New Jersey Environmental Infrastructure Bank Financing Notes Issued</u>	<u>June 30, 2025</u>
19-08	Improvements to Sanitary Sewerage System.....	\$ 626,733.00				\$ 626,733.00
20-08	Improvements to Sanitary Sewerage System.....	7,550,704.00		\$ (2,500,000.00)	\$ (209,172.00)	4,841,532.00
21-18	Improvements to Sanitary Sewerage System.....		\$ 3,000,000.00	(500,000.00)		2,500,000.00
	Total Bonds and Notes Authorized but Not Issued.....	<u>\$ 8,177,437.00</u>	<u>\$ 3,000,000.00</u>	<u>\$ (3,000,000.00)</u>	<u>\$ (209,172.00)</u>	<u>\$ 7,968,265.00</u>
	<u>Ref.</u>	E	E-18	E-18	E-13	E

**TOWNSHIP OF NORTH BRUNSWICK  
MIDDLESEX COUNTY, NEW JERSEY**

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**PART III  
SINGLE AUDIT SECTION**



**Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With Government Auditing Standards**

**Independent Auditors' Report**

**The Honorable Mayor and Members  
of the Municipal Council  
Township of North Brunswick  
County of Middlesex, 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 the audit requirements prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey (the "Division"), the regulatory basis financial statements of the Township of North Brunswick, Middlesex County, New Jersey (the "Township"), as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the Township's basic financial statements, and have issued our report thereon dated January 27, 2026, in which we expressed an adverse opinion on the conformity of the statements with accounting principles generally accepted in the United States of America due to the differences between those principles and the financial reporting provisions of the Division.

**Internal Control Over Financial Reporting**

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

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

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

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**The Honorable Mayor and Members  
of the Municipal Council  
Township of North Brunswick**

**Page 2**

**Compliance and Other Matters**

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

**Purpose of This Report**

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

*PKF O'Connor Davies, LLP*

Cranford, New Jersey  
January 27, 2026

*Robert E. Provost*

Robert Provost, CPA  
Registered Municipal Accountant, No. 582



**Report on Compliance for Each Major Federal and State Program and Report on Internal Control  
Over Compliance Required by the Uniform Guidance and NJ OMB Circular 15-08**

**Independent Auditors' Report**

**Honorable Mayor and Members  
of the Municipal Council  
Township of North Brunswick  
Middlesex County, New Jersey**

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

***Opinion on Each Major Federal and State Program***

We have audited the Township of North Brunswick, New Jersey ("Township") compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement and New Jersey State Aid/Grant Compliance Supplement* that could have a direct and material effect on each of the Township's major federal and state programs for the year ended June 30, 2025. The Township's major federal and state programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, the Township complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal and state programs for the year ended June 30, 2025.

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

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America ("GAAS"); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States ("*Government Auditing Standards*"); audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey; Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* ("Uniform Guidance"); and New Jersey OMB Circular 15-08 *Single Audit Policy for Recipients of Federal Grants, State Grants, and State Aid*. Our responsibilities under those standards and the Uniform Guidance are further described in the Auditors' Responsibilities for the Audit of Compliance section of our report.

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

***Responsibilities of Management for Compliance***

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

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### ***Auditors' Responsibility for the Audit of Compliance***

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the Township's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, the Uniform Guidance and New Jersey OMB Circular 15-08 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. Non-compliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the Township's compliance with the requirements of each major federal and state program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, the Uniform Guidance and New Jersey OMB Circular 15-08, we

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

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

### ***Report on Internal Control Over Compliance***

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

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

**Honorable Mayor and Members  
of the Municipal Council  
Township of North Brunswick**

*Page 3*

material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

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

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

*PKF O'Connor Davies, LLP*

Cranford, New Jersey  
January 27, 2026

*Robert E. Provost*

Robert Provost, CPA  
Registered Municipal Accountant, No. 582

**SCHEDULES OF EXPENDITURES OF  
FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE**

TOWNSHIP OF NORTH BRUNSWICK  
COUNTY OF MIDDLESEX

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
YEAR ENDED JUNE 30, 2025

Federal Grantor/Pass-Through Grantor/Program Title	Federal AL Number	State Account Number	Grant Period		Revised Budget	Current Year Expenditures	Cancelled	Passed-Through To Sub- Recipients
			From	To				
U.S. Department of Housing and Urban Development								
Passed Through - County of Middlesex - Community Development Block Grant Entitlement Cluster:								
Program Year 2023	14.218	Not available	7/1/2022	Completion	Not available	\$ (45,000.00)		
Program Year 2024	14.218	Not available	7/1/2023	Completion	Not available	(28,754.00)		
Program Year 2025	14.218	Not available	7/1/2024	Completion	Not available	(40,000.00)		
Subtotal Community Development Block Grant Cluster						(113,754.00)		
U.S. Department of Law and Public Safety								
Passed Through - State of New Jersey:								
Bulletproof Vest Grant	16.607	Not available	4/1/2022	Completion	\$ 15,085.68	(2,837.08)		
Bulletproof Vest Grant	16.607	Not available	4/1/2025	Completion	9,677.30	(8,114.14)		
Subtotal Bulletproof Vest					24,762.98	(10,951.22)		
U.S. Department of Transportation								
Passed Through - State of New Jersey:								
Highway Safety Cluster:								
Think.Act.Live: Community Safety Initiative	20.600	066-1160-100-036	1/1/2023	Completion	23,000.00	(29,435.00)	\$ 2,000.00	
Highway Safety Safe Corridors	20.600	Not available	7/1/2021	Completion	73,761.00			
Subtotal 20.600					96,761.00	(29,435.00)	2,000.00	
Subtotal Highway Safety Cluster					115,011.00	(29,435.00)	2,000.00	
U.S. Department of Environmental Protection								
Passed Through - New Jersey Infrastructure Bank:								
Water Infrastructure Finance and Innovation Act (WIFIA)	66.958	Not available	5/15/2025	Completion	604,534.00	(604,534.00)		
Subtotal WIFIA					604,534.00	(604,534.00)		
U.S. Department of Energy								
Passed Through - State of New Jersey Board of Public Utilities:								
Energy Efficiency and Conservation Block Grant (EECBG)	81.128	Not available	9/30/2023	9/30/2025	76,450.00	(76,450.00)		
Subtotal EECBG					76,450.00	(76,450.00)		
U.S. Department of Health and Human Services								
Special Programs for the Aging Cluster								
Passed Through - State of New Jersey:								
Senior Center Congregate Meals	93.044	054-7530-100-058	1/1/2024	Completion	10,000.00	(3,838.25)		
Senior Center Congregate Meals	93.044	054-7530-100-058	1/1/2025	Completion	10,000.00	(1,418.25)		
Senior Center Transportation	93.044	054-7530-100-058	1/1/2024	Completion	10,000.00	(7,500.00)		
Senior Center Transportation	93.044	054-7530-100-058	1/1/2025	Completion	10,000.00	(5,000.00)		
Senior Outreach Program	93.044	054-7530-100-058	1/1/2022	Completion	20,500.00			
Subtotal Aging Cluster					60,500.00	(17,756.50)		
U.S. Department of Homeland Security								
Passed Through - State of New Jersey:								
Disaster Grants - Public Assistance (Presidentially Declared Disasters) - Hurricane Ida								
Subtotal Disaster Grants - Public Assistance	97.036	066-1200-100-C84	7/1/2022	Completion	1,747,484.39	(574,852.04)		
					1,747,484.39	(574,852.04)		
Total Federal Awards						\$ (1,427,732.76)	\$ 2,000.00	\$ -

See Notes to Schedule of Expenditures of Federal Awards

TOWNSHIP OF NORTH BRUNSWICK  
MIDDLESEX COUNTY

SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE  
YEAR ENDED JUNE 30, 2025

State Funding Department or Division Program	State Account Number	Grant Period		Award Amount	Expenditures	Cancelled	Cumulative Expenditures
		From	To				
Department of Community Affairs							
Passed Through Middlesex County:							
Municipal Alliance on Alcohol and Drug Abuse	2000-475-9915120-60	1/1/2024	12/31/2024	\$ 22,080.00	\$ (0.60)		\$ (22,080.00)
Municipal Alliance on Alcohol and Drug Abuse	2000-475-9915120-61	1/1/2025	12/31/2025	24,580.00	(22,211.50)		(21,280.90)
Municipal Alliance on Alcohol and Drug Abuse - DMHAS Youth Leadership	Not Available	1/1/2025	12/31/2025	<u>5,000.00</u>	<u>(1,000.00)</u>		<u>(1,000.00)</u>
Subtotal Department of Community Affairs				51,660.00	(23,212.10)		(44,360.90)
Department of Environmental Protection:							
Clean Communities	042-4900-765-004	1/1/2024	12/31/2024	76,839.11	(34,249.67)		(66,417.34)
Clean Communities	042-4900-765-004	1/1/2025	12/31/2025	87,276.30	(60,055.89)		(60,055.89)
Recycling Enhancement Grant	Not Available	1/1/2022	12/31/2022	8,253.75			(5,848.75)
Water Resources Monitoring and Planning	042-4850-100-099	1/1/2024	12/31/2024	<u>25,000.00</u>	<u>(5,123.25)</u>		<u>(5,123.25)</u>
Subtotal Department of Environmental Protection				197,369.16	(99,428.81)		(137,445.23)
Passed Through New Jersey Infrastructure Bank:							
NJ Environmental Infrastructure Trust - Sanitary Sewer Improvement	S340 888-03	10/19/2023	Completion	<u>2,092,351.00</u>	<u>(238,302.50)</u>		<u>(2,092,351.00)</u>
				2,092,351.00	(238,302.50)		(2,092,351.00)
Department of Judiciary:							
Alcohol Education Rehabilitation Enforcement Fund	098-9735-760-001	1/1/2018	12/31/2018	3,538.69	(33.82)		(1,613.69)
Alcohol Education Rehabilitation Enforcement Fund	098-9735-760-001	1/1/2019	12/31/2019	3,441.93	(1,891.18)		(2,601.15)
Alcohol Education Rehabilitation Enforcement Fund	098-9735-760-001	1/1/2020	12/31/2020	3,214.99			
Alcohol Education Rehabilitation Enforcement Fund	098-9735-760-001	1/1/2021	12/31/2021	5,084.59			
Alcohol Education Rehabilitation Enforcement Fund	098-9735-760-001	1/1/2022	12/31/2022	4,998.38			
Alcohol Education Rehabilitation Enforcement Fund	098-9735-760-001	1/1/2023	12/31/2023	6,159.36			
Alcohol Education Rehabilitation Enforcement Fund	098-9735-760-001	1/1/2024	12/31/2024	4,542.81			
Alcohol Education Rehabilitation Enforcement Fund	098-9735-760-001	1/1/2025	12/31/2025	<u>5,271.10</u>			
Subtotal Department of Judiciary				36,251.85	(1,925.00)		(4,214.84)
Department of Law and Public Safety:							
Police Body Armor	066-1020-718-001	1/1/2020	12/31/2020	8,138.04		\$ 2,749.96	(5,388.08)
Police Body Armor	066-1020-718-001	1/1/2021	12/31/2021	6,024.45		483.80	(5,540.65)
Police Body Armor	066-1020-718-001	1/1/2025	12/31/2025	6,003.99	(6,003.99)		(6,003.99)
Police Cameras	Not Available	1/1/2022	12/31/2022	74,679.00	(25,320.00)		(136,099.00)
Safe and Secure Communities Grant Program	066-1020-100-232	10/1/2023	9/30/2024	45,150.00			
Safe and Secure Neighborhoods Program	066-1020-100-232	10/1/2024	9/30/2025	45,150.00	(45,150.00)		(45,150.00)
Pedestrian Safety Grant	066-1160-100-131	1/1/2020	12/31/2020	15,000.00			(2,035.00)
Pedestrian Safety Grant	066-1160-100-131	1/1/2021	12/31/2021	15,000.00			(14,980.00)
Pedestrian Safety Grant	066-1160-100-131	1/1/2025	12/31/2025	16,400.00	(16,380.00)		(16,380.00)
Pop-Up Party Prevention and Response Initiative	066-1020-495-498	5/24/2024	9/30/2024	<u>49,113.33</u>	<u>(10,912.26)</u>	<u>38,201.07</u>	<u>(10,912.26)</u>
Subtotal Department of Law and Public Safety				280,658.81	(103,766.25)	41,434.83	(242,488.98)

TOWNSHIP OF NORTH BRUNSWICK  
MIDDLESEX COUNTY

SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE  
YEAR ENDED JUNE 30, 2025

State Funding Department or Division Program	State Account Number	Grant Period		Award Amount	Expenditures	Cancelled	Cumulative Expenditures
		From	To				
Division of Highway Traffic Safety:							
Drunk Driving Enforcement Fund	078-6400-100-6400	1/1/2021	12/31/2021	\$ 8,973.72	\$ (778.25)		\$ (5,446.97)
Drunk Driving Enforcement Fund	078-6400-100-6400	1/1/2023	12/31/2023	16,305.00	(224.00)		(10,263.71)
Subtotal Division of Highway Traffic Safety				25,278.72	(1,002.25)		(15,710.68)
Department of Transportation Cluster:							
New Jersey Department of Transportation - Quarry Lane	078-6320-480-AM2	1/1/2019	Completion	925,000.00		\$ 223,894.43	(701,105.54)
New Jersey Department of Transportation - Ridge Road (Livingston to Newton)	078-6320-480	1/1/2021	Completion	555,000.00		175,442.93	(379,557.07)
New Jersey Department of Transportation - Pedestrian/Bicycle Path	078-6320-480	1/1/2009	Completion	81,240.45			(80,420.31)
New Jersey Department of Transportation - Huron Rd.	078-6320-480	1/1/2022	Completion	596,840.00	(596,840.00)		(596,840.00)
New Jersey Department of Transportation - Wheeler Rd.	078-6320-480-APF	1/1/2023	Completion	557,505.00	(348,825.73)		(348,825.73)
New Jersey Department of Transportation - Halsey Rd.	078-6320-480	1/1/2025	Completion	460,830.00			
Subtotal Department of Transportation Cluster				3,176,415.45	(945,665.73)	399,337.36	(2,106,748.65)
Department of Community Affairs:							
Grants-in-Aid - Special Legislation- Local Recreation Improvement	022-8030-495-668	1/1/2021	Completion	51,980.00	(51,980.00)		(51,980.00)
Grants-in-Aid - Special Legislation- Pavilion	Not Available	1/1/2024	Completion	500,000.00	(8,416.50)		(8,416.50)
Resilient Communities Program - Municipal Complex (PTRF)	022-8030-495-788	1/1/2022	Completion	1,500,000.00	(1,287,935.00)		(1,454,960.00)
Resilient Communities Program - Hub and Pavilion (PTRF)	022-8030-495-896	1/1/2024	Completion	2,750,000.00	(793,109.92)		(793,109.92)
Subtotal Department of Community Affairs				4,801,980.00	(2,141,441.42)		(2,308,466.42)
New Jersey Board of Public Utilities:							
Acoustical Testing Pilot Program	Not Available	1/1/2022	Completion	250,502.85			(226,188.00)
Total State Financial Assistance				\$ 10,912,467.84	\$ (3,554,744.06)	\$ 440,772.19	\$ (7,177,974.70)

See Notes to Schedules of Expenditures of State Financial Assistance

TOWNSHIP OF NORTH BRUNSWICK  
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND  
STATE FINANCIAL ASSISTANCE  
YEAR ENDED JUNE 30, 2025

NOTE 1: GENERAL

The accompanying schedules of expenditures of federal awards and state financial assistance presents the activity of all federal and state financial assistance programs of the Township of North Brunswick. The Township of North Brunswick is defined in Note 1 to the financial statements. To the extent identified, the federal awards and state financial assistance that passed through other governmental agencies is included on the schedules of federal awards and state financial assistance.

NOTE 2: BASIS OF ACCOUNTING

The accompanying schedules of expenditures of federal awards and state financial assistance is presented using the regulatory basis of accounting prescribed or permitted for municipalities by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, which differ in certain respects from accounting principles generally accepted in the United States of America (GAAP) applicable to local government units. This basis of accounting is described in Note 3 to the Township's financial statements.

NOTE 3: RELATIONSHIP TO BASIC REGULATORY BASIS FINANCIAL STATEMENTS

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

NOTE 4: RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

Amounts reported in the accompanying schedule of federal awards and state financial assistance agree with the amounts reported in the related federal and state financial reports.

NOTE 5: INDIRECT COST RATE

The Township has elected not to use the ten percent de minimis indirect cost rate as allowed by the Uniform Guidance.

TOWNSHIP OF NORTH BRUNSWICK  
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
 YEAR ENDED JUNE 30, 2025

**Part I – Summary of Auditors’ Results**

**Financial Statement Section**

Type of auditors’ report issued: Unmodified for Regulatory Basis

Internal Control over financial reporting:

1) Material weakness(es) identified? \_\_\_\_\_ Yes  X  No

2) Significant deficiency(ies) identified? \_\_\_\_\_ Yes  X  None reported

Noncompliance material to basic financial statements noted? \_\_\_\_\_ Yes  X  No

**Federal Awards**

Internal Control over major federal programs:

1) Material weakness(es) identified? \_\_\_\_\_ Yes  X  No

2) Significant deficiency(ies) identified? \_\_\_\_\_ Yes  X  None reported

Type of auditors’ report issued on compliance for major federal programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with Section 200.516(a) of the Uniform Guidance? \_\_\_\_\_ Yes  X  No

Identification of major federal programs:

<u>Assistance Listing Number</u>	<u>Name of Federal Program or Cluster</u>
66.958	Water Infrastructure Finance and Innovation Act (WIFIA)

Dollar threshold used to distinguish between Type A and B programs: \$750,000.00

Auditee qualified as low-risk auditee?  X  Yes \_\_\_\_\_ No

TOWNSHIP OF NORTH BRUNSWICK  
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
 YEAR ENDED JUNE 30, 2025

**State Financial Assistance**

Dollar threshold used to distinguish between Type A and B programs:           \$750,000.00          

Auditee qualified as low-risk auditee?       X       Yes                      No

Type of auditors' report issued on compliance for state major programs:       Unmodified      

Internal Control over major state programs:

1) Material weakness(es) identified?                      Yes       X       No

2) Significant deficiency(ies) identified?                      Yes       X       None reported

Any audit findings disclosed that are required to be reported in accordance with NJOMB Circular Letter 15-08?                      Yes       X       No

Identification of major state programs:

<u>GMIS Number(s)</u>	<u>Name of State Program or Cluster</u>
078-6320-480	Department of Transportation Cluster
022-8030-495	Resilient Communities Program - Municipal Complex, Hub and Pavilion (PTRF)

TOWNSHIP OF NORTH BRUNSWICK  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
YEAR ENDED JUNE 30, 2025

**Part II – Schedule of Financial Statement Findings**

No financial statement findings noted that are required to be reported under *Government Auditing Standards*

TOWNSHIP OF NORTH BRUNSWICK  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
YEAR ENDED JUNE 30, 2025

**Part III – Schedule of Federal Awards and State Financial Assistance Findings and Questioned Costs**

No instances of non-compliance were noted during our audit.

TOWNSHIP OF NORTH BRUNSWICK  
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS  
YEAR ENDED JUNE 30, 2025

**Part IV – Prior Year Audit Findings**

No prior year findings were noted.

**TOWNSHIP OF NORTH BRUNSWICK  
MIDDLESEX COUNTY, NEW JERSEY**

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PART IV  
SUPPLEMENTARY DATA

TOWNSHIP OF NORTH BRUNSWICK  
 COMBINED BALANCE SHEETS - ALL FUNDS  
 YEAR ENDED JUNE 30, 2025

ASSETS	CURRENT AND GRANT FUND	TRUST FUND	GENERAL CAPITAL FUND	WATER UTILITY FUND	SEWER UTILITY FUND	GOVERNMENTAL FIXED ASSETS	MEMORANDUM ONLY	
							TOTALS	TOTALS
							JUNE 30, 2025	JUNE 30, 2024
Cash and Investments	\$13,579,723.80	\$7,474,687.93	\$10,682,764.90	\$3,326,309.95	\$5,114,354.20		\$40,177,840.78	\$40,663,839.72
Accounts Receivable:								
Grants Receivable	3,163,324.14	80,364.00					3,243,688.14	3,996,129.53
Due from State of New Jersey	110,149.48						110,149.48	111,873.45
Taxes, Assessments, Liens & Utility Charges	1,190,851.78	71,055.00		1,685,805.22	1,061,996.21		4,009,708.21	3,447,842.77
Interfund Receivable				2,900,000.00	300,000.00		3,200,000.00	
Property Acquired for Taxes at Assessed Valuation	545,688.51						545,688.51	545,688.51
Fixed Assets - General						\$96,278,162.27	96,278,162.27	94,579,820.40
Fixed Capital - Utility				74,191,786.45	40,322,940.29		114,514,726.74	109,103,543.71
Fixed Capital - Authorized and Uncompleted - Utility				4,986,401.14	7,671,678.71		12,658,079.85	17,069,262.88
Deferred Charges to Future Taxation			109,269,000.00				109,269,000.00	107,129,000.00
	<u>\$18,589,737.71</u>	<u>\$7,626,106.93</u>	<u>\$119,951,764.90</u>	<u>\$87,090,302.76</u>	<u>\$54,470,969.41</u>	<u>\$96,278,162.27</u>	<u>\$384,007,043.98</u>	<u>\$376,647,000.97</u>
LIABILITIES, RESERVES AND FUND BALANCE	CURRENT AND GRANT FUND	TRUST FUND	CAPITAL FUND	WATER UTILITY FUND	SEWER UTILITY FUND	GENERAL FIXED ASSETS	TOTALS	
							JUNE 30, 2025	JUNE 30, 2024
Bonds and Notes Payable			\$93,028,250.00	\$17,534,032.00	\$12,785,968.00		\$123,348,250.00	\$131,867,546.00
Loans Payable				3,434,277.49	6,574,340.76		10,008,618.25	8,852,515.58
Taxes Payable	\$5,827.29						5,827.29	20,370.79
Prepaid Taxes, Assessments, Utility Charges and Licenses	208,400.45						208,400.45	240,848.46
Tax, Assessment, Lien, License and Utility Charge Overpayments	176,079.83			171,834.69	1,460.81		349,375.33	426,728.36
Appropriation Reserves	776,660.39			27,634.75	350,763.84		1,155,058.98	468,870.28
Reserve for Encumbrances/ Accounts Payable	3,892,336.31		9,301,854.70	5,409,197.73	677,146.12		19,280,534.86	19,797,644.02
Other Liabilities	67,574.00	\$46.60		522,777.89	342,347.65		932,746.14	920,746.71
Interfund Payable				2,900,000.00	300,000.00		3,200,000.00	
Amts. Pledged to Specific Purposes	1,246,250.87	6,497,038.95	14,830,852.64	89,067.59	28,900.00		22,692,110.05	12,286,241.79
Escrow Funds		1,057,966.38					1,057,966.38	1,071,726.80
Improvement Authorizations			2,739,890.71	827,540.44	7,178,502.15		10,745,933.30	14,023,787.69
Investments in General Fixed Assets						\$96,278,162.27	96,278,162.27	94,579,820.40
Reserve for Amortization of Costs of Fixed Capital Acquired or Authorized				51,154,878.10	20,666,045.24		71,820,923.34	68,923,558.01
Reserve for Certain Assets Acquired or Receivables & Inventories	1,736,540.29	71,055.00		982,207.07	1,061,996.21		3,851,798.57	3,057,184.09
Fund Balance	<u>10,480,068.28</u>		<u>50,916.85</u>	<u>4,036,855.01</u>	<u>4,503,498.63</u>		<u>19,071,338.77</u>	<u>20,109,411.99</u>
	<u>\$18,589,737.71</u>	<u>\$7,626,106.93</u>	<u>\$119,951,764.90</u>	<u>\$87,090,302.76</u>	<u>\$54,470,969.41</u>	<u>\$96,278,162.27</u>	<u>\$384,007,043.98</u>	<u>\$376,647,000.97</u>

TOWNSHIP OF NORTH BRUNSWICK  
CURRENT FUND

COMPARATIVE STATEMENTS OF OPERATIONS AND CHANGES IN FUND BALANCE  
REGULATORY BASIS  
YEARS ENDED JUNE 30, 2025 AND 2024

	2025		2024	
<u>Revenues and Other Income Realized</u>	<u>Amount</u>	<u>%</u>	<u>Amount</u>	<u>%</u>
Surplus Anticipated	\$ 5,210,000.00	2.75	\$ 6,595,000.00	1.97
Miscellaneous Revenues Anticipated	18,197,390.40	9.61	16,518,295.24	8.26
Receipts from Current Taxes	163,791,126.13	86.53	160,669,777.30	88.20
Other Miscellaneous Revenue	2,097,688.90	1.11	1,440,014.73	1.57
Total Revenues and Other Income Realized	189,296,205.43	100.00	185,223,087.27	100.00
 <u>Expenditures and Other Charges</u>				
Budget Appropriations	65,182,836.12	35.01	61,860,774.60	31.83
Tax Collections				
County Taxes	22,987,726.81	12.35	24,070,920.05	11.75
Local School District Taxes	97,172,626.50	52.20	95,474,791.00	55.95
Municipal Open Space Trust Fund	768,659.96	0.41	770,412.50	0.46
Other Miscellaneous Expenditures	48,027.49	0.03	151.56	0.01
Total Expenditures and Other Charges	186,159,876.88	100.00	182,177,049.71	100.00
Excess in Revenues and Other Income Realized over Expenditures and Other Charges	3,136,328.55		3,046,037.56	
Fund Balance - Beginning	12,553,739.73		16,102,702.17	
	15,690,068.28		19,148,739.73	
Decreased By:				
Surplus Anticipated	(5,210,000.00)		(6,595,000.00)	
Fund Balance - Ending	\$ 10,480,068.28		\$ 12,553,739.73	

TOWNSHIP OF NORTH BRUNSWICK  
WATER UTILITY OPERATING FUND

COMPARATIVE STATEMENTS OF OPERATIONS AND CHANGES IN FUND BALANCE  
REGULATORY BASIS  
YEARS ENDED JUNE 30, 2025 AND 2024

<u>Revenues and Other Income Realized</u>	2025		2024	
	Amount	%	Amount	%
Surplus Anticipated	\$ 100,000.00	1.05	\$ 100,000.00	1.13
Water Rents	8,232,311.87	86.52	7,759,739.96	87.38
Miscellaneous Revenues	269,425.00	2.83	112,750.00	1.27
Connection Fees	700,988.33	7.37	602,836.34	6.79
Water Utility Capital Surplus	75,000.00	0.79	50,000.00	0.56
Unexpended Balance of Appropriation Reserve	54,384.06	0.57	60,418.75	0.68
Water Utility Assessment Trust Fund Interest	67,423.08	0.71	194,610.85	2.19
Prior Year's Accounts Payable Canceled	15,272.70	0.16		
Total Revenues and Other Income Realized	9,514,805.04	100.00	8,880,355.90	100.00
 <u>Expenditures</u>				
Budget Appropriations	8,699,908.94	100.00	8,199,897.71	100.00
Total Expenditures	8,699,908.94	100.00	8,199,897.71	100.00
 Excess in Revenues and Other Income Realized over Expenditures				
	814,896.10		680,458.19	
 Fund Balance - Beginning				
	3,119,029.09		2,538,570.90	
 Decreased by:				
Surplus Anticipated	(100,000.00)		(100,000.00)	
Fund Balance - Ending	\$ 3,833,925.19		\$ 3,119,029.09	

TOWNSHIP OF NORTH BRUNSWICK  
SEWER UTILITY OPERATING FUND

COMPARATIVE STATEMENTS OF OPERATIONS AND CHANGE IN FUND BALANCE  
REGULATORY BASIS  
YEARS ENDED JUNE 30, 2025 AND 2024

	2025		2024	
<u>Revenues and Other Income Realized</u>	<u>Amount</u>	<u>%</u>	<u>Amount</u>	<u>%</u>
Surplus Anticipated	\$ 120,000.00	1.37	\$ 100,000.00	1.12
Sewer Rents	8,185,288.46	93.65	7,827,049.84	87.75
Connection Fees	15,075.00	0.17	8,375.00	0.09
Miscellaneous	55,827.90	0.64	45,505.33	0.51
Unexpended Balance of Appropriation Reserve	264,931.34	3.03	888,918.74	9.97
Sewer Capital Fund Balance Utilized	100,000.00	1.14	50,000.00	0.56
Total Revenues and Other Income Realized	8,741,122.70	100.00	8,919,848.91	100.00
 <u>Expenditures</u>				
Budget Appropriations	8,094,761.78	100.00	7,795,479.40	100.00
Total Expenditures	8,094,761.78	100.00	7,795,479.40	100.00
Excess in Revenues and Other Income Realized over Expenditures	646,360.92		1,124,369.51	
Fund Balance - Beginning	3,897,055.08		2,872,685.57	
	4,543,416.00		3,997,055.08	
Decreased by:				
Surplus Anticipated	(120,000.00)		(100,000.00)	
Fund Balance - Ending	\$ 4,423,416.00		\$ 3,897,055.08	

COMPARISON OF TAX LEVIES AND COLLECTION CURRENTLY

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

<u>Year</u>	<u>Tax Levy</u>	<u>Cash Collections</u>	<u>Percentage of Collection</u>
2025	\$ 164,737,628.52	\$ 163,791,126.13	99.42%
2024	161,782,778.79	160,669,777.30	99.31%
2023	154,909,113.61	154,214,324.90	99.55%

DELINQUENT TAXES AND TAX TITLE LIENS

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

<u>Year</u>	<u>Amount of Tax Title Liens</u>	<u>Amount of Delinquent Taxes</u>	<u>Total Delinquent</u>	<u>Percentage of Tax Levy</u>
2025	\$ 220,959.70	\$ 969,852.08	\$ 1,190,811.78	0.72%
2024	188,881.11	1,142,742.31	1,331,623.42	0.82%
2023	189,918.18	644,799.14	834,717.32	0.54%

PROPERTY ACQUIRED BY TAX TITLE LIEN LIQUIDATION

The value of property acquired by liquidation of tax title liens on June 30, on the basis of the last assessed valuation of such properties, was as follows:

<u>Year</u>	<u>Amount</u>
2025	\$ 545,688.51
2024	545,688.51
2023	534,280.68

TOWNSHIP OF NORTH BRUNSWICK  
COMPARATIVE SCHEDULE OF TAX RATE INFORMATION (CALENDAR YEAR)\*

	<u>2025</u>	<u>2024</u>	<u>2023</u>
<u>Tax Rate:</u>	<u>\$6.571</u>	<u>\$6.336</u>	<u>\$6.222</u>
<u>Apportionment of Tax Rate:</u>			
Municipal:	<u>\$1.603</u>	<u>\$1.530</u>	<u>\$1.471</u>
Municipal Open Space:	<u>\$0.030</u>	<u>\$0.030</u>	<u>\$0.030</u>
County:	<u>\$0.884</u>	<u>\$0.824</u>	<u>\$0.838</u>
County Open Space:	<u>\$0.084</u>	<u>\$0.075</u>	<u>\$0.074</u>
Local School:	<u>\$3.878</u>	<u>\$3.794</u>	<u>\$3.728</u>
Municipal Library:	<u>\$0.092</u>	<u>\$0.083</u>	<u>\$0.081</u>
<u>Net Valuation Taxable:</u>			
2025	<u>\$ 2,568,352,700.00</u>		
2024		<u>\$ 2,561,895,400.00</u>	
2023			<u>\$ 2,561,286,500.00</u>

\*Per Abstract of Ratables, Middlesex County, NJ

Note: Under the provisions of Chapter 73, L.1976, the County Board of Taxation estimated the amount of approved Veterans and Senior Citizens Tax Deductions for 2025 to be \$85,117.80.

TOWNSHIP OF NORTH BRUNSWICK  
COMPARATIVE SCHEDULE OF FUND BALANCES

	<u>Year Ended</u>	<u>Balance</u>	<u>Utilized in Budget of Succeeding Year</u>
Current Fund	2025	\$ 10,480,068.28	\$ 4,811,254.00
	2024	12,553,739.73	5,210,000.00
	2023	16,102,702.17	6,595,000.00
	2022	14,602,528.60	3,100,000.00
	2021	12,754,392.32	2,431,738.56
Water Utility Operating Fund	2025	\$ 3,833,925.19	\$ 180,000.00
	2024	3,119,029.09	100,000.00
	2023	2,538,570.90	100,000.00
	2022	1,972,783.01	650,000.00
	2021	1,906,712.18	200,000.00
Sewer Utility Operating Fund	2025	\$ 4,423,416.00	\$ 409,000.00
	2024	3,897,055.08	120,000.00
	2023	2,872,685.57	100,000.00
	2022	2,453,178.62	608,000.00
	2021	2,122,351.46	440,000.00

TOWNSHIP OF NORTH BRUNSWICK  
OFFICIALS IN OFFICE AND SURETY BONDS

The following officials were in office as of June 30, 2025:

NAME	TITLE	AMOUNT OF BOND
Francis Womack	- Mayor	
Amanda Guadagnino	- Council President	
Carlo Socio	- Councilperson	
Robert Davis	- Councilperson	
Rajesh Mehta	- Councilperson	
Mary Hutchinson	- Councilperson	
Alvin Rich	- Councilperson	
Justine Progebin	- Business Administrator	
Cavel Gallimore	- Chief Financial Officer	\$1,000,000.00 (A)
Richard Lorentzen	- Tax Collector	\$1,000,000.00 (A)
Justine Progebin	- Purchasing Agent	
Lisa Russo	- Township Clerk	
Alaina Wysocke	- Tax Assessor	
Margaret Shimalla	- Court Administrator	\$1,000,000.00 (A)
Christine Heitman	- Municipal Court Judge	\$1,000,000.00 (A)
Joseph Lombardi	- Municipal Court Judge	\$1,000,000.00 (A)
Spero Kalambakas	- Municipal Court Judge	\$1,000,000.00 (A)
Ron Gordon, Esq.	- Township Attorney	
Lisa Russo	- Registrar of Vital Statistics	
Lou Ann Benson	- Director of Parks and Recreation/ Community Services	
Michael Hritz	- Director of Community Development	
Steven Bloyed	- Director of Public Works	
Tom Paun	- Construction Official	
Joseph Battaglia	- Chief of Police	

(A) Central Jersey Joint Insurance Fund

Comments related to surety bond coverages are located in the General Comment section of the report.

**TOWNSHIP OF NORTH BRUNSWICK  
MIDDLESEX COUNTY, NEW JERSEY**

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PART V  
GENERAL COMMENTS

TOWNSHIP OF NORTH BRUNSWICK  
GENERAL COMMENTS  
YEAR ENDED JUNE 30, 2025

An audit of the financial accounts and transactions of the Township of North Brunswick, County of Middlesex, New Jersey, for the fiscal year ended June 30, 2025, has been completed. The results of the audit are herewith set forth:

**Scope of Audit**

The audit covered the financial transactions of the Tax Collector and Treasurer, the activities of the Mayor and City Council and records of various outside departments.

Cash and investment balances were reconciled with independent certifications obtained directly from the depositories.

Revenues and receipts were established and verified as to source and amount insofar as the records permitted on a test basis.

Our audit was made in accordance with auditing standards generally accepted in the United States and in compliance with the audit requirements prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey ("Division"). Therefore, our audit included the procedures noted above as well as tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances.

**Contracts and Agreements Required to be Advertised Per N.J.S.A. 40A:11-4:**

N.J.S.A. 40A:11-4, as amended, states "Every contract or agreement, for the performance of any work or the 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 amount set forth in, or the amount calculated by the Governor pursuant to (N.J.S.A. 40A:11-3c), except by contract or agreement."

The Township Council has the responsibility of determining whether the expenditures in any category will exceed the bid threshold within the fiscal year. Where question arises as to whether any contract or agreement might result in violation of the statute, the Township's Counsels opinion should be sought before a commitment is made.

The bidding threshold for the period under audit is \$44,000.00 from July 1, 2024 through June 30, 2025.

Notwithstanding N.J.S.A. 40A:11-3a, P.L. 2005, Chapter 51 and N.J.S.A. 19:44A-20.5, known as the Pay to Play Law", provides that a municipality is prohibited from executing any contract in excess of \$17,500.00, on or after January 1, 2006 to a business entity that made certain reportable contributions to any municipal committee or a political party if a member of that party is in office as a member of the governing body of the municipality when the contract is awarded unless proposals or qualifications are solicited through a fair and open process.

The minutes indicate that bids were requested by public advertising for all required purchases. The minutes also indicate that resolutions were adopted and advertised, authorizing the awarding of contracts or agreements for "Professional Services" per N.J.S.A. 40A:11-5.

TOWNSHIP OF NORTH BRUNSWICK  
GENERAL COMMENTS  
YEAR ENDED JUNE 30, 2025

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

**Purchases, Contracts or Agreements Not Required to be Advertised (N.J.S.A. 40A:11-6.1)**

N.J.S.A. 40A:11-6.1 states, "Except contracts which require the performance of professional services, all contracts or agreements which do not require public advertising for bids and the estimated cost or price exceeds fifteen percent of the bid threshold or \$6,600 from July 1, 2024 through June 30, 2025, at least two quotations as to the cost or price, whenever practicable, shall be solicited by the contracting agent, and the contract or agreement shall be made with and awarded to the lowest responsible bidder."

Reference is made to the Local Public Contract Guidelines and Local Public Contract Regulations (1977) promulgated by the New Jersey Division of Local Government Services in the Department of Community Affairs.

**Collection of Interest on Delinquent Taxes and Assessments**

N.J.S.A. 54:4-47, as amended, provides the method for authorizing interest and the maximum rate to be charged for the nonpayment of taxes or assessments on or before the date when they would become delinquent.

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

"Not to exceed 8% per annum on the first \$1,500 of the delinquency and 18% on any amount in excess of \$1,500."

"The City Council by resolution instructed the Tax Collector to permit a ten (10) day grace period in the collection of taxes before a charge of interest is made."

"Be it further resolved that an additional 6% penalty be charged for delinquencies in excess of \$10,000 remaining unpaid at the end of the calendar year in accordance with the amended provisions of N.J.S.A. 54:4-67."

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

**Delinquent Taxes and Tax Title Liens**

The last traditional tax sale was held during the year ended June 30, 2025. Properties that were in bankruptcy proceedings were excluded from the sale.

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

<u>Year</u>	<u>Number of Liens</u>
2025	32
2024	39
2023	40

TOWNSHIP OF NORTH BRUNSWICK  
GENERAL COMMENTS  
YEAR ENDED JUNE 30, 2025

**Purchase Order System and Encumbrance System**

The Township's budgetary operation is on a full encumbrance system with the exception of payrolls and other direct costs. All purchases are made directly by the purchasing department or subsequently confirmed on an emergency basis. Blanket orders and other outstanding encumbrances were reviewed at the close of the year, and adjustments and cancellations were made where appropriate to reflect actual commitments outstanding for budgetary control.

**Corrective Action Plan**

In accordance with regulations promulgated by the Division of Local Government Services, all municipalities with findings and recommendations identified in their annual audit are required to prepare and submit to the Division of Local Government Services a Corrective Action Plan with regard to audit deficiencies. This plan must be approved by formal resolution of the Governing Body and submitted within 60 days from the date the audit is received. There were no audit findings or recommendations identified in the audit of the Township of North Brunswick for the year ended June 30, 2025.

**Cybersecurity**

As part of its overall risk management, the Township reviews security measures in place relating to its Information Technology (IT), including the use of specialized assessments. With the ever increasing challenges relating to cybersecurity, each organization determines what particular assessment or combination of assessments best fits its information security strategy. We suggest management continue to assess risks related to cybersecurity along with utilization of specialized assessments, which would also include a periodic reporting mechanism to those charged with governance.

**Miscellaneous**

A separate report summarizing collections of Dog License Fees and remittances of State Registration Fees was also prepared and filed with the New Jersey Department of Health and the Division of Local Government Services.

A statutory report on the operations of the Municipal Court was prepared as part of our examination and copies were filed with the New Jersey Administrative Office of the Courts, the Division of Local Government Services, the Municipal Court and the Township Clerk.

A separate report on the operations of the Uniform Construction Code office was also prepared and filed with the New Jersey Division of Local Government Services.

Revenue and receipts were established and verified as to source and amount only insofar as the local records permitted.

In verifying expenditures, computations were tested on claims approved and paid. No attempt was made in this connection to establish proof of rendition, character or extent of services, nor quantities, nature, propriety of prices or receipt of materials, these elements being left necessarily to internal review in connection with approval of claims.

The propriety of deductions for pensions, withholding tax, social security and other purposes from individual employee salaries was not verified as part of this examination.

Activity of the State Unemployment Compensation Insurance Trust Fund, established for the accumulation of pertinent payroll deductions, municipal contributions and interest on deposits, appears in Section "B" of the report.

TOWNSHIP OF NORTH BRUNSWICK  
GENERAL COMMENTS  
YEAR ENDED JUNE 30, 2025

**Miscellaneous (continued)**

A copy of this report was filed with the New Jersey Division of Local Government Services. A summary or synopsis of this report was prepared for publication and filed with the Township Clerk.

**Internal Control Matters**

In planning and performing our audit of the financial statements of the Township of North Brunswick, County of Middlesex, New Jersey as of and for the fiscal year ended June 30, 2025, in accordance with auditing standards generally accepted in the United States of America, we considered the Township's internal control over financial reporting (internal control) as a basis for designing our auditing procedures for the purpose of expressing our opinion 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 would not necessarily identify all deficiencies in internal control that might be deficiencies, significant deficiencies, or material weaknesses. Professional accounting standards define the inadequacies or shortcomings of internal controls within an organization, as follows:

*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 combination of deficiencies, in internal control such that there is reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

*A significant deficiency* is a deficiency, or 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.

No significant deficiencies or material weaknesses were identified during our audit of internal controls.

**Investments**

During 2025, the Township's funds were invested primarily in interest bearing and sweep accounts.

The Township has adopted a formal cash management plan policy in compliance with N.J.S.A. 40A:5-14 of the Local Fiscal Affairs Law, which requires that "each local unit shall adopt a cash management plan and shall deposit its funds pursuant to that plan".

**Surety Bonds**

The "List of Officials", included as part of the Supplementary Data section of this report, discloses the status of surety bond coverages in effect at June 30, 2025. A review of surety bond coverage as of June 30, 2025, disclosed compliance with requirements, as promulgated by the Local Finance Board, State of New Jersey, for the Municipal Court and Collector.

TOWNSHIP OF NORTH BRUNSWICK  
GENERAL COMMENTS  
YEAR ENDED JUNE 30, 2025

**Municipal Court**

The financial records maintained by the Municipal Court during the period were reviewed. The examination of the general account included a review to confirm deposits were properly recorded and spread by receipt category and disbursements were made to the appropriate agencies on a timely basis. There were no exceptions for turnover exceeding the 15<sup>th</sup> day of the following month for disbursements to the Township's Current Fund. Bank reconciliations were completed within acceptable time frame for both the bail and general accounts and cash bail on account was in agreement with cash bail per bank reconciliation. The examination of the bail accounts and supporting records maintained by the Municipal Court indicated that the analysis of outstanding bail was reconciled to the book balance for the period under review.

**Condition of Records - Other Officials Collecting Fees**

Our review of the records maintained for other officials collecting fees were designed to determine that minimum levels of internal controls and accountability were met, that cash receipts were deposited or turned over to the Treasurer's accounts within a 48-hour period as required by N.J.S.A. 40A:5-15, and the fees charged were in accordance with the provisions of the Township Code and that monthly financial reports are being submitted to the Finance Department timely.

The examination of the records of the various outside offices and departments indicated that for the fiscal year ended June 30, 2025, the offices were in compliance with 48-hour deposit requirement (N.J.S.A 40A: 5-15), for items tested.

**Condition of Records - Collector of Revenues**

The records maintained by the Collector of Revenues were reviewed. Computerized cash receipt records were agreed to daily controls and in total monthly with no exceptions noted for items tested. No exceptions were noted in the review of computerized real estate billings and billing adjustments for real estate taxes for items tested.

**Condition of Records - Finance Office**

The financial records maintained by the Finance Department during the period were reviewed. A general ledger was maintained for each fund. Control accounts were in agreement with supporting detail for items reviewed.

**Recommendations**

None.

TOWNSHIP OF NORTH BRUNSWICK  
GENERAL COMMENTS  
YEAR ENDED JUNE 30, 2025

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ACKNOWLEDGMENT

During the course of our audit, we received the complete cooperation of the various officials of the Township, and the courtesies extended to us were greatly appreciated.

Should any questions arise as to our comments, please do not hesitate to contact us.

*PKF O'Connor Davies, LLP*

Cranford, New Jersey  
January 27, 2026

*Robert E. Provost*

Robert Provost, CPA  
Registered Municipal Accountant, No. 582