

Report of Audit

on the

Financial Statements

of the

Township of Bridgewater

in the

County of Somerset
New Jersey

for the

Year Ended
December 31, 2020

TOWNSHIP OF BRIDGEWATER

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TOWNSHIP OF BRIDGEWATER

PART I

INDEPENDENT AUDITOR'S REPORT ON
AUDIT OF FINANCIAL STATEMENTS
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FINANCIAL STATEMENTS - REGULATORY BASIS - ALL FUNDS

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SUPPLEMENTARY SCHEDULES - ALL FUNDS

YEAR ENDED DECEMBER 31, 2020 AND 2019



SUPLEE, CLOONEY & COMPANY

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INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and Members
of the Township Council
Township of Bridgewater
County of Somerset
Bridgewater, New Jersey 08807

Report on the Financial Statements

We have audited the accompanying balance sheets - regulatory basis of the various individual funds and account group of the Township of Bridgewater, as of December 31, 2020 and 2019, the related statement of operations and changes in fund balance - regulatory basis for the years then ended, and the related statement of revenues - regulatory basis and statement of expenditures - regulatory basis of the various individual funds for the year ended December 31, 2020, and the related notes to the financial statements, which collectively comprise the Township's regulatory financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express an opinion on these regulatory financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, the audit requirements prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey (the "Division"), and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards and provisions require that we plan and perform the audit to obtain reasonable assurance about whether the regulatory financial statements are free of material misstatement.

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An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the regulatory financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Township of Bridgewater's preparation and fair presentation of the financial statements 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 Bridgewater's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the regulatory financial statements.

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 of the regulatory financial statements, the regulatory financial statements are prepared by the Township of Bridgewater on the basis of the financial reporting provisions 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, to meet the requirements of New Jersey.

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

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the "Basis for Adverse Opinion on U.S Generally Accepted Accounting Principles" paragraph, the financial statements referred to above do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the various individual funds and account group of the Township of Bridgewater as of December 31, 2020 and 2019, or the results of its operations and changes in fund balance for the years then ended of the revenues or expenditures for the year ended December 31, 2020.

Opinion on Regulatory Basis of Accounting

In our opinion, the regulatory financial statements referred to above present fairly, in all material respects, the regulatory basis balance sheets of the various individual funds and account group as of December 31, 2020 and 2019, the regulatory basis statement of operations and changes in fund balance for the years then ended and the regulatory basis statement of revenues and expenditures and changes in fund balance for the year ended December 31, 2020 in accordance with the basis of financial reporting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey as described in Note 1.

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Other Matters

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Township of Bridgewater's regulatory financial statements. The supplementary information, schedules and data listed in the table of contents as required by the Division of Local Government Services, Department of Community Affairs, State of New Jersey are presented for purposes of additional analysis and are not a required part of the regulatory financial statements.

The supplemental information, schedules and data listed above and also listed in the table of contents are the responsibility of management and were derived from and relates directly to the underlying accounting and other records used to prepare the regulatory financial statements. Such information has been subjected to the auditing procedures applied in the audit of the regulatory financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the regulatory financial statements or to the regulatory financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplemental information, schedules and data listed in the table of contents, as required by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, are fairly stated, in all material respects, in relation to the regulatory financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 15, 2021 on our consideration of the Township of Bridgewater's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on 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 Bridgewater's internal control over financial reporting and compliance.



CERTIFIED PUBLIC ACCOUNTANTS



REGISTERED MUNICIPAL ACCOUNTANT NO. 439

June 15, 2021



SUPLEE, CLOONEY & COMPANY

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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 Bridgewater
County of Somerset
Bridgewater, New Jersey 08807

We have audited, in accordance with the auditing standards generally accepted in the United States of America, the audit requirements prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the regulatory financial statements of the various individual funds and the account group of the Township of Bridgewater, as of and for the year ended December 31, 2020, and the related notes to the financial statements, which collectively comprise the Township's regulatory financial statements, and have issued our report thereon dated June 15, 2021. Our report disclosed that, as described in Note 1 to the financial statements, the Township of Bridgewater prepares its financial statements on a basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, that demonstrates compliance with a modified accrual basis and the budget laws of the State of New Jersey, which is a comprehensive basis of accounting other than U.S. generally accepted accounting principles.

Internal Control Over Financial Reporting

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

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

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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 may exist that have not been identified.

Compliance and Other Matters

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

Purpose of This Report

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



CERTIFIED PUBLIC ACCOUNTANTS



REGISTERED MUNICIPAL ACCOUNTANT NO. 439

June 15, 2021

CURRENT FUND

TOWNSHIP OF BRIDGEWATER

CURRENT FUND

BALANCE SHEETS - REGULATORY BASIS

	<u>REF.</u>	<u>BALANCE DECEMBER 31, 2020</u>	<u>BALANCE DECEMBER 31, 2019</u>
<u>ASSETS</u>			
Cash	A-4	\$ 14,192,973.99	\$ 14,404,368.06
Change Fund	A-6	410.00	410.00
Due State of New Jersey - Senior Citizens and Veterans	A-7	4,750.00	4,500.00
		<u>\$ 14,198,133.99</u>	<u>\$ 14,409,278.06</u>
Receivables and Other Assets with Full Reserves:			
Delinquent Property Taxes Receivable	A-8	\$ 1,241,984.51	\$ 1,195,714.79
Tax Title Liens Receivable	A-9	151,389.85	149,456.45
Property Acquired for Taxes - Assessed Valuation	A-10	422,300.00	422,300.00
Revenue Accounts Receivable	A-13	11,637.26	25,528.20
Interfunds Receivable	A-12	10,935.69	19,899.08
	A	<u>\$ 1,838,247.31</u>	<u>\$ 1,812,898.52</u>
Deferred Charges	A-33	\$ 1,284,674.76	\$
	A	<u>\$ 17,321,056.06</u>	<u>\$ 16,222,176.58</u>
Grant Fund:			
Cash	A-4	\$ 843,307.13	\$ 696,384.37
Grants Receivable	A-25	700,220.09	455,783.68
	A	<u>\$ 1,543,527.22</u>	<u>\$ 1,152,168.05</u>
	A	<u>\$ 18,864,583.28</u>	<u>\$ 17,374,344.63</u>

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

TOWNSHIP OF BRIDGEWATER

CURRENT FUND

BALANCE SHEETS - REGULATORY BASIS

	<u>REF.</u>	<u>BALANCE</u> <u>DECEMBER</u> <u>31, 2020</u>	<u>BALANCE</u> <u>DECEMBER</u> <u>31, 2019</u>
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
Appropriations Reserves	A-3:A-14	\$ 3,001,968.83	\$ 1,716,040.22
Prepaid Taxes	A-18	1,597,951.56	1,142,768.43
Encumbrances Payable	A-11	1,135,785.08	1,231,346.66
Accounts Payable	A-11	173,428.55	62,972.98
Tax Overpayments	A-17	260,201.78	288,777.70
Interfunds Payable	A-12	80,589.13	39,282.12
Reserve For:			
Sale of Municipal Assets	A-19	200,596.24	596.24
Marriage Licenses - Due State of NJ	A-28	825.00	1,025.00
Construction Code DCA - Due State of New Jersey	A-16	19,589.00	30,793.00
Insurance Damage	A-31	7,147.71	7,147.71
County Taxes Payable	A-20	114,185.09	252,680.51
Emergency Note Payable	A-31	500,000.00	
Tax Appeals	A-15	494,632.06	549,685.16
Storm Damage - FEMA	A-26		555,078.91
State Library	A-27	8,934.00	8,178.00
		\$ 7,595,834.03	\$ 5,886,372.64
Reserve for Receivables and Other Assets	A	1,838,247.31	1,812,898.52
Fund Balance	A-1	7,886,974.72	8,522,905.42
	A	\$ 17,321,056.06	\$ 16,222,176.58
Grant Fund:			
Reserve for Grants - Unappropriated	A-24	\$ 92,500.00	\$ 28,551.65
Reserve for Grants - Appropriated	A-23	1,412,432.60	1,101,118.30
Due Current Fund	A-30		235.54
Accounts Payable	A-29	38,594.62	22,262.56
	A	\$ 1,543,527.22	\$ 1,152,168.05
	A	\$ 18,864,583.28	\$ 17,374,344.63

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

"A-1"

TOWNSHIP OF BRIDGEWATER

CURRENT FUND

STATEMENTS OF OPERATIONS AND
CHANGES IN FUND BALANCE - REGULATORY BASIS

	<u>REF.</u>	<u>YEAR ENDED</u> <u>DECEMBER 31, 2020</u>	<u>YEAR ENDED</u> <u>DECEMBER 31, 2019</u>
<u>REVENUE AND OTHER INCOME REALIZED</u>			
Fund Balance Utilized	A-1:A-2	\$ 5,000,000.00	\$ 5,053,779.00
Miscellaneous Revenue Anticipated	A-2	15,165,173.55	17,863,103.45
Receipts From Delinquent Taxes	A-2	1,167,521.76	1,115,896.52
Receipts From Current Taxes	A-2	193,629,842.28	190,821,864.60
Non-Budget Revenue	A-2	463,998.54	792,489.94
Other Credits to Income:			
Unexpended Balance of Appropriation Reserves	A-14	863,362.25	807,164.02
Accounts Payable Canceled	A-11	13,701.83	84,339.40
Interfunds Returned		8,963.39	1,620,268.88
Deficit in Revenues- COVID 19 Emergency	A-33	784,674.76	
<u>TOTAL REVENUE AND OTHER INCOME</u>		<u>\$ 217,097,238.36</u>	<u>\$ 218,158,905.81</u>
<u>EXPENDITURES</u>			
Budget Appropriations	A-3	\$ 40,905,854.44	\$ 42,477,703.70
Special Fire District Taxes	A-22	2,658,792.00	2,588,735.00
County Taxes	A-20	37,268,850.62	37,269,402.34
Regional School District Taxes	A-21	132,397,672.00	129,544,321.00
Refund of Prior Year Revenue		2,000.00	
<u>TOTAL EXPENDITURES</u>		<u>\$ 213,233,169.06</u>	<u>\$ 211,880,162.04</u>
Excess in Revenue		\$ 3,864,069.30	\$ 6,278,743.77
Adjustments to Income Before Fund Balance;			
Expenditures Included Above Which are by Statute			
Deferred Charges to Budget of Succeeding Year	A-33	\$ 500,000.00	\$
Statutory Excess to Fund Balance		\$ 4,364,069.30	\$ 6,278,743.77
Fund Balance, January 1	A	8,522,905.42	7,297,940.65
		<u>\$ 12,886,974.72</u>	<u>\$ 13,576,684.42</u>
Decreased by:			
Utilization as Anticipated Revenue	A-1:A-2	5,000,000.00	5,053,779.00
Fund Balance, December 31	A	<u>\$ 7,886,974.72</u>	<u>\$ 8,522,905.42</u>

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

TOWNSHIP OF BRIDGEWATER

CURRENT FUND

STATEMENT OF REVENUES - REGULATORY BASIS

YEAR ENDED DECEMBER 31, 2020

REF.	ANTICIPATED		SPECIAL N.J.S. 40A:4-87	REALIZED	EXCESS OR (DEFICIT)
	ANTICIPATED BUDGET				
Fund Balance Anticipated	A-1	\$ 5,000,000.00		\$ 5,000,000.00	
Miscellaneous Revenues:					
Licenses:					
Alcoholic Beverages	A-13	\$ 86,000.00	\$	\$ 86,252.00	\$ 252.00
Other	A-2	40,000.00		33,447.00	(6,553.00)
Fees and Permits:					
Construction Code Official	A-2	1,080,000.00		1,167,553.80	87,553.80
Other	A-2	300,000.00		357,311.33	57,311.33
Municipal Court:					
Fines and Costs	A-13	267,000.00		238,351.45	(28,648.55)
Interest and Costs on Taxes	A-13	250,000.00		383,725.59	133,725.59
Interest on Investments and Deposits	A-13	325,000.00		243,360.36	(81,639.64)
Recreation Fees	A-2	120,000.00		32,110.17	(87,889.83)
Energy Receipts Tax	A-13	5,900,179.00		5,900,179.00	
Garden State Trust Fund	A-13	6,297.00		4,082.00	(2,215.00)
Joint Services with County Library	A-13	111,743.18		111,743.18	
Shared Municipal Court	A-13	205,891.52		205,889.76	(1.76)
Shared Resource Officer BOE	A-13	108,000.00		130,898.03	22,898.03
Shared Class III Officers	A-13	65,000.00		70,145.50	5,145.50
Recycling Tonnage Grant	A-25		44,639.49	44,639.49	
Clean Communities Program	A-25		93,722.91	93,722.91	
Youth Services Program	A-25	3,815.00		3,815.00	
Body Armor Replacement Fund	A-25	7,214.76		7,214.76	
Emergency Management	A-25		20,000.00	20,000.00	
Drunk Driving Enforcement Fund	A-25		8,551.65	8,551.65	
Alcohol Education Rehabilitation Fund	A-25		1,333.66	1,333.66	
Municipal Aid Program	A-25	380,000.00		380,000.00	
Strengthening Local Public Health Capacity Training Scholar.	A-25	5,615.38		5,615.38	
Historic Preservation	A-25	271,510.00		271,510.00	
Life Hazard Use Fees	A-2	93,750.00		158,843.13	65,093.13
Suburban Cablevision Franchise Fee	A-13	570,000.00		574,337.16	4,337.16
Payment in Lieu of Taxes - Centerbridge I	A-13	114,000.00		108,776.80	(5,223.20)
Payment in Lieu of Taxes - Centerbridge II	A-13	107,000.00		117,821.78	10,821.78
Bridgewater Commons Rent and Royalty - In Lieu of Taxes	A-13	1,357,500.00		840,915.99	(516,584.01)
General Capital Fund Surplus	A-13	2,253,443.87		2,253,443.87	
Host Benefit Fees	A-13	187,500.00		275,903.69	88,403.69
Hotel and Motel Tax	A-13	475,000.00		420,313.65	(54,686.35)
Debt Service Reimbursement - Open Space Trust Fund	A-13	58,286.55		58,286.55	
Storm Reimbursement	A-26	555,078.91		555,078.91	
<u>Total Miscellaneous Revenues</u>	A-1	\$ 15,304,825.17	\$ 168,247.71	\$ 15,165,173.55	\$ (307,899.33)
Receipts From Delinquent Taxes	A-1	\$ 950,000.00		\$ 1,167,521.76	\$ 217,521.76
Amount to be Raised by Taxes for Support of Municipal Budget:					
Local Tax for Municipal Purposes	A-2	\$ 22,005,035.62		\$ 24,282,516.66	\$ 2,277,481.04
<u>BUDGET TOTALS</u>		\$ 43,259,860.79	\$ 168,247.71	\$ 45,615,211.97	\$ 2,187,103.47
Non-Budget Revenues	A-2			463,998.54	463,998.54
		\$ 43,259,860.79	\$ 168,247.71	\$ 46,079,210.51	\$ 2,651,102.01
REF.	A-3		A-3		

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

TOWNSHIP OF BRIDGEWATER
CURRENT FUND
STATEMENT OF REVENUES - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2020

REF.

ANALYSIS OF REALIZED REVENUE

Allocation of Current Tax Collections:		
Collections	A-1:A-8	\$ 193,629,842.28
Allocated To:		
County Taxes	A-8	37,268,850.62
Regional School District Taxes	A-8	132,397,672.00
Special Fire District Taxes	A-8	2,658,792.00
		<u>\$ 172,325,314.62</u>
Balance for Support of Municipal Budget Appropriations		\$ 21,304,527.66
Add: Appropriation "Reserve for Uncollected Taxes"	A-3	<u>2,977,989.00</u>
Amount for Support of Municipal Budget Appropriations	A-2	<u>\$ 24,282,516.66</u>
Licenses - Other:		
Clerk		\$ 5,485.00
Health Officer		27,575.00
Registrar		<u>387.00</u>
	A-2:A-13	<u>\$ 33,447.00</u>
Other - Fees and Permits:		
Board of Health		\$ 3,536.00
Police		33,495.15
Police Towing		28,750.00
Planning		17,298.10
Registrar		14,120.00
Engineering		8,051.40
Tax Assessor		1,281.50
Board of Adjustment		12,286.00
Township Clerk		5.76
Fire		224,743.00
Zoning		<u>13,852.42</u>
	A-13	\$ 357,419.33
Less: Refunds	A-4	<u>108.00</u>
	A-2	<u>\$ 357,311.33</u>
Recreation Fees	A-13	\$ 32,629.17
Less: Refunds	A-4	<u>519.00</u>
	A-2	<u>\$ 32,110.17</u>

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

TOWNSHIP OF BRIDGEWATER

CURRENT FUND

STATEMENT OF REVENUES - REGULATORY BASIS

YEAR ENDED DECEMBER 31, 2020

REF.

Uniform Construction Code Fees	A-13	\$	1,168,629.00
Less: Refunds	A-4		<u>1,075.20</u>
	A-2	\$	<u>1,167,553.80</u>

ANALYSIS OF NON-BUDGET REVENUE

Miscellaneous Revenue Not Anticipated:			
Engineering- Road Openings/Bid Specs		\$	700.00
JIF Award			81,129.28
Refund of Prior Year Expenses			2,739.46
Bad Check Fees			40.00
Police Outside Overtime Administrative Fees			262,341.91
Senior Citizens & Veterans Administrative Fees			4,225.00
DMV Inspection Fines			300.00
Refuse Revenue			609.61
Tax Collector			2,532.00
Miscellaneous			<u>101,246.90</u>
	A-4		455,864.16
Excess Reserve for Animal Expenditures	A-12		<u>8,134.38</u>
<u>Total Non-Budget Revenue</u>	A-1:A-2	\$	<u>463,998.54</u>

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

TOWNSHIP OF BRIDGEWATER
CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2020

	APPROPRIATIONS		EXPENDED		UNEXPENDED BALANCE CANCELED
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	RESERVED	
MAYOR'S OFFICE:					
Salaries and Wages	\$ 14,800.00	\$ 14,800.00	\$ 14,728.84	\$ 71.16	\$
Other Expenses	3,050.00	3,050.00	61.98	2,988.02	
ADMINISTRATION:					
Salaries and Wages	103,023.00	103,023.00	98,835.90	4,187.10	
Other Expenses	8,704.00	8,704.00	8,380.92	313.08	
ECONOMIC DEVELOPMENT:					
Salaries and Wages	8,000.00	8,000.00	7,392.50	607.50	
TOWNSHIP COUNCIL:					
Salaries and Wages	27,100.00	27,100.00	27,000.06	99.94	
Other Expenses	7,750.00	7,750.00	5,328.39	2,421.61	
PERSONNEL OFFICE:					
Salaries and Wages	327,753.00	338,753.00	329,225.95	9,527.05	
Other Expenses	72,026.74	72,026.74	47,555.31	24,471.43	
PURCHASING DEPARTMENT:					
Salaries and Wages	75,700.00	75,700.00	74,174.23	1,525.77	
Other Expenses	32,880.00	32,630.00	30,333.42	2,296.58	
IT DEPARTMENT					
Salaries and Wages	124,263.67	124,263.67	123,045.41	1,218.26	
Other Expenses	48,650.00	48,650.00	35,230.24	13,419.76	
TOWNSHIP CLERK:					
Salaries and Wages	191,063.98	191,063.98	186,542.78	4,521.20	
Other Expenses	16,190.00	16,190.00	13,081.55	3,108.45	
ELECTIONS:					
Other Expenses	19,100.00	19,100.00	10,264.30	8,835.70	
FINANCE DIRECTOR'S OFFICE:					
Salaries and Wages	102,300.00	76,800.00	62,677.65	14,122.35	
Other Expenses	2,817.00	2,817.00	2,760.78	56.22	
DIVISION OF TREASURY:					
Salaries and Wages	181,600.00	181,600.00	176,517.70	5,082.30	
Other Expenses	27,700.00	27,700.00	26,059.97	1,640.03	
Audit	56,150.00	56,150.00	56,150.00		
TAX COLLECTION:					
Salaries and Wages	85,000.00	87,500.00	85,783.00	1,717.00	
Other Expenses	37,817.50	37,817.50	32,543.10	5,274.40	
TAX ASSESSMENT:					
Salaries and Wages	177,800.00	169,800.00	132,069.25	37,730.75	
Other Expenses	63,900.00	63,900.00	60,083.24	3,816.76	
Reassessment Program	60,000.00	60,000.00	59,520.00	480.00	
LEGAL OFFICE:					
Salaries and Wages	10,404.00	10,404.00	9,875.14	528.86	
Other Expenses	785,000.00	634,300.00	618,407.83	15,892.17	
INSURANCE:					
Employee Group Insurance	5,249,736.41	5,299,736.41	5,291,978.95	7,757.46	
Other Insurance Premiums	675,000.00	675,000.00	674,900.00	100.00	
Health Benefits Waiver	50,605.00	50,605.00	43,609.00	6,996.00	
ENGINEERING DIRECTOR'S OFFICE:					
Salaries and Wages	67,000.00	67,000.00	66,856.14	143.86	
Other Expenses	2,500.00	2,500.00	55.00	2,445.00	
ENGINEERING:					
Salaries and Wages	192,246.70	192,246.70	180,133.12	12,113.58	
Other Expenses	142,603.50	242,603.50	90,823.81	151,779.69	
BOARD OF ADJUSTMENT/ZONING:					
Salaries and Wages	67,626.00	67,626.00	64,203.40	3,422.60	
Other Expenses	29,485.00	29,485.00	15,207.58	14,277.42	
DIVISION OF PLANNING:					
Salaries and Wages	30,500.00	30,500.00	23,797.37	6,702.63	
Other Expenses	95,300.00	95,300.00	91,758.62	3,541.38	
PLANNING BOARD:					
Other Expenses	26,685.00	26,685.00	19,003.52	7,681.48	
POLICE:					
Salaries and Wages	8,920,000.00	8,920,000.00	8,090,715.83	829,284.17	
Other Expenses	452,921.00	452,921.00	429,579.17	23,341.83	
OFFICE OF EMERGENCY MANAGEMENT:					
Salaries and Wages	9,900.00	9,900.00	9,790.23	109.77	
Other Expenses	5,450.00	5,450.00	4,082.22	1,367.78	
AID TO VOLUNTEER AMBULANCE COMPANIES	50,000.00	50,000.00	50,000.00		
FIRE SAFETY:					
Salaries and Wages	115,781.65	119,281.65	119,157.16	124.49	
Other Expenses	4,700.00	4,700.00	3,779.20	920.80	
FIRE HYDRANT SERVICES:					
Other Expenses	872,000.00	872,000.00	685,998.20	186,001.80	
MUNICIPAL COURT:					
Salaries and Wages	142,500.00	142,500.00	140,844.85	1,655.15	
Other Expenses	41,110.00	41,110.00	37,319.52	3,790.48	
PUBLIC DEFENDER:					
Other Expenses	30,000.00	30,000.00	29,400.00	600.00	
ROAD REPAIRS AND MAINTENANCE:					
Salaries and Wages	1,031,495.00	1,046,495.00	1,045,077.67	1,417.33	
Other Expenses	335,500.00	335,500.00	268,201.72	67,298.28	

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

TOWNSHIP OF BRIDGEWATER

CURRENT FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS

YEAR ENDED DECEMBER 31, 2020

	APPROPRIATIONS		EXPENDED		UNEXPENDED BALANCE CANCELED
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	RESERVED	
VEHICLE MAINTENANCE:					
Salaries and Wages	\$ 301,576.94	\$ 301,576.94	\$ 294,037.75	\$ 7,539.19	\$
Other Expenses	158,750.00	158,750.00	155,338.36	3,411.64	
RECYCLING:					
Other Expenses	376,000.00	376,000.00	363,861.51	12,138.49	
SNOW REMOVAL:					
Salaries and Wages	78,750.00	78,750.00		78,750.00	
Other Expenses	200,000.00	200,000.00	184,596.20	15,403.80	
PARK MAINTENANCE:					
Salaries and Wages	787,252.00	772,252.00	714,583.34	57,668.66	
Other Expenses	94,460.00	94,460.00	74,606.19	19,853.81	
MUNICIPAL SERVICES REIMBURSEMENT-CONDOMINIUMS:					
Other Expenses	90,000.00	90,000.00		90,000.00	
PUBLIC BUILDINGS AND GROUNDS:					
Salaries and Wages	369,380.67	369,380.67	369,267.13	113.54	
Other Expenses	258,500.00	258,500.00	242,796.52	15,703.48	
DIRECTOR'S OFFICE:					
Salaries and Wages	111,000.00	111,000.00	109,790.38	1,209.62	
Other Expenses	575.00	575.00	79.58	495.42	
DIVISION OF HEALTH:					
Salaries and Wages	184,100.00	184,100.00	132,442.04	51,657.96	
Other Expenses	83,526.00	83,526.00	80,781.53	2,744.47	
ADMINISTRATION OF PUBLIC ASSISTANCE:					
Salaries and Wages	8,000.00	8,000.00	6,965.58	1,034.42	
Other Expenses	10,500.00	10,500.00	147.00	10,353.00	
VISITING NURSES SERVICES - CONTRIBUTION	11,000.00	11,000.00	10,890.00	110.00	
Other Expenses	950.00	950.00		950.00	
SENIOR CITIZEN SERVICES:					
Salaries and Wages	59,000.00	59,000.00	51,745.09	7,254.91	
Other Expenses	54,400.00	54,400.00	8,857.29	45,542.71	
DIVISION OF RECREATION:					
Salaries and Wages	324,664.00	324,664.00	308,838.47	15,825.53	
Other Expenses	71,067.25	71,067.25	62,516.72	18,550.53	
BRANCH LIBRARY:					
Other Expenses	115,331.61	115,331.61	99,982.28	15,349.33	
GREEN BROOK FLOOD CONTROL:					
Other Expenses	1,250.00	1,250.00	1,249.28	0.72	
PUBLIC SAFETY FUNCTION					
Hazardous Busing	256,153.00	256,153.00	256,153.00		
STATE UNIFORM CONSTRUCTION CODE OFFICIAL:					
Salaries and Wages	869,435.00	865,935.00	843,409.43	22,525.57	
Other Expenses	101,000.00	101,000.00	77,420.20	23,579.80	
STREET LIGHTING	300,000.00	300,000.00	273,148.22	26,851.78	
TELEPHONE SERVICE	185,000.00	185,000.00	165,728.32	19,271.68	
CENTRAL OFFICE SUPPLY	18,500.00	19,450.00	19,419.70	30.30	
UTILITIES	650,000.00	650,000.00	379,254.92	270,745.08	
POSTAGE	25,000.00	25,000.00	23,589.40	1,410.60	
SEVERANCE LIABILITIES (EMERGENCY \$500,000.00)		500,000.00	500,000.00		
SALARY SETTLEMENTS	100,000.00	100,000.00	100,000.00		
SALARY ADJUSTMENTS	192,099.00	192,099.00		192,099.00	
TOTAL OPERATIONS WITHIN "CAPS"	\$ 27,738,408.62	\$ 28,238,408.62	\$ 25,711,407.16	\$ 2,527,001.47	\$
TOTAL OPERATIONS INCLUDING CONTINGENT WITHIN "CAPS"	\$ 27,738,408.62	\$ 28,238,408.62	\$ 25,711,407.16	\$ 2,527,001.47	\$
DEFERRED CHARGES AND STATUTORY EXPENDITURES - MUNICIPAL - WITHIN "CAPS"					
STATUTORY EXPENDITURES					
CONTRIBUTION TO:					
Public Employees' Retirement System of NJ	\$ 1,008,043.00	\$ 1,008,043.00	\$ 1,008,043.00	\$	\$
Social Security System (O.A.S.I.)	900,000.00	900,000.00	569,190.24	330,809.76	
DCRP	61,000.00	61,000.00	18,942.09	42,057.91	
Police & Firemen's Retirement System of NJ	2,247,675.00	2,247,675.00	2,247,675.00		
Unemployment Compensation Insurance	50,000.00	50,000.00	50,000.00		
TOTAL DEFERRED CHARGES & STATUTORY EXPENDITURES - MUNICIPAL WITHIN "CAPS"	\$ 4,266,718.00	\$ 4,266,718.00	\$ 3,893,850.33	\$ 372,867.67	\$
TOTAL GENERAL APPROPRIATIONS FOR MUNICIPAL PURPOSES WITHIN "CAPS"	\$ 32,005,126.62	\$ 32,505,126.62	\$ 29,605,257.48	\$ 2,899,869.14	\$

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

TOWNSHIP OF BRIDGEWATER
CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2020

	APPROPRIATIONS		EXPENDED		UNEXPENDED
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	RESERVED	BALANCE CANCELED
<u>OPERATIONS EXCLUDED FROM "CAPS"</u>					
Length of Service Award Program	\$ 85,000.00	\$ 85,000.00	\$ 81,459.30	\$ 3,540.70	\$
COVID 19 Related Expenses	117,533.12	117,533.12	72,731.65	44,801.47	
Stormwater Regulations:					
Other Expenses	9,000.00	9,000.00	9,000.00		
Shared Services:					
Animal Control					
Other Expenses	155,000.00	155,000.00	155,000.00		
BOE Class III Officers					
Salaries and Wages	65,000.00	65,000.00	42,920.00	22,080.00	
Municipal Court:					
Salaries and Wages	201,629.52	201,629.52	198,989.23	2,640.29	
Police:					
Salaries and Wages	108,000.00	108,000.00	108,000.00		
Municipal Library:					
Other Expenses	107,768.39	107,768.39	107,467.16	301.23	
<u>TOTAL OTHER OPERATIONS - EXCLUDED FROM "CAPS"</u>	<u>\$ 848,931.03</u>	<u>\$ 848,931.03</u>	<u>\$ 775,567.34</u>	<u>\$ 73,363.69</u>	<u>\$</u>
<u>STATE AND FEDERAL PROGRAMS OFFSET BY REVENUES</u>					
Municipal Alliance Program					
Matching Funds for Grants	\$ 10,000.00	\$ 10,000.00	\$ 10,000.00		\$
Safe and Secure Communities Program					
Matching Funds for Grants	110,871.00	110,871.00	110,871.00		
Supplemental Fire Services Program Fire District	11,859.00	11,859.00	11,859.00		
Clean Communities Program (N.J.S.A. 40A: 4-87 +\$93,722.91)		93,722.91	93,722.91		
Alcohol Education Rehabilitation Fund (N.J.S.A. 40A: 4-87 +\$1,333.66)		1,333.66	1,333.66		
Drunk Driving Enforcement Fund (N.J.S.A. 40A: 4-87 +\$8,551.66)		8,551.65	8,551.65		
NJ DOT Municipal Aid Program	380,000.00	380,000.00	380,000.00		
Emergency Management Grant (N.J.S.A. 40A: 4-87 + \$20,000.00)		20,000.00	20,000.00		
Youth Services	3,815.00	3,815.00	3,815.00		
Body Armor Replacement	7,214.76	7,214.76	7,214.76		
Historic Preservation Grant	271,510.00	271,510.00	271,510.00		
Local Art Program	5,615.38	5,615.38	5,615.38		
<u>TOTAL FOR STATE AND FEDERAL PROGRAMS OFFSET BY REVENUES</u>	<u>\$ 800,885.14</u>	<u>\$ 969,132.85</u>	<u>\$ 969,132.85</u>	<u>\$</u>	<u>\$</u>
<u>TOTAL OPERATIONS EXCLUDED FROM "CAPS"</u>	<u>\$ 1,649,816.17</u>	<u>\$ 1,818,063.88</u>	<u>\$ 1,744,700.19</u>	<u>\$ 73,363.69</u>	<u>\$</u>
<u>CAPITAL IMPROVEMENTS - EXCLUDED FROM "CAPS"</u>					
Capital Improvement Fund	\$ 300,000.00	\$ 300,000.00	\$ 300,000.00		\$
Computer Equipment	30,000.00	30,000.00	1,264.00	28,736.00	
<u>TOTAL CAPITAL IMPROVEMENTS - EXCLUDED FROM "CAPS"</u>	<u>\$ 330,000.00</u>	<u>\$ 330,000.00</u>	<u>\$ 301,264.00</u>	<u>\$ 28,736.00</u>	<u>\$</u>
<u>MUNICIPAL DEBT SERVICE - EXCLUDED FROM "CAPS"</u>					
Payment of Bond Principal	\$ 3,822,000.00	\$ 3,822,000.00	\$ 3,822,000.00		\$
Payment of Note Principal	631.00	631.00	630.86		0.14
Interest on Bonds	1,764,564.00	1,764,564.00	1,761,976.05		2,587.95
Interest on Notes	240,000.00	240,000.00	240,000.00		
Green Acres Loan Principal	94,411.00	94,411.00	94,409.85		1.15
Green Acres Loan Interest	3,089.00	3,089.00	3,084.80		4.20
Payment of NJEIT Principal	68,434.00	68,434.00	66,509.27		1,924.73
Payment of NJEIT Interest	3,800.00	3,800.00	3,727.44		72.56
Improvement Authority	300,000.00	300,000.00	260,325.67		39,674.33
<u>TOTAL MUNICIPAL DEBT SERVICE - EXCLUDED FROM "CAPS"</u>	<u>\$ 6,296,929.00</u>	<u>\$ 6,296,929.00</u>	<u>\$ 6,252,663.94</u>	<u>\$</u>	<u>\$ 44,265.06</u>
<u>TOTAL GENERAL APPROPRIATIONS FOR MUNICIPAL PURPOSES EXCLUDED FROM "CAPS"</u>	<u>\$ 8,276,745.17</u>	<u>\$ 8,444,992.88</u>	<u>\$ 8,298,628.13</u>	<u>\$ 102,099.69</u>	<u>\$ 44,265.06</u>
<u>SUBTOTAL GENERAL APPROPRIATIONS</u>	<u>\$ 40,281,871.79</u>	<u>\$ 40,950,119.50</u>	<u>\$ 37,903,885.61</u>	<u>\$ 3,001,968.83</u>	<u>\$ 44,265.06</u>
RESERVE FOR UNCOLLECTED TAXES	\$ 2,977,989.00	\$ 2,977,989.00	\$ 2,977,989.00		\$
<u>TOTAL GENERAL APPROPRIATIONS</u>	<u>\$ 43,259,860.79</u>	<u>\$ 43,928,108.50</u>	<u>\$ 40,881,874.61</u>	<u>\$ 3,001,968.83</u>	<u>\$ 44,265.06</u>

	REF.	A-2:A-3	A-3	A-1:A-3	A:A-1
Budget	A-3		\$ 43,259,860.79		
Emergency - N.J.S.A. 40A:4-53	A-33		500,000.00		
Appropriation by 40A:4-87	A-2		168,247.71		
	A-3		<u>\$ 43,928,108.50</u>		
Reserve for Encumbrances Payable	A-11			\$ 960,882.95	
Reserve for Grants Appropriated	A-23			836,402.85	
Reserve for Uncollected Taxes	A-2			2,977,989.00	
Disbursements (net of refunds)	A-4			36,106,599.81	
	A-3			<u>\$ 40,881,874.61</u>	

TRUST FUND

"B"

TOWNSHIP OF BRIDGEWATER

TRUST FUND

BALANCE SHEETS - REGULATORY BASIS

<u>ASSETS</u>	<u>REF.</u>	<u>BALANCE DECEMBER 31, 2020</u>	<u>BALANCE DECEMBER 31, 2019</u>
Animal Control Fund:			
Cash	B-2	\$ 58,248.69	\$ 59,382.14
		<u>\$ 58,248.69</u>	<u>\$ 59,382.14</u>
Other Funds:			
Cash	B-2	\$ 16,428,205.10	\$ 14,690,218.24
Due Current Fund	B-13	79,958.27	37,756.42
		<u>\$ 16,508,163.37</u>	<u>\$ 14,727,974.66</u>
		<u>\$ 16,566,412.06</u>	<u>\$ 14,787,356.80</u>
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
Animal Control Fund:			
Due Current Fund	B-12	\$ 8,134.38	\$ 19,663.54
Reserve For Expenditures	B-9	49,346.80	39,325.60
Accounts Payable	B-11	767.51	393.00
		<u>\$ 58,248.69</u>	<u>\$ 59,382.14</u>
Other Funds:			
Reserve for State Unemployment Insurance	B-6	\$ 5,318.21	\$ 97,645.81
Reserve for Law Enforcement Trust Fund	B-7	16,204.59	15,570.65
Reserve for Municipal Open Space Trust Deposits	B-8	3,487,533.70	3,686,415.03
Reserve for Tax Sale Premiums	B-4	1,731,300.00	1,394,800.00
Reserve for Redemption of Outside Liens	B-5	45,757.80	102,198.24
Reserve for Various Trust Deposits	B-3	11,222,049.07	9,431,344.93
		<u>\$ 16,508,163.37</u>	<u>\$ 14,727,974.66</u>
		<u>\$ 16,566,412.06</u>	<u>\$ 14,787,356.80</u>

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

GENERAL CAPITAL FUND

"C"

TOWNSHIP OF BRIDGEWATER

GENERAL CAPITAL FUND

BALANCE SHEETS - REGULATORY BASIS

	REF.	BALANCE DECEMBER 31, 2020	BALANCE DECEMBER 31, 2019
<u>ASSETS</u>			
Cash	C-2:C-3	\$ 4,606,360.49	\$ 6,025,153.94
Deferred Charges to Future Taxation:			
Funded	C-4	49,996,597.99	53,694,902.02
Unfunded	C-6	21,301,899.78	17,787,530.64
Due Current Fund	C-17	630.86	
		<u>\$ 75,905,489.12</u>	<u>\$ 77,507,586.60</u>
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
Serial Bonds Payable	C-10	\$ 48,732,000.00	\$ 52,554,000.00
Bond Anticipation Notes	C-11	17,560,000.00	12,000,000.00
Green Acres Loans Payable	C-16	83,315.49	177,725.34
Infrastructure Loan Payable	C-13	52,104.75	118,614.02
Improvement Authority Loans Payable	C-15	1,129,177.75	844,562.66
Capital Improvement Fund	C-7	161,173.30	46,173.30
Improvement Authorizations:			
Funded	C-9	151,765.49	1,761,200.46
Unfunded	C-6:C-9	2,426,773.93	7,668,133.43
Reserve for:			
Capital Projects	C-8	150,000.00	150,000.00
Debt Service	C-14	7,601.15	
Preliminary Expenses	C-5	5,000.00	5,000.00
Contracts Payable	C-12	4,842,195.26	1,037,683.80
Fund Balance	C-1	604,382.00	1,144,493.59
		<u>\$ 75,905,489.12</u>	<u>\$ 77,507,586.60</u>

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

TOWNSHIP OF BRIDGEWATER

GENERAL CAPITAL FUND

STATEMENT OF CAPITAL FUND BALANCE - REGULATORY BASIS

	<u>REF.</u>		
Balance, December 31, 2019	C	\$	1,144,493.59
Increased by:			
Fully Funded Ordinances Cancelled	C-9	\$	1,453,444.28
Premium of Note Sale	C-2		<u>259,888.00</u>
			<u>1,713,332.28</u>
		\$	<u>2,857,825.87</u>
Decreased by-			
Utilized as Anticipated Revenue Current Fund	C-2		<u>2,253,443.87</u>
Balance, December 31, 2020	C	\$	<u><u>604,382.00</u></u>

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

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SEWER UTILITY FUND

TOWNSHIP OF BRIDGEWATER

SEWER UTILITY FUND

BALANCE SHEETS - REGULATORY BASIS

<u>ASSETS</u>	<u>REF.</u>	<u>BALANCE DECEMBER 31, 2020</u>	<u>BALANCE DECEMBER 31, 2019</u>
<u>OPERATING FUND:</u>			
Cash	D-6	\$ 2,139,284.90	\$ 3,396,784.84
Change Fund	D-5	100.00	100.00
Due Sewer Utility Capital Fund	D-26		177,677.70
Due Current Fund	D-10		1,525.70
		<u>\$ 2,139,384.90</u>	<u>\$ 3,576,088.24</u>
Receivables with Full Reserves:			
Sewer Charges Receivable	D-8	\$ 289,547.94	\$ 299,714.89
Sewer Utility Liens	D-20		798.00
	D	<u>\$ 289,547.94</u>	<u>\$ 300,512.89</u>
<u>TOTAL OPERATING FUND</u>	D	<u>\$ 2,428,932.84</u>	<u>\$ 3,876,601.13</u>
<u>CAPITAL FUND - REGULAR:</u>			
Cash	D-6:D-7	\$ 5,765,338.94	\$ 7,003,894.04
Fixed Capital	D-16	20,972,049.58	14,631,212.00
Fixed Capital Authorized and Uncompleted	D-15	<u>12,250,200.00</u>	<u>21,230,700.00</u>
<u>TOTAL CAPITAL FUND</u>	D	<u>\$ 38,987,588.52</u>	<u>\$ 42,865,806.04</u>
	D	<u>\$ 41,416,521.36</u>	<u>\$ 46,742,407.17</u>

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

TOWNSHIP OF BRIDGEWATER

SEWER UTILITY FUND

BALANCE SHEETS - REGULATORY BASIS

	<u>REF.</u>	<u>BALANCE DECEMBER 31, 2020</u>	<u>BALANCE DECEMBER 31, 2019</u>
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
<u>OPERATING FUND:</u>			
Liabilities:			
Due Current Fund	D-10	\$ 2,801.31	\$
Appropriation Reserves	D-4;D-18	346,890.13	1,105,375.54
Encumbrances Payable	D-14	132,650.54	280,616.13
Accounts Payable	D-14	24,028.06	21,663.06
Sewer Overpayments	D-9	2,938.76	105.08
Sewer Connection Overpayment	D-12	550.00	550.00
Prepaid Sewer Charges	D-19	24,281.64	29,497.07
Accrued Interest on Bonds	D-29	9,119.21	8,473.91
Accrued Interest on Loans	D-28	2,311.31	2,104.17
		\$ 545,570.96	\$ 1,448,384.96
Reserve for Receivables	D	289,547.94	300,512.89
Fund Balance	D-1	1,593,813.94	2,127,703.28
<u>TOTAL OPERATING FUND</u>	D	\$ 2,428,932.84	\$ 3,876,601.13

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

TOWNSHIP OF BRIDGEWATER

SEWER UTILITY FUND

BALANCE SHEETS - REGULATORY BASIS

	<u>REF.</u>	<u>BALANCE DECEMBER 31, 2020</u>	<u>BALANCE DECEMBER 31, 2019</u>
<u>LIABILITIES, RESERVES AND FUND BALANCE (CONTINUED)</u>			
<u>CAPITAL FUND - REGULAR:</u>			
Liabilities:			
Serial Bonds Payable	D-25	\$ 5,875,000.00	\$ 6,183,000.00
EIT Loan Payable	D-21	341,584.68	378,982.96
Due Sewer Utility Operating Fund	D-27		177,677.70
Capital Improvement Fund	D-17	843.56	843.56
Improvement Authorizations:			
Funded	D-24	4,619,995.53	6,667,758.70
Unfunded	D-24	1,702,666.61	2,130,833.00
Contracts Payable	D-13	358,997.35	1,002,582.61
Reserve for Preliminary Expenditures	D-11	325.00	
Reserve for Amortization	D-23	16,682,668.42	13,810,708.17
Deferred Reserve for Amortization	D-22	7,744,500.00	12,482,558.00
		\$ 37,326,581.15	\$ 42,834,944.70
Fund Balance	D-2	<u>1,661,007.37</u>	<u>30,861.34</u>
<u>TOTAL CAPITAL FUND</u>	D	\$ <u>38,987,588.52</u>	\$ <u>42,865,806.04</u>
	D	\$ <u>41,416,521.36</u>	\$ <u>46,742,407.17</u>

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

"D-1"

TOWNSHIP OF BRIDGEWATER

SEWER UTILITY FUND

STATEMENTS OF OPERATIONS AND CHANGES IN FUND BALANCE - REGULATORY BASIS

	<u>REF.</u>	<u>BALANCE</u> <u>DECEMBER</u> <u>31, 2020</u>	<u>BALANCE</u> <u>DECEMBER</u> <u>31, 2019</u>
<u>REVENUE AND OTHER INCOME REALIZED</u>			
Fund Balance	D-1:D-4	\$ 1,490,524.83	\$ 4,678,888.00
Sewer Use Charges	D-3	9,643,621.14	9,560,389.65
Township of Branchburg - Operating Costs	D-3:D-6		20,000.00
Township of Warren - Debt Service	D-3:D-6	73,350.36	73,350.34
Reserve for Debt Service	D-3:D-6	564,300.00	177,677.70
Miscellaneous Revenue Not Anticipated	D-3:D-6	259,880.51	380,250.61
Other Credits to Income:			
Unexpended Balance of Appropriation Reserves	D-18	391,982.70	565,569.76
Accounts Payable Canceled	D-14	80,799.06	36,280.38
<u>TOTAL INCOME</u>		<u>\$ 12,504,458.60</u>	<u>\$ 15,492,406.44</u>
<u>EXPENDITURES</u>			
Operating	D-4	\$ 10,843,524.83	\$ 11,577,759.00
Capital Improvements	D-4		2,000,000.00
Debt Service	D-4	564,298.28	568,626.41
Deferred Charges and Statutory Expenditures	D-4	140,000.00	190,000.00
<u>TOTAL EXPENDITURES</u>		<u>\$ 11,547,823.11</u>	<u>\$ 14,336,385.41</u>
Excess in Revenue		\$ 956,635.49	\$ 1,156,021.03
Balance, January 1	D	2,127,703.28	5,650,570.25
		<u>\$ 3,084,338.77</u>	<u>\$ 6,806,591.28</u>
Decreased by:			
Utilization by Sewer Operating Budget	D-1	1,490,524.83	4,678,888.00
Fund Balance, December 31	D	<u>\$ 1,593,813.94</u>	<u>\$ 2,127,703.28</u>

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

TOWNSHIP OF BRIDGEWATER

SEWER UTILITY CAPITAL FUND

STATEMENT OF CAPITAL FUND BALANCE-REGULATORY BASIS

	<u>REF.</u>	
Balance, December 31, 2019	D	\$ 30,861.34
Increased by:		
Cancellation of Funded Improvement Authorizations		<u>2,211,496.03</u>
		\$ <u>2,242,357.37</u>
Decreased by:		
Disbursement - Sewer Operating Anticipated Revenue	D-6	<u>581,350.00</u>
Balance, December 31, 2020	D	\$ <u><u>1,661,007.37</u></u>

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

TOWNSHIP OF BRIDGEWATER
SEWER UTILITY FUND
STATEMENT OF REVENUES - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2020

	<u>REF.</u>	<u>ANTICIPATED</u>	<u>REALIZED</u>	<u>EXCESS OR (DEFICIT)</u>
Fund Balance	D-1	\$ 1,490,524.83	\$ 1,490,524.83	\$
Sewer Use Charges	D-1	9,400,000.00	9,643,621.14	243,621.14
Sewer Capital Fund Balance	D-1:D-6	564,300.00	564,300.00	
Township of Branchburg- Share of Operating Costs	D-1:D-6	20,000.00		(20,000.00)
Township of Warren- Contribution	D-1:D-6	73,000.00	73,350.36	350.36
<u>BUDGET TOTALS</u>	D-4	\$ 11,547,824.83	\$ 11,771,796.33	\$ 223,971.50
Non - Budget Revenue	D-1:D-3:D-6		259,880.51	259,880.51
		<u>\$ 11,547,824.83</u>	<u>\$ 12,031,676.84</u>	<u>\$ 483,852.01</u>

ANALYSIS OF NON-BUDGET REVENUE:

Miscellaneous:		
Interest on Sewer Charges	\$	140,956.54
Sewer Connection Fees		6,050.00
Interest on Investments and Deposits		83,963.28
Raritan Sewer Charges		27,930.00
Miscellaneous		980.69
		<u>259,880.51</u>
D-1:D-3:D-6	\$	<u>259,880.51</u>

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

TOWNSHIP OF BRIDGEWATER

SEWER UTILITY FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS

YEAR ENDED DECEMBER 31, 2020

	<u>APPROPRIATIONS</u>		<u>EXPENDED</u>		
	<u>BUDGET</u>	<u>BUDGET AFTER MODIFICATION</u>	<u>PAID OR CHARGED</u>	<u>RESERVED</u>	<u>CANCELED</u>
OPERATING:					
Salaries and Wages	\$ 1,800,000.00	\$ 1,800,000.00	\$ 1,722,765.62	\$ 77,234.38	\$
Other Expenses	3,324,105.47	3,324,105.47	3,194,449.72	129,655.75	
Somerset Raritan Valley Sewerage Authority	5,719,419.36	5,719,419.36	5,719,419.36		
<u>TOTAL OPERATING</u>	<u>\$ 10,843,524.83</u>	<u>\$ 10,843,524.83</u>	<u>\$ 10,636,634.70</u>	<u>\$ 206,890.13</u>	<u>\$</u>
DEBT SERVICE:					
Payment of Bond Principal	\$ 308,000.00	\$ 308,000.00	\$ 308,000.00	\$	\$
Interest on Bonds	214,200.00	214,200.00	214,200.00		
NJEITF Principal	37,400.00	37,400.00	37,398.28		1.72
NJEITF Interest	4,700.00	4,700.00	4,700.00		
<u>TOTAL DEBT SERVICE</u>	<u>\$ 564,300.00</u>	<u>\$ 564,300.00</u>	<u>\$ 564,298.28</u>	<u>\$</u>	<u>\$ 1.72</u>
STATUTORY EXPENDITURES:					
Statutory Expenditures:					
Social Security	\$ 140,000.00	\$ 140,000.00	\$	\$ 140,000.00	\$
<u>TOTAL STATUTORY EXPENDITURES</u>	<u>\$ 140,000.00</u>	<u>\$ 140,000.00</u>	<u>\$</u>	<u>\$ 140,000.00</u>	<u>\$</u>
	<u>\$ 11,547,824.83</u>	<u>\$ 11,547,824.83</u>	<u>\$ 11,200,932.98</u>	<u>\$ 346,890.13</u>	<u>\$ 1.72</u>
	<u>REF.</u>	<u>D-4</u>	<u>D-1</u>	<u>D:D-1</u>	
Disbursements	D-6		\$ 10,849,382.44		
Accrued Interest on Bonds	D-29		214,200.00		
Accrued Interest on Loans	D-28		4,700.00		
Encumbrances Payable	D-14		132,650.54		
			<u>\$ 11,200,932.98</u>		

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

PUBLIC ASSISTANCE TRUST FUND

"E"

TOWNSHIP OF BRIDGEWATER

PUBLIC ASSISTANCE TRUST FUND

BALANCE SHEETS - REGULATORY BASIS

	<u>REF.</u>	BALANCE DECEMBER 31, 2020	BALANCE DECEMBER 31, 2019
<u>ASSETS</u>			
Cash - Public Assistance Trust Fund I	E-1	\$ _____	\$ _____ 102.70
		\$ <u>-0-</u>	\$ <u>102.70</u>
<u>LIABILITIES</u>			
Reserve for Public Assistance Trust Fund I		\$ _____	\$ _____ 102.70
Reserve for Public Assistance Trust Fund II		_____	_____ 230.56
		\$ <u>-0-</u>	\$ <u>333.26</u>

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

GENERAL FIXED ASSETS ACCOUNT GROUP

"F"

TOWNSHIP OF BRIDGEWATER

STATEMENT OF GENERAL FIXED ASSETS

BALANCE SHEETS - REGULATORY BASIS

	BALANCE DECEMBER 31, 2020	BALANCE DECEMBER 31, 2019
FIXED ASSETS		
Land	\$ 122,863,410.00	\$ 120,082,055.00
Buildings	46,134,599.00	43,641,399.00
Machinery and Equipment	<u>14,126,486.00</u>	<u>13,674,054.00</u>
<u>TOTAL FIXED ASSETS</u>	<u>\$ 183,124,495.00</u>	<u>\$ 177,397,508.00</u>
RESERVE		
Investments in General Fixed Assets	<u>\$ 183,124,495.00</u>	<u>\$ 177,397,508.00</u>

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

NOTES TO FINANCIAL STATEMENTS

TOWNSHIP OF BRIDGEWATER
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2020 AND 2019

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The Township of Bridgewater is governed by the Mayor-Council Plan A form of government under the Optional Municipal Charter Law of 1960., known as the Faulkner Act. The Mayor is separately elected. Executive and administrative responsibility rests with the mayor, who is assisted by the Business Administrator. Department Heads are appointed by the Mayor, with consent of Council. The five (5) member Township Council exercises legislative responsibilities.

Except as noted below, the financial statements of the Township of Bridgewater include every board, body, officer or commission supported and maintained wholly or in part by funds appropriated by the Township of Bridgewater, as required by N.J.S.A. 40A:5-5. Accordingly, the financial statements of the Township of Bridgewater do not include the operations of the municipal library, first aid organization, volunteer fire companies, or the regional school district, in as much as their activities are administered by separate boards.

B. Description of Funds

The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. GASB codification establishes the presentation of basic financial statements into three fund types, the

The accounting policies of the Township of Bridgewater 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. 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 financial transactions and accounts of the Township of Bridgewater are organized on the basis of funds and an account group which is different from the fund structure required by GAAP. A fund or account group is an accounting entity with a separate set of self-balancing accounts established to record the financial position and results of operation of a specific governmental activity. As required by the Division of Local Government Services, the Township accounts for its financial transactions through the following individual funds and account group:

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Description of Funds (Continued)

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

Trust Fund – receipts, custodianship and disbursements of funds in accordance with the purpose of which each reserve was created.

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

Sewer Operating and Capital Funds – account for the operations and acquisition of capital facilities of the municipally-owned sewer utility.

Public Assistance Fund – receipt and disbursement of funds that provide assistance to certain residents of the Township pursuant to Title 44 of New Jersey statutes.

General Fixed Assets Account Group – utilized to account for property, land, buildings and equipment that have been acquired by other governmental funds.

C. Basis of Accounting

The accounting principles and practices prescribed for municipalities by the State of New Jersey differ in certain respects from generally accepted accounting principles applicable to local governmental units. The more significant accounting policies and differences in the State of New Jersey are as follows:

A modified accrual basis of accounting is followed with minor exceptions.

Revenues - are recorded when received in cash except for certain amounts which are due from other governmental units. Federal and state grants are realized as revenue when anticipated in the Township's budget. Receivables for property taxes are recorded with offsetting reserves on the balance sheet of the Township's Current Fund; accordingly, such amounts are not recorded as revenue until collected. Other amounts that are due the Township which are susceptible to accrual are also recorded as receivables with offsetting reserves and recorded as revenue when received. GAAP requires revenues to be recognized in the accounting period when they become susceptible to accrual, reduced by an allowance for doubtful accounts.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Accounting (Continued)

Expenditures - are recorded on the "budgetary" basis of accounting. Generally, expenditures are recorded when an amount is encumbered for goods or services through the issuance of a purchase order in conjunction with the Encumbrance Accounting System.

Outstanding encumbrances at December 31 are reported as a cash liability in the financial statements and constitute part of the Township's statutory Appropriation Reserve balance. Appropriation reserves covering unexpended appropriation balances are automatically created at December 31st of each year and recorded as liabilities except for amounts which may be canceled by the governing body. Appropriation reserves are available, until lapsed at the close of the succeeding year, to meet specific claims, commitments, or contracts incurred during the preceding fiscal year. Lapsed appropriation reserves are recorded as income. Appropriations for principal payments on outstanding general capital and utility bonds and notes are provided on the cash basis; interest on general capital indebtedness is on the cash basis, whereas interest on utility indebtedness is on the accrual basis.

Encumbrances - Contractual orders at December 31 are reported as expenditures through the establishment of encumbrances payable. Under GAAP, encumbrances outstanding at year end are reported as reservations of fund balance because they do not constitute expenditures or liabilities.

Foreclosed Property - is recorded in the Current Fund at the assessed valuation when such property was acquired and is fully reserved. GAAP requires such property to be recorded in the General Fixed Assets Account Group at its market value.

Sale of Municipal Assets - The proceeds from the sale of municipal assets can be held in a reserve until anticipated as a revenue in a future budget. GAAP requires such proceeds to be recorded as a revenue in the year of sale.

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

General Fixed Assets - N.J.A.C. 5:30-5.6, Accounting for Governmental Fixed Assets, which differs in certain respects from generally accepted accounting principles, requires the inclusion of a statement of general fixed assets of the Township as part of its basic financial statements. General fixed assets are defined as nonexpendable personal property having a physical existence, a useful life of more than one year and an acquisition cost of \$5,000.00 or more per unit.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Accounting (Continued)

General Fixed Assets (Continued)

Public domain ("infrastructure") general 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. No depreciation has been provided on general fixed assets or reported in the financial statements.

The Township has developed a fixed assets accounting and reporting system based on an inspection and valuation prepared by an independent appraisal firm. Fixed assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Land is stated at the assessed value contained in the Township's most recent property revaluation. Buildings are stated at the most recent insurance replacement value. General Fixed Assets that have been acquired and are utilized in a governmental fund operation are accounted for in the General Fixed Assets Account Group rather than in a governmental fund.

Expenditures for construction in progress are recorded in the Capital Funds until such time as the construction is completed and put into operation.

Fixed assets acquired through grants in aid or contributed capital have not been accounted for separately.

Inventories of Supplies - The cost of inventories of supplies for all funds are recorded as expenditures at the time individual items are purchased. The cost of inventories is not included on the various balance sheets. GAAP requires the cost of inventories to be reported as a current asset and equally offset by a fund balance reserve.

Fixed Capital - Sewer Utility

Accounting for utility fund "fixed capital" remains unchanged under the requirements of N.J.A.C. 5:30-5.6.

Property and equipment purchased by the Sewer Utility Fund are recorded in the capital account at cost and are adjusted for disposition and abandonment. The amounts shown do not purport to represent reproduction costs or current value. The fixed capital reported is as taken from the municipal records and does not necessarily reflect the true condition of such fixed capital. Contributions in aid of construction are not capitalized. The balance in the Reserve for Amortization account in the utility capital fund represent charges to operations for the cost of acquisitions of property, equipment and improvements. The utility does not record depreciation on fixed assets.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Accounting (Continued)

Accounting and Financial Reporting for Pensions

Under the provisions of Governmental Accounting Standards Board (GASB) Statement No. 68 "Accounting and Financial Reporting for Pensions" and GASB Statement No. 71, "Pension Transition for Contributions Made Subsequent to the Measurement Date" (an amendment of GASB Statement No. 68), local government employers (or non-employer contributing entity in a special funding situation) are required to recognize a net pension liability measured as of a date (the measurement date) no earlier than the end of its prior fiscal year. If a state or local government employer or non-employer contributing entity makes a contribution to a defined benefit pension plan between the measurement date of the reported net pension liability and the end of the government's reporting period, Statement 68 requires that the government recognize its contribution as a deferred outflow of resources.

In addition, Statement 68 requires recognition of deferred outflows of resources and deferred inflows of resources for changes in the net pension liability of a state or local government employer or non-employer contributing entity that arise from other types of events.

Under GAAP, municipalities are required to recognize their proportionate share of net pension liability, deferred outflows of resources, deferred inflows of resources on the Statement of Net Position and the proportionate share of the pension related expense on the Statement of Activities.

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 to disclose GASB 68 information in the Notes to the Financial Statements. The disclosure must meet the requirements of GASB 68.

In May of 2021, the New Jersey Division of Local Government Services issued Local Finance Notice 2021-10 which allows local units to disclose the most recently available information as it relates to the New Jersey Division of Pension's reporting on GASB 68. As of the date of this report the information for the period ended June 30, 2020 was not available, therefore the information dated June 30, 2019 is disclosed.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Accounting (Continued)

Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions (OPEB)

The Governmental Accounting Standards Board (GASB) has issued Statement no. 75, *"Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions"*. This statement establishes standards for measuring and recognizing liabilities, deferred outflows and inflows of resources, and expenses for postemployment benefits other than pensions. It also requires the State of New Jersey to calculate and allocate to each participating member, for note disclosure purposes only, the OPEB net liability of New Jersey Health Benefits Local Government Retiree Plan (the Plan). The statement does not alter the amount of funds that must be budgeted for OPEB payment under existing state law.

Under GAAP, municipalities are required to recognize the OPEB liability in Statements of Revenues, Expenses, Changes in Net Position (balance sheets) and Notes to the Financial Statements in accordance with GASB 75. The liability required to be displayed by GASB 75 is displayed as a separate line item in the Unrestricted Net Position area of the balance sheet.

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 OPEB liability as a liability on their balance sheets. However, N.J.A.C. 5:30 6.1(c) (2) requires municipalities to disclose GASB 75 information in the Notes to the Financial Statements. The disclosure must meet the requirements of GASB 75.

D. 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 presents the financial statements listed in the table of contents of the "Requirements of Audit and Accounting Revision of 1987" as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey and which differ from the financial statements required by GAAP.

NOTE 2: CASH AND CASH EQUIVALENTS

The Township considers petty cash, change funds, cash in banks and certificates of deposit as cash and cash equivalents.

A. Deposits

New Jersey statutes permit the deposit of public funds in institutions, which are located in New Jersey and which meet the requirements of the Governmental Unit Deposit Protection Act (GUDPA) or the State of New Jersey Cash Management Fund. GUDPA requires a bank that accepts public funds to be a public depository. A public depository is defined as a state bank, a national bank, or a savings bank, which is located in the State of New Jersey, the deposits of which are insured by the Federal Deposit Insurance Corporation. The statutes also require public depositories to maintain collateral for deposits of public funds that exceed certain insurance limits. All collateral must be deposited with the Federal Reserve Bank 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 of Bridgewater had the following cash and cash equivalents at December 31, 2020:

	<u>Change Fund</u>	<u>Cash in Bank</u>	<u>Additions</u>	<u>Deletions</u>	<u>Reconciled Balance</u>
Cuurent Fund	\$410.00	\$15,040,364.10	\$130,003.25	\$977,393.36	\$14,192,973.99
Grant Fund		849,661.15		6,354.02	843,307.13
Animal Contol Fund		58,444.02		195.33	58,248.69
Trust Other Fund		16,635,595.28	35,696.11	243,086.29	16,428,205.10
General Capital Fund		4,676,483.08		70,122.59	4,606,360.49
Sewer Operating Fund	100.00	2,711,325.57	2,807.88	574,848.55	2,139,284.90
Sewer Capital Fund		5,772,150.18		6,811.24	5,765,338.94
	<u>\$510.00</u>	<u>\$45,744,023.38</u>	<u>\$168,507.24</u>	<u>\$1,878,811.38</u>	<u>\$44,033,719.24</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 credit risk other than those policies that adhere to the requirements of statute. As of December 31, 2020, based upon the coverage provided by FDIC and NJ GUDPA, no amount of the bank balance was exposed to custodial credit risk. Of the cash on balance in the bank \$1,250,00.00 was covered by Federal Depository Insurance and \$44,494,023.38 was covered by NJ GUDPA.

NOTE 2: CASH AND CASH EQUIVALENTS (CONTINUED)

B. Investments

The purchase of investments by the Township is strictly limited by the express authority of the New Jersey Local Fiscal Affairs Law, N.J.S.A. 40A:5-15.1. Permitted investments include any of the following type of securities:

1. Bonds or other obligations of the United States of America or obligations guaranteed by the United States of America;
2. Government money market mutual funds which are purchased from an investment company or investment trust which is registered with the Securities and Exchange Commission under the "Investment Company Act of 1940," 15 U.S.C. 80a-1 et seq., and operated in accordance with 17 C.F.R. § 270.2a-7 and which portfolio is limited to U.S. Government securities that meet the definition of an eligible security pursuant to 17 C.F.R. § 270.2a-7 and repurchase agreements that are collateralized by such U.S. Government securities in which direct investment may be made pursuant to paragraphs (1) and (3) of N.J.S.A. 5-15.1. These funds are also required to be rated by a nationally recognized statistical rating organization.
3. Any obligation that a federal agency or a federal instrumentality has issued in accordance with an act of Congress, which security has a maturity date not greater than 397 days from the date of purchase, provided that such obligation bears a fixed rate of interest not dependent on any index or other external factor;
4. Bonds or other obligations of the Local Unit or bonds or other obligations of school districts of which the Local Unit is a part or within which the school district is located.
5. Bonds or other obligations, having a maturity date not more than 397 days from date of purchase, approved by the Division of Local Government Services of the Department of Community Affairs for investment by Local Units;
6. Local government investment pools that are fully invested in U.S. Government securities that meet the definition of eligible security pursuant to 17 C.F.R. § 270a-7 and repurchase agreements that are collateralized by such U.S. Government securities in which direct investment may be made pursuant to paragraphs (1) and (3) of N.J.S.A. 5-15.1. This type of investment is also required to be rated in the highest category by a nationally recognized statistical rating organization.
7. Deposits with the State of New Jersey Cash Management Fund established pursuant to section 1 of P.L. 1977, c.281 (C. 52:18A-90.4); or

NOTE 2: CASH AND CASH EQUIVALENTS (CONTINUED)

8. Agreements for the repurchase of fully collateralized securities if:
 - a. the underlying securities are permitted investments pursuant to paragraphs (1) and (3) of this subsection;
 - b. the custody of collateral is transferred to a third party;
 - c. the maturity of the agreement is not more than 30 days;
 - d. the underlying securities are purchased through a public depository as defined in section 1 of P.L. 1970, c.236 (C. 17:19-41); and
 - e. a master repurchase agreement providing for the custody and security of collateral is executed.

The Township of Bridgewater's investment activities during the year were in accordance with the above New Jersey Statute.

NOTE 3: LONG-TERM DEBT

The Local Bond Law, Chapter 40A:2, governs the issuance of bonds to finance general municipal capital expenditures. All bonds are retired in annual installments within the statutory period of usefulness. All bonds issued by the Township are general obligation bonds, backed by the full faith and credit of the Township. Bond Anticipation Notes, which are issued to temporarily finance capital projects, shall mature and be paid off within ten years or financed by the issuance of bonds.

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 0.760%.

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
Regional School District Debt	\$ 12,261,555.24	\$ 12,261,555.24	\$
Sewer Utility Debt	8,795,081.16	8,795,081.16	
General Debt	<u>71,298,497.77</u>	<u>7,601.15</u>	<u>71,290,896.62</u>
	<u>\$ 92,355,134.17</u>	<u>\$ 21,064,237.55</u>	<u>\$ 71,290,896.62</u>

Net debt of \$71,290,896.62 divided by equalized valuation basis per N.J.S. 40A:2-2, as amended, of \$9,378,535,807.33 equals 0.760%.

NOTE 3: LONG-TERM DEBT (CONTINUED)

SUMMARY OF MUNICIPAL DEBT

	<u>YEAR 2020</u>	<u>YEAR 2019</u>	<u>YEAR 2018</u>
Issued:			
General:			
Bonds, Notes and Loans	\$ 67,556,597.99	\$ 65,696,449.25	\$ 65,207,727.25
Sewer Utility:			
Bonds, Notes and Loans	<u>6,216,584.68</u>	<u>6,561,982.96</u>	<u>6,905,381.24</u>
Total Issued	<u>\$ 73,773,182.67</u>	<u>\$ 72,258,432.21</u>	<u>\$ 72,113,108.49</u>
Less:			
Reserve for Debt Service	\$ 7,601.15	\$	\$ 404,573.53
Funds Temporarily Held to Pay			
Notes: Cash on Hand		<u>139,370.14</u>	<u>478,066.64</u>
Total Deductions	<u>\$ 7,601.15</u>	<u>\$ 139,370.14</u>	<u>\$ 882,640.17</u>
Net Debt Issued	<u>\$ 73,765,581.52</u>	<u>\$ 72,119,062.07</u>	<u>\$ 71,230,468.32</u>
Authorized But Not Issued:			
General:			
Bonds and Notes	\$ 3,741,899.78	\$ 5,926,900.78	\$ 6,333,398.16
Sewer Utility:			
Bonds and Notes	<u>2,578,496.48</u>	<u>3,006,662.87</u>	<u>3,007,522.87</u>
Total Authorized But Not Issued	<u>\$ 6,320,396.26</u>	<u>\$ 8,933,563.65</u>	<u>\$ 9,340,921.03</u>
Net Bonds and Notes Issued and Authorized But Not Issued	<u>\$ 80,085,977.78</u>	<u>\$ 81,052,625.72</u>	<u>\$ 80,571,389.35</u>

BORROWING POWER UNDER N.J.S. 40A:2-6 AS AMENDED

Equalized Valuation Basis* - December 31, 2020	<u>\$ 9,378,535,807.33</u>
3-1/2 of Equalized Valuation Basis (Municipal)	\$ 328,248,753.26
Net Debt	<u>71,290,896.62</u>
Remaining Borrowing Power	<u>\$ 256,957,856.64</u>

*Equalized Valuation Basis is the average of the equalized valuation of real estate, including improvements, and the assessed valuation of Class II Railroad Property of the Township of Bridgewater for the last three (3) preceding years.

NOTE 3: LONG-TERM DEBT (CONTINUED)

CALCULATION OF "SELF-LIQUIDATING PURPOSE" SEWER UTILITY PER N.J.S. 40A:2-45

Revenue from Fees, Rents, and Other Charges for Year and Fund Balance		\$ 12,504,458.60
Deductions:		
Operating and Maintenance Cost	\$ 10,843,524.83	
Debt Service	<u>564,298.28</u>	
Total Deductions		<u>11,407,823.11</u>
Excess in Revenue - Self Liquidating		<u>\$ 1,096,635.49</u>

SCHEDULE OF DEBT SERVICE FOR PRINCIPAL AND INTEREST FOR
BONDED DEBT ISSUED AND OUTSTANDING AT DECEMBER 31, 2020

YEAR	GENERAL		SEWER UTILITY	
	PRINCIPAL	INTEREST	PRINCIPAL	INTEREST
2021	\$3,852,000.00	\$1,584,572.70	\$297,000.00	\$812,042.80
2022	4,029,000.00	1,481,369.80	307,000.00	788,813.90
2023	2,985,000.00	1,362,645.00	290,000.00	174,935.00
2024	3,020,000.00	1,247,495.00	310,000.00	161,060.00
2025	3,050,000.00	1,130,645.00	320,000.00	146,360.00
2026	3,110,000.00	1,003,045.00	330,000.00	131,160.00
2027	3,145,000.00	897,888.75	335,000.00	122,685.00
2028	3,190,000.00	786,995.00	345,000.00	112,560.00
2029	3,220,000.00	674,170.00	355,000.00	102,110.00
2030	3,250,000.00	559,613.75	365,000.00	91,335.00
2031	3,275,000.00	452,070.00	375,000.00	80,210.00
2032	3,287,000.00	353,110.00	381,000.00	68,830.00
2033	2,295,000.00	270,900.00	355,000.00	57,850.00
2034	2,310,000.00	205,800.00	370,000.00	47,200.00
2035	2,420,000.00	140,250.00	380,000.00	36,100.00
2036	1,394,000.00	69,693.76	380,000.00	24,225.00
2037	900,000.00	29,250.00	380,000.00	12,350.00
	<u>\$48,732,000.00</u>	<u>\$12,249,513.76</u>	<u>\$5,875,000.00</u>	<u>\$2,969,826.70</u>

NOTE 3: LONG-TERM DEBT (CONTINUED)

General Serial Bonds:

\$2,108,000.00 General Obligation Refunding Bonds of 2019 due in annual installments of \$684,000.00 to \$717,000.00 through 2022 at a variable interest rate	\$1,391,000.00
\$16,642,000.00 General Obligation Bonds of 2012 due in annual installments of \$510,000.00 to \$1,012,000.00 through 2032 at a variable interest rate	12,007,000.00
\$5,655,000.00 General Obligation Refunding Bonds of 2012 due in annual installments of \$600,000.00 to \$640,000.00 through 2022 at a variable interest rate	1,210,000.00
\$8,349,000.00 General Obligation Bonds of 2016 due in annual installments of \$250,000.00 to \$500,000.00 through 2036 at a variable interest rate	7,349,000.00
\$13,170,000.00 General Obligation Bonds of 2018 due in annual installments of \$450,000.00 to \$900,000.00 through 2037 at a variable interest rate	12,200,000.00
\$14,605,000 Governmental Loan Refunding Bonds of 2017 due in annual installments of \$30,000.00 to \$1,055,000.00 through 2035 at a variable interest rate	<u>14,575,000.00</u>
	<u>\$48,732,000.00</u>

Sewer Utility Serial Bonds:

\$636,000.00 General Obligation Bonds of 2012 due in annual installments of \$20,000.00 to \$40,000.00 through 2032 at a variable interest rate	\$441,000.00
\$112,000.00 General Obligation Refunding Bonds of 2019 due in annual installments of \$20,000.00 to \$37,000.00 through 2022 at a variable interest rate	74,000.00
\$5,740,000.00 General Obligation Bonds of 2018 due in annual installments of \$190,000.00 to \$380,000.00 through 2037 at a variable interest rate	<u>5,360,000.00</u>
	<u>\$5,875,000.00</u>

NOTE 3: LONG-TERM DEBT (CONTINUED)

SCHEDULE OF NEW JERSEY INFRASTRUCTURE TRUST LOANS ISSUED
AND OUTSTANDING AT DECEMBER 31, 2020

<u>Payment Date</u>	<u>Fund Loan</u>	<u>Trust Loan</u>		<u>Total</u>
	<u>Principal</u>	<u>Principal</u>	<u>Interest</u>	
2/1/21	\$616.70		\$932.40	\$932.40
8/1/21	13,383.35	\$38,104.70	932.40	39,037.10
	<u>\$14,000.05</u>	<u>\$38,104.70</u>	<u>\$1,864.80</u>	<u>\$39,969.50</u>

New Jersey Environmental Infrastructure Loans:

\$528,286.00 2001A Fund Loan Agreement of 2001 due in semi-annual installments of \$616.70 to \$27,199.86 through 2021	\$14,000.05
\$515,000.00 2001A Trust Loan Agreement of 2001 due in annual installments of \$20,000.00 to \$40,000.00 through 2021 at a variable interest rate	<u>38,104.70</u>
	<u>\$52,104.75</u>

SCHEDULE OF SOMERSET COUNTY IMPROVEMENT AUTHORITY LOANS
ISSUED AND OUTSTANDING AT DECEMBER 31, 2020

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	\$306,947.06	\$31,923.34	\$338,870.40
2022	270,388.98	17,502.74	287,891.72
2023	241,592.87	10,580.49	252,173.36
2024	196,389.40	5,067.56	201,456.96
2025	113,859.44	1,342.48	115,201.92
	<u>\$1,129,177.75</u>	<u>\$66,416.61</u>	<u>\$1,195,594.36</u>

NOTE 3: LONG-TERM DEBT (CONTINUED)

Somerset County Improvement Authority Loans (Continued):

\$400,845.12 Improvement Authority Loan of 2019 due in monthly installments through 2024 at an interest rate of 2.7571%	\$326,190.29
\$538,547.62 Improvement Authority Loan of 2020 due in monthly installments through 2025 at an interest rate of 2.1725%	538,547.62
\$280,641.95 Improvement Authority Loan of 2016 due in monthly installments through 2021 at an interest rate of 2.10%	50,403.09
\$120,559.22 Improvement Authority Loan of 2017 due in monthly installments through 2022 at an interest rate of 2.10%	50,048.91
\$290,929.93 Improvement Authority Loan of 2018 due in monthly installments through 2020 at an interest rate of 3.477%	<u>163,987.84</u>
	<u>\$1,129,177.75</u>

SCHEDULE OF GREEN TRUST LOANS ISSUED AND OUTSTANDING
AT DECEMBER 31, 2020

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	<u>\$83,315.49</u>	<u>\$1,187.03</u>	<u>\$84,502.52</u>

Green Trust Loans:

\$500,000.00 Prince Rodgers Park Loan of 2002 due in semi-annual installments of \$11,306.52 to \$15,391.88 through 2021 at an interest rate of 2.00%	\$30,631.36
\$363,642.00 Prince Rodgers Park Loan of 2005 due in semi-annual installments of \$9,543.62 to \$12,863.36 through 2021 at an interest rate of 2.00%	12,863.36
\$400,000.00 Alfred S. Brown Park Loan of 2002 due in semi-annual installments of \$9,045.22 to \$12,313.50 through 2021 at an interest rate of 2.00%	24,505.09
\$250,000.00 YMCA Land Acquisition Loan of 2002 due in semi-annual installment of \$5,653.26 to \$7,695.94 through 2021 at an interest rate of 2.00%	<u>15,315.68</u>
	<u>\$83,315.49</u>

Bonds and Notes Authorized But Not Issued:

There is \$3,741,899.78 General Capital and \$2,578,496.48 Sewer Capital Bonds and Notes Authorized but not Issued at December 31, 2020.

NOTE 4: SHORT-TERM DEBT

The Township had the following short-term debt:

Bond Anticipation Notes:

Outstanding Bond Anticipation Notes are summarized as follows:

	<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Amount</u>
General Capital Fund	2.00%	08/04/21	<u>\$17,560,000.00</u>

NOTE 5: FUND BALANCES APPROPRIATED

Fund balances at December 31, 2020, which were appropriated and included as anticipated revenue in their own respective funds for the year ending December 31, 2021, as introduced were as follows:

Current Fund	Not known at time of audit
Sewer Utility Fund	Not known at time of audit

NOTE 6: PROPERTY TAXES

Property taxes attach as an enforceable lien on property as of January 1. Taxes are levied based on the final adoption of the current year municipal budget, and are payable in four installments on February 1, May 1, August 1 and November 1. The Township bills and collects its own property taxes and also the taxes for the County and the Regional School District. The collections and remittance of county and school taxes are accounted for in the Current Fund. Township property tax revenues are recognized when collected in cash and any receivables are recorded with offsetting reserves on the balance sheet of the Township's Current Fund.

Taxes Collected in Advance - Taxes collected in advance and recorded as cash liabilities in the financial statements are as follows:

	<u>BALANCE DECEMBER 31, 2020</u>	<u>BALANCE DECEMBER 31, 2019</u>
Prepaid Taxes	<u>\$1,597,951.56</u>	<u>\$1,142,768.43</u>

NOTE 7: COMPENSATED ABSENCES

The Township of Bridgewater permits employees to accrue a limited amount of unused vacation and sick pay, which may be taken as time off or paid upon retirement or separation at an agreed-upon rate. It is estimated that the current cost of such unpaid compensation would approximate \$10,141,973.25. The Township annually appropriates the amounts that are required to be paid in that year's budget and no liability is accrued at December 31, 2020.

NOTE 8: PENSIONS

Substantially all eligible employees participate in the Public Employees' Retirement System (PERS), or the Police, Firemen's Retirement System (PFRS) or the Defined Contribution Retirement System (DCRP), which have been established by state statute and are administered by the New Jersey Division of Pensions and Benefits. The Division issues a publicly available financial report that includes the financial statements and required supplementary information for the Public Employees Retirement System, Police and Firemen's Retirement System and Consolidated Police and Firemen's Pension Fund. These reports may be obtained by writing to the Division of Pensions and Benefits, P.O. Box 295, Trenton, New Jersey, 08625 or are available online at www.nj.gov/treasury/pensions/annrpts.shtml.

Public Employees' Retirement System (PERS) - 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 PERS 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 pension fund or local jurisdiction's pension fund.

Police and Firemen's Retirement System (PFRS) - The Police and Firemen's Retirement System (PFRS) was established as of July 1, 1944, under the provisions of N.J.S.A. 43:16A, to provide retirement, death, and disability benefits to its members. The PFRS is a cost-sharing multiple-employer plan. Membership is mandatory for substantially, all full-time county and municipal police or firemen or officer employees with police powers appointed after June 30, 1944.

Defined Contribution Retirement Program (DCRP) - The Defined Contribution Retirement Program (DCRP) was established July 1, 2007, under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007, and was expanded under the provisions of Chapter 89, P.L. 2009. The DCRP provides eligible employees and their beneficiaries with a tax-sheltered, defined contribution retirement benefit, along with life insurance coverage and disability coverage.

NOTE 8: PENSION PLANS

Vesting and Benefit Provisions

The vesting and benefit provisions for PERS are set by N.J.S.A. 43:15A and 43:36. All benefits vest after ten years of service, except for medical benefits, which vest after 25 years of service. Members may seek early retirement after achieving 25 years of service credit or they may elect deferred retirement after achieving ten years of service credit, in which case, benefits would begin the first day of the month after the member attains normal retirement age.

The vesting and benefit provisions for PFRS are set by N.J.S.A. 43:16A and 43:36. All benefits vest after ten years of service, except for disability benefits, which vest after four years of service. Retirement benefits for age and service are available at age 55. Members may seek special retirement after achieving 25 years of creditable service or they may elect deferred retirement after achieving ten years of service.

Newly elected or appointed officials that have an existing DCRP account or are a member of another State-administered retirement system are immediately vested in the DCRP. For newly elected or appointed officials that do not qualify for immediate vesting in the DCRP, employee and employer contributions are held during the initial year of membership. Upon commencing the second year of DCRP membership, the member is fully vested. However, if a member is not eligible to continue in the DCRP for a second year of membership, the member may apply for a refund of the employee contributions from the DCRP, while the employer contributions will revert back to the employer. Employees are required to contribute 5.5% of their base salary and employers contribute 3.0%.

Funding Policy

The contribution policy for PERS is set by N.J.S.A. 43:15A and requires contributions by active members and contributing employers. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount, which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. Funding for noncontributory group life insurance benefits is based on actual claims paid. For fiscal year 2020, the State's pension contribution was less than the actuarial determined amount. The local employers' contribution amounts are based on an actuarially determined rate, which includes the normal cost and unfunded accrued liability. During 2020, PERS provides for employee contributions of 7.50% of employees' base salary.

The contribution policy for PFRS is set by N.J.S.A. 43:16A and requires contributions by active members and contributing employers. State legislation has modified the amount that is contributed by the State. The State's contribution amount is based on an actuarially determined rate, which includes the normal cost and unfunded accrued liability. The local employers' contribution amounts are based on an actuarially determined rate, which includes the normal cost and unfunded accrued liability. For the fiscal year 2020, the State contributed an amount less than the actuarially determined amount. During 2020, PFRS provides for employee contributions of 10.00% of employees' base salary.

NOTE 8: PENSION PLANS

Funding Policy (Continued)

The Township's share of pension, which is based upon the annual billings received from the state, amounted to \$3,274,660.09 for 2020, \$3,367,177.99 for 2019 and \$3,097,605.42 for 2018.

Certain Township employees are also covered by the Federal Insurance Contribution Act.

Accounting and Financial Reporting for Pensions – GASB #68

The Governmental Accounting Standards Board (GASB) has issued Statement No. 68 "Accounting and Financial Reporting for Public Employees Pensions" which requires the State of New Jersey to calculate and allocate, for note disclosure purposes only, the unfunded net pension liability of Public Employees Retirement System (PERS) and the Police and Firemen's Retirement System (PFRS) of the participating municipality as of December 31, 2019. The statement does not alter the amounts of funds that must be budgeted for pension payments under existing state law.

Under accounting principles and practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, any unfunded net pension liability of the municipality, allocated by the State of New Jersey, is not required to be reported in the financial statements as presented and any pension contributions required to be paid are raised in that year's budget and no liability is accrued at December 31, 2019.

Public Employees Retirement System (PERS)

At June 30, 2019, the State reported a net pension liability of \$18,607,671.00 for the Township of Bridgewater's proportionate share of the total net pension liability. The total pension liability for the June 30, 2019 measurement date was determined by an actuarial valuation as of July 1, 2018, which was rolled forward to June 30, 2019. The Township's proportion of the net pension liability was based on a projection of the Township's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2019, the Township's proportion was 0.1032699071 percent, which was a decrease of 0.0105032129 percent from its proportion measured as of June 30, 2018.

For the year ended June 30, 2019, the State recognized an actuarially determined pension expense of \$404,235.00 for the Township of Bridgewater's proportionate share of the total pension expense. The pension expense recognized in the Township's financial statement based on the April 1, 2019 billing was \$1,131,675.00.

NOTE 8: PENSION PLANS (CONTINUED)

Accounting and Financial Reporting for Pensions - GASB 68 (Continued)

Public Employees Retirement System (PERS) (Continued)

At June 30, 2019, the State reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	<u>Deferred Outflow of Resources</u>	<u>Deferred Inflow of Resources</u>
Differences between expected and actual experience	\$ 333,983.00	\$ 82,200.00
Changes of assumptions	1,858,044.00	6,458,664.00
Net difference between projected and actual earnings on pension plan investments		293,729.00
Changes in proportion and differences between Township contributions and proportionate Share of contributions	<u>367,461.00</u>	<u>2,101,331.00</u>
	<u>\$ 2,559,488.00</u>	<u>\$ 8,935,924.00</u>

Other local amounts reported by the State as the Township's proportionate share of deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in the State's actuarially calculated pension expense as follows:

<u>Year Ended June 30,</u>	<u>Amount</u>
2020	(\$884,079.00)
2021	(2,089,780.00)
2022	(1,903,177.00)
2023	(1,077,585.00)
2024	<u>(421,815.00)</u>
	<u>(\$6,376,436.00)</u>

NOTE 8: PENSION PLANS (CONTINUED)

Accounting and Financial Reporting for Pensions - GASB 68 (Continued)

Public Employees Retirement System (PERS) (Continued)

Actuarial Assumptions

The total pension liability for the June 30, 2019 measurement date was determined by an actuarial valuation as of July 1, 2018, which rolled forward to June 30, 2019. These actuarial valuations used the following assumptions:

	<u>June 30, 2019</u>	<u>June 30, 2018</u>
Inflation	2.75%	2.25%
Salary Increases Through 2026	2.00-6.00%	1.65-4.15%
Thereafter	3.00-7.00% Based on Years of Service	2.65-5.15% Based on Age
Investment Rate of Return	7.00%	7.00%

Pre-retirement mortality rates were based on the Pub-2010 General Below-Median Income Employee mortality table with an 82.2% adjustment for males and 101.4% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Post-retirement mortality rates were based on the Pub-2010 General Below-Median Income Healthy Retiree mortality table with a 91.4% adjustment for males and 99.7% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Disability retirement rates used to value disabled retirees were based on the Pub-2010 Non-Safety Disabled Retiree mortality table with a 127.7% adjustment for males and 117.2% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Mortality improvement is based on Scale MP-2019.

The actuarial assumptions used in the July 1, 2018 valuation were based on the results of an actuarial experience study for the period July 1, 2014 to June 30, 2018.

NOTE 8: PENSION PLANS (CONTINUED)

Accounting and Financial Reporting for Pensions - GASB 68 (Continued)

Public Employees Retirement System (PERS) (Continued)

Long-Term Rate of Return

In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at both June 30, 2019 and June 30, 2018) 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 real rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic rates of return for each major asset class included in PERS's target asset allocation as of June 30, 2019 are summarized in the following table:

<u>Assets Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Risk Mitigation Strategies	3.00%	4.67%
Cash Equivalents	5.00%	2.00%
U.S. Treasuries	5.00%	2.68%
Investment Grade Credit	10.00%	4.25%
High Yield	2.00%	5.37%
Private Credit	6.00%	7.92%
Real Assets	2.50%	9.31%
Real Estate	7.50%	8.33%
U.S. Equity	28.00%	8.26%
Non-U.S. Developed Market Equity	12.50%	9.00%
Emerging Market Equity	6.50%	11.37%
Private Equity	12.00%	10.85%

Discount Rate

The discount rate used to measure the total pension liability was 6.28% and 5.66% as of June 30, 2019 and June 30, 2018, respectively. These single blended discount rates were based on the long-term expected rate of return on pension plan investments of 7.00% for both June 30 2019 and June 30, 2018 and a municipal bond rate of 3.50% and 3.87% for June 30, 2019 and June 30, 2018 respectively based on the Bond Buyer Go 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be based on 70% of the actuarially determined contributions for the State employer and 100% of actuarially determined contributions for the local employers.

NOTE 8: PENSION PLANS (CONTINUED)

Accounting and Financial Reporting for Pensions - GASB 68 (Continued)

Public Employees Retirement System (PERS) (Continued)

Discount Rate (Continued)

Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members through 2057. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments through 2057 and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

Sensitivity of the Township's proportionate share of net pension liability to changes in the discount rate

The following presents the collective net pension liability of the participating employers as of June 30, 2018 respectively, calculated using the discount rate as disclosed above as well as what the collective net pension liability would be if it was calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	June 30, 2019		
	1% Decrease <u>5.28%</u>	At Current Discount Rate <u>6.28%</u>	1% Increase <u>7.28%</u>
Township's proportionate share of the pension liability	\$23,668,025.00	\$18,607,671.00	\$14,582,131.00

Pension plan fiduciary net position

Detailed information about the pension plan's fiduciary net position is available in the separately issued Financial Report for the State of New Jersey Public Employees Retirement System (PERS). The report may be obtained at State of New Jersey Division of Pensions and Benefits P.O. Box 295 Trenton, New Jersey 08625-0295 <http://www.state.nj.us/treasury/pensions>.

Police and Firemen's Retirement System (PFRS)

At June 30, 2019, the State reported a net pension liability of \$27,231,315.00 for the Township of Bridgewater's proportionate share of the total PFRS net pension liability. The total pension liability for the June 30, 2019 measurement date was determined by an actuarial valuation as of July 1, 2018, which was rolled forward to June 30, 2019. The Township's proportion of the net pension liability was based on a projection of the Township's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined.

NOTE 8: PENSION PLANS (CONTINUED)

Accounting and Financial Reporting for Pensions - GASB 68 (Continued)

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

At June 30, 2019, the Township's proportion was 0.2225177133 percent, which was a decrease of 0.0030655748 percent from its proportion measured as of June 30, 2018.

For the year ended June 30, 2019, the State recognized an actuarially determined pension expense of \$1,826,663.00. The pension expense recognized in the Township's financial statement based on the April 1, 2019 billing was \$2,205,409.00.

At June 30, 2019, the State reported deferred outflows of resources and deferred inflows of resources related to PFRS from the following sources:

		Deferred Outflow of Resources		Deferred Inflow of Resources
Differences between expected and actual experience	\$	229,867.00	\$	172,406.00
Changes of assumptions		993,093.00		8,800,911.00
Net difference between projected and actual earnings on pension plan investments				368,975.00
Changes in proportion and differences between Township contributions and proportionate share of contributions		41,424.00		950,830.00
	\$	<u>1,204,384.00</u>	\$	<u>10,293,122.00</u>

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended		Amount
<u>June 30</u>		
2020	\$	(1,609,499.20)
2021		(3,178,679.20)
2022		(2,304,242.20)
2023		(1,228,061.20)
2024		<u>(768,256.20)</u>
	\$	<u>(9,088,738.00)</u>

NOTE 8: PENSION PLANS (CONTINUED)

Accounting and Financial Reporting for Pensions - GASB 68 (Continued)

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

Actuarial Assumptions

The total pension liability for the June 30, 2019 measurement date was determined by an actuarial valuation as of July 1, 2018, which rolled forward to June 30, 2019. This actuarial valuation used the following assumptions:

	<u>June 30, 2019</u>	<u>June 30, 2018</u>
Inflation	2.75%	2.25%
Salary Increases Through All Future Years	3.25-15.25% Based on Years of Service	2.10-9.98% Based on Age
Investment Rate of Return	7.00%	7.00%

Pre-retirement mortality rates were based on the Pub-2010 Safety Employee mortality table with a 105.6% adjustment for males and 102.5% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Post-retirement mortality rates were based on the Pub-2010 Safety Retiree Below-Median Income Weighted mortality table with a 96.7% adjustment for males and 96.0% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. For beneficiaries (contingent annuitants), the Pub-2010 General Retiree Below-Median Income Weighted mortality table was used, unadjusted, and with future improvement from the base year of 2010 on a generational basis. Disability rates were based on the Pub-2010 Safety Disabled Retiree mortality table with a 152.0% adjustment for males and 109.3% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Mortality improvement is based on Scale MP-2019.

The actuarial assumptions used in the July 1, 2018 valuation were based on the results of an actuarial experience study for the period July 1, 2013 to June 30, 2018.

NOTE 8: PENSION PLANS (CONTINUED)

Accounting and Financial Reporting for Pensions - GASB 68 (Continued)

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

Long-Term Rate of Return

In accordance with State statute, the long-term expected rate of return on plan investments (7.00 percent at June 30, 2019 and June 30, 2018) 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 real rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic rates of return for each major asset class included in PFRS's target asset allocation as of June 30, 2019 are summarized in the following table:

<u>Assets Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Risk Mitigation Strategies	3.00%	4.67%
Cash Equivalents	5.00%	2.00%
U.S. Treasuries	5.00%	2.68%
Investment Grade Credit	10.00%	4.25%
High Yield	2.00%	5.37%
Private Credit	6.00%	7.92%
Real Assets	2.50%	9.31%
Real Estate	7.50%	8.33%
US Equity	28.00%	8.26%
Non-U.S. Developed Market Equity	12.50%	9.00%
Emerging Market Equity	6.50%	11.37%
Private Equity	12.00%	10.85%

Discount Rate

The discount rate used to measure the total pension liability was 6.85% and 6.51% as of June 30, 2019 and June 30, 2018, respectively. This single blended discount rate was based on the long-term expected rate of return on pension plan investments of 7.00% for both June 30, 2019 and June 30, 2018 and a municipal bond rate of 3.50% and 3.87% as of June 30, 2019 and June 30, 2018 respectively based on the Bond Buyer Go 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher.

NOTE 8: PENSION PLANS (CONTINUED)

Accounting and Financial Reporting for Pensions - GASB 68 (Continued)

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

Discount Rate (Continued)

The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers and the non-employer contributing entity will be made based on the contribution rate in the most recent fiscal year. The State employer contributed 70% of the actuarially determined contributions and the local employers contributed 100% of their actuarially determined contributions. Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members through 2076. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments through 2076, and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

Sensitivity of the Township's proportionate share of the net pension liability to changes in the discount rate

The following presents the Township's proportionate share of the net pension liability of the participating employers as of June 30, 2019 respectively, calculated using the discount rate as disclosed above as well as what the Township's proportionate share of the net pension liability would be if it was calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	June 30, 2019		
	1% Decrease <u>5.85%</u>	At Current Discount Rate <u>6.85%</u>	1% Increase <u>7.85%</u>
Township's proportionate share of the PFRS pension liability	\$36,806,814.00	\$27,231,315.00	\$19,306,209.00

NOTE 8: PENSION PLANS (CONTINUED)

Accounting and Financial Reporting for Pensions - GASB 68 (Continued)

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

Special Funding Situation

In accordance with N.J.S.A. 43:16A-15, local participating employers are responsible for their own contributions based on actuarially determined amounts, except where legislation was passed which legally obligated the State if certain circumstances occurred. The legislation which legally obligates the State is as follows: Chapter 8, P.L. 2000, Chapter 318, P.c. 2001, Chapter 86, P.L. 2001, Chapter 511, P.L. 1991, Chapter 109, P.c. 1979, Chapter 247, P.L. 1993 and Chapter 201, P.L. 2001. The amounts contributed by the State on behalf of the Township 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 Township does 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 disclose in the notes to the financial statements of the Township related to this legislation.

At June 30, 2019 and 2018, the State's proportionate share of the net pension liability attributable to the Township for the PFRS special funding situation is \$4,299,876.00 and \$4,146,335.00 respectively.

At June 30, 2019, the Township's and State of New Jersey's proportionate share of the PFRS net pension liability were as follows:

Township's Proportionate Share of Net Pension Liability	\$27,231,315.00
State of New Jersey Proportionate Share of Net Pension Liability Associated with the Township	<u>4,299,876.00</u>
	<u>\$31,531,191.00</u>

Pension plan fiduciary net position

Detailed information about the pension plan's fiduciary net position is available in the separately issued Financial Report for the State of New Jersey Police and Firemen's Retirement System (PFRS). The report may be obtained at State of New Jersey Division of Pensions and Benefits P.O. Box 295 Trenton, New Jersey 08625-0295 <http://www.state.nj.us/treasury/pensions>.

NOTE 9: LITIGATION

The Township is involved in several pending legal proceedings, the impact on the financial statements of which, either individually or in the aggregate, in the opinion of the Township's legal counsel would not be material

NOTE 10: CONTINGENT LIABILITIES

The Township participates in several federal and state financial assistance grant programs. Entitlement to the funds is generally conditional upon compliance with terms and conditions of the grant agreements and applicable regulations, including the expenditures of funds for eligible purposes. These programs are subject to compliance and financial audits by the grantors or their representatives. As of December 31, 2020, the Township does not believe that any material liabilities will result from such audits.

NOTE 11: TAX APPEALS

There are several tax appeals filed with the State Tax Court of New Jersey requesting a reduction of assessments for the years 2020 and prior. Any reduction in assessed valuation will result in a refund of prior years taxes in the year of settlement, which may be funded from tax revenues through the establishment of a reserve or by the issuance of refunding bonds per N.J.S.A. 40A:2-51. The Township has established a reserve for this purpose in the Current Fund, the balance of which is \$494,632.06 at December 31, 2020.

NOTE 12: RISK MANAGEMENT

The Township is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Township maintains commercial insurance coverage covering each of those risks of loss. Management believes such coverage is sufficient to preclude any significant uninsured losses to the Township. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

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

<u>Year</u>	<u>Employee Contributions</u>	<u>Township and Contributions</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2020	\$ 22,337.35	\$ 50,000.00	\$ 164,664.95	\$ 5,318.21
2019	22,710.63	10,000.00	27,377.77	97,645.81
2018	22,077.84	20,000.00	46,574.92	92,312.95

NOTE 13: LENGTH OF SERVICE AWARDS PROGRAM

The Township of Bridgewater adopted an ordinance establishing a Length of Service Awards Program effective for 2003 for the members of the Bridgewater First Aid/Rescue Squad pursuant to N.J.S.A. 40A:14-183 et seq. Under this program, each volunteer of the Bridgewater First Aid/Rescue Squad that performs the minimum amount of service will have an annual amount up to \$1,150.00 deposited into a tax deferred account. The Township budgeted \$85,000.00 for the program in 2020.

The accompanying financial statements do not include the Township's Length of Service Awards Program's activities. The Township's Length of Service Awards Program's financial statements are contained in a separate review report, as required by state regulations.

NOTE 14: INTERFUND RECEIVABLES AND PAYABLES

The following interfund balances remained on the balance sheet at December 31, 2020:

<u>Fund</u>	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
Current Fund	\$ 10,935.69	\$ 80,589.13
Animal Control Fund		8,134.38
Trust Other Fund	79,958.27	
General Capital Fund	630.86	
Sewer Utility Operating Fund		2,801.31
Sewer Capital Fund		0.00
	<u>\$ 91,524.82</u>	<u>\$ 91,524.82</u>

All balances resulted from the time lag between the dates that short-term loans were disbursed and payments between funds were received.

NOTE 15: DEFERRED COMPENSATION PLAN

The Township offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all Township employees, permits them to defer a portion of their salaries until future years. The Township does not make any contribution to the plan. The deferred compensation is not available to employees until retirement, death, disability, termination or financial hardships.

In accordance with the requirements of the Small Business Job Protection Act of 1996 and the funding requirements of Internal Revenue Code Section 457(g), the Township's Plan was amended to require that all amounts of compensation deferred under the Plan are held for the exclusive benefits of plan participants and beneficiaries. All assets and income under the Plan are held in trust, in annuity contracts or custodial accounts.

NOTE 15: DEFERRED COMPENSATION PLAN (CONTINUED)

The Plan is administered by the Nationwide Retirement Solutions, Mass Mutual and AXA-Equitable.

The accompanying financial statements do not include the Township's Deferred Compensation Plan activities. The Township's Deferred Compensation Plan financial statements are contained in a separate review report.

NOTE 16: GASB 75: POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS

Plan Description

The Township's defined benefit OPEB plan, Township of Bridgewater Postretirement Healthcare Plan (the Plan), provides OPEB for all eligible employees of the Township in accordance with the terms of their labor agreements. The Plan is a single-employer defined benefit OPEB plan administered by the Township. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75.

Summary of Benefits

The Plan provides retirees and their eligible dependents medical, prescription, dental and vision benefits provided that they have met the eligibility requirement contained in the Township's various labor agreements.

Employees Covered by Benefits Terms

Inactive employees or beneficiaries currently receiving benefits payments	266
Inactive employees entitled to but not currently receiving benefits payments	-0-
Active employees	<u>177</u>
	<u>443</u>

Contributions

The contribution requirements of the Township and Plan members are established and maybe be amended by the Township's governing body.

Retirees and their dependents are required to contribute toward the cost of the postretirement medical, prescription drug, dental and vision coverage in accordance with the provisions set forth under Chapter 78. An employee who retires after satisfying the eligibility requirements who had less than 20 years of PERS or PFRS service as of June 28, 2011, shall be required to contribute toward the cost of postretirement healthcare benefits. The retirement contributions are based on a percentage of the postretirement healthcare cost and vary based on coverage tier and amount of PERS or PFRS pension amounts based on tables presented in the Borough's plan document, ranging from 3.5% to 35%.

NOTE 16: GASB 75: POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS
(CONTINUED)

Net OPEB Liability

The Township's total OPEB liability of \$89,777,281 was measured as of December 31, 2020, and was determined by an actuarial valuation as of that date.

Actuarial Assumptions

The total OPEB liability in the December 31, 2020 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Inflation 2.5%

Salary Increases 3.0%

Healthcare cost trend rates 6.0 percent decreasing to an ultimate rate of 3.5 percent in 2026.

PUP 2012 Tables projected to 2025 with scale MP 20.

The actuarial assumptions used in the December 31, 2020 valuation were based on the results of an actuarial experience study for the period January 1, 2020–December 31, 2020.

Discount Rate

The discount rate under GASB 75 should be the single rate that reflects (a) the long-term expected rate of return on plan investments that are expected to be used to finance the benefit payments, to the extent that the plan's fiduciary net position is projected to be sufficient to make projected benefit payments and the assets are expected to be invested using a strategy to achieve that return and (b) a yield or index rate for 20-year, tax exempt general obligations municipal bonds with an average rating of AA/AAa or higher (or an equivalent quality on another scale) to the extent that the conditions in (a) are not met. The discount rates used for determining the Total OPEB liabilities at December 31, 2020 and December 31, 2019, based on the "The Muni 20 year Aa" as published by Fidelity Investments, are 2.75% and 2.00%, respectively.

NOTE 16: GASB 75: POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS
(CONTINUED)

Changes in the Total OPEB Liability

	Total OPEB Liability
Balance at 12/31/19	\$69,182,191
Changes for the year:	
Service cost	543,451
Interest Cost	2,767,852
Differences between expected and actual experience	6,490,022
Changes in assumptions or other inputs	13,250,001
Benefit payments	(2,556,236)
Net change in OPEB Liability	<u>20,495,090</u>
Balance at 12/31/20	<u>\$89,677,281</u>

Changes of assumptions and other inputs reflect a change in the discount rate from 2.00 percent in 2020 to 2.75 percent in 2019.

Sensitivity of the Total OPEB liability to changes in the discount rate and healthcare cost trend rates

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

	December 31, 2020		
	<u>1.00% Decrease (2.00%)</u>	<u>At Discount Rate (2.75)</u>	<u>1.00% Increase (3.75%)</u>
Net OPEB Liability	\$108,150,167	\$89,677,281	\$75,854,294

NOTE 16: GASB 75: POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS
(CONTINUED)

Sensitivity of the Total OPEB liability to changes in the healthcare cost trend rates.

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

	December 31, 2020		
	1.00% <u>Decrease</u> (5.0% decreasing to 2.5%)	Healthcare Cost <u>Trend Rate</u> (6.0% decreasing to 3.5%)	1.00% <u>Increase</u> (7.0% decreasing to 4.5%)
Net OPEB Liability	\$76,601,448	\$89,677,281	\$106,404,247

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

For the year ended December 31, 2020 the actuarially determined OPEB expense reflected in the Plan report was \$8,119,709. The OPEB expense recognized in the Township's financial statement based on actual billing was \$2,556,236.

At December 31, 2020, the Plan reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Inflow of <u>Resources</u>	Deferred Outflow of <u>Resources</u>
Changes of assumptions	\$ 1,128,701.00	\$ 11,813,269.00
Net difference between expected and actual experience		5,990,544.00
	<u>\$ 1,128,701.00</u>	<u>\$ 17,803,813.00</u>

NOTE 16: GASB 75: POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS
(CONTINUED)

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

Year Ended <u>June 30,</u>	<u>Amount</u>
2021	(\$4,079,447)
2022	(2,725,654)
2023	(3,290,004)
2024	(3,290,004)
2025	<u>(3,290,003)</u>
	<u>(\$16,675,112)</u>

NOTE 17: SUBSEQUENT EVENTS

The Township of Bridgewater has evaluated subsequent events occurring after the financial statement date through June 15, 2021 which is the date the financial statements were available to be issued. Based upon this evaluation, the Township has determined that there are no subsequent events needed to be disclosed.

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TOWNSHIP OF BRIDGEWATER
SUPPLEMENTARY SCHEDULES – ALL FUNDS
YEAR ENDED DECEMBER 31, 2020

TOWNSHIP OF BRIDGEWATER

CURRENT FUND

SCHEDULE OF CASH - COLLECTOR-TREASURER

	<u>REF.</u>	<u>CURRENT FUND</u>	<u>GRANT FUND</u>
Balance, December 31, 2019	A	\$ 14,404,368.06	\$ 696,384.37
Increased by Receipts:			
Taxes Receivable	A-8	\$ 193,163,607.59	\$
State of New Jersey-Senior Citizens and Veterans Deductions	A-7	211,250.00	
Interfunds	A-12	124,320.07	
Petty Cash	A-5	1,000.00	
Revenue Accounts Receivable	A-13	13,775,393.99	
Miscellaneous Revenue Not Anticipated	A-2	455,864.16	
Tax Overpayments	A-17	679,691.52	
Prepaid Taxes	A-18	1,597,951.56	
Tax Title Liens	A-9	5,700.94	
Sale of Municipal Assets	A-19	200,000.00	
Grants-Appropriated - Match	A-23		120,871.00
Grants - Unappropriated	A-24		92,500.00
Grants Receivable	A-25		563,414.79
Construction Code DCA - Due State of NJ	A-16	84,544.00	
Marriage Licenses Due State of NJ	A-28	3,225.00	
Reserve for State Library	A-27	756.00	
Emergency Note Payable	A-32	500,000.00	
		<u>210,803,304.83</u>	<u>776,785.79</u>
		\$ 225,207,672.89	\$ 1,473,170.16
Decreased by Disbursements:			
2020 Appropriations	A-3	\$ 36,106,599.81	\$
Appropriation Reserves	A-14	1,755,087.82	
Accounts Payable	A-11	29,877.28	
Interfunds	A-12	65,915.29	
Petty Cash	A-5	1,000.00	
Tax Overpayments	A-17	434,480.36	
Tax Appeals	A-15	55,053.10	
Regional School District Taxes	A-21	132,397,672.00	
County Taxes	A-20	37,407,346.04	
Special Fire District Taxes	A-22	2,658,792.00	
Refund of:			
Uniform Construction Code Fees	A-2	1,075.20	
Fees and Permits	A-2	108.00	
Recreation Fees	A-2	519.00	
Prior Year Revenue	A-1	2,000.00	
Construction Code DCA - Due State of NJ	A-16	95,748.00	
Marriage Licenses Due State of NJ	A-28	3,425.00	
Due Current Fund	A-30		235.54
Grants-Appropriated	A-23		629,627.49
		<u>211,014,698.90</u>	<u>629,863.03</u>
Balance, December 31, 2020	A	\$ <u>14,192,973.99</u>	\$ <u>843,307.13</u>

"A-5"

TOWNSHIP OF BRIDGEWATER

CURRENT FUND

SCHEDULE OF PETTY CASH

OFFICE

Police Department
Finance Department

RECEIVED
FROM
TREASURER

RETURNED
TO
TREASURER

\$	500.00	\$	500.00
	500.00		500.00
<hr/>		<hr/>	
\$	1,000.00	\$	1,000.00
<hr/>		<hr/>	

REF.

A-4

A-4

"A-6"

SCHEDULE OF CHANGE FUNDS

Balance, December 31, 2019
and December 31, 2020

A

\$ 410.00

DETAIL

Tax Collector
Police
Township Clerk
Municipal Court

\$	200.00
	50.00
	50.00
	110.00
<hr/>	
\$	410.00
<hr/>	

TOWNSHIP OF BRIDGEWATER

CURRENT FUND

SCHEDULE OF DUE STATE OF NEW JERSEY
FOR SENIOR CITIZENS AND VETERANS DEDUCTIONS

	<u>REF.</u>		
Balance, December 31, 2019 (Due From)	A	\$	4,500.00
Increased by:			
Senior Citizens Deductions Per Tax Billing	A-7	\$	30,250.00
Veterans Deductions Per Tax Billing	A-7		184,250.00
Senior Citizens and Veterans Deductions Allowed by Tax Collector	A-7		<u>5,500.00</u>
			<u>220,000.00</u>
		\$	<u>224,500.00</u>
Decreased by:			
Senior Citizens Deductions Disallowed by Collector- prior year	A-8		8,500.00
Received From State	A-4		<u>211,250.00</u>
			<u>219,750.00</u>
Balance, December 31, 2020 (Due From)	A	\$	<u><u>4,750.00</u></u>

ANALYSIS OF STATE SHARE OF 2020 SENIOR
CITIZENS AND VETERANS DEDUCTIONS

Senior Citizens Deductions Per Tax Billing	A-7	\$	30,250.00
Veterans Deductions Per Tax Billing	A-7		184,250.00
Senior Citizens and Veterans Deductions Allowed by Tax Collector-2020 Taxes	A-7		<u>5,500.00</u>
		\$	<u><u>220,000.00</u></u>

TOWNSHIP OF BRIDGEWATER

CURRENT FUND

SCHEDULE OF TAXES RECEIVABLE AND ANALYSIS OF PROPERTY TAX LEVY

YEAR	BALANCE DECEMBER 31, 2019	2020 LEVY	ADDED TAXES	COLLECTIONS BY CASH 2019	2020	CANCELED	OVERPAYMENTS APPLIED	TRANSFERRED TO TAX TITLE LIENS	BALANCE DECEMBER 31, 2020
Prior	\$ 1,195,714.79	\$	\$ 8,500.00	\$	\$ 1,170,320.82	\$ 33,702.97	\$	\$ 191.00	\$
2020	\$ 1,195,714.79	\$ 194,920,057.65	\$ 8,500.00	\$ 1,142,768.43	\$ 1,170,320.82	\$ 33,702.97	\$ 273,787.08	\$ 191.00	\$ 1,241,984.51
					\$ 192,213,286.77	\$ 42,083.10		\$ 6,147.76	
	\$ 1,195,714.79	\$ 194,920,057.65	\$ 8,500.00	\$ 1,142,768.43	\$ 193,383,607.59	\$ 75,786.07	\$ 273,787.08	\$ 6,338.76	\$ 1,241,984.51
REF.	A	A-8	A-7	A-2:A-18	A-2:A-8		A-2:A-17	A-9	A

REF.

Collector	A-4	\$ 193,163,607.59
Senior Citizens and Veterans Deductions	A-7	220,000.00
	A-8	\$ 193,383,607.59

ANALYSIS OF 2020 PROPERTY TAX LEVY

TAX YIELD		
General Property Tax	\$	191,666,606.22
Added Taxes (54-4-63.1 et seq.)		594,659.43
Special Fire District Tax		2,658,792.00
		\$ 194,920,057.65
TAX LEVY		
Regional School District Tax (Abstract)		
County Tax (Abstract)	A-2:A-21	\$ 132,397,672.00
County Library Tax (Abstract)		
County Open Space (Abstract)		
Due County for Added Taxes (54-4-63.1 et seq.)		\$ 37,154,665.53
Total County Taxes	A-2:A-20	114,185.09
Special Fire District Tax		
Local Tax for Municipal Purposes (Abstract)	A-2:A-22	2,658,792.00
Add: Additional Tax Levied		\$ 22,005,035.62
Local Tax for Municipal Purposes Levied		589,707.41
		\$ 194,920,057.65
	A-8	

"A-9"

TOWNSHIP OF BRIDGEWATER

CURRENT FUND

SCHEDULE OF TAX TITLE LIENS

	<u>REF.</u>		
Balance, December 31, 2019	A	\$	149,456.45
Increased by:			
Taxes Accrued	A-8	\$	6,338.76
Interest & Costs on Tax Sale			<u>1,295.58</u>
			7,634.34
		\$	<u>157,090.79</u>
Decreased by:			
Receipts	A-4		<u>5,700.94</u>
Balance, December 31, 2020	A	\$	<u><u>151,389.85</u></u>

"A-10"

SCHEDULE OF PROPERTY ACQUIRED FOR TAXES
(AT ASSESSED VALUATION)

Balance, December 31, 2019 and December 31, 2020	A	\$	<u><u>422,300.00</u></u>
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TOWNSHIP OF BRIDGEWATER

CURRENT FUND

SCHEDULE OF RESERVE FOR ENCUMBRANCES/ACCOUNTS PAYABLE

	<u>REF.</u>		
Balance, December 31, 2019	A		\$ 1,294,319.64
Increased by:			
2020 Budget Appropriations	A-3	\$ 960,882.95	
Appropriation Reserves	A-14	<u>174,902.13</u>	
			<u>1,135,785.08</u>
			\$ <u>2,430,104.72</u>
Decreased by:			
Disbursements	A-4	\$ 29,877.28	
Transferred to Appropriation Reserves	A-14	1,077,311.98	
Canceled- Accounts Payable	A-1	<u>13,701.83</u>	
			<u>1,120,891.09</u>
Balance, December 31, 2020			\$ <u><u>1,309,213.63</u></u>
Reserve for Encumbrances	A		\$ 1,135,785.08
Reserve for Accounts Payable	A		<u>173,428.55</u>
			\$ <u><u>1,309,213.63</u></u>

TOWNSHIP OF BRIDGEWATER

CURRENT FUND

SCHEDULE OF INTERFUNDS

	<u>REF.</u>	<u>TOTAL</u>	<u>GRANT FUND</u>	<u>ANIMAL CONTROL TRUST FUND</u>	<u>OTHER TRUST FUND</u>	<u>GENERAL CAPITAL FUND</u>	<u>SEWER UTILITY OPERATING FUND</u>
Balance, December 31, 2019							
Due To	A	\$ 39,282.12			\$ 37,756.42	\$	1,525.70
Due From	A	\$ 19,899.08	\$ 235.54	\$ 19,663.54			
Receipts	A-4	\$ 124,320.07	\$ 235.54	\$ 19,663.54	\$ 97,778.63	\$ 630.86	\$ 6,011.50
Transfer	A-2	8,134.38		8,134.38			
Disbursements	A-4	65,915.29			55,576.78		10,338.51
Balance, December 31, 2020							
Due To	A	\$ 80,589.13			\$ 79,958.27	\$ 630.86	
Due From	A	10,935.69	\$	8,134.38			\$ 2,801.31

TOWNSHIP OF BRIDGEWATER

CURRENT FUND

SCHEDULE OF REVENUE ACCOUNTS RECEIVABLE

<u>ACCOUNTS</u>	<u>REF.</u>	<u>BALANCE DECEMBER 31, 2019</u>	<u>ACCRUED IN 2020</u>	<u>COLLECTED</u>	<u>BALANCE DECEMBER 31, 2020</u>
Licenses:					
Alcoholic Beverages	A-2	\$	\$ 86,252.00	\$ 86,252.00	\$
Other	A-2		33,447.00	33,447.00	
Fees and Permits	A-2		357,419.33	357,419.33	
Municipal Court:					
Fines and Costs	A-2	25,528.20	224,460.51	238,351.45	11,637.26
Interest and Costs on Taxes	A-2		383,725.59	383,725.59	
Interest on Investments and Deposits	A-2		243,360.36	243,360.36	
Recreation Fees	A-2		32,629.17	32,629.17	
Energy Receipts Tax	A-2		5,900,179.00	5,900,179.00	
Garden State Trust Fund	A-2		4,082.00	4,082.00	
Uniform Construction Code Fees	A-2		1,168,629.00	1,168,629.00	
Joint Services with County Library	A-2		111,743.18	111,743.18	
Shared Municipal Court	A-2		205,889.76	205,889.76	
Shared Resource Officer BOE	A-2		130,898.03	130,898.03	
Shared Class III Officers	A-2		70,145.50	70,145.50	
Life Hazard Use Fees	A-2		158,843.13	158,843.13	
Suburban Cablevision - Franchise Fee	A-2		574,337.16	574,337.16	
Payment in Lieu of Taxes-Centerbridge I	A-2		108,776.80	108,776.80	
Payment in Lieu of Taxes-Centerbridge II	A-2		117,821.78	117,821.78	
Bridgewater Commons - Rent / Royalty / In Lieu Of	A-2		840,915.99	840,915.99	
Host Benefit Fees	A-2		275,903.69	275,903.69	
General Capital Fund Surplus	A-2		2,253,443.87	2,253,443.87	
Hotel/Motel Tax	A-2		420,313.65	420,313.65	
Debt Service Reimbursement - Open Space Trust Fund	A-2		58,286.55	58,286.55	
		\$ 25,528.20	\$ 13,761,503.05	\$ 13,775,393.99	\$ 11,637.26
<u>REF.</u>		<u>A</u>		<u>A-4</u>	<u>A</u>

TOWNSHIP OF BRIDGEWATER

CURRENT FUND

SCHEDULE OF 2019 APPROPRIATION RESERVES

	BALANCE DECEMBER 31, 2019	TRANSFERRED FROM ENCUMBRANCES PAYABLE	TRANSFERS	BALANCE AFTER MODIFICATION	PAID OR CHARGED	BALANCE LAPSED
SALARIES AND WAGES						
Mayor's Office	\$ 0.98	\$	\$	\$ 0.98	\$	\$ 0.98
Administration	0.02			0.02		0.02
Township Council	9.94			9.94		9.94
Personnel Office	16,920.35		(16,000.00)	920.35		920.35
Purchasing Department	812.57			812.57		812.57
IT Department	0.15			0.15		0.15
Township Clerk	364.05			364.05		364.05
Director of Finance	0.05			0.05		0.05
Division of Treasury	3,309.22			3,309.22		3,309.22
Tax Assessment	16,344.25		(15,000.00)	1,344.25		1,344.25
Legal Office	192.26			192.26		192.26
Engineering Director's Office	9.95			9.95		9.95
Engineering	35,516.80		(30,000.00)	5,516.80		5,516.80
Division of Planning	5,515.25		(5,000.00)	515.25		515.25
Police	134,980.20		34,512.00	169,492.20	137,262.74	32,229.46
Office of Emergency Management	5,912.50			5,912.50		5,912.50
Fire Safety	1,802.20			1,802.20		1,802.20
Municipal Court	5,187.48			5,187.48		5,187.48
Road Repairs and Maintenance	24,232.62		(20,000.00)	4,232.62	2,416.25	1,816.37
Vehicle Maintenance	12,100.52		(5,000.00)	7,100.52	2,562.04	4,548.48
Snow Removal	22,136.41			22,136.41	22,136.41	
Park Maintenance	35,192.08		(30,000.00)	5,192.08		5,192.08
Public Buildings and Grounds	1,826.42		1,200.00	3,026.42	2,994.80	31.62
Director's Office	10.00			10.00		10.00
Division of Health	16,569.54		(15,000.00)	1,569.54		1,569.54
Administration of Public Assistance	2,983.79			2,983.79		2,983.79
Senior Citizen Services	9,785.85		(9,000.00)	785.85		785.85
Division of Recreation and Parks	3,889.01			3,889.01		3,889.01
Construction Code Official	29,484.91		(25,000.00)	4,484.91		4,484.91
Municipal Court - Interlocal	9,419.07			9,419.07		9,419.07
OTHER EXPENSES						
Mayor's Office	1,091.61	209.51		1,301.12	209.51	1,091.61
Administration	3,461.60	47.80		3,509.40	79.50	3,429.90
Economic Development	10.00			10.00		10.00
Township Council	1,697.15	460.48		2,157.63	1,428.14	729.49
Personnel Office	2,279.20	1,437.68		3,716.88	471.95	3,244.93
Purchasing Department	290.47	756.12		1,046.59	652.27	394.32
IT Department	11,144.01	1,052.34	(5,000.00)	7,196.35	1,531.84	5,664.51
Township Clerk	6,573.47	1,618.62	(5,000.00)	3,192.09	511.65	2,680.44
Elections	1,714.90			1,714.90		1,714.90
Director of Finance	1,688.57	224.44		1,913.01	81.05	1,831.96
Division of Treasury	11,207.40	183.97	(10,000.00)	1,391.37	432.30	959.07
Audit	6,715.00		(5,000.00)	1,715.00	1,700.00	15.00
Division of Collector of Taxes	593.07	1.00		594.07	45.00	549.07
Assessment of Taxes	4,611.72	5,885.35		10,497.07	10,477.00	0.07
Reassessment Program	540.00	20,600.00		21,140.00	20,600.00	540.00
Legal Office	177,642.50	100,591.16	(100,000.00)	178,233.66	97,972.40	80,261.26
Employee Group Insurance	46,022.31	142,118.40	315,600.00	503,740.71	444,659.83	59,080.88
Other Insurance Premiums	930.50			930.50		930.50
Health Benefits Waiver	487.60			487.60		487.60
Engineering Director's Office	113.50	1,494.50		1,608.00	1,494.50	113.50
Engineering	10.70			10.70		10.70
Board of Adjustments	4,168.72	2,510.00		6,678.72	5,583.00	1,095.72
Division of Planning	3,901.09	7,238.79		11,139.88	7,159.10	3,980.78
Planning Board	5,378.65	1,992.45		7,371.10	1,385.43	5,985.67
Police	12,865.20	211,358.69		224,223.89	224,140.64	81.25
Office of Emergency Management	35.16		100.00	135.16	135.00	0.16
Fire Safety	22.27	275.40		297.67		297.67
Fire Hydrant Service	196,667.22			196,667.22	136,912.05	59,755.17
Municipal Court	711.43	2,232.37		2,943.80	1,235.72	1,708.08
Public Defender	600.00	6,800.00		7,400.00	5,400.00	2,000.00
Road Repair and Maintenance	79,120.44	81,109.85		160,230.29	75,824.95	84,405.34
Vehicle Maintenance	1.36	550.32	100.00	651.68	247.50	404.18
Snow Removal	151,816.41	68,405.99		220,222.40	220,222.40	
Regional Transportation Contract		241,429.00		241,429.00	241,429.00	

TOWNSHIP OF BRIDGEWATER

CURRENT FUND

SCHEDULE OF 2019 APPROPRIATION RESERVES

	BALANCE DECEMBER 31, 2019	TRANSFERRED FROM ENCUMBRANCES PAYABLE	TRANSFERS	BALANCE AFTER MODIFICATION	PAID OR CHARGED	BALANCE LAPSED
OTHER EXPENSES (CONTINUED)						
Park Maintenance	\$ 8,305.18	\$ 6,839.60	\$	\$ 15,144.78	\$ 5,257.29	\$ 9,887.49
Municipal Services Reimbursements: Condominiums	100,000.00			100,000.00	15,005.64	84,994.36
Public Buildings and Grounds	40,166.50	59,408.68	(20,000.00)	79,575.18	56,472.72	23,102.46
Director's Office		41.11		41.11		41.11
Division of Health	3,344.45	2,489.90		5,834.35	2,691.50	3,142.85
Administration of Public Assistance	600.00			600.00		600.00
Visiting Nurses	69.00	3,873.00		3,942.00	3,225.00	717.00
Contribution to Somerset Regional Center Partnership	110.00			110.00		110.00
Environmental Commission	75.00			75.00		75.00
Senior Citizen Services	10,431.69	1,562.56		11,994.25	3,054.31	8,939.94
Division of Recreation and Parks	13,223.57	7,211.23		20,434.80	6,925.29	13,509.51
Branch Library		2,925.59	15,000.00	17,925.59	16,199.88	1,725.71
Green Brook Flood Control	0.72			0.72		0.72
Construction Code Official	15,589.65	39,414.09		55,013.74	26,381.27	28,632.47
Street Lighting	34,464.76			34,464.76	30,058.18	4,406.58
Telephone Service	15,387.60	825.00		16,212.60	14,900.77	1,312.03
Central Office Supply	1,873.67	4,624.95		6,498.62	647.08	5,851.54
Utilities	176,924.15	34,341.86		211,266.01	64,898.39	146,367.62
Postage	125.10	227.60		352.70	227.60	125.10
Salary Adjustments	34,512.00		(34,512.00)			
Social Security System (O.A.S.I.)	83,856.80			83,856.80	745.79	83,111.01
Defined Contribution Retirement Plan (DCRP)	18,625.01		(17,000.00)	1,625.01	1,157.81	467.20
Length of Service Awards Program		9,768.80		9,768.80	9,768.80	
Maintenance of Library	29.22	359.38		388.60	343.04	45.56
Social Security	4,016.25			4,016.25		4,016.25
Matching Funds for Grant	700.00			700.00		700.00
Computer Equipment	24,978.03	2,836.40		27,814.43	2,836.40	24,978.03
	<u>\$ 1,716,040.22</u>	<u>\$ 1,077,311.98</u>	<u>\$</u>	<u>\$ 2,793,352.20</u>	<u>\$ 1,929,960.73</u>	<u>\$ 863,391.47</u>
REF.	A	A-11				A-1
Disbursements	A-4				\$ 1,755,058.60	
Reserve for Encumbrances Payable	A-11				174,902.13	
					<u>\$ 1,929,960.73</u>	

"A-15"

TOWNSHIP OF BRIDGEWATER

CURRENT FUND

SCHEDULE OF RESERVE FOR TAX APPEALS

	<u>REF.</u>	
Balance, December 31, 2019	A	\$ 549,685.16
Decreased by:		
Disbursements	A-4	<u>55,053.10</u>
Balance, December 31, 2020	A	<u>\$ 494,632.06</u>

"A-16"

SCHEDULE OF RESERVE FOR CONSTRUCTION CODE DCA - DUE STATE OF N.J.

Balance, December 31, 2019	A	\$ 30,793.00
Increased by:		
Receipts	A-4	<u>84,544.00</u>
		\$ <u>115,337.00</u>
Decreased by:		
Disbursements	A-4	<u>95,748.00</u>
Balance, December 31, 2020	A	<u>\$ 19,589.00</u>

"A-17"

TOWNSHIP OF BRIDGEWATER

CURRENT FUND

SCHEDULE OF TAX OVERPAYMENTS

	<u>REF.</u>		
Balance, December 31, 2019	A	\$	288,777.70
Increased by:			
Overpayments in 2020	A-4		679,691.52
		\$	<u>968,469.22</u>
Decreased by:			
Refunded	A-4	\$	434,480.36
Applied to Taxes	A-8		<u>273,787.08</u>
			<u>708,267.44</u>
Balance, December 31, 2020	A	\$	<u><u>260,201.78</u></u>

"A-18"

SCHEDULE OF PREPAID TAXES

Balance, December 31, 2019	A	\$	1,142,768.43
Increased by:			
Collection of 2021 Taxes	A-4		1,597,951.56
		\$	<u>2,740,719.99</u>
Decreased by:			
Applied to 2020 Taxes	A-8		<u>1,142,768.43</u>
Balance, December 31, 2020	A	\$	<u><u>1,597,951.56</u></u>

"A-19"

TOWNSHIP OF BRIDGEWATER

CURRENT FUND

SCHEDULE OF RESERVE FOR SALE OF MUNICIPAL ASSETS

	<u>REF.</u>	
Balance, December 31, 2019	A	\$ 596.24
Increased by:		
Receipts	A-4	<u>200,000.00</u>
Balance, December 31, 2020	A	<u>\$ 200,596.24</u>

"A-20"

SCHEDULE OF COUNTY TAXES PAYABLE

Balance, December 31, 2019	A		\$ 252,680.51
Increased by:			
2020 Levy		\$ 37,154,665.53	
Added Taxes		<u>114,185.09</u>	
	A-1:A-8		<u>37,268,850.62</u>
			\$ <u>37,521,531.13</u>
Decreased by:			
Payments	A-4		<u>37,407,346.04</u>
Balance, December 31, 2020	A		<u>\$ 114,185.09</u>

"A-21"

TOWNSHIP OF BRIDGEWATER

CURRENT FUND

SCHEDULE OF REGIONAL SCHOOL DISTRICT TAXES PAYABLE

	<u>REF.</u>	
Increased by:		
School Levy	A-1:A-8	\$ <u>132,397,672.00</u>
Decreased by:		
Payments	A-4	\$ <u>132,397,672.00</u>

"A-22"

SCHEDULE OF SPECIAL FIRE DISTRICT TAXES PAYABLE

Increased by:		
2020 Special District Tax Levy	A-1:A-8	\$ <u>2,658,792.00</u>
Decreased by:		
Payments	A-4	\$ <u>2,658,792.00</u>

TOWNSHIP OF BRIDGEWATER

GRANT FUND

SCHEDULE OF GRANTS APPROPRIATED

	BALANCE DECEMBER 31, 2019	2020 BUDGET APPROPRIATION	EXPENDED	BALANCE DECEMBER 31, 2020
	\$	\$	\$	\$
Drunk Driving Enforcement Fund	29,049.82	8,551.65	5,550.35	32,051.12
Clean Communities Program	65,564.57	93,722.91	33,412.64	125,874.84
Municipal Alliance Program	22,606.81		6,191.00	16,415.81
Municipal Alliance Program Match	13,137.80	10,000.00	5,102.02	18,035.78
Safe & Secure Communities	120,549.70		549.70	120,000.00
Safe & Secure Communities & Match	443,484.00	110,871.00	327,490.50	226,864.50
Alcohol Education Rehabilitation	5,335.82	1,333.66	930.00	5,739.48
Body Armor Replacement Fund	13,788.65	7,214.76		7,214.76
Federal Bulletproof Vest Program	2,000.00		257.35	13,531.30
ROID - Match	16,301.18			2,000.00
Recycling Tonnage Program	3,026.31	44,639.49	44,639.21	16,301.46
Somerset County Youth Services Commission	35,396.00	3,815.00	5,681.86	1,159.45
Office of Emergency Management	25,000.00	20,000.00	5,000.00	55,396.00
Regional Center Partnership	45.85			20,000.00
NJ DOT - Highway Safety Fund - Safe Corridor	175,000.00		130,457.77	45.85
NJ DOT - Municipal Aid - Country Club Road - Section I	42,204.89			44,542.23
NJ DOT -Municipal Aid- Country Club Road - Phase VIII		380,000.00		42,204.89
NJ DOT -Municipal Aid- Steeple Chase Lane	2,611.90			380,000.00
Sustainable New Jersey			399.40	2,212.50
Strengthening Local Public Health Capacity Training	85,660.00	5,615.38	797.75	4,817.63
Historic Preservation	5.00	271,510.00	79,500.00	277,670.00
Radon Awareness	350.00			5.00
Workplace Yoga				350.00
	\$ 1,101,118.30	\$ 957,273.85	\$ 645,959.55	\$ 1,412,432.60
	A			A
REF.				
Grants Appropriated		\$ 836,402.85		
Matching Funds for Grants		120,871.00		
		\$ 957,273.85		
Disbursements			\$ 629,627.49	
Accounts Payable			38,594.62	
			\$ 668,222.11	
Less: Transferred from Accounts Payable			22,262.56	
			\$ 645,959.55	

TOWNSHIP OF BRIDGEWATER

GRANT FUND

SCHEDULE OF GRANTS UNAPPROPRIATED

	BALANCE DECEMBER 31, 2019	RECEIPTS	APPLIED TO RECEIVABLE	BALANCE DECEMBER 31, 2020
Drunk Driving Enforcement Fund	\$ 8,551.65	\$	\$ 8,551.65	\$
Emergency Management	20,000.00	10,000.00	20,000.00	10,000.00
Safe and Secure Communities		60,000.00		60,000.00
Youth Services Commission		2,500.00		2,500.00
Regional Center Partnership		20,000.00		20,000.00
	<u>\$ 28,551.65</u>	<u>\$ 92,500.00</u>	<u>\$ 28,551.65</u>	<u>\$ 92,500.00</u>
REF.	A	A-4	A-25	A

TOWNSHIP OF BRIDGEWATER

GRANT FUND

SCHEDULE OF GRANTS RECEIVABLE

	BALANCE DECEMBER 31, 2019	BUDGET APPROPRIATION	RECEIPTS	UNAPPROPRIATED APPLIED	BALANCE DECEMBER 31, 2020
	\$	\$	\$	\$	\$
Drunk Driving Enforcement Fund		8,551.65		8,551.65	
Clean Communities Program		93,722.91	93,722.91		
Municipal Alliance Program	21,132.44		16,894.26		4,238.18
Body Armor Replacement Fund		7,214.76	7,214.76		
Federal Bulletproof Vest Partnership	14,000.92			20,000.00	14,000.92
Emergency Management		20,000.00			
Alcohol Education Rehabilitation Fund		1,333.66	1,333.66		
Open Space Stewardship	20.00				20.00
Youth Services Commission	1,185.00	3,815.00	5,000.00		
Historic Preservation	42,830.00	271,510.00	135,755.00		178,585.00
Local Arts Program	151.00		151.00		
Sustainable New Jersey	5,000.00				5,000.00
Recycling Tonnage Program		44,639.49	44,639.49		
NJ DOT - Highway Safety - Safe Corridors	45.85				45.85
NJ DOT - Municipal Aid Program - Country Club Road Section I	175,000.00		97,843.33		77,156.67
NJ DOT - Municipal Aid Program - Country Club Road Phase VIII	41,168.47				41,168.47
NJ DOT - Municipal Aid Program - Country Club Road Phase IX	37,500.00		37,500.00		
NJ DOT - Municipal Aid Program - Steeple Chase Lane		380,000.00			380,000.00
NJ DOT - Municipal Aid Program - Country Club V	96,250.00		96,250.00		
Regional Center Partnership	7,500.00		7,500.00		
Strengthening Local Health Capacity Training Scholarship		5,615.38	5,615.38		
NJDEP - It Pays to Plug	12,000.00		12,000.00		
Radon Awareness	2,000.00		1,995.00		5.00
	<u>\$ 455,783.68</u>	<u>\$ 836,402.85</u>	<u>\$ 563,414.79</u>	<u>\$ 28,551.65</u>	<u>\$ 700,220.09</u>

REF.

A

A-2

A-4

A-24

A

"A-26"

TOWNSHIP OF BRIDGEWATER

CURRENT FUND

SCHEDULE OF RESERVE FOR STORM DAMAGE - FEMA

	<u>REF.</u>	
Balance, December 31, 2019	A	\$ <u>555,078.91</u>
Decreased by:		
Applied to Revenue	A-2	\$ <u>555,078.91</u>

"A-27"

SCHEDULE OF RESERVE FOR LIBRARY EXPENDITURES

Balance, December 31, 2019	A	\$ 8,178.00
Increased by:		
Receipts	A-4	<u>756.00</u>
Balance, December 31, 2020	A	\$ <u><u>8,934.00</u></u>

"A-28"

TOWNSHIP OF BRIDGEWATER

CURRENT FUND

SCHEDULE OF RESERVE FOR MARRIAGE LICENSES - DUE STATE OF NEW JERSEY

	<u>REF.</u>	
Balance, December 31, 2019	A	\$ 1,025.00
Increased by:		
Receipts	A-4	3,225.00
		<u>\$ 4,250.00</u>
Decreased by:		
Paid to State	A-4	3,425.00
		<u>3,425.00</u>
Balance, December 31, 2020	A	<u><u>\$ 825.00</u></u>

"A-29"

GRANT FUND

SCHEDULE OF RESERVE FOR ACCOUNTS PAYABLE

Balance, December 31, 2019	A	\$ 22,262.56
Increased by:		
Grants Appropriated	A-23	38,594.62
		<u>\$ 60,857.18</u>
Decreased by:		
Transferred to Grants Appropriated	A-23	22,262.56
		<u>22,262.56</u>
Balance, December 31, 2020	A	<u><u>\$ 38,594.62</u></u>

"A-30"

TOWNSHIP OF BRIDGEWATER

GRANT FUND

SCHEDULE OF DUE CURRENT FUND

	<u>REF.</u>	
Balance, December 31, 2019 (Due To)	A	\$ <u>235.54</u>
Decreased by:		
Disbursements	A-4	\$ <u>235.54</u>

"A-31"

CURRENT FUND

SCHEDULE OF RESERVE FOR INSURANCE DAMAGE

	<u>REF.</u>	
Balance, December 31, 2019 and December 31, 2020	A	\$ <u><u>7,147.71</u></u>

"A-32"

TOWNSHIP OF BRIDGEWATER

CURRENT FUND

SCHEDULE OF EMERGENCY NOTE PAYABLE

	<u>REF.</u>	
Increased by		
Receipts	A-4	\$ <u>500,000.00</u>
Balance, December 31, 2020	A	\$ <u><u>500,000.00</u></u>

"A-33"

SCHEDULE OF DEFERRED CHARGES

Increased by:		
COVID 19 Special Emergency- Deficit in Operations	A-1	\$ 784,674.76
Severance Pay	A-1:A-3	<u>500,000.00</u>
Balance, December 31, 2020	A	\$ <u><u>1,284,674.76</u></u>

TOWNSHIP OF BRIDGEWATER

TRUST FUND

SCHEDULE OF CASH - TREASURER

	<u>REF.</u>	<u>ANIMAL CONTROL</u>	<u>OTHER</u>
Balance, December 31, 2019	B	\$ 59,382.14	\$ 14,690,218.24
Increased by Receipts:			
Reserve for Animal Control Expenditures	B-9	\$ 23,319.00	\$
Due State of New Jersey	B-10	2,172.00	
Reserve for Various Trust Deposits	B-3		11,310,139.80
Reserve for Municipal Open Space Trust Deposits	B-8		93,770.73
Reserve for Tax Sale Premiums	B-4		1,439,100.00
Reserve for Redemption of Outside Liens	B-5		783,495.01
Reserve for State Unemployment Insurance	B-6		72,337.35
Reserve for Law Enforcement Trust Fund	B-7		633.94
Due Current Fund	B-13		55,576.78
		<u>25,491.00</u>	<u>13,755,053.61</u>
		\$ 84,873.14	\$ 28,445,271.85
Decreased by Disbursements:			
Due Current Fund	B-12:B-13	\$ 19,663.54	\$ 97,778.63
New Jersey State Board of Health	B-10	2,172.00	
Expenditures Under R.S.4:19-15.11	B-9	4,788.91	
Reserve for Various Trust Deposits	B-3		9,519,435.66
Reserve for Tax Sale Premiums	B-4		1,102,600.00
Reserve for Redemption of Outside Liens	B-5		839,935.45
Reserve for Municipal Open Space Trust Deposits	B-8		292,652.06
Reserve for State Unemployment Insurance	B-6		164,664.95
		<u>26,624.45</u>	<u>12,017,066.75</u>
Balance, December 31, 2020	B	\$ 58,248.69	\$ 16,428,205.10

TOWNSHIP OF BRIDGEWATER

TRUST FUND

SCHEDULE OF RESERVE FOR VARIOUS TRUST DEPOSITS

<u>ACCOUNT</u>	<u>BALANCE DECEMBER 31, 2019</u>	<u>INCREASED BY</u>	<u>DECREASED BY</u>	<u>BALANCE DECEMBER 31, 2020</u>
Escrow/Other Accounts	\$ 766,797.85	\$ 179,481.35	\$ 147,105.51	\$ 799,173.69
Public Defender	1,825.37	5,520.00		7,345.37
Police Offense Adjudication Act	5,143.00	30.00		5,173.00
Fire Fines and Penalties	59,157.99	10,700.00	5,757.00	64,100.99
Fire Penalties Due Departments	7,375.00	3,750.00		11,125.00
Storm Recovery	414,402.17	185,392.33	54,782.02	545,012.48
Salary Settlements	166,551.92	600,000.00	457,442.03	309,109.89
Police Outside Overtime	6,314.50	23,981.94	3,645.59	26,650.85
Recreation	14,188.17	90,124.20	76,971.69	27,340.68
COAH	4,430,988.96	391,941.10	324,503.97	4,498,406.09
Site Inspections	627,056.06	289,469.52	135,941.64	780,583.94
Professional Fees Escrow	785,906.42	479,280.42	425,371.03	839,815.81
Performance Bonds	1,741,100.50	1,428,437.80	187,263.70	2,982,274.60
Maintenance Escrow	27,281.45	159.32	6,193.54	21,247.23
Payroll Deductions Payable	377,275.57	7,621,871.82	7,694,457.94	304,689.45
	<u>\$ 9,431,344.93</u>	<u>\$ 11,310,139.80</u>	<u>\$ 9,519,435.66</u>	<u>\$ 11,222,049.07</u>
<u>REF.</u>	<u>B</u>	<u>B-2</u>	<u>B-2</u>	<u>B</u>

A detailed analysis of the various deposits is on file in the office of the Township Treasurer.

"B-4"

TOWNSHIP OF BRIDGEWATER

TRUST FUND

SCHEDULE OF RESERVE FOR TAX SALE PREMIUMS

	<u>REF.</u>	
Balance, December 31, 2019	B	\$ 1,394,800.00
Increased by:		
Receipts	B-2	<u>1,439,100.00</u>
		\$ 2,833,900.00
Decreased by:		
Disbursements	B-2	<u>1,102,600.00</u>
Balance, December 31, 2020	B	<u>\$ 1,731,300.00</u>

"B-5"

SCHEDULE OF RESERVE FOR REDEMPTION OF OUTSIDE LIENS

Balance, December 31, 2019	B	\$ 102,198.24
Increased by:		
Receipts	B-2	<u>783,495.01</u>
		\$ 885,693.25
Decreased by:		
Disbursements	B-2	<u>839,935.45</u>
Balance, December 31, 2020	B	<u>\$ 45,757.80</u>

TOWNSHIP OF BRIDGEWATER

TRUST FUND

SCHEDULE OF RESERVE FOR STATE UNEMPLOYMENT INSURANCE

	<u>REF.</u>		
Balance, December 31, 2019	B	\$	97,645.81
Increased by:			
Receipts		\$	22,337.35
Appropriations			<u>50,000.00</u>
	B-2		<u>72,337.35</u>
		\$	<u>169,983.16</u>
Decreased by:			
Disbursements	B-2		<u>164,664.95</u>
Balance, December 31, 2020	B	\$	<u><u>5,318.21</u></u>

TOWNSHIP OF BRIDGEWATER

TRUST FUND

SCHEDULE OF RESERVE FOR LAW ENFORCEMENT TRUST FUND

	<u>REF.</u>		
Balance, December 31, 2019	B	\$	15,570.65
Increased by:			
Interest Earned on Deposit		\$	145.89
Receipts			<u>488.05</u>
	B-2		<u>633.94</u>
Balance, December 31, 2020	B	\$	<u><u>16,204.59</u></u>

TOWNSHIP OF BRIDGEWATER

TRUST FUND

SCHEDULE OF RESERVE FOR MUNICIPAL OPEN SPACE TRUST DEPOSITS

	<u>REF.</u>		
Balance, December 31, 2019	B	\$	3,686,415.03
Increased by:			
Interest Earned on Deposit		\$	15,219.30
Receipts			<u>78,551.43</u>
	B-2		<u>93,770.73</u>
		\$	<u>3,780,185.76</u>
Decreased by:			
Disbursements	B-2		<u>292,652.06</u>
Balance, December 31, 2020	B	\$	<u><u>3,487,533.70</u></u>

TOWNSHIP OF BRIDGEWATER

TRUST FUND

SCHEDULE OF RESERVE FOR ANIMAL CONTROL TRUST FUND EXPENDITURES

	<u>REF.</u>		
Balance, December 31, 2019	B	\$	39,325.60
Increased by:			
Cat License Fees Collected		\$	618.00
Dog License Fees Collected			21,942.00
Late Fees			709.00
Kennel/Pet Shop Licenses			50.00
	B-2	\$	23,319.00
Transfer Accounts Payable	B-14		393.00
			<u>23,712.00</u>
		\$	<u>63,037.60</u>
Decreased by:			
Expenditures Under R.S.4:19-15.11	B-2	\$	4,788.91
Transfer Accounts Payable	B-14		767.51
Excess Reserve for Expenditures Due Current Fund	B-12		8,134.38
			<u>13,690.80</u>
Balance, December 31, 2020	B	\$	<u><u>49,346.80</u></u>

LICENSE FEES COLLECTED

<u>YEAR</u>	<u>AMOUNT</u>
2019	\$ 24,377.20
2018	<u>24,969.60</u>
	<u><u>\$ 49,346.80</u></u>

"B-10"

TOWNSHIP OF BRIDGEWATER

TRUST FUND

SCHEDULE OF DUE STATE DEPARTMENT OF HEALTH - ANIMAL CONTROL TRUST FUND

REF.

Increased by:		
State Registration Fees Collected	B-2	\$ <u>2,172.00</u>
Decreased by:		
Paid to State Department of Health	B-2	\$ <u>2,172.00</u>

"B-11"

SCHEDULE OF ACCOUNTS PAYABLE - ANIMAL CONTROL FUND

Balance, December 31, 2019	B	\$ 393.00
Increased by:		
Reserve for Expenditures	B-9	<u>767.51</u>
		\$ <u>1,160.51</u>
Decreased by:		
Transfer to Reserve for Expenditures	B-9	<u>393.00</u>
Balance, December 31, 2020	B	\$ <u><u>767.51</u></u>

"B-12"

TOWNSHIP OF BRIDGEWATER

TRUST FUND

SCHEDULE OF DUE CURRENT FUND - ANIMAL CONTROL TRUST FUND

	<u>REF.</u>	
Balance, December 31, 2019 (Due To)	B	\$ 19,663.54
Increased by:		
Excess Reserve for Animal Control Expenditures	B-9	8,134.38
		\$ <u>27,797.92</u>
Decreased by:		
Disbursements	B-2	<u>19,663.54</u>
Balance, December 31, 2020 (Due To)	B	\$ <u><u>8,134.38</u></u>

"B-13"

SCHEDULE OF DUE CURRENT FUND - OTHER TRUST FUND

Balance, December 31, 2019 (Due From)	B	\$ 37,756.42
Increased by:		
Disbursements	B-2	97,778.63
		\$ <u>135,535.05</u>
Decreased by:		
Receipts	B-2	<u>55,576.78</u>
Balance, December 31, 2020 (Due From)	B	\$ <u><u>79,958.27</u></u>

TOWNSHIP OF BRIDGEWATER

GENERAL CAPITAL FUND

SCHEDULE OF CASH - TREASURER

	<u>REF.</u>		
Balance, December 31, 2019	C		\$ 6,025,153.94
Increased by Receipts:			
Budget Appropriations:			
Capital Improvement Fund	C-7	\$ 300,000.00	
Fund Balance	C-1	259,888.00	
Bond Anticipation Notes	C-11	17,560,000.00	
Reserve for Debt Service	C-14	7,601.15	
			<u>18,127,489.15</u>
			\$ 24,152,643.09
Decreased by Disbursements:			
Contracts Payable	C-12	\$ 5,292,838.73	
Due Current Fund	C-17	630.86	
Fund Balance	C-1	2,253,443.87	
Bond Anticipation Notes	C-11	11,999,369.14	
			<u>19,546,282.60</u>
Balance, December 31, 2020	C		\$ <u>4,606,360.49</u>

"C-3"

TOWNSHIP OF BRIDGEWATER

GENERAL CAPITAL FUND

ANALYSIS OF CAPITAL CASH AND INVESTMENTS

	BALANCE DECEMBER 31, 2020
Capital Improvement Fund	\$ 161,173.30
Fund Balance	604,382.00
Reserve for Capital Projects	150,000.00
Reserve for Preliminary Expenses	5,000.00
Reserve for Debt Service	7,601.15
Due Current Fund	(630.86)
Contracts Payable	4,842,195.26
Unexpended Proceeds of Bond Anticipation Notes (Listed on C-6)	492,784.40
Funded Improvement Authorizations	151,765.49
Unfunded Improvements Expended (Listed on C-6)	<u>(1,807,910.25)</u>
	<u>\$ 4,606,360.49</u>

REF.

C

"C-4"

TOWNSHIP OF BRIDGEWATER

GENERAL CAPITAL FUND

SCHEDULE OF DEFERRED CHARGES
TO FUTURE TAXATION - FUNDED

	<u>REF.</u>		
Balance, December 31, 2019	C		\$ 53,694,902.02
Increased by:			
Improvement Authority Loans	C-15		538,547.62
			<u>\$ 54,233,449.64</u>
Decreased by:			
Improvement Authority Loans Paid by Budget	C-15	\$ 253,932.53	
Green Acres Loans Paid by Budget	C-16	94,409.85	
Infrastructure Loans Paid by Budget	C-13	66,509.27	
Bonds Paid by Budget	C-10	<u>3,822,000.00</u>	
			<u>4,236,851.65</u>
Balance, December 31, 2020	C		<u>\$ 49,996,597.99</u>

"C-5"

SCHEDULE OF RESERVE FOR PRELIMINARY EXPENSES

Balance, December 31, 2019 and December 31, 2020	C	\$ <u>5,000.00</u>
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"C-7"

TOWNSHIP OF BRIDGEWATER

GENERAL CAPITAL FUND

SCHEDULE OF CAPITAL IMPROVEMENT FUND

	<u>REF.</u>	
Balance, December 31, 2019	C	\$ 46,172.30
Increased by:		
2020 Budget Appropriation	C-2	300,000.00
		<u>\$ 346,172.30</u>
Decreased by:		
Appropriated to Finance Improvements	C-9	185,000.00
		<u>185,000.00</u>
Balance, December 31, 2020	C	<u>\$ 161,172.30</u>

"C-8"

SCHEDULE OF RESERVE FOR CAPITAL PROJECTS

Balance, December 31, 2019 and December 31, 2020	C	<u>\$ 150,000.00</u>
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TOWNSHIP OF BRIDGEWATER

GENERAL CAPITAL FUND

SCHEDULE OF IMPROVEMENT AUTHORIZATIONS

Ordinance	BALANCE - DECEMBER 31, 2019		2020		AUTHORIZATIONS CANCELED	EXPENDED	BALANCE - DECEMBER 31, 2020	
	FUNDED	UNFUNDED	FUNDED	UNFUNDED			FUNDED	UNFUNDED
06-13 Various Road Improvements	\$ 100,367.82		\$		\$	5,750.00	\$ 94,617.82	
07-02 Construction of Municipal Complex	1,775.67						1,775.67	
08-03 Various Road and Drainage Improvements	816.36						816.36	
08-04 Various Improvements	13,715.70						13,715.70	
11-06 Various Improvements	1,205.00						1,205.00	
11-07 Various Improvements	1,479,593.06				1,453,444.28	26,148.78		
16-13 Various Road Improvements	39,634.94						39,634.94	
16-14 Acquisition of Various Public Equipment		1,730,886.72				1,597,972.52		132,914.20
17-14 Various Road Improvements		0.30						0.30
17-15 Acquisition of Various Public Works Equipment		404,036.77				362,449.07		41,587.70
18-07 Various Road Improvements		110,077.67				2,390.20		107,687.47
18-10 Various Acquisitions and Improvements		42,370.97				221.55		42,149.42
19-11 Various Public Works Equipment		5,380,761.00				5,336,407.60		168,445.31
19-13 Various Road Improvements	124,091.91			3,500,000.00		1,599,727.47		1,900,272.53
20-15 Various Road Improvements				200,000.00		166,283.00		33,717.00
20-20 Demolition of Existing Bldg on Mountain Top Road								
	\$ 1,761,200.46	\$ 7,668,133.43	\$ 3,700,000.00		\$ 1,453,444.28	\$ 9,097,350.19	\$ 151,765.49	\$ 2,426,773.93
	C	C			C-1	C-12	C	C-C-6
REF.								
Deferred Charges To Future Taxation - Unfunded			\$ 3,515,000.00					
Capital Improvement Fund			185,000.00					
			\$ 3,700,000.00					

C-10

TOWNSHIP OF BRIDGEWATER

GENERAL CAPITAL FUND

SCHEDULE OF SERIAL BONDS PAYABLE

<u>PURPOSE</u>	<u>DATE OF ISSUE</u>	<u>AMOUNT OF ORIGINAL ISSUE</u>	<u>OUTSTANDING DECEMBER 31, 2020</u>		<u>INTEREST RATE</u>	<u>BALANCE DECEMBER 31, 2019</u>	<u>DECREASED</u>	<u>BALANCE DECEMBER 31, 2020</u>
			<u>DATE</u>	<u>AMOUNT</u>				
General Improvement Refunding Bonds General Improvements General Improvements	5/19/2019	\$ 2,108,000.00	07/15/2021	\$ 707,000.00	1.970%	\$ 2,108,000.00	\$ 717,000.00	\$ 1,391,000.00
	9/1/2010	22,500,000.00	07/15/2022	884,000.00	1.970%	975,000.00	975,000.00	
	4/1/2012	16,642,000.00			3.000%			
General Improvement Refunding Bonds General Improvements			4/1/2022-2026	895,000.00	3.000%			
			04/01/2021	1,010,000.00	3.000%			
			04/01/2027	1,010,000.00	3.125%			
			4/1/2028-2029	1,010,000.00	3.250%			
			04/01/2030	1,010,000.00	3.375%			
			04/01/2031	1,010,000.00	3.500%			
			04/01/2032	1,012,000.00	3.500%			
	10/1/2012	5,655,000.00	10/01/2021	610,000.00	4.000%	12,757,000.00	750,000.00	12,007,000.00
			10/01/2022	600,000.00	4.000%			
	8/1/2016	8,343,000.00	08/01/2021-2022	250,000.00	4.000%	1,820,000.00	610,000.00	1,210,000.00
			08/01/2023	455,000.00	4.000%			
			08/01/2024	460,000.00	4.000%			
General Improvement Refunding Bonds			08/01/2025	470,000.00	4.000%			
			08/01/2026	480,000.00	2.000%			
			08/01/2027	485,000.00	2.000%			
			08/01/2028-2029	500,000.00	2.000%			
			08/01/2030-2031	500,000.00	2.125%			
			08/01/2032-2034	500,000.00	2.250%			
			08/01/2035	500,000.00	2.375%			
			08/01/2036	499,000.00	2.500%			
	8/24/2017	14,605,000.00	09/01/2021	940,000.00	3.000%	7,599,000.00	250,000.00	7,349,000.00
			09/01/2022	930,000.00	4.000%			
			9/1/2023-2024	935,000.00	4.000%			
			09/01/2025	930,000.00	5.000%			
General Improvement Bonds			09/01/2026	965,000.00	5.000%			
			09/01/2027	975,000.00	5.000%			
			09/01/2028	980,000.00	5.000%			
			09/01/2029	990,000.00	5.000%			
			09/01/2030	1,000,000.00	4.000%			
			09/01/2031	1,000,000.00	3.000%			
			09/01/2032	990,000.00	3.000%			
			09/01/2033	980,000.00	3.000%			
			09/01/2034	970,000.00	3.000%			
			09/01/2035	1,055,000.00	3.000%	14,575,000.00		14,575,000.00
	8/9/2018	13,170,000.00	08/01/2021	450,000.00	5.000%			
			08/01/2022	555,000.00	5.000%			
			08/01/2023	585,000.00	5.000%			
			08/01/2024	615,000.00	5.000%			
			08/01/2025	640,000.00	5.000%			
			08/01/2026	655,000.00	2.500%			
			08/01/2027	675,000.00	3.000%			
			08/01/2028	700,000.00	3.000%			
			08/01/2029	720,000.00	3.000%			
			08/01/2030	740,000.00	3.000%			
			08/01/2031	765,000.00	3.000%			
			08/01/2032	785,000.00	3.000%			
			08/01/2033	815,000.00	3.000%			
			08/01/2034	840,000.00	3.000%			
			08/01/2035	865,000.00	3.325%			
			08/01/2036	895,000.00	3.125%			
			08/01/2037	900,000.00	3.250%			
						12,720,000.00	520,000.00	12,200,000.00
						\$ 52,554,000.00	\$ 3,822,000.00	\$ 48,732,000.00

REF.

C

C-4

C

TOWNSHIP OF BRIDGEWATERGENERAL CAPITAL FUNDSCHEDULE OF BOND ANTICIPATION NOTES

<u>ORDINANCE NUMBER</u>	<u>IMPROVEMENT DESCRIPTION</u>	<u>DATE OF ORIGINAL ISSUE</u>	<u>DATE OF ISSUE</u>	<u>DATE OF MATURITY</u>	<u>INTEREST RATE</u>	<u>BALANCE DECEMBER 31, 2019</u>	<u>INCREASED</u>	<u>DECREASED</u>	<u>BALANCE DECEMBER 31, 2020</u>
17-14	Various Road Improvements	08/09/18	08/05/20	08/04/21	2.00%	\$ 5,809,075.00	\$ 5,809,075.00	\$	\$ 5,809,075.00
17-15	Acquisition of Public Works Equipment	08/09/18	08/05/20	08/04/21	2.00%	361,000.00	221,629.86	361,000.00	221,629.86
18-07	Various Road Improvements	08/07/19	08/05/20	08/04/21	2.00%	5,398,779.00	5,398,779.00	5,398,779.00	5,398,779.00
18-10	Various Acquisitions and Improvements	08/07/19	08/05/20	08/04/21	2.00%	431,146.00	431,146.00	431,146.00	431,146.00
19-11	Various Public Works Equipment	08/05/20	08/05/20	08/04/21	2.00%		318,609.14		318,609.14
19-13	Various Road Improvements	08/05/20	08/05/20	08/04/21	2.00%		5,380,761.00		5,380,761.00
						<u>\$ 12,000,000.00</u>	<u>\$ 17,560,000.00</u>	<u>\$ 12,000,000.00</u>	<u>\$ 17,580,000.00</u>
					<u>REF.</u>	<u>C</u>	<u>C-2</u>		<u>C-C-6</u>
	Disbursements				C-2			\$ 11,999,369.14	
	Bond Anticipation Notes Paid by Budget				C-6			<u>630.86</u>	
								<u>\$ 12,000,000.00</u>	

TOWNSHIP OF BRIDGEWATER

GENERAL CAPITAL FUND

SCHEDULE OF RESERVE FOR CONTRACTS PAYABLE

	<u>REF.</u>	
Balance, December 31, 2019	C	\$ 1,037,683.80
Increased by:		
Charges to Improvement Authorizations	C-9	9,097,350.19
		<u>\$ 10,135,033.99</u>
Decreased by:		
Disbursements	C-2	<u>5,292,838.73</u>
Balance, December 31, 2020	C	<u>\$ 4,842,195.26</u>

"C-13"

TOWNSHIP OF BRIDGEWATER

GENERAL CAPITAL FUND

SCHEDULE OF RESERVE FOR INFRASTRUCTURE LOAN PAYABLE

	<u>REF.</u>	
Balance, December 31, 2019	C	\$ 118,614.02
Decreased by:		
Payment on Loan	C-4	<u>66,509.27</u>
Balance, December 31, 2020	C	\$ <u>52,104.75</u>

"C-14"

SCHEDULE OF RESERVE FOR PAYMENT OF DEBT SERVICE

Increased by:		
Receipts	C-2	\$ <u>7,601.15</u>
Balance, December 31, 2020	C	\$ <u>7,601.15</u>

"C-15"

TOWNSHIP OF BRIDGEWATER

GENERAL CAPITAL FUND

SCHEDULE OF IMPROVEMENT AUTHORITY LOANS PAYABLE

	<u>REF.</u>	
Balance, December 31, 2019	C	\$ 844,562.66
Increased by:		
Improvement Authority Loans	C-4	<u>538,547.62</u>
		\$ <u>1,383,110.28</u>
Decreased by:		
Payment on Loans	C-4	<u>253,932.53</u>
Balance, December 31, 2020	C	\$ <u><u>1,129,177.75</u></u>

"C-16"

SCHEDULE OF GREEN ACRES LOAN PAYABLE

Balance, December 31, 2019	C	\$ 177,725.34
Decreased by:		
Payment on Loans	C-4	<u>94,409.85</u>
Balance, December 31, 2020	C	\$ <u><u>83,315.49</u></u>

"C-17"

TOWNSHIP OF BRIDGEWATER

GENERAL CAPITAL FUND

SCHEDULE OF DUE CURRENT FUND

REF.

Decreased by:
Disbursements

C-2

\$ 630.86

Balance, December 31, 2021
(Due From)

C

\$ 630.86

"C-18"

SCHEDULE OF BONDS AND NOTES
AUTHORIZED BUT NOT ISSUED

ORDINANCE
NUMBER

IMPROVEMENT DESCRIPTION

BALANCE
DECEMBER 31, 2020

06-14
20-15
20-20

Various Road Improvements
Various Road Improvements
Demolition of Existing Bldg on Mountain Top Road

\$ 226,899.78
3,325,000.00
190,000.00
\$ 3,741,899.78

"D-5"

TOWNSHIP OF BRIDGEWATER

SEWER UTILITY FUND

SCHEDULE OF CHANGE FUND

REF.

Balance, December 31, 2019
and December 31, 2020

D

\$ 100.00

TOWNSHIP OF BRIDGEWATER

SEWER UTILITY FUND

SCHEDULE OF CASH - COLLECTOR-TREASURER

	<u>REF.</u>	<u>OPERATING</u>	<u>CAPITAL</u>
Balance, December 31, 2019	D	\$ 3,396,784.84	\$ 7,003,894.74
Increased by Receipts:			
Sewer Charges Receivable	D-8	\$ 9,613,223.76	\$
Miscellaneous Revenue Not Anticipated	D-1:D-3	259,880.51	
Due Current Fund	D-10	10,338.51	
Due Sewer Utility Capital Fund	D-26	177,677.70	
Sewer Overpayments	D-9	3,738.03	
Reserve for Preliminary Costs	D-11		17,050.00
Tax Title Lien	D-20	798.00	
Township of Warren - Debt Service	D-1:D-3	73,350.36	
Sewer Capital Fund Balance	D-1:D-3	564,300.00	
Prepaid Sewer Charges	D-19	24,281.64	
		\$ 10,727,588.51	\$ 17,050.00
		\$ 14,124,373.35	\$ 7,020,944.74
Decreased by Disbursements:			
2020 Budget Appropriations	D-4	\$ 10,849,382.44	\$
2019 Appropriation Reserves	D-18	857,700.41	
Fund Balance	D-2		581,350.00
Due Current Fund	D-10	6,011.50	
Sewer Overpayments	D-9	802.04	
Reserve for Preliminary Costs	D-11		16,725.00
Due Sewer Utility Operating Fund	D-27		177,677.70
Accounts Payable	D-14	53,144.50	
Contracts Payable	D-13		479,852.40
Accrued Interest on Bonds	D-29	213,554.70	
Accrued Interest on Loans	D-28	4,492.86	
		\$ 11,985,088.45	\$ 1,255,605.10
Balance, December 31, 2020	D:D-7	\$ 2,139,284.90	\$ 5,765,339.64

"D-7"

TOWNSHIP OF BRIDGEWATER
SEWER UTILITY FUND
ANALYSIS OF SEWER UTILITY CAPITAL CASH

	BALANCE DECEMBER <u>31, 2020</u>
SEWER:	
Fund Balance	\$ 1,661,007.37
Contracts Payable	358,997.35
Reserve for Preliminary Costs	325.00
Capital Improvement Fund	843.56
Improvement Authorizations - Funded:	
Ord. # 16-12 Various Sewer Utility Improvements	533,693.95
Ord. # 17-20 Various Sewer Utility Improvements	642,844.26
Ord. # 18-09 Various Sewer Utility Improvements	1,717,529.77
Ord. # 19-12 Various Sewer Utility Improvements	1,725,927.55
Authorized but not Issued	(2,578,496.48)
Unfunded Improvements Expended	<u>1,702,666.61</u>
	<u>\$ 5,765,338.94</u>

REF.

D:D-6

"D-8"

TOWNSHIP OF BRIDGEWATER

SEWER UTILITY FUND

SCHEDULE OF SEWER USE CHARGES RECEIVABLE

	<u>REF.</u>		
Balance, December 31, 2019	D	\$	299,714.89
Increased by:			
Sewer Charges Levied (Net)			9,637,519.22
		\$	<u>9,937,234.11</u>
Decreased By:			
Collections	D-6	\$	9,613,223.76
Prepaid Applied	D-19		29,497.07
Sewer Overpayments Applied	D-9		102.31
Canceled			<u>4,863.03</u>
			<u>9,647,686.17</u>
Balance, December 31, 2020	D	\$	<u><u>289,547.94</u></u>

"D-9"

TOWNSHIP OF BRIDGEWATER

SEWER UTILITY FUND

SCHEDULE OF SEWER USE CHARGE OVERPAYMENTS

	<u>REF.</u>		
Balance, December 31, 2019	D	\$	105.08
Increased by:			
Receipts	D-6		3,738.03
		\$	<u>3,843.11</u>
Decreased by:			
Applied	D-8	\$	102.31
Refunded	D-6		<u>802.04</u>
			<u>904.35</u>
Balance, December 31, 2020	D	\$	<u><u>2,938.76</u></u>

"D-10"

TOWNSHIP OF BRIDGEWATER

SEWER UTILITY FUND

SCHEDULE OF DUE CURRENT FUND

	<u>REF.</u>		
Balance, December 31, 2019			
Due From	D	\$	1,525.70
Increased by:			
Disbursements	D-6		6,011.50
		\$	<u>7,537.20</u>
Decreased by:			
Receipts	D-6		<u>10,338.51</u>
Balance, December 31, 2020			
Due To	D	\$	<u><u>2,801.31</u></u>

"D-11"

TOWNSHIP OF BRIDGEWATER

SEWER UTILITY CAPITAL FUND

SCHEDULE OF RESERVE FOR PRELIMINARY COSTS

	<u>REF.</u>	
Increased by:		
Receipts	D-6	\$ 17,050.00
Decreased by:		
Disbursements	D-6	<u>16,725.00</u>
Balance, December 31, 2020	D	\$ <u><u>325.00</u></u>

"D-12"

SEWER UTILITY FUND

SCHEDULE OF CONNECTION CHARGES RECEIVABLE

Balance, December 31, 2019 and December 31, 2020 (Overpayment)	D	\$ <u><u>550.00</u></u>
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"D-13"

TOWNSHIP OF BRIDGEWATER
SEWER UTILITY CAPITAL FUND
SCHEDULE OF CONTRACTS PAYABLE

	<u>REF.</u>		
Balance, December 31, 2019	D		\$ 1,002,582.61
Decreased by:			
Disbursements	D-6	\$ 479,852.40	
Contracts Payable Canceled	D-24	<u>163,732.86</u>	
			<u>643,585.26</u>
Balance, December 31, 2020	D		\$ <u>358,997.35</u>

TOWNSHIP OF BRIDGEWATER

SEWER UTILITY FUND

SCHEDULE OF ENCUMBRANCES AND ACCOUNTS PAYABLE

	<u>REF.</u>		
Balance, December 31, 2019	D	\$	302,279.19
Increased by:			
2020 Appropriations	D-4		132,650.54
		\$	<u>434,929.73</u>
Decreased by:			
Disbursements	D-6	\$	53,144.40
Accounts Payable Canceled	D-1		80,799.16
2019 Appropriation Reserves	D-18		<u>144,307.57</u>
			<u>278,251.13</u>
Balance, December 31, 2020		\$	<u><u>156,678.60</u></u>
Reserve for Encumbrances Payable	D	\$	132,650.54
Reserve for Accounts Payable	D		<u>24,028.06</u>
		\$	<u><u>156,678.60</u></u>

"D-15"

TOWNSHIP OF BRIDGEWATER

SEWER UTILITY CAPITAL FUND

SCHEDULE OF FIXED CAPITAL AUTHORIZED AND UNCOMPLETED

<u>ORDINANCE NUMBER</u>	<u>IMPROVEMENT DESCRIPTION</u>	<u>ORDINANCE DATE</u>	<u>BALANCE DECEMBER 31, 2019</u>	<u>DECREASED BY</u>	<u>BALANCE DECEMBER 31, 2020</u>
01-19:04-01	Design and Upgrade to Gilbride Pump Station	06/18/01	\$ 1,265,500.00	\$ 1,265,500.00	\$
01-34	Infiltration and Inflow Program in Finderne Section	11/19/01	100,000.00	100,000.00	
09-10	Improvements to the Sanitary Sewer System	08/15/09	1,300,000.00	1,300,000.00	
12-06	Various Sewer Utility Improvements	06/18/12	2,075,000.00	2,075,000.00	
13-05	Various Sewer Utility Improvements	05/20/13	1,800,000.00	1,800,000.00	
14-06	Various Sewer Utility Improvements	05/30/14	2,440,000.00	2,440,000.00	
15-07	Various Sewer Utility Improvements	05/14/15	1,560,000.00		1,560,000.00
16-12	Various Sewer Utility Improvements	06/20/16	3,225,000.00		3,225,000.00
17-20	Various Sewer Utility Improvements	08/21/17	3,719,700.00		3,719,700.00
18-09	Various Sewer Utility Improvements	05/21/18	1,745,500.00		1,745,500.00
19-12	Various Sewer Utility Improvements	07/01/19	2,000,000.00		2,000,000.00
			<u>\$ 21,230,700.00</u>	<u>\$ 8,980,500.00</u>	<u>\$ 12,250,200.00</u>
		<u>REF.</u>	<u>D</u>		<u>D</u>
	Improvement Authorizations Canceled	D-24		2,639,662.42	
	Fixed Capital	D-16		<u>6,340,837.58</u>	
				<u>8,980,500.00</u>	

"D-16"

SCHEDULE OF FIXED CAPITAL

<u>ACCOUNT</u>	<u>BALANCE DECEMBER 31, 2019</u>	<u>INCREASED BY:</u>	<u>BALANCE DECEMBER 31, 2020</u>
Bridgewater Trunk Sewer	\$ 1,040,000.00	\$	\$ 1,040,000.00
Somerset Shopping Center Trunk Sewer Crossing #3 Trunk			
Sewer and North Branch Trunk Sewer Section 2	1,200,000.00		1,200,000.00
North Branch Trunk Sewer Connection	2,915,519.36		2,915,519.36
Vanderveer Trunk	300,000.00		300,000.00
Improvements to Ivy Lane	126,034.63		126,034.63
Purchase of Equipment	460,930.87		460,930.87
Middlebrook Trunk Sewer Connection	8,588,727.14		8,588,727.14
Gilbride Pump Station		1,224,610.00	1,224,610.00
Bradley Gardens Sewer System		655,733.15	655,733.15
Finderne Section Sewer System		488,035.94	488,035.94
North trunk Line Manhole Rehabilitation		819,191.78	819,191.78
Various Sewer Improvements		1,730,027.61	1,730,027.61
Religning Sewer Mains- Bradley Gardens, Finderne and Somerville Roads		1,423,239.10	1,423,239.10
	<u>\$ 14,631,212.00</u>	<u>\$ 6,340,837.58</u>	<u>\$ 20,972,049.58</u>
	<u>REF.</u>	<u>D</u>	<u>D-15</u>
			<u>D</u>

"D-17"

TOWNSHIP OF BRIDGEWATER
SEWER UTILITY CAPITAL FUND
SCHEDULE OF CAPITAL IMPROVEMENT FUND

REF.

Balance, December 31, 2019
and December 31, 2020

D

\$ 843.56

TOWNSHIP OF BRIDGEWATER

SEWER UTILITY FUND

SCHEDULE OF 2019 APPROPRIATION RESERVES

	BALANCE DECEMBER 31, 2019	BALANCE AFTER MODIFICATION	PAID OR CHARGED	BALANCE LAPSED
Operating:				
Salaries and Wages	\$ 46,004.92	\$ 2,377.08	\$ 2,377.08	\$
Other Expenses	520,106.98	410,433.03	18,450.33	391,982.70
Somerset Raritan Valley Sewerage Authority	500,004.96	836,873.00	836,873.00	
Statutory Expenditures:				
Contribution to Social Security System	39,258.68			
	<u>\$ 1,105,375.54</u>	<u>\$ 1,249,683.11</u>	<u>\$ 857,700.41</u>	<u>\$ 391,982.70</u>
REF.	D		D-6	D-1
Balance, December 31, 2019	\$	1,105,375.54		
Transfer of Encumbrances Payable		<u>144,307.57</u>		
	\$	<u>1,249,683.11</u>		

TOWNSHIP OF BRIDGEWATER

SEWER UTILITY FUND

SCHEDULE OF PREPAID SEWER CHARGES

	<u>REF.</u>	
Balance, December 31, 2019	D	\$ 29,497.07
Increased by:		
Receipts	D-6	24,281.64
		\$ <u>53,778.71</u>
Decreased by:		
Prepaid Applied	D-8	<u>29,497.07</u>
Balance, December 31, 2020	D	\$ <u><u>24,281.64</u></u>

"D-20"

TOWNSHIP OF BRIDGEWATER

SEWER UTILITY FUND

SCHEDULE OF SEWER UTILITY LIENS RECEIVABLE

	<u>REF.</u>	
Balance, December 31, 2019	D	\$ <u>798.00</u>
Decreased by:		
Receipts	D-6	\$ <u>798.00</u>

TOWNSHIP OF BRIDGEWATER

SEWER UTILITY CAPITAL FUND

SCHEDULE OF ENVIRONMENTAL INFRASTRUCTURE TRUST LOAN PAYABLE

	<u>REF.</u>	
Balance, December 31, 2019	D	\$ 378,982.96
Decreased by:		
Loans Paid by Budget	D-23	<u>37,398.28</u>
Balance, December 31, 2020	D	\$ <u>341,584.68</u>

TOWNSHIP OF BRIDGEWATER
SEWER UTILITY CAPITAL FUND
SCHEDULE OF DEFERRED RESERVE FOR AMORTIZATION

<u>ORDINANCE NUMBER</u>	<u>IMPROVEMENT DESCRIPTION</u>	<u>DATE</u>	<u>BALANCE DECEMBER 31, 2019</u>	<u>DECREASED</u>	<u>BALANCE DECEMBER 31, 2020</u>
01-19:04-01	Design and Upgrade to Gilbride Pump Station	06/18/01	\$ 1,263,225.00	\$ 1,263,225.00	\$
01-34	Infiltration and Inflow Program in Finderne Section	11/19/01	100,000.00	100,000.00	
09-10	Improvements to the Sanitary Sewer System	06/15/09	1,299,833.00	1,299,833.00	
12-06	Various Sewer Utility Improvements	06/18/12	2,075,000.00	2,075,000.00	1,700,000.00
16-12	Various Sewer Utility Improvements	07/12/16	1,700,000.00		2,299,000.00
17-20	Various Sewer Utility Improvements	08/21/17	2,299,000.00		1,745,500.00
18-09	Various Sewer Utility Improvements	05/21/18	1,745,500.00		2,000,000.00
19-12	Various Sewer Utility Improvements	07/01/19	2,000,000.00		
			<u>\$ 12,482,558.00</u>	<u>\$ 4,738,058.00</u>	<u>\$ 7,744,500.00</u>
		<u>REF.</u>	<u>D</u>		<u>D</u>
	Canceled	D-2		\$ 1,551,654.13	
	Transfer to Reserve for Amortization	D-23		<u>3,186,403.87</u>	
				<u>\$ 4,738,058.00</u>	

TOWNSHIP OF BRIDGEWATER

SEWER UTILITY CAPITAL FUND

SCHEDULE OF RESERVE FOR AMORTIZATION

	<u>REF.</u>		
Balance, December 31, 2019	D		\$ 13,810,708.17
Increased by:			
EIT Loan Payable Paid by Operating Budget	D-21	\$ 37,398.28	
Serial Bonds Paid by Operating Budget	D-25	308,000.00	
Transfer from Deferred Reserve for Amortization	D-22	<u>3,186,403.87</u>	
			<u>3,531,802.15</u>
			\$ 17,342,510.32
Decreased by:			
Canceled	D-2		<u>659,841.90</u>
Balance, December 31, 2020	D		\$ <u><u>16,682,668.42</u></u>

TOWNSHIP OF BRIDGEWATER

SEWER UTILITY CAPITAL FUND

SCHEDULE OF IMPROVEMENT AUTHORIZATIONS

ORDINANCE	IMPROVEMENT DESCRIPTION	ORDINANCE AMOUNT	BALANCE, DECEMBER 31, 2019		CONTRACTS PAYABLE CANCELED	IMPROVEMENT AUTHORIZATION CANCELED	BALANCE, DECEMBER 31, 2020	
			FUNDED	UNFUNDED			FUNDED	UNFUNDED
01-19 & 04-01	Design and Upgrade to Gilbride Pump Station	\$ 729,000.00	\$ 39,615.00	\$ 1,275.00	\$	\$ 40,890.00	\$	\$
01-34	Infiltration/Inflow Program in Finderne Section	100,000.00	89,825.93			89,825.93		
09-10	Improvements to the Sanitary Sewer System	1,300,000.00	644,266.85	167.00		644,266.85		167.00
12-06	Various Sewer Utility Improvements	2,075,000.00	777,946.35			777,946.35		
13-05	Various Sewer Utility Improvements	1,800,000.00		69,972.39		69,972.39		
14-06	Various Sewer Utility Improvements	2,440,000.00	659,841.90	356,919.00		1,016,760.90		
15-07	Various Sewer Utility Improvements	1,560,000.00		281,799.61				281,799.61
16-12	Various Sewer Utility Improvements	3,225,000.00	422,693.95		111,000.00		533,693.95	
17-20	Various Sewer Utility Improvements	3,719,700.00	590,111.40	1,420,700.00	52,732.86		642,844.26	1,420,700.00
18-09	Various Sewer Utility Improvements	1,745,500.00	1,717,529.77				1,717,529.77	
19-12	Various Sewer Utility Improvements	2,000,000.00	1,725,927.55				1,725,927.55	
		\$	\$ 6,667,758.70	\$ 2,130,833.00	\$ 163,732.86	\$ 2,639,662.42	\$ 4,619,995.53	\$ 1,702,666.61
REF.			D	D	D-13	D-15	D	D

TOWNSHIP OF BRIDGEWATERSEWER UTILITY CAPITAL FUND

SCHEDULE OF SEWER SERIAL BONDS PAYABLE

	DATE OF ISSUE	ORIGINAL ISSUE	MATURITIES OF BONDS OUTSTANDING <u>DECEMBER 31, 2020</u>	INTEREST RATE	BALANCE DECEMBER 31, 2019	DECREASED	BALANCE DECEMBER 31, 2020
Sewer Utility Refunding Bonds	5/19/19	\$	7/15/2021-2022 \$ 37,000.00	1.970%	\$ 112,000.00	\$ 38,000.00	\$ 74,000.00
Sewer Utility Bonds	4/1/12	636,000.00	04/01/2021 25,000.00	3.000%			
			04/01/2022 25,000.00	3.000%			
			04/01/2023 35,000.00	3.000%			
			4/1/2024-2026 40,000.00	3.000%			
			04/01/2027 40,000.00	3.125%			
			4/1/2028-2029 40,000.00	3.250%			
			04/01/2030 40,000.00	3.375%			
			04/01/2031 40,000.00	3.500%			
			04/01/2032 36,000.00	3.500%			
Sewer Utility Refunding Bonds	10/1/12	415,000.00	08/01/2021 235,000.00	5.000%	466,000.00	25,000.00	441,000.00
Sewer Utility Bonds	8/9/18	5,740,000.00	08/01/2022 245,000.00	5.000%	55,000.00	55,000.00	
			08/01/2023 255,000.00	5.000%			
			08/01/2024 270,000.00	5.000%			
			08/01/2025 280,000.00	5.000%			
			08/01/2026 290,000.00	2.500%			
			08/01/2027 295,000.00	3.000%			
			08/01/2028 305,000.00	3.000%			
			08/01/2029 315,000.00	3.000%			
			08/01/2030 325,000.00	3.000%			
			08/01/2031 335,000.00	3.000%			
			08/01/2032 345,000.00	3.000%			
			08/01/2033 355,000.00	3.000%			
			08/01/2034 370,000.00	3.000%			
			8/1/2035-2036 380,000.00	3.125%			
			08/01/2037 380,000.00	3.250%			
					5,550,000.00	190,000.00	5,360,000.00
					<u>\$ 6,183,000.00</u>	<u>\$ 308,000.00</u>	<u>\$ 5,875,000.00</u>
					D	D-23	D
				REF.			

"D-26"

TOWNSHIP OF BRIDGEWATER

SEWER UTILITY FUND

SCHEDULE OF DUE SEWER UTILITY CAPITAL FUND

	<u>REF.</u>	
Balance, December 31, 2019 (Due from)	D	\$ <u>177,677.70</u>
Decreased by:		
Receipts	D-6	\$ <u>177,677.70</u>

"D-27"

SEWER UTILITY CAPITAL FUND

SCHEDULE OF DUE SEWER UTILITY OPERATING FUND

Balance, December 31, 2019 (Due to)	D	\$ <u>177,677.70</u>
Decreased by:		
Disbursements	D-6	\$ <u>177,677.70</u>

"D-28"

TOWNSHIP OF BRIDGEWATER
SEWER UTILITY FUND
SCHEDULE OF ACCRUED INTEREST ON LOANS

	<u>REF.</u>	
Balance, December 31, 2019	D	\$ 2,104.17
Increased by:		
Budget Appropriation Charges	D-5	4,700.00
		\$ <u>6,804.17</u>
Decreased by:		
Interest Paid	D-6	4,492.86
		<u>4,492.86</u>
Balance, December 31, 2020	D	\$ <u><u>2,311.31</u></u>

"D-29"

SCHEDULE OF ACCRUED INTEREST ON BONDS

Balance, December 31, 2019	D	\$ 8,473.91
Increased by:		
Budget Appropriation Charges	D-5	214,200.00
		\$ <u>222,673.91</u>
Decreased by:		
Interest Paid	D-6	213,554.70
		<u>213,554.70</u>
Balance, December 31, 2020	D	\$ <u><u>9,119.21</u></u>

"D-30"

TOWNSHIP OF BRIDGEWATER

SEWER UTILITY FUND

SCHEDULE OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED

<u>ORDINANCE</u>	<u>IMPROVEMENT DESCRIPTION</u>	<u>BALANCE</u> <u>DECEMBER</u> <u>31, 2020</u>
	Sewer Utility Capital Fund:	
98-11	Purchase of Equipment	\$ 380.87
09-10	Improvements to the Sanitary Sewer System	167.00
13-05	Various Sewer Utility Improvements	319,458.61
15-07	Various Sewer Utility Improvements	837,790.00
17-20	Various Sewer Utility Improvements	<u>1,420,700.00</u>
		<u>\$ 2,578,496.48</u>

"E-1"

TOWNSHIP OF BRIDGEWATER

PUBLIC ASSISTANCE TRUST FUND

SCHEDULE OF PUBLIC ASSISTANCE CASH

	<u>REF.</u>	<u>PUBLIC ASSISTANCE TRUST FUND 1</u>
Balance, December 31, 2019:	E	\$ <u>102.70</u>
Decreased by Disbursements: Reserve for Public Assistance		\$ <u>102.70</u>

"E-4"

TOWNSHIP OF BRIDGEWATER

PUBLIC ASSISTANCE TRUST FUND

SCHEDULE OF PUBLIC ASSISTANCE EXPENDITURES
YEAR ENDED DECEMBER 31, 2020

	<u>P.A.T.F.</u> <u>ACCOUNT #1</u>	<u>FUND</u> <u>TOTAL</u>
Ineligible Assistance/ Other	\$ <u>102.70</u>	\$ <u>102.70</u>
<u>TOTAL DISBURSEMENTS (P.A.T.F.)</u>	\$ <u><u>102.70</u></u>	\$ <u><u>102.70</u></u>

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PART II

TOWNSHIP OF BRIDGEWATER

STATISTICAL DATA

LIST OF OFFICIALS

COMMENTS AND RECOMMENDATIONS

YEAR ENDED DECEMBER 31, 2020

COMPARATIVE STATEMENT OF OPERATIONS AND
CHANGE IN FUND BALANCE - CURRENT FUND

	YEAR 2020		YEAR 2019	
	AMOUNT	%	AMOUNT	%
<u>REVENUE AND OTHER INCOME REALIZED</u>				
Fund Balance Utilized	\$ 5,000,000.00	2.30%	\$ 5,053,779.00	2.32%
Miscellaneous - From Other Than				
Local Property Tax Levies	17,299,874.32	7.97%	21,167,365.69	9.70%
Collection of Delinquent Taxes				
and Tax Title Liens	1,167,521.76	0.54%	1,115,896.52	0.51%
Collections of Current Tax Levy	193,629,842.28	89.19%	190,821,864.60	87.47%
<u>Total Revenue</u>	<u>\$ 217,097,238.36</u>	<u>100.00%</u>	<u>\$ 218,158,905.81</u>	<u>100.00%</u>
<u>EXPENDITURES</u>				
Budget Expenditures:				
Municipal Purposes	\$ 40,905,854.44	19.18%	\$ 42,477,703.70	20.05%
County Taxes	37,268,850.62	17.48%	37,269,402.34	17.59%
Regional School Taxes	132,397,672.00	62.09%	129,544,321.00	61.14%
Special Fire District Taxes	2,658,792.00	1.25%	2,588,735.00	1.22%
Other Expenditures	2,000.00	0.00%		
<u>Total Expenditures</u>	<u>\$ 213,233,169.06</u>	<u>100.00%</u>	<u>\$ 211,880,162.04</u>	<u>100.00%</u>
Excess in Revenue	\$ 3,864,069.30		\$ 6,278,743.77	
Adjustments to Income Before Fund Balance;				
Expenditures Included Above Which are by Statute				
Deferred Charges to Budget of Succeeding Year	\$ 500,000.00			
Statutory Excess to Fund Balance	\$ 4,364,069.30		\$ 6,278,743.77	
Fund Balance - January 1	8,522,905.42		7,297,940.65	
	\$ 12,886,974.72		\$ 13,576,684.42	
Less: Utilization as Anticipated Revenue	5,000,000.00		5,053,779.00	
Fund Balance, December 31	<u>\$ 7,886,974.72</u>		<u>\$ 8,522,905.42</u>	

COMPARATIVE STATEMENT OF OPERATIONS AND
CHANGE IN FUND BALANCE - SEWER UTILITY OPERATING FUND

	YEAR 2020		YEAR 2019	
	AMOUNT	%	AMOUNT	%
<u>REVENUE AND OTHER INCOME REALIZED</u>				
Fund Balance Utilized	\$ 1,490,524.83	11.92%	\$ 4,678,888.00	30.20%
Collection of Sewer Use Charges	9,643,621.14	77.12%	9,560,389.65	61.71%
Miscellaneous	1,370,312.63	10.96%	1,253,128.79	8.09%
<u>Total Revenue</u>	<u>\$ 12,504,458.60</u>	<u>100.00%</u>	<u>\$ 15,492,406.44</u>	<u>100.00%</u>
<u>EXPENDITURES</u>				
Budget Expenditures:				
Operating	\$ 10,843,524.83	93.90%	\$ 11,577,759.00	80.76%
Capital Improvements			2,000,000.00	13.95%
Deferred Charges and Statutory Expenditures	140,000.00	1.21%	190,000.00	1.33%
Debt Service	564,298.28	4.88%	568,626.41	3.96%
<u>Total Expenditures</u>	<u>\$ 11,547,823.11</u>	<u>100.00%</u>	<u>\$ 14,336,385.41</u>	<u>100.00%</u>
Excess in Revenue	\$ 956,635.49		\$ 1,156,021.03	
Fund Balance, January 1	2,127,703.28		5,650,570.25	
	<u>\$ 3,084,338.77</u>		<u>\$ 6,806,591.28</u>	
Less: Utilization as Anticipated Revenue	1,490,524.83		4,678,888.00	
Fund Balance, December 31	<u>\$ 1,593,813.94</u>		<u>\$ 2,127,703.28</u>	

COMPARATIVE SCHEDULE OF TAX RATE INFORMATION

	<u>2020</u>	<u>2019</u>	<u>2018</u>
Tax Rate	<u>\$2.075</u>	<u>\$2.096</u>	<u>\$2.091</u>
Appointment of Tax Rate:			
Municipal	\$0.238	\$0.240	\$0.247
County	0.404	0.413	0.411
Local School	<u>1.433</u>	<u>1.443</u>	<u>1.433</u>

Assessed Valuation:

Year 2020	\$ <u>9,234,102,163.00</u>		
Year 2019		\$ <u>8,977,385,647.00</u>	
Year 2018			\$ <u>8,785,824,809.00</u>

COMPARISON OF TAX LEVIES AND COLLECTION CURRENTLY

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

<u>YEAR</u>	<u>TAX LEVY</u>	<u>CURRENTLY</u>	
		<u>CASH COLLECTIONS</u>	<u>PERCENTAGE OF COLLECTION</u>
2020	\$194,920,057.65	\$193,629,842.28	99.33%
2019	192,080,232.03	190,821,864.60	99.33%
2018	187,417,474.49	186,082,916.85	99.28%

DELINQUENT TAXES AND TAX TITLE LIENS

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

<u>DECEMBER 31, 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>
2020	\$151,389.85	\$1,241,984.51	\$1,393,374.36	0.71%
2019	149,456.45	1,195,714.79	1,345,171.24	0.70%
2018	147,551.92	1,104,301.99	1,251,853.91	0.67%

PROPERTY ACQUIRED BY TAX TITLE LIEN LIQUIDATION

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

<u>YEAR</u>	<u>AMOUNT</u>
2020	\$422,300.00
2019	422,300.00
2018	422,300.00

COMPARATIVE SCHEDULE OF FUND BALANCES

	<u>YEAR</u>	<u>BALANCE</u> <u>DECEMBER 31</u>	<u>UTILIZED IN BUDGET</u> <u>OF SUCCEEDING</u> <u>YEAR</u>	
Current Fund	2020	\$ 7,886,975.28	\$	*
	2019	8,522,905.42		5,000,000.00
	2018	7,297,940.65		5,053,779.00
	2017	6,197,912.41		4,012,082.07
	2016	5,984,484.79		4,126,020.57
Sewer Utility Operating Fund	2020	\$ 1,593,813.94	\$	*
	2019	2,127,703.28		1,490,524.83
	2018	5,650,570.25		4,678,888.00
	2017	6,723,614.52		3,062,793.00
	2016	7,146,392.63		3,479,191.16

*not known at time of audit

EQUALIZED VALUATIONS – REAL PROPERTY

<u>Year</u>	
2020	\$9,378,535,807.33
2019	9,308,455,045.00
2018	9,271,201,010.00

OFFICIALS IN OFFICE AND SURETY BONDS

The following officials were in office during the period under audit:

<u>NAME</u>	<u>TITLE</u>	<u>AMOUNT OF BOND</u>	<u>NAME OF SURETY</u>
Matthew Moench	Mayor		
Howard Norgalis	Council Member - President		
Filipe Pedroso	Council Member - Vice President		
Michael Kirsh	Council Member		
Allen Kurdyla	Council Member		
Timothy Ring	Council Member		
Michael Pappas	Director of Administration	*	
	Acting Chief Financial Officer,/ Director of Finance from 8/15/2020	*	
Linda Doyle	Municipal Clerk, Assessment Search Officer	\$25,000.00	Penn National Insurance
Grace Karanja	Deputy Municipal Clerk	*	
Natasha Turchan	Director of Finance, Chief Financial Officer to 8/15/2020	\$250,000.00	Penn National Insurance
Jessica Falce	Deputy Chief Financial Officer	*	
Rose Witt	Qualified Purchasing Agent	*	
Lisa Caravela	Human Resources Officer	*	
Darrow Murdock	Tax Collector, Tax Search Officer, Sewer Collector	\$650,000.00	Penn National Insurance
Anthony DiRado	Tax Assessor	*	
Christopher Corsini, Esq.	Township Attorney	*	
Scarlett Doyle	Township Planner	*	
Steve Rodzinak	Construction Code Official	*	

OFFICIALS IN OFFICE AND SURETY BONDS (CONTINUED)

<u>NAME</u>	<u>TITLE</u>	<u>AMOUNT OF BOND</u>	<u>NAME OF SURETY</u>
Thomas Genova	Director of Municipal Services	*	
William Burr	Acting Township Engineer	*	
Richard Shimp	Superintendent of Public Works	*	
William Kelleher	Municipal Court Judge	*	
Audrey Lipinski	Court Administrator	\$75,000.00	Penn National Insurance
Paul Payne	Police Chief	*	
Thomas Scalera	Fire Official	*	
Christine Madrid	Director of Human Services	*	
Michael Pappas	Registrar	*	
Rachel Barrett	Superintendent of Recreation	*	

*All officials and employees (except as noted) handling and collecting Township funds are covered by a blanket position bond for faithful performance for \$1,000,000.00. The blanket position bond is written by the Pennsylvania National Mutual Insurance Company.

All of the bonds were examined and were properly executed

COMMENTS AND RECOMMENDATIONS

GENERAL COMMENTS

CONTRACTS AND AGREEMENTS REQUIRED TO BE ADVERTISED FOR N.J.S.A. 40A:11-4

"Every contract or agreement, for the performance of any work or the furnishing or hiring of any materials or supplies, the cost or the contract price whereof is to be paid with or out of public funds not included within the terms of Section 3 of this act, shall be made or awarded only by the governing body of the contracting unit after public advertising for bids and bidding therefore, except as is provided otherwise in this act or specifically by any other law. No work, materials or supplies shall be undertaken, acquired or furnished for a sum exceeding in the aggregate the amount set forth in, or the amount calculated by the Governor pursuant to Section 3 P.L. 1971 C. 198 (C. 40A:11-3), except by contract or agreement."

Effective July 1, 2020, the bid threshold in accordance with N.J.S.A. 40A:11-4 is \$17,500.00 or up to \$44,000.00 if the Municipality has a Qualified Purchasing Agent. On July 6, 2020 the Township has elected to increase it's bid threshold to \$44,000.00 by resolution of the governing body.

The governing body of the Municipality has the responsibility of determining whether the expenditures in any category will exceed \$44,000.00 within the fiscal year. Where question arises as to whether any contract or agreement might result in violation of the statute, the Township Counsel's opinion should be sought before a commitment is made.

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

- Pine Street Sanitary Sewer Rehabilitation Project
- Stabilization of the Lane Vorhees House
- Country Club Road Improvements – Section I
- Traffic Engineering Services
- Hoffman Road Improvement Project
- Twin Oaks Road Improvement Project
- Chimney Rock Park Parking Lot
- Custodial Services
- BWT-6, 7 & 8 Road Improvement Projects
- Snow Removal Services
- 2020 Sidewalk Paving Project
- Delaware Drive Improvement Project
- Woodland Terrace Improvement Project
- Running Brook Road Improvement Project
- Demolition of Structures at Camp Cromwell
- Demolition of Redwood Inn

The minutes indicate that resolutions were adopted and advertised authorizing the awarding of contracts or agreements for "Professional Services" per N.J.S.A. 40A:11-5.

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

CONTRACTS AND AGREEMENTS REQUIRED TO BE ADVERTISED FOR N.J.S.A. 40A:11-4
(CONTINUED)

Our examination of expenditures did not reveal any individual payments, contracts or agreements in excess of \$44,000.00 for the performance of any work or the furnishing or hiring of any materials or supplies, other than those where bids had been previously sought by public advertisement or where a resolution had been previously adopted under the provisions of N.J.S.A. 40A:11-6.

COLLECTION OF INTEREST ON DELINQUENT TAXES AND ASSESSMENTS

The statute provides the method for authorizing interest and the maximum rate to be charged for the non-payment of taxes or assessments on or before the date when they would become delinquent.

The Governing Body on January 1, 2020 adopted the following resolution pursuant to the provisions of R.S. 54:4-67 fixing the rate of delinquent taxes and assessments at 8% per annum on the first \$1,500.00 and a rate of 18% per annum on any amount in excess of \$1,500.00 becoming delinquent after the due date and if the delinquency is in excess of \$10,000.00 and remains in arrears beyond December 31st, an additional penalty of 6% shall be charged if payment of any installment is made within ten days after the date upon which the same becomes payable. Sanitary Sewer Charges are fixed at a delinquent rate of 18% per annum on all delinquent charges after the due date.

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

DELINQUENT TAXES AND TAX TITLE LIENS

The last tax sale was held on October 23, 2020 and was complete.

Inspection of Tax Sale Certificates on file revealed that all Tax Sale Certificates were available for audit.

The following is a comparison of the number of tax title liens (including sewer) receivable on December 31st of the last five years:

<u>YEAR</u>	<u>NUMBER OF LIENS</u>
2020	27
2019	28
2018	28
2017	26
2016	27

It is essential to good management that all means provided by statute be utilized to liquidate tax title liens in order to get such properties back on a taxpaying basis.

VERIFICATION OF DELINQUENT TAXES AND OTHER CHARGES

A test verification of delinquent charges and current payments was made in accordance with the regulations of the Division of Local Government Services, consisting of the mailing of verification notices as follows:

<u>TYPE</u>	
Payments of 2021 Taxes	50
Payments of 2020 Taxes	50
Delinquent Taxes	25
Payment of Sewer Utility Charges	50
Delinquent Sewer Utility Charges	25

OTHER COMMENTS

Interfunds

Transactions invariably occur in one fund which requires a corresponding entry to be made in another fund, thus creating interfund balances. References to the various balance sheets show the interfund balances remaining at year end. As a general rule, all interfund balances should be closed out as of the end of the year. It is the Township's policy to review and liquidate all interfund balances on a periodic basis.

RECOMMENDATIONS

None

