

**TOWNSHIP OF FAIRFIELD
COUNTY OF ESSEX
NEW JERSEY**

**REPORT ON
EXAMINATION OF ACCOUNTS
FOR THE YEAR 2022**

**SAMUEL KLEIN AND COMPANY, LLP
CERTIFIED PUBLIC ACCOUNTANTS**

**TOWNSHIP OF FAIRFIELD
COUNTY OF ESSEX, NEW JERSEY**

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**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL, ROSTER
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PART I
REPORT ON EXAMINATION
FINANCIAL STATEMENTS
NOTES TO FINANCIAL STATEMENTS
AND
SUPPLEMENTARY DATA
YEAR ENDED DECEMBER 31, 2022

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INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and Members
of the Township Council
Township of Fairfield
Fairfield, New Jersey 07004

Opinions

We have audited the financial statements - regulatory basis of the various funds and account groups of the Township of Fairfield, in the State of New Jersey, as of and for the years then ended December 31, 2022 and December 31, 2021, and the related notes to the financial statements, as listed in the foregoing table of contents.

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the financial statements - regulatory basis referred to above, present fairly, in all material respects, the financial position of the various funds of the Township of Fairfield at December 31, 2022 and 2021, and the results of operations and changes in fund balance, where applicable, of such funds, thereof for the years then ended, in accordance with accounting principles on the basis of financial reporting provisions prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, as described in Note 1.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the "*Basis for the Adverse Opinion on U.S. Generally Accepted Accounting Principles*" paragraph, the financial statements - regulatory basis referred to in the first paragraph, do not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the of the Township as of December 31, 2022 and 2021 and the results of its operations for the years then ended.

Disclaimer of Opinion on Length of Service Award Program Fund ("LOSAP")

Due to the fact that we were not required by the Division to audit nor were we engaged to audit the LOSAP financial statements as part of our audit of the Township's financial statements, we do not express an opinion of the LOSAP financial statements.

Basis for Opinions

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

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

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

Basis for Disclaimer of Opinion on Length of Service Award Program Fund (“LOSAP”)

As discussed in Note 12, the financial statements of the Length of Service Award Program Fund (“LOSAP”) have not been audited, and we are not required by the Division to audit or were we engaged to audit the LOSAP financial statements as part of our audit of the Township’s financial statements. The LOSAP financial activities are included in the Township’s Trust Fund and represent 14.11% and 17.64% of the assets and liabilities, respectively, of the Township’s Trust Funds as of December 31, 2022 and 2021.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the financial reporting provisions of the Division of Local Government Services, Department of Community Affairs. 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 of Fairfield, State of New Jersey’s ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor’s Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor’s report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards 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 generally accepted auditing standards 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 of Fairfield, State of New Jersey’s internal control. Accordingly, no such opinion is expressed.

Auditor's Responsibilities for the Audit of the Financial Statements (Continued)

- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Township of Fairfield, State of New Jersey'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.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 1, 2023, on our consideration of the Township of Fairfield, State of New Jersey's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Township of Fairfield, State of New Jersey's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Township of Fairfield, State of New Jersey's internal control over financial reporting and compliance.



SAMUEL KLEIN AND COMPANY, LLP
CERTIFIED PUBLIC ACCOUNTANTS



JOSEPH J. FACCONI, RMA, PA

Newark, New Jersey
December 1, 2023

TOWNSHIP OF FAIRFIELD
CURRENT FUND

COMPARATIVE BALANCE SHEET - REGULATORY BASIS

A
Sheet #1

<u>ASSETS AND DEFERRED CHARGES</u>	<u>Ref.</u>	<u>Balance Dec. 31, 2022</u>	<u>Balance Dec. 31, 2021</u>
<u>Regular</u>			
Cash - Treasurer	A-4	\$15,592,677.43	\$16,064,748.02
Cash - Tax Collector	A-5	2,479.90	2,142.40
Cash - Money Market	A-6	152,768.23	150,112.86
Change Funds	A-7	<u>270.00</u>	<u>270.00</u>
		15,748,195.56	16,217,273.28
Due from State of New Jersey per Ch. 129, P.L. 1976	A-8	<u>4,531.81</u>	<u>4,635.85</u>
		<u>15,752,727.37</u>	<u>16,221,909.13</u>
Receivables and Other Assets with Full Reserves:			
Taxes Receivable	A-9	664,978.24	568,169.81
Tax Title Liens Receivable	A-10	1,780,469.77	1,715,069.82
Property Acquired for Taxes - Assessed Valuation	A-11	4,760,200.00	4,760,200.00
Revenue Accounts Receivable	A-12	11,520.18	15,488.93
Interfunds Receivable	A-13	<u>1,719,276.53</u>	<u>1,333,537.90</u>
		<u>8,936,444.72</u>	<u>8,392,466.46</u>
Deferred Charges:			
Overexpenditure of Appropriations	A-15	7,352.03	
Special Emergency Authorization (N.J.S.A. 40A:4-53)	A-16	<u>245,000.00</u>	<u>340,000.00</u>
		<u>252,352.03</u>	<u>340,000.00</u>
		<u>24,941,524.12</u>	<u>24,954,375.59</u>
<u>Federal and State Grant Fund</u>			
Interfunds Receivable	A-14	373,606.86	516,204.14
Federal and State Grants Receivable	A-17	<u>2,769,364.93</u>	<u>2,270,298.90</u>
		<u>3,142,971.79</u>	<u>2,786,503.04</u>
		<u>\$28,084,495.91</u>	<u>\$27,740,878.63</u>

TOWNSHIP OF FAIRFIELD
CURRENT FUND

COMPARATIVE BALANCE SHEET - REGULATORY BASIS

A
Sheet #2

<u>LIABILITIES, RESERVES AND FUND BALANCE</u>	<u>Ref.</u>	<u>Balance</u> <u>Dec. 31, 2022</u>	<u>Balance</u> <u>Dec. 31, 2021</u>
<u>Regular</u>			
Appropriation Reserves:			
Encumbered	A-3,18	\$ 183,089.05	\$ 181,388.01
Unencumbered	A-3,18	2,712,835.40	3,093,490.92
Tax Overpayments	A-19	72,322.65	51,891.67
Reserve for Municipal Relief Fund	A-20	61,287.08	
Interfunds Payable	A-21	1,355,947.64	1,510,818.28
County Taxes Payable	A-23	60,836.78	70,598.57
Prepaid Taxes	A-27	217,501.63	552,028.40
		<u>4,663,820.23</u>	<u>5,460,215.85</u>
Reserve for Receivables and Other Assets		8,936,444.72	8,392,466.46
Fund Balance	A-1	11,341,259.17	11,101,693.28
		<u>24,941,524.12</u>	<u>24,954,375.59</u>
<u>Federal and State Grant Fund</u>			
Interfunds Payable	A-22	301,553.30	
Federal and State Grant Programs Appropriated	A-28	2,838,662.37	2,395,356.65
Unappropriated Reserves	A-29	2,756.12	391,146.39
		<u>3,142,971.79</u>	<u>2,786,503.04</u>
		<u>\$28,084,495.91</u>	<u>\$27,740,878.63</u>

See accompanying notes to financial statements.

TOWNSHIP OF FAIRFIELD
CURRENT FUND

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

A-1

	<u>Ref.</u>	<u>Year 2022</u>	<u>Year 2021</u>
<u>Revenue and Other Income</u>			
Fund Balance Utilized	A-2	\$ 3,550,000.00	\$ 3,300,000.00
Miscellaneous Revenue Anticipated	A-2a	5,423,174.75	4,630,174.41
Receipts from Current Taxes	A-2b	63,362,045.18	64,274,276.17
Receipts from Delinquent Taxes	A-2b	549,452.66	526,769.20
Nonbudget Revenue	A-2e	500,406.83	573,309.63
Other Credits to Income:			
Change Fund			100.00
Unexpended Balance of Appropriation Reserves	A-18	2,217,438.11	1,758,145.26
Increase in Deferred Local School District Tax	A-24	80,388.00	117,052.00
Increase in Deferred Regional High School Tax			642,061.50
		<u>75,682,905.53</u>	<u>75,821,888.17</u>
<u>Expenditures and Other Charges</u>			
Budget Appropriations:			
Operations:			
Salaries and Wages		8,476,605.00	8,210,501.00
Other Expenses		11,379,670.14	10,971,356.11
Capital Improvements		98,707.22	50,000.00
Debt Service		1,380,035.78	698,232.83
Deferred Charges		95,000.00	45,000.00
Statutory Expenditures		2,121,969.00	2,021,522.00
	A-3	<u>23,551,987.14</u>	<u>21,996,611.94</u>
Interfund Charges	A-2d	385,738.63	341,207.80
Prior Year Senior Citizen Deductions Disallowed	A-8	500.00	1,500.00
County Taxes	A-23	16,181,388.80	17,695,035.95
Local School District Taxes	A-24	12,375,846.00	12,215,082.00
Decrease in Deferred Regional High School Tax	A-25	170,105.02	
Regional High School Taxes	A-25	18,914,211.00	19,254,421.00
Municipal Open Space Tax	A-26	320,915.08	321,816.89
		<u>71,900,691.67</u>	<u>71,825,675.58</u>
Excess in Revenue		3,782,213.86	3,996,212.59
Adjustment to Income before Fund Balance:			
Expenditures Included Above Which Are by Statute			
Deferred Charges to Budget of Succeeding Year	A-15	<u>7,352.03</u>	<u>250,000.00</u>
Statutory Excess to Fund Balance		3,789,565.89	4,246,212.59
<u>Fund Balance</u>			
Balance January 1	A	<u>11,101,693.28</u>	<u>10,155,480.69</u>
		14,891,259.17	14,401,693.28
Decreased by:			
Utilized as Anticipated Revenue	A-2	<u>3,550,000.00</u>	<u>3,300,000.00</u>
Balance December 31	A	<u>\$11,341,259.17</u>	<u>\$11,101,693.28</u>

See accompanying notes to financial statements.

TOWNSHIP OF FAIRFIELD
CURRENT FUND

STATEMENT OF REVENUE - REGULATORY BASIS

A-2

	<u>Ref.</u>	<u>Budget</u>	<u>Realized</u>	<u>Excess</u>
Fund Balance Anticipated	A-1	<u>\$ 3,550,000.00</u>	<u>\$ 3,550,000.00</u>	\$
Miscellaneous Revenue	A-2a	<u>4,988,834.83</u>	<u>5,423,174.75</u>	<u>434,339.92</u>
Receipts from Delinquent Taxes	A-2b	<u>500,000.00</u>	<u>549,452.66</u>	<u>49,452.66</u>
Amount to be Raised by Taxes for Support of Municipal Budget:				
Local Tax for Municipal Purposes		15,130,389.53		
Minimum Library Tax		<u>1,176,227.00</u>		
	A-2b,9	<u>16,306,616.53</u>	<u>17,369,684.30</u>	<u>1,063,067.77</u>
Budget Totals	A-3	25,345,451.36	26,892,311.71	1,546,860.35
Nonbudget Revenue	A-2e	<u> </u>	<u>500,406.83</u>	<u>500,406.83</u>
		<u>\$25,345,451.36</u>	<u>\$27,392,718.54</u>	<u>\$2,047,267.18</u>

See accompanying notes to financial statements.

TOWNSHIP OF FAIRFIELD
CURRENT FUND

STATEMENT OF REVENUE (Continued)
ANALYSIS OF MISCELLANEOUS REVENUE - REGULATORY BASIS

A-2a

	<u>Ref.</u>	<u>Budget</u>	<u>Realized</u>	<u>Excess or (Deficit)</u>
<u>Miscellaneous Revenue</u>				
Licenses:				
Alcoholic Beverages	A-12	\$ 46,000.00	\$ 46,281.00	\$ 281.00
Other	A-2c	5,000.00	9,100.00	4,100.00
Fees and Permits	A-2c	185,000.00	198,265.16	13,265.16
Fines and Costs:				
Municipal Court	A-12	180,000.00	199,718.70	19,718.70
Interest and Costs on Taxes	A-5	130,000.00	146,133.37	16,133.37
Interest on Investments and Deposits	A-12	64,000.00	157,502.73	93,502.73
Comcast Franchise Fees (N.J.S.A. 48:5A-30)	A-12	67,812.69	67,812.69	
Hazardous Chemical Control Fees	A-12	55,000.00	75,038.76	20,038.76
Hotel Inspection Fees	A-12	32,500.00	44,451.00	11,951.00
Engineering Escrow Fees	A-12	10,000.00	258.80	(9,741.20)
Fire Prevention Fees	A-12	230,000.00	296,538.26	66,538.26
Cellular Tower Rental	A-12	200,000.00	187,769.06	(12,230.94)
Site Plan Review	A-12	3,500.00	100.00	(3,400.00)
Verizon FIOS Franchise Fee (N.J.S.A. 48:5A-30)	A-12	69,531.46	69,531.46	
Sewer Utility Operating Surplus - Current Year	A-13	300,000.00	300,000.00	
Energy Receipts Tax (P.L. 1997, Chapters 162 and 167)	A-12	1,174,895.00	1,174,895.00	
Garden State Trust Pilot	A-12	10,447.00	10,447.00	
Uniform Construction Code Fees	A-12	300,000.00	394,089.00	94,089.00
Special Items:				
Public and Private Revenue Offset with Appropriations:				
Body Armor Fund	A-17	1,988.84	1,988.84	
Municipal Alliance on Alcoholism and Drug Abuse	A-17	22,906.00	22,906.00	
Municipal Alcohol Education/Rehabilitation Program	A-17	5,527.63	5,527.63	
Municipal Alliance Program - Division on Mental Health and Addiction Services Youth Leadership Grant	A-17	3,499.49	3,499.49	
Recycling Tonnage	A-17	20,267.72	20,267.72	
Clean Communities Program	A-17	19,106.56	19,106.56	
Drive Sober or Get Pulled Over	A-17	22,610.00	22,610.00	
Bulletproof Vest Partnership Grant	A-17	2,731.12	2,731.12	
Body Cameras Grant	A-17	105,650.00	105,650.00	
New Jersey Department of Transportation:				
Daniel Road West and Edison Place Construction	A-17	320,000.00	320,000.00	
Gloria Lane	A-17	316,840.00	316,840.00	
Donations for National Night Out	A-17	5,941.00	5,941.00	
Office of Emergency Management - EMAA Grant	A-17	10,000.00	10,000.00	
Other Special Items:				
Uniform Fire Safety Act	A-12	201,830.32	214,491.35	12,661.03
ECIA Annual Payment	A-12	110,000.00	110,000.00	
Hotel and Motel Occupancy Fees	A-12	350,000.00	557,433.05	207,433.05
Open Space - Share of Debt Service - Interest on Bonds	A-12	106,250.00	106,250.00	
Open Space - Share of Debt Service - Principal on Bonds	A-12	200,000.00	200,000.00	
ECIA - Contribution		<u>100,000.00</u>		<u>(100,000.00)</u>
	A-1,2	<u>\$4,988,834.83</u>	<u>\$5,423,174.75</u>	<u>\$ 434,339.92</u>

See accompanying notes to financial statements.

TOWNSHIP OF FAIRFIELD
CURRENT FUND

STATEMENT OF REVENUE (Continued)
ANALYSIS OF TAX REVENUE - REGULATORY BASIS

A-2b

	<u>Ref.</u>		
<u>Allocation of Current Taxes</u>			
Collections of Current Taxes:			
Due from State of New Jersey	A-8	\$ 45,645.96	
2022 Collections	A-9	62,651,180.85	
2021 Collections	A-27	552,028.40	
Tax Overpayments Applied	A-19	<u>113,189.97</u>	
	A-1		\$ 63,362,045.18
Allocated to:			
County Taxes	A-23	16,120,552.02	
County Added Taxes	A-23	<u>60,836.78</u>	
		16,181,388.80	
Local School District Tax	A-24	12,375,846.00	
Regional High School Taxes	A-25	18,914,211.00	
Municipal Open Space Tax	A-26	<u>320,915.08</u>	
			<u>47,792,360.88</u>
Balance for Support of Municipal Budget Appropriations			15,569,684.30
Plus: Appropriation for "Reserve for Uncollected Taxes"	A-3		<u>1,800,000.00</u>
Amount for Support of Municipal Budget Appropriations	A-2		<u>\$ 17,369,684.30</u>
<u>Receipts from Delinquent Taxes</u>			
Collections of Delinquent Taxes:			
2022 Collections:			
Taxes	A-9	\$ 545,688.26	
Tax Overpayments Applied	A-9	<u>3,764.40</u>	
	A-1,2		<u>\$ 549,452.66</u>

See accompanying notes to financial statements.

TOWNSHIP OF FAIRFIELD
CURRENT FUND

STATEMENT OF REVENUE (Continued)
ANALYSIS OF OTHER LICENSES
AND FEES AND PERMITS - REGULATORY BASIS

A-2c

	<u>Ref.</u>		
<u>Other Licenses</u>			
Township Clerk:			
Masseuse Licenses		\$ 100.00	
Raffle Licenses		400.00	
Amusement Licenses		<u>8,600.00</u>	
	A-2a,12		<u>\$ 9,100.00</u>
 <u>Other Fees and Permits</u>			
Construction Code Official:			
Electrical Filing Fees		\$53,175.00	
Plumbing Fees		40,946.00	
Fire Permits		21,208.00	
Certificate of Occupancy		3,978.00	
Elevator Fees		<u>32,725.69</u>	
	A-12		\$152,032.69
Police Department	A-12		5,859.18
Registrar of Vital Statistics	A-12		5,115.00
Engineering Department:			
Zoning Board of Adjustment Fees		18,350.25	
Planning Board Fees		5,350.00	
Zoning Permits		5,545.00	
Driveway Paving		225.00	
Non-resident Paving		1,862.04	
New Elevator Fee		<u>3,926.00</u>	
	A-12		<u>35,258.29</u>
	A-2a		<u>\$198,265.16</u>

See accompanying notes to financial statements.

TOWNSHIP OF FAIRFIELD
CURRENT FUND

STATEMENT OF REVENUE (Continued)
ANALYSIS OF NET INTERFUND CHARGE TO OPERATIONS - REGULATORY BASIS

A-2d

<u>Analysis of Net Interfund Account</u> <u>Charge to Operations</u>	<u>Ref.</u>	
Balance December 31, 2022	A-13	\$1,719,276.53
Balance December 31, 2021	A-13	<u>1,333,537.90</u>
Net Charge	A-1	<u>\$ 385,738.63</u>

See accompanying notes to financial statements.

TOWNSHIP OF FAIRFIELD
CURRENT FUND

STATEMENT OF REVENUE (Continued)
ANALYSIS OF NONBUDGET REVENUE - REGULATORY BASIS

A-2e

	<u>Ref.</u>		
<u>Miscellaneous Revenue Not Anticipated</u>			
Insurance Settlement		\$ 27,950.71	
Sale of Municipal Assets		2,850.00	
Prior Year Appropriation Refunds		137,224.31	
Department of Justice Grant		8,759.80	
State of New Jersey:			
Administrative Fee for Senior Citizens' and Veterans' Deductions		905.00	
DMV Inspection Fines		10,600.00	
Interest on Assessments		893.69	
Payment in Lieu of Taxes		7,812.54	
Prior Year Outstanding Checks Cancelled		7,769.04	
PSE&G Commission		1,525.00	
Bid Specifications		1,150.00	
Duplicate Tax Bills		84.00	
Assessor Fees		570.00	
Borough of North Caldwell Reimbursements		1,966.50	
Limousine Licenses		990.00	
Omnibus		3,300.00	
Towing Fees		2,700.00	
Towing Service Fee		12,390.00	
Sale of Mulch and Compost		300.00	
FEMA - Hurricane Isaias		44,056.24	
FEMA - Hurricane Ida		81,288.50	
Miscellaneous		<u>9,576.43</u>	
	A-5		\$364,661.76
<u>Other Sources</u>			
Interfunds Receivable:			
Administrative Fee:			
Outside Employment of Off-Duty Police Officers	A-13	132,282.50	
Statutory Excess - Animal Control Trust Fund	A-13	<u>3,462.57</u>	
			<u>135,745.07</u>
	A-1,2		<u>\$500,406.83</u>

See accompanying notes to financial statements.

TOWNSHIP OF FAIRFIELD
CURRENT FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS

A-3
Sheet #1

Appropriations	Appropriations		Paid or Charged	Expended		Balance Cancelled	Over-expended
	Budget	Modified Budget		Encumbered	Reserved Unencumbered		
	\$	\$	\$	\$	\$	\$	\$
GENERAL GOVERNMENT							
Administrative and Executive:							
Salaries and Wages	152,000.00	152,000.00	144,052.32		7,947.68		
Other Expenses	122,000.00	102,000.00	63,594.82	9,426.78	28,978.40		
Mayor and Council:							
Salaries and Wages	80,000.00	80,000.00	79,749.96		250.04		
Township Clerk:							
Salaries and Wages	223,000.00	208,000.00	194,461.89		13,538.11		
Other Expenses	83,000.00	83,000.00	50,321.84	8,428.34	24,249.82		
Central Purchasing:							
Other Expenses	67,000.00	67,000.00	59,109.05		7,890.95		
Financial Administration:							
Salaries and Wages	158,000.00	138,000.00	129,747.07		8,252.93		
Other Expenses:							
Annual Audit							
Postage	36,000.00	36,000.00	36,000.00				
Miscellaneous Other Expenses	30,000.00	20,000.00	20,000.00				
Payroll Costs	67,000.00	41,410.78	19,641.36	71.43	21,697.99		
Assessment of Taxes:							
Salaries and Wages	100,000.00	100,000.00	97,497.66		2,502.34		
Other Expenses	29,000.00	27,000.00	21,280.76	3,175.00	2,544.24		
Collection of Taxes:							
Salaries and Wages	65,000.00	85,000.00	84,153.27		846.73		
Other Expenses	29,000.00	29,500.00	29,360.39		139.61		
Legal Services and Costs:							
Other Expenses:							
Contractual	200,000.00	155,000.00	85,352.25	88.47	69,559.28		
Municipal Prosecutor:							
Salaries and Wages	30,750.00	30,750.00	30,750.00				
Engineering Services and Costs:							
Salaries and Wages	195,000.00	209,000.00	208,240.40		759.60		
Other Expenses	16,000.00	16,000.00	12,642.97		3,357.03		
Public Buildings and Grounds:							
Salaries and Wages	2,000.00		62,247.14		19,701.78		
Other Expenses	125,000.00	125,000.00		43,051.08			

APPROPRIATIONS WITHIN "CAPS"

TOWNSHIP OF FAIRFIELD
CURRENT FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS

A-3
Sheet #2

Appropriations	Appropriations		Paid or Charged	Expended		Balance Cancelled	Over-expended
	Budget	Modified Budget		Encumbered	Reserved		
APPROPRIATIONS WITHIN "CAPS"							
GENERAL GOVERNMENT							
Municipal Land Use Law (N.J.S. 40:55D-1):							
Planning Board:							
Salaries and Wages	\$ 11,500.00	\$ 9,500.00	\$ 9,453.49	\$ 46.51	\$ 46.51	\$	\$
Other Expenses	6,000.00	19,500.00	19,457.61	42.39	42.39		
Board of Adjustment:							
Salaries and Wages	11,500.00	11,954.00	11,953.45	0.55	0.55		
Other Expenses	6,000.00	6,000.00	4,937.79	297.50	764.71		
Environmental Commission:							
Salaries and Wages	400.00	400.00		400.00			
Other Expenses	1,000.00	1,000.00	55.80	944.20			
Municipal Court:							
Salaries and Wages	202,000.00	202,000.00	193,504.35	8,495.65			
Other Expenses	13,000.00	13,000.00	9,331.81	1,498.00	2,170.19		
Insurance:							
General Liability	605,000.00	605,000.00	602,899.50	2,100.50			
Employee Group Health	2,652,536.00	2,652,536.00	2,301,119.72	351,416.28			
Employee Group Health - Waivers	135,000.00	135,000.00	135,000.00				
Stream Cleaning:							
Salaries and Wages	15,000.00	15,220.00	15,220.00				
Other Expenses	15,000.00	15,000.00	4,762,558.75	582,175.43			
Total	<u>5,518,686.00</u>	<u>5,410,770.78</u>	<u>4,762,558.75</u>	<u>66,036.60</u>	<u>582,175.43</u>		
PUBLIC SAFETY							
Fire:							
Other Expenses	125,000.00	145,000.00	139,888.39	4,897.90	213.71		
Police:							
Salaries and Wages	5,225,000.00	5,415,000.00	5,384,143.20	30,856.80			
Other Expenses	357,000.00	361,000.00	343,200.73	6,410.84			
First Aid Organization Contribution	20,000.00	20,000.00	20,000.00	11,388.43			
Fire Prevention Bureau:							
Salaries and Wages	310,000.00	310,000.00	304,845.14	5,154.86			
Other Expenses	110,000.00	95,000.00	81,958.08	6,770.11			
Emergency Management Services:							
Salaries and Wages	10,001.00	1.00	0.08	0.92			
Other Expenses	20,000.00	37,000.00	36,781.46	218.54			
Total	<u>6,177,001.00</u>	<u>6,383,001.00</u>	<u>6,310,817.08</u>	<u>22,558.14</u>	<u>49,625.78</u>		

TOWNSHIP OF FAIRFIELD
CURRENT FUND

A-3
Sheet #3

STATEMENT OF EXPENDITURES - REGULATORY BASIS

	Appropriations		Paid or Charged	Expended		Balance Cancelled	Over-expended
	Budget	Modified Budget		Encumbered	Reserved		
<u>APPROPRIATIONS WITHIN "CAPS"</u>							
<u>STREETS AND ROADS</u>							
Road Repairs and Maintenance:							
Salaries and Wages	\$ 475,000.00	\$ 465,000.00	\$ 453,585.04	\$ 680.07	\$ 11,414.96	\$	\$
Other Expenses	100,000.00	70,000.00	44,999.52		24,320.41		
Repairs and Maintenance of Vehicles:							
Salaries and Wages	239,000.00	234,000.00	226,747.01		7,252.99		
Other Expenses	175,000.00	170,000.00	135,121.38	16,817.32	18,061.30		
	<u>989,000.00</u>	<u>939,000.00</u>	<u>860,452.95</u>	<u>17,497.39</u>	<u>61,049.66</u>		
<u>HEALTH AND WELFARE</u>							
Board of Health:							
Other Expenses	137,000.00	137,000.00	136,439.90	485.90	74.20		
Garbage and Trash Removal:							
Other Expenses - Contractual	940,000.00	890,000.00	683,172.60	960.05	205,867.35		
Human Services:							
Other Expenses	30,000.00						
	<u>1,107,000.00</u>	<u>1,027,000.00</u>	<u>819,612.50</u>	<u>1,445.95</u>	<u>205,941.55</u>		
<u>RECREATION AND EDUCATION</u>							
Parks and Playgrounds:							
Salaries and Wages	282,000.00	263,000.00	252,270.76		10,729.24		
Other Expenses	636,000.00	636,000.00	462,740.89	12,576.47	160,682.64		
Camp Wyanokie:							
Other Expenses	2,500.00	2,708.00	2,708.00				
Park Maintenance:							
Salaries and Wages	225,000.00	225,000.00	219,695.88	183.60	5,304.12		
Other Expenses	34,000.00	24,000.00	17,132.68		6,863.72		
Historic Preservation Commission:							
Other Expenses	500.00	500.00	163.50		336.50		
	<u>1,180,000.00</u>	<u>1,151,208.00</u>	<u>954,711.71</u>	<u>12,760.07</u>	<u>183,736.22</u>		
<u>ANIMAL CONTROL</u>							
Other Expenses	18,000.00	18,000.00	14,583.30	1,459.33	1,957.37		

TOWNSHIP OF FAIRFIELD
CURRENT FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS

A-3
Sheet #4

	<u>Appropriations</u>		<u>Modified Budget</u>	<u>Paid or Charged</u>	<u>Expended</u>		<u>Balance Cancelled</u>	<u>Over-expended</u>
	<u>Budget</u>	<u>Modified Budget</u>	<u>Budget</u>	<u>Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	<u>Unencumbered</u>	<u>expended</u>
APPROPRIATIONS WITHIN "CAPS"								
UNIFORM CONSTRUCTION CODE - APPROPRIATIONS								
OFFSET BY DEDICATED REVENUES (N.J.A.C. 5:23-4.17)								
Construction Code Officials:								
Salaries and Wages	\$ 268,000.00	\$ 238,000.00	180,000.00	\$ 230,413.82	\$ 1,056.00	\$ 7,586.18	\$ 92,857.83	\$
Other Expenses	145,000.00	175,000.00	187,000.00	81,086.17	1,056.00	92,857.83	100,444.01	\$
	<u>413,000.00</u>	<u>413,000.00</u>	<u>367,000.00</u>	<u>311,499.99</u>	<u>1,056.00</u>	<u>7,586.18</u>	<u>100,444.01</u>	<u>\$</u>
UNCLASSIFIED								
Utilities:								
Electricity	180,000.00	180,000.00	180,000.00	120,044.77	59,955.23	59,955.23	44,352.36	59,955.23
Street Lighting	187,000.00	187,000.00	187,000.00	142,647.64	44,352.36	44,352.36	11,012.71	44,352.36
Telephone	66,000.00	66,000.00	66,000.00	54,792.29	195.00	11,012.71	4,641.61	11,012.71
Gas - Heating Fuel	44,000.00	44,000.00	44,000.00	39,358.39	28,443.23	4,641.61	40,556.90	4,641.61
Motor Fuel	280,000.00	280,000.00	280,000.00	210,999.87	28,443.23	40,556.90	28,000.00	28,000.00
Municipal Service Agreements with Homeowners Association	28,000.00	28,000.00	28,000.00	99,854.36	28,638.23	145.64	188,664.45	145.64
Salary Adjustment Account - Salaries and Wages	100,000.00	100,000.00	100,000.00	667,697.32	28,638.23	145.64	188,664.45	145.64
	<u>885,000.00</u>	<u>885,000.00</u>	<u>885,000.00</u>	<u>667,697.32</u>	<u>28,638.23</u>	<u>145.64</u>	<u>188,664.45</u>	<u>\$</u>
Total Operations	16,287,687.00	16,226,979.78	16,226,979.78	14,701,933.60	151,451.71	1,373,594.47	1,373,594.47	1,373,594.47
Detail:								
Salaries and Wages	8,380,151.00	8,476,605.00	8,476,605.00	8,355,119.15	121,485.85	121,485.85	1,252,108.62	121,485.85
Other Expenses	7,907,536.00	7,750,374.78	7,750,374.78	6,346,814.45	151,451.71	1,252,108.62	1,252,108.62	1,252,108.62
	<u>16,287,687.00</u>	<u>16,226,979.78</u>	<u>16,226,979.78</u>	<u>14,701,933.60</u>	<u>151,451.71</u>	<u>1,373,594.47</u>	<u>1,373,594.47</u>	<u>\$</u>
STATUTORY EXPENDITURES								
Contribution to:								
Public Employees' Retirement System	369,236.00	369,236.00	369,236.00	369,236.00	369,236.00	369,236.00	3,296.19	3,296.19
Police and Firemen's Retirement System	1,386,733.00	1,386,733.00	1,386,733.00	1,386,733.00	1,386,733.00	1,386,733.00	959.74	959.74
Social Security System (OASI)	339,000.00	351,000.00	351,000.00	347,703.81	13,040.26	1,000.00	1,000.00	1,000.00
Defined Contribution Retirement Program	14,000.00	14,000.00	14,000.00	13,040.26	1,000.00	1,000.00	5,255.93	1,000.00
Unemployment Contribution	1,000.00	1,000.00	1,000.00	2,116,713.07	2,116,713.07	2,116,713.07	1,378,850.40	2,116,713.07
	<u>2,109,969.00</u>	<u>2,121,969.00</u>	<u>2,121,969.00</u>	<u>2,116,713.07</u>	<u>2,116,713.07</u>	<u>2,116,713.07</u>	<u>5,255.93</u>	<u>\$</u>
Total General Appropriations Within "CAPS"	18,397,656.00	18,348,948.78	18,348,948.78	16,818,646.67	151,451.71	1,378,850.40	1,378,850.40	1,378,850.40

TOWNSHIP OF FAIRFIELD
CURRENT FUND

A-3
Sheet #5

STATEMENT OF EXPENDITURES - REGULATORY BASIS

Appropriations	Appropriations		Paid or Charged	Expended		Balance Cancelled	Over-expended
	Budget	Modified Budget		Encumbered	Reserved		
APPROPRIATIONS EXCLUDED FROM "CAPS"							
OTHER OPERATIONS							
Maintenance of Free Public Library (Ch. 82 and Ch. 541, P.L. 1985)	\$ 1,176,227.00	\$ 1,176,227.00	\$ 1,176,227.00	\$	\$	\$	\$
Length of Service Awards Program:							
Fire Department	50,000.00	50,000.00			50,000.00		
First Aid Squad	32,000.00	32,000.00			32,000.00		
Tax Appeals	1,500,000.00	1,500,000.00	216,377.66	31,637.34	1,251,985.00		
	<u>2,758,227.00</u>	<u>2,758,227.00</u>	<u>1,392,604.66</u>	<u>31,637.34</u>	<u>1,333,985.00</u>		
STATE AND FEDERAL PROGRAMS							
OFFSET BY REVENUES							
Clean Communities Program	19,106.56	19,106.56	19,106.56				
Municipal Alliance on Alcoholism and Drug Abuse:							
State Share	22,906.00	22,906.00	22,906.00				
Local Share	14,000.00	14,000.00	14,000.00				
Municipal Alcohol Education/Rehabilitation Program	5,527.63	5,527.63	5,527.63				
Municipal Alliance Program - Division on Mental Health and Addiction Services Youth Leadership Grant:							
Recycling Tonnage	3,499.49	3,499.49	3,499.49				
Body Armor Replacement Fund	20,267.72	20,267.72	20,267.72				
Bulletproof Vest Partnership Grant - Unappropriated	1,988.84	1,988.84	1,988.84				
Office of Emergency Management - EMAA Grant	2,731.12	2,731.12	2,731.12				
Drive Sober or Get Pulled Over	10,000.00	10,000.00	10,000.00				
NJ DOT - Gloria Lane Reconstruction	22,610.00	22,610.00	22,610.00				
NJ DOT - Daniel Road West and Edison Place Reconstruction	316,840.00	316,840.00	316,840.00				
Body Cameras Grant	320,000.00	320,000.00	320,000.00				
Police Donations - National Night Out	105,650.00	105,650.00	105,650.00				
	<u>871,068.36</u>	<u>871,068.36</u>	<u>871,068.36</u>				
Total Operations Excluded from "CAPS"	<u>3,629,295.36</u>	<u>3,629,295.36</u>	<u>2,263,673.02</u>	<u>31,637.34</u>	<u>1,333,985.00</u>		
Detail:							
Other Expenses	<u>3,629,295.36</u>	<u>3,629,295.36</u>	<u>2,263,673.02</u>	<u>31,637.34</u>	<u>1,333,985.00</u>		
CAPITAL IMPROVEMENTS							
Capital Improvement Fund	<u>50,000.00</u>	<u>98,707.22</u>	<u>98,707.22</u>				

TOWNSHIP OF FAIRFIELD
CURRENT FUND

A-3
Sheet #6

STATEMENT OF EXPENDITURES - REGULATORY BASIS

Appropriations	Appropriations		Paid or Charged	Expended		Balance Cancelled	Over-expended
	Budget	Modified Budget		Encumbered	Reserved Unencumbered		
APPROPRIATIONS EXCLUDED FROM "CAPS"							
DEBT SERVICE							
Payment of Bond Principal	\$ 960,000.00	\$ 960,000.00	\$ 960,000.00	\$	\$	\$	\$
Interest on Bonds	389,000.00	389,000.00	388,183.75			816.25	7,352.03
Interest on Notes	24,500.00	24,500.00	31,852.03				7,352.03
	<u>1,373,500.00</u>	<u>1,373,500.00</u>	<u>1,380,035.78</u>			<u>816.25</u>	<u>7,352.03</u>
DEFERRED CHARGES							
Special Emergency Authorizations - 5 Years (N.J.S.A. 40A:4-55)	95,000.00	95,000.00	95,000.00				
Total General Appropriations Excluded from "CAPS"	<u>5,147,795.36</u>	<u>5,196,502.58</u>	<u>3,837,416.02</u>	<u>31,637.34</u>	<u>1,333,985.00</u>	<u>816.25</u>	<u>7,352.03</u>
Reserve for Uncollected Taxes	1,800,000.00	1,800,000.00	1,800,000.00				
Total Appropriations	<u>\$ 25,345,451.36</u>	<u>\$ 25,345,451.36</u>	<u>\$ 22,456,062.69</u>	<u>\$ 183,089.05</u>	<u>\$ 2,712,835.40</u>	<u>\$ 816.25</u>	<u>\$ 7,352.03</u>
Reference	A-2	Sheet #7	Sheet #7	A	A	A-15	

TOWNSHIP OF FAIRFIELD
CURRENT FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS

A-3
Sheet #7

	<u>Ref.</u>	<u>Modified Budget</u>	<u>Paid or Charged</u>
Adopted Budget		\$ 24,571,270.87	\$
Added by N.J.S. 40A:4-87		774,180.49	
		<u>25,345,451.36</u>	
Cash Disbursed:			
Salaries and Wages			8,352,671.58
Matching Funds for Grants	A-28		14,000.00
Other Expenditures			<u>11,334,875.18</u>
	A-4		19,701,546.76
Deferred Charge:			
Special Emergency Authorization	A-16		95,000.00
Interfunds Payable	A-21		2,447.57
Federal and State Grant Programs	A-28		857,068.36
Reserve for Uncollected Taxes	A-2b		<u>1,800,000.00</u>
	Sheet #6	<u>\$ 25,345,451.36</u>	<u>\$ 22,456,062.69</u>
 <u>Analysis of Charges to Operations</u>			
Paid or Charged			\$ 22,456,062.69
Reserved:			
Encumbered	Sheet #6	\$ 183,089.05	
Unencumbered	Sheet #6	<u>2,712,835.40</u>	
			<u>2,895,924.45</u>
			25,351,987.14
Less: Reserve for Uncollected Taxes	Above		<u>1,800,000.00</u>
	A-1		<u>\$ 23,551,987.14</u>

See accompanying notes to financial statements.

TOWNSHIP OF FAIRFIELD
TRUST FUND

COMPARATIVE BALANCE SHEET - REGULATORY BASIS

B
Sheet #1

<u>ASSETS</u>	<u>Ref.</u>	<u>Balance</u> <u>Dec. 31, 2022</u>	<u>Balance</u> <u>Dec. 31, 2021</u>
<u>Assessment Trust Fund</u>			
Cash - Checking	B-2	\$ 72,180.74	\$ 70,357.51
Assessments Receivable:			
Unpledged	B-7	11,299.35	14,546.31
Assessment Liens Receivable:			
Unpledged	B-8	4,658.21	4,658.21
Interfunds Receivable	B-10	10,828.94	10,828.94
Prospective Assessments Funded:			
Unpledged	B-11	71,871.95	71,871.95
		<u>170,839.19</u>	<u>172,262.92</u>
<u>Animal Control Trust Fund</u>			
Cash - Checking	B-2	<u>21,368.30</u>	<u>18,431.69</u>
<u>General Trust Fund</u>			
Cash - Checking	B-2	3,662,190.73	3,663,523.01
Cash - New Jersey Cash Management Fund	B-5	269,186.37	265,191.77
		<u>3,931,377.10</u>	<u>3,928,714.78</u>
Due from Municipal Court	B-9	4.00	104.00
Interfunds Receivable	B-10	1,535.44	1,535.44
Other Accounts Receivable	B-12	12,352.11	16,883.55
		<u>3,945,268.65</u>	<u>3,947,237.77</u>
<u>Community Development Block Grant Trust Fund</u>			
Cash - Checking	B-2	140,151.63	48,760.17
Community Development Block Grant Funds Receivable	B-13	189,000.00	137,758.00
		<u>329,151.63</u>	<u>186,518.17</u>
<u>Municipal Open Space Trust Fund</u>			
Cash - Checking	B-2	31,166.72	31,061.25
Interfunds Receivable	B-10	442,140.07	427,474.99
		<u>473,306.79</u>	<u>458,536.24</u>
<u>Length of Service Award Programs - Unaudited Investments</u>			
		<u>811,712.42</u>	<u>1,024,320.12</u>
		<u>\$5,751,646.98</u>	<u>\$5,807,306.91</u>

TOWNSHIP OF FAIRFIELD
TRUST FUND

COMPARATIVE BALANCE SHEET - REGULATORY BASIS

B
Sheet #2

<u>LIABILITIES, RESERVES AND FUND BALANCE</u>	<u>Ref.</u>	<u>Balance</u> <u>Dec. 31, 2022</u>	<u>Balance</u> <u>Dec. 31, 2021</u>
<u>Assessment Trust Fund</u>			
Interfunds Payable	B-20	\$ 4,788.12	\$ 6,211.85
Reserve for Assessments and Liens	B-21	87,829.51	91,076.47
Fund Balance	B-1	<u>78,221.56</u>	<u>74,974.60</u>
		<u>170,839.19</u>	<u>172,262.92</u>
<u>Animal Control Trust Fund</u>			
Due to State of New Jersey	B-14	2.40	
Interfunds Payable	B-20	15,739.51	12,276.94
Reserve for Animal Control Trust Fund			
Expenditures	B-22	<u>5,626.39</u>	<u>6,154.75</u>
		<u>21,368.30</u>	<u>18,431.69</u>
<u>General Trust Fund</u>			
Due to State of New Jersey	B-14	16,178.00	14,946.00
Due to Municipal Court	B-15	130.00	
Other Deposits	B-16	2,027,432.10	2,027,732.77
Payroll Deductions Payable	B-17	59,372.26	52,636.83
Premiums on Tax Sale	B-18	379,400.00	333,100.00
Interfunds Payable	B-20	1,389,712.40	1,451,268.83
Reserves for:			
State Unemployment Insurance Trust Fund			
Expenditures	B-23	4,140.31	1,959.76
Outside Employment of Off-Duty Police Officers	B-24	38,537.19	38,537.19
Municipal Alliance	B-25	<u>30,366.39</u>	<u>27,056.39</u>
		<u>3,945,268.65</u>	<u>3,947,237.77</u>
<u>Community Development Block Grant Trust Fund</u>			
Interfunds Payable	B-20	140,151.63	139,518.17
Reserve for Community Development Block Grant Expenditures	B-26	<u>189,000.00</u>	<u>47,000.00</u>
		<u>329,151.63</u>	<u>186,518.17</u>
<u>Municipal Open Space Trust Fund</u>			
Municipal Open Space Trust Fund	B-19	<u>473,306.79</u>	<u>458,536.24</u>
<u>Length of Service Award Programs - Unaudited</u>			
Reserve for Length of Service Award Programs		<u>811,712.42</u>	<u>1,024,320.12</u>
		<u>\$5,751,646.98</u>	<u>\$5,807,306.91</u>

See accompanying notes to financial statements.

TOWNSHIP OF FAIRFIELD
TRUST FUND

STATEMENT OF FUND BALANCE
ASSESSMENT TRUST FUND - REGULATORY BASIS

B-1

	<u>Ref.</u>	
Balance December 31, 2021	B	\$ 74,974.60
Increased by:		
Collection of Unpledged Assessments	B-21	<u>3,246.96</u>
Balance December 31, 2022	B	<u>\$ 78,221.56</u>

TOWNSHIP OF FAIRFIELD
GENERAL CAPITAL FUND

COMPARATIVE BALANCE SHEET - REGULATORY BASIS

C

<u>ASSETS AND DEFERRED CHARGES</u>	<u>Ref.</u>	Balance <u>Dec. 31, 2022</u>	Balance <u>Dec. 31, 2021</u>
Cash - Checking	C-2	\$ 2,028,505.89	\$ 2,831,549.44
Cash - Money Market Account	C-3	631,929.94	631,929.94
		<u>2,660,435.83</u>	<u>3,463,479.38</u>
Interfunds Receivable	C-6	1,735,721.86	1,749,198.30
Notes Receivable	C-7		36,400.00
Deferred Charges to Future Taxation:			
Funded	C-8	17,051,000.00	18,011,000.00
Unfunded	C-9	4,803,471.20	2,924,471.20
		<u>\$26,250,628.89</u>	<u>\$26,184,548.88</u>
 <u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
Serial Bonds	C-17	\$17,051,000.00	\$18,011,000.00
Bond Anticipation Notes	C-16	2,812,000.00	1,957,000.00
Improvement Authorizations:			
Funded	C-10	2,023,241.06	2,960,139.38
Unfunded	C-10	2,444,489.81	1,344,862.03
Capital Improvement Fund	C-11	80,400.00	80,400.00
Interfunds Payable	C-12	428,427.47	428,427.47
Accounts Payable	C-13	4.81	4.81
Reserve for Contributions	C-14	96,423.30	96,423.30
Reserve for Debt Service	C-15	52,535.09	52,535.09
Fund Balance	C-1	1,262,107.35	1,253,756.80
		<u>\$26,250,628.89</u>	<u>\$26,184,548.88</u>
 Bonds and Notes Authorized but Not Issued	 C-18	 <u>\$ 1,991,471.20</u>	 <u>\$ 967,471.20</u>

See accompanying notes to financial statements.

TOWNSHIP OF FAIRFIELD
GENERAL CAPITAL FUND

STATEMENT OF FUND BALANCE - REGULATORY BASIS

C-1

	<u>Ref.</u>	
Balance December 31, 2021	C	\$1,253,756.80
Increased by:		
Premium on Sale of Notes	C-2	<u>8,350.55</u>
Balance December 31, 2022	C	<u>\$1,262,107.35</u>

See accompanying notes to financial statements.

TOWNSHIP OF FAIRFIELD
WATER UTILITY

COMPARATIVE BALANCE SHEET - REGULATORY BASIS

D
Sheet #1

<u>ASSETS</u>	<u>Ref.</u>	Balance <u>Dec. 31, 2022</u>	Balance <u>Dec. 31, 2021</u>
<u>Operating Fund</u>			
Cash - Checking Account	D-5	\$ 943,842.39	\$1,295,589.44
Cash - Money Market	D-7	156,227.46	155,386.98
Interfunds Receivable	D-9	167,188.13	166,127.64
		<u>1,267,257.98</u>	<u>1,617,104.06</u>
Receivables with Full Reserves:			
Consumer Accounts Receivable	D-10	144,152.71	100,948.51
		<u>1,411,410.69</u>	<u>1,718,052.57</u>
<u>Capital Fund</u>			
Cash - Checking Account	D-5	228,095.71	227,035.22
Cash - Money Market	D-7	92,144.23	92,144.23
	D-8	320,239.94	319,179.45
Interfunds Receivable	D-9	36,349.25	36,349.25
Fixed Capital	D-11	7,071,578.21	7,071,578.21
		<u>7,428,167.40</u>	<u>7,427,106.91</u>
		<u>\$8,839,578.09</u>	<u>\$9,145,159.48</u>

TOWNSHIP OF FAIRFIELD
WATER UTILITY

COMPARATIVE BALANCE SHEET - REGULATORY BASIS

D
Sheet #2

<u>LIABILITIES, RESERVES AND FUND BALANCE</u>	Ref.	Balance <u>Dec. 31, 2022</u>	Balance <u>Dec. 31, 2021</u>
<u>Operating Fund</u>			
Appropriation Reserves:			
Encumbered	D-4,12	\$ 19,707.61	\$ 10,957.93
Unencumbered	D-4,12	205,985.86	770,155.79
Accrued Interest on Bonds	D-13	12,207.85	12,985.97
Water Rent Overpayments	D-14	27,158.55	12,186.77
Interfunds Payable	D-15	<u>399,727.64</u>	<u>307,348.24</u>
		664,787.51	1,113,634.70
Reserve for Receivables		144,152.71	100,948.51
Fund Balance	D-1	<u>602,470.47</u>	<u>503,469.36</u>
		<u>1,411,410.69</u>	<u>1,718,052.57</u>
 <u>Capital Fund</u>			
Serial Bonds	D-17	1,051,000.00	1,161,000.00
Interfunds Payable	D-15	6,928.52	5,868.03
Reserve for Amortization	D-16	6,010,078.21	5,900,078.21
Fund Balance	D-2	<u>360,160.67</u>	<u>360,160.67</u>
		<u>7,428,167.40</u>	<u>7,427,106.91</u>
		<u>\$8,839,578.09</u>	<u>\$9,145,159.48</u>
 Bonds and Notes Authorized but Not Issued	 D-18	 <u>\$ 10,500.00</u>	 <u>\$ 10,500.00</u>

See accompanying notes to financial statements.

TOWNSHIP OF FAIRFIELD
WATER UTILITY

COMPARATIVE STATEMENTS OF OPERATIONS
AND CHANGES IN FUND BALANCE - REGULATORY BASIS

D-1

	<u>Ref.</u>	<u>Year 2022</u>	<u>Year 2021</u>
<u>Revenue and Other Income</u>			
Operating Surplus Anticipated	D-3	\$ 500,000.00	\$ 790,000.00
Water Rents	D-3	2,298,489.31	2,299,336.79
Miscellaneous	D-3	87,930.25	52,348.07
Other Credits to Income:			
Unexpended Balance of Appropriation			
Reserves	D-12	550,995.19	113,997.03
		<u>3,437,414.75</u>	<u>3,255,681.89</u>
<u>Expenditures</u>			
Budget Appropriations:			
Operations	D-4	2,598,000.00	2,840,000.00
Debt Service	D-4	143,413.64	74,060.69
Statutory Expenditures	D-4	97,000.00	94,000.00
		<u>2,838,413.64</u>	<u>3,008,060.69</u>
Excess in Revenue		599,001.11	247,621.20
<u>Fund Balance</u>			
Balance January 1	D	503,469.36	1,045,848.16
		<u>1,102,470.47</u>	<u>1,293,469.36</u>
Decreased by:			
Utilized as Anticipated Revenue	D-3	500,000.00	790,000.00
Balance December 31	D	<u>\$ 602,470.47</u>	<u>\$ 503,469.36</u>

See accompanying notes to financial statements.

TOWNSHIP OF FAIRFIELD
WATER UTILITY

STATEMENT OF FUND BALANCE
CAPITAL FUND - REGULATORY BASIS

D-2

	<u>Ref.</u>	
Balance December 31, 2021	D	<u>\$360,160.67</u>
Balance December 31, 2022	D	<u>\$360,160.67</u>

See accompanying notes to financial statements.

TOWNSHIP OF FAIRFIELD
WATER UTILITY

STATEMENT OF REVENUE - REGULATORY BASIS

D-3

<u>Source</u>	<u>Ref.</u>	<u>Budget</u>	<u>Realized</u>	<u>Excess or (Deficit)</u>
Operating Surplus Anticipated	D-1	\$ 500,000.00	\$ 500,000.00	\$
Water Rents	D-1,Below	2,299,000.00	2,298,489.31	(510.69)
Miscellaneous	D-1,Below	<u>40,000.00</u>	<u>87,930.25</u>	<u>47,930.25</u>
 Total Revenue	 D-4	 <u>\$ 2,839,000.00</u>	 <u>\$ 2,886,419.56</u>	 <u>\$ 47,419.56</u>
 <u>Analysis of Water Rents</u>				
Consumer Accounts Receivable:				
Collections	D-10		\$ 2,286,302.54	
Overpayment Applied	D-14		<u>12,186.77</u>	
	Above		<u>\$ 2,298,489.31</u>	
 <u>Analysis of Miscellaneous Revenue</u>				
Tax Collector:				
Water Penalty			\$ 22,232.26	
Meter Charges			18,900.00	
Water Connection Fees			16,885.00	
Tap-Ins			5,700.00	
Inspection Fees			1,030.00	
Swimming Pool Fill Fees			1,260.00	
Final Reading Fees			590.00	
Temporary Water Fees			225.00	
Miscellaneous			<u>2,235.70</u>	
	D-6		69,057.96	
 Interest on Investments and Deposits:				
Collections	D-5	\$ 16,971.32		
Money Market	D-7	840.48		
Interfunds Receivable	D-9	<u>1,060.49</u>		
			<u>18,872.29</u>	
	Above		<u>\$ 87,930.25</u>	

See accompanying notes to financial statements.

TOWNSHIP OF FAIRFIELD
WATER UTILITY

STATEMENT OF EXPENDITURES - REGULATORY BASIS

D-4

<u>Ref.</u>	<u>Budget</u>	<u>Modified Budget</u>	<u>Paid or Charged</u>	<u>Expended</u>		<u>Balance Cancelled</u>
				<u>Encumbered</u>	<u>Reserved Unencumbered</u>	
<u>Operating</u>						
Salaries and Wages	\$ 420,000.00	\$ 420,000.00	\$ 386,415.14	\$ 19,707.61	\$ 33,584.86	\$
Other Expenses	2,165,400.00	2,170,400.00	1,985,904.13		164,788.26	
Financial Administration:						
Other Expenses	<u>7,600.00</u>	<u>7,600.00</u>	<u>6,850.00</u>		<u>750.00</u>	
	<u>2,593,000.00</u>	<u>2,598,000.00</u>	<u>2,379,169.27</u>	<u>19,707.61</u>	<u>199,123.12</u>	
<u>Debt Service</u>						
Payment of Bond Principal	110,000.00	110,000.00	110,000.00			586.36
Interest on Bonds	<u>34,000.00</u>	<u>34,000.00</u>	<u>33,413.64</u>			<u>586.36</u>
	<u>144,000.00</u>	<u>144,000.00</u>	<u>143,413.64</u>			
<u>Statutory Expenditures</u>						
Contributions to:						
Public Employees' Retirement System	65,000.00	65,000.00	65,000.00			
Social Security System (OASI)	32,000.00	32,000.00	25,137.26		6,862.74	
Unemployment Compensation Insurance	5,000.00	5,000.00				
	<u>102,000.00</u>	<u>97,000.00</u>	<u>90,137.26</u>		<u>6,862.74</u>	
D-1	<u>\$ 2,839,000.00</u>	<u>\$ 2,839,000.00</u>	<u>\$ 2,612,720.17</u>	<u>\$ 19,707.61</u>	<u>\$ 205,985.86</u>	<u>\$ 586.36</u>
<u>Reference</u>	<u>D-3</u>		<u>Below</u>	<u>D</u>	<u>D</u>	
Cash Disbursed		<u>Ref.</u>				
Accrued Interest on Bonds		D-5	\$ 2,514,306.53			
Interfunds Payable		D-13	33,413.64			
		D-15	<u>65,000.00</u>			
		Above	<u>\$ 2,612,720.17</u>			

See accompanying notes to financial statements.

TOWNSHIP OF FAIRFIELD
SEWER UTILITY

COMPARATIVE BALANCE SHEET - REGULATORY BASIS

E
Sheet #1

<u>ASSETS</u>	<u>Ref.</u>	<u>Balance</u> <u>Dec. 31, 2022</u>	<u>Balance</u> <u>Dec. 31, 2021</u>
<u>Operating Fund</u>			
Cash - Checking	E-6	\$ 4,189,935.41	\$ 4,370,781.83
Cash - Money Market	E-8	1,389.66	1,367.32
Interfunds Receivable	E-14	8,924.06	7,679.49
		<u>4,200,249.13</u>	<u>4,379,828.64</u>
Receivables with Full Reserves:			
Sewer Rents Receivable	E-11	277,338.24	164,176.19
		<u>4,477,587.37</u>	<u>4,544,004.83</u>
<u>Assessment Trust Fund</u>			
Cash - Checking Account	E-6,9	49,445.25	49,339.64
Assessment Liens:			
Unpledged	E-12	2,580.60	2,580.60
Assessment Lien Interest and Costs	E-13	428.13	428.13
Interfunds Receivable	E-14	13,698.00	13,698.00
		<u>66,151.98</u>	<u>66,046.37</u>
<u>Capital Fund</u>			
Cash - Checking Account	E-6	244,971.70	243,832.74
Cash - Money Market	E-8	5,213.61	5,213.61
	E-10	250,185.31	249,046.35
Interfunds Receivable	E-14	17,543.49	17,543.49
Fixed Capital	E-15	22,839,368.14	22,839,368.14
Fixed Capital Authorized and Uncompleted	E-16	531,000.00	531,000.00
		<u>23,638,096.94</u>	<u>23,636,957.98</u>
		<u>\$28,181,836.29</u>	<u>\$28,247,009.18</u>

TOWNSHIP OF FAIRFIELD
SEWER UTILITY

COMPARATIVE BALANCE SHEET - REGULATORY BASIS

E
Sheet #2

<u>LIABILITIES, RESERVES AND FUND BALANCE</u>	<u>Ref.</u>	<u>Balance</u> <u>Dec. 31, 2022</u>	<u>Balance</u> <u>Dec. 31, 2021</u>
<u>Operating Fund</u>			
Appropriation Reserves:			
Encumbered	E-5,17	\$ 11,739.21	\$ 13,463.20
Unencumbered	E-5,17	549,388.62	879,762.64
Accrued Interest on Bonds	E-18	2,452.50	2,733.75
Sewer User Overpayments	E-19	8,172.13	20,010.37
Interfunds Payable	E-22	460,333.18	396,181.12
		<u>1,032,085.64</u>	<u>1,312,151.08</u>
Reserve for Receivables		277,338.24	164,176.19
Fund Balance	E-1	3,168,163.49	3,067,677.56
		<u>4,477,587.37</u>	<u>4,544,004.83</u>
<u>Assessment Trust Fund</u>			
Interfunds Payable	E-22	11,020.79	10,915.18
Reserves for:			
Assessment Lien Interest and Costs	E-13	428.13	428.13
Assessments and Liens Receivable	E-23	2,580.60	2,580.60
Fund Balance	E-2	52,122.46	52,122.46
		<u>66,151.98</u>	<u>66,046.37</u>
<u>Capital Fund</u>			
Serial Bonds	E-26	238,000.00	298,000.00
Improvement Authorizations:			
Funded	E-20	208,086.50	208,086.50
Unfunded	E-20	93,324.66	93,324.66
Capital Improvement Fund	E-21	38,530.00	38,530.00
Interfunds Payable	E-22	7,602.21	6,463.25
Reserves for:			
Amortization	E-24	22,799,568.14	22,789,368.14
Deferred Reserve for Amortization	E-25	197,300.00	147,500.00
Fund Balance	E-3	55,685.43	55,685.43
		<u>23,638,096.94</u>	<u>23,636,957.98</u>
		<u>\$28,181,836.29</u>	<u>\$28,247,009.18</u>
Bonds and Notes Authorized but Not Issued	E-27	<u>\$ 135,500.00</u>	<u>\$ 135,500.00</u>

See accompanying notes to financial statements.

TOWNSHIP OF FAIRFIELD
SEWER UTILITY

COMPARATIVE STATEMENTS OF OPERATIONS
AND CHANGES IN FUND BALANCE - REGULATORY BASIS

E-1

	<u>Ref.</u>	<u>Year 2022</u>	<u>Year 2021</u>
<u>Revenue and Other Income</u>			
Operating Surplus Anticipated	E-4	\$ 652,012.00	\$ 605,809.00
Sewer Rents	E-4	4,556,024.55	4,751,523.60
Interest on Investments and Deposits	E-4	11,594.38	8,969.13
Miscellaneous	E-4	74,834.54	56,860.37
Other Credits to Income:			
Unexpended Balance of Appropriation			
Reserves	E-17	<u>877,878.21</u>	<u>608,136.83</u>
		<u>6,172,343.68</u>	<u>6,031,298.93</u>
 <u>Expenditures</u>			
Budget Appropriations:			
Operations	E-5	4,956,212.00	4,916,809.00
Debt Service	E-5	66,633.75	6,683.05
Statutory Expenditures	E-5	97,000.00	94,000.00
Surplus (General Budget)	E-5	<u>300,000.00</u>	<u>300,000.00</u>
		<u>5,419,845.75</u>	<u>5,317,492.05</u>
 Excess in Revenue		 752,497.93	 713,806.88
 <u>Fund Balance</u>			
Balance January 1	E	<u>3,067,677.56</u>	<u>2,959,679.68</u>
		3,820,175.49	3,673,486.56
 Decreased by:			
Utilized as Anticipated Revenue	E-4	<u>652,012.00</u>	<u>605,809.00</u>
 Balance December 31	E	 <u>\$3,168,163.49</u>	 <u>\$3,067,677.56</u>

See accompanying notes to financial statements.

TOWNSHIP OF FAIRFIELD
SEWER UTILITY

STATEMENT OF FUND BALANCE
ASSESSMENT TRUST FUND - REGULATORY BASIS

E-2

	<u>Ref.</u>	
Balance December 31, 2021	E	<u>\$ 52,122.46</u>
Balance December 31, 2022	E	<u><u>\$ 52,122.46</u></u>

STATEMENT OF FUND BALANCE
CAPITAL FUND - REGULATORY BASIS

E-3

	<u>Ref.</u>	
Balance December 31, 2021	E	<u>\$ 55,685.43</u>
Balance December 31, 2022	E	<u><u>\$ 55,685.43</u></u>

See accompanying notes to financial statements.

TOWNSHIP OF FAIRFIELD
SEWER UTILITY

STATEMENT OF REVENUE - REGULATORY BASIS

E-4

<u>Source</u>	<u>Ref.</u>	<u>Budget</u>	<u>Realized</u>	<u>Excess or (Deficit)</u>
Operating Surplus Anticipated	E-1	\$ 652,012.00	\$ 652,012.00	\$
Sewer Rents	E-1,Below	4,750,000.00	4,556,024.55	(193,975.45)
Interest on Investments and Deposits	E-1,Below	8,000.00	11,594.38	3,594.38
Miscellaneous	E-1,Below	<u>10,000.00</u>	<u>74,834.54</u>	<u>64,834.54</u>
	E-5	<u>\$ 5,420,012.00</u>	<u>\$ 5,294,465.47</u>	<u>\$ (125,546.53)</u>
 <u>Analysis of Sewer Rents</u>				
Collections	E-11		\$ 4,528,251.24	
Interfunds Receivable:				
Sewer Rents	E-14		7,762.94	
Overpayment Applied	E-19		<u>20,010.37</u>	
	Above		<u>\$ 4,556,024.55</u>	
 <u>Interest on Investments and Deposits</u>				
Collections	E-6		\$ 10,327.47	
Money Market Account	E-8		22.34	
Interfunds Receivable	E-14		<u>1,244.57</u>	
	Above		<u>\$ 11,594.38</u>	
 <u>Analysis of Miscellaneous Revenue</u>				
Sewer Connections			\$ 24,800.00	
Sewer Inspections			685.00	
Sewer - Penalty			47,140.16	
Miscellaneous			<u>2,209.38</u>	
	E-7,Above		<u>\$ 74,834.54</u>	

See accompanying notes to financial statements.

TOWNSHIP OF FAIRFIELD
SEWER UTILITY

E-5

STATEMENT OF EXPENDITURES - REGULATORY BASIS

	Ref.	Budget	Modified Budget	Paid or Charged	Expended		Reserved	Balance Cancelled
					Encumbered	Unencumbered		
<u>Operating</u>								
Salaries and Wages		\$ 420,000.00	\$ 420,000.00	\$ 399,168.45	\$	\$ 20,831.55	\$	
Other Expenses		900,000.00	925,626.00	392,292.66	11,739.21	521,594.13		
Financial Administration:								
Other Expenses		7,600.00	7,600.00	6,850.00		750.00		
Regional Sewerage Authority Share of Costs	E-1	3,623,612.00	3,602,986.00	3,602,986.00				
		4,951,212.00	4,956,212.00	4,401,297.11	11,739.21	543,175.68		
<u>Debt Service</u>								
Payment of Bond Principal		60,000.00	60,000.00	60,000.00				166.25
Interest on Bonds	E-1	6,800.00	6,800.00	6,633.75				166.25
		66,800.00	66,800.00	66,633.75				
<u>Statutory Expenditures</u>								
Contributions to:								
Public Employees' Retirement System		65,000.00	65,000.00	65,000.00				
Social Security System (OASI)		32,000.00	32,000.00	25,787.06		6,212.94		
Unemployment Compensation Insurance	E-1	5,000.00	97,000.00	90,787.06		6,212.94		
		102,000.00	97,000.00	90,787.06				
Surplus (General Budget)	E-1	300,000.00	300,000.00	300,000.00				
		\$ 5,420,012.00	\$ 5,420,012.00	\$ 4,858,717.92	\$ 11,739.21	\$ 549,388.62	\$	166.25
Reference	E-4			Below	E	E		
	Ref.							
Cash Disbursed	E-6			\$ 4,787,084.17				
Accrued Interest on Bonds	E-18			6,633.75				
Interfunds Payable	E-22			65,000.00				
	Above			\$ 4,858,717.92				

See accompanying notes to financial statements.

TOWNSHIP OF FAIRFIELD
SWIMMING POOL UTILITY

COMPARATIVE BALANCE SHEET - REGULATORY BASIS

E

<u>ASSETS</u>	<u>Ref.</u>	<u>Balance</u> <u>Dec. 31, 2022</u>	<u>Balance</u> <u>Dec. 31, 2021</u>
<u>Operating Fund</u>			
Cash - Checking	F-5	\$ 25,902.13	\$ 72,953.80
Cash - Money Market	F-6	8,309.91	8,245.22
Interfunds Receivable	F-8	28,995.75	516.66
		<u>63,207.79</u>	<u>81,715.68</u>
<u>Capital Fund</u>			
Cash - Checking Account	F-5	17,008.15	16,929.06
Cash - Money Market	F-6	10,806.00	10,806.00
	F-7	27,814.15	27,735.06
Interfunds Receivable	F-8	927.87	927.87
Fixed Capital	F-9	1,674,727.77	1,674,727.77
Fixed Capital Authorized and Uncompleted	F-10	199,000.00	199,000.00
		<u>1,902,469.79</u>	<u>1,902,390.70</u>
		<u>\$1,965,677.58</u>	<u>\$1,984,106.38</u>
 <u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
<u>Operating Fund</u>			
Appropriation Reserves:			
Encumbered	F-11	\$	\$ 6,894.87
Unencumbered	F-4,11	25,132.32	30,781.50
Interfunds Payable	F-14	5,809.64	5,809.64
		<u>30,941.96</u>	<u>43,486.01</u>
Fund Balance	F-1	32,265.83	38,229.67
		<u>63,207.79</u>	<u>81,715.68</u>
<u>Capital Fund</u>			
Bond Anticipation Notes	F-18		36,400.00
Improvement Authorizations:			
Unfunded	F-12	33,299.97	33,299.97
Capital Improvement Fund	F-13	3,350.00	3,350.00
Interfunds Payable	F-14	28,994.20	515.11
Reserves for:			
Preliminary Study	F-15	7,280.80	7,280.80
Amortization	F-16	1,732,727.77	1,732,727.77
Deferred Amortization	F-17	73,000.00	36,600.00
Fund Balance	F-2	23,817.05	52,217.05
		<u>1,902,469.79</u>	<u>1,902,390.70</u>
		<u>\$1,965,677.58</u>	<u>\$1,984,106.38</u>
 Bonds and Notes Authorized but Not Issued	 F-19	 \$ 68,000.00	 \$ 68,000.00

See accompanying notes to financial statements.

TOWNSHIP OF FAIRFIELD
SWIMMING POOL UTILITY

COMPARATIVE STATEMENTS OF OPERATIONS
AND CHANGES IN FUND BALANCE - REGULATORY BASIS

F-1

	<u>Ref.</u>	<u>Year 2022</u>	<u>Year 2021</u>
<u>Revenue and Other Income</u>			
Fund Balance Utilized	F-3	\$ 38,229.67	\$46,730.17
Capital Surplus - Pool Utility	F-3	28,400.00	
Nonbudget Revenue	F-3	1,532.72	166.35
Other Credits to Income:			
Unexpended Balance of Appropriation			
Reserves	F-11	<u>30,733.11</u>	<u>37,112.56</u>
		<u>98,895.50</u>	<u>84,009.08</u>
 <u>Expenditures</u>			
Budget Appropriations:			
Operations	F-4	30,229.67	41,930.17
Debt Service	F-4	<u>36,400.00</u>	<u>3,849.24</u>
		<u>66,629.67</u>	<u>45,779.41</u>
Excess in Revenue		32,265.83	38,229.67
 <u>Fund Balance</u>			
Balance January 1	F	<u>38,229.67</u>	<u>46,730.17</u>
		70,495.50	84,959.84
Decreased by:			
Utilized as Anticipated Revenue	F-3	<u>38,229.67</u>	<u>46,730.17</u>
Balance December 31	F	<u><u>\$ 32,265.83</u></u>	<u><u>\$38,229.67</u></u>

See accompanying notes to financial statements.

TOWNSHIP OF FAIRFIELD
SWIMMING POOL UTILITY

STATEMENT OF FUND BALANCE
CAPITAL FUND - REGULATORY BASIS

F-2

	<u>Ref.</u>	
Balance December 31, 2021	F	\$ 52,217.05
Decreased by:		
Anticipated Swimming Pool Operating Fund Budget	F-14	<u>28,400.00</u>
Balance December 31, 2022	F	<u>\$ 23,817.05</u>

See accompanying notes to financial statements.

TOWNSHIP OF FAIRFIELD
SWIMMING POOL UTILITY

STATEMENT OF REVENUE - REGULATORY BASIS

F-3

	<u>Ref.</u>	<u>Budget</u>	<u>Realized</u>	<u>Excess</u>
<u>Revenue</u>				
Fund Balance Utilized	F-1	\$38,229.67	\$38,229.67	\$
Capital Surplus - Pool Utility	F-1,8	<u>28,400.00</u>	<u>28,400.00</u>	
Budget Totals	F-4	66,629.67	66,629.67	
Nonbudget Revenue	F-1,Below	<u> </u>	<u>1,532.72</u>	<u>1,532.72</u>
		<u>\$66,629.67</u>	<u>\$68,162.39</u>	<u>\$1,532.72</u>
 Interest on Deposits:				
Collections	F-5	\$ 613.94		
Money Market Account	F-6	64.69		
Interfunds Receivable	F-8	<u>79.09</u>		
			\$ 757.72	
 Miscellaneous:				
Collections	F--5		<u>775.00</u>	
	Above		<u>\$ 1,532.72</u>	

See accompanying notes to financial statements.

TOWNSHIP OF FAIRFIELD
SWIMMING POOL UTILITY

STATEMENT OF EXPENDITURES - REGULATORY BASIS

F-4

				Expended	
<u>Ref.</u>	<u>Budget</u>	<u>Modified Budget</u>	<u>Paid or Charged</u>	<u>Reserved Unencumbered</u>	<u>Unencumbered</u>
<u>Operating</u>					
Salaries and Wages	\$ 1,000.00	\$	\$	\$	\$
Other Expenses	24,479.67	25,479.67	947.35	24,532.32	
<u>Financial Administration:</u>					
Other Expenses	4,750.00	4,750.00	4,150.00	600.00	
F-1	30,229.67	30,229.67	5,097.35	25,132.32	
<u>Debt Service</u>					
Payment of Bond Anticipation Notes and Capital Notes	36,400.00	36,400.00	36,400.00		
F-1	36,400.00	36,400.00	36,400.00		
	<u>\$66,629.67</u>	<u>\$66,629.67</u>	<u>\$41,497.35</u>	<u>\$ 25,132.32</u>	
<u>Reference</u>	<u>F-3</u>		<u>F-5</u>	<u>F</u>	

See accompanying notes to financial statements.

TOWNSHIP OF FAIRFIELD
PUBLIC ASSISTANCE TRUST FUND

COMPARATIVE BALANCE SHEET - REGULATORY BASIS

G

<u>ASSETS</u>	<u>Ref.</u>	<u>Balance</u> <u>Dec. 31, 2022</u>	<u>Balance</u> <u>Dec. 31, 2021</u>
Cash	G-1	<u>\$1,198.65</u>	<u>\$1,196.91</u>
 <u>LIABILITIES AND FUND BALANCE</u>			
Reserve for Public Assistance Expenditures	G-2	<u>\$1,198.65</u>	<u>\$1,196.91</u>

See accompanying notes to financial statements.

TOWNSHIP OF FAIRFIELD
CAPITAL FIXED ASSETS

COMPARATIVE BALANCE SHEET - REGULATORY BASIS

H

<u>ASSETS</u>	Balance <u>Dec. 31, 2022</u>	Balance <u>Dec. 31, 2021</u>
Buildings and Improvements	\$ 4,469,700.00	\$ 4,469,700.00
Land	29,054,800.00	27,097,700.00
Vehicles	5,344,049.00	5,344,049.00
Other Furniture and Equipment	<u>4,390,849.00</u>	<u>4,390,849.00</u>
	<u>\$43,259,398.00</u>	<u>\$41,302,298.00</u>
 <u>RESERVE</u>		
Investment in Capital Fixed Assets	<u>\$43,259,398.00</u>	<u>\$41,302,298.00</u>

See accompanying notes to financial statements.

NOTES TO FINANCIAL STATEMENTS

TOWNSHIP OF FAIRFIELD

**NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2022**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The Township of Fairfield is governed by the Small Municipality Plan of the Optional Municipal Charter Law. The Township Council consists of four members, one of which is appointed Council President on an annual basis. The Mayor and each Council member are elected in a general election for a term of three years. Each Council member, including the Mayor, carries the power of one legislative vote.

Governmental Accounting Standards Board (GASB) Statement No. 14 establishes certain standards for defining and reporting on the financial reporting entity. In accordance with these standards, the reporting entity should include the primary government and those component units which are fiscally accountable to the primary government.

The financial statements of the Township of Fairfield include every board, body, officer or commission supported and maintained wholly or in part by funds appropriated by the Township, as required by the provisions of N.J.S. 40A:5-5. The financial statements, however, do not include the operations of the Municipal Library, which is a separate entity subject to a separate examination.

B. Measurement Focus, Basis of Accounting and Basis of Presentation

Description of Funds

The Governmental Accounting Standards Board (GASB) is the recognized standard setting body for establishing governmental accounting and financial reporting principles. The GASB establishes three fund types and two account groups to be used by governmental units when reporting financial position and results of operations in accordance with accounting principles generally accepted in the United States of America (GAAP).

The accounting policies of the Township of Fairfield 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. These principles are a "Modified Accrual Basis of Accounting" which differs from accounting principles generally accepted in the United States of America (GAAP) for governmental entities. 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 of Fairfield accounts for its financial transactions through the following separate funds which differ from the fund structure required by GAAP:

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 Funds - The records of receipts, disbursements and custodianship of monies in accordance with the purpose for which each account was created are maintained in Trust Funds. These include the Assessment Trust Fund, Animal Control Trust Fund, General Trust Fund, Community Development Block Grant Trust Fund, Municipal Open Space Trust Fund and Length of Service Award Programs.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Measurement Focus, Basis of Accounting and Basis of Presentation (Continued)

Description of Funds (Continued)

General Capital Fund - The receipts and expenditure records for the acquisition of general infrastructure and other capital facilities, other than those acquired in the Current Fund, are maintained in this Fund, as well as, related long-term debt accounts.

Utilities Funds - Water, Sewer and Swimming Pool Utilities are treated as separate entities. Each maintains its own Operating and Capital Funds which reflect revenue, expenditures, stewardship, acquisitions of utility infrastructure and other capital facilities, debt service, long-term debt and other related activity.

Public Assistance Trust Fund - Receipts and disbursements of funds that provide assistance to certain residents of the Township of Fairfield pursuant to the provisions of Title 44 of the New Jersey statutes are maintained in the Public Assistance Trust Fund.

Free Public Library - Budget Appropriations and State Aid are transferred to the Free Public Library bank account and are expended with the approval of the Library for its purposes. Interest on investments, Library fines and other revenue are retained by the Library and expended therefrom. The Library is the subject of a separate report.

Capital Fixed Assets - These accounts reflect estimated valuations of land, buildings and certain movable fixed assets of the Township as discussed under the caption of "Basis of Accounting".

Basis of Accounting

The accounting principles and practices prescribed for municipalities by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, differ in certain respects from accounting principles generally accepted in the United States of America. The accounting system is maintained on the modified accrual basis with certain exceptions. Significant accounting policies in New Jersey are summarized as follows:

Property Taxes and Other Revenue

Property taxes and other revenue are realized when collected in cash or approved by regulation for accrual from certain sources of the State of New Jersey and the Federal Government. Accruals of taxes and other revenue are otherwise deferred as to realization by the establishment of offsetting reserve accounts. GAAP requires such revenue to be recognized in the accounting period when they become susceptible to accrual, reduced by an allowance for doubtful accounts.

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 of Fairfield budget. GAAP requires such revenue to be recognized in the accounting period when they become susceptible 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 cancelled by the governing body or by statutory regulation, are automatically recorded as liabilities at December 31st of each year, under the title of "Appropriation Reserves".

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

Budgeted transfers to the Capital Improvement Fund are recorded as expenditures to the extent permitted by law.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Measurement Focus, Basis of Accounting and Basis of Presentation (Continued)

Basis of Accounting (Continued)

Expenditures (Continued)

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 of Local Government Services, to maintain an encumbrance accounting system. The directive states that contractual orders outstanding at December 31st 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 sick, vacation and compensatory pay are not recorded until paid. GAAP requires that the amount that would normally be liquidated with expendable available financial resources be recorded as an expenditure in the operating funds and the remaining obligations be recorded as a long-term obligation.

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.

Self-Insurance Contributions

Contributions to self-insurance funds are charged to budget appropriations. GAAP requires that payments be accounted for as an operating transfer and not as an expenditure.

Interfunds Receivable

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 opposite fund. GAAP does not require the establishment of an offsetting reserve.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Measurement Focus, Basis of Accounting and Basis of Presentation (Continued)

Basis of Accounting (Continued)

Inventories of Supplies

Materials and supplies purchased by all funds are recorded as expenditures.

An annual inventory of materials and supplies for the Water, Sewer and Swimming Pool Utilities are required, by regulation, to be prepared by Township personnel for inclusion on the Water, Sewer and Swimming Pool Utilities Operating Fund balance sheet. Annual changes in valuations, offset with a Reserve Account, are not considered as affecting results of operations. Materials and supplies of other funds are not inventoried nor included on their respective balance sheets.

Capital Fixed Assets

General:

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

GAAP requires that fixed assets be capitalized at historical or estimated historical cost if actual historical cost is not available. Depreciation on utility fixed assets should also be recorded.

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, Sewer and Swimming Pool 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 movable 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.

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.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Measurement Focus, Basis of Accounting and Basis of Presentation (Continued)

Basis of Accounting (Continued)

Capital Fixed Assets (Continued)

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

C. Basic Financial Statements

The GASB Codification also defines the financial statements of a governmental unit to be presented in the general purpose financial statements to be in accordance with GAAP. The Township of Fairfield presents the financial statements listed in the table of contents which are required by the Division of Local Government Services and which differ from the financial statements required by GAAP. In addition, the Division requires the financial statements listed in the table of contents to be referenced to the supplementary schedules. This practice differs from GAAP.

D. Recent Accounting Pronouncements Not Yet Effective

In March 2020, the Governmental Accounting Standards Board issued GASB Statement No. 94, "Public-Private and Public-Public Partnerships and Availability Payment Arrangements". The primary objective of this Statement is to improve financial reporting by addressing issues related to public-private and public-public partnership arrangements (PPPs). As used in this Statement, a PPP is an arrangement in which a government (the transferor) contracts with an operator (a governmental or nongovernmental entity) to provide public services by conveying control of the right to operate or use a nonfinancial asset, such as infrastructure or other capital asset (the underlying PPP asset), for a period of time in exchange or exchange-like transaction and is effective for reporting periods beginning after June 15, 2022. The Township is currently reviewing what effect, if any, this Statement might have on future financial statements.

In May 2020, the Governmental Accounting Standards Board issued GASB Statement No. 96, "Subscription-Based Information Technology Arrangements". This Statement provides guidance on the accounting and financial reporting for subscriptions-based information technology arrangements (SBITAs) for government end users (governments). This Statement (1) defines a SBITA; (2) establishes that a SBITA results in a right-to-use subscription asset - an intangible asset - and a corresponding subscription liability; (3) provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA; and (4) requires note disclosures regarding a SBITA and is effective for reporting periods beginning after June 15, 2022. The Township is currently reviewing what effect, if any, this Statement might have on future financial statements.

In April 2022, the Governmental Accounting Standards Board issued GASB Statement No. 99, "Summaries/Status". The objectives of this Statement are to enhance comparability in accounting and financial reporting and to improve the consistency of authoritative literature by addressing (1) practice issues that have been identified during implementation and application of certain GASB Statements and (2) accounting and financial reporting for financial guarantees.

The requirements of this Statement that are effective are as follows:

- The requirements related to extension of the use of LIBOR, accounting for SNAP distributions, disclosures of nonmonetary transactions, pledges of future revenues by pledging government as, clarification of certain provisions in Statement 34, as amended, and terminology updates related to Statement 53 and Statement 63 are effective upon issuance.
- The requirements related to leases, PPPs, and SBITAs are effective for fiscal years beginning after June 15, 2022, and all reporting periods thereafter.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Recent Accounting Pronouncements Not Yet Effective (Continued)

- The requirements related to financial guarantees and the classification and reporting of derivative instruments within the scope of Statement 53 are effective for fiscal years beginning after June 15, 2023, and all reporting periods thereafter.

The Township does not expect this Statement to impact its financial statements.

In June 2022, the Governmental Accounting Standards Board issued GASB Statement No. 101, "Compensated Absences". The objective of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. The requirements of this Statement are effective for fiscal years beginning after December 15, 2023. The Township is currently reviewing what effect, if any, this Statement might have on future financial statements.

2. CASH, CASH EQUIVALENTS AND INVESTMENTS

A. Cash and Cash Equivalents

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 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 of Local Government Services, municipalities are allowed to deposit funds in the Municipal Bond Insurance Association (MBIA) through their investment management company, the Municipal Investors Service Corporation.

In accordance with the provisions of the Governmental Unit Deposit Protection Act of New Jersey, 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.

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

2. CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)

A. Cash and Cash Equivalents (Continued)

As of December 31, 2022, the Township's cash, cash equivalents and investments consisted of:

	<u>2022</u>
TD Bank - Checking Account	\$ 12,725,474.55
BCB Bank - Checking Account	8,892,196.70
PNC Bank - Checking Account	3,449,655.63
Kearny Bank - Savings Account	2,116,756.71
Columbia Bank - Money Market Account	1,125,826.18
New Jersey Cash Management Fund	269,186.37
Change Funds	<u>270.00</u>
Total Cash and Cash Equivalents and Investments	<u>\$ 28,579,366.14</u>

Custodial Credit Risk - Deposits - Custodial credit risk is the risk that in the event of a bank failure, the deposits may not be returned. The Township does not have a specific deposit policy for custodial risk other than those policies that adhere to the requirements of statute, which requires cash be deposited only in New Jersey based bank institutions that participate in the New Jersey Governmental Depository Protection Act (GUDPA) or in qualified investments established in New Jersey Statutes 40A:5-15.1(a) that are treated as cash equivalents. Under the act, all demand deposits are covered by the Federal Deposit Insurance Corporation (FDIC). Public funds owned by the Township in excess of FDIC insured amounts are protected by GUDPA. As of December 31, 2022, of the cash balance in the bank, \$1,250,000.00 was covered by Federal Depository Insurance and \$28,224,625.61 was covered under the provisions of NJGUDPA.

Interest Rate Risk - This is the risk that changes in market interest rates that will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment the greater the sensitivity of its fair value to change in market interest rates. The Township's investment policy does not include limits on investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

As of December 31, 2022, the Township had investments in the State of New Jersey Cash Management Fund. The carrying amount of the investment at December 31, 2022 was \$269,186.37.

As of December 31, 2022, the Township had funds invested and on deposit in checking and New Jersey Cash Management Accounts. The amount on deposit of the Township's cash and cash equivalents and investments as of December 31, 2022 was \$29,474,625.61. These funds constitute "deposits with financial institutions" as defined by GASB Statement No. 40.

B. Investments

New Jersey P.L. 2017, c. 310 permits the Township to purchase various investments in accordance with the Township's Cash Management Plan.

3. TAXES AND TAX TITLE LIENS RECEIVABLE

Property assessments are determined on true values and taxes are assessed based upon these values. The residential tax bill includes the levies for the Township, County and School purposes. Certified adopted budgets are submitted to the County Board of Taxation by each taxing district. The tax rate is determined by the board upon the filing of these budgets.

3. TAXES AND TAX TITLE LIENS RECEIVABLE (Continued)

The tax bills are mailed by the Tax Collector annually in June and are payable in four quarterly installments due the first of August and November of the current year and a preliminary billing due the first of February and May of the subsequent year. The August and November billings represent the third and fourth quarter installments and are calculated by taking the total year tax levy less the preliminary first and second quarter installments due February and May. The preliminary levy is based on one-half of the current year's total tax.

Tax installments not paid by the above due dates are subject to interest penalties determined by a resolution of the governing body. The rate of interest in accordance with the aforementioned resolution is 8% per annum on the first \$1,500.00 of delinquency and 18% on any delinquency in excess of \$1,500.00. The resolution also sets a grace period of ten days before interest is calculated. In addition, any delinquency in excess of \$10,000.00 at the end of the calendar year is subject to a 6% penalty on the unpaid balance.

Taxes unpaid on the 11th day of the eleventh month in the fiscal year when the taxes become in arrears are subject to the tax sale provisions of the New Jersey statutes. The municipality may institute in rem foreclosure proceedings after six months from the date of the sale if the lien has not been redeemed.

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

Comparative Schedule of Tax Rates

	<u>2022</u>	<u>2021</u>	<u>2020*</u>	<u>2019</u>	<u>2018</u>
Tax Rate	<u>\$2.003</u>	<u>\$2.027</u>	<u>\$1.933</u>	<u>\$2.269</u>	<u>\$2.186</u>
Apportionment of Tax Rate:					
Municipal	\$0.473	\$0.447	\$0.452	\$0.507	\$0.514
Municipal Open Space	0.010	0.010	0.010	0.010	0.010
County	0.488	0.533	0.485	0.572	0.544
County Open Space	0.016	0.017	0.016	0.018	0.017
Local School	0.387	0.381	0.374	0.449	0.444
Regional High School	0.592	0.601	0.562	0.673	0.620
Library	0.037	0.038	0.034	0.040	0.037

*Revaluation

Assessed Valuations

<u>Year</u>	<u>Amount</u>
2022	\$ 3,197,117,500.00
2021	3,205,111,977.00
2020*	3,200,092,527.00
2019	2,608,105,459.00
2018	2,583,625,333.00

*Revaluation

3. TAXES AND TAX TITLE LIENS RECEIVABLE (Continued)

Comparison of Tax Levies and Collections

<u>Year</u>	<u>Tax Levy</u>	<u>Collections</u>	<u>Percentage of Collections</u>
2022	\$ 64,279,342.97	\$ 63,362,045.18	98.57 %
2021	65,229,877.39	64,274,276.17	98.54
2020	61,976,425.21	61,353,969.80	99.00
2019	59,380,763.73	58,244,303.63	98.09
2018	56,707,539.06	55,848,380.84	98.48

Delinquent Taxes and Tax Title Liens

<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>
2022	\$ 1,780,469.77	\$664,978.24	\$ 2,445,448.01	3.80 %
2021	1,715,069.82	568,169.81	2,283,239.63	3.50
2020	1,712,783.78	513,528.79	2,226,312.57	3.59
2019	1,648,652.62	565,994.36	2,214,646.98	3.73
2018	1,544,597.36	727,132.20	2,271,729.56	4.01

4. PROPERTY ACQUIRED BY TAX TITLE LIEN LIQUIDATION

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

<u>Year</u>	<u>Amount</u>
2022	\$4,760,200.00
2021	4,760,200.00
2020	4,760,200.00
2019	4,760,200.00
2018	4,760,200.00

5. WATER CONSUMER ACCOUNTS RECEIVABLE

The Township of Fairfield maintains a utility fund for the billing and collection of water rents. Billings are done on a quarterly basis.

A comparison of Water Utility billings and collections for the past five (5) years are as follows:

<u>Year</u>	<u>Billing</u>	<u>Collections*</u>
2022	\$ 2,341,693.51	\$ 2,298,489.31
2021	2,289,823.79	2,299,336.79
2020	2,287,311.65	2,269,769.64
2019	2,171,975.52	2,152,500.64
2018	2,223,163.03	2,231,790.44

*Collections include amounts that were levied in prior years.

6. SEWER RENTALS RECEIVABLE

The Township of Fairfield maintains a utility fund for the billing and collection of sewer user charges. Billings are done on a quarterly basis.

A comparison of billings and collections for the past five (5) years are as follows:

<u>Year</u>	<u>Billing</u>	<u>Collection*</u>
2022	\$ 4,669,186.60	\$ 4,556,024.55
2021	4,729,290.89	4,751,523.60
2020	4,844,182.76	4,819,387.97
2019	4,705,296.67	4,660,531.49
2018	4,890,854.46	4,894,063.88

*Collections include amounts that were levied in prior years.

7. SWIMMING POOL UTILITY

Swimming Pool Utility membership and guest fee collections for the past five (5) years are as follows:

<u>Year</u>	<u>Membership</u>	<u>Guests</u>
2022**	\$ -	\$ -
2021*	-	-
2020*	439.75	-
2019	127,574.00	5,167.00
2018	118,709.14	7,719.00

*The Swimming Pool was closed due to COVID.

**The Swimming Pool was not opened.

8. FUND BALANCES APPROPRIATED

	<u>Year</u>	<u>Balance December 31</u>	<u>Utilized in Budgets of Succeeding Year</u>
Current Fund:	2022	\$ 11,341,259.17	\$ 3,550,000.00
	2021	11,101,693.28	3,550,000.00
	2020	10,155,480.69	3,300,000.00
	2019	9,745,351.53	2,950,000.00
	2018	8,497,901.70	3,700,000.00
Water Utility Operating Fund:	2022	602,470.47	527,775.00
	2021	503,469.36	500,000.00
	2020	1,045,848.16	790,000.00
	2019	1,213,221.74	638,200.00
	2018	1,428,594.31	561,600.00

8. FUND BALANCES APPROPRIATED (Continued)

	<u>Year</u>	<u>Balance December 31</u>	<u>Utilized in Budgets of Succeeding Year</u>
Sewer Utility Operating Fund:	2022	\$3,168,163.49	\$ 1,114,414.34
	2021	3,067,677.56	652,012.00
	2020	2,959,679.68	605,809.00
	2019	2,639,454.33	767,671.00
	2018	3,016,451.96	661,072.00
Swimming Pool Utility Operating Fund:	2022	32,265.83	10,882.98
	2021	38,229.67	38,229.67
	2020	46,730.17	46,730.17
	2019	70,340.43	50,000.00
	2018	67,543.69	52,050.00

9. PENSION PLANS

Description of Systems

Substantially all of the Township's employees participate in one of the following contributory defined benefit public employee retirement systems which have been established by State statute: the Public Employees' Retirement System (PERS) or the Police and Firemen's Retirement System (PFRS). These systems are sponsored and administered by the New Jersey Division of Pensions and Benefits. The Public Employees' Retirement System and the Police and Firemen's Retirement System are considered a cost-sharing multiple-employer plan.

The amount of the Township's contribution is certified each year by PERS and PFRS on the recommendation of the actuary, who makes an annual actuarial valuation. The valuation is based on a determination of the financial condition of the retirement system. It includes the computation of the present dollar value of benefits payable to former and present members and the present dollar value of future employer and employee contributions, giving effect to mortality among active and retired members and also to the rates of disability, retirement, withdrawal, former service, salary and interest. In accordance with State statute, the long-term expected rate of return on plan investments is determined by the State Treasurer, after consultation with the Directors of the Division of Investment and Division of Pensions and Benefits, the board of trustees and the actuaries. Specific information on actuarial assumptions and rates of return can be found at www.state.nj.us/treasury/pensions/annrpts.shtml.

The actuarially determined employer contribution includes funding for cost-of-living adjustments and noncontributory death benefits in the PERS and PFRS. In the PERS and PFRS the employer contribution includes funding for post-retirement medical premiums.

	<u>PERS</u>		
	<u>2022</u>	<u>2021</u>	<u>2020</u>
Covered Employee Payroll	\$ 3,176,781	\$ 3,067,516	\$ 3,053,982
Total Payroll	8,885,253	9,627,110	9,088,504
Actuarial Contribution Requirements	514,475	479,603	469,234
Total Contributions	752,734	709,667	698,283
Employer Share	514,475	479,603	469,234
% of Covered Payroll	16.19%	15.63%	15.36%
Employee's Share	238,259	230,064	229,049
% of Covered Payroll	7.50%	7.50%	7.50%

9. PENSION PLANS (Continued)

Description of Systems (Continued)

	PFRS		
	<u>2022</u>	<u>2021</u>	<u>2020</u>
Covered Employee Payroll	\$ 4,598,449	\$ 4,073,540	\$ 3,973,205
Total Payroll	8,885,253	9,627,110	9,088,504
Actuarial Contribution Requirements	1,450,328	1,327,233	1,254,632
Total Contributions	1,910,237	1,734,567	1,653,678
Employer Share	1,450,328	1,327,233	1,254,632
% of Covered Payroll	31.54%	32.58%	31.58%
Employee's Share	459,909	407,334	399,046
% of Covered Payroll	10.00%	10.00%	10.04%

Assumptions

The collective total PERS and PFRS pension liability for June 30, 2022 measurement date was determined by an actuarial valuation as of July 1, 2021 using an actuarial experience study for the period July 1, 2018 to June 30, 2021 for PERS and for the period July 1, 2018 to June 30, 2021 for PFRS. The pension liability was rolled forward to June 30, 2022. The actuarial valuation used an inflation rate of 2.75% for price and 3.25% for wage, projected salary increases through 2026 of 2.75% to 6.55% for PERS and through all future years 3.25% to 16.25% for PFRS based on years of service and an investment rate of return of 7.00%.

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

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

The discount rate used to measure the total pension liability was 7.00% for PERS and 7.00% for PFRS as of June 30, 2022. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers and the nonemployer contributing entity will be based on 100% of the actuarially determined contributions for the State employer and 100% of actuarially determined contributions for the local employers. Based on those assumptions, the plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all projected benefit payments to determine the total pension liability. More information on mortality rates and other assumptions, and investment policies, can be found at www.state.nj.us/treasury/pensions/annrpts.shtml.

9. PENSION PLANS (Continued)

Description of Systems (Continued)

Public Employees' Retirement System:

The Public Employees' Retirement System (PERS) was established as of January 1, 1955 under the provisions of N.J.S.A. 43:15A to provide retirement, death, disability and medical benefits to certain qualified members. The Public Employees' Retirement System is a cost-sharing multiple-employer plan. Membership is mandatory for substantially all full-time employees of the State of New Jersey or any county, municipality, school district or public agency, provided the employee is not required to be a member of another State-administered retirement system or other state of local jurisdiction.

Significant Legislation

P.L. 2011, c. 78, effective June 28, 2011, made various changes to the manner in which PERS operates and to the benefit provisions of that system. Provisions impacting employee pension and health benefits include:

- New members of PERS hired on or after June 28, 2011 (Tier 5 members), will need 30 years of creditable service and age 65 for receipt of the early retirement benefit without a reduction of ¼ to 1 percent for each month that the member is under age 65.
- The eligibility age to qualify for a service retirement in the PERS is increased from age 62 to 65 for Tier 5 members.
- Active member contribution rates will increase. PERS active member rates increase from 5.5 percent of annual compensation to 6.5 percent plus an additional 1 percent phased-in over 7 years. For Fiscal Year 2013, the member contribution rates increased in July 2013. The phase-in of the additional incremental member contributions for PERS members will take place in July of each subsequent fiscal year.
- The payment of automatic cost-of-living adjustment (COLA) additional increases to current and future retirees and beneficiaries is suspended until reactivated as permitted by this law.

In addition, the method for amortizing the pension systems' unfunded accrued liability changed (from a level percent of pay method to a level dollar of pay).

The following presents the Township's proportionate share of the Collective PERS net pension liability calculated using the discount rate of 7.00% and 7.00% as of June 30, 2022 and 2021, respectively, as well as what the PERS net pension liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the assumed rate.

**Sensitivity of the Township's Proportionate Share of the Collective PERS
Net Pension Liability to Changes in the Discount Rate**

	At 1% Decrease (6.00%)	At Current Discount Rate (7.00%)	At 1% Increase (8.00%)
2022	<u>\$ 7,976,790</u>	<u>\$ 6,209,034</u>	<u>\$ 4,704,603</u>
	At 1% Decrease (6.00%)	At Current Discount Rate (7.00%)	At 1% Increase (8.00%)
2021	<u>\$ 6,679,124</u>	<u>\$ 4,903,171</u>	<u>\$ 3,397,720</u>

9. PENSION PLANS (Continued)

Public Employees' Retirement System: (Continued)

Special Funding Situation

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

	<u>2022</u>	<u>2021</u>
Employer Net Pension Liability	\$ 6,156,892.00	\$ 4,851,454.00
Nonemployer Proportional Share of the Net Pension Liability	<u>52,142.00</u>	<u>51,717.00</u>
	<u>\$ 6,209,034.00</u>	<u>\$ 4,903,171.00</u>

Police and Firemen's Retirement System:

The Police and Firemen's Retirement System (PFRS) was established in July, 1944 under the provisions of N.J.S.A. 43:16A to provide coverage to substantially all full-time county and municipal police and firemen and State firemen appointed after June 30, 1944. Membership is mandatory for such employees. Members may opt for Service Retirement if over age 55 or Special Retirement at any age if they have a minimum of 25 years of service or 20 years of service if enrolled in the PFRS as of January 18, 2000. Retirement benefits vary depending on age and years of service.

Chapter 428, Public Law of 1999, effective January 18, 2000, allows a member, age 55 and older with 20 or more years of service, to retire with a benefit equaling 50% of final compensation, in lieu of the regular retirement allowance available to the member. Final compensation means the compensation received by the member in the last twelve months of creditable service preceding retirement.

In addition, a member of the system as of the effective date of this law may retire with 20 or more years of service with a retirement allowance of 50% of final compensation, regardless of age, and if required to retire because of attaining the mandatory retirement age of 65, an additional 3% of final compensation for every additional year of creditable service up to 25 years.

P.L. 2011, c. 78, effective June 28, 2011, made various changes to the manner in which PFRS operates and to the benefit provisions of that system.

This new legislation's provisions impacting employee pension and health benefits include:

- The annual benefit under special retirement for new PFRS members enrolled after June 28, 2011 (Tier 3 members), will be 60 percent instead of 65 percent of the members' final compensation plus 1 percent for each year of creditable service over 25 years but not to exceed 30 years.

9. PENSION PLANS (Continued)

Police and Firemen's Retirement System: (Continued)

The following presents the Township's proportionate share of the Collective PFRS net pension liability calculated using the discount rate of 7.00% and 7.00% as of June 30, 2022 and 2021, respectively, as well as what the PFRS net pension liability would be if it were calculated using a discount rate of one percentage point lower or one percentage point higher than the assumed rate.

**Sensitivity of the Township's Proportionate Share of the Collective PFRS
Net Pension Liability to Changes in the Discount Rate**

	At 1% Decrease <u>(6.00%)</u>	At Current Discount Rate <u>(7.00%)</u>	At 1% Increase <u>(8.00%)</u>
2022	<u>\$ 20,631,372</u>	<u>\$ 15,036,259</u>	<u>\$ 10,378,301</u>
	At 1% Decrease <u>(6.00%)</u>	At Current Discount Rate <u>(7.00%)</u>	At 1% Increase <u>(8.00%)</u>
2021	<u>\$ 16,194,027</u>	<u>\$ 10,664,709</u>	<u>\$ 6,062,149</u>

Special Funding Situation

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

	<u>2022</u>	<u>2021</u>
Employer Net Pension Liability	\$ 12,764,545.00	\$ 8,323,676.00
Nonemployer Proportional Share of the Net Pension Liability	<u>2,271,714.00</u>	<u>2,341,033.00</u>
	<u>\$ 15,036,259.00</u>	<u>\$ 10,664,709.00</u>

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

Although the Division administers one cost-sharing multiple-employer defined benefit pension plan, separate (sub) actuarial valuations are prepared to determine the actuarially determined contribution rate by group. Following this method, the measurement of the collective net pension liability, deferred outflows of resources, deferred inflows of resources and pension expense excluding that attributable to employer-paid member contributions are determined separately for each individual employer of the State and local groups.

9. PENSION PLANS (Continued)

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

To facilitate the separate (sub) actuarial valuations, the Division maintains separate accounts to identify additions, deductions, and fiduciary net position applicable to each group. The allocation percentages presented for each group in the schedule of employer allocations are applied to amounts presented in the schedules of pension amount by employer. The allocation percentages for each group as of June 30, 2022 and 2021 are based on the ratio of each employer's contributions to total employer contributions of the group for the fiscal years ended June 30, 2022 and 2021, respectively.

Following is the total of the Township's portion of the PERS and PFRS net pension liabilities, deferred outflows of resources and deferred inflows of resources related to pensions and the pension expense and expenditures for the fiscal year ended June 30, 2022:

	<u>PERS</u>	<u>PFRS</u>
Net Pension Liabilities	\$ 6,156,892	\$ 12,764,545
Deferred Outflow of Resources	487,459	2,195,396
Deferred Inflow of Resources	1,251,374	836,560
Pension Expense	(480,569)	123,071
Contributions Made After Measurement Date	514,475	1,450,328

GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, requires participating employers in PERS to recognize their proportionate share of the collective net pension liability, collected deferred outflows of resources, collective deferred inflows of resources and collective pension expense excluding that attributable to employer-paid member contributions. The employer allocation percentages presented in the PERS schedule of employer allocations and applied to amounts presented in the PERS schedule of pension amounts by employer are based on the ratio of the contributions as an individual employer to total contributions to the PERS and PFRS during the years ended June 30, 2022 and 2021. The Township's proportionate share of the collective net pension liability as of June 30, 2022 and 2021 was .0408% and .0410% for PERS and .1115% and .1139% for PFRS, respectively.

It is important to note that New Jersey's municipalities and counties do not follow GAAP accounting principles and, as such, do not follow GASB requirements with respect to recording the net pension liability as a liability on their balance sheets. However, N.J.A.C. 5:30-6.1(c)(2) requires municipalities and counties to disclose GASB 68 information in the Notes to the Financial Statements.

At June 30, 2022, the amount determined as the Township's proportionate share of the PERS net pension liability was \$6,156,892. For the year ended June 30, 2022, the Township would have recognized PERS pension expense of \$(480,569). At June 30, 2022, deferred outflows of resources and deferred inflows of resources related to the PERS pension are as follows:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference Between Expected and Actual Experience	\$ 44,438	\$ 39,188
Change of Assumptions	19,076	921,930
Net Difference Between Projected and Actual Investment Earnings	254,828	
Net Changes in Proportion	169,117	290,256
Total Contributions and Proportionate Share of Contributions After the Measurement Date	<u>514,475</u>	
	<u>\$ 1,001,934</u>	<u>\$ 1,251,374</u>

9. PENSION PLANS (Continued)

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

At June 30, 2022, the amount determined as the Township's proportionate share of the PFRS net pension liability was \$12,764,545. For the year ended June 30, 2022, the Township would have recognized PFRS pension expense of \$123,071. At June 30, 2022, deferred outflows of resources and deferred inflows of resources related to the PFRS pension are as follows:

	<u>Outflows of Resources</u>	<u>Inflows of Resources</u>
Difference Between Expected and Actual Experience	\$ 577,757	\$ 230,756
Change of Assumptions	34,963	474,141
Net Difference Between Projected and Actual Investment Earnings	1,168,857	
Net Change in Proportions	413,819	131,663
Total Contributions and Proportionate Share of Contributions After the Measurement Date	<u>1,450,328</u>	
	<u>\$ 3,645,724</u>	<u>\$ 836,560</u>

Long-Term Expected Rate of Return

In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2022) is determined by the State Treasurer, after consultation with the Directors of the Division of Investment and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic rates of return for each major asset class included in the pension plan's target asset allocation as of June 30 2022 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
US Equity	27.00%	8.12%
Non-U.S. Developed Markets Equity	13.50%	8.38%
Emerging Markets Equity	5.50%	10.33%
Private Equity	13.00%	11.80%
Real Estate	8.00%	11.19%
Real Assets	3.00%	7.60%
High Yield	4.00%	4.95%
Private Credit	8.00%	8.10%
Investment Grade Credit	7.00%	3.38%
Cash Equivalents	4.00%	1.75%
U.S. Treasuries	4.00%	1.75%
Risk Mitigation Strategies	3.00%	4.91%

9. PENSION PLANS (Continued)

Contributions Required and Made

Contributions made by employees for PERS and PFRS are currently 7.50% and 10.0% of their base wages, respectively. Employer contributions are actuarially determined on an annual basis by the Division of Pensions. Contributions to the plan for the past three (3) years are as follows:

<u>Year</u>	<u>PERS</u>		<u>PFRS</u>	
	<u>Township</u>	<u>Employees</u>	<u>Township</u>	<u>Employees</u>
2022	\$ 499,236.00	\$ 238,259.00	\$ 1,386,733.00	\$ 459,909.00
2021	488,484.00	230,064.14	1,313,038.00	407,334.00
2020	443,069.00	229,049.14	1,187,177.00	397,320.50

The Township of Fairfield, in accordance with the provisions of Public Law 2009, c. 19 (S21), elected by resolution of the governing body to defer the 50% of their 2009 normal and accrued pension liability for the PERS and PFRS pension retirement system obligation in the amount of \$496,879.00. This deferred pension liability will be repaid over a 15 year period which started in April 2012.

10. LEASES

In June 2017, the GASB issued GASB No. 87, Leases.

The Township has commitments to lease copying equipment, postage machines, sewer utility services, health services, and fire hydrant services under operating leases. Future minimum lease payments are as follows:

<u>Year</u>	<u>Operating Leases</u>
2023	\$ 28,748.44
2024	27,104.44
2025	18,708.38
2026	12,441.97
2027	1,600.00
Later	9,600.00
Total Future Minimum Lease Payments	<u>\$ 98,203.23</u>

Sewer utility services and health services do not have fixed payments. Whatever is collected by the Township is instead turned over to the lessor. Therefore, these leases are not included in the total future minimum lease payments.

The Township is also the lessor to several lease agreements involving cell towers, fuel services, sewer capacity services, Class III Special Law Enforcement Officer services and leaf composting services. These leases were classified as operating leases. Future minimum lease receivables are as follows:

10. LEASES (Continued)

<u>Year</u>	<u>Operating Leases</u>
2023	\$ 200,285.68
2024	171,836.32
2025	143,487.32
2026	109,357.49
2027	84,163.24
Later	<u>150,000.00</u>
Total Future Minimum Lease Receivables	<u>\$ 859,130.05</u>

Sufficient information for Township fuel services was not available for audit. Class III Special Law Enforcement Officer services and leaf composting services do not have fixed payments. Whatever is collected by the Township is instead turned over to the lessee. Therefore, the leases are not included in the total future minimum lease payments.

11. DEFINED CONTRIBUTION RETIREMENT PROGRAM

Description of System

The Defined Contribution Retirement Program (DCRP) was established on July 1, 2007 for certain public employees under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007. The program provides eligible members, with a minimum base salary of \$1,500.00 or more, with a tax-sheltered, defined contribution retirement benefit, in addition to life insurance and disability coverage. The DCRP is jointly administered by the Division of Pensions and Benefits and Prudential Financial.

If the eligible elected or appointed official will earn less than \$5,000.00 annually, the official may choose to waive participation in the DCRP for that office or position. This waiver is irrevocable.

As of May 21, 2010, the minimum base salary required for eligibility in the DCRP was increased to \$5,000.00.

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

The law requires that three classes of employees enroll in the DCRP, detailed as follows:

- All elected officials taking office on or after July 1, 2007, except that a person who is reelected to an elected office held prior to that date without a break in service may remain in the Public Employees' Retirement System (PERS).
- A Governor appointee with the advice and consent of the Legislature or who serves at the pleasure of the Governor only during that Governor's term of office.
- Employees enrolled in the PERS on or after July 1, 2007 or employees enrolled in the PERS after May 21, 2010 who earn salary in excess of established "maximum compensation" limits.
- Employees otherwise eligible to enroll in the PERS on or after November 2, 2008 who do not earn the minimum salary for PERS Tier 3, but who earn salary of at least \$5,000.00.
- Employees otherwise eligible to enroll in the PERS after May 21, 2010, who do not work the minimum number of hours per week required for PERS Tier 4 or Tier 5 enrollment (32 hours per week) but who earn salary of at least \$5,000.00 annually.

11. DEFINED CONTRIBUTION RETIREMENT PROGRAM (Continued)

Description of System (Continued)

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

Contributions Required and Made

Contributions made by employees for DCRP are currently at 5.5% of their base wages. The employer contribution is 4.05% which includes a member contribution match of 3.0%, Group Life Insurance is .74% of gross wages and Long-Term Disability is .31% of gross wages.

Contributions to the plan for the past year is as follows:

<u>Year</u>	<u>Township</u>	<u>Employees</u>
2022	\$ 13,040.46	\$ 17,709.08

12. VOLUNTEER LENGTH OF SERVICE AWARD PLAN (LOSAP)

The Township has established a Volunteer Length of Service Award Plan ("LOSAP") ("Plan") to ensure retention of the Township's volunteer fire department. The Plan shall be construed under the laws of the State of New Jersey and is established with the intent that it meets the requirements of a "Length of Service Award Plan under Section 457(c)11 of the Internal Revenue Code". The LOSAP financial statements have not been nor are they required to be audited.

13. POST-EMPLOYMENT BENEFITS OTHER THAN PENSION

Plan Description

The Township of Fairfield, by contractual agreement, provides medical benefits to Township employees who retire in accordance with the provisions of the Police and Firemen's Retirement System. The Township also provides medical coverage to surviving spouses and dependents until the age of 26 of any officer retiring with 25 years or more of service. Such coverage expires when the spouse becomes eligible for Medicare at which time the Township will pay the Part B premium and provide supplemental insurance or if the spouse remarries.

In addition, by resolution of the Township Council, the Township provides medical benefits to other retired employees with 25 years of service. The Township will also reimburse the retired employee for Federal Medicare premiums, cover the cost of medical and Medicare premiums and provide supplemental insurance for the spouse of the retired employee.

Spouses dependents until the age of 26 of the employees will also be covered, however should the employee predecease their spouse, the spouse will retain the same benefits until they are eligible for Medicare when the Township will pay Part B premiums and provide supplemental insurance. Also upon remarrying, the spouse will not be eligible for any medical coverage.

GASB Statement 75, Accounting and Financial Reporting for Post-Employment Benefits Other Than Pensions, applies to government employees who provide OPEB plans to their employees. The primary objective of GASB Statement 75 is to improve accounting and financial reporting by state and local governments for Post-Employment Benefits other than pensions. GASB Statement 75 replaces the requirements of GASB Statement 45.

13. POST-EMPLOYMENT BENEFITS OTHER THAN PENSION (Continued)

Funding Policy

Contributions to pay for medical benefits of participating retirees are billed to the Township of Fairfield on a monthly basis.

The Township of Fairfield's payments for the year ended December 31, 2022 was \$1,148,047.00.

Actuarial Valuations

The Township of Fairfield has contracted with an actuary and received an actuarial certification regarding the plan in accordance with the requirements of GASB 75.

Total OPEB Liability

The Total OPEB Liability ("TOL") is the actuarial accrued liability. As of December 31, 2022, it is \$63,285,918 based upon a discount rate of 3.72% per annum and the plan provisions in effect on December 31, 2022. This liability is broken out as follows:

(1) Actives	\$ 20,683,426
(2) Retirees	42,602,492
(3) Total	63,285,918

Net OPEB Liability

The Net OPEB Liability ("NOL") as of December 31, 2022 is \$63,285,918 based upon a discount rate of 3.72% per annum and the plan provisions in effect on December 31, 2022. There are no plan assets to offset the liability. This liability is broken out as follows:

(1) TOL	\$ 63,285,918
(2) Fiduciary Net Position (Assets)	0
(3) NOL	63,285,918

Actuarial Assumptions

The following assumptions were made by the actuarial in their calculations:

- Mortality Pub2010 "General" Classification Headcount Weighted Mortality with General Improvement using Scale MP-2021
- Turnover NJ State Pensions Ultimate Withdrawal Rates - Prior to Benefits Eligibility
- Assumed Retirement Age At First Eligibility after the Completion of 25 Years of Service
- Full Attribution Period Service to Assumed Retirement Age
- Annual Discount Rate 3.72% Based on Bond Buyer 20 Index December 31, 2022
2.06% Based on Bond Buyer 20 Index December 31, 2021
- Medical Trend Medical: 5.3% in 2022, reducing by 0.2% per annum, leveling at 4.5% per annum in 2026
Drug: 6.5% in 2022, reducing by 0.5% per annum, leveling at 5% per annum in 2026
- CPI Increase 2.5%

13. POST-EMPLOYMENT BENEFITS OTHER THAN PENSION (Continued)

Actuarial Assumptions (Continued)

- **Rate of Salary Increase** 2.5%
- **Medical Cost Aging Factor** NJ SHBP Medical Morbidity Rates
- **Attribution Period** The attribution period begins with the date of hire and ends with full benefits eligibility date.
- **Per Capita Cost Methods** - The valuation reflects per capita net premium costs based on actual 2022 medical premiums and prescription drug premiums and the plan option selected. The age specific cost was derived based on per person costs at the average age of the active population (44) and scaled to each age based on the medical cost aging factors. At age 65, Medicare becomes the primary payor of medical benefits and consequentially, per capita plan costs are offset by Medicare payments. Thus, post 65 costs were decreased using the assumption that Medicare picks up 66.7% of medical costs.
- **Retiree Contributions** - NJ Chapter 78 requires that certain future retirees contribute toward the cost of their benefits. Specifically, those who had retired prior to passage of Chapter 78 and those employees that had more than 25 years of service on the date of passage are grandfathered. All others are subject to the contribution rates in effect when they retire, but not less than 1.5% of their annual retirement allowance from the Public Employees' Retirement System. For purposes of this valuation and for conservatism, we have assumed that future retiree contributions percentage rates will not increase. Thus, we assumed that a future retiree will contribute his/her current employee contribution as reported by the Township increased annually by the rate of medical trend.
- **Actuarial Valuation Method** - Entry Age Normal Funding Method based on a level percentage of salary. 2022 salaries were reported as \$2.571 million.

Changes in the Net OPEB Liability

	<u>Net OPEB Liability</u>
Net OPEB Liability as of January 1, 2022	<u>\$ 71,304,521</u>
Changes Recognized for the Year:	
Service Cost	728,440
Interest on Total OPEB Liability - Over Measurement Period	1,469,887
Changes in Assumptions	(10,408,605)
Benefit Payments	(1,358,407)
Differences Between Expected and Actual Experience	<u>1,550,082</u>
Net Changes	<u>(8,018,603)</u>
Net OPEB Liability December 31, 2022	<u><u>\$ 63,285,918</u></u>

13. POST-EMPLOYMENT BENEFITS OTHER THAN PENSION (Continued)

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

The following presents the total OPEB liability as of December 31, 2022, calculated using the discount rate as disclosed above as well as what the total OPEB liability would be if it was calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate:

	December 31, 2022		
	At 1% Decrease <u>(2.72%)</u>	At Discount Rate <u>(3.72%)</u>	At 1% Increase <u>(4.72%)</u>
Total OPEB Liability	\$ 72,699,477	\$ 63,285,918	\$ 55,776,085

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

The following presents the total OPEB liability as of December 31, 2022, calculated using the healthcare trend rate as disclosed above as well as what the total OPEB liability would be if it was calculated using a healthcare trend rate that is one percentage point lower or one percentage point higher than the current rate:

	December 31, 2022		
	1% <u>Decrease</u>	Healthcare Cost <u>Trend Rate</u>	1% <u>Increase</u>
Total OPEB Liability	\$ 56,405,463	\$ 63,285,918	\$ 71,827,400

Total OPEB Expense

The Total OPEB Expense ("TOE") is the measure of annual cost based on the actuarial funding method utilized. It is comprised of the "Service Cost" (aka "normal cost") which is the portion of future liabilities attributable to the measurement year, plus interest on the NOL during the year. As of the measurement date, the plan had no assets to offset any portion of the NOL.

The TOE as of December 31, 2022 is \$1,596,647 based upon a discount rate of 3.72% per annum and the plan provisions in effect on December 31, 2022.

14. 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. Pursuant to N.J.S.A. 40A:2-8.1, bond anticipation notes, which are issued to temporarily finance capital projects, cannot be renewed past the third anniversary unless an amount equal to at least the first legally required installment is paid prior to each anniversary and must be paid off within ten years and five months or retired by the issuance of bonds.

14. MUNICIPAL DEBT (Continued)

Summary of Municipal Debt (Excluding Current and Operating Debt)

	<u>Year 2022</u>	<u>Year 2021</u>	<u>Year 2020</u>
<u>Issued</u>			
General:			
Bonds and Notes	\$19,863,000.00	\$19,968,000.00	\$20,354,881.00
Water Utility:			
Bonds and Notes	1,051,000.00	1,161,000.00	1,201,750.00
Sewer Utility:			
Bonds and Notes	238,000.00	298,000.00	298,000.00
Swimming Pool Utility:			
Bonds and Notes		36,400.00	40,200.00
	<u>21,152,000.00</u>	<u>21,463,400.00</u>	<u>21,894,831.00</u>
 <u>Authorized but Not Issued</u>			
General:			
Bonds and Notes	1,991,471.20	967,471.20	110,590.20
Water Utility:			
Bonds and Notes	10,500.00	10,500.00	9,750.00
Sewer Utility:			
Bonds and Notes	135,500.00	135,500.00	135,500.00
Swimming Pool Utility:			
Bonds and Notes	68,000.00	68,000.00	68,000.00
	<u>2,205,471.20</u>	<u>1,181,471.20</u>	<u>323,840.20</u>
Total Debt	23,357,471.20	22,644,871.20	22,218,671.20
Less: Reserve for Debt Service	<u>52,535.09</u>	<u>52,535.09</u>	<u>52,535.09</u>
Net Bonds and Notes Issued and Authorized but Not Issued	<u>\$23,304,936.11</u>	<u>\$22,592,336.11</u>	<u>\$22,166,136.11</u>

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 0.597%.

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
Regional High School	\$ 1,261,937.50	\$1,261,937.50	\$
Water Utility	1,061,500.00	1,061,500.00	
Sewer Utility	373,500.00	373,500.00	
Swimming Pool Utility	68,000.00	68,000.00	
General	<u>21,854,471.20</u>	<u>52,535.09</u>	<u>21,801,936.11</u>
	<u>\$24,619,408.70</u>	<u>\$2,817,472.59</u>	<u>\$21,801,936.11</u>

Net debt, \$21,801,936.11, divided by Average Equalized Valuation Basis per N.J.S. 40A:2-2 as amended, \$3,650,690,577.00 equals 0.597%.

14. MUNICIPAL DEBT (Continued)

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

3 1/2% of Equalized Valuation Basis	\$127,774,170.20
Net Debt	<u>21,801,936.11</u>
Remaining Borrowing Power	<u><u>\$105,972,234.09</u></u>

School Debt Deductions

Local School Debt is deductible up to the extent of 2.50% of the Average Equalized Assessed Valuations of real property for the Local School District. As of December 31, 2022, local school district debt was the sum of \$ - 0 - . Regional High School Debt is deductible in full. Regional High School Debt apportioned to the Township of Fairfield as of December 31, 2022 was the sum of \$1,261,937.50.

Calculation of "Self-Liquidating Purposes" Water Utility per N.J.S. 40A:2-45

Surplus and Cash Receipts from Fees, Rents or Other Charges for Year		\$ 2,886,419.56
Deductions:		
Operating and Maintenance Costs	\$ 2,695,000.00	
Debt Service per Water Utility Operating Fund	<u>143,413.64</u>	
		<u>2,838,413.64</u>
Excess in Revenue		<u><u>\$ 48,005.92</u></u>

There being an excess in revenue, all Water Utility Debt is deductible for Debt Statement purposes.

Calculation of "Self-Liquidating Purposes" Sewer Utility per N.J.S. 40A:2-45

Surplus and Cash Receipts from Fees, Rents or Other Charges for Year		\$5,294,465.47
Deductions:		
Operating and Maintenance Costs	\$5,053,212.00	
Debt Service per Sewer Utility Operating Fund	<u>66,633.75</u>	
		<u>5,119,845.75</u>
Excess in Revenue		<u><u>\$ 174,619.72</u></u>

There being an excess in revenue, all Sewer Utility Debt is deductible for Debt Statement purposes.

14. MUNICIPAL DEBT (Continued)

Calculation of "Self-Liquidating Purposes" Swimming Pool Utility per N.J.S. 40A:2-45

Surplus and Cash Receipts from Fees, Rents or Other Charges for Year		\$68,162.39
Deductions:		
Operating and Maintenance Costs	\$30,229.67	
Debt Service per Swimming Pool Utility Operating Fund	<u>36,400.00</u>	
		<u>66,629.67</u>
Excess in Revenue		<u>\$ 1,532.72</u>

There being an excess in revenue, all Swimming Pool Utility Debt is deductible for Debt Statement purposes.

The foregoing debt information is in agreement with the Revised Annual Debt Statement filed by the Chief Financial Officer.

As of December 31, 2022, the Township's long-term debt is as follows:

General Capital Bonds

Serial Bonds:

\$5,316,000.00, 2013 Bonds due in annual installments of \$326,000.00 to \$410,000.00 through August 2028, interest at 3.00% to 4.00%.	\$ 2,326,000.00
\$15,300,000.00, 2021 Bonds due in annual installments of \$500,000.00 to \$925,000.00 through February 2041, interest at 1.00% to 3.00%.	<u>14,725,000.00</u>
	<u>\$ 17,051,000.00</u>

Water Utility Bonds

Serial Bonds:

\$758,000.00, 2013 Bonds due in annual installments of \$38,000.00 to \$40,000.00 through August 2033, interest at 3.00% to 4.60%.	\$ 438,000.00
\$683,000.00, 2021 Bonds due in annual installments of \$53,000.00 to \$70,000.00 through February 2031, interest at 1.00% to 3.00%.	<u>613,000.00</u>
	<u>\$ 1,051,000.00</u>

Sewer Utility Bonds

Serial Bonds:

\$298,000.00, 2021 Bonds due in annual installments of \$58,000.00 to \$60,000.00 through February 2026, interest at 2.00% to 3.00%.	<u>\$ 238,000.00</u>
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14. MUNICIPAL DEBT (Continued)

Bond Anticipation Notes

Outstanding Bond Anticipation Notes are summarized as follows:

	<u>Interest Rate</u>	<u>Amount</u>
General Capital Fund:	4.25 %	\$ 912,000.00
	4.25	1,045,000.00
	4.25	<u>855,000.00</u>
		<u><u>\$2,812,000.00</u></u>

Statutory requirements for providing sums equivalent to legally payable installments for the redemption of notes (Budget Appropriations) and permanent funding (Bond Issues) are summarized as follows:

<u>Original Notes Issued</u>	<u>Legal Installments Due</u>	<u>Permanent Funding Required as of May 1</u>
2020	2023 - 2030	2031
2022	2025 - 2032	2033

14. MUNICIPAL DEBT (Continued)

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

Calendar Year	Total	General		Water Utility		Sewer Utility	
		Principal	Interest	Principal	Interest	Principal	Interest
2023	\$ 1,595,084.25	\$ 960,000.00	\$ 367,290.00	\$ 110,000.00	\$ 31,854.25	\$ 60,000.00	\$ 65,940.00
2024	1,564,709.25	960,000.00	341,365.00	110,000.00	28,904.25	60,000.00	64,440.00
2025	1,421,934.25	910,000.00	313,690.00	110,000.00	25,604.25	60,000.00	62,640.00
2026	1,385,314.25	910,000.00	284,340.00	110,000.00	22,104.25	58,000.00	58,870.00
2027	1,291,344.25	910,000.00	252,940.00	110,000.00	18,404.25		
2028	1,270,744.25	926,000.00	220,040.00	110,000.00	14,704.25		
2029	1,205,504.25	900,000.00	184,500.00	110,000.00	11,004.25		
2030	1,184,454.25	900,000.00	166,500.00	110,000.00	7,954.25		
2031	1,155,543.63	900,000.00	156,937.50	93,000.00	5,606.13		
2032	1,089,798.00	900,000.00	146,250.00	40,000.00	3,548.00		
2033	1,074,748.00	900,000.00	135,000.00	38,000.00	1,748.00		
2034	1,023,187.50	900,000.00	123,187.50				
2035	1,010,250.00	900,000.00	110,250.00				
2036	994,500.00	900,000.00	94,500.00				
2037	976,500.00	900,000.00	76,500.00				
2038	859,500.00	800,000.00	59,500.00				
2039	843,500.00	800,000.00	43,500.00				
2040	877,000.00	850,000.00	27,000.00				
2041	934,250.00	925,000.00	9,250.00				
	<u>\$ 21,875,866.13</u>	<u>\$ 17,051,000.00</u>	<u>\$ 3,112,540.00</u>	<u>\$ 1,051,000.00</u>	<u>\$ 171,436.13</u>	<u>\$ 238,000.00</u>	<u>\$ 251,890.00</u>

The interest reflected above is on the cash basis for all funds.

14. MUNICIPAL DEBT (Continued)

Bonds and Notes Authorized but Not Issued

	<u>Balance</u> <u>Dec. 31, 2022</u>	<u>Balance</u> <u>Dec. 31, 2021</u>
General Capital Fund:		
General Improvements	\$1,991,471.20	\$ 967,471.20
Water Utility Capital Fund:		
General Improvements	10,500.00	10,500.00
Sewer Utility Capital Fund:		
General Improvements	135,500.00	135,500.00
Swimming Pool Utility Capital Fund:		
General Improvements	<u>68,000.00</u>	<u>68,000.00</u>
	<u>\$2,205,471.20</u>	<u>\$1,181,471.20</u>

15. CAPITAL ASSETS (FIXED ASSETS)

Capital asset activity for the years ended December 31, 2022 and 2021 was as follows:

<u>Governmental</u> <u>Activities</u>	<u>Balance</u> <u>Dec. 31, 2021</u>	<u>Additions</u>	<u>Retirement</u>	<u>Balance</u> <u>Dec. 31, 2022</u>
Buildings and Improvements	\$ 4,469,700.00	\$	\$	\$ 4,469,700.00
Land	27,097,700.00	2,558,100.00	601,000.00	29,054,800.00
Vehicles	5,344,049.00			5,344,049.00
Other Furniture and Equipment	<u>4,390,849.00</u>			<u>4,390,849.00</u>
Total	<u>\$41,302,298.00</u>	<u>\$2,558,100.00</u>	<u>\$601,000.00</u>	<u>\$43,259,398.00</u>
<u>Governmental</u> <u>Activities</u>	<u>Balance</u> <u>Dec. 31, 2020</u>	<u>Additions</u>	<u>Retirement</u>	<u>Balance</u> <u>Dec. 31, 2021</u>
Buildings and Improvements	\$ 4,469,700.00	\$	\$	\$ 4,469,700.00
Land	27,097,700.00			27,097,700.00
Vehicles	5,344,049.00			5,344,049.00
Other Furniture and Equipment	<u>4,390,849.00</u>			<u>4,390,849.00</u>
Total	<u>\$41,302,298.00</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$41,302,298.00</u>

16. INTERFUND RECEIVABLES AND PAYABLES

As of December 31, 2022, interfund receivables and payables that resulted from various interfund transactions were as follows:

<u>Fund</u>	<u>Due from Other Funds</u>	<u>Due to Other Funds</u>
Current Fund	\$1,719,276.53	\$1,355,947.64
Federal and State Grant Fund	373,606.86	301,553.30
Assessment Trust Fund	10,828.94	4,788.12
Animal Control Trust Fund		15,739.51
General Trust Fund	1,535.44	1,389,712.40
Community Development Block Grant Fund		140,151.63
Municipal Open Space Trust Fund	442,140.07	
General Capital Fund	1,735,721.86	428,427.47
Water Operating Fund	167,188.13	399,727.64
Water Capital Fund	36,349.25	6,928.52
Sewer Operating Fund	8,924.06	460,333.18
Sewer Assessment Trust Fund	13,698.00	11,020.79
Sewer Capital Fund	17,543.49	7,602.21
Swimming Pool Operating Fund	28,995.75	5,809.64
Swimming Pool Capital Fund	927.87	28,994.20
	<u>\$4,556,736.25</u>	<u>\$4,556,736.25</u>

17. DEFERRED SCHOOL TAXES

The Local School District Tax and the Regional High School Tax were raised on the school year basis and liability deferred by statute, resulting in school taxes payable set forth in liabilities computed as follows:

	<u>Local School District Balance Dec. 31, 2022</u>	<u>Regional High School Balance Dec. 31, 2022</u>
*Balance of Tax	\$ 6,187,921.46	\$ 9,457,105.44
Amount Deferred	<u>6,187,921.46</u>	<u>9,457,105.44</u>
Tax Payable (Cash Liability)	<u>\$ -</u>	<u>\$ -</u>

*Required for school operations for the six month period following December 31st.

18. DEFERRED CHARGES TO BE RAISED IN SUCCEEDING YEARS' BUDGETS

Certain expenditures are required to be deferred to budgets of succeeding years. At December 31, 2022, the following deferred charge is shown on the balance sheet of the Current Fund:

	<u>Balance Dec. 31, 2022</u>	<u>2023 Budget Appropriation</u>	<u>Raised in Subsequent Budget</u>
Current Fund:			
Overexpenditure of Appropriations	\$ 7,352.03	\$	\$ 7,352.03
Special Emergency Appropriation	<u>245,000.00</u>	<u>95,000.00</u>	<u>150,000.00</u>
	<u>\$ 252,352.03</u>	<u>\$ 95,000.00</u>	<u>\$ 157,352.03</u>

19. DEFERRED COMPENSATION PLAN

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

Statutory and regulatory requirements governing the establishment and operation of Deferred Compensation Plans have been codified in the New Jersey Administrative Code under the reference N.J.A.C. 5:37.

The "Small Business Job Protective Act of 1996" revised several provisions of Section 457 of the Internal Revenue Code. A provision of the act required that all existing plans be modified to provide that the funds be held for the exclusive benefit of the participating employees and their beneficiaries.

The Township of Fairfield authorized such modifications to their plan by resolution of the Township Council adopted September 28, 1998.

The Administrator for the Township of Fairfield's Deferred Compensation Plan is AXA Equitable Life Insurance Company and Mass Mutual Life Insurance Company.

The Plan was subject to a review only as defined by the New Jersey Division of Local Government Services and the American Institute of Certified Public Accountants. A review consists principally of inquires of Township officials and analytical procedures applied to financial data. It is substantially less in scope than an examination in accordance with generally accepted auditing standards. The audit of the program lies within the scope of the audit of the independent accountants of AXA Equitable Life Insurance Company.

20. RISK MANAGEMENT

The Township of Fairfield is a member of the Suburban Essex Joint Insurance Fund with respect to General Liability, Property, Workers' Compensation and Employer Liability.

Members may be subject to additional assessments and are also responsible for their respective share of the fund's liabilities, should the fund be dissolved.

21. CONTINGENT LIABILITY

A. Compensated Absences

The Township of Fairfield has an accrued sick policy plan whereby eligible employees may receive one-half of accumulated sick time not to exceed twenty days. Employees are compensated for unused vacation days.

It is estimated that the sum of \$285,497.89 would be payable to fifty-three (53) officials and employees as of December 31, 2022 for accumulated vacation and sick days. This amount was not verified by audit.

Provisions for the above are not reflected on the financial statements of the Township, however, the Township has a reserve of \$391,500.00 as of December 31, 2022.

B. Tax Appeal

As of October 25, 2023, there were two hundred and seventy (270) tax appeals pending before the New Jersey Tax Court with an assessed valuation of \$1,579,831,900.00. Potential liability was undeterminable.

Judgments favorable to the taxpayers generally extend to two years following the year judged and would also subject the Township to a liability for statutory interest based upon the amount of taxes refunded from the date of payment to the date of refund (R.S. 54:3-27.2).

C. Federal and State Awards

The Township participates in several federal and state grant programs which are governed by various rules and regulations of the grantor agencies; therefore, to the extent that the Township has not complied with the rules and regulations governing the grants, refunds of any money received may be required and the collectibility of any related receivable at December 31, 2022 may be impaired. In the opinion of management, there are no significant contingent liabilities relating to compliance with the rules and regulations governing the respective grants; therefore, no provisions have been recorded in the accompanying statutory basis financial statements for such contingencies.

D. Other

A general liability claim against the Township of Fairfield was settled in the year 2012 for the sum of \$1,425,000.00. Liability coverage for the Township was provided by the Municipal Excess Liability Joint Insurance Fund (MEL). An agreement was entered into with the MEL whereby the MEL would pay the entire settlement costs and the Township would reimburse the MEL 50% of these costs over a ten year period. The agreement provides that payments of \$71,250.00 would commence on January 1, 2013 and each January thereafter through January 2023. All payments were completed at December 31, 2022.

E. Arbitrage Rebate Calculation

In 1985, under the Tax Reform Act, the Arbitrage Rebate Law went into effect requiring issuers of tax exempt debt obligations to rebate to the Federal Government all of the earnings in excess of the yield on investments of proceeds of such debt issuances (the "rebate arbitrage"). The Rebate Regulations apply to obligations issued after August 31, 1986. The arbitrage rebate liability must be calculated every installment computation date (last day of the fifth bond year) or earlier if the bonds are retired, defeased or refunded and pay at least 90% of the rebatable arbitrage (plus any earnings thereon) within 60 days after such date.

F. Payments in Lieu of Taxes (PILOT)

Under N.J.S.A. 40A:20-12, each municipality is required to annually remit to the County five percent (5%) of the annual service charge for each long-term PILOT financial agreement entered into by the municipality.

21. CONTINGENT LIABILITY (Continued)

G. Litigation

There is no significant litigation or any contingent liabilities, unasserted claims or assessments or statutory violations which would affect the financial position or results of operations of the Township.

General liability claims pending against the Township are handled by insurance carriers.

22. SECONDARY MARKET DISCLOSURE

Solely for purposes of complying with Rule 1602-12 of the Securities and Exchange Commission, as amended and interpreted from time to time (the "Rule"), and provided that the Bonds are not exempt from the Rule and provided that the Bonds are not exempt from the requirements in accordance with Paragraph (d) of the Rule, for so long as the Bonds remain outstanding (unless the Bonds have been wholly defeased), the municipality shall provide for the benefit of the holders of the Bonds and the beneficial owners thereof various financial documents relating to the financial conditions of the Municipal Securities Rulemaking Board through the Electronic Municipal Access Data Port (the "MSRB").

23. SUBSEQUENT EVENT

The Township of Fairfield has evaluated subsequent events that occurred after the balance sheet date but before December 1, 2023. No items were determined to require disclosure.

TOWNSHIP OF FAIRFIELD
CURRENT FUND

CASH RECEIPTS, DISBURSEMENTS AND RECONCILIATION
TREASURER

A-4

	<u>Ref.</u>	<u>Current Fund</u>	<u>Grant Fund</u>	
Balance December 31, 2021	A	\$16,064,748.02		\$
Increased by Receipts:				
Collector	A-5	\$68,072,238.12		\$
Interfunds Receivable	A-13	2,291,436.20		
Federal and State Grants Receivable	A-17		358,002.33	
Reserve for Municipal Relief Fund	A-20	61,287.08		
Interfunds Payable	A-22		444,150.58	
Township's Matching Funds for Grants	A-28		14,000.00	
Unappropriated Reserves	A-29		2,756.12	
		70,424,961.40		
		86,489,709.42		818,909.03
				818,909.03
Decreased by Disbursements:				
Budget Appropriations	A-3	19,701,546.76		
Interfunds Receivable	A-13	2,062,319.13		
Appropriation Reserves	A-18	1,057,440.82		
Tax Overpayments	A-19	185,088.67		
Interfunds Payable	A-22		391,146.39	
County Taxes	A-23	16,191,150.59		
Local School District Tax	A-24	12,295,458.00		
Regional High School Taxes	A-25	19,084,316.02		
Municipal Open Space Taxes	A-26	319,712.00		
Federal and State Grant Programs:				
Appropriated	A-28		427,762.64	
		70,897,031.99		818,909.03
				818,909.03
Balance December 31, 2022	A	\$15,592,677.43		\$ -
<u>Bank Reconciliation December 31, 2022</u>				
Balance per Statements:				
PNC Bank:				
Account #81-0142-8686		\$ 3,335,522.05		
TD Bank:				
Account #3452885534		3,588,489.57		
BCB Bank:				
Account #2822900003		5,225,860.65		
Account #2822900055		2,079,289.27		
Kearny Bank:				
Account #803009101		2,116,756.71		
		16,345,918.25		
Plus: Deposit-in-Transit		\$ 10,000.00		
Due from Bank		26.02		
In-Transit Items		84,512.98		
		94,539.00		
		16,440,457.25		
Less: Outstanding Checks		476,905.67		
In-Transit Items		370,874.15		
		847,779.82		
		\$15,592,677.43		

TOWNSHIP OF FAIRFIELD
CURRENT FUND

CASH RECEIPTS, DISBURSEMENTS AND RECONCILIATION
TAX COLLECTOR

A-5

	<u>Ref.</u>		
Balance December 31, 2021	A		\$ 2,142.40
Increased by Receipts:			
Interest and Costs on Taxes	A-2a	\$ 146,133.37	
Miscellaneous Revenue Not Anticipated	A-2e	364,661.76	
Due from State of New Jersey (Ch. 129, P.L. 1976)	A-8	45,250.00	
Taxes Receivable	A-9	63,196,869.11	
Revenue Accounts Receivable	A-12	3,779,685.73	
Tax Overpayments	A-19	322,474.02	
Prepaid Taxes	A-27	<u>217,501.63</u>	
			<u>68,072,575.62</u>
			68,074,718.02
Decreased by Disbursements:			
Payments to Treasurer	A-4		<u>68,072,238.12</u>
Balance December 31, 2022	A		<u>\$ 2,479.90</u>
<u>Bank Reconciliation December 31, 2022</u>			
Balance per Statement:			
TD Bank:			
Account #345-3103645			\$ 75,513.89
Plus: Due from Bank			
Other		\$ 2.90	
		<u>9,822.87</u>	
			<u>9,825.77</u>
			85,339.66
Less: In-Transit Items			
			<u>82,859.76</u>
			<u>\$ 2,479.90</u>

TOWNSHIP OF FAIRFIELD
CURRENT FUND

CASH - MONEY MARKET ACCOUNT

A-6

	<u>Ref.</u>	
Balance December 31, 2021	A	\$ 150,112.86
Increased by:		
Accrued Interest	A-12	<u>2,655.37</u>
Balance December 31, 2022	A	<u>\$ 152,768.23</u>
 <u>Bank Reconciliation December 31, 2022</u>		
Balance per Statement:		
Columbia Bank,		
Fairfield, New Jersey:		
Account #024804518		
		<u>\$ 152,768.23</u>

CHANGE FUNDS

A-7

	<u>Ref.</u>	
Balance December 31, 2021	A	<u>\$ 270.00</u>
Balance December 31, 2022	A	<u>\$ 270.00</u>
 <u>Analysis of Balance</u>		
Tax Collector		\$ 100.00
Municipal Court		150.00
Police Department		<u>20.00</u>
		<u>\$ 270.00</u>

TOWNSHIP OF FAIRFIELD
CURRENT FUND

DUE FROM STATE OF NEW JERSEY
PER CHAPTER 129, P.L. 1976

A-8

	<u>Ref.</u>		
Balance December 31, 2021	A		\$ 4,635.85
Increased by:			
Deductions per Tax Billings:			
Senior Citizens		\$ 2,500.00	
Veterans		<u>43,000.00</u>	
		45,500.00	
Less: Deductions Disallowed by Tax Collector:			
Senior Citizens		<u>354.04</u>	
		45,145.96	
Plus: Deductions Allowed by Tax Collector:			
Veterans	A-2b,9	<u>500.00</u>	<u>45,645.96</u>
			<u>50,281.81</u>
Decreased by:			
2021 Deductions Disallowed by Tax Collector	A-1	500.00	
Collections	A-5	<u>45,250.00</u>	
			<u>45,750.00</u>
Balance December 31, 2022	A		<u>\$ 4,531.81</u>

TOWNSHIP OF FAIRFIELD
CURRENT FUND

TAXES RECEIVABLE AND ANALYSIS OF PROPERTY TAX LEVY

A-9

Year	Balance Dec. 31, 2021	2022 Levy	Added Taxes	2021	2022	Due from State of New Jersey	Tax Overpayments Applied	Transfers to Tax Title Liens	Cancelled	Balance Dec. 31, 2022
2013	\$ 412.59									\$ 412.59
2014	547.68									547.68
2015	565.32									565.32
2016	616.84									616.84
2017	613.76									613.76
2018	612.08									612.08
2019	5,547.72									5,547.72
2020	4,577.34									4,577.34
2021	554,676.48									5,723.82
	568,169.81		500.00		545,688.26		3,764.40			19,217.15
			500.00	552,028.40	62,651,180.85	45,645.96	3,764.40			645,761.09
2022	\$568,169.81	64,279,342.97	\$500.00	\$552,028.40	\$63,196,869.11	\$45,645.96	\$116,954.37	65,399.95	206,136.75	\$ 664,978.24
	Reference	A	Reserve	A-27	A-2b.5	A-8	A-2b.19	A-10	Reserve	A

ANALYSIS OF 2022 PROPERTY TAX LEVY

Tax Yield	Ref.
General Purpose Tax:	
General Purpose Tax	
Business Personal Property Tax	
Added Taxes (N.J.S. 54:4-63.1 et seq.)	
\$63,882,095.33	
156,169.90	
64,038,265.23	
241,077.74	
\$16,120,552.02	
60,836.78	
\$16,181,388.80	
12,375,846.00	
18,914,211.00	
320,915.08	
16,306,616.53	
180,365.56	
\$64,279,342.97	

TOWNSHIP OF FAIRFIELD
CURRENT FUND

TAX TITLE LIENS

A-10

	<u>Ref.</u>	
Balance December 31, 2021	A	\$1,715,069.82
Increased by:		
Transfers from Taxes Receivable	A-9	<u>65,399.95</u>
Balance December 31, 2022	A	<u>\$1,780,469.77</u>

PROPERTY ACQUIRED FOR TAXES
AT ASSESSED VALUATION

A-11

	<u>Ref.</u>	
Balance December 31, 2021	A	<u>\$4,760,200.00</u>
Balance December 31, 2022	A	<u>\$4,760,200.00</u>

TOWNSHIP OF FAIRFIELD
CURRENT FUND

REVENUE ACCOUNTS RECEIVABLE

A-12

<u>Source</u>	<u>Ref.</u>	<u>Balance</u> <u>Dec. 31, 2021</u>	<u>Accruals</u>	<u>Collections</u>	<u>Balance</u> <u>Dec. 31, 2022</u>
<u>Budget Revenue</u>					
Clerk:					
ABC Licenses	A-2a	\$	\$ 46,281.00	\$ 46,281.00	\$
Other Licenses	A-2c		9,100.00	9,100.00	
Hotel Inspection Fees	A-2a		44,451.00	44,451.00	
Construction Code Official:					
Building Permits	A-2a		394,089.00	394,089.00	
Other Fees and Permits	A-2c		152,032.69	152,032.69	
Police:					
Fees and Permits	A-2c		5,859.18	5,859.18	
Registrar of Vital Statistics:					
Fees and Permits	A-2c		5,115.00	5,115.00	
Magistrate:					
Fines and Costs	A-2a	15,488.93	195,749.95	199,718.70	11,520.18
Fire Inspector:					
Fire Prevention Fees	A-2a		296,538.26	296,538.26	
Hazardous Chemical Control Fees	A-2a		75,038.76	75,038.76	
Engineer:					
Fees and Permits	A-2c		35,258.29	35,258.29	
Escrow Fees	A-2a		258.80	258.80	
Site Plan	A-2a		100.00	100.00	
State of New Jersey:					
Energy Receipts Tax	A-2a		1,174,895.00	1,174,895.00	
Garden State Trust Pilot	A-2a		10,447.00	10,447.00	
Uniform Fire Safety Fees	A-2a		214,491.35	214,491.35	
Hotel and Motel Occupancy Fees	A-2a		557,433.05	557,433.05	
Other:					
Interest on Investments	A-2a		157,502.73	157,502.73	
Comcast Franchise Fees	A-2a		67,812.69	67,812.69	
Cellular Tower Rental	A-2a		187,769.06	187,769.06	
Verizon FIOS Franchise Fee	A-2a		69,531.46	69,531.46	
ECIA Annual Payment	A-2a		110,000.00	110,000.00	
Open Space - Share of Debt Service - Interest on Bonds	A-2a		106,250.00	106,250.00	
Open Space - Share of Debt Service - Principal on Bonds	A-2a		200,000.00	200,000.00	
		<u>\$ 15,488.93</u>	<u>\$ 4,116,004.27</u>	<u>\$ 4,119,973.02</u>	<u>\$ 11,520.18</u>
<u>Reference</u>	<u>A</u>		<u>Reserve</u>	<u>Below</u>	<u>A</u>
			<u>Ref.</u>		
			Collections	A-5	\$ 3,779,685.73
			Interest on Investments and Deposits:		
			Accrued Interest	A-6	2,655.37
			Interfunds Receivable	A-13	337,631.92
				Above	<u>\$ 4,119,973.02</u>

TOWNSHIP OF FAIRFIELD
CURRENT FUND

INTERFUNDS RECEIVABLE
CURRENT FUND

A-13

Ref.	Total	Federal and State Grant Fund	Assessment Trust Fund	Animal Control Trust Fund	General Trust Fund	Community Development Block Grant Fund	Municipal Open Space Trust Fund	General Capital Fund	Water Operating Fund	Sewer Operating Fund	Swimming Pool Operating Fund
Balance December 31, 2021	A \$ 1,333,537.90	\$	\$5,081.85	\$12,201.94	\$ 911,124.64	\$61,851.63	\$	\$	\$199,348.24	\$141,919.96	\$2,009.64
Increased by:											
Sewer Utility Current Year Surplus	A-2a 300,000.00									300,000.00	
Miscellaneous Revenue Not Anticipated:											
Administrative Fees:											
Outside Employment of Off-Duty Police Officers	A-2e 132,282.50				132,282.50						
Statutory Excess - Animal Control Fund	A-2e 3,462.57			3,462.57							
Advances	A-4 444,150.58	444,150.58									
Expenses Paid by Current Fund	A-4 1,618,168.55				1,461,637.09				92,379.40	64,152.06	
Open Space - Share of Debt Service	A-12 306,250.00					306,250.00					
Interest and Costs on Assessments	A-12 563.74		563.74								
Interest on Investments and Deposits	A-12 30,818.18		332.53		16,375.75	633.46		13,476.44			
			896.27	3,462.57	1,610,295.34	633.46		13,476.44	92,379.40	364,152.06	
			5,978.12	15,664.51	2,521,419.98	62,485.09		13,476.44	291,727.64	506,072.02	2,009.64
			444,150.58	444,150.58							
Decreased by:											
Settlements	A-4 2,291,436.20		2,320.00		1,682,866.20					300,000.00	
Transfers from Interfund Payable	A-21 158,521.29	142,597.28			2,447.57			13,476.44			
		142,597.28	2,320.00		1,685,313.77			13,476.44		300,000.00	
			\$3,658.12	\$15,664.51	\$ 836,106.21	\$62,485.09	\$	\$	\$291,727.64	\$206,072.02	\$2,009.64
Balance December 31, 2022	A \$ 1,719,276.53	\$301,553.30	\$3,658.12	\$15,664.51	\$ 836,106.21	\$62,485.09	\$	\$	\$291,727.64	\$206,072.02	\$2,009.64

TOWNSHIP OF FAIRFIELD
CURRENT FUND

INTERFUNDS RECEIVABLE
FEDERAL AND STATE GRANT FUND

A-14

	<u>Ref.</u>	<u>Total</u>	<u>Current Fund</u>	<u>General Capital Fund</u>
Balance December 31, 2021	A	\$516,204.14	\$142,597.28	\$373,606.86
Decreased by:				
Interfund Transfers	A-22	<u>142,597.28</u>	<u>142,597.28</u>	<u> </u>
Balance December 31, 2022	A	<u>\$373,606.86</u>	<u>\$ -</u>	<u>\$373,606.86</u>

TOWNSHIP OF FAIRFIELD
CURRENT FUND

DEFERRED CHARGES

A-15

	<u>Ref.</u>	
Increased by:		
Overexpenditure of Appropriations	A-3	<u>\$7,352.03</u>
Balance December 31, 2022	A	<u><u>\$7,352.03</u></u>

TOWNSHIP OF FAIRFIELD
CURRENT FUND

A-16

DEFERRED CHARGES
N.J.S. 40A:4-55 SPECIAL EMERGENCY AUTHORIZATION

<u>Date Authorized</u>	<u>Purpose</u>	<u>Net Amount Authorized</u>	<u>1/5 of Net Amount Authorized</u>	<u>Balance Dec. 31, 2021</u>	<u>Budget Appropriation</u>	<u>Balance Dec. 31, 2022</u>
11-26-18	Revaluation of Real Property	\$225,000.00	\$ 45,000.00	\$ 90,000.00	\$45,000.00	\$ 45,000.00
12-27-21	Tropical Storm Ida	250,000.00	50,000.00	<u>250,000.00</u>	<u>50,000.00</u>	<u>200,000.00</u>
				<u>\$340,000.00</u>	<u>\$95,000.00</u>	<u>\$245,000.00</u>
	<u>Reference</u>			<u>A</u>	<u>A-3</u>	<u>A</u>

TOWNSHIP OF FAIRFIELD
CURRENT FUND

FEDERAL AND STATE GRANTS RECEIVABLE

A-17

<u>Program</u>	<u>Balance</u> <u>Dec. 31, 2021</u>	<u>2022</u> <u>Grants</u>	<u>Decrease</u>	<u>Balance</u> <u>Dec. 31, 2022</u>
<u>State Grants</u>				
Municipal Alliance and Drug Abuse Program:				
2022	\$	\$ 22,906.00	\$	\$ 22,906.00
2021	22,906.00		13,679.46	9,226.54
2020	76.81			76.81
2019	52,262.26			52,262.26
2018	5,160.74			5,160.74
2012	21,298.06			21,298.06
2011	11,789.56			11,789.56
2010	47,437.99			47,437.99
2009	21,765.91			21,765.91
2008	32.10			32.10
2007	24.79			24.79
2006	3,731.26			3,731.26
Municipal Alliance Program - Division on Mental Health and Addiction Services Youth Leadership Grant:				
2022		3,499.49		3,499.49
Child Passenger Safety	475.68			475.68
Hazard Mitigation	55,725.00			55,725.00
Comprehensive Traffic Safety Grant	75.00			75.00
Clean Communities Program:				
2022		19,106.56	19,106.56	
Alcohol Education, Rehabilitation and Enforcement Fund:				
2022		5,527.63	5,527.63	
2014	3,072.17			3,072.17
Office of Emergency Management - EMAA Recycling Tonnage		10,000.00	10,000.00	
New Jersey Department of Environmental Protection		20,267.72	20,267.72	
Highway Safety Fund "Safe Corridors":	184,800.00			184,800.00
2018	9,588.40			9,588.40
2017	474.02			474.02
2014	29,514.06			29,514.06
2012	23,903.63			23,903.63
Body Armor Fund		1,988.84	1,988.84	
New Jersey Department of Transportation:				
Spielman Road	42,981.77			42,981.77
Stewart Place and Evans Street	325,000.00			325,000.00
Phillips Drive Reconstruction	300,000.00			300,000.00
Kulick Road Reconstruction	410,000.00			410,000.00
Gloria Lane Reconstruction		316,840.00		316,840.00
Daniel Road West and Edison Place		320,000.00		320,000.00
Body Cameras Grant		105,650.00	105,650.00	
<u>Federal Grants</u>				
Passed-Through New Jersey Department of Transportation Trust Fund:				
Lehigh Drive	34,519.89			34,519.89
Big Piece Road - Section VII	23,408.44			23,408.44
Big Piece Road - Section X	35,699.20			35,699.20
Beverly Road - Section II	72,119.84			72,119.84
Industrial Road:				
2011	25,541.98			25,541.98
2012	250,000.00			250,000.00
Bulletproof Vest Program:				
2022		2,731.12	2,731.12	
2007	2,075.75			2,075.75
Drive Sober or Get Pulled Over:				
2022		22,610.00	15,610.00	7,000.00
2013	3,725.00			3,725.00
2012	675.00			675.00
COPS Hiring Recovery Program:				
2012	0.01			0.01
2011	4,476.58			4,476.58
FEMA:				
National Preparedness	13,462.00			13,462.00
Hazard Mitigation Grant I	157,500.00		157,500.00	
Hazard Mitigation Grant II	75,000.00			75,000.00
<u>Other Grants</u>				
National Night Out - Police		5,941.00	5,941.00	
	<u>\$2,270,298.90</u>	<u>\$857,068.36</u>	<u>\$358,002.33</u>	<u>\$2,769,364.93</u>

Reference

A

A-2a

A-4

A

90

TOWNSHIP OF FAIRFIELD
CURRENT FUND

A-18
Sheet #1

APPROPRIATION RESERVES

<u>Appropriations</u>	<u>Balance</u> <u>Dec. 31, 2021</u>	<u>Balance</u> <u>After</u> <u>Transfers</u>	<u>Expended</u>	<u>Lapsed</u>
	<u>Encumbered</u>	<u>Unencumbered</u>		
<u>APPROPRIATIONS WITHIN "CAPS"</u>				
<u>GENERAL GOVERNMENT</u>				
Administrative and Executive:				
Salaries and Wages	\$ 2,984.67	\$ 2,984.67		\$ 2,984.67
Other Expenses	109.69	11,316.93	10,938.72	378.21
Mayor and Council:				
Salaries and Wages	250.04	250.04		250.04
Township Clerk:				
Salaries and Wages	14,394.68	4,394.68		4,394.68
Other Expenses	32,541.33	34,165.35	2,146.98	32,018.37
Central Purchasing:				
Other Expenses	13,470.24	13,470.24	4,724.63	8,745.61
Financial Administration:				
Salaries and Wages	15,770.77	5,770.77		5,770.77
Other Expenses:				
Postage	1,000.00	1,000.00		1,000.00
Miscellaneous Other Expenses	38,489.86	10,864.86	3,013.90	7,850.96
Payroll Costs	2,089.67	5,565.21	5,514.71	50.50
Assessment of Taxes:				
Salaries and Wages	18,049.76	8,049.76		8,049.76
Other Expenses	12,065.32	21,065.32	10,073.98	10,991.34
Collection of Taxes:				
Salaries and Wages	1,674.67	1,674.67		1,674.67
Other Expenses	11,450.18	12,035.40	2,775.38	9,260.02
Legal Services and Costs:				
Other Expenses:				
Contractual	7,117.34	62,678.91	16,036.94	53,759.31
Engineering Services and Costs:				
Salaries and Wages	4,015.54	4,015.54		4,015.54
Other Expenses	1,824.55	1,824.55	1,033.39	791.16
Public Buildings and Grounds:				
Other Expenses	14,622.70	100,377.30	117,880.00	20.00

TOWNSHIP OF FAIRFIELD
CURRENT FUND

A-18
Sheet #2

APPROPRIATION RESERVES

Appropriations	Balance Dec. 31, 2021		Balance After Transfers	Expended	Lapsed
	<u>Encumbered</u>	<u>Unencumbered</u>			
<u>APPROPRIATIONS WITHIN "CAPS"</u>					
<u>GENERAL GOVERNMENT</u>					
Municipal Land Use Law (N.J.S. 40:55D-1):					
Planning Board:					
Salaries and Wages		\$ 297.74	\$ 297.74		\$ 297.74
Other Expenses		2,156.01	2,156.01	1,801.96	354.05
Board of Adjustment:					
Salaries and Wages		989.40	989.40		989.40
Other Expenses		5,872.87	5,872.87		5,872.87
Environmental Commission:					
Salaries and Wages		400.00	400.00		400.00
Other Expenses		1,000.00	1,000.00		1,000.00
Municipal Court:					
Salaries and Wages		5,093.68	5,093.68		5,093.68
Other Expenses	512.00	230.21	1,142.21	905.41	236.80
Insurance:					
General Liability		1,687.50	1,687.50		1,687.50
Employee Group Health		339,545.43	339,545.43		337,317.93
Stream Cleaning:				2,227.50	
Salaries and Wages		12,000.00	12,000.00		12,000.00
Other Expenses		7,734.00	7,734.00		7,734.00
<u>PUBLIC SAFETY</u>					
Fire:					
Other Expenses	6,067.97	11,617.27	17,685.24	13,172.20	4,513.04
Police:					
Salaries and Wages		245,844.60	313,844.60	313,844.60	4,669.15
Other Expenses	22,286.68	2,846.67	25,133.35	20,464.20	
Fire Prevention Bureau:					
Salaries and Wages		3,426.93	3,426.93		3,426.93
Other Expenses	1,710.48	19,875.91	21,586.39	2,192.79	19,393.60
Emergency Management Services:					
Salaries and Wages		10,000.92	0.92		0.92
Other Expenses	1,800.00	1,255.40	3,055.40	3,055.40	

TOWNSHIP OF FAIRFIELD
CURRENT FUND

A-18
Sheet #3

APPROPRIATION RESERVES

<u>Appropriations</u>	<u>Balance</u> <u>Dec. 31, 2021</u>	<u>Balance</u> <u>After</u> <u>Transfers</u>	<u>Expended</u>	<u>Lapsed</u>
	<u>Encumbered</u>	<u>Unencumbered</u>		
<u>APPROPRIATIONS WITHIN "CAPS"</u>				
<u>STREETS AND ROADS</u>				
Road Repairs and Maintenance:				
Salaries and Wages	\$ 953.51	\$ 17,681.54		\$ 17,681.54
Other Expenses		60,971.04	5,313.37	56,611.18
State of Emergency - Tropical Storm Ida:				
Salaries and Wages		1,607.39	690.72	916.67
Other Expenses	6,000.58	4,918.07	10,918.65	
Repairs and Maintenance of Vehicles:				
Salaries and Wages		6,736.93		6,736.93
Other Expenses	9,339.48	45,925.61	14,631.79	40,633.30
<u>HEALTH AND WELFARE</u>				
Board of Health:				
Other Expenses		814.00		814.00
Garbage and Trash Removal:				
Other Expenses - Contractual	560.00	197,267.64	191,500.02	327.62
Human Services:				
Other Expenses		10,000.00		10,000.00
<u>RECREATION AND EDUCATION</u>				
Parks and Playgrounds:				
Salaries and Wages		30,228.66		30,228.66
Other Expenses	726.00	2,502.55	3,228.55	
Camp Wyanokie:				
Other Expenses		36.00		36.00
Park Maintenance:				
Salaries and Wages		9,129.74		9,129.74
Other Expenses	3,587.08	2,207.29	4,808.08	986.29
Historic Preservation Commission:				
Other Expenses		500.00		500.00
<u>ANIMAL CONTROL</u>				
Other Expenses	2,702.00	4,490.00	7,192.00	3,139.00

TOWNSHIP OF FAIRFIELD
CURRENT FUND

APPROPRIATION RESERVES

A-18
Sheet #4

<u>Appropriations</u>	<u>Balance</u> <u>Dec. 31, 2021</u>	<u>Balance</u> <u>After</u> <u>Transfers</u>	<u>Expended</u>	<u>Lapsed</u>
	<u>Encumbered</u>	<u>Unencumbered</u>		
<u>APPROPRIATIONS WITHIN "CAPS"</u>				
<u>UNIFORM CONSTRUCTION CODE - APPROPRIATIONS</u>				
<u>OFFSET BY DEDICATED REVENUES (N.J.A.C. 5:23-4.17)</u>				
<u>Construction Code Officials:</u>				
Salaries and Wages	\$ 6,264.33	\$ 6,264.33		\$ 6,264.33
Other Expenses	50,718.49	4,212.23	50,458.58	4,472.14
<u>UNCLASSIFIED</u>				
<u>Utilities:</u>				
Electricity	35,124.97	35,124.97	19,784.39	15,340.58
Street Lighting	7,133.88	7,133.88	7,133.88	
Telephone	932.07	3,514.56	3,483.65	30.91
Gas - Heating Fuel	3,841.63	3,841.63	3,841.63	
Motor Fuel	6,749.88	59,891.62	9,218.58	57,422.92
Municipal Service Agreements with Homeowners Association	19,258.60	19,258.60	13,850.16	5,408.44
Salary Adjustment Account - Salaries and Wages	100,000.00	100,000.00		100,000.00
<u>STATUTORY EXPENDITURES</u>				
<u>Contribution to:</u>				
Social Security System (OASI)	2,181.87	2,181.87		2,181.87
Defined Contribution Retirement Program	370.42	370.42		370.42
Unemployment Contribution	1,000.00	1,000.00		1,000.00
Length of Service Awards Program:				
Fire Department	50,000.00	50,000.00	35,757.65	14,242.35
First Aid Squad	35,000.00	35,000.00	35,000.00	
Tax Appeals	3,271.58	1,351,580.42	95,387.70	1,256,192.72
Special Emergency - COVID-19	16,512.73	19,842.28	16,577.73	19,777.28
	<u>\$181,388.01</u>	<u>\$3,274,878.93</u>	<u>\$1,057,440.82</u>	<u>\$2,217,438.11</u>

Reference A A A-4 A-1

TOWNSHIP OF FAIRFIELD
CURRENT FUND

TAX OVERPAYMENTS

A-19

	<u>Ref.</u>		
Balance December 31, 2021	A		\$ 51,891.67
Increased by:			
Collections	A-5		<u>322,474.02</u>
			374,365.69
Decreased by:			
Refunds	A-4	\$185,088.67	
Applied to Taxes Receivable	A-9	<u>116,954.37</u>	
			<u>302,043.04</u>
Balance December 31, 2022	A		<u><u>\$ 72,322.65</u></u>

RESERVE FOR MUNICIPAL RELIEF FUND

A-20

	<u>Ref.</u>		
Increased by:			
Collections	A-4		<u>\$ 61,287.08</u>
Balance December 31, 2022	A		<u><u>\$ 61,287.08</u></u>

TOWNSHIP OF FAIRFIELD
CURRENT FUND

INTERFUNDS PAYABLE

A-21

	<u>Ref.</u>	<u>Total</u>	<u>Federal and State Grant Fund</u>	<u>General Trust Fund</u>	<u>Municipal Open Space Trust Fund</u>	<u>General Capital Fund</u>	<u>Sewer Assessment Trust Fund</u>
Balance December 31, 2021	A	<u>\$ 1,510,818.28</u>	<u>\$ 142,597.28</u>	<u>\$</u>	<u>\$ 224,741.89</u>	<u>\$ 1,129,781.11</u>	<u>\$ 13,698.00</u>
Increased by:							
Budget Appropriation	A-3	2,447.57		2,447.57			
Added Assessment	A-26	<u>1,203.08</u>		<u>2,447.57</u>	<u>1,203.08</u>		
		<u>3,650.65</u>					
		1,514,468.93	142,597.28	2,447.57	225,944.97	1,129,781.11	13,698.00
Decreased by:							
Transfers from Interfunds Receivable	A-13	<u>158,521.29</u>	<u>142,597.28</u>	<u>2,447.57</u>		<u>13,476.44</u>	
Balance December 31, 2022	A	<u>\$ 1,355,947.64</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 225,944.97</u>	<u>\$ 1,116,304.67</u>	<u>\$ 13,698.00</u>

TOWNSHIP OF FAIRFIELD
CURRENT FUND

INTERFUNDS PAYABLE
FEDERAL AND STATE GRANT FUND

A-22

	<u>Ref.</u>	<u>Total</u>	<u>Current Fund</u>	<u>General Capital</u>
Increased by:				
Advances	A-4	\$444,150.58	\$444,150.58	\$
Appropriated to Finance Improvement Authorization	A-29	<u>391,146.39</u>		<u>391,146.39</u>
		<u>835,296.97</u>	<u>444,150.58</u>	<u>391,146.39</u>
Decreased by:				
Settlements	A-4	391,146.39		391,146.39
Interfund Transfers	A-14	<u>142,597.28</u>	<u>142,597.28</u>	
		<u>533,743.67</u>	<u>142,597.28</u>	<u>391,146.39</u>
Balance December 31, 2022	A	<u>\$301,553.30</u>	<u>\$301,553.30</u>	<u>\$ -</u>

TOWNSHIP OF FAIRFIELD
CURRENT FUND

COUNTY TAXES PAYABLE

A-23

	<u>Ref.</u>		
Balance December 31, 2021	A		\$ 70,598.57
Increased by:			
2022 Levy:			
General County		\$15,592,309.29	
Open Space Preservation		528,242.73	
2022 Added Assessments	A-2b A-2b A-1,9	16,120,552.02 60,836.78	16,181,388.80
			16,251,987.37
Decreased by:			
Payments	A-4		16,191,150.59
Balance December 31, 2022	A		\$ 60,836.78

LOCAL SCHOOL DISTRICT TAX

A-24

	<u>Ref.</u>		
Balance December 31, 2021:			
School Tax Deferred			\$ 6,107,533.46
Increased by:			
2022 - 2023 Fiscal Year Levy	A-1,2b,9		12,375,846.00
			18,483,379.46
Decreased by:			
Payments	A-4		12,295,458.00
Balance December 31, 2022:			
School Tax Deferred			\$ 6,187,921.46
 <u>Analysis of Increase in Deferred School Tax</u>			
Deferred School Tax December 31, 2022			\$ 6,187,921.46
Deferred School Tax December 31, 2021			6,107,533.46
	A-1		\$ 80,388.00

TOWNSHIP OF FAIRFIELD
CURRENT FUND

REGIONAL HIGH SCHOOL TAXES

A-25

	<u>Ref.</u>	
Balance December 31, 2021 School Tax Deferred		\$ 9,627,210.46
Increased by:		
2022 - 2023 Fiscal Year Levy	A-1,2b,9	<u>18,914,211.00</u> 28,541,421.46
Decreased by:		
Payments	A-4	<u>19,084,316.02</u>
Balance December 31, 2022: School Tax Deferred		<u><u>\$ 9,457,105.44</u></u>
 <u>Analysis of Decrease in Deferred School Tax</u>		
Deferred School Tax December 31, 2021		\$ 9,627,210.46
Deferred School Tax December 31, 2022		<u>9,457,105.44</u>
	A-1	<u><u>\$ 170,105.02</u></u>

TOWNSHIP OF FAIRFIELD
CURRENT FUND

MUNICIPAL OPEN SPACE TAX

A-26

	<u>Ref.</u>		
Increased by:			
2022 Calendar Year Levy		\$319,712.00	
2022 Added Assessments		<u>1,203.08</u>	
	A-1,2b,9		\$ 320,915.08
Decreased by:			
Payments	A-4	319,712.00	
Interfunds Payable	A-21	<u>1,203.08</u>	
			<u>320,915.08</u>
			<u>\$ -</u>

PREPAID TAXES

A-27

	<u>Ref.</u>		
Balance December 31, 2021	A		\$ 552,028.40
Increased by:			
Collections	A-5		<u>217,501.63</u>
			<u>769,530.03</u>
Decreased by:			
Applied to 2022 Taxes	A-2b,9		<u>552,028.40</u>
Balance December 31, 2022	A		<u>\$ 217,501.63</u>

TOWNSHIP OF FAIRFIELD
CURRENT FUND

FEDERAL AND STATE GRANT PROGRAMS APPROPRIATED

A-28
Sheet #1

	<u>Balance</u> <u>Dec. 31, 2021</u>	<u>2022 Budget</u> <u>Appropriation</u>	<u>Expended</u>	<u>Balance</u> <u>Dec. 31, 2022</u>
<u>State Programs</u>				
Clean Communities Program:				
2020	\$ 145.16	\$	\$ 145.16	\$
2021	18,607.08		7,902.51	10,704.57
2022		19,106.56		19,106.56
Drunk Driving Enforcement Fund:				
2019	22,869.09		3,539.00	19,330.09
Highway Safety Fund "Safe Corridors":				
2015	10,953.81			10,953.81
2018	9,588.40			9,588.40
Municipal Alliance Program:				
2010	2,653.06			2,653.06
2011	26,417.92			26,417.92
2014	13,690.91			13,690.91
2015	1,424.05			1,424.05
2017	74.68			74.68
2018	2,131.01			2,131.01
2019	6,481.10			6,481.10
2020	36,971.77			36,971.77
2021	19,800.83		19,800.83	36,971.77
2022		36,906.00	24,627.59	12,278.41
Municipal Alliance Program - Division on Mental Health and Addiction Services Youth Leadership Grant:				
2022		3,499.49		3,499.49
Body Armor Replacement Fund:				
2022		1,988.84	1,988.84	
Body Cameras Grant		105,650.00		105,650.00
Office of Emergency Management - EMAA		10,000.00	10,000.00	
Recycling Tonnage:				
2017	24,899.63		19,222.02	5,677.61
2019	25,347.33			25,347.33
2020	11,830.05			11,830.05
2021	22,013.12			22,013.12
2022		20,267.72		20,267.72
Hazard Mitigation:				
2007	109,375.00			109,375.00
Municipal Storm Water Regulation Program:				
2006	1,939.68			1,939.68
2007	1,346.62			1,346.62
New Jersey Department of Transportation:				
Spielman Road	194,437.15			194,437.15
Stewart Place and Evans Street	63,943.37		4,931.77	59,011.60
Phillips Drive Reconstruction	285,200.00		269,700.00	15,500.00
Kulick Road Reconstruction	410,000.00		17,700.00	392,300.00
Gloria Lane Reconstruction		316,840.00		316,840.00
Daniel Road West and Edison Place		320,000.00		320,000.00
Alcohol Education, Rehabilitation and Enforcement Fund:				
2012	21,326.66		500.00	20,826.66
2014	2,472.19			2,472.19
2018	1,552.00		600.00	952.00
2019	1,687.87			1,687.87
2020	1,750.43			1,750.43
2021	227.20			227.20
2022		5,527.63		5,527.63
New Jersey Department of Environmental Protection	153,467.00			153,467.00
Comprehensive Traffic Safety:				
2011	19,000.00			19,000.00
2017	474.02			474.02
<u>Federal Programs</u>				
Passed-Through New Jersey Department of Transportation Trust Fund:				
Big Piece Road:				
Section VII	8,617.22			8,617.22
Section X	58,232.25			58,232.25
Beverly Road:				
Section II	75,419.84			75,419.84

TOWNSHIP OF FAIRFIELD
CURRENT FUND

FEDERAL AND STATE GRANT PROGRAMS APPROPRIATED

A-28
Sheet #2

	<u>Balance</u> <u>Dec. 31, 2021</u>	<u>2022 Budget</u> <u>Appropriation</u>	<u>Expended</u>	<u>Balance</u> <u>Dec. 31, 2022</u>
<u>Federal Programs</u>				
Passed-Through New Jersey Department of Transportation Trust Fund:				
Industrial Road:				
2012	\$ 250,000.00	\$	\$	\$ 250,000.00
Law Drive	59,168.60			59,168.60
Drive Sober or Get Pulled Over:				
2014	2,350.00			2,350.00
2017	17,828.75		17,828.75	
2018	12,100.00		5,000.00	7,100.00
2019	10,340.00		10,340.00	
2021	11,640.00		4,973.19	6,666.81
2022		22,610.00		22,610.00
FEMA:				
National Preparedness Fire Administration:				
2008	17,559.56			17,559.56
Hazard Mitigation - Grant I	46,186.31			46,186.31
Flood Mitigation Acquisition	3,976.16			3,976.16
Bulletproof Vest Partnership Grant:				
2021	1,728.40		1,728.40	
2022		2,731.12	2,731.12	
<u>County Programs</u>				
Essex County Recreation and Open Space Trust Fund:				
2009	106,791.02			106,791.02
2014	150,000.00			150,000.00
Essex County Police Communications	54.70			54.70
CARES Act Reimbursement	26.57			26.57
<u>Other Programs</u>				
Police Donations:				
National Night Out - 2019	3,000.00		3,000.00	
National Night Out - 2020	20.00		20.00	
National Night Out - 2022		5,941.00	783.46	5,157.54
Community Policing - 2020	50.00			50.00
National Night Out - Unappropriated	825.00		700.00	125.00
Skyline Auto Exchange - 2017	3,790.74			3,790.74
Skyline Auto Exchange - 2019	6,422.11			6,422.11
Target Department Stores:				
Other:				
2009	210.00			210.00
2019	2,826.23			2,826.23
Hotel at Home, Inc.	27.00			27.00
Home School Association of Roseland, Inc.	3,593.00			3,593.00
Comcast Technology Grant for the Recreation Department	18,475.00			18,475.00
	<u>\$2,395,356.65</u>	<u>\$871,068.36</u>	<u>\$427,762.64</u>	<u>\$2,838,662.37</u>
<u>Reference</u>	<u>A</u>	<u>Below</u>	<u>A-4</u>	<u>A</u>
	<u>Ref.</u>			
Federal and State Grants Receivable	A-3	\$857,068.36		
Township's Matching Funds:				
Municipal Alliance and Drug Abuse Program	A-3,4	14,000.00		
	Above	<u>\$871,068.36</u>		

TOWNSHIP OF FAIRFIELD
CURRENT FUND

UNAPPROPRIATED RESERVES

A-29

	<u>Balance</u> <u>Dec. 31, 2021</u>	<u>Collections</u>	<u>Decrease</u>	<u>Balance</u> <u>Dec. 31, 2022</u>
Body Armor Grant	\$	\$2,756.12	\$	\$2,756.12
State and Local Recovery				
Fiscal Recovery Funds	<u>391,146.39</u>	<u> </u>	<u>391,146.39</u>	<u> </u>
	<u>\$391,146.39</u>	<u>\$2,756.12</u>	<u>\$391,146.39</u>	<u>\$2,756.12</u>
<u>Reference</u>	<u>A</u>	<u>A-4</u>	<u>A-22</u>	<u>A</u>

TOWNSHIP OF FAIRFIELD
TRUST FUND

CASH RECEIPTS AND DISBURSEMENTS
TREASURER

<u>Ref.</u>	<u>Assessment Trust Fund</u>	<u>Animal Control Trust Fund</u>	<u>General Trust Fund</u>	<u>Community Development Block Grant Trust Fund</u>	<u>Municipal Open Space Trust Fund</u>	<u>B-2</u>				
Balance December 31, 2021	\$ 70,357.51	\$ 18,431.69	\$ 3,663,523.01	\$ 48,760.17	\$ 31,061.25					
Increased by Receipts:										
Collector	\$ 926.96									
Interfunds Receivable		\$3,246.21	\$ 1,165,373.42							
Other Accounts Receivable			680,592.02	633.46	319,712.00					
Community Development Block Grant Receivable										
Payroll Deductions Payable			1,489,181.75	90,758.00						
Municipal Open Space Trust Fund			332,093.15		105.47					
Interfunds Payable	896.27		3,310.00							
Reserve for Municipal Alliance										
Contra Items:										
Net Payroll	<u>1,823.23</u>	<u>3,246.21</u>	<u>6,488,935.50</u>	<u>140,151.63</u>	<u>350,878.72</u>					
	<u>72,180.74</u>	<u>21,677.90</u>	<u>10,159,485.84</u>	<u>13,823,008.85</u>	<u>350,878.72</u>					
Decreased by Disbursements:										
Interfunds Receivable										
Due to State of New Jersey		309.60								
Other Deposits										
Payroll Deductions Payable			223,676.68							
Premium on Tax Sale			46,812.00							
Interfunds Payable			909,500.09							
Reserve for State Unemployment			20,809.23							
Insurance Trust Fund Expenditures			161,600.00							
Reserve for Outside Employment of Off-Duty Police Officers			1,767,887.09							
Contra Items										
			6,904.72							
			534,692.81							
			6,488,935.50							
		<u>309.60</u>								
Balance December 31, 2022	<u>\$ 72,180.74</u>	<u>\$ 21,368.30</u>	<u>\$ 3,662,190.73</u>	<u>\$ 140,151.63</u>	<u>\$ 31,166.72</u>					

TOWNSHIP OF FAIRFIELD
TRUST FUND

BANK RECONCILIATIONS
DECEMBER 31, 2022

B-3

	<u>Assessment Trust Fund</u>	<u>Animal Control Trust Fund</u>	<u>General Trust Fund</u>	<u>Community Development Block Grant Trust Fund</u>	<u>Municipal Open Space Trust Fund</u>
Balance per Statements:					
PNC Bank,					
Fairfield, New Jersey:					
Account #80-4236-6859	\$	\$	\$	\$	\$
Account #80-4236-5979			35,890.73		
Account #80-4236-5979			36,522.89		
Account #80-4236-5952			52,339.24		
Columbia Bank,					
Fairfield, New Jersey:					
Account #024804851			35,870.42		31,166.72
Account #024803740					
TD Banknorth, N.A.,					
Fairfield, New Jersey:					
Account #345-2885445	71,984.61				
Account #345-2885453		19,307.50			
Account #3452885550			268,567.75		
Account #4243537573			5,662.82	140,151.63	
Account #3452885437			610,696.19		
Account #3451154870			152,428.22		
Account #3450991442			772,876.33		
Account #0050098			992,202.99		
Account #3453103793			558,806.79		
Account #3453103637			304.25		
Account #3450508709			3,522,168.62		
	<u>71,984.61</u>	<u>19,307.50</u>	<u>3,522,168.62</u>	<u>140,151.63</u>	<u>31,166.72</u>
Plus: In-Transit Items	716.13	2,062.00	240,271.79		
Due from Bank	<u>72,700.74</u>	<u>21,369.50</u>	<u>3,763,107.62</u>	<u>140,151.63</u>	<u>31,166.72</u>
Less: Outstanding Checks	520.00	1.20	77,669.97		
In-Transit Items	<u>520.00</u>	<u>1.20</u>	<u>23,246.92</u>		
	<u>\$72,180.74</u>	<u>\$21,368.30</u>	<u>\$3,662,190.73</u>	<u>\$140,151.63</u>	<u>\$31,166.72</u>

Reference

B-2

B-2

B-2

B-2

B-2

TOWNSHIP OF FAIRFIELD
TRUST FUND

CASH RECEIPTS AND DISBURSEMENTS
TAX COLLECTOR

B-4

		<u>Assessment</u> <u>Trust Fund</u>	<u>Animal</u> <u>Control</u> <u>Trust Fund</u>	<u>General</u> <u>Trust Fund</u>	<u>Community</u> <u>Development</u> <u>Block Grant</u> <u>Trust Fund</u>
<u>Ref.</u>					
Increased by Receipts:					
Assessments Receivable	B-7	\$ 926.96	\$	\$	\$
Due from Municipal Court	B-9			6,468.00	
Due to State of New Jersey	B-14		312.00	48,044.00	
Other Deposits	B-16			902,961.42	
Premiums on Tax Sale	B-18			207,900.00	
Interfunds Payable	B-20				633.46
Reserve for Animal Control Trust					
Fund Expenditures	B-22		2,934.21		
		<u>926.96</u>	<u>3,246.21</u>	<u>1,165,373.42</u>	<u>633.46</u>
Decreased by Disbursements:					
Turnover to Treasurer	B-2	<u>926.96</u>	<u>3,246.21</u>	<u>1,165,373.42</u>	<u>633.46</u>
		<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

TOWNSHIP OF FAIRFIELD
TRUST FUND

CASH
NEW JERSEY CASH MANAGEMENT FUND

B-5

	<u>Ref.</u>	<u>General Trust Fund</u>
Balance December 31, 2021	B	\$ 265,191.77
Increased by:		
Accrued Interest	B-20	<u>3,994.60</u>
Balance December 31, 2022	B	<u>\$ 269,186.37</u>
 <u>Bank Reconciliation December 31, 2022</u>		
Morgan Stanley Trust: #171-000102520		<u>\$ 269,186.37</u>

TOWNSHIP OF FAIRFIELD
TRUST FUND

B-6

ANALYSIS OF ASSESSMENT CASH AND INVESTMENTS

<u>General Accounts</u>	<u>Ordinance Number</u>	<u>Balance Dec. 31, 2021</u>	<u>Receipts</u>		<u>Transfers</u>		<u>Balance Dec. 31, 2022</u>
			<u>Assessments Receivable</u>	<u>Other</u>	<u>From</u>	<u>To</u>	
Fund Balance		\$ 74,974.60	\$ 926.96	\$ 896.27		\$ 2,320.00	\$ 78,221.56
Interfund Current Fund		5,081.85					3,658.12
Interfund General Trust Fund		(1,130.00)					(1,130.00)
Interfund Sewer Assessment							
Trust Fund		(9,698.94)					(9,698.94)
Interfund General Capital Fund	07-14	1,130.00					1,130.00
		<u>\$ 70,357.51</u>	<u>\$ 926.96</u>	<u>\$ 896.27</u>		<u>\$ 2,320.00</u>	<u>\$ 72,180.74</u>
<u>Reference</u>		<u>B</u>	<u>B-7</u>	<u>Below</u>		<u>Contra</u>	<u>B</u>
			<u>Ref.</u>				
			<u>Interest on Deposits</u>	<u>\$ 70.24</u>			
			<u>Interest and Costs on</u>				
			<u>Assessments</u>	<u>826.03</u>			
			<u>Above</u>	<u>\$ 896.27</u>			

TOWNSHIP OF FAIRFIELD
TRUST FUND

ASSESSMENTS RECEIVABLE

B-7

<u>Ordinance Number</u>	<u>Purpose</u>	<u>Confirmation</u>		<u>Balance Dec. 31, 2021 Unpledged</u>	<u>Collections</u>	<u>Balance Dec. 31, 2022 Unpledged</u>
		<u>Date</u>	<u>Installments</u>			
95-02	Curbing - Various Streets	2-22-99	10	\$ 361.48	\$	\$ 361.48
07-14	Curbing - Various Streets	3-26-12	10	3.40		3.40
18-12	Curbing - Various Streets	9-24-18	10	14,181.43	3,246.96	10,934.47
				<u>\$ 14,546.31</u>	<u>\$3,246.96</u>	<u>\$ 11,299.35</u>
			<u>Reference</u>	<u>B</u>	<u>Below</u>	<u>B</u>
			<u>Ref.</u>			
	<u>Collections</u>				\$ 926.96	
	<u>Interfunds Receivable</u>				<u>2,320.00</u>	
					<u>\$3,246.96</u>	
				<u>Above</u>		

TOWNSHIP OF FAIRFIELD
TRUST FUND

ASSESSMENT LIEN RECEIVABLE

B-8

<u>Ordinance Number</u>	<u>Purpose</u>	<u>Balance Dec. 31, 2021 Unpledged</u>	<u>Balance Dec. 31, 2022 Unpledged</u>
95-02	Curbing - Montesano Road	\$2,629.60	\$ 2,629.60
02-12	Curbing - Various Streets	<u>2,028.61</u>	<u>2,028.61</u>
		<u>\$ 4,658.21</u>	<u>\$ 4,658.21</u>
	<u>Reference</u>	<u>B</u>	<u>B</u>

TOWNSHIP OF FAIRFIELD
TRUST FUND

DUE FROM MUNICIPAL COURT

B-9

	<u>Ref.</u>		
Balance December 31, 2021	B		\$ 104.00
Increased by:			
Parking Offense Adjudication Act		\$ 68.00	
Public Defender Application Fees		<u>6,170.00</u>	
	B-16		<u>6,238.00</u>
			<u>6,342.00</u>
Decreased by:			
Collections:			
Parking Offense Adjudication Act		68.00	
Public Defender Application Fees		<u>6,400.00</u>	
	B-4		<u>6,468.00</u>
Less: Transfer to Due to Municipal Court	B-15	<u>130.00</u>	
			<u>6,338.00</u>
Balance December 31, 2022	B		<u><u>\$ 4.00</u></u>
<u>Analysis of Balance</u>			
Parking Offense Adjudication Act			<u><u>\$ 4.00</u></u>

TOWNSHIP OF FAIRFIELD
TRUST FUND

B-10

INTERFUNDS RECEIVABLE

Ref.	Assessment Trust Fund			General Trust Fund			Municipal Open Space Trust Fund			
	Total	General Trust Fund	Sewer Assessment Trust Fund	Total	Current Fund	Animal Control Trust Fund	Community Development Block Grant Trust Fund	Total	Current Fund	General Trust Fund
B	\$ 10,828.94	\$ 1,130.00	\$ 9,698.94	\$ 1,535.44	\$ -	\$ 75.00	\$ 1,460.44	\$ 427,474.99	\$ 224,741.89	\$ 202,733.10
B-2										
B-7	2,320.00			223,676.68	223,676.68			319,712.00		319,712.00
B-19	2,320.00			223,676.68	2,320.00			320,915.08	320,915.08	319,712.00
	13,148.94	1,130.00	9,698.94	225,212.12	2,320.00	75.00	1,460.44	1,068,102.07	545,656.97	522,445.10
B-2										
B-20	2,320.00			223,676.68	2,320.00			319,712.00	319,712.00	306,250.00
	2,320.00			223,676.68	2,320.00			625,962.00	319,712.00	306,250.00
B	\$ 10,828.94	\$ 1,130.00	\$ 9,698.94	\$ 1,535.44	\$ -	\$ 75.00	\$ 1,460.44	\$ 442,140.07	\$ 225,944.97	\$ 216,195.10

Balance December 31, 2021

Increased by:
Advances
Deposited in Current Fund in Error
Municipal Open Space Trust Tax

Decreased by:
Settlements
Interfund Transfers

Balance December 31, 2022

TOWNSHIP OF FAIRFIELD
TRUST FUND

PROSPECTIVE ASSESSMENTS FUNDED

B-11

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Balance Dec. 31, 2021 Unpledged</u>	<u>Balance Dec. 31, 2022 Unpledged</u>
02-12	Curbing - Various Streets	<u>\$ 71,871.95</u>	<u>\$ 71,871.95</u>
	<u>Reference</u>	<u>B</u>	<u>B</u>

TOWNSHIP OF FAIRFIELD
TRUST FUND

OTHER ACCOUNTS RECEIVABLE

B-12

	<u>Ref.</u>	<u>Total</u>	<u>State Unemployment Insurance</u>	<u>Action Data Service</u>	<u>Outside Employment of Off-Duty Police Officers</u>
Balance December 31, 2021	B	\$ 16,883.55	\$ 4,580.32	\$ 1,003.23	\$ 11,300.00
Increased by:					
Unemployment Insurance Trust	B-23	13,665.59		13,665.59	
Fund Payroll Deductions	B-24	666,975.31			666,975.31
Billings		<u>697,524.45</u>	<u>4,580.32</u>	<u>14,668.82</u>	<u>678,275.31</u>
Decreased by:					
Collections	B-2	680,592.02		13,616.71	666,975.31
Cancellations	B-23	4,580.32	4,580.32		
		<u>685,172.34</u>	<u>4,580.32</u>	<u>13,616.71</u>	<u>666,975.31</u>
Balance December 31, 2022	B	<u>\$ 12,352.11</u>	<u>\$ -</u>	<u>\$ 1,052.11</u>	<u>\$ 11,300.00</u>

TOWNSHIP OF FAIRFIELD
TRUST FUND

COMMUNITY DEVELOPMENT BLOCK GRANT TRUST FUNDS RECEIVABLE

B-13

<u>Program</u> <u>Year</u>		<u>Balance</u> <u>Dec. 31, 2021</u>	<u>2022</u> <u>Grants</u>	<u>Collections</u>	<u>Balance</u> <u>Dec. 31, 2022</u>
2019	ADA Sidewalks on Sand Road - Section 3	\$ 45,379.00	\$	\$ 45,379.00	\$
2020	ADA Sidewalks on Sand Road - Section 4	45,379.00		45,379.00	
2021	ADA Sidewalks on Beverly Road	47,000.00			47,000.00
2022	ADA Sidewalks on Beverly Road - Phase 2	<u> </u>	<u>142,000.00</u>	<u> </u>	<u>142,000.00</u>
		<u>\$137,758.00</u>	<u>\$142,000.00</u>	<u>\$90,758.00</u>	<u>\$189,000.00</u>
	<u>Reference</u>	<u>B</u>	<u>B-26</u>	<u>B-2</u>	<u>B</u>

TOWNSHIP OF FAIRFIELD
TRUST FUND

DUE TO STATE OF NEW JERSEY

B-14

	Animal Control		<u>General Trust Fund</u>		
<u>Ref.</u>	<u>Trust Fund</u>	Total	<u>Construction</u>	<u>Marriage</u>	
	<u>Registration</u>	<u>General</u>	<u>Training</u>	<u>License</u>	
	<u>Fees</u>	<u>Trust Fund</u>	<u>Fees</u>	<u>Fees</u>	
Balance December 31, 2021	B	\$	<u>\$14,946.00</u>	<u>\$14,346.00</u>	<u>\$600.00</u>
Increased by:					
Registration and Other Fees		200.00	48,044.00	47,669.00	375.00
Pilot Clinic Fees		40.00			
Animal Population Control		72.00			
	B-4	<u>312.00</u>	<u>48,044.00</u>	<u>47,669.00</u>	<u>375.00</u>
		312.00	62,990.00	62,015.00	975.00
Decreased by:					
Payments	B-2	<u>309.60</u>	<u>46,812.00</u>	<u>46,087.00</u>	<u>725.00</u>
Balance December 31, 2022	B	<u>\$ 2.40</u>	<u>\$16,178.00</u>	<u>\$15,928.00</u>	<u>\$250.00</u>

TOWNSHIP OF FAIRFIELD
TRUST FUND

DUE TO MUNICIPAL COURT

B-15

	<u>Ref.</u>	<u>General Trust Fund</u>
Increased by:		
Transfer from Due from Municipal Court	B-9	<u>\$ 130.00</u>
Balance December 31, 2022	B	<u>\$ 130.00</u>
 <u>Analysis of Balance</u>		
Public Defender Application Fees		<u>\$ 130.00</u>

TOWNSHIP OF FAIRFIELD
TRUST FUND

OTHER DEPOSITS

B-16

	<u>Balance</u> <u>Dec. 31, 2021</u>	<u>Increase</u>	<u>Expended</u>	<u>Balance</u> <u>Dec. 31, 2022</u>
Security Deposits	\$ 10,951.50	\$	\$	\$ 10,951.50
Developers' Escrows	639,245.73	280,489.91	373,764.72	545,970.92
Maintenance and Performance Deposits	31,738.85			31,738.85
Recreation Programs	203,341.99	351,907.42	377,882.01	177,367.40
Other Deposits	17,815.78			17,815.78
Van Ness Improvements	1,566.70			1,566.70
Uniform Fire Safety Act	51,372.38	22,010.62	2,400.00	70,983.00
Public Defender Service Fees	1,150.00	6,170.00	6,400.00	920.00
Parking Offenses Adjudication Act	2,514.06	68.00		2,582.06
Housing Trust Fund	555,571.96	70,835.21	16,504.18	609,902.99
Detention Basin	80,500.00			80,500.00
Law Enforcement Forfeiture Trust Fund	22,814.68	40,714.09	10,082.70	53,446.07
Senior Citizen Trips	387.48			387.48
Snow Removal Trust Fund	15,000.00			15,000.00
Police Unclaimed Funds	176.00			176.00
Compensated Absences	391,500.00			391,500.00
Redemption of Tax Title Liens	1,987.77	136,797.81	122,466.48	16,319.10
Police Trust Account	97.89	206.36		304.25
	<u>\$2,027,732.77</u>	<u>\$909,199.42</u>	<u>\$909,500.09</u>	<u>\$ 2,027,432.10</u>

Reference

B

Below

B-2

B

Ref.

Collections:

Tax Collector

B-4

\$902,961.42

Due from Municipal Court

B-9

6,238.00

Above

\$909,199.42

TOWNSHIP OF FAIRFIELD
TRUST FUND

PAYROLL DEDUCTIONS PAYABLE

B-17

	<u>Ref.</u>		
Balance December 31, 2021	B		\$ 52,636.83
Increased by:			
Payroll Deductions	B-2		<u>1,489,181.75</u>
			1,541,818.58
Decreased by:			
Payments	B-2	\$ 20,809.23	
Interfunds Payable	B-20	<u>1,461,637.09</u>	
			<u>1,482,446.32</u>
Balance December 31, 2022	B		<u><u>\$ 59,372.26</u></u>

PREMIUMS ON TAX SALE

B-18

	<u>Ref.</u>		
Balance December 31, 2021	B		\$ 333,100.00
Increased by:			
Collections	B-4		<u>207,900.00</u>
			541,000.00
Decreased by:			
Refunds	B-2		<u>161,600.00</u>
Balance December 31, 2022	B		<u><u>\$ 379,400.00</u></u>

TOWNSHIP OF FAIRFIELD
TRUST FUND

MUNICIPAL OPEN SPACE TRUST FUND

B-19

	<u>Ref.</u>		
Balance December 31, 2021	B		\$458,536.24
Increased by:			
Tax Levy		\$ 319,712.00	
Added Taxes		<u>1,203.08</u>	
Interest on Deposits	B-10 B-2	<u>320,915.08</u> <u>105.47</u>	
			<u>321,020.55</u>
			779,556.79
Decreased by:			
Anticipated as Current Fund Revenue	B-20		<u>306,250.00</u>
Balance December 31, 2022	B		<u><u>\$473,306.79</u></u>

TOWNSHIP OF FAIRFIELD
TRUST FUND

B-20
Sheet #1

INTERFUNDS PAYABLE

Ref.	Assessment Trust Fund			Animal Control Trust Fund			General Trust Fund				
	Total	Current Fund	General Capital Fund	Total	Current Fund	General Trust Fund	Total	Current Fund	Assessment Trust Fund	Municipal Open Space Trust Fund	General Capital Fund
B	\$ 6,211.85	\$ 5,081.85	\$ 1,130.00	\$ 12,276.94	\$ 12,201.94	\$ 75.00	\$ 1,451,268.83	\$ 911,124.64	\$ 1,130.00	\$ 202,733.10	\$ 336,281.09
	70.24	70.24					332,093.15	12,381.15		319,712.00	
B-2	826.03	826.03					332,093.15	12,381.15		319,712.00	
B-5	896.27	896.27					3,994.60	3,994.60			
B-17				3,462.57	3,462.57		1,461,637.09	1,461,637.09			
B-22							132,282.50	132,282.50			
B-24	896.27	896.27		3,462.57	3,462.57		1,610,295.34	1,610,295.34			
	7,108.12	5,978.12	1,130.00	15,739.51	15,664.51	75.00	3,061,564.17	2,521,419.98	1,130.00	202,733.10	336,281.09
	2,320.00	2,320.00					1,787,887.09	1,461,637.09		306,250.00	
B-2							223,676.68	223,676.68			
B-10	2,320.00	2,320.00					1,991,563.77	1,885,313.77		306,250.00	
B	\$ 4,788.12	\$ 3,658.12	\$ 1,130.00	\$ 15,739.51	\$ 15,664.51	\$ 75.00	\$ 1,389,712.40	\$ 836,106.21	\$ 1,130.00	\$ 216,195.10	\$ 336,281.09

Increased by:
Interest on Deposits
Interest and Costs on Assessments
Interest on Investments
Payroll Expenditures Paid by Current Fund
Statutory Excess in Animal Control Trust Fund
Off-Duty Police Administration Fees

Decreased by:
Settlements
Interfund Transfers

Balance December 31, 2022

TOWNSHIP OF FAIRFIELD
TRUST FUND

INTERFUNDS PAYABLE

B-20
Sheet #2

		Community Development Block Grant Trust Fund				Municipal Open Space Trust Fund
	<u>Ref.</u>	<u>Total</u>	<u>Current Fund</u>	<u>General Trust Fund</u>	<u>General Capital Fund</u>	<u>General Trust Fund</u>
Balance December 31, 2021	B	\$139,518.17	\$61,851.63	\$1,460.44	\$76,206.10	\$
Increased by:						
Interest on Deposits	B-4	633.46	633.46			306,250.00
Anticipated as Current Fund Revenue	B-19	633.46	633.46			306,250.00
		140,151.63	62,485.09	1,460.44	76,206.10	306,250.00
Decreased by:						
Interfund Transfers	B-10					306,250.00
Balance December 31, 2022	B	\$140,151.63	\$62,485.09	\$1,460.44	\$76,206.10	\$ -

TOWNSHIP OF FAIRFIELD
TRUST FUND

RESERVE FOR ASSESSMENTS AND LIENS

B-21

<u>Ordinance Number</u>	<u>Purpose</u>	<u>Balance Dec. 31, 2021</u>	<u>Collections to Fund Balance</u>	<u>Balance Dec. 31, 2022</u>
	<u>Assessments Receivable</u>			
95-02	Curbing - Montesano Road	\$ 361.48	\$	\$ 361.48
07-14	Curbing - Various Streets	3.40		3.40
18-12	Curbing - Various Streets	14,181.43	3,246.96	10,934.47
02-12	<u>Prospective Assessments Funded</u>			
	Curbing - Various Streets	71,871.95		71,871.95
	<u>Assessment Liens</u>			
95-02	Curbing - Montesano Road	2,629.60		2,629.60
02-12	Curbing - Various Streets	<u>2,028.61</u>	<u> </u>	<u>2,028.61</u>
		<u>\$91,076.47</u>	<u>\$ 3,246.96</u>	<u>\$ 87,829.51</u>
	<u>Reference</u>	<u>B</u>	<u>B-1</u>	<u>B</u>

TOWNSHIP OF FAIRFIELD
TRUST FUND

RESERVE FOR ANIMAL CONTROL TRUST FUND EXPENDITURES

B-22

	<u>Ref.</u>	
Balance December 31, 2021	B	\$6,154.75
Increased by:		
Collections:		
Dog License Fees		\$2,760.00
Cat License Fees		28.00
Miscellaneous Revenue:		
Late Fees		57.00
Interest on Deposits		89.21
	B-4	<u>2,934.21</u>
		<u>9,088.96</u>
Decreased by:		
Statutory Excess Due to Current Fund	B-20	<u>3,462.57</u>
Balance December 31, 2022	B	<u><u>\$5,626.39</u></u>

Animal Control Trust Fund Collections

	<u>Year</u>	
	2021	\$2,778.22
	2020	<u>2,848.17</u>
Maximum Reserve		<u><u>\$5,626.39</u></u>

TOWNSHIP OF FAIRFIELD
TRUST FUND

RESERVE FOR STATE UNEMPLOYMENT
INSURANCE TRUST FUND EXPENDITURES

B-23

	<u>Ref.</u>		
Balance December 31, 2021	B		\$ 1,959.76
Increased by:			
Payroll Deductions:			
Collections	B-12		13,665.59
			<u>15,625.35</u>
Decreased by:			
Expenditures	B-2	\$ 6,904.72	
Cancellations	B-12	<u>4,580.32</u>	
			<u>11,485.04</u>
Balance December 31, 2022	B		<u>\$ 4,140.31</u>

RESERVE FOR OUTSIDE EMPLOYMENT
OF OFF-DUTY POLICE OFFICERS

B-24

	<u>Ref.</u>		
Balance December 31, 2021	B		\$ 38,537.19
Increased by:			
Billings	B-12		666,975.31
			<u>705,512.50</u>
Decreased by:			
Payroll Expenditures	B-2	\$534,692.81	
Administrative Fees	B-20	<u>132,282.50</u>	
			<u>666,975.31</u>
Balance December 31, 2022	B		<u>\$ 38,537.19</u>

TOWNSHIP OF FAIRFIELD
TRUST FUND

RESERVE FOR MUNICIPAL ALLIANCE

B-25

	<u>Ref.</u>	
Balance December 31, 2021	B	\$ 27,056.39
Increased by: Collections	B-2	<u>3,310.00</u>
Balance December 31, 2022	B	<u><u>\$ 30,366.39</u></u>

TOWNSHIP OF FAIRFIELD
TRUST FUND

RESERVE FOR COMMUNITY DEVELOPMENT BLOCK GRANT EXPENDITURES

B-26

<u>Program</u> <u>Year</u>		<u>Balance</u> <u>Dec. 31, 2021</u>	<u>2022</u> <u>Grants</u>	<u>Balance</u> <u>Dec. 31, 2022</u>
2021	ADA Sidewalks on Beverly Road - Phase 1	\$47,000.00	\$	\$ 47,000.00
2022	ADA Sidewalks on Beverly Road - Phase 2	<u> </u>	<u>142,000.00</u>	<u>142,000.00</u>
		<u>\$47,000.00</u>	<u>\$142,000.00</u>	<u>\$189,000.00</u>
	<u>Reference</u>	<u>B</u>	<u>B-13</u>	<u>B</u>

TOWNSHIP OF FAIRFIELD
GENERAL CAPITAL FUND

CASH RECEIPTS, DISBURSEMENTS AND RECONCILIATION
TREASURER

C-2

	<u>Ref.</u>		
Balance December 31, 2021	C		\$ 2,831,549.44
Increased by Receipts:			
Premium on Sale of Notes	C-1	\$ 8,350.55	
Grants Receivable	C-5	491,146.39	
Interfunds Receivable	C-6	391,146.39	
Notes Receivable	C-7	36,400.00	
Capital Improvement Fund	C-11	98,707.22	
Interfunds Payable	C-12	13,476.44	
Bond Anticipation Notes	C-16	<u>855,000.00</u>	
			<u>1,894,226.99</u>
			4,725,776.43
Decreased by Disbursements:			
Improvement Authorizations	C-10		<u>2,697,270.54</u>
Balance December 31, 2022	C		<u><u>\$ 2,028,505.89</u></u>
<u>Bank Reconciliation December 31, 2022</u>			
Balance per Statement:			
TD Bank,			
Fairfield, New Jersey:			
Account #428-1034458			\$ 2,321,883.89
Less: Outstanding Checks			<u>293,378.00</u>
			<u><u>\$ 2,028,505.89</u></u>

TOWNSHIP OF FAIRFIELD
GENERAL CAPITAL FUND

CASH - MONEY MARKET ACCOUNT

C-3

	<u>Ref.</u>	
Balance December 31, 2021	C	<u>\$631,929.94</u>
Balance December 31, 2022	C	<u>\$631,929.94</u>
 <u>Bank Reconciliation December 31, 2022</u>		
Balance per Statement:		
Columbia Bank,		
Fairfield, New Jersey:		
Account #024804518		<u>\$631,929.94</u>

TOWNSHIP OF FAIRFIELD
GENERAL CAPITAL FUND

C-4
Sheet #1

ANALYSIS OF CAPITAL CASH

Ordinance Number	Balance Dec. 31, 2021	Receipts		Disbursements - Improvement Authorizations	Transfers		Balance Dec. 31, 2022
		Bond Anticipation Notes	Other		From	To	
General Accounts							
Fund Balance	\$ 1,253,756.80	\$	\$ 8,350.55	\$	\$	\$	\$ 1,262,107.35
Reserve for Contributions	96,423.30						96,423.30
Reserve for Debt Service						52,535.09	52,535.09
Capital Improvement Fund	80,400.00		98,707.22		98,707.22		80,400.00
Interfund Current Fund	(1,129,781.11)		13,476.44				(1,116,304.67)
Interfund Federal and State Grant Fund	373,606.86		391,146.39		391,146.39		373,606.86
Interfund Assessment Trust Fund	(1,130.00)						(1,130.00)
Interfund General Trust Fund	(336,281.09)						(336,281.09)
Interfund Community Development Block Grant Trust Fund	(76,206.10)						(76,206.10)
Interfund Water Operating Fund	(108,000.00)						(108,000.00)
Interfund Water Capital Fund	36,349.25						36,349.25
Interfund Sewer Operating Fund	(94,000.00)						(94,000.00)
Interfund Sewer Capital Fund	17,543.49						17,543.49
Interfund Pool Operating Fund	(3,800.00)						(3,800.00)
Interfund Pool Capital Fund	927.87						927.87
Notes Receivable	(36,400.00)		36,400.00				
Accounts Payable	4.81						4.81
General Improvement Authorizations							
Multi-Purpose:							
Renovation and Expansion of the Municipal Public Library	(41,201.00)						(41,201.00)
Multi-Purpose:							
d. Various Acquisitions for the Parks Department	4,053.90						4,053.90
e. Various Improvements for the Building and Grounds Department	3,231.18						3,231.18
g. Various Acquisitions and Improvements for the Engineering Department	(2.85)						(2.85)
Multi-Purpose:							
f. Various Acquisitions for Fire Prevention	8,005.75						8,005.75
Multi-Purpose:							
a. Various Acquisitions of Equipment for the Finance Department	6,011.94						6,011.94
b. Various Acquisitions of Equipment for the Clerk's Office	100.00						100.00
c. Various Acquisitions of Equipment for the Police Department	1,956.92						1,956.92
d. Various Acquisitions of Equipment for Public Works	5,337.24						5,337.24
Flood Mitigation Acquisition Project	178,931.74						178,931.74
Multi-Purpose:							
d. Various Acquisitions for Fire Protection Including Sports Utility Vehicle	6,295.33						6,295.33
e. Various Acquisitions of Equipment for Fleet Maintenance	1,523.67						1,523.67

TOWNSHIP OF FAIRFIELD
GENERAL CAPITAL FUND

C-4
Sheet #2

ANALYSIS OF CAPITAL CASH

Ordinance Number	Balance Dec. 31, 2021	Receipts		Disbursements Improvement Authorizations	Transfers		Balance Dec. 31, 2022
		Bond Anticipation Notes	Other		From	To	
<u>General Improvement Authorizations</u>							
Multi-Purpose:							
13-15	\$ 64,002.83	\$	\$	\$	\$ 51,015.00	\$	\$ 12,987.83
	2,630.51				1,520.09		1,110.42
14-09	52.14						52.14
	192.07						192.07
Multi-Purpose:							
a. Various Acquisitions of Equipment for the Municipal Clerk's Office	182,497.99			45,470.50			137,027.49
c. Various Acquisitions for the Fire Department	33,761.65						33,761.65
e. Various Road Improvements to Lehigh and Matt Drive, Resurfacing of Municipal Parking Lot and Remediation of Lead Contamination at Police Shooting Range	8,567.21						8,567.21
g. Acquisition of a Bobcat Tractor with Bucket							
h. Various Acquisitions for Fleet Maintenance							
Construction of Recreational Complex							
15-05	43,298.94						43,298.94
15-12	3,558.00						3,558.00
	21.58						21.58
	0.98						0.98
	7,576.87						7,576.87
	16,277.41						16,277.41
	654.84						654.84
16-08	21,349.54						21,349.54
	13,917.00						13,917.00
	33,298.88			19,321.48			13,977.40
	6,236.17						6,236.17
17-17	35.86						35.86
	9,649.51						9,649.51
	10,000.00						10,000.00
	1,043.65						1,043.65
	935.01						935.01
	275.00						275.00
	4,890.00						4,890.00
	147,140.71			13,972.30			133,168.41
18-01	357,726.91						357,726.91
Renovations to the Police Department Building and Related Improvements to the Municipal Building							
				343,856.89			13,870.02

TOWNSHIP OF FAIRFIELD
GENERAL CAPITAL FUND

C-4
Sheet #3

ANALYSIS OF CAPITAL CASH

Ordinance Number	Balance Dec. 31, 2021	Receipts		Disbursements Improvement Authorizations	Transfers		Balance Dec. 31, 2022
		Bond Anticipation Notes	Other		From	To	
General Improvement Authorizations							
Multi-Purpose:							
18-08	\$ 9,127.00	\$	\$	\$	\$	\$	\$ 9,127.00
	58,801.00						58,801.00
	21,995.00						21,995.00
	82,772.00						82,772.00
19-12	1,499,375.78			1,453,996.78			45,379.00
Renovations to Hollywood Avenue Park - Phase II							
Multi-Purpose:							
19-18	17,058.70						17,058.70
	5,771.48						5,771.48
	2,228.45						2,228.45
	1,442.35						1,442.35
	10,354.99						10,354.99
	1,740.88			1,680.68			60.20
19-19	11,328.15						11,328.15
Acquisition of a Fire Truck							
Multi-Purpose:							
20-10	127,007.89						127,007.89
	50,000.00						50,000.00
	5,771.66			5,771.66			
	120,572.79			105,874.47			14,698.32
	40,542.67						19,062.11
	40,000.00			21,480.56			40,000.00
	29,783.79						29,783.79
	4,915.88						4,915.88
21-18	15,000.00						65,408.77
	6,000.00						119,400.31
	24,000.00			234,591.23			29,345.70
				599.69			
				456,000.00			
Multi-Purpose:							
a. Various Acquisitions for the Police Department			285,000.00				
b. Acquisition of Trailer Mounted Leaf Vacuum for the Road Department			114,000.00				
c. Resurfacing of Various Township Roads for the Engineering Department			456,000.00				

TOWNSHIP OF FAIRFIELD
GENERAL CAPITAL FUND

C-4
Sheet #4

ANALYSIS OF CAPITAL CASH

Ordinance Number	Balance Dec. 31, 2021	Receipts		Disbursements Improvement Authorizations	Transfers		Balance Dec. 31, 2022
		Bond Anticipation Notes	Other		From	To	
2022-01	\$	\$	\$	\$	\$ 35,000.00	\$	\$ 35,000.00
2022-12							
General Improvement Authorizations Reconstruction of the Municipal Parking Lot							
Multi-Purpose:							
a. Resurfacing of Various Township Roads for Engineering Department					21,000.00		21,000.00
b. Acquisition of Public Works Equipment - Compact Utility Tractor					2,250.00		2,250.00
c. Acquisition of Parks and Maintenance Equipment - Toro Sand Pro Infield Groomer					1,650.00		1,650.00
d. Improvements to the Police Department Security Systems					1,900.00		1,900.00
e. Acquisition of Sport Utility Vehicles and Accessories					16,900.00		16,900.00
f. Acquisitions of a Computer Server for the Police Department					650.00		650.00
g. Acquisitions of a Computer Server for the Administration Department					550.00		550.00
h. Acquisitions of Software for Various Municipal Departments			491,146.39		3,100.00		3,100.00
Acquisition of a Fire Truck					406,853.61		898,000.00
Local Improvements							
Curbing - Various Locations	46,009.90						46,009.90
Curbing - Various Locations	14,629.86						14,629.86
	\$ 3,463,479.38	\$ 855,000.00	\$ 1,039,226.99	\$ 2,697,270.54	\$ 542,388.70	\$ 542,388.70	\$ 2,660,435.93
Reference	C	C-16	Below	C-10	Contra	Contra	C
		Ref.					
Fund Balance		C-1	\$ 8,350.55				
Grants Receivable		C-5	491,146.39				
Interfunds Receivable		C-6	391,146.39				
Notes Receivable		C-7	36,400.00				
Capital Improvement Fund		C-11	98,707.22				
Interfunds Payable		C-12	13,476.44				
		Above	\$ 1,039,226.99				

TOWNSHIP OF FAIRFIELD
GENERAL CAPITAL FUND

GRANTS RECEIVABLE

C-5

	<u>Ordinance Number</u>	<u>2022 Grants</u>	<u>Decreased</u>
<u>Federal Grants</u>			
State and Local Recovery Fiscal Recovery Funds	2022-13	\$782,292.78	\$782,292.78
<u>County of Essex</u>			
Essex County Improvement Authority Contribution	2022-13	<u>100,000.00</u>	<u>100,000.00</u>
		<u>\$882,292.78</u>	<u>\$882,292.78</u>
	<u>Reference</u>	<u>C-10</u>	<u>Below</u>
		<u>Ref.</u>	
Collections		C-2	\$491,146.39
Interfunds Receivable		C-6	<u>391,146.39</u>
		Above	<u>\$882,292.78</u>

TOWNSHIP OF FAIRFIELD
GENERAL CAPITAL FUND

INTERFUNDS RECEIVABLE

C-6

Ref.	Total	Current Fund	Federal and State Grant Fund	Assessment Trust Fund	General Trust Fund	Community Development Block Grant Trust Fund	Water Operating Fund	Sewer Operating Fund	Swimming Pool Operating Fund
C	\$1,749,198.30	\$1,129,781.11	\$	\$1,130.00	\$336,281.09	\$76,206.10	\$108,000.00	\$94,000.00	\$3,800.00
C-5	391,146.39	1,129,781.11	391,146.39	1,130.00	336,281.09	76,206.10	108,000.00	94,000.00	3,800.00
C-2	391,146.39	13,476.44	391,146.39						
C-12	13,476.44	13,476.44	391,146.39						
C	\$1,735,721.86	\$1,116,304.67	\$	\$1,130.00	\$336,281.09	\$76,206.10	\$108,000.00	\$94,000.00	\$3,800.00

Balance December 31, 2021

Increased by:
Appropriated to Finance Improvement Authorizations

Decreased by:
Settlements
Transfer from Interfunds Payable

Balance December 31, 2022

TOWNSHIP OF FAIRFIELD
GENERAL CAPITAL FUND

NOTES RECEIVABLE

C-7

	<u>Ref.</u>	
Balance December 31, 2021	C	\$36,400.00
Decreased by:		
Collections	C-2	<u>36,400.00</u>
		<u>\$ -</u>

TOWNSHIP OF FAIRFIELD
GENERAL CAPITAL FUND

DEFERRED CHARGES TO FUTURE TAXATION - FUNDED

C-8

	<u>Ref.</u>	
Balance December 31, 2021	C	\$18,011,000.00
Decreased by:		
Serial Bonds Redeemed	C-17	<u>960,000.00</u>
Balance December 31, 2022	C	<u>\$17,051,000.00</u>

TOWNSHIP OF FAIRFIELD
GENERAL CAPITAL FUND

DEFERRED CHARGES TO FUTURE TAXATION - UNFUNDED

C-9

Improvements	Ordinance Number	Balance Dec. 31, 2021	2022 Authorizations	Balance Dec. 31, 2022	Analysis of Balance			
					Bond Anticipation Notes	Expenditures	Unexpended Improvement Authorizations	
General Improvements								
Renovation and Expansion of the Municipal Library	02-18	\$ 41,201.00	\$	\$ 41,201.00	\$	\$ 41,201.00	\$	
Multi-Purpose	07-15	2.85		2.85		2.85		5,000.00
Tax Appeals	11-10	5,000.00		5,000.00				840.00
Multi-Purpose	11-17	840.00		840.00				63,546.35
Flood Mitigation Acquisition Report	12-01	63,546.35		63,546.35				1,881.00
Multi-Purpose	15-12	1,881.00		1,881.00				912,000.00
Acquisition of Computer Hardware	20-03	912,000.00		912,000.00				1,045,000.00
Multi-Purpose	20-10	1,045,000.00		1,045,000.00				855,000.00
Multi-Purpose	21-18	855,000.00		855,000.00				665,000.00
Reconstruction of the Municipal Parking Lot	22-01		665,000.00	665,000.00				912,000.00
Multi-Purpose	22-12		912,000.00	912,000.00				302,000.00
Acquisition of a Fire Truck	22-13		302,000.00	302,000.00				
		<u>\$2,924,471.20</u>	<u>\$1,879,000.00</u>	<u>\$4,803,471.20</u>	<u>\$2,812,000.00</u>	<u>\$41,203.85</u>	<u>\$1,950,267.35</u>	
Reference		C	C-10	C	C-16	C-4	C-10	

TOWNSHIP OF FAIRFIELD
GENERAL CAPITAL FUND

IMPROVEMENT AUTHORIZATIONS

C-10
Sheet #1

	Number	Ordinance Date	Amount	Balance Dec. 31, 2021		2022 Authorizations	Expended	Balance Dec. 31, 2022	
				Funded	Unfunded			Funded	Unfunded
General Improvements									
Multi-Purpose:									
d. Various Acquisitions for the Parks Department	07-15	7-31-07	\$ 46,940.00	\$ 4,053.90	\$	\$	\$ 4,053.90	\$	
e. Various Improvements for the Building and Grounds Department			50,000.00	3,231.18			3,231.18		
Multi-Purpose:									
f. Various Acquisitions for Fire Prevention	08-10	9-08-08	9,000.00	8,005.75			8,005.75		
Tax Appeals	11-10		705,000.00						5,000.00
Multi-Purpose:									
a. Various Acquisitions of Equipment for the Finance Department	11-17	6-13-11	63,000.00	6,011.94			6,011.94		840.00
b. Various Acquisitions of Equipment for the Clerk's Office			8,000.00	100.00			100.00		
c. Various Acquisitions of Equipment for the Police Department			64,000.00	1,956.92			1,956.92		
d. Various Acquisitions of Equipment for Public Works			45,000.00	5,337.24			5,337.24		
Flood Mitigation Acquisition Project	12-01	2-28-12	1,040,375.00	178,931.74			178,931.74		63,546.35
Multi-Purpose:									
c. Various Acquisitions of Equipment for Public Works	12-12	8-13-12	264,000.00	6,295.33			6,295.33		
e. Various Acquisitions of Equipment for the Police Department			118,000.00	1,523.67			1,523.67		
Multi-Purpose:									
c. Acquisitions of Fence at Mill Street Water Tower and Belgian Blocks for Parking Lot for the Department of Public Works	13-15	8-12-13	14,000.00	12,987.83			12,987.83		
g. Acquisition of Football Blocking Sleds for the Recreation Department			12,000.00	1,110.42			1,110.42		
Multi-Purpose:									
a. Various Acquisitions of Equipment for the Municipal Clerk's Office	14-09	7-08-14	13,000.00	52.14			52.14		
c. Acquisitions of Fence at Mill Street Water Tower and Belgian Blocks for Parking Lot for the Department of Public Works			75,000.00	192.07			192.07		
e. Various Road Improvements to Lehigh and Matt Drives, Resurfacing of Municipal Parking Lot and Remediation of Lead Contamination at Police Shooting Range			400,000.00	182,497.99			182,497.99		
g. Acquisition of a Bobcat Toolcat with Bucket			65,000.00	33,761.65			33,761.65		
h. Various Acquisitions for Fleet Maintenance			29,000.00	8,567.21			8,567.21		
							45,470.50		

TOWNSHIP OF FAIRFIELD
GENERAL CAPITAL FUND

C-10
Sheet #2

IMPROVEMENT AUTHORIZATIONS

	Number	Ordinance Date	Amount	Balance Dec. 31, 2021		2022 Authorizations	Expended	Balance Dec. 31, 2022	
				Funded	Unfunded			Funded	Unfunded
				\$	\$			\$	\$
General Improvements									
Construction of Recreational Complex	15-05	4-27-15	\$ 6,000,000.00	\$ 43,298.94	\$	\$	\$ 43,298.94	\$	
Multi-Purpose:	15-12	8-18-15	6,950.00	3,558.00	1,881.00		3,558.00	1,881.00	
a. Various Acquisitions for the Municipal Clerk's Office			6,000.00	21.58			21.58		
b. Various Acquisitions for the Finance Department			5,000.00	0.98			0.98		
c. Various Acquisitions for the Tax Assessor			33,500.00	7,576.87			7,576.87		
e. Various Acquisitions for the Recreation Department			38,500.00	16,277.41			16,277.41		
f. Various Acquisitions for Buildings and Grounds			58,500.00	654.84			654.84		
Multi-Purpose:	16-08	9-26-16	40,000.00	21,349.54			21,349.54		
a. Various Acquisitions for Fleet Maintenance			24,500.00	13,917.00			13,917.00		
c. Various Acquisitions for Buildings and Grounds			41,000.00	33,298.88		19,321.48	13,977.40		
g. Various Acquisitions for the Recreation Department			52,500.00	6,236.17			6,236.17		
Multi-Purpose:	17-17	9-11-17	92,000.00	35.86			35.86		
a. Various Acquisitions for the Fire Department			12,500.00	9,649.51			9,649.51		
b. Various Acquisitions for Fire Protection			10,000.00	10,000.00			10,000.00		
c. Acquisition of Compressor for Fleet Maintenance			108,000.00	1,043.65			1,043.65		
d. Various Acquisitions for the Road Department			139,204.00	935.01			935.01		
f. Various Acquisitions for the Police Department			1,800.00	275.00			275.00		
g. Various Acquisitions for the Clerk's Office			12,000.00	4,890.00			4,890.00		
h. Various Acquisitions for the Tax Assessor's Office			550,000.00	147,140.71		13,972.30	133,168.41		
i. Various Improvements for Buildings and Grounds									
Renovations to the Police Department Building and Related Improvements to the Municipal Building	18-01	1-15-18	3,000,000.00	357,726.91		343,856.89	13,870.02		
Multi-Purpose:	18-08	7-30-18	18,000.00	9,127.00			9,127.00		
b. Replacement and Rehabilitation of Crosswalks on Hollywood Avenue Intersections			100,000.00	58,801.00			58,801.00		
c. Renovation of the Commerce Road Water Tank			33,000.00	21,995.00			21,995.00		
g. Various Acquisitions for the Office of Emergency Management			95,000.00	82,772.00			82,772.00		
h. Various Acquisitions for Parks and Recreation									
Renovations to Hollywood Avenue Park - Phase II	19-12	6-24-19	2,250,000.00	1,499,375.78		1,453,896.78	45,379.00		

TOWNSHIP OF FAIRFIELD
GENERAL CAPITAL FUND

C-10
Sheet #3

IMPROVEMENT AUTHORIZATIONS

Number	Ordinance Date	Amount	Balance Dec. 31, 2021		2022 Authorizations	Expended	Balance Dec. 31, 2022	
			Funded	Unfunded			Funded	Unfunded
<u>General Improvements</u>								
<u>Multi-Purpose:</u>								
19-18	7-22-19	\$ 320,000.00	\$ 17,058.70	\$	\$	\$	\$ 17,058.70	\$
a.	Acquisition of a Street Sweeper/Catch Basin Cleaner and Leaf Machine	30,000.00	5,771.48				5,771.48	
b.	Replacement of Under Carriages on Excavator and Bulldozer	140,000.00	2,228.45				2,228.45	
d.	Various Acquisitions for the Fire Department	25,000.00	1,442.35				1,442.35	
f.	Various Acquisitions for the Office of Emergency Management	150,000.00	10,354.99				10,354.99	
g.	Various Acquisitions for Parks and Recreation	280,000.00	1,740.88			1,680.68	60.20	
h.	Various Acquisitions for the Police Department							
Acquisition of a Fire Truck								
19-19	8-26-19	750,000.00	11,328.15				11,328.15	
<u>Multi-Purpose:</u>								
20-10	9-28-20	160,000.00		127,007.89				127,007.89
a.	Acquisition of Mower, Bucket Truck, Street Signs and Storm Drain Pipe Cleaning for the Road Department	50,000.00		50,000.00				50,000.00
b.	Acquisition of Audio and Visual Equipment for the Courtroom	280,000.00		5,771.66		5,771.66		14,698.32
c.	Resurfacing of Various Township Roads for the Engineering Department	150,000.00		120,572.79		105,874.47		
d.	Various Acquisitions for the Fire Department	46,000.00		40,542.67		21,480.56		19,062.11
e.	Acquisition of Vehicle Diagnostic Scanner, Kneeling System for Bus and Gas and Diesel Pumps for Fleet Maintenance	40,000.00		40,000.00				40,000.00
f.	Various Acquisitions for the Office of Emergency Management	60,000.00		29,783.79				29,783.79
g.	Various Acquisitions for Parks and Recreation	314,000.00		4,915.88				4,915.88
h.	Various Acquisitions for the Police Department							
<u>Multi-Purpose:</u>								
21-18	11-22-21	300,000.00	15,000.00	285,000.00		234,591.23		65,408.77
a.	Various Acquisitions for the Police Department	120,000.00	6,000.00	114,000.00		599.69	5,400.31	114,000.00
b.	Acquisition of Trailer Mounted Leaf Vacuum	480,000.00	24,000.00	456,000.00		450,654.30		29,345.70
c.	Resurfacing of Various Township Roads							
Reconstruction of the Municipal Parking Lot								
2022-01	4-25-22	700,000.00			700,000.00		35,000.00	665,000.00
<u>Multi-Purpose:</u>								
2022-12	12-12-22	420,000.00			420,000.00		21,000.00	399,000.00
a.	Resurfacing of Various Township Roads for Engineering Department	45,000.00			45,000.00		2,250.00	42,750.00
b.	Acquisition of Public Works Equipment - Compact Utility Tractor							
c.	Acquisition of Parks and Maintenance Equipment - Toro Sand Pro Infield Groomer	33,000.00			33,000.00		1,650.00	31,350.00
d.	Improvements to the Police Department Security Systems	38,000.00			38,000.00		1,900.00	36,100.00

TOWNSHIP OF FAIRFIELD
GENERAL CAPITAL FUND

IMPROVEMENT AUTHORIZATIONS

C-10
Sheet #4

Number	Ordinance Date	Amount	Balance Dec. 31, 2021		2022 Authorizations	Expended	Balance Dec. 31, 2022	
			Funded	Unfunded			Funded	Unfunded
2022-12	12-12-22	\$ 338,000.00	\$	\$	\$ 338,000.00	\$	\$ 16,900.00	\$ 321,100.00
		13,000.00			13,000.00		650.00	12,350.00
		11,000.00			11,000.00		550.00	10,450.00
		62,000.00			62,000.00		3,100.00	58,900.00
2022-13	12-27-22	1,200,000.00			1,200,000.00		898,000.00	302,000.00
02-12	8-26-02	375,000.00		46,009.90			46,009.90	
06-12	6-27-05	134,000.00		14,629.86			14,629.86	
				\$ 2,960,139.38		\$ 2,697,270.54	\$ 2,023,241.06	\$ 2,444,489.81
			Reference	C	Below	C-2	C	C

Multi-Purpose:
e. Acquisition of Sport Utility Vehicles and Accessories
f. Acquisitions of a Computer Server for the Police Department
g. Acquisitions of a Computer Server for the Administration Department
h. Acquisitions of Software for Various Municipal Departments

Acquisition of a Fire Truck

Local Improvements
Curbing - Various Locations
Curbing - Various Locations

Grants Receivable
Deferred Charges to Future Taxation - Unfunded
Capital Improvement Fund

Ref.
C-5 \$ 862,292.78
C-9 1,879,000.00
C-11 98,707.22
Above \$ 2,860,000.00

TOWNSHIP OF FAIRFIELD
GENERAL CAPITAL FUND

CAPITAL IMPROVEMENT FUND

C-11

	<u>Ref.</u>	
Balance December 31, 2021	C	\$ 80,400.00
Increased by:		
Budget Appropriations	C-2	<u>98,707.22</u>
		179,107.22
Decreased by:		
Appropriated to Finance Improvement		
Authorizations:		
Ordinance Number:		
#22-01		\$35,000.00
#22-12		48,000.00
#22-13		<u>15,707.22</u>
	C-10	<u>98,707.22</u>
Balance December 31, 2022	C	<u><u>\$ 80,400.00</u></u>

TOWNSHIP OF FAIRFIELD
GENERAL CAPITAL FUND

INTERFUNDS PAYABLE

C-12

	<u>Ref.</u>	<u>Total</u>	<u>Current Fund</u>	<u>Federal and State Grant Fund</u>	<u>Water Capital Fund</u>	<u>Sewer Capital Fund</u>	<u>Swimming Pool Capital Fund</u>
Balance December 31, 2021	C	\$ 428,427.47	\$	\$ 373,606.86	\$ 36,349.25	\$ 17,543.49	\$ 927.87
Increased by:							
Interest on Deposits	C-2	<u>13,476.44</u>	<u>13,476.44</u>				
		441,903.91	13,476.44	373,606.86	36,349.25	17,543.49	927.87
Decreased by:							
Transfer to Interfunds Receivable	C-6	<u>13,476.44</u>	<u>13,476.44</u>				
Balance December 31, 2022	C	<u>\$ 428,427.47</u>	<u>\$ -</u>	<u>\$ 373,606.86</u>	<u>\$ 36,349.25</u>	<u>\$ 17,543.49</u>	<u>\$ 927.87</u>

TOWNSHIP OF FAIRFIELD
GENERAL CAPITAL FUND

ACCOUNTS PAYABLE

C-13

	<u>Ref.</u>	
Balance December 31, 2021	C	<u>\$4.81</u>
Balance December 31, 2022	C	<u>\$4.81</u>
<u>Analysis of Balance</u> Roosevelt and Cross		<u>\$4.81</u>

TOWNSHIP OF FAIRFIELD
GENERAL CAPITAL FUND

RESERVE FOR CONTRIBUTIONS

C-14

	<u>Ref.</u>	
Balance December 31, 2021	C	<u>\$96,423.30</u>
Balance December 31, 2022	C	<u><u>\$96,423.30</u></u>
<u>Analysis of Balance</u>		
Skyline Auto Exchange		<u><u>\$96,423.30</u></u>

RESERVE FOR DEBT SERVICE

C-15

	<u>Ref.</u>	
Balance December 31, 2021	C	<u>\$52,535.09</u>
Balance December 31, 2022	C	<u><u>\$52,535.09</u></u>

TOWNSHIP OF FAIRFIELD
GENERAL CAPITAL FUND

C-16

BOND ANTICIPATION NOTES

<u>Ordinance Number</u>	<u>Date of Original Issue</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	<u>Balance Dec. 31, 2021</u>	<u>Increase</u>	<u>Decrease</u>	<u>Balance Dec. 31, 2022</u>
<u>General Improvements</u>								
Acquisition of Computer Hardware	20-03	12-23-20	12-16-21 12-14-22	1.25 % 4.25	\$ 912,000.00	\$ 912,000.00	\$ 912,000.00	\$ 912,000.00
Various Capital Improvements	20-10	12-23-20	12-16-21 12-14-22	1.25 4.25	1,045,000.00	1,045,000.00		1,045,000.00
Various Capital Improvements	21-18	1-31-22	12-14-22	4.25	855,000.00			855,000.00
					<u>\$ 1,957,000.00</u>	<u>\$ 2,812,000.00</u>	<u>\$ 1,957,000.00</u>	<u>\$ 2,812,000.00</u>
				<u>Reference</u>	<u>C</u>	<u>Below</u>	<u>Below</u>	<u>C</u>
				<u>Ref.</u>				
				Issued for Cash	\$ 855,000.00	\$		
				Contra Renewals	1,957,000.00	1,957,000.00		
				Above	<u>\$ 2,812,000.00</u>	<u>\$ 1,957,000.00</u>		

TOWNSHIP OF FAIRFIELD
GENERAL CAPITAL FUND

C-17

SERIAL BONDS

<u>Purpose</u>	<u>Date</u>	<u>Original Issue Amount</u>	<u>Date</u>	<u>Maturities of Bonds Outstanding Amount</u>	<u>Interest Rate</u>	<u>Balance Dec. 31, 2021</u>	<u>Decrease</u>	<u>Balance Dec. 31, 2022</u>
General Improvements	08-15-13	\$ 5,316,000.00	8-15-23	\$385,000.00	3.000 %			
			8-15-24	385,000.00	3.000			
			8-15-25	410,000.00	3.500			
			8-15-26	410,000.00	4.000			
			8-15-27	410,000.00	4.000			
			8-15-28	326,000.00	4.000	\$ 2,711,000.00	\$385,000.00	\$ 2,326,000.00
General Improvements	02-04-21	15,300,000.00	2-15-23	575,000.00	2.000			
			2-15-24	575,000.00	3.000			
			2-15-25/27	500,000.00	3.000			
			2-15-28	600,000.00	3.000			
			2-15-29	900,000.00	3.000			
			2-15-30	900,000.00	1.000			
			2-15-31	900,000.00	1.125			
			2-15-32/33	900,000.00	1.250			
			2-15-34	900,000.00	1.375			
			2-15-35	900,000.00	1.500			
			2-15-36/37	900,000.00	2.000			
			2-15-38/39	800,000.00	2.000			
			2-15-40	850,000.00	2.000			
			2-15-41	925,000.00	2.000	15,300,000.00	575,000.00	14,725,000.00
						<u>\$18,011,000.00</u>	<u>\$960,000.00</u>	<u>\$17,051,000.00</u>
			<u>Reference</u>			<u>C</u>	<u>C-8</u>	<u>C</u>

TOWNSHIP OF FAIRFIELD
GENERAL CAPITAL FUND

BONDS AND NOTES AUTHORIZED BUT NOT ISSUED

C-18

<u>Improvement Description</u>	<u>Ordinance Number</u>	<u>Balance Dec. 31, 2021</u>	<u>2022 Authorizations</u>	<u>Bond Anticipation Notes Issued</u>	<u>Balance Dec. 31, 2022</u>
<u>General Improvements</u>					
Renovation and Expansion of the Municipal Library	02-18	\$ 41,201.00	\$		\$ 41,201.00
Multi-Purpose	07-15	2.85			2.85
Tax Appeals	11-10	5,000.00			5,000.00
Multi-Purpose	11-17	840.00			840.00
Flood Mitigation Acquisition Project	12-01	63,546.35			63,546.35
Multi-Purpose	15-12	1,881.00			1,881.00
Multi-Purpose	21-18	855,000.00		855,000.00	
Reconstruction of the Municipal Parking Lot	2022-01		665,000.00		665,000.00
Multi-Purpose	2022-12		912,000.00		912,000.00
Acquisition of a Fire Truck	2022-13		302,000.00		302,000.00
		<u>\$967,471.20</u>	<u>\$1,879,000.00</u>	<u>\$855,000.00</u>	<u>\$1,991,471.20</u>

Reference

C

C-10

C-16

C

TOWNSHIP OF FAIRFIELD
WATER UTILITY

CASH RECEIPTS, DISBURSEMENTS AND RECONCILIATIONS
TREASURER

D-5

	<u>Ref.</u>	<u>Operating Fund</u>	<u>Capital Fund</u>
Balance December 31, 2021	D	\$ 1,295,589.44	\$ 227,035.22
Increased by Receipts:			
Interest on Investments and Deposits	D-3	\$ 16,971.32	
Water Collector	D-6	2,430,848.73	
Interfunds Payable	D-15	<u>27,379.40</u>	1,060.49
		<u>2,475,199.45</u>	
		<u>3,770,788.89</u>	<u>228,095.71</u>
Decreased by Disbursements:			
Budget Appropriations	D-4	2,514,306.53	
Appropriation Reserves	D-12	230,118.53	
Accrued Interest on Bonds	D-13	34,191.76	
Water Rent Overpayments	D-14	<u>48,329.68</u>	
		<u>2,826,946.50</u>	
Balance December 31, 2022	D	<u>\$ 943,842.39</u>	<u>\$ 228,095.71</u>
<u>Bank Reconciliation December 31, 2022</u>			
Balance per Statements:			
TD Bank, Fairfield, New Jersey:			
Account #3453103661		\$ 2,598,299.74	\$
Account #3453103688			<u>228,095.71</u>
		<u>2,598,299.74</u>	<u>228,095.71</u>
Plus: Transfer-in-Transit		<u>148,167.84</u>	
		<u>2,746,467.58</u>	<u>228,095.71</u>
Less: Outstanding Checks (Per List on File)		20,196.63	
Transfer-in-Transit		<u>1,782,428.56</u>	
		<u>1,802,625.19</u>	
		<u>\$ 943,842.39</u>	<u>\$ 228,095.71</u>

TOWNSHIP OF FAIRFIELD
WATER UTILITY

CASH RECEIPTS AND DISBURSEMENTS
WATER COLLECTOR

D-6

	<u>Ref.</u>	
Increased by:		
Miscellaneous Revenue	D-3	\$ 69,057.96
Consumer Accounts Receivable	D-10	2,286,302.54
Water Rent Overpayments	D-14	<u>75,488.23</u>
		<u>2,430,848.73</u>
Decreased by:		
Turnovers to Treasurer	D-5	<u>2,430,848.73</u>
		<u><u>\$ -</u></u>

TOWNSHIP OF FAIRFIELD
WATER UTILITY

CASH - MONEY MARKET ACCOUNT

D-7

	<u>Ref.</u>	<u>Operating Fund</u>	<u>Capital Fund</u>
Balance December 31, 2021	D	\$155,386.98	\$92,144.23
Increased by:			
Accrued Interest	D-3	840.48	
Balance December 31, 2022	D	\$156,227.46	\$92,144.23
 <u>Bank Reconciliation December 31, 2022</u>			
Balance per Statements:			
Columbia Bank,			
Fairfield, New Jersey:			
Account #024803407		\$156,227.46	\$92,144.23

TOWNSHIP OF FAIRFIELD
WATER UTILITY

ANALYSIS OF WATER UTILITY CAPITAL CASH AND INVESTMENTS

D-8

	<u>Ordinance Number</u>	<u>Balance Dec. 31, 2021</u>	<u>Receipts Other</u>	<u>Balance Dec. 31, 2022</u>
<u>General Accounts</u>				
Fund Balance		\$ 360,160.67	\$	\$360,160.67
Interfund General Capital Fund		(36,349.25)		(36,349.25)
Interfund Water Operating Fund		5,868.03	1,060.49	6,928.52
<u>General Improvement Authorizations</u>				
Acquisition of Equipment for the Water System	12-11	(10,000.00)		(10,000.00)
Various Capital Improvements for the Water Utility System	15-10	<u>(500.00)</u>	<u> </u>	<u>(500.00)</u>
		<u>\$ 319,179.45</u>	<u>\$ 1,060.49</u>	<u>\$ 320,239.94</u>
<u>Reference</u>		<u>D</u>	<u>D-15</u>	<u>D</u>

TOWNSHIP OF FAIRFIELD
WATER UTILITY

INTERFUNDS RECEIVABLE

D-9

		Water Operating Fund			Water Capital Fund
<u>Ref.</u>	<u>Total</u>	<u>Water Capital Fund</u>	<u>Sewer Operating Fund</u>	<u>General Capital Fund</u>	
Balance December 31, 2021	D	\$166,127.64	\$5,868.03	\$160,259.61	\$36,349.25
Increased by:					
Interest on Deposits	D-3	1,060.49	1,060.49		
Balance December 31, 2022	D	<u>\$167,188.13</u>	<u>\$6,928.52</u>	<u>\$160,259.61</u>	<u>\$36,349.25</u>

TOWNSHIP OF FAIRFIELD
WATER UTILITY

CONSUMER ACCOUNTS RECEIVABLE

D-10

	<u>Ref.</u>		
Balance December 31, 2021	D		\$ 100,948.51
Increased by:			
Water Rent Billings	Reserve		<u>2,341,693.51</u>
			2,442,642.02
Decreased by:			
Collections	D-3,6	\$ 2,286,302.54	
Overpayments Applied	D-14	<u>12,186.77</u>	
			<u>2,298,489.31</u>
Balance December 31, 2022	D		<u>\$ 144,152.71</u>

TOWNSHIP OF FAIRFIELD
WATER UTILITY

FIXED CAPITAL

D-11

	<u>Balance</u> <u>Dec. 31, 2021</u>	<u>Balance</u> <u>Dec. 31, 2022</u>
Pumping Stations and Structures	\$ 913,838.98	\$ 913,838.98
Wells and Appurtenances	558,314.29	558,314.29
Distribution Mains, Hydrants and Accessories	1,648,506.68	1,648,506.68
Meters	797,653.70	797,653.70
Engineering Services	80,764.67	80,764.67
Underground Storage Tanks	727,120.10	727,120.10
General Equipment	759,402.43	759,402.43
General Improvements to Water System	1,553,977.36	1,553,977.36
Refunding Bond Issuance Costs	<u>32,000.00</u>	<u>32,000.00</u>
	<u>\$ 7,071,578.21</u>	<u>\$ 7,071,578.21</u>
<u>Reference</u>	<u>D</u>	<u>D</u>

TOWNSHIP OF FAIRFIELD
WATER UTILITY

APPROPRIATION RESERVES

D-12

	Balance Dec. 31, 2021		Balance After Transfers	Expended	Balance Lapsed
	Encumbered	Unencumbered			
<u>Operating</u>					
Salaries and Wages	\$	\$39,679.84	\$ 39,679.84	\$	\$ 39,679.84
Other Expenses	10,957.93	718,600.37	729,558.30	230,118.53	499,439.77
Financial Administration:					
Other Expenses		5,925.00	5,925.00		5,925.00
<u>Statutory Expenditures</u>					
Contribution to:					
Social Security System (OASI)		5,950.58	5,950.58		5,950.58
	<u>\$10,957.93</u>	<u>\$ 770,155.79</u>	<u>\$781,113.72</u>	<u>\$230,118.53</u>	<u>\$550,995.19</u>
<u>Reference</u>	<u>D</u>	<u>D</u>		<u>D-5</u>	<u>D-1</u>

TOWNSHIP OF FAIRFIELD
WATER UTILITY

ACCRUED INTEREST ON BONDS

D-13

	<u>Ref.</u>	
Balance December 31, 2021	D	\$12,985.97
Increased by:		
Budget Appropriations	D-4	<u>33,413.64</u> 46,399.61
Decreased by:		
Payments	D-5	<u>34,191.76</u>
Balance December 31, 2022	D	<u>\$12,207.85</u>

Analysis of Balance

<u>Principal Outstanding Dec. 31, 2022</u>	<u>Interest Rate</u>	<u>From</u>	<u>To</u>	<u>Period</u>	<u>Amount</u>
\$ 438,000.00	Various	8-15-22	12-31-22	4 1/2 Months	\$ 6,471.75
613,000.00	Various	8-15-22	12-31-22	4 1/2 Months	<u>5,736.09</u>
					<u>\$12,207.84</u>

TOWNSHIP OF FAIRFIELD
WATER UTILITY

WATER RENT OVERPAYMENTS

D-14

	<u>Ref.</u>		
Balance December 31, 2021	D		\$12,186.77
Increased by:			
Collections	D-6		<u>75,488.23</u>
			87,675.00
Decreased by:			
Refunds	D-5	\$ 48,329.68	
Overpayments Applied	D-3,10	<u>12,186.77</u>	
			<u>60,516.45</u>
Balance December 31, 2022	D		<u><u>\$27,158.55</u></u>

TOWNSHIP OF FAIRFIELD
WATER UTILITY

INTERFUNDS PAYABLE

D-15

		Water Operating Fund			Water Capital Fund
	<u>Ref.</u>	<u>Total</u>	<u>Current Fund</u>	<u>General Capital Fund</u>	<u>Water Operating Fund</u>
Balance December 31, 2021	D	<u>\$ 307,348.24</u>	<u>\$ 199,348.24</u>	<u>\$108,000.00</u>	<u>\$ 5,868.03</u>
Increased by:					
Advance		27,379.40	27,379.40		
Interest on Deposits					1,060.49
	D-5	<u>27,379.40</u>	<u>27,379.40</u>		<u>1,060.49</u>
Water Operating Pension Payment Paid by Current Fund	D-4	<u>65,000.00</u>	<u>65,000.00</u>		
		<u>92,379.40</u>	<u>92,379.40</u>		<u>1,060.49</u>
Balance December 31, 2022	D	<u><u>\$ 399,727.64</u></u>	<u><u>\$ 291,727.64</u></u>	<u><u>\$108,000.00</u></u>	<u><u>\$ 6,928.52</u></u>

TOWNSHIP OF FAIRFIELD
WATER UTILITY

RESERVE FOR AMORTIZATION

D-16

	<u>Ref.</u>	
Balance December 31, 2021	D	\$ 5,900,078.21
Increased by:		
Serial Bonds Paid from Operating Budget	D-17	<u>110,000.00</u>
Balance December 31, 2022	D	<u>\$ 6,010,078.21</u>

TOWNSHIP OF FAIRFIELD
WATER UTILITY

SERIAL BONDS

D-17

<u>Purpose</u>	<u>Date</u>	<u>Original Issue</u> <u>Amount</u>	<u>Date</u>	<u>Maturities of</u> <u>Bonds Outstanding</u> <u>Dec. 31, 2022</u>	<u>Interest</u> <u>Rate</u>	<u>Balance</u> <u>Dec. 31, 2021</u>	<u>Decrease</u>	<u>Balance</u> <u>Dec. 31, 2022</u>	<u>Reference</u>
Water Improvement Bonds	8-20-13	\$ 758,000.00	8-15-23/24	\$ 40,000.00	3.000 %				
			8-15-25	40,000.00	3.500				
			8-15-26/28	40,000.00	4.000				
			8-15-29	40,000.00	4.125				
			8-15-30	40,000.00	4.250				
			8-15-31	40,000.00	4.400				
			8-15-32	40,000.00	4.500				
			8-15-33	38,000.00	4.600	\$ 478,000.00	\$ 40,000.00	\$ 438,000.00	
Water Improvement Bonds	2-04-21	683,000.00	2-15-23	70,000.00	2.000				
			2-15-24/29	70,000.00	3.000				
			2-15-30	70,000.00	1.000				
			2-15-31	53,000.00	1.125	683,000.00	70,000.00	613,000.00	
						<u>\$ 1,161,000.00</u>	<u>\$ 110,000.00</u>	<u>\$ 1,051,000.00</u>	D D-16 D

TOWNSHIP OF FAIRFIELD
WATER UTILITY

BONDS AND NOTES AUTHORIZED BUT NOT ISSUED

D-18

<u>Improvements</u>	<u>Ordinance Number</u>	<u>Balance Dec. 31, 2021</u>	<u>Balance Dec. 31, 2022</u>
Acquisition of Equipment for the Water System	12-11	\$ 10,000.00	\$ 10,000.00
Various Capital Improvements for the Water Utility System	15-10	<u>500.00</u>	<u>500.00</u>
		<u>\$ 10,500.00</u>	<u>\$ 10,500.00</u>
	<u>Reference</u>	<u>D</u>	<u>D</u>

TOWNSHIP OF FAIRFIELD
SEWER UTILITY

E-6
Sheet #1

CASH RECEIPTS, DISBURSEMENTS AND RECONCILIATIONS
TREASURER

	<u>Ref.</u>	<u>Operating Fund</u>	<u>Assessment Trust Fund</u>	<u>Capital Fund</u>
Balance December 31, 2021	E	\$ 4,370,781.83	\$ 49,339.64	\$ 243,832.74
Increased by Receipts:				
Interest on Investments and				
Deposits	E-4	\$ 10,327.47		
Collector	E-7	4,716,598.41		
Interfunds Payable	E-22	<u>4,726,925.88</u>	105.61	1,138.96
		<u>9,097,707.71</u>	<u>49,445.25</u>	<u>244,971.70</u>
Decreased by Disbursements:				
Budget Appropriations	E-5	4,787,084.17		
Appropriation Reserves	E-17	15,347.63		
Sewer User Overpayments	E-19	<u>105,340.50</u>		
		<u>4,907,772.30</u>		
Balance December 31, 2022	E	<u>\$ 4,189,935.41</u>	<u>\$ 49,445.25</u>	<u>\$ 244,971.70</u>

TOWNSHIP OF FAIRFIELD
SEWER UTILITY

CASH RECEIPTS, DISBURSEMENTS AND RECONCILIATIONS
TREASURER

E-6
Sheet #2

	<u>Operating Fund</u>	<u>Assessment Trust Fund</u>	<u>Capital Fund</u>
<u>Bank Reconciliation December 31, 2022</u>			
Balance per Statements:			
BCB Community Bank:			
Account #2822900037	\$ 1,587,046.78	\$	\$
TD Bank, Fairfield, New Jersey:			
Account #3453103696	862,436.97		
Account #3453103718			244,971.70
Account #3453103726		11,013.63	
PNC Bank, Fairfield, New Jersey:			
Account #80-4236-5987		38,431.62	
	2,449,483.75	49,445.25	244,971.70
Plus: Transfer-in-Transit	1,774,620.78	49,445.25	244,971.70
	4,224,104.53	49,445.25	244,971.70
Less: Outstanding Checks (Per List on File)	34,169.12		
	<u>\$ 4,189,935.41</u>	<u>\$ 49,445.25</u>	<u>\$ 244,971.70</u>

TOWNSHIP OF FAIRFIELD
SEWER UTILITY

CASH RECEIPTS AND DISBURSEMENTS
SEWER COLLECTOR

E-7

Operating
Fund

	<u>Ref.</u>	<u>Operating</u> <u>Fund</u>
Increased by:		
Miscellaneous Revenue	E-4	\$ 74,834.54
Sewer Rents Receivable	E-11	4,528,251.24
Sewer User Overpayments	E-19	<u>113,512.63</u>
		<u>4,716,598.41</u>
Decreased by:		
Turnovers to Treasurer	E-6	<u>4,716,598.41</u>
		<u>\$ -</u>

TOWNSHIP OF FAIRFIELD
SEWER UTILITY

CASH - MONEY MARKET

E-8

	<u>Ref.</u>	<u>Operating Fund</u>	<u>Capital Fund</u>
Balance December 31, 2021	E	\$ 1,367.32	\$ 5,213.61
Increased by:			
Accrued Interest	E-4	22.34	
Balance December 31, 2022	E	\$ 1,389.66	\$ 5,213.61
 <u>Bank Reconciliation December 31, 2022</u>			
Balance per Statement:			
Columbia Bank,			
Fairfield, New Jersey:			
Account #024804507		\$ 1,389.66	\$ 5,213.61

TOWNSHIP OF FAIRFIELD
SEWER UTILITY

ANALYSIS OF SEWER UTILITY ASSESSMENT TRUST CASH

E-9

	<u>Balance</u> <u>Dec. 31, 2021</u>	<u>Receipts</u> <u>Other</u>	<u>Balance</u> <u>Dec. 31, 2022</u>
Due from Current Fund	\$(13,698.00)	\$	\$(13,698.00)
Due to Assessment Trust Fund	9,698.94		9,698.94
Due to Sewer Operating Fund	1,216.24	105.61	1,321.85
Fund Balance	<u>52,122.46</u>	<u> </u>	<u>52,122.46</u>
	<u>\$ 49,339.64</u>	<u>\$105.61</u>	<u>\$ 49,445.25</u>
<u>Reference</u>	<u>E</u>	<u>E-22</u>	<u>E</u>

TOWNSHIP OF FAIRFIELD
SEWER UTILITY

ANALYSIS OF SEWER UTILITY CAPITAL CASH AND INVESTMENTS

E-10

	<u>Ordinance Number</u>	<u>Balance Dec. 31, 2021</u>	<u>Receipts Other</u>	<u>Balance Dec. 31, 2022</u>
<u>General Accounts</u>				
Fund Balance		\$ 55,685.43	\$	\$ 55,685.43
Interfund General Capital Fund		(17,543.49)		(17,543.49)
Interfund Sewer Utility Operating Fund		6,463.25	1,138.96	7,602.21
Capital Improvement Fund		38,530.00		38,530.00
<u>General Improvement Authorizations</u>				
Various Improvements to the Sewer Utility System	04-10	(19,194.40)		(19,194.40)
Various Improvements to the Sewer Utility System	06-05	(2,149.94)		(2,149.94)
Various Improvements to the Sewer Utility System	08-18	(20,831.00)		(20,831.00)
Acquisition of Various Items of Equipment	15-11	208,086.50		208,086.50
		<u>\$249,046.35</u>	<u>\$ 1,138.96</u>	<u>\$250,185.31</u>
	<u>Reference</u>	<u>E</u>	<u>E-22</u>	<u>E</u>

TOWNSHIP OF FAIRFIELD
SEWER UTILITY

SEWER RENTS RECEIVABLE

E-11

	<u>Ref.</u>		
Balance December 31, 2021	E		\$ 164,176.19
Increased by:			
Sewer Rent Billings	Reserve		<u>4,669,186.60</u>
			4,833,362.79
Decreased by:			
Collections	E-4,7	\$ 4,528,251.24	
Interfunds Receivable	E-14	7,762.94	
Overpayments Applied	E-19	<u>20,010.37</u>	
			<u>4,556,024.55</u>
Balance December 31, 2022	E		<u>\$ 277,338.24</u>

TOWNSHIP OF FAIRFIELD
SEWER UTILITY

ASSESSMENT LIENS

E-12

	<u>Ref.</u>	
Balance December 31, 2021	E	<u>\$2,580.60</u>
Balance December 31, 2022	E	<u><u>\$2,580.60</u></u>

ASSESSMENT LIEN INTEREST AND COSTS

E-13

	<u>Ref.</u>	
Balance December 31, 2021	E	<u>\$ 428.13</u>
Balance December 31, 2022	E	<u><u>\$ 428.13</u></u>

TOWNSHIP OF FAIRFIELD
SEWER UTILITY

E-14

INTERFUNDS RECEIVABLE

		Sewer Operating Fund				Sewer Assessment Fund	Sewer Capital Fund
<u>Ref.</u>	<u>Total</u>	<u>Current Fund</u>	<u>Sewer Assessment Fund</u>	<u>Sewer Capital Fund</u>	<u>Current Fund</u>	<u>General Capital Fund</u>	
Balance December 31, 2021	\$ 7,679.49	\$	\$1,216.24	\$6,463.25	\$13,698.00	\$17,543.49	
Increased by:							
Interest on Deposits	1,244.57		105.61	1,138.96			
Sewer Utility Fund Revenue Deposited in Current Fund in Error	7,762.94	7,762.94					
	16,687.00	7,762.94	1,321.85	7,602.21	13,698.00	17,543.49	
Decreased by:							
Transfer To/From Interfunds Payable	7,762.94	7,762.94					
Balance December 31, 2022	\$ 8,924.06	\$ -	\$1,321.85	\$7,602.21	\$13,698.00	\$17,543.49	

TOWNSHIP OF FAIRFIELD
SEWER UTILITY

FIXED CAPITAL

E-15

	Balance <u>Dec. 31, 2021</u>	Balance <u>Dec. 31, 2022</u>
Sewer Treatment Plant	\$ 20,391,456.44	\$ 20,391,456.44
Land Acquisition	29,095.00	29,095.00
Sanitary Sewer Lines and Appurtenances	719,416.86	719,416.86
Legal and Professional Fees	8,894.07	8,894.07
Engineering Services	66,902.60	66,902.60
Underground Storage Tanks	79,759.79	79,759.79
General Equipment	130,458.68	130,458.68
General Improvements to Sewer System	1,141,384.70	1,141,384.70
Refunding Bond Issuance Costs	22,000.00	22,000.00
Acquisition of Various Items of Equipment	<u>250,000.00</u>	<u>250,000.00</u>
	<u>\$ 22,839,368.14</u>	<u>\$ 22,839,368.14</u>
<u>Reference</u>	<u>E</u>	<u>E</u>

TOWNSHIP OF FAIRFIELD
SEWER UTILITY

E-16

FIXED CAPITAL AUTHORIZED AND UNCOMPLETED

	<u>Ordinance</u>		<u>Balance</u>	<u>Balance</u>
	<u>Number</u>	<u>Date</u>	<u>Amount</u>	<u>Dec. 31, 2022</u>
Various Improvements to the Sewer System	04-10	7-26-04	\$ 26,000.00	\$ 26,000.00
Various Improvements to the Sewer System	06-05	2-13-06	35,000.00	35,000.00
Various Improvements to the Sewer System	08-18	12-29-08	90,000.00	90,000.00
Acquisition of Various Items of Equipment for the Sewer System	15-11	8-18-15	380,000.00	380,000.00
			<u>380,000.00</u>	<u>380,000.00</u>
			<u>\$ 531,000.00</u>	<u>\$ 531,000.00</u>
		<u>Reference</u>	<u>E</u>	<u>E</u>

TOWNSHIP OF FAIRFIELD
SEWER UTILITY

APPROPRIATION RESERVES

E-17

	Balance Dec. 31, 2021		Balance After Transfers	Expended	Balance Lapsed
	<u>Encumbered</u>	<u>Unencumbered</u>			
Operating:					
Salaries and Wages	\$	\$39,890.37	\$ 39,890.37	\$	\$ 39,890.37
Other Expenses	13,463.20	832,789.68	846,252.88	15,347.63	830,905.25
Financial Administration:					
Other Expenses		925.00	925.00		925.00
Statutory Expenditures:					
Contribution to:					
Social Security System		6,157.59	6,157.59		6,157.59
	<u>\$ 13,463.20</u>	<u>\$ 879,762.64</u>	<u>\$ 893,225.84</u>	<u>\$ 15,347.63</u>	<u>\$ 877,878.21</u>
<u>Reference</u>	<u>E</u>	<u>E</u>		<u>E-6</u>	<u>E-1</u>

TOWNSHIP OF FAIRFIELD
SEWER UTILITY

ACCRUED INTEREST ON BONDS

E-18

	<u>Ref.</u>	
Balance December 31, 2021	E	\$2,733.75
Increased by:		
Budget Appropriations	E-5	<u>6,633.75</u>
		9,367.50
Decreased by:		
Interfunds Payable	E-22	<u>6,915.00</u>
Balance December 31, 2022	E	<u><u>\$2,452.50</u></u>

TOWNSHIP OF FAIRFIELD
SEWER UTILITY

SEWER USER OVERPAYMENTS

E-19

	<u>Ref.</u>		
Balance December 31, 2021	E		\$ 20,010.37
Increased by:			
Collections	E-7		<u>113,512.63</u>
			133,523.00
Decreased by:			
Refunds	E-6	\$105,340.50	
Overpayments Applied	E-4,11	<u>20,010.37</u>	
			<u>125,350.87</u>
Balance December 31, 2022	E		<u><u>\$ 8,172.13</u></u>

TOWNSHIP OF FAIRFIELD
SEWER UTILITY

IMPROVEMENT AUTHORIZATIONS

E-20

	<u>Ordinance</u> <u>Date</u>	<u>Amount</u>	<u>Balance</u> <u>Dec. 31, 2021</u>		<u>Balance</u> <u>Dec. 31, 2022</u>	
			<u>Funded</u>	<u>Unfunded</u>	<u>Funded</u>	<u>Unfunded</u>
<u>General Improvements</u>						
Various Improvements to the Sewer System	2004-10 07-26-04	\$ 26,000.00	\$	\$ 805.60	\$	\$ 805.60
Various Improvements to the Sewer System	2006-05 02-13-06	35,000.00		27,850.06		27,850.06
Various Improvements to the Sewer System	2008-18 12-29-08	90,000.00		64,669.00		64,669.00
Acquisition of Various Items of Equipment to the Sewer System	2015-11 08-18-15	380,000.00	208,086.50		208,086.50	
			<u>\$ 208,086.50</u>	<u>\$ 93,324.66</u>	<u>\$ 208,086.50</u>	<u>\$ 93,324.66</u>
	<u>Reference</u>		<u>E</u>	<u>E</u>	<u>E</u>	<u>E</u>

TOWNSHIP OF FAIRFIELD
SEWER UTILITY

CAPITAL IMPROVEMENT FUND

E-21

	<u>Ref.</u>	
Balance December 31, 2021	E	<u>\$38,530.00</u>
Balance December 31, 2022	E	<u>\$38,530.00</u>

TOWNSHIP OF FAIRFIELD
SEWER UTILITY

INTERFUNDS PAYABLE

E-22

Ref.	Sewer Operating Fund					Sewer Assessment Fund		Sewer Capital Fund
	Total	Current Fund	General Capital Fund	Water Operating Fund	Swimming Pool Operating Fund	Sewer Operating Fund	Assessment Trust Fund	
E	\$396,181.12	\$141,919.96	\$94,000.00	\$160,259.61	\$1.55	\$1,216.24	\$9,698.94	\$6,463.25
E-5 E-6	65,000.00	65,000.00				105.61		1,138.96
E-18	6,915.00 468,096.12	6,915.00 213,834.96	94,000.00	160,259.61	1.55	1,321.85	9,698.94	7,602.21
E-14	7,762.94	7,762.94						
E	\$460,333.18	\$206,072.02	\$94,000.00	\$160,259.61	\$1.55	\$1,321.85	\$9,698.94	\$7,602.21

Increased by:

Sewer Operating Fund Pension
Payment Paid by Current Fund
Interest on Deposits
Sewer Operating Fund Debt
Service Paid by Current
Fund:

Decreased by:

Transfer From/To Interfunds
Receivable

TOWNSHIP OF FAIRFIELD
SEWER UTILITY

RESERVE FOR ASSESSMENTS AND LIENS

E-23

<u>Improvement Description</u>	<u>Ordinance Number</u>	<u>Balance Dec. 31, 2021</u>	<u>Balance Dec. 31, 2022</u>
Assessment Liens: Sanitary Sewers	573	<u>\$ 2,580.60</u>	<u>\$ 2,580.60</u>
	<u>Reference</u>	<u>E</u>	<u>E</u>

TOWNSHIP OF FAIRFIELD
SEWER UTILITY

RESERVE FOR AMORTIZATION

E-24

	<u>Ref.</u>	
Balance December 31, 2021	E	\$22,789,368.14
Increased by:		
Serial Bonds Redeemed	E-26	<u>10,200.00</u>
Balance December 31, 2022	E	<u>\$22,799,568.14</u>

TOWNSHIP OF FAIRFIELD
SEWER UTILITY

DEFERRED RESERVE FOR AMORTIZATION

E-25

	<u>Ordinance</u>		<u>Balance</u>	<u>Bonds Paid</u>	<u>Balance</u>
	<u>Number</u>	<u>Date</u>	<u>Dec. 31, 2021</u>	<u>by Operating</u>	<u>Dec. 31, 2022</u>
				<u>Budget</u>	
Various Improvements to the Sewer System	04-10	07-26-04	\$ 6,000.00	\$	\$ 6,000.00
Various Improvements to the Sewer System	06-05	02-13-06	5,000.00		5,000.00
Various Improvements to the Sewer System	08-18	12-29-08	4,500.00		4,500.00
Acquisition of Various Items of Equipment for the Sewer System	15-11	12-09-15	<u>132,000.00</u>	<u>49,800.00</u>	<u>181,800.00</u>
			<u>\$147,500.00</u>	<u>\$49,800.00</u>	<u>\$197,300.00</u>
		<u>Reference</u>	<u>E</u>	<u>E-26</u>	<u>E</u>

TOWNSHIP OF FAIRFIELD
SEWER UTILITY

SERIAL BONDS

E-26

<u>Purpose</u>	<u>Original Issue</u>		<u>Maturities of Bonds Outstanding Dec. 31, 2022</u>		<u>Interest Rate</u>	<u>Balance Dec. 31, 2021</u>	<u>Decrease</u>	<u>Balance Dec. 31, 2022</u>
	<u>Date</u>	<u>Amount</u>	<u>Date</u>	<u>Amount</u>				
Sewer Improvement Bonds	2-04-21	\$ 298,000.00	2-15-23	\$ 60,000.00	2.000 %			
			2-15-24/25	60,000.00	3.000			
			2-15-26	58,000.00	3.000	\$ 298,000.00	\$ 60,000.00	\$ 238,000.00
					<u>Reference</u>	<u>E</u>	<u>Below</u>	<u>E</u>
					<u>Ref.</u>			
					Reserve for Amortization	E-24	\$ 10,200.00	
					Deferred Reserve for Amortization	E-25	49,800.00	
					Above		\$ 60,000.00	

TOWNSHIP OF FAIRFIELD
SEWER UTILITY

BONDS AND NOTES AUTHORIZED BUT NOT ISSUED

E-27

<u>Improvements</u>	<u>Ordinance Number</u>	<u>Balance Dec. 31, 2021</u>	<u>Balance Dec. 31, 2022</u>
Various Sewer Utility Improvements	04-10	\$ 20,000.00	\$ 20,000.00
Various Sewer Utility Improvements	06-05	30,000.00	30,000.00
Various Sewer Utility Acquisitions	08-18	<u>85,500.00</u>	<u>85,500.00</u>
		<u>\$ 135,500.00</u>	<u>\$ 135,500.00</u>
	<u>Reference</u>	<u>E</u>	<u>E</u>

TOWNSHIP OF FAIRFIELD
SWIMMING POOL UTILITY

CASH RECEIPTS, DISBURSEMENTS AND RECONCILIATIONS
TREASURER

F-5

	<u>Ref.</u>	<u>Operating Fund</u>	<u>Capital Fund</u>
Balance December 31, 2021	F	\$ 72,953.80	\$16,929.06
Increased by Receipts:			
Collections	F-3	\$ 1,388.94	\$
Interfunds Payable	F-14	<u> </u>	<u>79.09</u>
		<u>1,388.94</u>	<u>79.09</u>
		74,342.74	17,008.15
Decreased by Disbursements:			
Budget Appropriations	F-4	41,497.35	
Appropriation Reserves	F-11	<u>6,943.26</u>	
		<u>48,440.61</u>	
Balance December 31, 2022	F	<u><u>\$25,902.13</u></u>	<u><u>\$17,008.15</u></u>
 <u>Bank Reconciliation December 31, 2022</u>			
Balance per Statements:			
TD Bank,			
Fairfield, New Jersey:			
Account #3453103734		\$ 30,052.14	\$
Account #3452885542		<u> </u>	<u>17,008.15</u>
		<u>30,052.14</u>	<u>17,008.15</u>
Less: Outstanding Checks			
Due to Bank		4,150.00	
		<u>0.01</u>	
		<u>4,150.01</u>	
		<u><u>\$25,902.13</u></u>	<u><u>\$17,008.15</u></u>

TOWNSHIP OF FAIRFIELD
SWIMMING POOL UTILITY

CASH - MONEY MARKET ACCOUNT

F-6

	<u>Ref.</u>	<u>Operating Fund</u>	<u>Capital Fund</u>
Balance December 31, 2021	F	\$ 8,245.22	\$ 10,806.00
Increased by:			
Accrued Interest	F-3	<u>64.69</u>	<u> </u>
Balance December 31, 2022	F	<u>\$ 8,309.91</u>	<u>\$ 10,806.00</u>
 <u>Bank Reconciliation December 31, 2022</u>			
Balance per Statement:			
Columbia Bank,			
Fairfield, New Jersey:			
Account #024804493		<u>\$ 8,309.91</u>	<u>\$ 10,806.00</u>

TOWNSHIP OF FAIRFIELD
SWIMMING POOL UTILITY

ANALYSIS OF SWIMMING POOL UTILITY CAPITAL CASH AND INVESTMENTS

F-7

	<u>Ordinance Number</u>	<u>Balance Dec. 31, 2021</u>	<u>Receipts Other</u>	<u>Transfers</u>		<u>Balance Dec. 31, 2022</u>
				<u>From</u>	<u>To</u>	
<u>General Accounts</u>						
Fund Balance		\$52,217.05	\$	\$28,400.00	\$	\$ 23,817.05
Capital Improvement Fund		3,350.00				3,350.00
Reserve for Preliminary Study		7,280.80				7,280.80
Due from General Capital Fund		(927.87)				(927.87)
Due to Swimming Pool Operating Fund		515.11	79.09		28,400.00	28,994.20
<u>Improvement Authorizations</u>						
Various Improvements to the Pool Complex	04-09	(36,993.22)				(36,993.22)
Renovation of Main Filter System	06-18	2,293.19				2,293.19
		<u>\$27,735.06</u>	<u>\$79.09</u>	<u>\$28,400.00</u>	<u>\$28,400.00</u>	<u>\$ 27,814.15</u>
<u>Reference</u>		F	F-14	Contra	Contra	F

TOWNSHIP OF FAIRFIELD
SWIMMING POOL UTILITY

INTERFUNDS RECEIVABLE

F-8

	<u>Ref.</u>	<u>Swimming Pool Operating Fund</u>			<u>Swimming Pool Capital Fund</u>
		<u>Total</u>	<u>Sewer Operating Fund</u>	<u>Pool Capital Fund</u>	<u>General Capital Fund</u>
Balance December 31, 2021	F	\$ 516.66	\$1.55	\$ 515.11	\$ 927.87
Increased by:					
Interest on Deposits	F-3	79.09		79.09	
Capital Surplus Anticipated	F-3	<u>28,400.00</u>	_____	<u>28,400.00</u>	_____
Balance December 31, 2022	F	<u>\$28,995.75</u>	<u>\$1.55</u>	<u>\$28,994.20</u>	<u>\$ 927.87</u>

TOWNSHIP OF FAIRFIELD
SWIMMING POOL UTILITY

FIXED CAPITAL

F-9

	<u>Balance</u> <u>Dec. 31, 2021</u>	<u>Balance</u> <u>Dec. 31, 2022</u>
Swimming Pool Facility	<u>\$1,674,727.77</u>	<u>\$1,674,727.77</u>
<u>Reference</u>	<u>E</u>	<u>E</u>

TOWNSHIP OF FAIRFIELD
SWIMMING POOL UTILITY

FIXED CAPITAL AUTHORIZED AND UNCOMPLETED

F-10

	<u>Number</u>	<u>Ordinance Date</u>	<u>Amount</u>	<u>Balance Dec. 31, 2021</u>	<u>Balance Dec. 31, 2022</u>
Various Improvements to the Pool Complex	04-09	7-26-04	\$ 73,000.00	\$ 73,000.00	\$ 73,000.00
Renovation of Main Filter System	06-18	8-28-06	126,000.00	<u>126,000.00</u>	<u>126,000.00</u>
				<u>\$199,000.00</u>	<u>\$199,000.00</u>
			<u>Reference</u>	E	F

TOWNSHIP OF FAIRFIELD
SWIMMING POOL UTILITY

APPROPRIATION RESERVES

F-11

	Balance Dec. 31, 2021		Balance After Transfers	Expended	Balance Lapsed
	<u>Encumbered</u>	<u>Unencumbered</u>			
<u>Operating</u>					
Other Expenses	\$ 6,894.87	\$ 30,081.50	\$36,976.37	\$6,943.26	\$30,033.11
Financial Administration:					
Other Expenses	<u> </u>	<u>700.00</u>	<u>700.00</u>	<u> </u>	<u>700.00</u>
	<u>\$ 6,894.87</u>	<u>\$ 30,781.50</u>	<u>\$37,676.37</u>	<u>\$6,943.26</u>	<u>\$30,733.11</u>
<u>Reference</u>	<u>F</u>	<u>F</u>		<u>F-5</u>	<u>F-1</u>

TOWNSHIP OF FAIRFIELD
SWIMMING POOL UTILITY

IMPROVEMENT AUTHORIZATIONS

F-12

	<u>Number</u>	<u>Ordinance Date</u>	<u>Amount</u>	<u>Balance Dec. 31, 2021 Unfunded</u>	<u>Balance Dec. 31, 2022 Unfunded</u>
<u>General Improvements</u>					
Various Improvements to the Pool Complex	2004-09	7-26-04	\$ 73,000.00	\$ 1,006.78	\$ 1,006.78
Renovation of Main Filter System	2006-18	8-28-06	126,000.00	<u>32,293.19</u>	<u>32,293.19</u>
				<u>\$33,299.97</u>	<u>\$ 33,299.97</u>
		<u>Reference</u>		<u>F</u>	<u>F</u>

TOWNSHIP OF FAIRFIELD
SWIMMING POOL UTILITY

CAPITAL IMPROVEMENT FUND

F-13

	<u>Ref.</u>	
Balance December 31, 2021	F	<u>\$3,350.00</u>
Balance December 31, 2022	F	<u>\$3,350.00</u>

TOWNSHIP OF FAIRFIELD
SWIMMING POOL UTILITY

INTERFUNDS PAYABLE

F-14

	<u>Ref.</u>	<u>Swimming Pool Operating Fund</u>			<u>Swimming Pool Capital Fund</u>
		<u>Total</u>	<u>Current Fund</u>	<u>General Capital Fund</u>	<u>Swimming Pool Operating Fund</u>
Balance December 31, 2021	F	\$5,809.64	\$2,009.64	\$3,800.00	\$ 515.11
Increased by:					
Interest on Deposits	F-5				79.09
Swimming Pool Capital Fund Balance Anticipated in Swimming Pool Operating Budget	F-2	_____	_____	_____	28,400.00
Balance December 31, 2022	F	<u>\$5,809.64</u>	<u>\$2,009.64</u>	<u>\$3,800.00</u>	<u>\$28,994.20</u>

TOWNSHIP OF FAIRFIELD
SWIMMING POOL UTILITY

RESERVE FOR PRELIMINARY STUDY

F-15

	<u>Ref.</u>	
Balance December 31, 2021	F	<u>\$ 7,280.80</u>
Balance December 31, 2022	F	<u><u>\$ 7,280.80</u></u>

RESERVE FOR AMORTIZATION

F-16

	<u>Ref.</u>	
Balance December 31, 2021	F	<u>\$1,732,727.77</u>
Balance December 31, 2022	F	<u><u>\$1,732,727.77</u></u>

TOWNSHIP OF FAIRFIELD
SWIMMING POOL UTILITY

DEFERRED RESERVE FOR AMORTIZATION

F-17

	<u>Ordinance</u>		<u>Balance</u>	<u>Notes</u>	<u>Balance</u>
	<u>Number</u>	<u>Date</u>	<u>Dec. 31, 2021</u>	<u>Paid from</u>	<u>Dec. 31, 2022</u>
				<u>Operating</u>	
				<u>Budget</u>	
Various Improvements to the Pool Complex	04-09	7-26-04	\$ 5,200.00	\$25,800.00	\$ 31,000.00
Renovation of Main Filter System	06-18	8-28-06	<u>31,400.00</u>	<u>10,600.00</u>	<u>42,000.00</u>
			<u>\$36,600.00</u>	<u>\$36,400.00</u>	<u>\$ 73,000.00</u>
		<u>Reference</u>	E	F-18	E

TOWNSHIP OF FAIRFIELD
SWIMMING POOL UTILITY

F-18

BOND ANTICIPATION NOTES

<u>Ordinance Number</u>	<u>Date of Original Issue</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	<u>Balance Dec. 31, 2021</u>	<u>Decrease</u>
2004-09	12-7-16	12-29-21	12-31-22	0.00%	\$ 25,800.00	\$ 25,800.00
2006-18	12-7-16	12-29-21	12-31-22	0.00	10,600.00	10,600.00
					<u>\$ 36,400.00</u>	<u>\$ 36,400.00</u>

Reference

F

F-17

Various Improvements to the Pool
Complex

Main Filter System Renovation

TOWNSHIP OF FAIRFIELD
SWIMMING POOL UTILITY

BONDS AND NOTES AUTHORIZED BUT NOT ISSUED

F-19

<u>Improvements</u>	<u>Ordinance Number</u>	<u>Balance Dec. 31, 2021</u>	<u>Balance Dec. 31, 2022</u>
Various Improvements to the Pool Complex	2004-09	\$38,000.00	\$ 38,000.00
Main Filter System Renovation	2006-18	<u>30,000.00</u>	<u>30,000.00</u>
		<u>\$68,000.00</u>	<u>\$ 68,000.00</u>
	<u>Reference</u>	<u>F</u>	<u>F</u>

TOWNSHIP OF FAIRFIELD
PUBLIC ASSISTANCE TRUST FUND

CASH RECEIPTS, DISBURSEMENTS AND RECONCILIATION

G-1

	<u>Ref.</u>	Trust Fund <u>Account #1</u>
Balance December 31, 2021	G	\$1,196.91
Increased by:		
Interest on Deposits	G-2	<u>1.74</u>
Balance December 31, 2022	G	<u>\$1,198.65</u>
 <u>Bank Reconciliation December 31, 2022</u>		
Balance per Statement:		
PNC Bank,		
Fairfield, New Jersey:		
Account #81-0028-9493		<u>\$1,198.65</u>

TOWNSHIP OF FAIRFIELD
PUBLIC ASSISTANCE TRUST FUND

RESERVE FOR PUBLIC ASSISTANCE EXPENDITURES

G-2

	<u>Ref.</u>	<u>Trust Fund Account #1</u>
Balance December 31, 2021	G	\$1,196.91
Increased by:		
Interest on Deposits	G-1	<u>1.74</u>
Balance December 31, 2022	G	<u>\$1,198.65</u>

PART II
INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL
ROSTER OF OFFICIALS
GENERAL COMMENTS, FINDINGS AND RECOMMENDATIONS
YEAR ENDED DECEMBER 31, 2022

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

The Honorable Mayor and Members
of the Township Council
Township of Fairfield
Fairfield, New Jersey 07004

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the various funds - regulatory basis of the Township of Fairfield, State of New Jersey as of and for the year ended December 31, 2022, and the related notes to the financial statements, which collectively comprise the Township of Fairfield, State of New Jersey's basic financial statements, and have issued our report thereon dated December 1, 2023. These financial statements - regulatory basis have been prepared in conformity with accounting principles prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Township of Fairfield, State of New Jersey'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 of Fairfield, State of New Jersey's internal control. Accordingly, we do not express an opinion on the effectiveness of the Township of Fairfield, State of New Jersey's internal control.

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

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

Report on Compliance and Other Matters

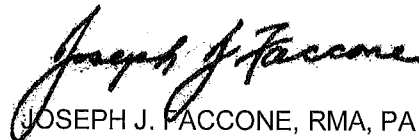
As part of obtaining reasonable assurance about whether the Township of Fairfield, State of New Jersey's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which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

Purpose of This Report

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



SAMUEL KLEIN AND COMPANY, LLP
CERTIFIED PUBLIC ACCOUNTANTS



JOSEPH J. PACCONE, RMA, PA

Newark, New Jersey
December 1, 2023

**ROSTER OF OFFICIALS AND CERTAIN EMPLOYEES
AND REPORT ON SURETY BONDS FOR THE YEAR 2022**

<u>Name</u>	<u>Title</u>	<u>Amount of Bonds</u>
James Gasparini	Mayor	\$
Michael McGlynn	Council President	
Joseph Cifelli	Councilperson	
William Galese	Councilperson	
John LaForgia	Councilperson	
Michael McGlynn	Councilperson	
Joseph Catenaro	Business Administrator	
J. John McCluskey	Chief Financial Officer Tax Collector	1,000,000.00 1,000,000.00
Denise D. Cafone	Municipal Clerk	
Dennis M. Galvin	Township Attorney	
Vincent Failla	Municipal Court Judge from November 28, 2022	1,000,000.00
Frank Pomaco	Municipal Court Judge to November 18, 2022	1,000,000.00
Maria Cappa-Foschini	Municipal Court Administrator	
Anthony G. Manna	Chief of Police	
Christopher Murray	Tax Assessor	
Steven Bury	Township Engineer	
Nicholas Miuccio	Construction Code Official	
Anthony Pompei	Recreation Director	

The above surety coverage is provided by the Suburban Essex Joint Insurance Fund and is subject to a \$1,000.00 deductible.

An employee dishonesty and faithful performance bond issued through the Suburban Essex Joint Insurance Fund, in the amount of \$50,000.00 with excess coverage of \$950,000.00, covers all employees except those required to file statutory bonds.

GENERAL COMMENTS, FINDINGS AND RECOMMENDATIONS

Contracts and Agreements Required to be Advertised (N.J.S.A. 40A:11-a)

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

It is pointed out that management has the responsibility of determining whether the expenditures in any category will exceed the threshold set for the fiscal year and, where question arises as to whether any contract or agreement might result in violation of the statute, the opinion of the Township Attorney should be sought before a commitment is made.

The statutory bidding threshold, effective July 1, 2020, decreased from \$44,000.00 to \$17,500.00 based on the appointment of a nonqualified purchasing agent.

P.L. 2005, Chapter 51 and N.J.S.A. 19:44A-20.5, known as the "Pay-to-Play Law", however, 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 of 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.

It is further noted that contracts between \$17,500.00 and the municipal bidding threshold, known as "window contracts", can be issued by resolution of the governing body without competitive bidding if a non-fair and open process is implemented which prohibits reportable contributions by the business entity.

The minutes indicate that bids were requested by public advertising for the following items:

Service and Construction Contracts:
2021-2022 CDBG Grant Sidewalk Extensions
Kulick Road Reconstruction

Inasmuch as the system of records did not provide 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.

The minutes indicate that resolutions were adopted and advertised authorizing the awarding of contracts or agreements for "Professional Services" per N.J.S. 19:44A-20.5.

Collection of Interest on Delinquent Taxes, Assessments, Water and Sewer Billings

N.J.S. 53:4-67, 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 on January 5, 2022, authorizing interest to be charged on delinquent payments:

WHEREAS, N.J.S.A. 54:4-66 provides that taxes are payable in quarterly installments, February 1st, May 1st, August 1st and November 1st in each year, and

WHEREAS, N.J.S.A. 54:4-67 authorizes municipalities to provide a grace period not exceeding ten days without additional charge for interest.

NOW, THEREFORE BE IT RESOLVED, by the Mayor and Council of the Township of Fairfield that no interest shall be charged if any installment of taxes is made within the tenth calendar day following the date on which the same becomes payable, but when an installment is received after the expiration of the grace period, the delinquent balance shall bear interest from the due date at a rate of 8% per annum on that portion of the delinquency which is less than or equal to \$1,500.00 and 18% per annum on that portion of the delinquency which is in excess of \$1,500.00.

It is further noted that on January 5, 2022, the Township of Fairfield adopted the following resolution on delinquent taxes, in accordance with the provisions of Ch. 75, P.L. 1991, establishing certain interest penalties. This resolution reads as follows:

WHEREAS, by virtue of Chapter 75, Laws of 1991 the Township of Fairfield is permitted to charge 6% penalty against delinquent taxes and other municipal charges totaling in excess of \$10,000.00, if the taxpayer fails to pay that delinquency prior to the end of the calendar year.

NOW, THEREFORE BE IT RESOLVED, by the Mayor and Council of the Township of Fairfield, that the Municipal Tax Collector be and is hereby authorized to charge late charges on delinquent taxes and other municipal charges pursuant to Chapter 75, Laws of 1991.

Interest on delinquent assessments was authorized at 8% by resolutions adopted by the Township Council.

Our test of the Collector's records indicated that interest on delinquent taxes was generally collected in accordance with the provisions of the foregoing resolutions.

Interest on Delinquent Water and Sewer Charges

The Governing Body on March 11, 2002 adopted Ordinance Number 2002-05 authorizing interest to be charged on delinquent water and sewer charges. This ordinance reads as follows:

In the event that a bill is not paid within thirty (30) days of the date of issuance, interest shall accrue on the unpaid balance, at the maximum rate allowed pursuant to N.J.S.A. 40:14B-41, that being at a rate of one and one half percent (1.5%) per month until the date on which such charge, and the interest thereon, shall be fully paid to the Township.

Our test of the Collector's records indicated that interest on delinquent water and sewer charges were generally collected in accordance with the provisions of the foregoing ordinance.

On October 15, 2020, the Governor signed Executive Order 190 which bars 1) all municipal water utilities from shutting off the water supply to residential accounts, or accounts primarily serving residential customers, due to nonpayment; and 2) collecting fees and charges for late or otherwise untimely water payments or water supply service reconnections that have accrued, and will continue to accrue, during the Public Health Emergency declared in response to COVID-19. As a result, municipalities cannot bring delinquent water charges to tax sale for the remainder of the public health emergency. This Order shall take effect on October 15, 2020 and shall remain in effect until March 15, 2021. On March 3, 2021, the Governor signed Executive Order 229 which extended the expiration date to June 30, 2021. On June 14, 2021, the Governor signed Executive Order 246 which extended the expiration date to December 31, 2021. On December 21, 2021, the Governor signed Executive Order 54081 which extended the expiration date to March 15, 2022.

Delinquent Taxes

Delinquent taxes, in the sum of \$19,217.15, exclusive of 2022, is summarized as follows:

<u>Year</u>	<u>Amount</u>
2013	\$ 412.59
2014	547.68
2015	565.32
2016	616.84
2017	613.76
2018	612.08
2019	5,547.72
2020	4,577.34
2021	<u>5,723.82</u>
	<u>\$19,217.15</u>

A tax sale was held on December 6, 2022 and was complete.

Tax Title Liens

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

<u>Year</u>	<u>Number</u>	<u>Amount</u>
2022	26	\$1,780,469.77
2021	40	1,715,069.82
2020	40	1,712,783.78

Tax Title Lien Redemption Account

Finding 2022-1:

Condition:

A detailed list supporting the cash balance for the tax title lien redemptions was not available for audit review.

Recommendation:

That a detailed list supporting the cash balance for the tax title lien redemption account be available for audit review.

Cash

Finding 2022-2:

Condition:

Numerous cash reconciliations included various prior years and current year unreconciled items.

Recommendation:

That the bank reconciliations be reviewed and appropriate action be taken as to their disposition.

Revenue Collections

Recreation Department:

Finding 2022-3:

Condition:

The following fees were not approved by ordinance:

Football Jerseys, Baseball - Carl Ripken All Star Fees and Sponsorships for Signs.

Recommendation:

That the Recreation Department fees be approved by ordinance of the Township Council.

Construction Code Official:

Finding 2022-4:

Condition:

The cash book contained a number of posting errors.

Recommendation:

That the Construction Code Official exercise more care in maintaining the cash receipts book.

Assessor's Office:

Finding 2022-5:

Condition:

The cash receipts book was not available for audit review.

Recommendation:

That the Assessor's Office cash receipts book be made available for audit review.

Engineering Department:

Finding 2022-6:

Condition:

The following fee was not approved by ordinance:

Waiver of Site Plan

Recommendation:

That the Engineering Department fees be approved by ordinance of the Township Council.

Fire Prevention Department:

Finding 2022-7:

Condition:

Numerous Fire Prevention Department revenue collections were not turned over within 48 hours of receipt in accordance with the provisions of N.J.S.A. 40A:5-15.

Revenue Collections (Continued)

Fire Prevention Department: (Continued)

Finding 2022-7: (Continued)

Recommendation:

That Fire Prevention Department revenue collections be turned over within 48 hours in accordance with the provisions of N.J.S.A. 40A:5-15.

Finding 2022-8:

Condition:

Certain revenue collections on the Fire Prevention Department's records were not in agreement with the records of the Tax Collector's Office, detailed as follows:

	<u>Fire Prevention Department</u>	<u>Tax Collector's Office</u>	<u>Tax Collector's Office Over/(Under)</u>
Fire Prevention	\$ 606,833.99	\$ 608,078.99	\$ 1,245.00

Recommendation:

That more care be exercised in maintaining the cash receipts book for the Fire Prevention Department and that collections be reconciled to the records of the Tax Collector's Office on a monthly basis.

Assessment Trust Fund

Finding 2022-9:

Condition:

It is noted that certain assessments receivable are still open past their due date and that Special Assessment Reports were not in agreement with the General Ledger.

Recommendation:

That certain assessments receivable be included in the next tax sale and that Special Assessment Reports be reconciled to the General Ledger.

Outside Employment of Off-Duty Police Officers

Finding 2022-10:

Condition:

According to Local Finance Notice #2000-14 "entities requesting the services of police officers be required to submit payment based on estimates of the work to be done in advance of services rendered." During our review, it was noted that all entities that qualify for credit receive services prior to depositing money with the Township.

Recommendation:

That fees for employment of off-duty police officers be collected for all entities by the Township before services are rendered in accordance with regulations of the Division of Local Government Services.

Outside Employment of Off-Duty Police Officers (Continued)

Finding 2022-11:

Condition:

Revenue collections for outside employment of off-duty police fees were not in agreement with the records of the Tax Collector's Office, detailed as follows:

Finance	\$ 602,470.38
Police Records	<u>595,677.50</u>
Difference	<u>\$ 6,792.88</u>

Recommendation:

That more care be exercised in maintaining the cash receipts book for the outside employment of off-duty police officers and that collections be reconciled to the records of the Tax Collector on a monthly basis.

Finding 2022-12:

Condition:

Salary and wages per the Payroll Department are not in agreement with Police Department records of the billings for off-duty police officers, detailed as follows:

Payroll Department	\$ 602,470.38
Police Department	<u>601,265.31</u>
Difference	<u>\$ 1,205.07</u>

Recommendation:

That off-duty police department billings for salary and wages be reconciled with the records of the Payroll Department.

Animal Control

Finding 2022-13:

Condition:

The Animal Control cash receipts book was not available for audit review.

Recommendation:

That the Animal Control cash receipts book be made available for audit review.

Payroll Fund

During 2011, the Township of Fairfield contracted with ADS to be the third party payroll service provider. ADS has the authority to withdraw funds from Township accounts and transfer these funds to their own accounts for the purpose of the payment to certain agencies with regard to payroll deductions.

An audit of the service provider's payroll account was not provided to the Township nor did our staff prepare such an audit. We did review certain records provided to the Township. It should be noted however, that we could not verify required payments of Federal and State agencies made by the service provider.

Payroll Fund (Continued)

The Local Finance Board has adopted rules and regulations regarding third-party payroll vendors which are summarized in N.J.A.C. 5:30-17 and further provides authority for local governments to hire payroll service vendors to disburse funds to payroll agencies on behalf of the local unit.

In addition, Local Finance Notice 2009-18 has offered additional safeguards with respect to third-party payroll services.

Finding 2022-14:

Condition:

The Payroll Account bank reconciliation, as prepared by ADS, reflects a balance of \$2,067.77 as of December 31, 2022.

There remains an unidentified balance in the sum of \$19,576.46 in the Payroll Agency bank account as of December 31, 2022.

Recommendation:

That the balance in the Payroll and Payroll Agency accounts be reviewed for proper disposition.

Finding 2022-15:

Condition:

A contractual agreement must exist between the municipality and the third party payroll provider detailing certain terms and conditions as required by N.J.A.C. 5:30-17.6.

A copy of this agreement with ADS was not available for audit review.

Recommendation:

That a contractual agreement with ADS for third party payroll services be available for audit review.

Capital Fixed Assets

Finding 2022-16:

Condition:

The Division of Local Government Services in the Department of Community Affairs of the State of New Jersey requires all municipalities in the State to establish and maintain sets of accounts and inventories reflecting costs or other valuations of all of its capital fixed assets, including land, buildings, improvements, machinery, furniture and equipment. Such accounts to be included under "Capital Fixed Assets", would insure complete fiscal reliability of records, establish a basis for claims of losses and other insurance purposes, augment protective measures against the misuse or theft of property and furnish data on aging, anticipated life and other information on assets. Failure to maintain capital fixed asset records could jeopardize the Township's eligibility for future Federal and State Grants. Although an inventory of movable assets was prepared, it has not been updated for certain items of equipment.

Recommendation:

That records for the Capital Fixed Assets be updated and maintained on a current basis.

Municipal Court

A Statutory Report on the operations of the Municipal Court including findings and recommendations has been prepared and copies filed with the New Jersey Administrative Office of the Courts, the Division of Local Government Services, the Municipal Court and the Township Clerk.

Collections of the Court are summarized as follows:

	Balance <u>Dec. 31, 2021</u>	<u>Receipts</u>	<u>Disbursements</u>	Balance <u>Dec. 31, 2022</u>
State of New Jersey	\$ 17,179.43	\$ 212,460.32	\$ 211,425.94	\$ 18,213.81
County	5,283.50	55,762.93	57,664.93	3,381.50
Municipality	15,488.93	202,088.60	199,718.70	17,858.83
Public Defender	100.00	6,170.00	6,400.00	(130.00)
Municipality - POAA	4.00	68.00	68.00	4.00
Fish and Wildlife		300.00	300.00	
Restitution	150.00	60.00	150.00	60.00
Refund/Overpayment		1,500.00	1,500.00	
Bail on Account	<u>10,000.00</u>	<u>30,204.09</u>	<u>36,854.09</u>	<u>3,350.00</u>
	<u>\$ 48,205.86</u>	<u>\$ 508,613.94</u>	<u>\$ 514,081.66</u>	<u>\$ 42,738.14</u>

Finding 2022-17:

Condition:

The time payment orders do not include the Judge's signature. Instead, they were stamped with the Judge's name.

Recommendation:

That all time payments reflect the Judge's signature and not a stamp of the Judge's signature.

Finding 2022-18:

Condition:

Tickets are not assigned in numerical order.

Recommendation:

That tickets be assigned in numerical order.

Finding 2022-19:

The December 2022 Monthly Management Report was examined and the following item was noted:

Tickets Assigned but Not Issued:

Condition:

There were thirteen (13) Tickets Assigned but Not Issued over 180 days as of December 31, 2022.

Recommendation:

That follow-up procedures be implemented for tickets whether issued or assigned.

Municipal Court (Continued)

Finding 2022-20:

Condition:

The County of Essex and the Public Defender checks were not disbursed by the 15th of the following month.

Recommendation:

That checks to the County of Essex and the Public Defender be disbursed by the 15th of the following month.

Finding 2022-21:

Condition:

Numerous Bail revenue collections were not deposited within 48 hours of receipt in accordance with the provisions of N.J.S.A. 40A:5-15.

Recommendation:

That Bail revenue collections be deposited within 48 hours in accordance with the provisions of N.J.S.A. 40A:5-15.

Finding 2022-22:

Condition:

Police Bail revenue collections were not turned over to the Municipal Court within 48 hours of receipt in accordance with the provisions of N.J.S.A. 40A:5-15.

Recommendation:

That Police Bail revenue collections be deposited within 48 hours in accordance with the provisions of N.J.S.A. 40A:5-15.

Corrective Action Plan

In accordance with regulations promulgated by the Single Audit Act and the Division of Local Government Services, all municipalities 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 resolution of the Governing Body and submitted within 60 days from the date the audit is received.

A Corrective Action Plan was prepared by the Chief Financial Officer, approved by resolution of the Governing Body and submitted to the Division of Local Government Services.

Status of Prior Years' Audit Recommendations

A review was performed on all prior years' audit recommendations and corrective action was taken on all with the exception of those recommendations marked with an asterisk.

Miscellaneous

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.

Miscellaneous (Continued)

Individual payments of the Local School District and Regional High School taxes for the year 2022 were confirmed as received by the Secretaries of the respective Boards of Education.

Change Funds were verified by physical counts during the course of audit.

A report summarizing collections of Dog License Fees and remittances of State Registration Fees was prepared and filed with the New Jersey Department of Health and the Division of Local Government Services for the year 2022.

All sums of outstanding checks shown in cash reconciliations herein are in agreement with the records of the Treasurer.

An exit conference was held with the Township Administrator and Chief Financial Officer.

A summary or synopsis of this report was prepared for publication and filed with the Township Clerk.

One copy of this report was filed with the New Jersey Division of Local Government Services.

RECOMMENDATIONS

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<u>General</u>	
*That a detailed list supporting the cash balance for the tax title lien redemption account be available for audit review.	208
That the bank reconciliations be reviewed and appropriate action be taken as to their disposition.	208
*That the Recreation Department and Engineering Department fees be approved by ordinance of the Township Council.	209
That the Construction Code Official exercise more care in maintaining the cash receipts book.	209
That the Assessor's Office and Animal Control cash receipts book be made available for audit review.	209
That Fire Prevention Department revenue collections be turned over within 48 hours in accordance with the provisions of N.J.S.A. 40A:5-15.	210
That more care be exercised in maintaining the cash receipts book for the Fire Prevention Department and the Outside Employment of Off-Duty Police Officers, and that collections be reconciled to the records of the Tax Collector's Office on a monthly basis.	210
*That certain assessments receivable be included in the next tax sale and that Special Assessment Reports be reconciled to the General Ledger.	210
That fees for employment of off-duty police officers be collected for all entities by the Township before services are rendered in accordance with regulations of the Division of Local Government Services.	210
That off-duty police department billings for salary and wages be reconciled with the records of the Payroll Department.	211
That the balance in the Payroll and Payroll Agency accounts be reviewed for proper disposition.	212
That a contractual agreement with ADS for third party payroll services be available for audit review.	212
That records for the Capital Fixed Assets be updated and maintained on a current basis.	212
<u>Municipal Court</u>	
*That all time payments reflect the Judge's signature and not a stamp of the Judge's signature.	213
That tickets be assigned in numerical order.	213
*That follow-up procedures be implemented for tickets whether issued or assigned.	213

RECOMMENDATIONS
(Continued)

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Municipal Court (Continued)

*That checks to the County of Essex and the Public Defender be disbursed by the 15 th of the following month.	214
That Bail revenue collections be deposited within 48 hours in accordance with the provisions of N.J.S.A. 40A:5-15.	214
That Police Bail revenue collections be deposited within 48 hours in accordance with the provisions of N.J.S.A. 40A:5-15.	214

* * *

*Repeated from the previous year.

The foregoing comments and resulting recommendations are not of sufficient materiality whereby they would affect our ability to express an opinion on the financial statements taken as a whole.


We shall be pleased to confer on any questions that might arise with respect to any matters in this report and to assist in the implementation of recommendations.

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

Respectfully submitted,



SAMUEL KLEIN AND COMPANY, LLP
CERTIFIED PUBLIC ACCOUNTANTS



JOSEPH J. FACCONI, RMA, PA

Newark, New Jersey
December 1, 2023

