

TOWNSHIP OF RANDOLPH

COUNTY OF MORRIS

REPORT OF AUDIT

2023

*NISIVOCCIA LLP
CERTIFIED PUBLIC ACCOUNTANTS*

TOWNSHIP OF RANDOLPH

COUNTY OF MORRIS

REPORT OF AUDIT

2023

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TOWNSHIP OF RANDOLPH

PART I

FINANCIAL STATEMENTS AND

SUPPLEMENTARY DATA

YEAR ENDED DECEMBER 31, 2023

Independent Auditors' Report

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

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements – *regulatory basis* - of the various funds and account group of the Township of Randolph, in the County of Morris (the "Township") as of and for the years ended December 31, 2023 and 2022, and the related notes to the financial statements, as listed in the table of contents.

Unmodified Opinions on Regulatory Basis of Accounting

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the financial position of each fund and account group of the Township as of December 31, 2023 and 2022, and the results of operations and changes in fund balance, where applicable, of such funds and account group, thereof for the years then ended in accordance with the accounting practices prescribed or permitted, as described in Note 1, by the Division of Local Government Services, Department of Community Affairs, State of New Jersey (the "Division").

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles section of our report, the accompanying 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 each fund and account group of the Township as of December 31, 2023 and 2022, or the changes in financial position or where applicable, cash flows thereof for the years then ended.

Basis for Opinions

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

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

As described in Note 1 of the financial statements, the financial statements are prepared by the Township on the basis of the financial reporting provisions prescribed or permitted by the Division, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to meet the requirements of the Division's regulatory basis of accounting and the budget laws of New Jersey.

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

Responsibilities of Management for the Financial Statements

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements of the various funds and account group that collectively comprise the Township's financial statements. The supplementary data schedules listed in the table of contents and the schedules of expenditures of federal and state awards, as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* ("Uniform Guidance") and New Jersey's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*, are presented for purposes of additional analysis and are not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the various fund and account group financial statements. The information has been subjected to the auditing procedures applied in the audit of the various fund financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the various fund and account group financial statements or to the various fund and account group financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary data schedules and the schedules of expenditures of federal and state awards are fairly stated, in all material respects, in relation to the various fund and account group 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 7, 2024 on our consideration of the Township's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Township's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Township's internal control over financial reporting and compliance.

Mount Arlington, New Jersey
June 7, 2024

Nisivoccia, LLP
NISIVOCIA LLP

Kathryn L. Mantell
Kathryn L. Mantell
Registered Municipal Accountant #447
Certified Public Accountant

TOWNSHIP OF RANDOLPH
COUNTY OF MORRIS
2023
CURRENT FUND

TOWNSHIP OF RANDOLPH
CURRENT FUND
COMPARATIVE BALANCE SHEET - REGULATORY BASIS

		December 31,	
	Ref.	2023	2022
<u>ASSETS</u>			
Regular Fund:			
Cash and Cash Equivalents	A-4	\$ 27,744,448.72	\$ 25,506,560.94
		<u>27,744,448.72</u>	<u>25,506,560.94</u>
Receivables and Other Assets With			
Full Reserves:			
Delinquent Property Taxes Receivable	A-7	776,670.45	759,695.78
Tax Title Liens Receivable	A-8	1,349,328.00	1,257,675.24
Water and Sewer Rents Receivable	A-10	341,942.74	492,417.89
Property Acquired for Taxes at Assessed Valuation		1,917,700.00	1,917,700.00
Revenue Accounts Receivable	A-9	11,918.20	9,626.09
Total Receivables and Other Assets			
With Full Reserves		<u>4,397,559.39</u>	<u>4,437,115.00</u>
Total Regular Fund		<u>32,142,008.11</u>	<u>29,943,675.94</u>
Federal and State Grant Fund:			
Cash and Cash Equivalents	A-4	1,790,360.29	1,669,233.63
Federal and State Grants Receivable	A-6	828,662.36	489,465.20
Total Federal and State Grant Fund		<u>2,619,022.65</u>	<u>2,158,698.83</u>
TOTAL ASSETS		<u>\$ 34,761,030.76</u>	<u>\$ 32,102,374.77</u>

TOWNSHIP OF RANDOLPH
CURRENT FUND
COMPARATIVE BALANCE SHEET - REGULATORY BASIS
(Continued)

		December 31,	
	<u>Ref.</u>	<u>2023</u>	<u>2022</u>
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
Regular Fund:			
Liabilities:			
Appropriation Reserves:			
Unencumbered	A-3;A-11	\$ 2,599,969.44	\$ 2,368,922.47
Encumbered	A-3;A-11	1,682,871.46	1,715,776.43
Total Appropriation Reserves		4,282,840.90	4,084,698.90
Accounts Payable - Vendors		253,595.58	98,113.78
Contracts Payable - Housing Trust Fund		250,000.00	250,000.00
Prepaid Taxes		603,091.02	466,740.04
Due Animal Control Fund	B		35,490.00
Prepaid Health Service Fees - Roxbury Township		123,069.00	119,127.00
Prepaid Retiree Medical Premiums		17,313.36	33,465.40
Prepaid Recreation Program Receipts			9,225.00
Due to State of New Jersey:			
Building Surcharge Fees		12,159.00	11,259.00
Marriage Licenses Fees		975.00	
Veterans' and Senior Citizens' Deductions		23,604.34	23,104.34
Lead Inspections		480.00	
Reserve for:			
Municipal Relief Fund Aid		190,927.52	95,483.96
Office of Emergency Management		80,000.00	80,000.00
Sale of Municipal Assets		63,037.55	
Pending Tax Appeals		959,231.95	552,991.69
Miscellaneous Receipts		400.00	
		6,860,725.22	5,859,699.11
Reserve for Receivables and Other Assets	A	4,397,559.39	4,437,115.00
Fund Balance	A-1	20,883,723.50	19,646,861.83
Total Regular Fund		32,142,008.11	29,943,675.94
Federal and State Grant Fund:			
Reserve for Encumbrances		379,185.40	71,607.43
Appropriated Reserves	A-13	1,645,758.73	2,067,176.00
Unappropriated Reserves	A-14	594,078.52	19,915.40
Total Federal and State Grant Fund		2,619,022.65	2,158,698.83
TOTAL LIABILITIES, RESERVES AND FUND BALANCE		\$ 34,761,030.76	\$ 32,102,374.77

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS
ARE AN INTEGRAL PART OF THIS STATEMENT

TOWNSHIP OF RANDOLPH
CURRENT FUND
COMPARATIVE STATEMENT OF OPERATIONS AND CHANGE IN FUND BALANCE -
REGULATORY BASIS

	<u>Ref.</u>	Year Ended December 31,	
		2023	2022
<u>Revenue and Other Income Realized</u>			
Fund Balance Utilized		\$ 7,018,408.00	\$ 6,773,706.00
Miscellaneous Revenue Anticipated		16,226,288.60	15,242,371.44
Receipts from:			
Delinquent Taxes		535,460.76	551,372.04
Current Taxes		120,632,581.88	116,530,116.82
Nonbudget Revenue		1,512,406.62	1,606,934.02
Other Credits to Income:			
Unexpended Balance of Appropriation Reserves		2,255,009.14	2,434,426.97
Accounts Payable Cancelled		56,420.04	
Federal and State Grant Reserves Cancelled		10,159.47	
		<u>148,246,734.51</u>	<u>143,138,927.29</u>
Total Income			
<u>Expenditures</u>			
Budget Appropriations:			
Municipal Purposes		40,790,114.33	39,988,794.68
County Taxes		12,749,500.62	11,933,172.47
Local School District Taxes		85,079,965.00	82,840,603.00
Municipal Open Space Taxes		921,239.00	919,505.82
Reserve for Pending Tax Appeals		450,000.00	
Prior Year Senior Citizen Deductions Disallowed		645.89	
		<u>139,991,464.84</u>	<u>135,682,075.97</u>
Total Expenditures			
Excess in Revenue		8,255,269.67	7,456,851.32
<u>Fund Balance</u>			
Balance January 1		19,646,861.83	18,963,716.51
		27,902,131.50	26,420,567.83
Decreased by:			
Utilized as Anticipated Revenue		7,018,408.00	6,773,706.00
Balance December 31	A	<u>\$20,883,723.50</u>	<u>\$19,646,861.83</u>

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS
ARE AN INTEGRAL PART OF THIS STATEMENT

TOWNSHIP OF RANDOLPH
CURRENT FUND
STATEMENT OF REVENUE - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2023

	Anticipated			
	Budget	Added by NJSA 40A:4-87	Realized	Excess or Deficit *
Fund Balance Anticipated	\$ 7,018,408.00		\$ 7,018,408.00	
Miscellaneous Revenue:				
Licenses:				
Alcoholic Beverages	45,000.00		47,340.00	\$ 2,340.00
Other	42,670.00		46,712.00	4,042.00
Fees and Permits	330,900.00		416,362.75	85,462.75
Fines and Costs:				
Municipal Court	140,000.00		146,397.42	6,397.42
Interest and Costs on Taxes	170,000.00		154,108.65	15,891.35 *
Interest on Investments and Deposits	371,530.00		1,972,876.97	1,601,346.97
Recreation Fees	1,280,000.00		1,783,037.75	503,037.75
Water and Sewer Fees	7,133,000.00		7,276,673.00	143,673.00
Cable Television Fee	312,000.00		314,502.61	2,502.61
Energy Receipts Tax (P.L. 1997, Chapters 162 & 167)	1,843,114.00		1,843,113.80	0.20 *
Watershed Moratorium Offset Aid	16,544.00		16,544.00	
Reserve for Municipal Relief Fund Aid	95,483.96		95,483.96	
Uniform Construction Code Fees	315,000.00		459,370.00	144,370.00
Electrical Inspection Fees	125,000.00		180,287.00	55,287.00
Shared Service Agreement:				
Health Services - Rockaway Borough	132,000.00		139,242.40	7,242.40
Health Services - Roxbury Township	75,000.00		119,127.00	44,127.00
Uniform Fire Safety Act	50,000.00		68,273.85	18,273.85
Reserve to Pay Debt Service	120,000.00		120,000.00	
Cell Tower Lease	40,000.00		40,223.86	223.86

TOWNSHIP OF RANDOLPH
CURRENT FUND
STATEMENT OF REVENUE - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2023
(Continued)

	Anticipated		Excess or
	Budget	Added by NJSA 40A:4-87	Deficit *
Miscellaneous Revenue (Cont'd):			
MCCPC Membership Fees	\$ 58,130.00	\$	58,130.00
Recycling Tonnage Grant	71,400.20		71,400.20
National Opioids Settlement	30,027.79		30,027.79
Private Well Outreach Program		\$ 6,000.00	6,000.00
Municipal Alliance on Alcoholism and Drug Abuse		12,253.00	12,253.00
Drive Sober or Get Pulled Over		7,000.00	7,000.00
Lead Grant Assistance Program		5,500.00	5,500.00
NJDEP Stormwater Assistance Grant		25,000.00	25,000.00
Clean Communities Program		67,813.49	67,813.49
Distracted Driving Statewide Crackdown Grant		8,750.00	8,750.00
State Body Armor Grant	2,380.10		2,380.10
NJACCHO Health Grant	345,508.00	346,849.00	692,357.00
Total Miscellaneous Revenue	13,144,688.05	479,165.49	16,226,288.60
Receipts from Delinquent Taxes	557,000.00		535,460.76
			21,539.24 *
Amount to be Raised by Taxes for Support of Municipal Budget:			
Local Tax for Municipal Purposes	20,654,162.04		22,945,185.26
Minimum Library Tax	1,659,047.00		1,659,047.00
	22,313,209.04		24,604,232.26
Budget Totals	43,033,305.09	479,165.49	48,384,389.62
Nonbudget Revenue			1,512,406.62
	\$ 43,033,305.09	\$ 479,165.49	\$ 49,896,796.24
			\$ 2,291,023.22
			2,291,023.22
			4,871,919.04
			1,512,406.62
			\$ 6,384,325.66

TOWNSHIP OF RANDOLPH
CURRENT FUND
STATEMENT OF REVENUE - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2023
(Continued)

Analysis of Realized Revenue

Allocation of Current Tax Collections:

Revenue from Collection of Current Taxes		\$ 120,632,581.88
Allocated to:		
Local School District Taxes	\$85,079,965.00	
County Taxes	12,749,500.62	
Open Space Taxes	<u>921,239.00</u>	
		<u>98,750,704.62</u>
		21,881,877.26
Add: Appropriation "Reserve for Uncollected Taxes"		<u>2,722,355.00</u>
Realized for Support of Municipal Budget		<u><u>\$ 24,604,232.26</u></u>

Receipts from Delinquent Taxes:

Delinquent Tax Collections	\$ 535,287.19
Tax Title Lien Collections	<u>173.57</u>
	<u><u>\$ 535,460.76</u></u>

Fees and Permits - Other:

Township Clerk	\$ 17,539.50
Health Officer	45,725.00
Board of Adjustment	22,430.00
Planning Board	128,026.69
Police	23,064.95
Engineering Fees	86,281.61
Registrar	24,880.00
Fire Prevention	<u>68,415.00</u>
	<u><u>\$ 416,362.75</u></u>

Licenses - Other

Township Clerk	\$ 3,130.00
Health Officer	43,135.00
Registrar	<u>447.00</u>
	<u><u>\$ 46,712.00</u></u>

TOWNSHIP OF RANDOLPH
CURRENT FUND
STATEMENT OF REVENUE - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2023
(Continued)

Analysis of Nonbudget Revenue

Treasurer:

Searches	\$ 10.00
Prior Year Refunds	263,375.68
Co-Op Memberships	235,904.32
Returned Check Fees	340.00
Miscellaneous Refunds	3,879.41
DMV Inspection Fines	200.00
Morris County Housing Authority	45,841.24
Payment in Lieu of Taxes (Skylands)	2,500.00
CBS Billboard Leasing	17,235.31
State of New Jersey Housing Inspections	2,410.00
Sale of Surplus Equipment	10,199.16
Marketing Recycled Material	6,214.57
Cell Tower Leases	67,144.64
Lease Payments	134,843.33
Outside Police Duty Administrative Fees	87,881.50
Metal Recycling	54,842.59
Lead Abatement Inspection Fees	5,910.00
Veterans and Senior Citizens Deduction Administrative Fee	1,437.08
Other Miscellaneous Revenue	38,731.31
Interest on Water and Sewer Rents	26,298.66
Water and Sewer Miscellaneous Fees	59,400.37
Water and Sewer Connection Fees	110,235.00
Water and Sewer Construction Fees	192,260.00
Mine Hill Transmission Fee	141,829.98
	<hr/> 1,508,924.15
Tax Collector	3,482.47
	<hr/> <hr/> \$ 1,512,406.62

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS
ARE AN INTEGRAL PART OF THIS STATEMENT

TOWNSHIP OF RANDOLPH
CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2023

	Appropriations		Expended By		Unexpended Balance Cancelled
	Budget	Budget After Modification	Paid or Charged	Reserved	
Operations Within "CAPS":					
General Government:					
General Administration:					
Salaries and Wages	\$ 363,315.00	\$ 361,815.00	\$ 286,042.25	\$ 75,772.75	
Other Expenses	90,900.00	90,900.00	85,250.15	5,649.85	
Mayor and Council:					
Salaries and Wages	43,500.00	43,500.00	37,500.00	6,000.00	
Municipal Clerk:					
Salaries and Wages	299,870.00	299,870.00	231,382.50	68,487.50	
Other Expenses	181,000.00	204,000.00	175,723.54	28,276.46	
Financial Administration:					
Salaries and Wages	146,688.00	146,688.00	141,758.29	4,929.71	
Other Expenses	34,560.00	34,560.00	27,176.13	7,383.87	
Audit Services:					
Other Expenses	39,962.00	39,962.00	39,962.00		
Computerized Data Processing:					
Other Expenses	209,200.00	209,200.00	170,728.85	38,471.15	
Revenue Administration:					
Salaries and Wages	143,346.00	143,346.00	115,098.67	28,247.33	
Other Expenses	21,224.00	21,224.00	15,316.00	5,908.00	
Tax Assessment Administration:					
Salaries and Wages	168,909.00	168,909.00	167,108.76	1,800.24	
Other Expenses	25,800.00	25,800.00	18,774.49	7,025.51	
Legal Services and Costs:					
Other Expenses	414,400.00	404,261.00	391,031.00	13,230.00	
Engineering Services and Costs:					
Salaries and Wages	101,931.00	101,931.00	97,065.83	4,865.17	
Other Expenses	83,500.00	83,500.00	77,032.61	6,467.39	

TOWNSHIP OF RANDOLPH
CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2023
(Continued)

	Appropriations		Expended By		Unexpended Balance Cancelled
	Budget	Budget After Modification	Paid or Charged	Reserved	
Operations Within "CAPS" (Cont'd):					
General Government (Cont'd):					
Economic Development Agencies:					
Other Expenses	\$ 2,920.00	\$ 2,920.00	\$ 2,236.18	\$ 683.82	
Land Use Administration:					
Planning Board:					
Salaries and Wages	216,038.00	216,038.00	195,951.13	20,086.87	
Other Expenses	92,500.00	92,500.00	69,528.07	22,971.93	
Public Safety:					
Police Department:					
Salaries and Wages	4,640,278.00	4,605,278.00	4,442,333.57	162,944.43	
Other Expenses	263,400.00	288,400.00	225,819.89	62,580.11	
Police Dispatch/ 911:					
Other Expenses	320,324.00	320,324.00	320,323.66	0.34	
Office of Emergency Management:					
Salaries and Wages	9,000.00	9,000.00	9,000.00		
Other Expenses	10,000.00	10,000.00	1,479.29	8,520.71	
Aid to Volunteer Fire Companies:					
Other Expenses	70,000.00	70,000.00	70,000.00		
Aid to Volunteer Ambulance Companies:					
Other Expenses	83,000.00	83,000.00	78,400.00	4,600.00	
Fire Department (Including Fire Prevention/ Uniform Fire Code):					
Salaries and Wages	111,179.00	112,679.00	109,844.40	2,834.60	
Other Expenses	247,800.00	247,800.00	235,598.36	12,201.64	
Fire Hydrant Service	16,000.00	16,000.00	15,912.00	88.00	
Uniform Fire Safety Act (Ch. 383, P.L. 1983):					
Salaries and Wages	48,058.00	48,058.00	48,058.00		

TOWNSHIP OF RANDOLPH
CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2023
(Continued)

	Appropriations		Expended By		Unexpended Balance Cancelled
	Budget	Budget After Modification	Paid or Charged	Reserved	
Operations Within "CAPS" (Cont'd):					
Public Safety: (Cont'd)					
Municipal Prosecutor's Office:					
Other Expenses	\$ 31,000.00	\$ 31,000.00	\$ 27,000.00	\$ 4,000.00	
Public Works:					
Streets and Road Maintenance:					
Salaries and Wages	1,120,416.00	1,080,416.00	883,904.37	196,511.63	
Other Expenses	136,500.00	136,500.00	117,463.29	19,036.71	
Water and Sewer:					
Salaries and Wages	1,437,220.00	1,437,220.00	1,319,864.62	117,355.38	
Other Expenses	403,770.00	403,520.00	272,403.97	131,116.03	
Audit Services	19,238.00	19,238.00	19,238.00		
Vehicle Maintenance	21,500.00	21,750.00	21,560.80	189.20	
Electricity	62,000.00	62,000.00	60,676.01	1,323.99	
Telephone	9,500.00	9,500.00	5,624.18	3,875.82	
Gasoline	52,000.00	52,000.00	52,000.00		
Gas (Natural or Propane)	8,300.00	8,300.00	6,767.28	1,532.72	
Solid Waste Collection:					
Other Expenses	2,598,707.00	2,598,707.00	2,558,207.00	40,500.00	
Recycling:					
Other Expenses	377,775.00	377,775.00	309,771.60	68,003.40	
Buildings and Grounds:					
Salaries and Wages	88,193.00	88,193.00	66,964.57	21,228.43	
Other Expenses	330,350.00	330,350.00	309,807.57	20,542.43	
Vehicle Maintenance (Including Police Vehicles):					
Salaries and Wages	211,534.00	211,534.00	206,854.70	4,679.30	
Other Expenses	194,800.00	234,800.00	215,649.94	19,150.06	

TOWNSHIP OF RANDOLPH
CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2023
(Continued)

	Appropriations		Expended By		Unexpended Balance Cancelled
	Budget	Budget After Modification	Paid or Charged	Reserved	
Operations Within "CAPS" (Cont'd):					
Public Works (Cont'd):					
Community Services Act (Condominium Community Costs):					
Other Expenses	\$ 10,000.00	\$ 10,000.00		\$ 10,000.00	
Snow Removal:					
Salaries and Wages	100,000.00	100,000.00	\$ 51,803.07	48,196.93	
Other Expenses	300,000.00	300,000.00	263,061.81	36,938.19	
Health and Human Services:					
Public Health Services (Board of Health):					
Salaries and Wages	419,008.00	419,008.00	318,788.75	100,219.25	
Other Expenses	105,200.00	105,200.00	75,944.90	29,255.10	
Animal Control Services:					
Salaries and Wages	122,000.00	122,000.00	122,000.00		
Parks and Recreation:					
Recreation Services and Programs:					
Salaries and Wages	994,048.00	1,066,048.00	1,063,374.13	2,673.87	
Other Expenses	1,027,700.00	1,027,700.00	1,022,181.20	5,518.80	
Maintenance of Parks:					
Salaries and Wages	543,357.00	543,357.00	497,728.48	45,628.52	
Other Expenses	125,000.00	125,000.00	120,508.49	4,491.51	
Utility Expenses and Bulk Purchases:					
Electricity:					
Other Expenses	115,000.00	115,000.00	88,025.22	26,974.78	
Street Lighting:					
Other Expenses	65,000.00	65,000.00	55,725.68	9,274.32	
Telephone (excluding equipment acquisition):					
Other Expenses	160,700.00	160,700.00	118,012.38	42,687.62	

TOWNSHIP OF RANDOLPH
CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2023
(Continued)

	Appropriations		Expended By		Unexpended Balance Cancelled
	Budget	Budget After Modification	Paid or Charged	Reserved	
Operations Within "CAPS" (Cont'd):					
Utility Expenses and Bulk Purchases: (Cont'd)					
Gas (Natural or Propane):	\$ 110,000.00	\$ 110,000.00	\$ 80,612.35	\$ 29,387.65	
Other Expenses					
Gasoline:					
Other Expenses	283,500.00	283,500.00	224,990.11	58,509.89	
Celebration of Public Events:					
Other Expenses	86,300.00	86,300.00	72,242.44	14,057.56	
Accumulated Leave Compensation	30,000.00	30,000.00	30,000.00		
Municipal Alliance:					
Salaries and Wages	7,900.00	7,900.00	7,900.00		
Other Expenses	7,500.00	7,500.00	7,500.00		
Landmarks Committee:					
Other Expenses	1,200.00	1,200.00		1,200.00	
Municipal Court:					
Salaries and Wages	357,937.00	357,937.00	306,907.25	51,029.75	
Other Expenses	22,900.00	22,900.00	16,656.09	6,243.91	
Public Defender:					
Other Expenses	100.00	100.00		100.00	
General Liability Insurance	597,635.00	574,635.00	496,778.09	77,856.91	
Workers Compensation Insurance	381,983.00	381,983.00	313,214.22	68,768.78	
Employee Group Health Insurance	4,091,465.00	4,019,465.00	3,924,903.31	94,561.69	
Health Benefits Waiver	110,000.00	110,000.00	79,203.70	30,796.30	
Wellness Program	11,500.00	11,500.00	820.14	10,679.86	

TOWNSHIP OF RANDOLPH
CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2023
(Continued)

	Appropriations		Expended By		Unexpended Balance Cancelled
	Budget	Budget After Modification	Paid or Charged	Reserved	
Operations Within "CAPS" (Cont'd):					
Uniform Construction Code:					
Salaries and Wages	\$ 265,160.00	\$ 265,160.00	\$ 256,479.56	\$ 8,680.44	
Other Expenses	4,350.00	4,350.00	4,071.30	278.70	
Electrical Inspections	125,000.00	125,000.00	125,000.00		
Total Operations Within "CAPS"	26,182,848.00	26,162,709.00	24,099,626.19	2,063,082.81	
Contingent	100.00	100.00		100.00	
Total Operations Including Contingent Within "CAPS"	26,182,948.00	26,162,809.00	24,099,626.19	2,063,182.81	
Detail:					
Salaries and Wages	12,098,885.00	12,095,885.00	11,092,916.60	1,002,968.40	
Other Expenses	14,084,063.00	14,066,924.00	13,006,709.59	1,060,214.41	
Deferred Charges and Statutory Expenditures-					
Municipal within "CAPS":					
Statutory Expenditures:					
Contributions to:					
Public Employees' Retirement System	881,160.00	881,160.00	863,315.13	17,844.87	
Social Security System (O.A.S.I.)	597,848.00	607,848.00	601,330.50	6,517.50	
Police and Firemen's Retirement System of NJ	1,256,967.00	1,256,967.00	1,256,967.00		
Defined Contribution Retirement Program	19,699.00	19,699.00	13,473.06	6,225.94	
Total Deferred Charges and Statutory					
Expenditures - Municipal Within "CAPS"	2,755,674.00	2,765,674.00	2,735,085.69	30,588.31	
Total General Appropriations for Municipal					
Purposes Within "CAPS"	28,938,622.00	28,928,483.00	26,834,711.88	2,093,771.12	

TOWNSHIP OF RANDOLPH
CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2023
(Continued)

	Appropriations		Expended By		Unexpended Balance Cancelled
	Budget	Budget After Modification	Paid or Charged	Reserved	
Operations Excluded from "CAPS":					
Recycling Tax	\$ 37,000.00	\$ 37,000.00	\$ 37,000.00		
Garbage and Trash Removal and Disposal	17,001.00	17,001.00	17,001.00		
Recycling	189,225.00	189,225.00	189,225.00		
PFRS Contribution	80,870.00	80,870.00	80,870.00		
PFRS Contribution	77,494.00	77,494.00	77,494.00		
Municipal Library:					
Other Expenses	1,659,047.00	1,659,047.00	1,659,047.00		
Rockaway Valley Regional Sewerage Authority - Sewer Treatment:					
Other Expenses	1,400,000.00	1,250,000.00	821,606.00	\$ 428,394.00	
Morris Township - Sewer Treatment:					
Other Expenses	695,000.00	695,000.00	634,076.37	60,923.63	
Morris County MUA - Water Supply Services:					
Other Expenses	1,700,000.00	1,850,000.00	1,850,000.00		
Length of Service Award Program (LOSAP):					
Other Expenses	125,000.00	135,139.00	135,139.00		
Shared Service Agreements:					
Rockaway Borough - Health Service (N.J.S.A. 26:3-19)					
Salaries and Wages	132,000.00	132,000.00	132,000.00		
Roxbury Township - Health Services (N.J.S.A. 26:3-19)					
Salaries and Wages	72,000.00	72,000.00	72,000.00		
Roxbury Township Construction Official Services					
Other Expenses	90,000.00	90,000.00	89,434.00	566.00	

TOWNSHIP OF RANDOLPH
CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2023
(Continued)

	Appropriations		Expended By		Unexpended Balance Cancelled
	Budget	Budget After Modification	Paid or Charged	Reserved	
Operations Excluded from "CAPS": (Cont'd)					
Public and Private Programs Offset by Revenues:					
Municipal Alliance on Alcoholism and Drug Abuse:					
Other Expenses (N.J.S.A. 40A:4-87 + \$12,253.00)		\$ 12,253.00	\$ 12,253.00		
Drive Sober or Get Pulled Over:					
Salaries and Wages (N.J.S.A. 40A:4-87 + \$7,000.00)		7,000.00	7,000.00		
Lead Grant Assistance Program:					
Other Expenses (N.J.S.A. 40A:4-87 + \$5,500.00)		5,500.00	5,500.00		
NJDEP Stormwater Assistance Grant:					
Other Expenses (N.J.S.A. 40A:4-87 + \$25,000.00)		25,000.00	25,000.00		
Clean Communities:					
Other Expenses (N.J.S.A. 40A:4-87 + \$67,813.49)		67,813.49	67,813.49		
NJ Body Armor Grant - Other Expenses	\$ 2,380.10	2,380.10	2,380.10		
NJACCHO Health Grant:					
Salaries and Wages (N.J.S.A. 40A:4-87 + \$346,849.00)	345,508.00	692,357.00	692,357.00		
National Opioids Settlement - Other Expenses	30,027.79	30,027.79	30,027.79		
Private Well Outreach Program:					
Other Expenses (N.J.S.A. 40A:4-87 + \$6,000.00)		6,000.00	6,000.00		
Distracted Driving Grant:					
Salaries and Wages (N.J.S.A. 40A:4-87 + \$8,750.00)		8,750.00	8,750.00		
Recycling Tonnage Grant - Other Expenses	71,400.20	71,400.20	71,400.20		
	6,723,953.09	7,213,257.58	6,723,373.95	\$ 489,883.63	
Total Operations Excluded from "CAPS"					
Detail:					
Salaries and Wages	549,508.00	912,107.00	912,107.00		
Other Expenses	6,174,445.09	6,301,150.58	5,811,266.95	489,883.63	

TOWNSHIP OF RANDOLPH
CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2023
(Continued)

	Appropriations		Expended By		Unexpended Balance Cancelled
	Budget	Budget After Modification	Paid or Charged	Reserved	
Capital Improvements - Excluded from "CAPS": (Cont'd)					
Capital Improvement Fund	\$ 2,899,000.00	\$ 2,899,000.00	\$ 2,899,000.00		
Capital Improvements:					
DPW Equipment	25,000.00	25,000.00	24,879.60	\$ 120.40	
Buildings & Grounds Improvements and Equipment	45,000.00	45,000.00	35,939.85	9,060.15	
Parks Department Equipment	18,000.00	18,000.00	15,593.00	2,407.00	
Police Department Vehicles and Equipment	145,000.00	145,000.00	144,922.86	77.14	
Water Meter Replacements	98,650.00	98,650.00	94,000.00	4,650.00	
Rescue Squad Equipment	29,000.00	29,000.00	29,000.00		
Fire Department Equipment	17,500.00	17,500.00	17,500.00		
Total Capital Improvements Excluded from "CAPS"	3,277,150.00	3,277,150.00	3,260,835.31	16,314.69	
Municipal Debt Service Excluded from "CAPS":					
Payment of Bond Principal	980,000.00	980,000.00	980,000.00		\$ 1.25
Interest on Bonds	391,225.00	391,225.00	391,223.75		
Total Municipal Debt Service Excluded from "CAPS"	1,371,225.00	1,371,225.00	1,371,223.75		1.25
Total General Appropriations for					
Municipal Purposes Excluded from "CAPS"	11,372,328.09	11,861,632.58	11,355,433.01	506,198.32	1.25
Subtotal General Appropriations	40,310,950.09	40,790,115.58	38,190,144.89	2,599,969.44	1.25
Reserve for Uncollected Taxes	2,722,355.00	2,722,355.00	2,722,355.00		
Total General Appropriations	\$ 43,033,305.09	\$ 43,512,470.58	\$ 40,912,499.89	\$ 2,599,969.44	\$ 1.25

Ref.

A

TOWNSHIP OF RANDOLPH
CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2023
(Continued)

	<u>Ref.</u>	<u>Analysis of</u>	
		<u>Budget After</u>	<u>Paid or</u>
		<u>Modification</u>	<u>Charged</u>
Adopted Budget		\$ 43,033,305.09	
Appropriation by N.J.S.A. 40A:4-87		<u>479,165.49</u>	
		<u>\$ 43,512,470.58</u>	
Cash Disbursed			\$ 36,500,235.29
Reserve for Uncollected Taxes			2,722,355.00
Encumbrances	A		1,682,871.46
Due to:			
Federal and State Grant Fund			<u>928,481.58</u>
			41,833,943.33
Less: Prior Year Prepaid Retiree Medical Premiums			33,465.40
Less: Appropriation Refunds			<u>887,978.04</u>
			<u>\$ 40,912,499.89</u>

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS
ARE AN INTEGRAL PART OF THIS STATEMENT

TOWNSHIP OF RANDOLPH
COUNTY OF MORRIS
2023
TRUST FUNDS

TOWNSHIP OF RANDOLPH
TRUST FUNDS
COMPARATIVE BALANCE SHEET - REGULATORY BASIS

		December 31,	
	Ref.	2023	2022
<u>ASSETS</u>			
Animal Control Fund:			
Cash and Cash Equivalents	B-4	\$ 76,827.65	\$ 33,404.72
Due from Current Fund	A		35,490.00
	B-4	<u>76,827.65</u>	<u>68,894.72</u>
Assessment Trust Fund:			
Cash and Cash Equivalents	B-4	636,373.29	644,971.07
Assessments Receivable	B-6	159,781.25	230,586.48
		<u>796,154.54</u>	<u>875,557.55</u>
Unemployment Insurance Fund:			
Cash and Cash Equivalents	B-4	<u>164,071.91</u>	<u>160,803.38</u>
Long-Term Disability Fund:			
Cash and Cash Equivalents	B-4	<u>51,229.32</u>	<u>49,054.66</u>
Drug Enforcement Fund:			
Federal:			
Cash and Cash Equivalents	B-4	<u>29.95</u>	<u>29.95</u>
State:			
Cash and Cash Equivalents	B-4	<u>22,196.07</u>	<u>19,775.57</u>
Housing Trust Fund:			
Cash and Cash Equivalents	B-4	<u>506,523.16</u>	<u>340,714.78</u>
Open Space Trust Fund:			
Cash and Cash Equivalents	B-4	<u>809,722.17</u>	<u>827,724.48</u>
Other Trust Funds:			
Cash and Cash Equivalents	B-4	<u>2,717,932.78</u>	<u>2,622,835.64</u>
TOTAL ASSETS		<u>\$ 5,144,687.55</u>	<u>\$ 4,965,390.73</u>

LIABILITIES, RESERVES AND FUND BALANCE

Animal Control Fund:			
Due to State Board of Health			\$ 309.60
Reserve for International Fund for Animal Welfare Grant		\$ 5,784.14	5,784.14
Reserve for Animal Control Expenditures	B-8	<u>71,043.51</u>	<u>62,800.98</u>
		<u>76,827.65</u>	<u>68,894.72</u>

TOWNSHIP OF RANDOLPH
TRUST FUNDS
COMPARATIVE BALANCE SHEET - REGULATORY BASIS
(Continued)

<u>LIABILITIES, RESERVES AND FUND BALANCE</u>	<u>Ref.</u>	<u>December 31,</u>	
		<u>2023</u>	<u>2022</u>
Assessment Trust Fund:			
Unallocated Interest Payable		\$ 0.98	\$ 0.25
Due Shongum Lake Association - NJ Wastewater Trust Loan		238,204.31	317,608.05
Due Shongum Lake Association		28,683.04	28,683.04
Reserve for Unpaid Assessment - Shongum Dam		4,000.00	4,000.00
Reserve for Assessment Receivable	B-7	84,449.81	111,861.86
Fund Balance	B-1a	440,816.40	413,404.35
		<u>796,154.54</u>	<u>875,557.55</u>
Unemployment Insurance Fund:			
Reserve for Unemployment Insurance		<u>164,071.91</u>	<u>160,803.38</u>
Long-Term Disability Fund:			
Reserve for Long-Term Disability		<u>51,229.32</u>	<u>49,054.66</u>
Drug Enforcement Fund:			
Federal - Reserve for Drug Enforcement		<u>29.95</u>	<u>29.95</u>
State - Reserve for Drug Enforcement		<u>22,196.07</u>	<u>19,775.57</u>
Housing Trust Fund:			
Reserve for Housing Trust		<u>506,523.16</u>	<u>340,714.78</u>
Open Space Trust Fund:			
Reserve for Open Space Trust		<u>809,722.17</u>	<u>827,724.48</u>
Other Trust Funds:			
Premiums on Tax Sale		664,300.00	769,800.00
Performance Bonds and Street Opening Deposits		707,388.26	690,302.83
Reserve for Parking Offense Adjudication Act		3,262.82	3,148.82
Reserve for Special Deposits		183,808.89	179,605.37
Reserve for Public Defender		27,387.87	20,834.91
Reserve for Tree Bank Fund		154,591.99	71,052.56
Reserve for Police Special Detail		7,093.25	35,463.13
Reserve for Third Party Liens		8.01	51,956.28
Reserve for Storm Recovery		639,738.40	592,253.36
Reserve for Accumulated Retirement Leave		330,352.29	208,417.38
Fund Balance	B-1	<u>1.00</u>	<u>1.00</u>
		<u>2,717,932.78</u>	<u>2,622,835.64</u>
TOTAL LIABILITIES, RESERVES AND FUND BALANCE		<u>\$ 5,144,687.55</u>	<u>\$ 4,965,390.73</u>

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS
ARE AN INTEGRAL PART OF THIS STATEMENT

TOWNSHIP OF RANDOLPH
OTHER TRUST FUNDS
STATEMENT OF FUND BALANCE - REGULATORY BASIS

	<u>Ref.</u>	
Balance December 31, 2022	B	<u>\$ 1.00</u>
Balance December 31, 2023	B	<u><u>\$ 1.00</u></u>

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS
ARE AN INTEGRAL PART OF THIS STATEMENT

TOWNSHIP OF RANDOLPH
ASSESSMENT TRUST FUND
STATEMENT OF FUND BALANCE - REGULATORY BASIS

	<u>Ref.</u>	
Balance December 31, 2022	B	\$ 413,404.35
Increased by:		
Collection of Unpledged Assessments		<u>27,412.05</u>
Balance December 31, 2023	B	<u>\$ 440,816.40</u>

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS
 ARE AN INTEGRAL PART OF THIS STATEMENT

TOWNSHIP OF RANDOLPH
ASSESSMENT TRUST FUND
STATEMENT OF REVENUE - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2023

NOT APPLICABLE

ASSESSMENT TRUST FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2023

NOT APPLICABLE

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS
ARE AN INTEGRAL PART OF THIS STATEMENT

TOWNSHIP OF RANDOLPH
COUNTY OF MORRIS
2023
GENERAL CAPITAL FUND

TOWNSHIP OF RANDOLPH
GENERAL CAPITAL FUND
COMPARATIVE BALANCE SHEET - REGULATORY BASIS

<u>ASSETS</u>	<u>Ref.</u>	December 31,	
		<u>2023</u>	<u>2022</u>
Cash and Cash Equivalents	C-2	\$ 8,301,479.38	\$ 9,219,162.93
NJ Department of Transportation Grant Receivable		327,033.40	601,602.22
Due from Denville Township			1,703.33
Due from Rockaway Township			1,703.33
Deferred Charges to Future Taxation:			
Funded		16,410,000.00	17,760,000.00
Unfunded	C-4	<u>4,802,150.00</u>	<u>4,223,150.00</u>
TOTAL ASSETS		<u><u>\$ 29,840,662.78</u></u>	<u><u>\$ 31,807,321.81</u></u>
 <u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
General Serial Bonds Payable	C-8	\$ 16,410,000.00	\$ 17,760,000.00
Improvement Authorizations:			
Funded	C-5	10,487,680.70	11,570,195.67
Unfunded	C-5	1,727,490.09	1,337,108.76
Capital Improvement Fund	C-6	478,020.30	343,198.71
Reserve for:			
Payment of Debt Service		129,176.67	161,677.47
In Lieu of Bikeway/Trails/Sidewalks		29,612.50	56,592.50
Preliminary Costs - Municipal Improvements		2,000.00	2,000.00
Preliminary Costs - Sewer Design		2,526.68	2,526.68
Fund Balance	C-1	<u>574,155.84</u>	<u>574,022.02</u>
TOTAL LIABILITIES, RESERVES AND FUND BALANCE		<u><u>\$ 29,840,662.78</u></u>	<u><u>\$ 31,807,321.81</u></u>

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS
ARE AN INTEGRAL PART OF THIS STATEMENT

TOWNSHIP OF RANDOLPH
GENERAL CAPITAL FUND
STATEMENT OF FUND BALANCE - REGULATORY BASIS

	<u>Ref.</u>	
Balance December 31, 2022	C	\$ 574,022.02
Increased by:		
Cancellation of Improvement Authorizations		<u>133.82</u>
Balance December 31, 2023	C	<u><u>\$ 574,155.84</u></u>

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS
 ARE AN INTEGRAL PART OF THIS STATEMENT

TOWNSHIP OF RANDOLPH
COUNTY OF MORRIS
2023
SWIMMING POOL UTILITY FUND

TOWNSHIP OF RANDOLPH
SWIMMING POOL UTILITY FUND
COMPARATIVE BALANCE SHEET - REGULATORY BASIS

		December 31,	
	<u>Ref.</u>	<u>2023</u>	<u>2022</u>
<u>ASSETS</u>			
Operating Fund:			
Cash and Cash Equivalents	D-4	\$ 958.91	\$ 918.23
Total Operating Fund		958.91	918.23
TOTAL ASSETS		<u>\$ 958.91</u>	<u>\$ 918.23</u>
<u>LIABILITIES AND FUND BALANCE</u>			
Operating Fund:			
Fund Balance	D-1	\$ 958.91	\$ 918.23
Total Operating Fund		958.91	918.23
TOTAL LIABILITIES AND FUND BALANCE		<u>\$ 958.91</u>	<u>\$ 918.23</u>

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS
ARE AN INTEGRAL PART OF THIS STATEMENT

TOWNSHIP OF RANDOLPH
SWIMMING POOL UTILITY FUND
COMPARATIVE STATEMENT OF OPERATIONS AND CHANGE IN FUND BALANCE
REGULATORY BASIS

		Year Ended December 31,	
	<u>Ref.</u>	<u>2023</u>	<u>2022</u>
<u>Revenue and Other Income Realized</u>			
Miscellaneous Revenue Not Anticipated		\$ 40.68	\$ 11.49
Total Income		40.68	11.49
Excess in Revenue		40.68	11.49
<u>Fund Balance</u>			
Balance January 1		918.23	906.74
Balance December 31	D	\$ 958.91	\$ 918.23

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS
 ARE AN INTEGRAL PART OF THIS STATEMENT

TOWNSHIP OF RANDOLPH
SWIMMING POOL UTILITY FUND
STATEMENT OF REVENUE - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2023

	<u>Anticipated</u>	<u>Realized</u>	<u>Excess</u>
Miscellaneous Revenue Not Anticipated	\$ - 0 -	\$ 40.68	\$ 40.68
	<u>\$ - 0 -</u>	<u>\$ 40.68</u>	<u>\$ 40.68</u>

Miscellaneous Revenue Not Anticipated:

Interest on Investments

\$ 40.68

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS
 ARE AN INTEGRAL PART OF THIS STATEMENT

TOWNSHIP OF RANDOLPH
SWIMMING POOL UTILITY OPERATING FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2023

NOT APPLICABLE

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS
ARE AN INTEGRAL PART OF THIS STATEMENT

TOWNSHIP OF RANDOLPH
COUNTY OF MORRIS
2023
PUBLIC ASSISTANCE FUND

TOWNSHIP OF RANDOLPH
PUBLIC ASSISTANCE FUND
COMPARATIVE BALANCE SHEET - REGULATORY BASIS

		December 31,	
	<u>Ref.</u>	<u>2023</u>	<u>2022</u>
<u>ASSETS</u>			
Cash and Cash Equivalents	E-1	\$ 9,485.57	\$ 9,513.81
TOTAL ASSETS		<u>\$ 9,485.57</u>	<u>\$ 9,513.81</u>
<u>RESERVES</u>			
Reserve for Public Assistance Expenditures		<u>\$ 9,485.57</u>	<u>\$ 9,513.81</u>
TOTAL RESERVES		<u>\$ 9,485.57</u>	<u>\$ 9,513.81</u>

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS
ARE AN INTEGRAL PART OF THIS STATEMENT

TOWNSHIP OF RANDOLPH
COUNTY OF MORRIS

2023

GENERAL FIXED ASSETS ACCOUNT GROUP

TOWNSHIP OF RANDOLPH
GENERAL FIXED ASSETS ACCOUNT GROUP
COMPARATIVE BALANCE SHEET - REGULATORY BASIS

	December 31,	
	2023	2022
<u>ASSETS</u>		
Land	\$ 35,461,000.00	\$ 35,461,000.00
Buildings	18,062,637.00	16,612,970.00
Machinery, Equipment and Vehicles	19,872,489.99	18,639,664.49
<u>TOTAL ASSETS</u>	<u>\$ 73,396,126.99</u>	<u>\$ 70,713,634.49</u>
 <u>RESERVES</u>		
Investment in General Fixed Assets	<u>\$ 73,396,126.99</u>	<u>\$ 70,713,634.49</u>
<u>TOTAL RESERVES</u>	<u>\$ 73,396,126.99</u>	<u>\$ 70,713,634.49</u>

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS
ARE AN INTEGRAL PART OF THIS STATEMENT

TOWNSHIP OF RANDOLPH
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2023

Note 1: Summary of Significant Accounting Policies

A. Reporting Entity

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

Governmental Accounting Standards Board ("GASB") Codification Section 2100, "Defining the Financial Reporting Entity" establishes standards to determine whether a governmental component unit should be included in the financial reporting entity. Component units are legally separate organizations for which the elected officials of the primary government are financially accountable. In addition, component units can be other organizations for which the nature and significance of their relationship with a primary government are such that exclusion would cause the reporting entity's financial statements to be misleading. The primary government is financially accountable if it appoints a voting majority of the organization's governing body and (1) it is able to impose its will on that organization or (2) there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the primary government. A legally separate, tax-exempt organization should be reported as a component unit of a reporting entity if all of the following criteria are met: (1) The economic resources received or held by the separate organization are entirely or almost entirely for the direct benefit of the primary government, its component units, or its constituents. (2) The primary government, or its component units, is entitled to, or has the ability to otherwise access, a majority of the economic resources received or held by the separate organization. (3). The economic resources received or held by an individual organization that the specific primary government, or its component units, is entitled to, or has the ability to otherwise access, are significant to that primary government. As the financial reporting entity was established in accordance with New Jersey statutes, the requirements of GASB Codification Section 2100 were not followed and, accordingly, the reporting entity could be different from accounting principles generally accepted in the United States of America.

B. Description of Funds

The accounting policies of the Township of Randolph conform to the accounting practices applicable to municipalities which have been prescribed or permitted by the Division of Local Government Services, Department of Community Affairs, State of New Jersey (the "Division"). Such practices are designed primarily for determining compliance with legal provisions and budgetary restrictions and as a means of reporting on the stewardship of public officials with respect to public funds. Under this method of accounting, the Township of Randolph accounts for its financial transactions through the following separate funds:

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

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

TOWNSHIP OF RANDOLPH
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2023
(Continued)

Note 1: Summary of Significant Accounting Policies (Cont'd)

B. Description of Funds (Cont'd)

Assessment Trust Fund – Resources and expenditures for payment for Assessment Trust Fund debt.

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

Swimming Pool Utility Fund – Accounts for the operations and acquisition of capital facilities of the municipally owned swimming pool.

Public Assistance Fund – Receipt and disbursement of funds that provide assistance to certain residents of the municipality pursuant to Title 44 of New Jersey statutes. The operations of the State funded General Assistance Program were transferred to the County of Morris in a prior year.

General Fixed Assets Account Group – These accounts were established with estimated values of land, building and certain fixed assets of the Township as discussed in Note 1E.

C. Basis of Accounting

Basis of accounting refers to when revenue and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

The more significant accounting policies in New Jersey follow.

Revenue is recorded when received in cash except for certain amounts which may be due from the State of New Jersey and for the prepayment of future year's revenue. Grant revenue is realized in the operating funds when it is budgeted and in the capital funds when improvements are authorized. The amounts recorded as property taxes receivable have not been included in revenue. Amounts that are due to the municipality, which are susceptible of accrual, are recorded as receivables with offsetting reserves in the Current Fund.

Expenditures are charged to operations based on budgeted amounts. Exceptions to this general rule include:

1. Accumulated unpaid vacation, sick pay and other employee amounts are not accrued.
2. Prepaid expenses, such as insurance premiums applicable to subsequent periods, are charged to current budget appropriations in total.
3. Principal and interest on long-term debt are recognized when due.

Expenditures, if any, in excess of appropriations, appropriation reserves or ordinances become deferred charges which must be raised by future taxes. Outstanding encumbrances at December 31 are reported as a cash liability in the financial statements and constitute part of the statutory appropriation reserve balance. Appropriation reserves covering unexpended appropriation balances are automatically created at December 31 of each year and recorded as liabilities, except for amounts which may be cancelled 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.

TOWNSHIP OF RANDOLPH
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2023
(Continued)

Note 1: Summary of Significant Accounting Policies (Cont'd)

C. Basis of Accounting (Cont'd)

Had the Township's financial statements been prepared under accounting principles generally accepted in the United States of America, encumbrances would not be considered as expenditures; appropriation reserves would not be recorded; revenue susceptible to accrual would have been reflected without offsetting reserves; Federal and State grants and assistance would be recognized when earned, not when awarded and inventories would not be reflected as expenditures at the time of purchase, investments would generally be stated at fair value, lease assets and payables as well as the related expenses would be recorded for leases for which the Township is a lessee, lease receivables and deferred lease resources as well as the related revenue would be recorded for leases for which the Township is a lessor, financed purchases payable would be recorded for financed purchase agreements under which the Township acquires and owns a fixed asset and the Township's net OPEB liability and net pension liability and related deferred inflows and outflows, where applicable, would be recorded.

The cash basis of accounting is followed in the Other Trust Funds and Capital Funds.

- D. Deferred Charges to Future Taxation – The General Capital Fund balance sheet includes both funded and unfunded deferred charges. Funded means that bonds have been issued and are being paid off on a serial basis. Unfunded means that debt has been authorized but not permanently financed. A municipality can eliminate an unfunded deferred charge by raising it in the budget, by collecting a grant, by selling bonds, by issuing loans or through financed purchases agreements.

E. Other Significant Accounting Policies Include:

Management Estimates – The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

Cash and Cash Equivalents – Amounts include petty cash, change funds, amounts on deposit, and short-term investments with original maturities of three months or less.

Investments – Investments are stated at cost.

Grants Receivable – Grants receivable represent total grant awards less amounts collected to date. Because the amount of grants funds to be collected are dependent on the total costs eligible for reimbursement, the actual amount collected may be less than the total amount awarded.

Allowance for Uncollectible Accounts – No allowance for uncollectible accounts has been recorded as all amounts are considered collectible.

Compensated Absences – Expenditures relating to unused vested accumulated vacation and sick pay are not recorded until paid.

Foreclosed Property – Foreclosed property is recorded in the Current Fund at the assessed valuation when such property was acquired and is fully reserved.

TOWNSHIP OF RANDOLPH
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2023
(Continued)

Note 1: Summary of Significant Accounting Policies (Cont'd)

E. Other Significant Accounting Policies Include: (Cont'd)

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.

Inventories of Supplies – The costs of inventories of supplies for all funds are recorded as expenditures at the time individual items are purchased. The costs of inventories are not included on the various balance sheets.

General Fixed Assets Account Group – General fixed assets are recorded at historical cost or estimated historical cost. Infrastructure assets are not included in general fixed assets, as per state directive. Major renewals and betterments are charged to the asset accounts; maintenance and minor repairs and replacements, which do not improve or extend the lives of the respective assets, are expensed currently. Donated fixed assets are valued at their fair market value on the date donated. No depreciation has been provided on general fixed assets.

The total value recorded for general fixed assets is offset by an “Investment in General Fixed Assets.” When properties are retired or otherwise disposed of, the asset and the reserve are adjusted accordingly.

Assets recorded in the General Fixed Assets Account Group may also be recorded in the Current Fund and General Capital Fund. The values recorded in the General Fixed Assets Account Group and the Current and General Capital Funds may not always agree due to differences in valuation methods, timing of recognition of assets, and the recognition of infrastructures. Fixed assets are reviewed for impairment.

- F. Budget/Budgetary Control – Annual appropriated budgets are usually prepared in the first quarter for the Current operating and Open Space Trust Funds. The budgets are submitted to the governing body and the Division of Local Government Services. Budgets are prepared using the cash basis of accounting. The legal level of budgetary control is established at the line item accounts within each fund. Line-item accounts are defined as the lowest (most specific) level of detail as established pursuant to the flexible chart of accounts referenced in N.J.S.A. 40A. All budget amendments/transfers must be approved by the Township during the year.

Note 2: Long-Term Debt

The Local Bond Law governs the issuance of bonds to finance general Township capital expenditures. All bonds are retired in serial installments within the statutory period of usefulness. All bonds issued by the Township are general obligation bonds. The Township’s full faith and credit and taxing power has been pledged to the payment of the general obligation debt principal and interest.

TOWNSHIP OF RANDOLPH
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2023
(Continued)

Note 2: Long-Term Debt (Cont'd)

Summary of Municipal Debt

	December 31,		
	2023	2022	2021
<u>Issued</u>			
General:			
Bonds	\$ 16,410,000	\$ 17,760,000	\$ 19,095,000
Total Issued	16,410,000	17,760,000	19,095,000
Less: Funds Temporarily Held to Pay Bonds			
Reserve to Pay Debt Service	129,177	161,677	80,273
Total Deductions	129,177	161,677	80,273
Net Debt Issued	16,280,823	17,598,323	19,014,727
<u>Authorized but not Issued:</u>			
General:			
Bonds and Notes	4,802,150	4,223,150	3,143,350
Net Bonds, and Notes Issued and Authorized but not Issued	\$ 21,082,973	\$ 21,821,473	\$ 22,158,077

Summary of Municipal Debt Issued and Outstanding – Prior Year

	Balance 12/31/2021	Additions	Retirements	Balance 12/31/2022
General Capital Fund:				
Serial Bonds	\$ 19,095,000		\$ 1,335,000	\$ 17,760,000
Total	\$ 19,095,000	\$ - 0 -	\$ 1,335,000	\$ 17,760,000

Summary of Municipal Debt Issued and Outstanding – Current Year

	Balance 12/31/2022	Additions	Retirements	Balance 12/31/2023
General Capital Fund:				
Serial Bonds	\$ 17,760,000		\$ 1,350,000	\$ 16,410,000
Total	\$ 17,760,000	\$ - 0 -	\$ 1,350,000	\$ 16,410,000

TOWNSHIP OF RANDOLPH
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2023
(Continued)

Note 2: Long-Term Debt (Cont'd)

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 .427%.

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
Local School District Debt	\$ 26,855,000	\$ 26,855,000	
General Debt	<u>21,212,150</u>	<u>129,177</u>	<u>\$ 21,082,973</u>
	<u>\$ 48,067,150</u>	<u>\$ 26,984,177</u>	<u>\$ 21,082,973</u>

Net Debt \$21,082,973 divided by Equalized Valuation Basis per N.J.S. 40A:2-2 as amended, \$4,933,799,184.33 = .427%.

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

3-1/2% Average Equalized Valuation of Real Property	\$ 172,682,971
Net Debt	<u>21,082,973</u>
Remaining Borrowing Power	<u>\$ 151,599,998</u>

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

Schedule of Annual Debt Service for Principal and Interest for the Next Five Years and Thereafter for Bonded Debt Issued and Outstanding

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 1,365,000.00	\$ 506,843.74	\$ 1,871,843.74
2025	1,380,000.00	465,893.74	1,845,893.74
2026	1,390,000.00	418,393.74	1,808,393.74
2027	1,405,000.00	376,693.74	1,781,693.74
2028	1,420,000.00	334,543.74	1,754,543.74
2029-2033	7,135,000.00	1,025,231.20	8,160,231.20
2034-2036	<u>2,315,000.00</u>	<u>148,687.50</u>	<u>2,463,687.50</u>
	<u>\$ 16,410,000.00</u>	<u>\$ 3,276,287.40</u>	<u>\$ 19,686,287.40</u>

TOWNSHIP OF RANDOLPH
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2023
(Continued)

Note 2: Long-Term Debt (Cont'd)

Analysis of Debt Issued and Outstanding at December 31, 2023

General Capital Fund - Serial Bonds

Purpose	Final Maturity	Interest Rate	Balance Dec. 31, 2023
General Improvement Bonds of 2015	02/01/36	3.00% - 3.25%	\$ 10,140,000.00
General Improvement Bonds of 2018	10/15/33	3.00% - 4.00%	<u>6,270,000.00</u>
Total Serial Bonds			<u>\$ 16,410,000.00</u>

Note 3: Fund Balance Appropriated

Fund balance at December 31, 2023 included in the Current Fund adopted budget for the year ending December 31, 2024, is \$7,398,207.

Note 4: Local School District Taxes

Regulations provide for the deferral of not more than 50% of the annual levy when school taxes are raised for a school year and have not been requisitioned by the school district. The Township has elected not to defer school taxes.

Note 5: Pension Plans

Township employees participate in one of the two contributory, defined benefit public employee retirement systems: the State of New Jersey Public Employee's Retirement System (PERS) or the State of New Jersey Police and Firemen's Retirement System (PFRS); or the Defined Contribution Retirement Program (DCRP), a tax-qualified defined contribution money purchase pension plan under Internal Revenue Code (IRC) 401(a).

A. Public Employees' Retirement System (PERS)

Plan Description

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

TOWNSHIP OF RANDOLPH
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2023
(Continued)

Note 5: Pension Plans (Cont'd)

A. Public Employees' Retirement System (PERS) (Cont'd)

Benefits Provided

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

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

Service retirement benefits of 1/55th of final average salary for each year of service credit is available to Tiers 1 and 2 members upon reaching age 60 and to Tier 3 members upon reaching age 62. Service retirement benefits of 1/60th of final average salary for each year of service credit is available to Tier 4 members upon reaching age 62 and to Tier 5 members upon reaching age 65. Early retirement benefits are available to Tiers 1 and 2 members before reaching age 60, to Tiers 3 and 4 before age 62 with 25 or more years of service credit and Tier 5 with 30 or more years of service credit before age 65. Benefits are reduced by a fraction of a percent for each month that a member retires prior to the age at which a member can receive full early retirement benefits in accordance with their respective tier.

Tier 1 members can receive an unreduced benefit from age 50 to age 60 if they have at least 25 years of service. Deferred retirement is available to members who have at least 10 years of service credit and have not reached the service retirement age for the respective tier.

Contributions

The contribution policy for PERS is set by N.J.S.A. 43:15A and requires contributions by active members and contributing members. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount, which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. Funding for noncontributory group insurance benefits is based on actual claims paid.

The local employers' contribution amounts are based on an actuarially determined rate which includes the normal cost and unfunded accrued liability. Chapter 19, P.L. 2009 provided an option for local employers of PERS to contribute 50% of the normal and accrued liability contribution amounts certified for payments due in State fiscal year 2009. Such employers will be credited with the full payment and any such amounts will not be included in their unfunded liability. The actuaries will determine the unfunded liability of those retirement systems, by employer, for the reduced normal and accrued liability contributions provided under this law.

TOWNSHIP OF RANDOLPH
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2023
(Continued)

Note 5: Pension Plans (Cont'd)

A. Public Employees' Retirement System (PERS) (Cont'd)

Contributions (Cont'd)

This unfunded liability will be paid by the employer in level annual payments over a period of 15 years, beginning with the payments due in the fiscal year ended June 30, 2012 and are adjusted by the rate of return on the actuarial value of assets. Township contributions to PERS amounted to \$940,809 for 2023. During the fiscal year ended June 30, 2022, the State of New Jersey contributed \$26,571 to the PERS for normal pension benefits on behalf of the Township.

The employee contribution rate was 7.50% effective July 1, 2018.

Special Funding Situation

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

Pension Liabilities and Pension Expense

At June 30, 2022, the Township's liability was \$12,628,524 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2021 which was rolled forward to June 30, 2022. 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 members, actuarially determined. At June 30, 2022, the Township's proportion was .0837%, which was an increase of 0.003% from its proportion measured as of June 30, 2021.

The Township has rolled forward the net pension liability as of June 30, 2022 with no adjustments. The State of New Jersey Public Employees' Retirement System (PERS) valuation cycle is July 1 instead of December 31. The roll forward methodology puts them a year in arrears in terms of valuation. The Division of Local Government Services, Department of Community Affairs, State of New Jersey is permitting municipalities and counties to include the June 30, 2022 information in the Notes to the Financial Statements as the June 30, 2023 information has not been released as of the date of this audit.

TOWNSHIP OF RANDOLPH
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2023
(Continued)

Note 5: Pension Plans (Cont'd)

A. Public Employees' Retirement System (PERS) (Cont'd)

Pension Liabilities and Pension Expense (Cont'd)

There was no state proportionate share of net pension liability attributable to the Township as of June 30, 2022.

For the year ended December 31, 2023, the Township recognized actual pension expense in the amount of \$940,809.

Actuarial Assumptions

The collective total pension liability for the June 30, 2022 measurement date was determined by an actuarial valuation as of July 1, 2021 which was rolled forward to June 30, 2022. This actuarial valuation used the following actuarial assumptions:

Inflation Rate:	
Price	2.75%
Wage	3.25%
Salary Increases	2.75 – 6.55% based on years of service
Investment Rate of Return	7.00%

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

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

Long Term Expected Rate of Return

In accordance with State statute, the long-term expected rate of return on pension plan investments (7.00% at June 30, 2022) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the Board of Trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined

TOWNSHIP OF RANDOLPH
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2023
(Continued)

Note 5: Pension Plans (Cont'd)

A. Public Employees' Retirement System (PERS) (Cont'd)

Long Term Expected Rate of Return (Cont'd)

to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in PERS' target asset allocation as of June 30, 2022 are summarized in the following table.

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

Discount Rate

The discount rate used to measure the total pension liability was 7.00% as of June 30, 2022. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers and the nonemployer contributing entity will be based upon 100% of the actuarially determined contributions for the State employer and 100% of actuarially determined contributions for the local employers. Based on those assumptions, the plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all projected benefit payments to determine the total pension liability.

TOWNSHIP OF RANDOLPH
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2023
(Continued)

Note 5: Pension Plans (Cont'd)

A. Public Employees' Retirement System (PERS) (Cont'd)

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 collective net pension liability as of June 30, 2022 calculated using the discount rate as disclosed below, as well as what the Township's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	June 30, 2022		
	At 1% Decrease (6.00%)	At Current Discount Rate (7.00%)	At 1% Increase (8.00%)
Township's proportionate share of the Net Pension Liability	\$ 16,223,954	\$ 12,628,524	\$ 9,568,668

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the separately issued PERS financial statements.

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

Plan Description

The State of New Jersey Police and Firemen's Retirement System (PFRS) is a cost-sharing multiple-employer defined benefit pension plan administered by the State of New Jersey Division of Pensions and Benefits (the Division). For additional information about the PFRS, please refer to the Division's annual financial statements which can be found at www.state.nj.us/treasury/pensions/annual-reports.shtml.

Benefits Provided

The vesting and benefit provisions are set by N.J.S.A. 43:16A. The PFRS provides retirement, death and disability benefits. All benefits vest after ten years of service, except for disability benefits, which vest after 4 years of service.

The following represents the membership tiers for PFRS:

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

TOWNSHIP OF RANDOLPH
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2023
(Continued)

Note 5: Pension Plans (Cont'd)

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

Benefits Provided (Cont'd)

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

Contributions

The contribution policy for PFRS is set by N.J.S.A. 43:16A and requires contributions by active members and contributing members. 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 costs and unfunded accrued liability. For fiscal year 2022, the State contributed an amount more than the actuarially determined amount.

The Local employers' contribution amounts are based on an actuarially determined rate, which includes the normal cost and unfunded accrued liability. Chapter 19, P.L. 2009 provided an option for local employers of PFRS to contribute 50% of the normal and accrued liability contribution amounts certified for payments due in State fiscal year 2009. Such employers will be credited with the full payment and any such amounts will not be included in their unfunded liability. The actuaries will determine the unfunded liability of the retirement system, by employer, for the reduced normal and accrued liability contributions provided under this law. This unfunded liability will be paid by the employer in level annual amounts over a period of 15 years, beginning with the payments due in the fiscal year ended June 30, 2012 and will be adjusted by the rate of return on the actuarial value of the assets.

Special Funding Situation

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

TOWNSHIP OF RANDOLPH
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2023
(Continued)

Note 5: Pension Plans (Cont'd)

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

Special Funding Situation (Cont'd)

Township contributions to PFRS amounted to \$1,337,837. for the year ended December 31, 2023. During the fiscal year ended June 30, 2022, the State of New Jersey contributed \$260,881 to the PFRS for normal pension benefits on behalf of the Township, which is more than the contractually required contribution of \$241,767.

The employee contributions for PFRS are 10.00% of employees' annual compensation, as defined.

Pension Liabilities and Pension Expense

At June 30, 2022, the Township's liability for its proportionate share of the net pension liability was \$11,774,495. The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2021 which was rolled forward to June 30, 2022. 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 members, actuarially determined. At June 30, 2022, the Township's proportion was .1028%, which was a decrease of .0013% from its proportion measured as of June 30, 2021. The Township has rolled forward the net pension liability as of June 30, 2022 with no adjustments. The State of New Jersey Police and Firemen's Retirement System (PFRS)' valuation cycle is July 1 instead of December 31. The roll forward methodology puts them a year in arrears in terms of valuation. The Division of Local Government Services, Department of Community Affairs, State of New Jersey is permitting municipalities and counties to include the June 30, 2022 information in the Notes to the Financial Statements as the June 30, 2023 information has not been released as of the date of this audit.

Additionally, the State's proportionate share of the net pension liability attributable to the Township is \$2,095,515 as of June 30, 2022. The net pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2021 which was rolled forward to June 30, 2022. The State's proportionate share of the net pension liability associated with the Township was based on a projection of the Township's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined. At June 30, 2022, the State's proportion was .1028%, which was a decrease of .0013% from its proportion measured as of June 30, 2021 which is the same proportion as the Township's. The Township has rolled forward the net pension liability as of June 30, 2022 with no adjustments. The State of New Jersey Police and Firemen's Retirement System (PFRS)' valuation cycle is July 1 instead of December 31. The roll forward methodology puts them a year in arrears in terms of valuation.

Township's Proportionate Share of the Net Pension Liability	\$ 11,774,495
State's Proportionate Share of the Net Pension Liability Associated with the Township	<u>2,095,515</u>
Total Net Pension Liability	<u>\$ 13,870,010</u>

TOWNSHIP OF RANDOLPH
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2023
(Continued)

Note 5: Pension Plans (Cont'd)

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

Pension Liabilities and Pension Expense (Cont'd)

For the year ended December 31, 2023, the Township recognized total pension expense of \$1,337,837.

Actuarial Assumptions

The total pension liability for the June 30, 2022 measurement date was determined by an actuarial valuation as of July 1, 2021 which was rolled forward to June 30, 2022. This actuarial valuation used the following actuarial assumptions:

Inflation Rate:	
Price	2.75%
Wage	3.25%
Salary Increases:	
Through all Future Years	3.25% - 16.25% based on years of service
Thereafter	Not Applicable
Investment Rate of Return	7.00%

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

The actuarial assumptions used in the July 1, 2021 valuation were based on the results of an actuarial experience study for the period July 1, 2013 to June 30, 2018.

Long Term Expected Rate of Return

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

TOWNSHIP OF RANDOLPH
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2023
(Continued)

Note 5: Pension Plans (Cont'd)

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

Long Term Expected Rate of Return (Cont'd)

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
U.S. Equity	27.00%	8.12%
Non-U.S. Developed Market Equity	13.50%	8.38%
Emerging Markets Equity	5.50%	10.33%
Private Equity	13.00%	11.80%
Real Assets	3.00%	7.60%
Real Estate	8.00%	11.19%
High Yield	2.00%	4.95%
Private Credit	8.00%	8.10%
Investment Grade Credit	8.00%	3.38%
Cash Equivalents	4.00%	1.75%
U.S. Treasuries	5.00%	1.75%
Risk Mitigation Strategies	3.00%	4.91%

Discount Rate – PFRS

The discount rate used to measure the total pension liability was 7.00% as of June 30, 2022. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers and the nonemployer contributing entity will be based upon 100% of the actuarially determined contributions for the State employer and 100% of actuarially determined contributions for the local employers. Based on those assumptions, the plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all projected benefit payments to determine the total pension liability.

TOWNSHIP OF RANDOLPH
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2023
(Continued)

Note 5: Pension Plans (Cont'd)

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

Sensitivity of the Total Net Pension Liability (including the State's proportionate share of the net pension liability attributable to the Township) to Changes in the Discount Rate

The following presents the total net pension liability (including the State's proportionate share of the net pension liability attributable to the Township) as of June 30, 2022 calculated using the discount rate as disclosed above, as well as what the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	June 30, 2022		
	1%	Current	1%
	Decrease	Discount Rate	Increase
	(6.00%)	(7.00%)	(8.00%)
Township's proportionate share of the NPL and the State's proportionate share of the Net Pension Liability associated with the Township	\$ 19,031,151	\$ 13,870,010	\$ 9,573,334

Pension Plan Fiduciary Net Position - PFRS

Detailed information about the PFRS's fiduciary net position is available in the separately issued PFRS financial statements.

C. Defined Contribution Retirement Program (DCRP)

Prudential Financial jointly administers the DCRP investments with the NJ Division of Pensions and Benefits. If an employee is ineligible to enroll in the PERS or PFRS, the employee may be eligible to enroll in the DCRP. DCRP provides eligible members with a tax-sheltered, defined contribution retirement benefit, along with life insurance and disability coverage. Vesting is immediate upon enrollment for members of the DCRP.

The State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, issues publicly available financial reports that include the financial statements and required supplementary information of the DCRP. The financial reports may be obtained by writing to the State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, PO Box 295, Trenton, New Jersey, 08625.

Employers are required to contribute at an actuarially determined rate. Employee contributions are based on percentages of 5.50% for DCRP of employees' annual compensation, as defined. The DCRP was established July 1, 2007, under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007 and expanded under the provisions of Chapter 89, P.L. 2008. Employee contributions for DCRP are matched by a 3% employer contribution.

For DCRP, the Township recognized pension expense of \$13,473 and employee contributions to DCRP amounted to \$27,586 for the year ended December 31, 2023.

TOWNSHIP OF RANDOLPH
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2023
(Continued)

Note 6: Accrued Sick and Vacation Benefits

The Township 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. The current cost of such unpaid compensation would be approximately \$1,499,195.48. This amount is not reported either as an expenditure or a liability. It is expected that the cost of such unpaid compensation would be included in the Township's budget operating expenditures in the year in which it is used. The Township has a reserve to pay accrued sick and vacation benefits in the amount of \$330,352.29 at December 31, 2023.

Note 7: Selected Tax Information

Property taxes are levied as of January 1 on property values assessed as of the previous calendar year. The tax levy is divided into two billings. The first billing is an estimate of the current year's levy based on the prior year's taxes. The second billing reflects adjustments to the current year's actual levy. The final tax bill is usually mailed on or before June 14th, along with the first half estimated tax bills for the subsequent year. The first half estimated taxes are divided into two due dates, February 1 and May 1. The final tax bills are also divided into two due dates, August 1 and November 1. A ten-day grace period is usually granted before the taxes are considered delinquent and there is an imposition of interest charges. A penalty may be assessed for any unpaid taxes in excess of \$10,000 at December 31 of the current year. Unpaid taxes of the prior year may be placed in lien at a tax sale held after April 1 and through December 31. Unpaid taxes of the current year may be placed in lien at a tax sale held after December 10.

	<u>2023</u>	<u>2022</u>	<u>2021</u>
<u>Tax Rate</u>	\$ 2.760	\$ 2.673	\$ 2.652
<u>Apportionment of Tax Rate</u>			
Municipal *	.507	.487	.486
County	.283	.266	.267
Local School	1.940	1.892	1.871
County Open Space	.008	.007	.007
Municipal Open Space	.022	.021	.021

* Includes Municipal Library Tax.

Assessed Valuations

2023	\$ 4,386,852,885		
2022		\$ 4,378,599,178	
2021			\$ 4,347,451,134

TOWNSHIP OF RANDOLPH
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2023
(Continued)

Note 7: Selected Tax Information (Cont'd)

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>
2023	\$ 121,291,125	\$ 120,632,582	99.45%
2022	117,191,653	116,530,117	99.43%
2021	115,751,572	115,067,075	99.41%

Also, increases in future tax levies can also be warranted if revenue sources outside of those directly generated by the municipality, such as federal or state aid, should decline without corresponding decreases in budgeted expenditures.

Note 8: Interfund Receivables and Payables

The Township had no interfund balances remaining on the various balance sheets at December 31, 2023.

Note 9: Cash and Cash Equivalents

Cash and cash equivalents include petty cash, change funds, amounts in deposits, money market accounts, and short-term investments with original maturities of three months or less.

Investments are stated at cost. The Township classifies certificates of deposit which have original maturity dates of more than three months but less than twelve months from the date of purchase, as investments.

GASB requires disclosure of the level of custodial credit risk assumed by the Township in its cash, cash equivalents and investments, if those items are uninsured or unregistered. Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned.

Interest Rate Risk – In accordance with its cash management plan, the Township ensures that any deposit or investment matures within the time period that approximates the prospective need for the funds, deposited or invested, so that there is not a risk to the market value of such deposits or investments.

TOWNSHIP OF RANDOLPH
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2023
(Continued)

Note 9: Cash and Cash Equivalents (Cont'd)

Credit Risk – The Township limits its investments to those authorized in its cash management plan which are those permitted under state statute as detailed in the section of this note on investments.

Custodial Credit Risk – The Township's policy with respect to custodial credit risk requires that the Township ensures that Township funds are only deposited in financial institutions in which NJ municipalities are permitted to invest their funds.

Deposits:

New Jersey statutes require that municipalities deposit public funds in public depositories located in New Jersey which are insured by the Federal Deposit Insurance Corporation, or by any other agency of the United States that insures deposits made in public depositories. Municipalities are also permitted to deposit public funds in the State of New Jersey Cash Management Fund.

New Jersey statutes require public depositories to maintain collateral for deposits of public funds that exceed insurance limits as follows:

The market value of the collateral must equal 5% of the average daily balance of public funds on deposit, and

In addition to the above collateral requirement, if public funds deposited exceed 75% of the capital funds of the depository, the depository must provide collateral having a market value at least equal to 100% of the amount exceeding 75%.

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

Investments:

New Jersey statutes permit the Township to purchase the following types 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;
- (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 the date of purchase, issued by New Jersey school districts, municipalities, counties, and entities subject to the "Local Authorities Fiscal Control Law" P.L. 1983, c. 313 (C.40A:5A-1 et seq.) Other bonds or obligations having a maturity date not more than 397 days from the date of purchase may be approved by the Division of Local Government Services in the Department of Community Affairs for investment by local units;

TOWNSHIP OF RANDOLPH
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2023
(Continued)

Note 9: Cash and Cash Equivalents (Cont'd)

Investments: (Cont'd)

- (6) Local government investment pools;
- (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
- (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 a. or are bonds or other obligations, having a maturity date not more than 397 days from the date of purchase, issued by New Jersey school districts, municipalities, counties and entities subject to the "Local Authorities Fiscal Control Law", P.L. 1983 c.313 (C.40A:5A-1 et seq.);
 - (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 section 1 of P.L. 1970, c.236 (C.17:9-41); and
 - (e) a master repurchase agreement providing for the custody and security of collateral is executed.

As of December 31, 2023, cash and cash equivalents of the Township of Randolph consisted of the following:

Fund	Savings and Checking Accounts	NJ Cash Management Fund	Totals
Current	\$ 27,744,350.02	\$ 98.70	\$27,744,448.72
Federal and State Grant	1,790,360.29		1,790,360.29
Animal Control	76,827.65		76,827.65
Assessment Trust	636,373.29		636,373.29
Unemployment Insurance	164,071.91		164,071.91
Long-Term Disability	51,229.32		51,229.32
Federal Drug Enforcement Fund	29.95		29.95
State Drug Enforcement Fund	22,196.07		22,196.07
Housing Trust	506,523.16		506,523.16
Open Space Trust	809,722.17		809,722.17
Other Trust	2,717,932.78		2,717,932.78
General Capital	8,301,479.38		8,301,479.38
Swimming Pool Utility Operating	958.91		958.91
Public Assistance	9,485.57		9,485.57
	<u>\$ 42,831,540.47</u>	<u>\$ 98.70</u>	<u>\$42,831,639.17</u>

TOWNSHIP OF RANDOLPH
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2023
(Continued)

Note 9: Cash and Cash Equivalents (Cont'd)

During the period ended December 31, 2023, the Township did not hold any investments. The carrying amount of the Township's cash and cash equivalents at December 31, 2023, was \$42,831,639.17 and the bank balance was \$43,878,587.05. The \$98.70 in the NJ Cash Management Fund is uninsured and unregistered.

Note 10: Risk Management

Property and Liability

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 of Randolph is a member of the Morris County Municipal Joint Insurance Fund (the "Fund"). This Fund is both an insured and self-administered group of municipalities established for the purpose of providing certain low-cost insurance coverage for member municipalities in order to keep local property taxes at a minimum.

The following coverages are offered by the Fund to its members:

- a.) Workers' Compensation and Employers' Liability
- b.) Liability Other Than Motor Vehicles
- c.) Property Damage Other Than Motor Vehicles
- d.) Motor Vehicle
- e.) Public Officials' Liability/Employment Practices Coverage
- f.) Environmental Coverage

As a member of the Fund, the Township could be subject to supplemental assessments in the event of deficiencies. If the assets of the Fund were to be exhausted, members would become responsible for their respective shares of the Fund's liabilities.

This Fund can declare and distribute dividends to members upon approval of the State of New Jersey Department of Banking and Insurance. These distributions are divided amongst the members in the same ratio as their individual assessment relates to the total assessment of the membership body. In accordance with the Governmental Accounting Standards Board, these distributions are used to reduce the amount recorded for membership expense in the year in which the distribution was declared.

TOWNSHIP OF RANDOLPH
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2023
(Continued)

Note 10: Risk Management (Cont'd)

Summarized selected financial information for the Fund as of December 31, 2023 is not available as of the date of this report. Summarized selected financial information for the Fund as of December 31, 2022 is as follows:

Total Assets	<u>\$ 35,928,978</u>
Net Position	<u>\$ 10,500,044</u>
Total Revenue	<u>\$ 18,131,440</u>
Total Expenses	<u>\$ 23,857,321</u>
Change in Net Position	<u>\$ (5,725,881)</u>
Member Dividends	<u>\$ - 0 -</u>

Financial statements for the Fund are available at the Office of the Executive Director:

Morris County Municipal Joint Insurance Fund
PERMA Risk Management Services
9 Campus Drive, Suite 216
Parsippany, New Jersey 07054
(201) 881-7632

Health Benefits

The Township of Randolph is also a member of the North Jersey Municipal Employee Benefits Fund, (the "NJMEBF"). The NJMEBF is both an insured and self-administered group of municipalities established for the purpose of providing certain employee benefits for member municipalities in order to keep local property taxes at a minimum.

The following health benefit coverages are offered by the NJMEBF to its members:

- a.) Medical
- b.) Prescription
- c.) Dental

As a member of the NJMEBF, the Township could be subject to supplemental assessments in the event of deficiencies. If the assets of the NJMEBF were to be exhausted, members would become responsible for their respective shares of the NJMEBF's liabilities.

The NJMEBF can declare and distribute dividends to members upon approval of the State of New Jersey Department of Banking and Insurance. These distributions are divided amongst the members in the same ratio as their individual assessment relates to the total assessment of the membership body.

TOWNSHIP OF RANDOLPH
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2023
(Continued)

Note 10: Risk Management (Cont'd)

Health Benefits (Cont'd)

Summarized selected financial information for the Fund as of December 31, 2023 is not available as of the date of this report. Summarized selected financial information for the Fund as of December 31, 2022 is as follows:

Total Assets	\$ 19,625,452
Net Position	\$ 13,273,319
Total Revenue	\$ 40,900,212
Total Expenses	\$ 39,926,581
Change in Net Position	\$ (3,531,919)
Member Dividends	\$ 4,505,550

Financial statements for the NJMEBF are available at the Office of the Executive Director:

North Jersey Municipal Employee Benefits Fund
PERMA Risk Management Services
9 Campus Drive, Suite 216
Parsippany, New Jersey 07054
(201) 881-7632

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 District is required to reimburse the New Jersey Unemployment Trust Fund for benefits paid to its former employees and charged to its account with the State. The Township is billed quarterly for amounts due to the State.

The following is a summary of Township and employee contributions, interest earned and 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:

Year	Township/ Employee Contributions	Interest Earned	Amount Reimbursed	Ending Balance
2021	\$ 17,965.20	\$ 618.66	\$ 8,885.69	\$ 147,641.30
2022	19,672.58	2,071.33	8,581.83	160,803.38
2023	22,181.95	7,298.61	26,212.03	164,071.91

TOWNSHIP OF RANDOLPH
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2023
(Continued)

Note 11: Open Space Trust Fund

The Township created an Open Space Trust Fund with a tax levy of \$.021 per \$100 of assessed valuation in 1993. The funds collected are used to acquire and maintain open space property in the Township. The balances in the Open Space Trust Fund at December 31, 2023 and 2022 were \$809,722 and \$827,724 respectively.

Note 12: Deferred Compensation Plan

The Township of Randolph offers its employees a deferred compensation plan (the "Plan") created in accordance with Section 457 of the Internal Revenue Code. The Plan, which is administered by Mission Square and AXA Equitable, is available to all Township employees and permits participants to defer a portion of their salary. The deferred compensation is not available to employees until termination, retirement, unforeseeable emergency, or upon death to their beneficiaries.

Note 13: Agreement with Shongum Lake Association

The Township entered into an agreement with the Shongum Lake Association for the construction of improvements associated with the Shongum Dam Restoration. The Township was a co-signer with the Shongum Lake Association for a loan with New Jersey Wastewater Treatment Trust. The Township confirmed a special assessment for all properties benefiting from the project and is responsible for the collection of the assessment and as a co-signer is contingently responsible for the repayment of the loan to New Jersey Wastewater Treatment Trust (in the event of the Association defaulting on repaying the loan). Since the Township is not the primary party responsible for the debt, the loan was not recorded on the Township's financial statements.

Note 14: Commitments and Contingencies

The Township is periodically involved in various lawsuits arising in the normal course of business, including claims for property damage, personal injury, and various contract disputes. The Township is vigorously contesting these lawsuits and believes the ultimate resolution will not have a material adverse effect on their financial position.

Amounts received or receivable from grantors, principally the federal and state governments, are subject to regulatory requirements and adjustments by the agencies. Any disallowed claims, including amounts previously recognized by the Township as revenue would constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantors cannot be determined at this time, although Township officials expect such amounts, if any, to be immaterial.

Various tax appeals on assessed valuations have been filed against the Township and are awaiting tax court decisions. The ultimate outcome and effect of such appeals have not been determined; however, the Township Tax Assessor will aggressively defend the Township's assessments. The Township has established a reserve of \$959,232 which it believes is sufficient to provide for this contingency.

TOWNSHIP OF RANDOLPH
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2023
(Continued)

Note 15: Economic Dependency

The Township receives a substantial amount of its support from federal and state governments. A significant reduction in the level of support, if this were to occur, may have an effect on the Township's programs and activities.

Note 16: Post-Retirement Benefits other than Pensions (OPEB)

General Information about the Township's OPEB Plan

Plan Description and Benefits Provided

The provisions of Chapter 88, P.L. 1974, along with any Township approved ordinances and resolutions, provide the authority for the Township to offer post-employment health care benefits as detailed below.

The Township provides medical and prescription insurance to retirees and their covered dependents that meet the appropriate requirements. The Township provides Medicare Part B reimbursements to retirees and their covered dependents after 25 years of service. All active employees who retire from the Township and meet the eligibility criteria receive these benefits.

Township employees are eligible to receive postretirement health benefits through the Township health plan by meeting any of the following criteria:

1. Medical insurance coverage is extended to retired employees hired prior to January 1, 2007, with twenty-five (25) or more years of service in the State administered retirement system and their surviving eligible dependents. (Based on cost-sharing at time of retirement).
2. Employees hired after January 1, 2007, must work in a full-time capacity for the Township for a period of twenty-five (25) years to be eligible for continuing coverage at retirement and shall be responsible for 50% of the premium for dependent coverage or the premium contribution requirement as defined by State Law, whichever is highest. Premiums are due to the Township quarterly on 1/1, 4/1, 7/1 and 10/1 and must be received no later than the 15th of the month to avoid termination of coverage.
3. Employees hired after January 1, 2010, must work in a full-time capacity for the Township for a period of twenty-five (25) years to be eligible for continuing coverage at retirement. The retiree shall be responsible to contribute 50% of the premium for coverage during retirement. Premiums are due to the Township quarterly on 1/1, 4/1, 7/1 and 10/1 and must be received no later than the 15th of the month to avoid termination of coverage.
4. Medical insurance coverage is extended to employees who retire on a disability pension (see Public Employees Retirement Manual) based on fewer years of service credited in the state retirement system and their spouses. (Based on cost sharing at time of retirement).
5. Medical insurance coverage is extended to surviving spouse, surviving civil union partner, and eligible dependents of active employees with 25 years or more of service in the State Administered Retirement System and 25 years or more years of service with the Township. (Based on cost-sharing at time of death).

TOWNSHIP OF RANDOLPH
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2023
(Continued)

Note 16: Post-Retirement Benefits other than Pensions (OPEB) (Cont'd)

Contributions

2023 employer contributions for retiree benefits paid by the Township were \$1,957,601 for 157 retirees.

Employees Covered by Benefit Terms

As of December 31, 2023, there were 157 retirees and spouses currently receiving retiree benefits and 106 active participants, of which 11 are eligible to retire as of the valuation date.

Total OPEB Liability

The Township's OPEB liability of \$72,281,508 was measured as of December 31, 2023 and was determined by an actuarial valuation as of December 31, 2023.

Actuarial Assumptions and Other Inputs

The total OPEB liability in the December 31, 2023 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Discount Rate	3.26% at December 31, 2023
	3.72% at December 31, 2022
Salary Increases	2.50% per year
Inflation Assumptions	2.50% per year

The selected discount rate was based on the Bond Buyer 20 Index at December 31, 2023.

Health Care			
Trend Rates	Year	Medical	Drug
Year 1 Trend	2023	5.10%	6.00%
Ultimate Trend	2026 & Later	4.50%	4.50%
Grading Per Year		0.20%	0.50%

TOWNSHIP OF RANDOLPH
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2023
(Continued)

Note 16: Post-Retirement Benefits other than Pensions (OPEB) (Cont'd)

Actuarial Assumptions and Other Inputs (Cont'd)

Mortality rates were based on the PUB 2010 "General" classification headcount weighted mortality with generational improvement using Scale MP-2022.

Changes in the Total OPEB Liability

	<u>Total OPEB Liability</u>
Balance at January 1, 2023	\$ 70,206,025
Changes for Year:	
Service Cost	871,289
Interest Cost	2,606,575
Difference Between Expected and Actual Experience	- 0 -
Changes in Assumptions	613,823
Benefit Payments	<u>(2,016,204)</u>
Net Changes	<u>2,075,483</u>
Balance at December 31, 2023	<u><u>\$ 72,281,508</u></u>

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

The following presents the total OPEB liability of the Township as well as what the Township's total OPEB liability would be if it were calculated using a discount rate that is 1 percentage lower (2.26 percent) or 1 percentage higher (4.26 percent) than the current discount rate:

	<u>December 31, 2022</u>		
	1%	Discount Rate	1%
	<u>Decrease</u>	<u>(3.26%)</u>	<u>Increase</u>
	<u>(2.26%)</u>		<u>(4.26%)</u>
Total OPEB Liability	\$ 80,530,787	\$ 72,281,508	\$ 65,591,944

TOWNSHIP OF RANDOLPH
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2023
(Continued)

Note 16: Post-Retirement Benefits other than Pensions (OPEB) (Cont'd)

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 lower or 1 percentage higher than the valuation healthcare cost trend rates:

	December 31, 2022		
	1%	Valuation	1%
	Decrease	Healthcare Trend Rates	Increase
Total OPEB Liability	\$ 66,291,170	\$ 72,281,508	\$ 78,748,267

OPEB Expense

For the year ended December 31, 2023, the Township's OPEB expense was \$1,986,225 as determined by the actuarial valuation.

Note 17: Fixed Assets

The following is a summarization of the activity of the Township's fixed assets for the years ended December 31, 2023 and 2022:

	Balance	Additions	Deletions	Balance
	Dec. 31, 2022			Dec. 31, 2023
Land	\$ 35,461,000.00			\$ 35,461,000.00
Buildings	16,612,970.00	\$ 1,449,667.00		18,062,637.00
Machinery, Equipment & Vehicles	18,639,664.49	1,435,739.50	\$ 202,914.00	19,872,489.99
	<u>\$ 70,713,634.49</u>	<u>\$ 2,885,406.50</u>	<u>\$ 202,914.00</u>	<u>\$ 73,396,126.99</u>
	Balance	Additions	Deletions	Balance
	Dec. 31, 2021			Dec. 31, 2022
Land	\$ 35,461,000.00			\$ 35,461,000.00
Buildings	15,629,711.00	\$ 983,259.00		16,612,970.00
Machinery, Equipment & Vehicles	18,156,116.40	1,407,072.09	\$ 923,524.00	18,639,664.49
	<u>\$ 69,246,827.40</u>	<u>\$ 2,390,331.09</u>	<u>\$ 923,524.00</u>	<u>\$ 70,713,634.49</u>

TOWNSHIP OF RANDOLPH
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2023
(Continued)

Note 18: Leases

The Township entered an agreement to lease certain Township property to PG4L, Inc. (now Tamarack Day Camp) for recreational purposes. The lease began on October 1, 2013, and continues for 15 years through September 30, 2028. Under the agreement, the Township receives \$125,063.33 annually.

The Township entered an agreement to lease certain Township property to Gaelic Communications, LLC for the placement of a cell tower on the Township property. The lease began on October 1, 2016, and continued for 5 years through September 30, 2021. The lease will be automatically extended for four additional 5-year terms and can be extended for 5 additional terms of 5 years. Under the lease agreement, the Township received \$41,378 annually (in \$3,448.16 monthly installments) in the first year which increases annually by 3% or the Consumer Price Index for Urban Wage Earners and Clerical Workers for Metropolitan New York or Northeastern New Jersey (whichever is greater). Gaelic Communications sold the cell tower located on this property to SBA Towers XI, LLC ("SBA") who assumed the lease payments effective June 30, 2023.

The Township entered an agreement to lease certain Township property to T-Mobile Northeast, LLC for the placement of a cell tower on the Township property. The lease began on November 1, 2022, and continues for 5 years and will be automatically extended for four additional 5-year terms and can be extended for 5 additional terms of 5 years. Under the lease agreement, the Township received \$21,000 annually (in \$1,750 monthly installments) in the first year which increases annually by 4% or the Consumer Price Index for Urban Wage Earners and Clerical Workers for Metropolitan New York or Northeastern New Jersey (whichever is greater).

The Township entered an agreement to lease certain Township property to Outfront Media, LLC for the placement of advertisements on the billboard situated on the property. The lease began on January 1, 2022, and continues for 10 years through December 31, 2031. Under the agreement, the Township receives \$16,000 annually.

TOWNSHIP OF RANDOLPH

SUPPLEMENTARY DATA

TOWNSHIP OF RANDOLPH
SCHEDULE OF OFFICIALS IN OFFICE AND SURETY BONDS
DECEMBER 31, 2023

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

Name	Title	Amount of Bond	Name of Corporate or Personal Surety
Lou Nisivoccia	Mayor		
Christine Carey	Deputy Mayor		
Marie Potter	Councilmember		
Helene Elbaum	Councilmember		
Joanne Veech	Councilmember		
Mark Forstenhausler	Councilmember		
Joe Hathaway	Councilmember		
Gregory V. Poff II	Township Manager	*	
Donna Marie Luciani	Township Clerk	*	
Deborah Bonanno	Director of Finance/Chief Financial Officer	*	
Linda Roth	Tax Collector, Treasurer	\$ 1,000,000.00	Municipal Excess Liability JIF
Ira Cohen	Magistrate	*	
Christine Hopler	Court Administrator	*	
Sonia Pardo	Deputy Court Administrator	*	
Wandaly Orama	Deputy Court Administrator	*	
Rod Schmidt	Construction Official	*	
Russ Newman	Parks and Recreation Director	*	
Mark Caputo	Health Officer	*	
Edward Buzak, Esq.	Township Attorney		
John Horan	Prosecutor		
Paul Ferriero	Consulting Engineer		

* Covered under a \$50,000.00 Public Employees Bond with the Morris County Municipal Joint Insurance Fund and \$950,000.00 Public Employees Bond with the Municipal Excess Liability Joint Insurance Fund.

All bonds were examined and were properly executed.

TOWNSHIP OF RANDOLPH
COUNTY OF MORRIS
2023
CURRENT FUND

TOWNSHIP OF RANDOLPH
CURRENT FUND
SCHEDULE OF CASH

	<u>Ref.</u>	<u>Regular Fund</u>	<u>Federal and State Grant Fund</u>
Balance December 31, 2022	A	\$ 25,506,560.94	\$1,669,233.63
Increased by Receipts:			
Tax Collector		\$ 121,390,984.74	
Revenue Accounts Receivable		5,550,312.44	
Appropriation Refunds		887,978.04	
Miscellaneous Revenue Not Anticipated		1,508,924.15	
Due State of NJ:			
Veterans' and Senior Citizens' Deductions		70,854.11	
Building Surcharge Fees		57,133.00	
Marriage License Surcharge Fees		1,850.00	
State of NJ - Lead Inspection		520.00	
Interest on Investments and Deposits		1,972,876.97	
Due from Federal and State Grant Fund - Grant Cancellations		10,159.47	
Due General Capital Fund:			
Anticipated Revenue - Reserve to Pay Debt Service		120,000.00	\$ 575,000.00
Capital Ordinance Cancelled to Unappropriated Grant Reserves			
Reserve for Sale of Municipal Assets		63,037.55	
Reserve for Municipal Relief Fund Aid		190,927.52	
Reserve for Miscellaneous Receipts		400.00	
Water and Sewer Revenue		7,276,673.00	
Reserve for Prepaid Retiree Medical Premiums		17,313.36	
Prepaid Health Service Fees - Roxbury Township		123,069.00	
Federal and State Unappropriated Reserves			31,571.01
Federal and State Grants Receivable			539,511.56
		<u>139,243,013.35</u>	<u>1,146,082.57</u>
		<u>164,749,574.29</u>	<u>2,815,316.20</u>

TOWNSHIP OF RANDOLPH
CURRENT FUND
SCHEDULE OF CASH
(Continued)

	<u>Ref.</u>	<u>Regular Fund</u>	<u>Federal and State Grant Fund</u>
Decreased by Disbursements:			
2023 Appropriation Expenditures	\$	36,500,235.29	
2022 Appropriation Reserves		1,597,629.27	
Accounts Payable		20,158.65	
County Taxes		12,749,500.62	
Local School District Taxes		85,079,965.00	
Due to:			
State of NJ - Building Surcharge Fees		56,233.00	
State of NJ - Marriage License Fees		875.00	
State of NJ - Lead Inspection		40.00	
Reserve for Tax Appeals - Settled Appeals		43,759.74	
Due to Animal Control Trust Fund		35,490.00	
Due to Current Fund - Appropriated Grant Reserves			\$ 10,159.47
Cancelled to Fund Balance			
Due Open Space Trust Fund:			
Open Space Taxes		921,239.00	
Grant Fund Expenditures - Appropriated Reserves			1,014,796.44
		<u>\$ 137,005,125.57</u>	<u>\$ 1,024,955.91</u>
Balance December 31, 2023	A	<u>\$ 27,744,448.72</u>	<u>\$ 1,790,360.29</u>

TOWNSHIP OF RANDOLPH
CURRENT FUND
SCHEDULE OF CASH - COLLECTOR
YEAR ENDED DECEMBER 31, 2023

Increased by Receipts:

Taxes Receivable	\$ 120,630,129.03
Tax Title Liens	173.57
2024 Prepaid Taxes	603,091.02
Interest and Costs on Taxes	154,108.65
Miscellaneous Revenue Not Anticipated:	
Tax Sale and Tax Search Fees	3,482.47
	<hr/>

\$ 121,390,984.74

Decreased by:

Payments to Treasurer	\$ 121,390,984.74
	<hr/> <hr/>

TOWNSHIP OF RANDOLPH
FEDERAL AND STATE GRANT FUND
SCHEDULE OF FEDERAL AND STATE GRANTS RECEIVABLE

	Balance Dec. 31, 2022	2023 Realized Revenue	Cash Received	Transferred From Unappropriated Reserve	Balance Cancelled	Balance Dec. 31, 2023
Recycling Tonnage Grant		\$ 71,400.20	\$ 71,400.20			
Municipal Alliance Program	\$ 32,091.52	12,253.00	20,429.57		\$ 11,140.28	\$ 12,774.67
Clean Communities Program		67,813.49	67,813.49			
Drive Sober or Get Pulled Over		7,000.00				7,000.00
NJ Department of Health - Strengthening Local Public Health Capacity Program:						
2021	91,945.00					91,945.00
2022	159,054.00					159,054.00
COVID-19 Coronavirus Relief Fund	147.77				147.77	
Body Armor Replacement Program		2,380.10		\$ 2,380.10		
Bulletproof Vest Program	8,456.92				6,856.92	1,600.00
Bulletproof Vest Program	9,019.99		4,776.80		(980.00)	5,223.19
Distracted Driving Grant		8,750.00	8,750.00			
Morris Arts Grant	200.00				200.00	
Morris Economic Development Grant	1,000.00					1,000.00
Highlands Water Protection and Planning Council Grant	20,050.00					20,050.00
New Jersey Highlands Grant	167,500.00					167,500.00
Opioid Settlement Grant		30,027.79		30,027.79		
NJACCHO Health Grant		692,357.00	345,841.50			346,515.50
Stormwater Assistance Grant		25,000.00	15,000.00			10,000.00
Lead Grant Assistance Program		5,500.00	5,500.00			
Private Well Outreach		6,000.00				6,000.00
	\$ 489,465.20	\$ 928,481.58	\$ 539,511.56	\$ 32,407.89	\$ 17,364.97	\$ 828,662.36

Ref.

A

A

TOWNSHIP OF RANDOLPH
CURRENT FUND
SCHEDULE OF TAXES RECEIVABLE AND ANALYSIS OF PROPERTY TAX LEVY

Year	Balance Dec.31, 2022	2023 Levy	2022	Collections 2023	NJ Veterans & Senior Citizen Deductions	Adjustment/ Cancellation	Transferred to Tax Title Liens	Balance Dec.31, 2023
2010	\$ 541.63							\$ 541.63
2011	562.13							562.13
2012	574.06							574.06
2013	840.85							840.85
2014	857.96							857.96
2015	2,835.06							2,835.06
2016	8,710.80							8,710.80
2017	2,919.62							2,919.62
2018	27,729.39							27,729.39
2019	40,104.23							36,311.85
2020	49,103.27			\$ 3,792.38				43,561.66
2021	49,608.32			5,541.61				49,608.32
2022	575,308.46							50,001.15
	759,695.78			525,953.20	\$ (645.89)			225,054.48
				535,287.19	(645.89)			551,615.97
2023	\$ 759,695.78	\$ 121,291,124.73	\$ 466,740.04	120,094,841.84	71,000.00	\$ 17,853.40	\$ 89,073.48	\$ 776,670.45
				\$ 120,630,129.03	\$ 70,354.11	\$ 17,853.40	\$ 89,073.48	
<u>Ref.</u>	<u>A</u>							<u>A</u>

Analysis of 2023 Property Tax Levy

Tax Yield:

General Purpose Tax
 Business Personal Property Taxes
 Added and Omitted Taxes

\$ 120,921,547.80
 155,591.83
 213,985.10

Tax Levy:

Local School District Taxes
 Open Space Taxes
 County Taxes
 Due County for Added and Omitted Taxes

85,079,965.00
 921,239.00
 \$ 12,726,955.92
 22,544.70

Local Tax for Municipal Purposes Levied
 Minimum Library Tax
 Add: Additional Tax Levied

20,654,162.04
 1,659,047.00
 227,211.07

\$ 121,291,124.73

TOWNSHIP OF RANDOLPH
CURRENT FUND
SCHEDULE OF TAX TITLE LIENS RECEIVABLE

	<u>Ref.</u>	
Balance December 31, 2022	A	\$ 1,257,675.24
Increased by:		
Interest and Costs on Tax Sale & Adjustments		\$ 2,752.85
Transfer from Taxes Receivable		89,073.48
		<u>91,826.33</u>
		1,349,501.57
Decreased by:		
Cash Collections		<u>173.57</u>
Balance December 31, 2023	A	<u><u>\$ 1,349,328.00</u></u>

TOWNSHIP OF RANDOLPH
CURRENT FUND
SCHEDULE OF REVENUE ACCOUNTS RECEIVABLE

	Balance Dec. 31, 2022	Accrued In 2023	Collected by Treasurer	Balance Dec. 31, 2023
Clerk:				
Licenses:				
Alcoholic Beverages	\$	47,340.00	\$ 47,340.00	
Other		3,130.00	3,130.00	
Fees and Permits		17,539.50	17,539.50	
Health Officer:				
Licenses		43,135.00	43,135.00	
Fees and Permits		45,725.00	45,725.00	
Construction Code Official:				
Fees and Permits		459,370.00	459,370.00	
Municipal Court:				
Fines and Costs	\$	148,689.53	146,397.42	\$ 11,918.20
Board of Adjustment:				
Fees and Permits		22,430.00	22,430.00	
Planning Board:				
Fees and Permits		128,026.69	128,026.69	
Police Department:				
Fees and Permits		23,064.95	23,064.95	
Fire Prevention:				
Fees and Permits		68,415.00	68,415.00	
Energy Receipts Tax		1,843,113.80	1,843,113.80	
Watershed Moratorium Offset Aid		16,544.00	16,544.00	
Recreation Fees		1,783,037.75	1,783,037.75	

TOWNSHIP OF RANDOLPH
CURRENT FUND
SCHEDULE OF REVENUE ACCOUNTS RECEIVABLE
(Continued)

	Balance Dec. 31, 2022	Accrued In 2023	Collected by Treasurer	Balance Dec. 31, 2023
Registrar:				
Licenses	\$	447.00	\$ 447.00	
Fees and Permits		24,880.00	24,880.00	
Cable TV - Fees		314,502.61	314,502.61	
Electrical Inspection Fees		180,287.00	180,287.00	
Engineering Fees:				
Fees and Permits		86,281.61	86,281.61	
Cell Tower Lease		40,223.86	40,223.86	
Uniform Fire Safety Act - Code Fees		68,273.85	68,273.85	
MCCPC Membership Fees		58,130.00	58,130.00	
Shared Service Agreement:				
Health Services - Rockaway Borough		139,242.40	139,242.40	
Health Services - Roxbury Township		119,127.00	119,127.00	
	<u>\$ 9,626.09</u>	<u>\$ 5,680,956.55</u>	<u>\$ 5,678,664.44</u>	<u>\$ 11,918.20</u>

Ref. A A

Cash Received	\$ 5,550,312.44
Prepaid Recreation Fees	9,225.00
Prepaid Health Services	119,127.00
	<u>\$ 5,678,664.44</u>

TOWNSHIP OF RANDOLPH
CURRENT FUND
SCHEDULE OF WATER AND SEWER RENTS RECEIVABLE

	<u>Ref.</u>	
Balance December 31, 2022	A	\$ 492,417.89
Increased by:		
Water and Sewer Rents Levied		7,126,197.85
		<u>7,618,615.74</u>
Decreased by:		
Water and Sewer Rents Received		7,276,673.00
		<u>7,276,673.00</u>
Balance December 31, 2023	A	<u>\$ 341,942.74</u>

TOWNSHIP OF RANDOLPH
CURRENT FUND
SCHEDULE OF 2022 APPROPRIATION RESERVES
YEAR ENDING DECEMBER 31, 2023

	<u>Balance</u> <u>Dec. 31, 2022</u>	<u>Budget after</u> <u>Modification</u>	<u>Paid or</u> <u>Charged</u>	<u>Balance</u> <u>Lapsed</u>
General Government:				
General Administration:				
Salaries and Wages	\$ 8,692.07	\$ 8,692.07		\$ 8,692.07
Other Expenses	44,532.11	44,532.11	\$ 27,554.58	16,977.53
Municipal Clerk:				
Salaries and Wages	21,862.47	21,862.47	1,170.00	20,692.47
Other Expenses	66,082.89	66,082.89	56,446.54	9,636.35
Financial Administration:				
Salaries and Wages	2,147.22	2,147.22		2,147.22
Other Expenses	13,268.20	13,268.20	4,764.24	8,503.96
Audit Services:				
Other Expenses	1,000.00	1,000.00		1,000.00
Computerized Data Processing:				
Other Expenses	28,779.87	28,779.87	17,686.86	11,093.01
Revenue Administration:				
Salaries and Wages	7,892.80	7,892.80	833.31	7,059.49
Other Expenses	12,168.81	12,168.81		12,168.81
Tax Assessment Administration:				
Salaries and Wages	4,198.90	4,198.90		4,198.90
Other Expenses	17,856.01	17,856.01	2,950.00	14,906.01
Legal Services and Costs:				
Other Expenses	133,327.79	133,327.79	10,911.73	122,416.06
Engineering Services and Cost:				
Salaries and Wages	9,001.50	9,001.50	440.75	8,560.75
Other Expenses	30,862.61	30,862.61	12,910.00	17,952.61
Economic Development Agencies:				
Other Expenses	1,429.00	1,429.00		1,429.00
Land Use Administration:				
Planning Board:				
Salaries and Wages	34,951.06	34,951.06		34,951.06
Other Expenses	49,451.67	49,451.67	32,214.96	17,236.71
Public Safety:				
Police Department:				
Salaries and Wages	322,275.23	322,275.23	115,587.78	206,687.45
Other Expenses	130,765.35	130,765.35	92,976.88	37,788.47
Police Dispatch/911:				
Other Expenses	0.34	0.34		0.34
Office of Emergency Management:				
Salaries and Wages	887.50	887.50		887.50
Other Expenses	4,504.61	4,504.61		4,504.61

TOWNSHIP OF RANDOLPH
CURRENT FUND
SCHEDULE OF 2022 APPROPRIATION RESERVES
YEAR ENDING DECEMBER 31, 2023

	Balance Dec. 31, 2022	Budget after Modification	Paid or Charged	Balance Lapsed
Public Safety (Cont'd):				
Aid to Volunteer Ambulance Companies				
Other Expenses	\$ 3,750.00	\$ 3,750.00		\$ 3,750.00
Fire Departments:				
Salaries and Wages	2,677.08	2,677.08	\$ 2,097.50	579.58
Other Expenses	61,552.34	61,552.34	38,662.31	22,890.03
Fire Hydrant Services	88.00	88.00		88.00
Municipal Prosecutor's Office:				
Other Expenses	24,250.00	24,250.00	20,250.00	4,000.00
Public Works:				
Street and Road Maintenance:				
Salaries and Wages	180,220.79	180,220.79	100,238.56	79,982.23
Other Expenses	56,320.05	56,320.05	17,901.78	38,418.27
Water and Sewer:				
Salaries and Wages	99,270.74	99,270.74	37,491.00	61,779.74
Other Expenses	158,922.96	158,922.96	108,797.27	50,125.69
Vehicle Maintenance	15,932.84	15,932.84	28.87	15,903.97
Electricity	4,202.01	4,202.01		4,202.01
Telephone	3,948.40	3,948.40		3,948.40
Gas (Natural or Propane)	262.50	262.50		262.50
Solid Waste Collection:				
Other Expenses	212,319.00	212,319.00	212,319.00	
Recycling:				
Other Expenses	245,842.20	245,842.20	193,755.98	52,086.22
Buildings and Grounds:				
Salaries and Wages	7,279.97	7,279.97	2,551.95	4,728.02
Other Expenses	128,328.24	128,328.24	61,788.91	66,539.33
Vehicle Maintenance				
(Including Police Vehicles):				
Salaries and Wages	11,151.93	11,151.93	4,668.84	6,483.09
Other Expenses	91,870.31	91,870.31	70,542.02	21,328.29
Community Services Act				
(Condominium Community Costs):				
Other Expenses	10,000.00	10,000.00	7,026.73	2,973.27
Snow Removal:				
Other Expenses	44,923.05	44,923.05	32,698.44	12,224.61
Health and Human Services:				
Public Health Services:				
Salaries and Wages	49,317.44	49,317.44	3,103.75	46,213.69
Other Expenses	48,224.28	48,224.28	19,173.17	29,051.11

TOWNSHIP OF RANDOLPH
CURRENT FUND
SCHEDULE OF 2022 APPROPRIATION RESERVES
YEAR ENDING DECEMBER 31, 2023

	<u>Balance</u> <u>Dec. 31, 2022</u>	<u>Budget after</u> <u>Modification</u>	<u>Paid or</u> <u>Charged</u>	<u>Balance</u> <u>Lapsed</u>
Parks and Recreation:				
Recreation Services and Programs:				
Salaries and Wages	\$ 18,614.72	\$ 18,614.72	\$ 7,539.54	\$ 11,075.18
Other Expenses	114,722.31	114,722.31	110,477.76	4,244.55
Maintenance of Parks:				
Salaries and Wages	4,146.26	4,146.26	3,912.59	233.67
Other Expenses	30,226.06	30,226.06	14,577.28	15,648.78
Utility Expenses and Bulk Purchases:				
Electricity:				
Other Expenses	26,616.65	26,616.65	21,986.13	4,630.52
Street Lighting:				
Other Expenses	11,065.25	11,065.25	4,927.37	6,137.88
Telephone:				
Other Expenses	11,201.03	11,201.03	5,666.94	5,534.09
Gas (Natural or Propane):				
Other Expenses	16,716.83	16,716.83	14,304.68	2,412.15
Gasoline:				
Other Expenses	44,742.88	44,742.88	17,984.64	26,758.24
Other Costs:				
Celebration of Public Events:				
Other Expenses	12,474.23	12,474.23	30.00	12,444.23
Landmarks Committee:				
Other Expenses	1,200.00	1,200.00		1,200.00
Municipal Court:				
Salaries and Wages	11,841.69	11,841.69	7,000.00	4,841.69
Other Expenses	9,030.76	9,030.76	299.45	8,731.31
Public Defender (P.L. 1997, c. 256):				
Other Expenses	100.00	100.00		100.00
Insurance:				
Liability Insurance	43,276.63	43,276.63	662.00	42,614.63
Workers Compensation Insurance	11,054.00	11,054.00		11,054.00
Employee Group Health Insurance	173,037.99	173,037.99		173,037.99
Health Benefit Waiver	19,311.45	19,311.45		19,311.45
Wellness Program	500.00	500.00		500.00
Uniform Construction Code:				
Salaries and Wages	28,367.25	28,367.25	1,572.50	26,794.75
Other Expenses	3,108.39	3,108.39	28.00	3,080.39
Electrical Inspections	26,929.20	26,929.20	8,842.40	18,086.80
Contingent	100.00	100.00		100.00

TOWNSHIP OF RANDOLPH
CURRENT FUND
SCHEDULE OF 2022 APPROPRIATION RESERVES
YEAR ENDING DECEMBER 31, 2023

	Balance Dec. 31, 2022	Budget after Modification	Paid or Charged	Balance Lapsed
Statutory Expenditures:				
Public Employees' Retirement System	\$ 71,490.56	\$ 71,490.56	\$ 699.63	\$ 70,790.93
Social Security	3,635.55	3,635.55	1,419.66	2,215.89
Defined Contribution Retirement Program	1,831.16	1,831.16	672.04	1,159.12
Police and Firemen's Retirement System	0.95	0.95		0.95
Rockaway Valley Regional Sewerage				
Authority - Sewer Treatment:				
Other Expenses	488,011.00	488,011.00		488,011.00
Morris Township - Sewer Treatment:				
Other Expenses	70,911.02	70,911.02		70,911.02
Morris County MUA - Water Supply Services:				
Other Expenses	144,368.82	144,368.82	123,914.64	20,454.18
Length of Service Award Program (LOSAP):				
Other Expenses	30,507.00	30,507.00		30,507.00
Capital Improvements:				
DPW Equipment	7,204.08	7,204.08		7,204.08
Buildings & Grounds Improvements				
and Equipment	24,840.51	24,840.51		24,840.51
Health Department Upgrades	5,000.00	5,000.00		5,000.00
Parks Department Lighting Upgrades	10,000.00	10,000.00		10,000.00
Parks Department Equipment	1,783.46	1,783.46		1,783.46
Police Department Vehicles and Equipment	195,992.07	195,992.07	173,628.80	22,363.27
Water Meter Replacements	154.00	154.00		154.00
Shared Service Agreements:				
Roxbury Township Construction				
Official Services:				
Other Expenses	3,993.00	3,993.00		3,993.00
	<u>\$ 4,084,698.90</u>	<u>\$ 4,084,698.90</u>	<u>\$ 1,829,689.76</u>	<u>\$ 2,255,009.14</u>

Ref.

Analysis of Balance December 31, 2022:

Unencumbered	A \$ 2,368,922.47
Encumbered	A <u>1,715,776.43</u>
	<u>\$ 4,084,698.90</u>

Cash Disbursed	\$ 1,597,629.27
Accounts Payable	<u>232,060.49</u>
	<u>\$ 1,829,689.76</u>

TOWNSHIP OF RANDOLPH
CURRENT FUND
SCHEDULE OF LOCAL SCHOOL DISTRICT TAXES PAYABLE
YEAR ENDED DECEMBER 31, 2023

Increased by:

Levy - Calendar Year 2023

\$ 85,079,965.00

Decreased by:

Payments to Local School District

\$ 85,079,965.00

TOWNSHIP OF RANDOLPH
FEDERAL AND STATE GRANT FUND
SCHEDULE OF APPROPRIATED RESERVES

	Balance Dec.31, 2022	Transferred from 2023 Budget Appropriations	Expended	Cancelled	Encumbrances	Prior Year Encumbrances Cancelled	Balance Dec.31, 2023
Recycling Tonnage Grant	\$ 1,728.93	\$ 71,400.20	\$ 5,077.73		\$ 835.00	\$ 8,595.00	\$ 75,811.40
Drunk Driving Enforcement Fund	1,556.18		1,275.60		459.58	179.00	
Municipal Alliance Program	17,753.84	12,253.00	9,605.70	\$ 10,439.20	120.00	1,149.91	10,991.85
Clean Communities Program	131,636.35	67,813.49	51,814.55		1,775.00		145,860.29
Body Armor Replacement Program	4,419.36	2,380.10					6,799.46
Bulletproof Vest Program	13,513.25		10,758.79	1,913.26			841.20
Tobacco Sale - Of-Age Grant	6,945.54			6,945.54			
Hazardous Discharge Site Redemption Program	7,478.67			7,478.67			
Highlands Council Planning Assistance Grant	400.00			400.00			
Highlands Council Water Protection/Planning	17,359.20						17,359.20
New Jersey Highlands Grant	166,077.50						166,077.50
COVID-19 Coronavirus Relief Fund	5,482.73			147.77			5,334.96
New Jersey Department of Health:							
Strengthening Local Public Health Capacity:							
2021 Program	47,909.15						47,909.15
2022 Program	228,433.94					7,726.99	236,160.93
Morris County Economic Development Grant	1,500.00						1,500.00
Morris Arts Grant	1,200.00						
American Rescue Plan	1,413,781.36		1,000.00	200.00			
Drive Sober or Get Pulled Over			572,229.60				519,512.47
Distracted Driving Grant		7,000.00	2,520.00		375,995.82	53,956.53	4,480.00
Opioid Settlement Grant		8,750.00	8,750.00				
NJACCHO Health Grant		30,027.79					30,027.79
Stormwater Assistance Grant		692,357.00	346,264.47				346,092.53
Lead Grant Assistance Program		25,000.00					25,000.00
Private Well Outreach		5,500.00	5,500.00				
		6,000.00					6,000.00
	<u>\$ 2,067,176.00</u>	<u>\$ 928,481.58</u>	<u>\$ 1,014,796.44</u>	<u>\$ 27,524.44</u>	<u>\$ 379,185.40</u>	<u>\$ 71,607.43</u>	<u>\$ 1,645,758.73</u>
Ref.	A	Grants Receivable Fund Balance		\$ 17,364.97 10,159.47			A
				<u>\$ 27,524.44</u>			

TOWNSHIP OF RANDOLPH
FEDERAL AND STATE GRANT FUND
SCHEDULE OF UNAPPROPRIATED RESERVES

	Balance Dec. 31, 2022	Cash Received	Budget Revenue Realized	Unexpended Grant Trans- ferred from General Capital Fund	Balance Dec. 31, 2023
American Rescue Plan				\$575,000.00	\$575,000.00
Body Armor Grant	\$ 2,380.10	\$ 2,803.57	\$ 2,380.10		2,803.57
National Opioids Settlement	17,535.30	28,767.44	30,027.79		16,274.95
	<u>\$ 19,915.40</u>	<u>\$ 31,571.01</u>	<u>\$ 32,407.89</u>	<u>\$575,000.00</u>	<u>\$594,078.52</u>

Ref. A

A

TOWNSHIP OF RANDOLPH
COUNTY OF MORRIS
2023
TRUST FUNDS

TOWNSHIP OF RANDOLPH
TRUST FUNDS
SCHEDULE OF CASH

Ref.	Assessment Trust Fund	Animal Control Fund	Unemployment Insurance Fund	Long-Term Disability Fund	Drug Enforcement Fund Federal Share	State Share	Housing Trust Fund	Open Space Trust Fund	Other Trust Funds
B	\$ 644,971.07	\$ 33,404.72	\$ 160,803.38	\$ 49,054.66	\$ 29.95	\$ 19,775.57	\$ 340,714.78	\$ 827,724.48	\$ 2,622,835.64
Balance December 31, 2022									
Increased by Receipts:									
Township Fees		43,100.40							
State Board of Health - Registration Fees		2,596.80							
Other Towns - Pound Fees		39,806.00							
Due to Current Fund:									
Prior Year Interfund Returned		35,490.00							
Assessments Receivable	70,805.23								
Unallocated Interest	0.73								
Interest			7,298.61	2,174.66		913.18	19,597.77		
Unemployment Insurance Deposits			22,181.95					948,117.70	
Open Space Tax Levy									
Development Fees							185,988.00		114.00
Reserve for Parking Offense									
Adjudication Act									
Reserve for Performance Bonds									
and Street Opening									
Tax Sale Premiums									415,375.43
Third Party Liens									203,300.00
Public Defender									153,818.38
Reserve for Tree Bank Fund									20,553.00
Reserve for Police Special Detail									167,017.90
Reserve for Drug Enforcement Fund									607,792.48
Reserve for Storm Recovery						1,507.32			
Reserve for Accumulated Retirement Leave									110,000.00
Reserve for Other Special Deposits									223,000.00
Total Receipts	70,805.96 715,777.03	120,993.20 154,397.92	29,480.56 190,283.94	2,174.66 51,229.32		2,420.50 22,196.07	205,585.77 546,300.55	948,117.70 1,775,842.18	2,013,962.27 4,636,797.91

TOWNSHIP OF RANDOLPH
TRUST FUNDS
SCHEDULE OF CASH
(Continued)

Ref.	Assessment Trust Fund	Animal Control Fund	Unemployment Insurance Fund	Long-Term Disability Fund	Drug Enforcement Fund		Housing Trust Fund	Open Space Trust Fund	Other Trust Funds
					Federal Share	State Share			
Decreased by Disbursements:									
Expenditures Under R.S. 4:19-15.11		\$ 74,992.07							
Payments to State Board of Health		2,578.20							
Claims Paid			\$ 26,212.03				\$ 39,777.39		
Reserve For Housing Trust Fund									
Due Shongum Lake Association - New									
Jersey Wastewater Trust Loan Payable	\$ 79,403.74								
Reserve for Open Space:									
Debt Service Principal								\$ 370,000.00	
Debt Service Interest								156,120.01	
Capital Improvement Fund								440,000.00	
Reserve for Performance Bonds									\$ 398,290.00
and Street Opening									
Tax Sale Premiums									308,800.00
Third Party Liens									205,766.65
Public Defender									14,000.04
Reserve for Tree Bank Fund									83,478.47
Reserve for Tree Bonds									
Reserve for Police Special Detail									636,162.36
Reserve for Accumulated Retirement Leave									101,065.09
Reserve for Storm Recovery									62,514.96
Reserve for Other Special Deposits									108,787.56
Total Disbursements	\$ 79,403.74	\$ 77,570.27	\$ 26,212.03	\$ - 0 -	\$ - 0 -	\$ - 0 -	\$ 39,777.39	966,120.01	1,918,865.13
Balance December 31, 2023	\$ 636,373.29	\$ 76,827.65	\$ 164,071.91	\$ 51,229.32	\$ 29.95	\$ 22,196.07	\$ 506,523.16	\$ 809,722.17	\$ 2,717,932.78

TOWNSHIP OF RANDOLPH
ASSESSMENT TRUST FUND
ANALYSIS OF CASH

	Balance Dec. 31, 2022	Receipts	Disbursements	Balance Dec. 31, 2023
Unallocated Interest Payable	\$ 0.25	\$ 0.73		\$ 0.98
Due Shongum Lake Association	28,683.04			28,683.04
Due Shongum Lake Association - New Jersey Wastewater Trust	198,883.43	43,393.18	\$ 79,403.74	162,872.87
Reserve for Unpaid Assessments	4,000.00			4,000.00
Fund Balance	413,404.35	27,412.05		440,816.40
	<u>\$ 644,971.07</u>	<u>\$ 70,805.96</u>	<u>\$ 79,403.74</u>	<u>\$ 636,373.29</u>

TOWNSHIP OF RANDOLPH
ASSESSMENT TRUST FUND
SCHEDULE OF ASSESSMENTS RECEIVABLE

Ord. Date	Improvement Description	Date of Confirmation	Annual Installments	Balance Dec. 31, 2022	Collected	Balance Dec. 31, 2023	Balance Pledged to	
							Reserve	Shongum Lake Association - NJ Water Trust Loan
10/11/02	Shongum Water Extension	04/07/05	10	\$ 1,617.20	\$ 801.68	\$ 815.52	\$ 815.52	
12/23/05	Shongum Lake Dam	09/04/08	18	118,724.62	43,393.18	75,331.44		\$ 75,331.44
05/06/10	Mac Spar Drive	02/01/17	10	110,244.66	26,610.37	83,634.29	83,634.29	
				<u>\$230,586.48</u>	<u>\$ 70,805.23</u>	<u>\$ 159,781.25</u>	<u>\$ 84,449.81</u>	<u>\$ 75,331.44</u>
			<u>Ref.</u>	<u>B</u>		<u>B</u>		
	Collection of Unpledged Assessments			\$ 27,412.05				
	Due to Shongum Lake Association			43,393.18				
				<u>\$ 70,805.23</u>				

TOWNSHIP OF RANDOLPH
ASSESSMENT TRUST FUND
SCHEDULE OF RESERVE FOR ASSESSMENTS

<u>Date of Confirmation</u>	<u>Improvement Description</u>	<u>Balance Dec. 31, 2022</u>	<u>Collected</u>	<u>Balance Dec. 31, 2023</u>
04/07/05	Shongum Water Extension	\$ 1,617.20	\$ 801.68	\$ 815.52
02/01/17	Mac Spar Drive	<u>110,244.66</u>	<u>26,610.37</u>	<u>83,634.29</u>
		<u>\$ 111,861.86</u>	<u>\$ 27,412.05</u>	<u>\$ 84,449.81</u>

B

B

Collection of Unpledged Assessments \$ 27,412.05

TOWNSHIP OF RANDOLPH
ANIMAL CONTROL FUND
SCHEDULE OF RESERVE FOR ANIMAL CONTROL FUND EXPENDITURES

	<u>Ref.</u>	
Balance December 31, 2022	B	\$ 62,800.98
Increased by:		
Township Fees		\$ 43,100.40
Other Towns - Pound Fees		39,806.00
Adjustment to State Payable		<u>328.20</u>
		83,234.60
		<u>146,035.58</u>
Decreased by:		
Expenditures Under R.S.4:19-15.11		<u>74,992.07</u>
Balance December 31, 2023	B	<u><u>\$ 71,043.51</u></u>

License Fees Collected

<u>Year</u>	<u>Amount</u>
2021	\$ 46,841.60
2022	<u>48,555.60</u>
Maximum Allowable Reserve	<u><u>\$ 95,397.20</u></u>

TOWNSHIP OF RANDOLPH
COUNTY OF MORRIS
2023
GENERAL CAPITAL FUND

TOWNSHIP OF RANDOLPH
GENERAL CAPITAL FUND
SCHEDULE OF CASH

	<u>Ref.</u>	
Balance December 31, 2022	C	\$ 9,219,162.93
Increased by:		
Prior Year Improvement Authorization Refunds	\$ 9,642.80	
Reserve for Payment of Debt Service - Board of Education	74,381.00	
NJ Department of Transportation Grant Receivable	474,383.82	
Due from Current Fund:		
Budget Appropriation:		
Capital Improvement Fund	2,899,000.00	
Due from Open Space Trust Fund:		
Budget Appropriation	440,000.00	
		<u>3,897,407.62</u>
		13,116,570.55
Decreased by:		
Improvement Authorization Expenditures	4,120,091.17	
Due to Federal and State Grant Fund:		
Improvement Authorizations Cancelled	575,000.00	
Due from Current Fund:		
Anticipated Revenue - Current Fund:		
Reserve for Payment of Debt Service	120,000.00	
		<u>4,815,091.17</u>
Balance December 31, 2023	C	<u>\$ 8,301,479.38</u>

TOWNSHIP OF RANDOLPH
GENERAL CAPITAL FUND
ANALYSIS OF CASH

	Balance (Deficit) Dec. 31, 2022	Receipts		Disbursements		Transfers		Balance (Deficit) Dec. 31, 2023
		Budget Appropriation	Other	Improvement Authorizations	Other	From	To	
Fund Balance	\$ 574,022.02						\$ 133.82	\$ 574,155.84
Capital Improvement Fund	343,198.71	\$3,339,000.00				\$3,338,406.66	134,228.25	478,020.30
Due from Federal and State Grant Fund							575,000.00	
NJ Department of Transportation Grant Receivable	(601,602.22)		\$474,383.82			199,815.00		(327,033.40)
Due from Denville Township	(1,703.33)						1,703.33	
Due from Rockaway Township	(1,703.33)						1,703.33	
Reserve for:								
Payment of Debt Service	161,677.47							
In Lieu of Bikeway/Trails/Sidewalks	56,592.50		74,381.00		120,000.00	26,980.00	13,118.20	129,176.67
Preliminary Costs - Municipal Improvements	2,000.00							29,612.50
Preliminary Costs - Sewer Design	2,526.68							2,000.00
								2,526.68

Ord. No.	Improvement Description							
20-97	Butterworth Sewer Interceptor	732,489.78						669,792.78
55-99/47-00	Design and Construction of Freedom Park	740.20		\$ 62,697.00				
07-08	Acquisition of Land	1,004,978.78		740.20				1,004,978.78
08-03	Various Capital Improvements	33,031.68						33,031.68
15-04	Various Capital Improvements	133.82				133.82		
30-05	Various Capital Improvements	24,177.65						24,177.65
10-08	Various Capital Improvements	2,902.20				2,902.20		
02-10/	Renovation of Senior Community Center,							
08-12	Library & VFW Building	76.74				76.74		
10-10	Various Capital Improvements	2,912.13				2,912.13		
05-11	Improvements to D.P.W. Facility	9,423.97						9,423.97
16-13	Improvements to Seeing Eye Animal Shelter	6,415.61				6,415.61		
15-14	Water/Sewer Various Capital Improvements	67,999.51						67,999.51
16-14	Recreational and Open Space Capital Improvements	18,303.91						980.57
17-14	Various Capital Improvements	33,778.32		17,323.34				21,701.94
06-15	Various Capital Improvements	9,805.50		12,076.38				3,165.00
07-15	Water/Sewer Various Capital Improvements	121,413.91		6,640.50				121,413.91
26-15	Reappropriation for Radio Equipment - Police Dept.	374.43						374.43

TOWNSHIP OF RANDOLPH
GENERAL CAPITAL FUND
ANALYSIS OF CASH
(Continued)

Ord. No.	Improvement Description	Balance (Deficit) Dec. 31, 2022	Receipts		Disbursements		Transfers		Balance (Deficit) Dec. 31, 2023
			Budget Appropriation	Other	Improvement Authorizations	Other	From	To	
09-16	Millbrook Avenue Paving	\$ 168,926.61							\$ 168,926.61
12-16	Various Capital Improvements	(1,031,025.13)					\$ 811.52		(1,031,836.65)
13-16	Various Capital Improvements	9,318.00							9,318.00
21-16	Various Parks and Recreation Capital Improvements								
07-17	Various Water/Sewer Capital Improvements	48,648.14			\$ 10,000.00		10,146.82		28,501.32
08-17	Various Capital Improvements	29,855.37							29,855.37
10-17	Calais Park Design/Engineering	14,895.72			5,966.66				8,929.06
12-17	Various Capital Improvements	12,662.27					12,662.27		
17-17	Purchase Police Weapons	12,876.39							12,876.39
25-17	Calais Park - 90 Acres	1,469.75							1,469.75
06-18	Various Capital Improvements	241,291.51	\$ 9,642.80		8,689.16				242,245.15
07-18	Various Capital Improvements	170,487.65			49,540.69		17,763.96		103,183.00
09-18	Various Capital Improvements	753,177.53			728,755.00				24,422.53
10-18	Various Capital Improvements	56,094.89			3,834.58				52,260.31
11-18	Various Capital Improvements	46,633.70			4,080.70				42,553.00
12-18	Freedom Park Improvements	548,659.90							548,659.90
13-18	Various Improvements	(1,717.93)			512.42				(2,230.35)
20-18	Various Capital Improvements	743,550.04			74,821				668,729.54
09-19	Security Systems	17,453.64							17,453.64
10-19	Various Capital Improvements	(448,351.87)			18,149.80				(466,501.67)
11-19	Various Capital Improvements	407,789.86			67,198.17		28,148.08		312,443.61
12-19	Various Capital Improvements	228,734.72			3,603.66				225,131.06
05-20	Various Water/Sewer Capital Improvements	150,000.00			147,773.36		67.43		2,226.64
06-20	Various Capital Improvements	269,525.21			51,435.38				218,022.40
07-20	2020 Road Overlay Program	1,215.73							1,215.73
09-20	Various Water/Sewer Improvements	265,681.37			88,475.33		45,919.54		131,286.50
10-20	Various Capital Improvements	368,214.23			48,356.00				319,858.23
14-20	Purchase DPW Equipment	(301,581.17)							(301,581.17)
18-20	Various Water Capital Improvements	11,000.00							11,000.00
19-20	Various Capital Improvements	1,066.95			982.83		45.52		38.60
11-21	Brundage Park Lighting	21,027.51			21,027.51				
12-21	Various Capital Improvements	483,643.23			126,868.68		4,569.92		352,204.63
13-21	Retaining Wall Improvements-Various Calais Road (Phase 1)	35,000.00							35,000.00
		(54,074.10)							(54,074.10)

TOWNSHIP OF RANDOLPH
GENERAL CAPITAL FUND
ANALYSIS OF CASH
(Continued)

Ord. No.	Improvement Description	Balance (Deficit) Dec. 31, 2022	Receipts		Disbursements		Transfers		Balance (Deficit) Dec. 31, 2023
			Budget Appropriation	Other	Improvement Authorizations	Other	From	To	
14-21	2021 Various Improvements	\$ (395,661.04)			\$ 19,687.42				\$ (415,348.46)
15-21	Fire Department Equipment	(653,630.00)			1,370.00				(655,000.00)
17-21	Various Capital Improvements	204,919.53			115,882.24		\$ 9,485.42		79,551.87
18-21	2021 Parks and Recreation Improvements	272,134.12			7,347.07				264,787.05
22-21	EA Porter AKA 42 Bennett	87,803.73							87,803.73
26-21	Stormwater Outfall	75,000.00					75,000.00		
27-21	Paint Water Tank	500,000.00					500,000.00		
28-21	Retrofit HVAC	100,829.73							100,829.73
09-22	2022 Parks and Recreation Improvements	421,196.94			48,042.29		0.29		373,154.36
10-22	Water/Sewer Improvements	924,510.70			167,085.05		5,369.00		752,056.65
11-22	Various Capital Improvements	1,383,742.86			616,790.40		50.00		766,902.46
12-22	Various Improvements	53,000.00			201,087.51				(148,087.51)
28-22	CCM Pump Station Improvements	150,000.00			100,330.66				49,669.34
29-22	W&S Dump Truck Body & Equipment	40,000.00							40,000.00
30-22	Various Improvements	102,000.00			58,255.10				43,744.90
32-22	Recreation Improvements to Properties	60,000.00			55,693.18				4,306.82
33-22	Supplemental Funding - Fire Truck	7,200.00							7,200.00
06-23	Various Capital Improvements				1,006,193.67			\$2,266,815.00	1,260,621.33
07-23	Various Water/Sewer Improvements				43,698.26			760,000.00	716,301.74
08-23	Various Parks and Recreation Capital Improvements								
09-23	Various Improvements				52,727.15			440,000.00	387,272.85
16-23	Bennet Avenue Trail and Bridge				39,373.32			68,000.00	28,626.68
					26,980.00			26,980.00	
		\$ 9,219,162.93	\$3,339,000.00	\$ 558,407.62	\$4,120,091.17	\$695,000.00	\$4,287,681.93	\$4,287,681.93	\$ 8,301,479.38

TOWNSHIP OF RANDOLPH
GENERAL CAPITAL FUND
SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION - UNFUNDED

Ord. No.	Improvement Description	Analysis of Balance			
		Balance Dec. 31, 2022	2023 Authorizations	Balance Dec. 31, 2023	Dec. 31, 2023 Expenditures Unexpended Improvement Authorizations
12-16	Various Capital Improvements	\$ 1,080,500.00		\$ 1,080,500.00	\$ 48,663.35
11-18	Freedom Park Improvements	250.00		250.00	250.00
12-18	Various Improvements	3,000.00		3,000.00	769.65
09-19	Various Capital Improvements	506,350.00		506,350.00	39,848.33
10-20	Purchase DPW Equipment	323,000.00		323,000.00	21,418.83
13-21	Calais Road (Phase 1)	142,500.00		142,500.00	88,425.90
14-21	2021 Various Improvements	422,750.00		422,750.00	7,401.54
15-21	Fire Department Equipment	655,000.00		655,000.00	
12-22	Various Improvements	947,000.00		947,000.00	798,912.49
33-22	Supplemental Funding - Fire Truck	142,800.00		142,800.00	142,800.00
09-23	Various Improvements		\$ 579,000.00	579,000.00	579,000.00
		<u>\$ 4,223,150.00</u>	<u>\$ 579,000.00</u>	<u>\$ 4,802,150.00</u>	<u>\$ 3,074,659.91</u>
					<u>\$ 1,727,490.09</u>

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TOWNSHIP OF RANDOLPH
GENERAL CAPITAL FUND
SCHEDULE OF IMPROVEMENT AUTHORIZATIONS

Ord. No.	Improvement Description	Ordinance		Balance Dec. 31, 2022		2023 Authorizations				Balance Dec. 31, 2023			
		Date	Amount	Funded	Unfunded	Capital Improvement Fund	Deferred Charges to Future Taxation -		Other Financing Sources	Paid or Charged	Cancelled	Funded	Unfunded
							Unfunded	Unfunded					
20-97	Butterworth Sewer Interceptor	05/22/97	\$ 2,800,000.00	\$ 732,489.78					\$ 62,697.00			\$ 669,792.78	
47-00	Design and Construction of Freedom Park	07/27/00	2,820,000.00	740.20					740.20				
07-08	Acquisition of Land	05/04/00	10,450,000.00	1,004,978.78								1,004,978.78	
08-03	Various Capital Improvements	06/05/03	910,000.00	33,031.68								33,031.68	
15-04	Various Capital Improvements	06/03/04	690,000.00	133.82						\$ 133.82			
30-05	Various Capital Improvements	07/07/05	950,000.00	24,177.65								24,177.65	
10-08	Various Capital Improvements	05/01/08	470,000.00	2,902.20						2,902.20			
02-10/	Renovation of Senior Community Center,												
08-12	Library & VFW Building	04/06/10	3,400,000.00	76.74						76.74			
10-10	Various Capital Improvements	07/01/10	1,985,000.00	2,912.13						2,912.13			
05-11	Improvements to D.P.W. Facility	04/07/11	3,600,000.00	9,423.97								9,423.97	
16-13	Improvements to Seeing Eye Animal Shelter	06/27/13	200,000.00	6,415.61						6,415.61			
15-14	Water/Sewer Various Capital Improvements	05/22/14	450,000.00	67,999.51								67,999.51	
16-14	Recreational and Open Space												
	Capital Improvements	05/22/14	233,000.00	18,303.91					17,323.34			980.57	
17-14	Various Capital Improvements	05/22/14	319,000.00	33,778.32					12,076.38			21,701.94	
06-15	Various Capital Improvements	04/30/15	323,300.00	9,805.50					6,640.50			3,165.00	
07-15	Water/Sewer Various Capital Improvements	04/30/15	770,000.00	121,413.91								121,413.91	
26-15	Purchase of Radio Equipment -												
	Police Department	11/05/15	58,295.13	374.43								374.43	
09-16	Millbrook Avenue Paving	04/21/16	400,000.00	168,926.61								168,926.61	
12-16	Various Capital Improvements	05/05/16	1,173,000.00		\$ 49,474.87					811.52			\$ 48,663.35
13-16	Various Capital Improvements	05/05/16	475,000.00	9,318.00								9,318.00	
21-16	Various Parks & Recreation												
	Capital Improvements	09/15/16	500,000.00	48,648.14									
07-17	Various Water/Sewer Capital Improvements	05/18/17	1,700,000.00	29,855.37					10,000.00	10,146.82		28,501.32	
08-17	Various Capital Improvements	05/18/17	784,000.00	14,895.72								29,855.37	
10-17	Calais Park Design/Engineering	05/18/17	130,000.00	12,662.27								8,929.06	
12-17	Various Capital Improvements	05/18/17	418,000.00	12,876.39						12,662.27			
17-17	Purchase Police Weapons	07/27/17	10,000.00	1,469.75								12,876.39	
25-17	Calais Park - 90 Acres	11/16/17	2,520,000.00	241,291.51								1,469.75	
06-18	Various Capital Improvements	05/03/18	1,261,500.00	170,487.65								242,245.15	
07-18	Various Capital Improvements	05/03/18	1,425,000.00	753,177.53					49,540.69	17,763.96		103,183.00	
09-18	Various Capital Improvements	05/03/18	1,275,000.00	56,094.89					728,755.00			24,422.53	
10-18	Various Capital Improvements	05/03/18	465,000.00	46,633.70					3,834.58			52,260.31	
11-18	Freedom Park Improvements	05/03/18	2,075,000.00	548,659.90					4,080.70			42,553.00	
12-18	Various Improvements	05/17/18	573,000.00		250.00							548,659.90	250.00
13-18	Various Capital Improvements	05/17/18	3,050,000.00	743,550.04	1,282.07				512.42				769.65
20-18	Security Systems	09/20/18	44,000.00	17,453.64					74,820.50			668,729.54	
09-19	Various Capital Improvements	05/02/19	558,000.00		57,998.13							17,453.64	
10-19	Various Capital Improvements	05/02/19	1,035,500.00	407,789.86					18,149.80	28,148.08		312,443.61	
11-19	Various Capital Improvements	05/02/19	415,000.00	228,734.72					67,198.17			225,131.06	
12-19	Various Water/Sewer Capital Improvements	05/02/19	260,000.00	150,000.00					3,603.66			2,226.64	
05-20	Various Capital Improvements	05/21/20	1,049,500.00	269,525.21					147,773.36				
									51,435.38	67.43		218,022.40	

TOWNSHIP OF RANDOLPH
GENERAL CAPITAL FUND
SCHEDULE OF IMPROVEMENT AUTHORIZATIONS
(Continued)

Ord No.	Improvement Description	Ordinance		Balance Dec. 31, 2022		2023 Authorizations			Deferred Charges		Balance Dec. 31, 2023	
		Date	Amount	Funded	Unfunded	Capital Improvement Fund	to Future Taxation - Unfunded	Other Financing Sources	Paid or Charged	Cancelled	Funded	Unfunded
06-20	2020 Road Overlay Program	05/21/20	900,000.00	\$	1,215.73						\$	1,215.73
07-20	Various Water/Sewer Improvements	05/21/20	1,150,000.00	265,681.37					\$ 88,475.33	\$ 45,919.54	\$	131,286.50
09-20	Various Capital Improvements	05/21/20	440,000.00	368,214.23					48,356.00		319,858.23	
10-20	Purchase DPW Equipment	05/21/20	348,000.00		\$ 21,418.83							\$ 21,418.83
14-20	Various Water Capital Improvements	06/25/20	41,500.00	11,000.00							11,000.00	
18-20	Various Capital Improvements	09/24/20	105,000.00	1,066.95					982.83	45.52	38.60	
19-20	Brundage Park Lighting	09/24/20	175,000.00	21,027.51					21,027.51			
11-21	Various Capital Improvements	04/22/21	851,000.00	483,643.23					126,868.68	4,569.92	352,204.63	
12-21	Retaining Wall Improvements	04/22/21	35,000.00	35,000.00							35,000.00	
13-21	Calais Road (Phase 1)	04/22/21	500,000.00	88,425.90								88,425.90
14-21	Various Improvements	04/22/21	445,000.00	27,088.96					19,687.42			7,401.54
15-21	Fire Department Equipment	04/22/21	690,000.00	1,370.00					1,370.00			
17-21	Various Capital Improvements	05/06/21	610,000.00	204,919.53					115,882.24	9,485.42	79,551.87	
18-21	Parks and Recreation Improvements	05/06/21	310,000.00	272,134.12					7,347.07		264,787.05	
22-21	EA Porter AKA 42 Bennett	06/24/21	200,000.00	87,803.73							87,803.73	
26-21	Stormwater Outfall	09/09/21	75,000.00	75,000.00						75,000.00		
27-21	Paint Water Tank	09/09/21	500,000.00	500,000.00						500,000.00		
28-21	Retrofit HVAC	09/09/21	150,000.00	100,829.73							100,829.73	
09-22	2022 Parks and Recreation Improvements	04/21/22	445,000.00	421,196.94					48,042.29	0.29	373,154.36	
10-22	Water/Sewer Improvements	04/21/22	930,000.00	924,510.70					167,085.05	5,369.00	752,056.65	
11-22	Various Capital Improvements	04/21/22	2,317,700.00	1,383,742.86					616,790.40	50.00	766,902.46	
12-22	Various Improvements	04/21/22	1,000,000.00	53,000.00	947,000.00				201,087.51			798,912.49
28-22	CCM Pump Station Improvements	09/22/22	150,000.00	150,000.00					100,330.66		49,669.34	
29-22	W&S Dump Truck Body & Equipment	10/20/22	40,000.00	40,000.00							40,000.00	
30-22	Various Improvements	10/20/22	102,000.00	102,000.00					58,255.10		43,744.90	
32-22	Recreation Improvements to Properties	12/08/22	60,000.00	60,000.00					55,693.18		4,306.82	
33-22	Supplemental Funding - Fire Truck	12/08/22	150,000.00		142,800.00							142,800.00
06-23	Various Capital Improvements	04/20/23	2,266,815.00						1,006,193.67		1,260,621.33	
07-23	Various Water/Sewer Improvements	04/20/23	760,000.00			\$ 2,067,000.00		\$ 199,815.00	43,698.26		716,301.74	
08-23	Various Parks and Recreation					760,000.00						
	Capital Improvements	04/20/23	440,000.00			440,000.00			52,727.15		387,272.85	
09-23	Various Improvements	04/20/23	647,000.00			68,000.00	\$ 579,000.00		39,373.32		28,626.68	579,000.00
16-23	Bennet Avenue Trail and Bridge	06/29/23	26,980.00					26,980.00				
				\$ 11,570,195.67	\$ 1,337,108.76	\$ 3,335,000.00	\$ 579,000.00	\$ 226,795.00	\$ 4,110,448.37	\$ 722,480.27	\$ 10,487,680.70	\$ 1,727,490.09
				C	C	C	C			C	C	C

Ref.

NJ Department of Transportation Grant
Reserve for: In Lieu of Bikeway/Trails/Sidewalks

\$ 134,228.25	Capital Improvement Fund
133.82	Fund Balance
13,118.20	Reserve to Pay Debt Service
\$ 4,120,091.17	Due to Federal and State Grant Fund -
(9,642.80)	American Rescue Plan Act
\$ 4,110,448.37	

TOWNSHIP OF RANDOLPH
GENERAL CAPITAL FUND
SCHEDULE OF CAPITAL IMPROVEMENT FUND

	<u>Ref.</u>	
Balance December 31, 2022	C	\$ 343,198.71
Increased by:		
Improvement Authorizations Cancelled	\$ 134,228.25	
Current Fund Budget Appropriation	2,899,000.00	
Open Space Budget Appropriation	440,000.00	
		<u>3,473,228.25</u>
		3,816,426.96
Decreased by:		
Appropriated to Finance Improvement Authorizations	3,335,000.00	
Cancellation of Accounts Receivable	3,406.66	
		<u>3,338,406.66</u>
Balance December 31, 2023	C	<u><u>\$ 478,020.30</u></u>

TOWNSHIP OF RANDOLPH
GENERAL CAPITAL FUND
SCHEDULE OF BOND ANTICIPATION NOTES PAYABLE
YEAR ENDED DECEMBER 31, 2023

NOT APPLICABLE

TOWNSHIP OF RANDOLPH
GENERAL CAPITAL FUND
SCHEDULE OF SERIAL BONDS PAYABLE

Purpose	Date of Issue	Original Issue	Maturities of Bonds			Interest Rate	Balance	
			Outstanding	Dec. 31, 2023	Amount		Dec. 31, 2022	Balance Dec. 31, 2023
			Date					
General Improvement Bonds	08/01/15	\$15,380,000.00	02/01/24	\$	765,000.00	3.000%	\$ 10,900,000.00	\$ 760,000.00
			02/01/25		770,000.00	3.000%		
			02/01/26		775,000.00	3.000%		
			02/01/27		780,000.00	3.000%		
			02/01/28		785,000.00	3.000%		
			02/01/2029-31		790,000.00	3.000%		
			02/01/2032-33		790,000.00	3.125%		
			02/01/2034-35		790,000.00	3.250%		
			02/01/36		735,000.00	3.250%		
General Improvement Bonds	09/06/18	8,885,000.00	10/15/24		600,000.00	3.000%	6,860,000.00	590,000.00
			10/15/25		610,000.00	4.000%		
			10/15/26		615,000.00	3.000%		
			10/15/27		625,000.00	3.000%		
			10/15/28		635,000.00	3.000%		
			10/15/29		645,000.00	3.000%		
			10/15/30		655,000.00	3.000%		
			10/15/31		665,000.00	3.000%		
			10/15/32		675,000.00	3.000%		
			10/15/33		545,000.00	3.125%		
							<u>\$ 17,760,000.00</u>	<u>\$ 1,350,000.00</u>
							<u>\$ 16,410,000.00</u>	

Ref. C C

Paid by Budget Appropriation \$ 980,000.00
Paid by Open Space Trust Fund 370,000.00

\$1,350,000.00

TOWNSHIP OF RANDOLPH
GENERAL CAPITAL FUND
SCHEDULE OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED

Ord. No.	Improvement Description	Balance Dec. 31, 2022	2023 Authorizations	Balance Dec. 31, 2023
12-16	Various Capital Improvements	\$ 1,080,500.00		\$ 1,080,500.00
11-18	Freedom Park Improvements	250.00		250.00
12-18	Various Improvements	3,000.00		3,000.00
09-19	Various Capital Improvements	506,350.00		506,350.00
10-20	Purchase DPW Equipment	323,000.00		323,000.00
13-21	Calais Road (Phase 1)	142,500.00		142,500.00
14-21	2021 Various Improvements	422,750.00		422,750.00
15-21	Fire Department Equipment	655,000.00		655,000.00
12-22	Various Improvements	947,000.00		947,000.00
33-22	Supplemental Funding - Fire Truck	142,800.00		142,800.00
09-23	Various Improvements		\$ 579,000.00	579,000.00
		<u>\$ 4,223,150.00</u>	<u>\$ 579,000.00</u>	<u>\$ 4,802,150.00</u>

TOWNSHIP OF RANDOLPH
COUNTY OF MORRIS
2023
SWIMMING POOL UTILITY FUND

TOWNSHIP OF RANDOLPH
SWIMMING POOL UTILITY FUND
SCHEDULE OF CASH - TREASURER

	<u>Ref.</u>	
Balance December 31, 2022	D	\$ 918.23
Increased by:		
Interest Income		<u>40.68</u>
Balance December 31, 2023	D	<u><u>\$ 958.91</u></u>

TOWNSHIP OF RANDOLPH
COUNTY OF MORRIS
2023
PUBLIC ASSISTANCE FUND

TOWNSHIP OF RANDOLPH
PUBLIC ASSISTANCE FUND
SCHEDULE OF CASH - TREASURER

	<u>Ref.</u>	<u>P.A.T.F. I</u>
Balance December 31, 2022	E	\$ 9,513.81
Decreased by Disbursements:		
Prior Year Interest Transferred to Current Fund		<u>28.24</u>
Balance December 31, 2023	E	<u><u>\$ 9,485.57</u></u>

TOWNSHIP OF RANDOLPH

PART II

SINGLE AUDIT

YEAR ENDED DECEMBER 31, 2023

TOWNSHIP OF RANDOLPH
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED DECEMBER 31, 2023

Name of Federal Agency/Department/ Cluster Title	Name of Program	Assistance Listing Number	Pass Through Entity ID	Grant Period		Grant Award	Amount Received	Amount of Expenditures	Cumulative Expenditures	Amounts Provided to Subrecipients
				From	To					
U.S. Department of Justice	Bulletproof Vest Partnership Program	16.607	N/A	01/01/22	12/31/23	\$ 11,599.99	\$ 4,776.80	\$ 10,758.79	\$ 10,758.79	
Total Department of Justice							4,776.80	10,758.79	10,758.79	
U.S. Department of Treasury: (Passed through New Jersey Department of Community Affairs)	COVID-19 - Coronavirus State and Local Fiscal Recovery Funds	21.027	100-022-8030- 687-046010	03/03/20	12/31/24	2,656,278.58		572,229.60	1,135,994.86	
Total Department of Treasury								572,229.60	1,135,994.86	
U.S. Department of Transportation: (Passed through New Jersey Department of Transportation) Highway Safety Cluster	Distracted Driving Incentive	20.616	100-066-1160 158-031030	01/01/23	12/31/23	8,750.00	8,750.00	8,750.00	8,750.00	
	Drive Sober or Get Pulled Over	20.616	100-066-1160 165-030350	01/01/23	12/31/24	7,000.00		2,520.00	2,520.00	
Total Department of Transportation/Highway Safety Cluster							8,750.00	11,270.00	11,270.00	
U.S. Centers for Disease Control: (Passed through NJ Department of Health) Epidemiology and Laboratory Capacity for Prevention and Control of Emerging Infectious Disease	ELC Grant - NIACCHO	93.323	N/A	01/01/23	06/30/25	692,357.00	345,841.50	346,264.47	346,264.47	
Total Centers for Disease Control							345,841.50	346,264.47	346,264.47	
Total Federal Awards							\$ 359,368.30	\$ 940,522.86	\$ 1,504,288.12	\$ - 0 -
N/A - Not Applicable/Available										

TOWNSHIP OF RANDOLPH
SCHEDULE OF EXPENDITURES OF STATE AWARDS
YEAR ENDED DECEMBER 31, 2023

Name of State Agency or Department	Name of Program	State Grant Award Number	Grant Period		Grant Award	Amount Received	Amount of Expenditures	Cumulative Expenditures
			From	To				
Department of Environmental Protection	Clean Communities	765-042-4900- 004-VCMC	01/01/20	12/31/23	\$ 55,437.89	\$ 12,187.68	\$ 39,626.87	\$ 55,437.89
			01/01/21	12/31/24	58,988.13			39,626.87
			01/01/23	12/31/24	67,813.49	\$ 67,813.49		
	Total Clean Communities					67,813.49	51,814.55	95,064.76
	Recycling Tonnage Grant	752-042-4900- 001-V42Y-6020	01/01/22	12/31/24	52,046.82		5,077.73	46,800.62
			01/01/23	12/31/24	71,400.20	71,400.20		
	Total Recycling Tonnage Grant					71,400.20	5,077.73	46,800.62
	Stormwater Assistance Grant	100-042-4850- 099-290400	01/01/23	12/31/24	25,000.00	15,000.00		
Total Department of Environmental Protection						154,213.69	56,892.28	141,865.38
Department of Law and Public Safety	Body Armor Grant	718-066-1020 001-090160	01/01/23	12/31/24	2,803.57	2,803.57		
	Total Body Armor Grant					2,803.57		
	Drunk Driving Enforcement Fund	100-078-6400- YYYY	01/01/18	12/31/24	9,161.93		1,275.60	8,702.35
	Total Drunk Driving Enforcement Fund						1,275.60	8,702.35
Total Department of Law and Public Safety						2,803.57	1,275.60	8,702.35

TOWNSHIP OF RANDOLPH
SCHEDULE OF EXPENDITURES OF STATE AWARDS
YEAR ENDED DECEMBER 31, 2023
(Continued)

Name of State Agency or Department	Name of Program	State Grant Award Number	Grant Period		Grant Award	Amount Received	Amount of Expenditures	Cumulative Expenditures
			From	To				
Department of Treasury Governor's Council on Alcoholism and Drug Abuse (Passed Through the County of Morris)	Governor's Council on Alcoholism and Drug Abuse	100-082-2000- 044-995120	07/01/20	06/30/24	\$ 7,584.32	\$ 5,165.40	\$ 7,584.32	\$ 7,584.32
			07/01/21	06/30/24	12,253.00	3,532.84	\$ 7,942.88	11,941.45
			07/01/22	06/30/24	10,253.00	1,761.38	893.84	8,836.72
			07/01/23	06/30/24	10,253.00	9,969.95	768.98	768.98
Total Department of Treasury						20,429.57	9,605.70	29,131.47
NJ Department of Transportation	Municipal Aid: Calais Road Phase I	480-078-6320 AN8-606280	01/01/21	12/31/23	350,000.00	119,902.22		350,000.00
			01/01/22	12/31/24	481,700.00	354,481.60	468,782.36	468,782.36
Total Department of Transportation						474,383.82	468,782.36	818,782.36
Department of Community Affairs	Lead Grant Assistance Program	100-022-8020- 304-023110	01/01/23	12/31/23	5,500.00	5,500.00	5,500.00	5,500.00
Total Department of Community Affairs						5,500.00	5,500.00	5,500.00
Total State Awards						\$ 657,330.65	\$ 542,055.94	\$ 1,003,981.56

SEE NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS

TOWNSHIP OF RANDOLPH
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS
YEAR ENDED DECEMBER 31, 2023

Note 1. GENERAL

The accompanying schedules of expenditures of federal and state awards (the “Schedules”) includes the federal and state grant activity of the Township of Randolph under programs of the federal and state governments for the year ended December 31, 2023. The information in these schedules is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (“Uniform Guidance”) and New Jersey's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Because the schedules present only a selected portion of the operations of the Township, they are not intended to and do not present the financial position, changes in fund balance or cash flows of the Township.

Note 2. BASIS OF PRESENTATION

Expenditures reported on the accompanying schedules of expenditures of federal and state awards are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts, if any, shown on the Schedules represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. Pass-through identifying numbers are presented where available. The Township has elected not to use the 10 percent de minimis indirect cost rate as allowed under the Uniform Guidance.

Note 3. RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

Amounts reported in the accompanying schedules agree with the amounts reported in the related federal and state financial reports.

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

Independent Auditor's Report

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

We have audited, in accordance with auditing standards generally accepted in the United States of America, 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, the financial statements - *regulatory basis* - of the various funds of the Township of Randolph, in the County of Morris (the "Township") as of and for the years ended December 31, 2023 and 2022, and the related notes to the financial statements and have issued our report thereon dated June 7, 2024. These financial statements have been prepared in accordance with accounting practices prescribed or permitted by the Division to demonstrate compliance with the Division's regulatory basis of accounting, and the budget laws of New Jersey, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

Report on Internal Control Over Financial Reporting

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

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

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

The Honorable Mayor and Members
of the Township Council
Township of Randolph
Page 2

Report on Compliance and Other Matters

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

Purpose of this Report

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

Mount Arlington, New Jersey
June 7, 2024

Nisivoccia, LLP
NISIVOCCIA, LLP

Kathryn L. Mantell

Kathryn L. Mantell
Certified Public Accountant
Registered Municipal Accountant No. 447

Report on Compliance for Each Major Federal Program;
Report on Internal Control Over Compliance Required by the Uniform Guidance

Independent Auditors' Report

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

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the Township of Randolph's (the "Township's") compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on the Township's major federal program for the year ended December 31, 2023. The Township's major federal program is identified in the summary of auditors' results section of the accompanying Schedule of Findings and Questioned Costs.

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

Basis for Opinion on Each Major Federal Program

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

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

Responsibilities of Management for Compliance

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

The Honorable Mayor and Members
 of the Township Council
 Township of Randolph
 Randolph, New Jersey
 Page 2

Auditors' Responsibilities for the Audit of Compliance

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

In performing an audit in accordance with GAAS, *Government Auditing Standards* and the Uniform Guidance, we:

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

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

Report on Internal Control Over Compliance

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

The Honorable Mayor and Members
of the Township Council
Township of Randolph
Randolph, New Jersey
Page 3

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

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

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

Mount Arlington, New Jersey
June 7, 2024

Nisivoccia, LLP
NISIVOCCIA, LLP

Kathryn L. Mantell

Kathryn L. Mantell
Certified Public Accountant
Registered Municipal Accountant No. 447

TOWNSHIP OF RANDOLPH
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2023

Summary of Auditors' Results:

- The Independent Auditors' Report expresses an unmodified opinion on the Township's financial statements, prepared in accordance with accounting practices prescribed or permitted by the Division of Local Government Services, Department of Community Affairs, State of New Jersey to demonstrate compliance with the Division's regulatory basis of accounting and the budget laws of New Jersey.
- There were no material weaknesses or significant deficiencies disclosed during the audit of the financial statements as reported in the *Independent Auditors' 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*.
- No instances of noncompliance material to the financial statements of the Township which would be required to be reported in accordance with *Government Auditing Standards*, were disclosed during the audit.
- There were no significant deficiencies or material weaknesses in internal control over its major federal program disclosed during the audit as reported in the *Independent Auditors' Report on Compliance For Each Major Federal Program; Report on Internal Control Over Compliance Required by the Uniform Guidance*.
- The auditor's report on compliance for its major federal program for the Township expresses an unmodified opinion on its major federal program.
- The audit did not disclose any findings which are required to be reported in accordance with 2 CFR 200.516(a) of the Uniform Guidance.
- The Township was not subject to the single audit provisions of New Jersey's OMB Circular 15-08 for the year ended December 31, 2023, as state grant expenditures were less than the single audit threshold of \$750,000 identified in NJOMB 15-08.
- The threshold for distinguishing between Type A and B federal programs was \$750,000.
- The Township was not determined to be a "low-risk" auditee for federal programs.
- The Township's program tested as a major federal program for the current year consisted of the following federal program:

	<u>Assistance Listing Number</u>	<u>Award Amount</u>	<u>Budgetary Expenditures</u>
<u>Federal Program:</u>			
U.S Department of Treasury:			
(Passed through the New Jersey			
Department of Community Affairs):			
COVID-19 - Coronavirus State &			
Local Fiscal Recovery Funds	21.027	\$ 2,656,278.58	\$ 572,229.60

TOWNSHIP OF RANDOLPH
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2023
(Continued)

Findings Related to Financial Statements Which are Required to be Reported in Accordance with Government Auditing Standards:

- There were none.

Findings and Responses for Federal Awards:

- The audit did not disclose any findings or questioned costs for federal awards as defined in 2 CFR 200.516(a) of the Uniform Guidance.

Findings and Responses for State Awards:

- Not Applicable since state expenditures were below the single audit threshold.

TOWNSHIP OF RANDOLPH
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED DECEMBER 31, 2023

There were no prior year findings.

TOWNSHIP OF RANDOLPH
PART III
COMMENTS AND RECOMMENDATIONS
YEAR ENDED DECEMBER 31, 2023

TOWNSHIP OF RANDOLPH
COMMENTS AND RECOMMENDATIONS

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

N.J.S.A. 40A:11-3 states:

a. " When the cost or price of any contract awarded by the contracting agent in the aggregate does not exceed in a contract year the total sum of \$17,500, the contract may be awarded by a purchasing agent when so authorized by ordinance or resolution, as appropriate to the contracting unit, of the governing body of the contracting unit without public advertising for bids, except that the governing body of any contracting unit may adopt an ordinance or resolution to set a lower threshold for the receipt of public bids or the solicitation of competitive quotations. If the purchasing agent is qualified pursuant to Subsection b. of Section 9 of P.L. 1971, C.198 (N.J.S.A. 40A:11-9), the governing body of the contracting unit may establish that the bid threshold may be up to \$25,000. Such authorization may be granted for each contract or by a general delegation of the power to negotiate and award such contracts pursuant to this section.

b. Any contract made pursuant to this section may be awarded for a period of 24 consecutive months, except that contracts for professional services pursuant to subparagraph (i) of paragraph (a) of subsection (1) of section 5 of P.L. 1971, C.198 (N.J.S.A. 40A:11-5) may be awarded for a period not exceeding 12 consecutive months. The Division of Local Government Services shall adopt and promulgate rules and regulations concerning the methods of accounting for all contracts that do not coincide with the contracting unit's fiscal year.

c. The Governor, in consultation with the Department of the Treasury, shall, no later than March 1 of every fifth year beginning in the fifth year after the year in which P.L.1999, C.440 takes effect, adjust the threshold amount and the higher threshold amount which the governing body is permitted to establish, as set forth in subsection a. of this section, or the threshold amount resulting from any adjustment under this subsection, in direct proportion to the rise or fall of the index rate as that term is defined in section 2 of P.L. 1971, C.198 (N.J.S.A. 40A:11-2), and shall round the adjustment to the nearest \$1,000. The Governor shall, no later than June 1 of every fifth year, notify each governing body of the adjustment. The adjustment shall become effective on July 1 of the year in which it is made."

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

Effective July 1, 2020 and thereafter, the bid thresholds in accordance with N.J.S.A. 40A:11-3 are \$17,500 for a contracting unit without a qualified purchasing agent and \$44,000 for a contracting unit with a qualified purchasing agent.

The governing body of the municipality has the responsibility of determining whether the expenditures in any category will exceed the bid threshold within the year. Where a 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 per N.J.S.A. 40A:11-4. The minutes also indicated that resolutions were adopted and advertised authorizing the awarding of contracts or agreements for "Professional Services" and "Extraordinary Unspecifiable Services" per N.J.S.A. 40A:11-5.

TOWNSHIP OF RANDOLPH
COMMENTS AND RECOMMENDATIONS
(Continued)

Contracts and Agreements Required to be Advertised for N.J.S.A. 40A:11-4 (Cont'd)

Inasmuch as the system of records did not provide for an accumulation of payments for categories for the performance of any work or the furnishing or hiring of any materials or supplies, the results of such an accumulation could not reasonably be ascertained. Disbursements were reviewed, however, to determine whether any clear-cut violations existed. None were noted.

Collection of Interest on Delinquent Taxes, Utility Charges and Assessments

The statute provides the method for authorizing interest and the maximum rates to be charged for the nonpayment of taxes, utility charges or assessments on or before the date when they would become delinquent.

On January 1, 2023, the governing body adopted the following resolutions authorizing interest to be charged on delinquent taxes, utility charges and assessments:

Interest to be charged at the rate of 18% on all delinquent taxes, utility charges and assessments in excess of \$1,500 as per N.J.S.A. 54:4-67 and at the rate of 8% on all delinquent taxes and utility charges under \$1,500. Interest to be waived on current taxes paid within the first 10 days after due dates. An additional penalty of 6% will be imposed on delinquencies in excess of \$10,000 at December 31.

It appears from an examination of the Tax Collector's and the Utility Collector's records on test basis that interest was collected in accordance with the foregoing resolution.

Delinquent Taxes and Tax Title Liens

The last tax sale was held on September 13, 2023 and was complete. Inspection of tax sale certificates revealed that all tax sale certificates were available for audit review. The following comparison is made of the number of tax title liens receivable on December 31 of the last three years:

<u>Year</u>	<u>Number of Liens</u>
2023	40
2022	41
2021	45

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 verification notices as follows:

<u>Type</u>	<u>Number Mailed</u>
Payments of 2024 Taxes	20
Payments of 2023 Taxes	20
Delinquent Taxes	15
Tax Title Liens	5
Payments of Water/Sewer Utility Charges	10
Delinquent Water/Sewer Utility Charges	10
Special Assessments	3

TOWNSHIP OF RANDOLPH
COMMENTS AND RECOMMENDATIONS
(Continued)

Verification of Delinquent Taxes and Other Charges (Cont'd)

Verification notices were mailed to confirm balances as of December 31, 2023. The items that were returned were checked and in agreement with the Township's records. For items not returned, alternative procedures were performed.

New Jersey Administrative Code Accounting Requirements

The Division of Local Government Services has established three (3) accounting requirements which are prescribed in the New Jersey Administrative Code. They are as follows:

1. Maintenance of an encumbrance accounting system.
2. General ledger accounting and record system.
3. Fixed asset accounting and reporting system.

The Township maintains an encumbrance accounting system, a fixed asset accounting and reporting system and a general ledger accounting system.

Municipal Court

The report of the Municipal Court has been forwarded to the Division of Local Government Services and the Township Magistrate under separate cover. Reflected below is a summary of receipts and disbursements for the year ended December 31, 2023.

RECEIPTS AND DISBURSEMENTS FOR THE YEAR ENDED DECEMBER 31, 2023

	Balance Dec. 31, 2022	Receipts	Disbursements	Balance Dec. 31, 2023
Municipal Treasurer:				
Fines and Costs	\$ 9,626.09	\$ 148,689.53	\$ 146,397.42	\$ 11,918.20
County Treasurer	4,907.01	74,544.19	73,674.20	5,777.00
State Treasurer	6,558.76	92,586.67	92,712.41	6,433.02
Miscellaneous	2,746.50	61,778.50	58,011.00	6,514.00
Bail	910.00	14,700.00	13,075.00	2,535.00
	<u>\$ 24,748.36</u>	<u>\$ 392,298.89</u>	<u>\$ 383,870.03</u>	<u>\$ 33,177.22</u>

Status of Prior Year Recommendations

There were no prior year recommendations.

TOWNSHIP OF RANDOLPH
COMMENTS AND RECOMMENDATIONS
(Continued)

Management Suggestions:

Capital Improvement Authorizations and Receivables

Our review of the capital ordinances in the General Capital Fund revealed several ordinances with unexpended balances and several older receivable balances that have not been collected. It is suggested that capital ordinance balances continue to be reviewed annually for project completion or possible cancellation, and receivable balances be reviewed annually for collectability in the General Capital Fund.

Federal and State Grant Reserves and Receivables

The Federal and State Grant Fund contains various appropriated grant reserve balances and grant receivable balances that are several years old. It is suggested that these appropriated grant reserve and account receivable balances be reviewed for cancellation.

Governmental Accounting Standards Board (GASB) Statements

GASB Statement No. 101, *Compensated Absences*, is effective for the year ended December 31, 2024. This statement requires that the liability for compensated absences to be calculated for 1 – leave that has not been used and 2 – leave that has been used but not yet paid. The liability should be recognized for leave that has not been used if (a) – the leave is attributable to services already rendered, (b) the leave accumulates and (c) the leave is more likely than not to be used for time off or otherwise paid. In estimating the leave that is more likely than not to be used or otherwise paid or settled, a government should consider relevant factors such as employment policies related to compensated absences and historical information about the use or payment of compensated absences. Leave that is more likely than not to be settled through conversion to defined benefit postemployment benefits should not be included in the liability for compensated absences. The Statement directs that for leave that has not been used the calculation should generally use an employee's pay rate as of the date of the financial statements.

COVID-19 Federal Funding

It is possible that the Township will undergo some review of its COVID-19 funding by the federal government. We strongly suggest that the Township ensures that these funds are utilized in accordance with the applicable federal requirements, especially with respect to procurement. Additionally, we strongly suggest that the Township ensures that these funds are separately accounted for in the Township's accounting records and that any applicable Township policies are current with respect to federal grant requirements.

Because these funds are new programs, generally significant dollar amounts, and may be expended over a period of years, they may be subject to federal or state audit several years from now. It is important that the grant files maintained by local governments be complete, self-explanatory, and fully document the program(s) undertaken as part of the funding.

The American Rescue Plan funding must be obligated by December 31, 2024 and the liquidation of the obligation must be completed by December 31, 2026.

TOWNSHIP OF RANDOLPH
SUMMARY OF RECOMMENDATIONS

There are no current year recommendations.

* * * * *