

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER,
STATE OF NEW JERSEY**

FINANCIAL STATEMENTS
AND
SUPPLEMENTAL DATA

December 31, 2022

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

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COUNTY OF MERCER, STATE OF NEW JERSEY**

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INTRODUCTORY SECTION (UNAUDITED)

November 20, 2023

The Honorable Mayor and Members of the Township Council
Township of Hamilton
2090 Greenwood Avenue
P.O. Box 00150
Hamilton, New Jersey 08650

The annual financial report for the Township of Hamilton for the year ended December 31, 2022, is hereby submitted, as mandated by state statute. New Jersey state statutes require that the Township annually issue a report on its financial position and activity and that this report be audited by an independent registered municipal accountant. The responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the management of the Township.

The annual financial report is presented in six sections: the introductory section (unaudited), basic financial statements - regulatory basis, supplemental schedules, required supplementary information (unaudited), supplementary information, and statistical section (unaudited). The introductory section contains this letter of transmittal. The basic financial statements - regulatory basis include the combined statements of assets, liabilities, reserves and fund balance for all fund types and account group as well as select individual fund statements and the notes to financial statements. The supplemental schedules include individual fund schedules that provide additional detail and information in support of the basic financial statements - regulatory basis. The required supplementary information (unaudited) includes schedules required by the Governmental Accounting Standards Board related to the Township's pension and other postretirement benefit plans. The supplementary information and statistical section (unaudited) include select financial and demographic information to provide additional insight and information to the financial statements as a whole.

INDEPENDENT AUDITORS' REPORT

INDEPENDENT AUDITORS' REPORT

To the Honorable Mayor and Members of the Township Council
Township of Hamilton
County of Mercer, State of New Jersey

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements – regulatory basis of the various funds and account group of the Township of Hamilton, County of Mercer, State of New Jersey (“Township”), as of and for the year ended December 31, 2022, and the related notes to the financial statements, which collectively comprise the Township’s basic financial statements, as listed in the table of contents.

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the accompanying financial statements present fairly, in all material respects, the respective regulatory basis financial position of the Township as of December 31, 2022, and the respective regulatory changes in financial position for the year then ended in accordance with the financial reporting provisions in Note A.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles section of our report, the financial statements do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the Township as of December 31, 2022, or the changes in financial position for the year then ended.

Basis for Opinions

We conducted our audit 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, and requirements of audit prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey (the “Division”). Our responsibilities under those standards are further described in the Auditors’ Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Township, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

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

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

INDEPENDENT AUDITORS' REPORT (CONTINUED)

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the financial reporting provisions in Note A. 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.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, as well as the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, and requirements of audit 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 requirements of audit 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.

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.

Report on Summarized Comparative Information

We have previously audited the Township's 2021 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated December 16, 2022, in accordance with the financial reporting provisions described in Note A. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2021, is consistent, in all material respects, with the audited financial statements from which it has been derived.

INDEPENDENT AUDITORS' REPORT (CONTINUED)

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the required supplementary information, such as the schedule of proportionate share of the net pension liability and notes to required supplementary information – PERS and PFRS, schedule of contributions – PERS and PFRS, and schedule of proportionate share of the net OPEB liability and contributions, as listed in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with GAAS, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Township's basic financial statements. The supplemental schedules, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the supplemental schedules, as listed in the table of contents, are fairly stated, in all material respects, in relation to the basic financial statements as a whole, on the basis of accounting described in Note A.

Other Information

Management is responsible for the other information included in the financial statements. The other information comprises the introductory section, supplementary information and statistical sections but does not include the basic financial statements and our auditors' report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

INDEPENDENT AUDITORS' REPORT (CONTINUED)

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 20, 2023, 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.



Warren A. Broudy, CPA, CGFM, PSA, CGMA, CMFO
Registered Municipal Accountant License No. 554

MERCADIEN, P.C.
CERTIFIED PUBLIC ACCOUNTANTS

November 20, 2023

BASIC FINANCIAL STATEMENTS – REGULATORY BASIS

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

**COMBINED STATEMENT OF ASSETS, LIABILITIES, RESERVES AND FUND BALANCE – ALL FUND TYPES AND
ACCOUNT GROUP**

December 31, 2022

	Current and Grant	Capital	Trust Funds	Utility Fund Operating	Utility Fund Capital	Fixed Asset Account Group	Totals	
							Memorandum Only	
							December 31, 2022	December 31, 2021
ASSETS AND OTHER DEBITS								
Cash and Cash Equivalents	\$ 40,717,804.68	\$ 4,773,387.91	\$ 27,442,300.87	\$ 8,752,696.32	\$ 10,930,974.46	\$ -	\$ 92,617,164.24	\$ 87,938,586.65
Federal and State Grants Receivable	3,898,297.58	5,892,624.31	-	-	-	-	9,790,921.89	4,615,508.69
Receivables and Other Assets								
Revenue Accounts Receivable	54,771.68	-	-	-	-	-	54,771.68	154,662.57
Delinquent Property Taxes & Utility Charges	16,404.68	-	-	-	-	-	16,404.68	3,741.50
Other Accounts Receivable	33,743.00	-	564,025.03	-	-	-	597,768.03	603,889.04
Assessments Receivable	-	-	397,191.04	2,382,564.43	-	-	2,779,755.47	2,922,431.99
Tax Title, Sewer and Assessment Liens Receivable	2,165,304.12	-	899.49	97,407.22	-	-	2,263,610.83	2,320,055.87
Interfunds Receivable	101,493.68	866,250.00	24,879.39	27,947.93	200,832.61	-	1,221,403.61	8,075,241.07
Property Acquired for Taxes at Assessed Valuation	372,068.68	-	-	-	-	-	372,068.68	367,045.00
Due from State of New Jersey	261,039.42	-	-	-	8,650.65	-	269,690.07	544,151.31
Due from County of Mercer	-	-	-	-	-	-	-	-
Prospective Assessments Funded	-	-	2,069,073.50	-	-	-	2,069,073.50	2,069,073.50
Deferred Charges	142,733.31	96,646,218.16	-	-	-	-	96,788,951.47	86,613,999.28
Fixed Capital	-	-	-	-	140,161,895.66	-	140,161,895.66	137,237,438.70
Fixed Capital Authorized and Uncompleted	-	-	-	-	93,374,108.45	-	93,374,108.45	79,227,398.02
Fixed Assets	-	-	-	-	-	139,703,232.63	139,703,232.63	135,182,071.84
	<u>\$ 47,763,660.83</u>	<u>\$ 108,178,480.38</u>	<u>\$ 30,498,369.32</u>	<u>\$ 11,260,615.90</u>	<u>\$ 244,676,461.83</u>	<u>\$ 139,703,232.63</u>	<u>\$ 582,080,820.89</u>	<u>\$ 547,875,295.03</u>

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

**COMBINED STATEMENT OF ASSETS, LIABILITIES, RESERVES AND FUND BALANCE – ALL FUND TYPES AND
ACCOUNT GROUP (CONTINUED)**

December 31, 2022

	Current and Grant	Capital	Trust Funds	Utility Fund Operating	Utility Fund Capital	Fixed Asset Account Group	Totals Memorandum Only	
							December 31, 2022	December 31, 2021
LIABILITIES, RESERVES AND FUND BALANCE								
Appropriation Reserves	\$ 6,304,165.99	\$ -	\$ -	\$ 1,775,457.35	\$ -	\$ -	\$ 8,079,623.34	\$ 6,744,715.40
Prepaid Taxes, Assessments and Utility Charges	1,868,101.22	-	9,332.15	103,370.68	-	-	1,980,804.05	3,037,692.58
Federal and State Grants								
Appropriated Reserves	4,730,466.27	-	-	-	-	-	4,730,466.27	6,264,023.10
Unappropriated Reserves	5,041,805.11	-	-	-	-	-	5,041,805.11	2,892,153.25
Reserve for Encumbrances	1,407,189.54	-	-	-	-	-	1,407,189.54	606,789.02
Other Liabilities and Reserves								
Due to State of New Jersey	57,749.00	-	25.80	-	-	-	57,774.80	57,540.40
Due to County of Mercer	599,714.78	-	-	-	-	-	599,714.78	457,564.65
Due to HUD	-	-	84,951.58	-	-	-	84,951.58	-
Reserve for Future Debt Service	-	601,935.61	-	311,792.75	-	-	913,728.36	656,979.40
Capital Improvement Fund	-	245,029.74	-	-	192,775.00	-	437,804.74	389,483.74
Interfunds Payable	1,164,222.29	-	57,181.32	-	-	-	1,221,403.61	8,075,241.07
Other Liabilities and Reserves	-	-	12,527,362.24	-	138,966,314.59	-	151,493,676.83	143,839,872.41
Improvement Authorizations	-	39,880,615.28	-	-	39,671,178.06	-	79,551,793.34	53,706,297.56
Encumbrances and Accounts Payable	7,381,518.47	7,495,068.07	590,301.20	1,051,549.41	3,649,253.86	-	20,167,691.01	15,358,157.23
Reserve for Tax Title Liens	-	-	2,737,931.83	-	-	-	2,737,931.83	2,737,931.83
Serial Bonds Payable	-	32,924,000.00	190,000.00	-	47,872,000.00	-	80,986,000.00	92,846,000.00
Bond Anticipation Notes Payable	-	23,662,000.00	-	-	13,830,000.00	-	37,492,000.00	29,331,739.00
Capital Leases Payable	-	1,724,087.29	-	-	-	-	1,724,087.29	2,100,446.00
Green Trust Loans Payable	-	-	-	-	-	-	-	26,884.77
NJIB Loans Payable	-	902,774.93	-	-	188,422.90	-	1,091,197.83	1,418,931.77
Reserve for Receivables	2,682,537.93	-	-	2,507,919.58	-	-	5,190,457.51	5,270,017.40
Accrued Interest on Bonds and Notes	-	-	-	476,289.04	-	-	476,289.04	976,068.71
Deposits for Tax Sale Redemption/Premiums	-	-	4,336,745.36	-	-	-	4,336,745.36	7,484,499.90
Other Reserves	2,994,581.73	-	-	-	-	-	2,994,581.73	212,027.65
Escrow	-	-	9,964,535.84	-	-	-	9,964,535.84	8,282,398.65
Investment in General Fixed Assets	-	-	-	-	-	139,703,232.63	139,703,232.63	135,182,071.84
Fund Balance	13,531,608.50	742,969.46	2.00	5,034,237.09	306,517.42	-	19,615,334.47	19,919,767.70
	<u>\$ 47,763,660.83</u>	<u>\$ 108,178,480.38</u>	<u>\$ 30,498,369.32</u>	<u>\$ 11,260,615.90</u>	<u>\$ 244,676,461.83</u>	<u>\$ 139,703,232.63</u>	<u>\$ 582,080,820.89</u>	<u>\$ 547,875,295.03</u>

See notes to financial statements.

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

**COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCE – CURRENT AND UTILITY OPERATING FUNDS**

Year Ended December 31, 2022

	Current Fund	Utility Operating Fund	Total
Revenues and Other Income Realized			
Fund Balance Utilized	\$ 7,495,000.00	\$ 1,020,000.00	\$ 8,515,000.00
Sewer Rents and Connection Fees	-	20,202,893.07	20,202,893.07
Miscellaneous Revenues Realized	16,962,153.77	84,811.80	17,046,965.57
State Aid	19,166,830.00	-	19,166,830.00
State and Federal Grants	4,633,658.70	-	4,633,658.70
Receipts from Delinquent Taxes	210,279.26	-	210,279.26
Amounts to be Raised by Taxes for Support of Municipal Budget			
Local Tax for Municipal Purposes	102,715,379.03	-	102,715,379.03
Local Library Tax	3,176,922.00	-	3,176,922.00
Subtotal Revenues	<u>154,360,222.76</u>	<u>21,307,704.87</u>	<u>175,667,927.63</u>
Other Credits to Income	4,094,622.06	2,095,263.03	6,189,885.09
Total Revenues	<u>158,454,844.82</u>	<u>23,402,967.90</u>	<u>181,857,812.72</u>
Expenditures			
Current Fund Within "CAPS"			
General Government	1,048,006.85	13,614,503.00	14,662,509.85
Department of Administration	1,399,657.41	-	1,399,657.41
Department of Finance	1,823,958.52	-	1,823,958.52
Department of Law	2,019,953.44	-	2,019,953.44
Department of Engineering, Planning and Inspection	4,873,686.03	-	4,873,686.03
Department of Economic Development/Technology	815,037.66	-	815,037.66
Department of Public Safety	45,198,253.37	-	45,198,253.37
Department of Public Works	19,863,670.23	-	19,863,670.23
Department of Health, Recreation and Welfare	3,398,516.12	-	3,398,516.12
Separate Boards and Agencies	125,060.00	-	125,060.00
Unclassified Purposes	30,774,514.00	-	30,774,514.00
Deferred Charges and Statutory Expenditures	16,378,515.42	1,174,300.00	17,552,815.42
Current Fund Excluded from "CAPS"			
General Government	4,439,590.37	-	4,439,590.37
Public and Private Programs	4,668,030.70	-	4,668,030.70
Capital Improvements	588,385.00	-	588,385.00
Debt Service	11,414,028.97	5,576,883.17	16,990,912.14
Reserve for Uncollected Taxes	717,239.24	-	717,239.24
Subtotal Expenditures	<u>149,546,103.33</u>	<u>20,365,686.17</u>	<u>169,911,789.50</u>
Other Charges	3,848,474.95	218,179.36	4,066,654.31
Total Expenditures	<u>153,394,578.28</u>	<u>20,583,865.53</u>	<u>173,978,443.81</u>
Statutory Excess to Fund Balance	5,060,266.54	2,819,102.37	7,879,368.91
Fund Balance, Beginning of Year	<u>15,966,341.96</u>	<u>3,235,134.72</u>	<u>19,201,476.68</u>
Subtotal	21,026,608.50	6,054,237.09	27,080,845.59
Less Fund Balance Utilized	<u>7,495,000.00</u>	<u>1,020,000.00</u>	<u>8,515,000.00</u>
Fund Balance, End of Year	<u>\$ 13,531,608.50</u>	<u>\$ 5,034,237.09</u>	<u>\$ 18,565,845.59</u>

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCE - BUDGET AND ACTUAL - CURRENT FUND**

Year Ended December 31, 2022

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
Revenues and Other Income Realized			
Fund Balance Utilized	\$ 7,495,000.00	\$ 7,495,000.00	\$ -
Miscellaneous Revenues Realized	16,027,323.61	16,962,153.77	934,830.16
State Aid	19,166,830.00	19,166,830.00	-
State and Federal Grants	4,633,658.70	4,633,658.70	-
Receipts from Delinquent Taxes	115,000.00	210,279.26	95,279.26
Amounts to be Raised by Taxes for Support of Municipal Budget			
Local Tax for Municipal Purposes	101,224,574.15	102,715,379.03	1,490,804.88
Local Library Tax	3,176,922.00	3,176,922.00	-
Subtotal Revenues	<u>151,839,308.46</u>	<u>154,360,222.76</u>	<u>2,520,914.30</u>
Other Credits to Income	-	4,094,622.06	4,094,622.06
Total Revenues	<u>151,839,308.46</u>	<u>158,454,844.82</u>	<u>6,615,536.36</u>
Expenditures			
Current Fund Within "CAPS"			
General Government	1,052,420.00	1,048,006.85	4,413.15
Department of Administration	1,409,280.00	1,399,657.41	9,622.59
Department of Finance	1,903,475.00	1,823,958.52	79,516.48
Department of Law	2,068,220.00	2,019,953.44	48,266.56
Department of Engineering, Planning and Inspection	4,931,526.80	4,873,686.03	57,840.77
Department of Economic Development/Technology	816,350.00	815,037.66	1,312.34
Department of Public Safety	45,545,895.95	45,198,253.37	347,642.58
Department of Public Works	20,306,689.77	19,863,670.23	443,019.54
Department of Health, Recreation and Welfare	4,244,338.00	3,398,516.12	845,821.88
Separate Boards and Agencies	125,060.00	125,060.00	-
Unclassified Purposes	30,774,514.00	30,774,514.00	-
Deferred Charges and Statutory Expenditures	16,682,217.00	16,378,515.42	303,701.58
Current Fund Excluded from "CAPS"			
General Government	4,496,367.00	4,439,590.37	56,776.63
Public and Private Programs	4,668,030.70	4,668,030.70	-
Capital Improvements	588,385.00	588,385.00	-
Debt Service	11,509,300.00	11,414,028.97	95,271.03
Reserve for Uncollected Taxes	717,239.24	717,239.24	-
Subtotal Expenditures	<u>151,839,308.46</u>	<u>149,546,103.33</u>	<u>2,293,205.13</u>
Other Charges	-	3,848,474.95	(3,848,474.95)
Total Expenditures	<u>151,839,308.46</u>	<u>153,394,578.28</u>	<u>(1,555,269.82)</u>
Excess in Revenues	<u>\$ -</u>	5,060,266.54	<u>\$ 5,060,266.54</u>
Fund Balance, Beginning of Year		<u>15,966,341.96</u>	
Subtotal		21,026,608.50	
Less Fund Balance Utilized		<u>7,495,000.00</u>	
Fund Balance, End of Year		<u>\$ 13,531,608.50</u>	

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
-BUDGET AND ACTUAL - UTILITY OPERATING FUND**

Year Ended December 31, 2022

	Budget as Modified	Actual	Variance
Revenues and Other Income Realized			
Fund Balance Anticipated	\$ 1,020,000.00	\$ 1,020,000.00	\$ -
Sewer Rents and Connection Fees	19,548,553.00	20,202,893.07	654,340.07
Miscellaneous Revenues	55,000.00	84,811.80	29,811.80
Total Budget Revenue	20,623,553.00	21,307,704.87	684,151.87
Other Credits to Income	-	2,095,263.03	2,095,263.03
Total Revenues	20,623,553.00	23,402,967.90	2,779,414.90
Expenditures			
Operating Expenses	13,614,503.00	13,614,503.00	-
Debt Service	5,834,750.00	5,576,883.17	257,866.83
Other Expenses	1,174,300.00	1,174,300.00	-
Subtotal Expenditures	20,623,553.00	20,365,686.17	257,866.83
Other Charges	-	218,179.36	(218,179.36)
Total Expenditures	20,623,553.00	20,583,865.53	39,687.47
Statutory Excess to Fund Balance	\$ -	2,819,102.37	\$ 2,819,102.37
Fund Balance, Beginning of Year		3,235,134.72	
Subtotal		6,054,237.09	
Less: Fund Balance Utilized		1,020,000.00	
Fund Balance, End of Year		\$ 5,034,237.09	

INDIVIDUAL FUND FINANCIAL STATEMENTS

CURRENT FUND

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

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**CURRENT FUND
STATEMENTS OF ASSETS, LIABILITIES, RESERVES AND FUND BALANCE**

December 31, 2022 and 2021

ASSETS	December 31,		LIABILITIES, RESERVES AND FUND BALANCE	December 31,	
	2022	2021		2022	2021
Cash and Investments - Treasurer	\$ 32,627,658.25	\$ 37,008,100.26	Prepaid Taxes	\$ 1,591,803.67	\$ 2,946,057.88
Cash - Change Fund	3,981.00	3,981.00	Tax Overpayments	276,297.55	-
Due from Capital Fund	-	182,614.77	Accounts Payable	1,276,646.15	610,038.32
Due from State of N.J. per Chap. 73, P.L. 1976	261,039.42	269,668.88	Accounts Payable - Fire	556,063.00	-
	<u>32,892,678.67</u>	<u>37,464,364.91</u>	Appropriation Reserves	6,304,165.99	5,426,396.59
			Reserve for Encumbrances	3,076,005.26	4,067,776.87
			Reserve for Encumbrances - Fire	2,472,804.06	-
			Due to State of New Jersey:		
			State Marriage License Fees	1,060.00	3,645.00
Receivables and Other Assets With Full Reserves:			DCA Training Fees	56,689.00	53,878.00
Taxes Receivable	16,404.68	3,741.50	Due to Grant Fund	61,247.91	3,755,143.96
Tax Title Liens Receivable	2,165,304.12	2,225,588.28	Due to Trust Funds	7,943.84	3,995,872.94
Fire District Receivables	33,743.00	33,743.00	Due to Sewer Operating Fund	27,947.93	-
Property Acquired for Taxes	372,068.68	367,045.00	Due to Sewer Capital Fund	200,832.61	112,354.40
Due from General Trust Fund	68.26	-	County Taxes Payable	599,714.78	402,448.50
Due from CDBG Trust Fund	40,177.51	-	Reserve for County PILOT	60,188.20	55,116.15
Revenue Accounts Receivable	54,771.68	154,662.57	Reserve for School PILOT	151,056.25	-
	<u>2,682,537.93</u>	<u>2,784,780.35</u>	Reserve for Fire Consolidation	1,783,521.00	212,027.65
			Reserve for Municipal Relief Fund	999,816.28	-
				<u>19,503,803.48</u>	<u>21,640,756.26</u>
Deferred Charges:			Reserve for Receivables	2,682,537.93	2,784,780.35
Overexpenditures	142,733.31	142,733.31	Fund Balance	13,531,608.50	15,966,341.96
Total Current Fund	<u>35,717,949.91</u>	<u>40,391,878.57</u>	Total Current Fund	<u>35,717,949.91</u>	<u>40,391,878.57</u>
Grant Fund:			Grant Fund:		
			Due to Capital Fund	866,250.00	-
Cash and Investments - Treasurer	8,086,165.43	3,682,312.72	Reserve for Encumbrances	1,407,189.54	606,789.02
State & Federal Grants Receivable	3,898,297.58	2,325,508.69	Reserve for State & Federal Grants:		
Due from Current Fund	61,247.91	3,755,143.96	Appropriated	4,730,466.27	6,264,023.10
			Unappropriated	5,041,805.11	2,892,153.25
Total Grant Fund	<u>12,045,710.92</u>	<u>9,762,965.37</u>	Total Grant Fund	<u>12,045,710.92</u>	<u>9,762,965.37</u>
Total Current Fund	<u>\$ 47,763,660.83</u>	<u>\$ 50,154,843.94</u>	Total Current Fund	<u>\$ 47,763,660.83</u>	<u>\$ 50,154,843.94</u>

See notes to financial statements.

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

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**CURRENT FUND
STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**

Years Ended December 31, 2022 and 2021

	<u>2022</u>	<u>2021</u>
<u>REVENUE AND OTHER INCOME</u>		
Fund Balance Utilized	\$ 7,495,000.00	\$ 6,900,000.00
Miscellaneous Revenues Anticipated	40,762,642.47	41,369,013.43
Receipts from Delinquent Taxes	210,279.26	132,060.67
Receipts from Current Taxes	285,619,013.56	286,474,770.82
Non-Budget Revenue	480,415.83	1,682,688.41
Other Credits to Income:		
Unexpended Balance of Prior Year Approp. Res. Lapsed	3,614,206.23	4,289,274.24
Total Revenue and Other Income	<u>338,181,557.35</u>	<u>340,847,807.57</u>
<u>EXPENDITURES</u>		
Budget Appropriations:		
Operations:		
Salaries and Wages	65,190,431.25	62,514,522.84
Other Expenses	54,953,802.87	57,484,074.87
Deferred Charges and Statutory Expenditures	16,682,217.00	15,776,705.79
Capital Improvements	588,385.00	724,000.00
Municipal Debt Service	11,414,028.97	11,246,854.64
County Taxes Levied	55,182,311.77	56,041,716.40
Local District School Taxes Levied	125,261,639.00	124,367,578.00
Refund of Prior Year Revenue	-	75,443.72
Establish Fire Reserves	3,848,474.95	-
Total Expenditures	<u>333,121,290.81</u>	<u>328,230,896.26</u>
Excess in Revenues	5,060,266.54	12,616,911.31
Adjustments to Income Before Fund Balance:		
Expenditures Included Above Which are by Statute Deferred Charges to Budget of Succeeding Years		
	-	<u>142,733.31</u>
Statutory Excess to Fund Balance	5,060,266.54	12,759,644.62
Fund Balance - January 1	<u>15,966,341.96</u>	<u>10,106,697.34</u>
Subtotal	21,026,608.50	22,866,341.96
Decreased by:		
Utilized as Anticipated Revenue	<u>7,495,000.00</u>	<u>6,900,000.00</u>
Fund Balance - December 31	<u>\$ 13,531,608.50</u>	<u>\$ 15,966,341.96</u>

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

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**CURRENT FUND
STATEMENT OF REVENUES AND OTHER CREDITS TO INCOME**

Year Ended December 31, 2022

	Anticipated		Realized	Excess (Deficit)
	2022 Budget	N.J.S.A. 40A:4-87		
Surplus Anticipated	\$ 7,495,000.00	\$ -	\$ 7,495,000.00	\$ -
Miscellaneous Revenues:				
Licenses:				
Alcoholic Beverage	110,000.00	-	99,457.95	(10,542.05)
Other	150,000.00	-	225,639.97	75,639.97
Fees and Permits:				
Other	600,000.00	-	580,533.98	(19,466.02)
Fines and Costs:				
Municipal Court	710,000.00	-	641,021.08	(68,978.92)
Interest and Costs on Taxes	540,000.00	-	536,133.01	(3,866.99)
Interest on Investments and Deposits	-	-	-	-
Housing, Site and Contractor Fees	650,000.00	-	870,375.77	220,375.77
Energy Receipts Tax	19,166,830.00	-	19,166,830.00	-
Payments in Lieu of Taxes - Low Cost Housing	530,000.00	-	641,591.20	111,591.20
Reimbursement for Administrative Service:				
Free Public Library	200,000.00	-	200,000.00	-
Sewer Operating Fund	900,000.00	-	900,000.00	-
Admin Fee - Police Outside Services	200,000.00	-	200,000.00	-
Uniform Construction Code Fees	3,300,000.00	-	3,568,417.00	268,417.00
Special Items:				
Body Armor Grant	6,709.54	-	6,709.54	-
Recycling Tonnage Grant	173,888.26	-	173,888.26	-
Drunk Driving Enforcement Fund Grant	8,113.91	-	8,113.91	-
Distracted Driving Enforcement	14,000.00	-	14,000.00	-
American Rescue Plan	1,461,883.00	-	1,461,883.00	-
Radon Awareness Program	2,000.00	-	2,000.00	-
It Pays to Plug In: NJ Electric Vehicle Charging Grant	8,000.00	-	8,000.00	-
GCADA Municipal Alliance Youth Leadership Program	10,597.00	-	10,597.00	-
FM Global Fire Prevention Grant	2,524.00	-	2,524.00	-
Sustainable Jersey by PSEG	10,000.00	-	10,000.00	-
Clean Communities Grant	194,686.76	-	194,686.76	-
Drive Sober or Get Pulled Over End of the Year	-	8,750.00	8,750.00	-
Community Development Block Grant Fund	-	623,290.00	623,290.00	-
Childhood Lead Program	-	53,000.00	53,000.00	-
Section 8 Housing Choice Voucher Program	-	154,113.00	154,113.00	-
Strengthening Local Public Health	-	274,735.00	274,735.00	-
Public Health Infrastructure (PHILEP) Fund	-	100,000.00	100,000.00	-
Enhancing Local Public Health Infrastructure	-	611,164.86	611,164.86	-
FireFighter Grant (American Rescue Plan)	-	31,000.00	31,000.00	-
State of New Jersey Attorney General's Opioid Settlement	-	14,004.39	14,004.39	-
NJ EPA-Green Acres Program Grant	-	750,000.00	750,000.00	-
GCADA Municipal Alliance Grant	-	22,650.00	22,650.00	-
Click It or Ticket 2022 Seat Belt Mobilization	-	8,750.00	8,750.00	-
NJ EPA Forestry (NJUCF) Stewardship Grant	-	50,000.00	50,000.00	-
Municipal Court Alcohol Education Rehab and Enforcement	-	39,798.98	39,798.98	-

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

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**CURRENT FUND
STATEMENT OF REVENUES AND OTHER CREDITS TO INCOME (CONTINUED)**

Year Ended December 31, 2022

	Anticipated		Realized	Excess (Deficit)
	2022 Budget	N.J.S.A. 40A:4-87		
Miscellaneous Revenues (Cont'd.):				
Ecological Facility	90,000.00	-	192,211.00	102,211.00
American Metro - Payment in Lieu of Taxes	750,000.00	-	640,684.91	(109,315.09)
Hotel Fees	320,000.00	-	576,429.54	256,429.54
Golf Center	130,000.00	-	119,116.83	(10,883.17)
Sayen House/Gardens, Kuser Rental Fees	100,000.00	-	161,097.45	61,097.45
Cable Franchise Fees	1,197,323.61	-	1,197,323.61	-
Fire Protection Revenues	550,000.00	-	612,120.47	62,120.47
American Rescue Plan Revenue Recovery	5,000,000.00	-	5,000,000.00	-
Total Miscellaneous Revenues	<u>37,086,556.08</u>	<u>2,741,256.23</u>	<u>40,762,642.47</u>	<u>934,830.16</u>
Receipts from Delinquent Taxes	115,000.00	-	210,279.26	95,279.26
Amount to be Raised by Taxation for Support of Municipal Budget:				
Local Tax for Municipal Purposes Including Reserve for Uncollected Taxes	101,224,574.15	-	102,715,379.03	1,490,804.88
Local Tax for Municipal Library	3,176,922.00	-	3,176,922.00	-
Total Amount to be Raised by Taxation	<u>104,401,496.15</u>	<u>-</u>	<u>105,892,301.03</u>	<u>1,490,804.88</u>
Budget Totals	149,098,052.23	2,741,256.23	154,360,222.76	2,520,914.30
Non-Budget Revenues	-	-	480,415.83	480,415.83
	<u>\$ 149,098,052.23</u>	<u>\$ 2,741,256.23</u>	<u>\$ 154,840,638.59</u>	<u>\$ 3,001,330.13</u>
Analysis of Non-Budget Revenues:				
Tax/Finance/Clerk			\$ 127,353.14	
Cell Towers			54,968.20	
Recycling Receipts			935.00	
Fire Consolidation Transition			12,263.92	
FEMA Reimbursement			38,829.41	
Misc			172,122.02	
Interest Income			73,944.14	
			<u>\$ 480,415.83</u>	
Analysis of Realized Revenues:				
Allocation of Current Tax Collection:				
Revenue from Collection:				
Collections by Cash:				
Year 2022	\$ 281,984,362.55			
Year 2021	2,946,057.88			
Sr. Cit. & Vet. Deduction Reimbursement	<u>688,593.13</u>		\$ 285,619,013.56	
Allocated to:				
School and County Taxes			180,443,951.77	
			<u>105,175,061.79</u>	
Add: Reserve for Uncollected Taxes			717,239.24	
			<u>\$ 105,892,301.03</u>	
Receipts from Delinquent Taxes:				
Delinquent Tax Collection			\$ 13,433.76	
Tax Title Lien Collection			196,845.50	
			<u>\$ 210,279.26</u>	

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

**CURRENT FUND
STATEMENT OF EXPENDITURES**

Year Ended December 31, 2022

	2022 Budget	Budget After Modification	Expended			Unexpended Balance Canceled	Overexpenditure
			Paid	Encumbered	Reserved		
Operations Within "CAPS"							
<u>GENERAL GOVERNMENT:</u>							
Office of the Mayor							
Salaries and Wages	\$ 373,000.00	\$ 373,000.00	\$ 346,896.53	\$ -	\$ 21,690.32	\$ 4,413.15	\$ -
Other Expenses	18,470.00	18,470.00	11,760.74	-	6,709.26	-	-
Township Council							
Salaries and Wages	78,500.00	78,500.00	76,496.56	-	2,003.44	-	-
Other Expenses	29,950.00	29,950.00	9,528.23	7,040.00	13,381.77	-	-
Office of the Municipal Clerk							
Salaries and Wages	368,100.00	375,100.00	372,682.07	-	2,417.93	-	-
Other Expenses	184,400.00	177,400.00	106,555.95	4,798.04	66,046.01	-	-
<u>DEPARTMENT OF ADMINISTRATION:</u>							
Business Administrator							
Salaries and Wages	366,000.00	356,000.00	319,345.39	-	33,885.41	2,769.20	-
Other Expenses	43,460.00	43,460.00	15,275.57	7,522.26	20,662.17	-	-
Human Resources							
Salaries and Wages	322,600.00	332,600.00	329,858.31	-	1,298.13	1,443.56	-
Other Expenses	22,850.00	22,850.00	18,880.79	2,557.88	1,411.33	-	-
Division of Budget and Purchasing							
Salaries and Wages	472,700.00	472,700.00	460,045.93	-	7,244.24	5,409.83	-
Other Expenses	19,670.00	19,670.00	13,239.94	6,012.07	417.99	-	-
Postage Costs	162,000.00	162,000.00	148,922.72	3,201.64	9,875.64	-	-
<u>DEPARTMENT OF FINANCE:</u>							
Financial Administration:							
Salaries and Wages	401,000.00	371,000.00	267,193.50	-	29,736.30	74,070.20	-
Other Expenses	421,900.00	451,900.00	395,287.90	54,381.29	2,230.81	-	-
Annual Audit	71,000.00	71,000.00	30,000.00	30,000.00	11,000.00	-	-
Division of Assessments							
Salaries and Wages	431,000.00	431,000.00	408,581.59	-	20,292.65	2,125.76	-
Other Expenses	108,075.00	108,075.00	76,320.28	2,963.11	28,791.61	-	-
Division of Revenue Collection							
Salaries and Wages	412,500.00	365,500.00	342,712.18	-	19,467.30	3,320.52	-
Other Expenses	58,000.00	105,000.00	86,229.95	16,053.98	2,716.07	-	-

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

**CURRENT FUND
STATEMENT OF EXPENDITURES (CONTINUED)**

Year Ended December 31, 2022

	2022 Budget	Budget After Modification	Expended			Unexpended Balance Canceled	Overexpenditure
			Paid	Encumbered	Reserved		
Operations Within "CAPS" (Cont'd.)							
<u>DEPARTMENT OF LAW:</u>							
Legal Services							
Salaries and Wages	443,500.00	443,500.00	400,010.67	-	35,271.51	8,217.82	-
Other Expenses	115,960.00	115,960.00	51,697.79	34,840.67	29,421.54	-	-
Municipal Prosecutor							
Salaries and Wages	89,000.00	89,000.00	69,398.43	-	19,601.57	-	-
Municipal Court							
Salaries and Wages	1,235,300.00	1,235,300.00	966,614.22	-	228,637.04	40,048.74	-
Other Expenses	114,460.00	114,460.00	66,544.07	14,310.15	33,605.78	-	-
Public Defender							
Salaries and Wages	70,000.00	70,000.00	69,386.65	-	613.35	-	-
<u>DEPARTMENT OF ENGINEERING, PLANNING AND INSPECTIONS:</u>							
Division of Engineering							
Salaries and Wages	713,100.00	703,100.00	629,119.73	-	69,828.57	4,151.70	-
Other Expenses	178,650.00	163,650.00	70,439.29	81,936.81	11,273.90	-	-
Community Planning & Compliance							
Salaries and Wages	655,500.00	655,500.00	613,594.06	-	39,262.04	2,643.90	-
Other Expenses	24,203.80	24,203.80	4,297.95	14,498.74	5,407.11	-	-
Zoning Board							
Salaries and Wages	99,100.00	109,100.00	105,173.80	-	3,926.20	-	-
Other Expenses	350.00	350.00	258.88	-	91.12	-	-
Affordable Housing							
Salaries and Wages	150,000.00	150,000.00	-	-	150,000.00	-	-
Office on Housing Inspections							
Salaries and Wages	586,400.00	586,400.00	538,656.13	-	47,743.87	-	-
Other Expenses	21,150.00	21,150.00	17,766.31	1,209.80	2,173.89	-	-
Uniform Construction Code							
Salaries and Wages	1,676,683.00	1,663,580.77	1,360,542.86	-	251,992.74	51,045.17	-
Other Expenses	841,390.00	854,492.23	842,342.99	8,019.00	4,130.24	-	-
<u>DEPARTMENT OF ECONOMIC DEVELOPMENT:</u>							
Salaries and Wages	87,000.00	87,000.00	86,346.00	-	654.00	-	-
Other Expenses	11,400.00	11,400.00	4,834.36	6,161.56	404.08	-	-
Division of Information Technology							
Salaries and Wages	373,300.00	373,300.00	341,308.91	-	30,678.75	1,312.34	-
Other Expenses	344,650.00	344,650.00	279,114.40	31,079.12	34,456.48	-	-

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

**CURRENT FUND
STATEMENT OF EXPENDITURES (CONTINUED)**

Year Ended December 31, 2022

	2022 Budget	Budget After Modification	Expended			Unexpended Balance Canceled	Overexpenditure
			Paid	Encumbered	Reserved		
Operations Within "CAPS" (Cont'd.)							
<u>DEPARTMENT OF PUBLIC SAFETY:</u>							
Police Division							
Salaries and Wages	24,700,000.00	24,500,000.00	23,930,479.57	-	450,497.81	119,022.62	-
Other Expenses	1,460,670.00	1,460,670.00	875,781.70	276,979.65	307,908.65	-	-
Purchase of Police Vehicles	24,000.00	24,000.00	215.00	8,000.00	15,785.00	-	-
Office of Emergency Management							
Salaries and Wages	25,000.00	-	-	-	-	-	-
Other Expenses	57,850.00	57,850.00	16,634.18	19,072.24	22,143.58	-	-
Fire Department							
Salaries and Wages	17,700,000.00	17,800,000.00	17,472,392.27	-	98,988.77	228,618.96	-
Other Expenses	1,778,375.95	1,703,375.95	768,611.67	543,210.31	391,553.97	-	-
<u>DEPARTMENT OF PUBLIC WORKS:</u>							
Public Works							
Salaries and Wages	4,013,600.00	3,913,600.00	3,564,390.70	-	31,322.10	317,887.20	-
Other Expenses	690,333.00	690,333.00	483,587.09	34,818.69	171,927.22	-	-
Other Public Works Functions							
Salaries and Wages	96,700.00	101,700.00	97,988.23	-	3,711.77	-	-
Other Expenses	23,771.50	23,771.50	16,993.54	5,780.41	997.55	-	-
Division of Buildings and Grounds							
Salaries and Wages	2,455,966.00	2,340,966.00	2,018,205.07	-	260,600.74	62,160.19	-
Other Expenses	672,500.21	672,500.21	500,052.26	150,773.72	21,674.23	-	-
Solid Waste Collection & Recycling							
Salaries and Wages	113,500.00	123,500.00	115,055.33	-	7,656.54	788.13	-
Other Expenses	5,420,151.58	5,420,151.58	4,597,246.55	433,772.32	389,132.71	-	-
Maintenance of Motor Vehicles							
Salaries and Wages	1,233,500.00	1,258,500.00	1,251,493.31	-	-	7,006.69	-
Other Expenses	714,240.00	874,240.00	703,208.27	159,799.63	11,232.10	-	-
Landfill/Solid Waste Disposal Costs							
	916,000.00	916,000.00	-	168,399.10	747,600.90	-	-
Maintenance of Parks							
Salaries and Wages	3,361,166.00	3,286,166.00	3,028,717.97	-	202,270.70	55,177.33	-
Other Expenses	383,300.00	383,300.00	321,310.15	49,432.87	12,556.98	-	-
Division of Citizen Response							
Salaries and Wages	299,200.00	299,200.00	271,107.94	-	28,092.06	-	-
Other Expenses	2,761.48	2,761.48	1,190.51	217.44	1,353.53	-	-
<u>DEPARTMENT OF HEALTH, RECREATION AND WELFARE:</u>							
Public Health Services							
Salaries and Wages	893,700.00	893,700.00	214,473.64	-	42,222.19	637,004.17	-
Other Expenses	223,375.00	163,375.00	109,508.63	10,132.82	43,733.55	-	-

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

**CURRENT FUND
STATEMENT OF EXPENDITURES (CONTINUED)**

Year Ended December 31, 2022

	2022 Budget	Budget After Modification	Expended			Unexpended Balance Canceled	Overexpenditure
			Paid	Encumbered	Reserved		
Operations Within "CAPS" (Cont'd.)							
<u>DEPARTMENT OF HEALTH, RECREATION AND WELFARE (CONT'D.):</u>							
<u>Environmental Health Services</u>							
Salaries and Wages	387,500.00	387,500.00	301,815.17	-	48,111.61	37,573.22	-
Other Expenses	23,060.00	23,060.00	13,280.56	810.83	8,968.61	-	-
<u>Animal Control Services</u>							
Salaries and Wages	627,000.00	627,000.00	558,871.30	-	16,211.30	51,917.40	-
Other Expenses	194,680.00	254,680.00	196,672.62	31,304.45	26,702.93	-	-
<u>Division of Recreation</u>							
Salaries and Wages	514,000.00	514,000.00	484,451.57	-	26,316.39	3,232.04	-
Other Expenses	728,183.00	728,183.00	459,906.07	127,818.47	140,458.46	-	-
<u>Office of Senior Citizens' Programs</u>							
Salaries and Wages	520,800.00	520,800.00	361,181.80	-	43,523.15	116,095.05	-
Other Expenses	132,040.00	132,040.00	84,537.06	11,022.70	36,480.24	-	-
<u>SEPARATE BOARDS AND AGENCIES:</u>							
<u>Environmental Commission</u> (N.J.S.A. 40:56A-81 et seq.)							
Salaries and Wages	1,250.00	1,250.00	175.00	-	1,075.00	-	-
Other Expenses	24,060.00	24,060.00	8,652.72	344.63	15,062.65	-	-
<u>Zoning Board of Adjustment</u>							
Other Expenses	33,600.00	15,600.00	7,732.33	5,105.60	2,762.07	-	-
<u>Economic Development Commission</u>							
Salaries and Wages	1,000.00	1,000.00	-	-	1,000.00	-	-
Other Expenses	2,700.00	2,700.00	1,063.56	401.25	1,235.19	-	-
<u>Planning Board</u>							
Other Expenses	36,000.00	69,000.00	61,159.83	4,812.89	3,027.28	-	-
<u>Board of Public Officers</u>							
Salaries and Wages	800.00	800.00	175.00	-	625.00	-	-
Other Expenses	100.00	100.00	-	-	100.00	-	-
<u>Municipal Alliance</u>							
Salaries and Wages	450.00	450.00	50.00	-	400.00	-	-
<u>Cultural and Arts Commission</u>							
Salaries and Wages	1,000.00	1,000.00	-	-	1,000.00	-	-
Other Expenses	1,500.00	1,500.00	-	-	1,500.00	-	-

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

**CURRENT FUND
STATEMENT OF EXPENDITURES (CONTINUED)**

Year Ended December 31, 2022

	2022 Budget	Budget After Modification	Expended			Unexpended Balance Canceled	Overexpenditure
			Paid	Encumbered	Reserved		
Operations Within "CAPS" (Cont'd.)							
<u>SEPARATE BOARDS AND AGENCIES (CONT'D.):</u>							
Redevelopment Board							
Salaries and Wages	1,000.00	1,000.00	-	-	1,000.00	-	-
Other Expenses	1,000.00	1,000.00	-	-	1,000.00	-	-
Shade Tree Commission							
Salaries and Wages	1,000.00	1,000.00	175.00	-	825.00	-	-
Other Expenses	1,000.00	1,000.00	140.00	140.00	720.00	-	-
Parks and Recreation Commission							
Salaries and Wages	1,000.00	1,000.00	125.00	-	875.00	-	-
Rent Leveling Board							
Salaries and Wages	500.00	500.00	-	-	500.00	-	-
Other Expenses	50.00	50.00	-	-	50.00	-	-
Senior Center Advisory Commission							
Salaries and Wages	1,000.00	1,000.00	-	-	1,000.00	-	-
Public Safety Commission							
Salaries and Wages	250.00	250.00	-	-	250.00	-	-
Special Needs Commission							
Salaries and Wages	600.00	600.00	-	-	600.00	-	-
Other Expenses	200.00	200.00	-	-	200.00	-	-
<u>UNCLASSIFIED PURPOSES:</u>							
Utility Expense and Bulk Purchase	5,247,118.00	5,537,118.00	4,965,416.82	298,738.92	272,962.26	-	-
Accumulated Leave Payouts	600,000.00	600,000.00	600,000.00	-	-	-	-
ARP Funds for Landfill/Solid Waste	5,000,000.00	5,000,000.00	4,667,214.45	332,785.55	-	-	-
Other Insurance General Liability	520,000.00	520,000.00	519,088.24	911.76	-	-	-
Group Insurance	13,750,000.00	13,750,000.00	13,410,937.72	-	339,062.28	-	-
Self Insurance	2,500,000.00	2,500,000.00	2,234,385.29	-	265,614.71	-	-
Property Casualty Insurance	2,598,000.00	2,598,000.00	2,260,367.36	69,919.80	267,712.84	-	-
Storm Reserves	100,000.00	100,000.00	100,000.00	-	-	-	-
Aid to Museum (N.J.S.A. 40:23-6.22)	10,000.00	10,000.00	7,492.11	-	2,507.89	-	-
Center for the Physically Limited (N.J.S.A. 40:13)	19,396.00	19,396.00	-	-	19,396.00	-	-
First Aid Organizations - Contributions	40,000.00	40,000.00	40,000.00	-	-	-	-
Condominium Services Act	100,000.00	100,000.00	-	-	100,000.00	-	-
Total Operations Within "CAPS"	113,177,769.52	113,177,769.52	102,056,971.79	3,071,092.17	6,212,250.67	1,837,454.89	-
<u>DETAIL:</u>							
Salaries and Wages	66,355,765.00	65,897,662.77	62,375,287.39	-	2,284,920.49	1,837,454.89	-
Other Expenses	46,822,004.52	47,280,106.75	39,681,684.40	3,071,092.17	3,927,330.18	-	-

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

**CURRENT FUND
STATEMENT OF EXPENDITURES (CONTINUED)**

Year Ended December 31, 2022

	2022 Budget	Budget After Modification	Expended			Unexpended Balance Canceled	Overexpenditure
			Paid	Encumbered	Reserved		
DEFERRED CHARGES AND STATUTORY EXPENDITURES - MUNICIPAL - WITHIN "CAPS":							
Statutory Expenditures:							
Contributions to:							
Public Employees' Retirement System	3,180,763.00	3,180,763.00	3,179,251.49	-	1,511.51	-	-
Police and Firemen's Retirement System	10,259,754.00	10,259,754.00	10,259,753.95	-	0.05	-	-
Social Security System (O.A.S.I.)	3,148,700.00	3,148,700.00	2,771,181.88	-	73,816.54	303,701.58	-
DCRP	18,000.00	18,000.00	13,761.00	-	4,239.00	-	-
Unemployment Compensation Insurance	75,000.00	75,000.00	75,000.00	-	-	-	-
Total Deferred Charges and Statutory Expenditures - Municipal - Within "CAPS"	16,682,217.00	16,682,217.00	16,298,948.32	-	79,567.10	303,701.58	-
Total General Appropriations for Municipal Purposes Within "CAPS"	129,859,986.52	129,859,986.52	118,355,920.11	3,071,092.17	6,291,817.77	2,141,156.47	-
Operations Excluded from "CAPS"							
Maintenance of Free Public Library	3,176,922.00	3,176,922.00	3,176,922.00	-	-	-	-
Police Dispatch/911							
Salaries and Wages	1,187,000.00	1,187,000.00	1,120,662.42	-	9,560.95	56,776.63	-
Other Expenses	132,445.00	132,445.00	124,744.64	4,913.09	2,787.27	-	-
STATE AND FEDERAL PROGRAMS							
OFFSET BY REVENUES:							
Alcohol Education and Rehab	-	39,798.98	39,798.98	-	-	-	-
NJDOH Strengthening Local Public Health	-	274,735.00	274,735.00	-	-	-	-
NJDOH Childhood Lead Program	-	53,000.00	53,000.00	-	-	-	-
FM Global Fire Prevention	2,524.00	2,524.00	2,524.00	-	-	-	-
Community Forestry Management	-	50,000.00	50,000.00	-	-	-	-
Vaccination Supplemental Funding	-	100,000.00	100,000.00	-	-	-	-

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

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**CURRENT FUND
STATEMENT OF EXPENDITURES (CONTINUED)**

Year Ended December 31, 2022

	2022 Budget	Budget After Modification	Expended			Unexpended Balance Canceled	Overexpenditure
			Paid	Encumbered	Reserved		
NJACCHO Enhancing Infrastructure	-	611,164.86	611,164.86	-	-	-	-
Clean Communities	194,686.76	194,686.76	194,686.76	-	-	-	-
Recycling Tonnage	173,888.26	173,888.26	173,888.26	-	-	-	-
Drunk Driving Enforcement Fund	8,113.91	8,113.91	8,113.91	-	-	-	-
Distracted Driving	14,000.00	14,000.00	14,000.00	-	-	-	-
Drive Sober Get Pulled Over	-	8,750.00	8,750.00	-	-	-	-
Municipal Alcohol Education & Rehab Program	10,597.00	10,597.00	10,597.00	-	-	-	-
Municipal Alliance	-	22,650.00	22,650.00	-	-	-	-
Sustainable Jersey by PSEG	10,000.00	10,000.00	10,000.00	-	-	-	-
Body Armor	6,709.54	6,709.54	6,709.54	-	-	-	-
NJ DEP Green Acres Open Space	-	750,000.00	750,000.00	-	-	-	-
Click it or Ticket	-	8,750.00	8,750.00	-	-	-	-
It Pays to Plug In: NJ Electric Vehicle Charging	8,000.00	8,000.00	8,000.00	-	-	-	-
American Rescue Plan	1,461,883.00	1,461,883.00	1,461,883.00	-	-	-	-
Firefighter Grant	-	31,000.00	31,000.00	-	-	-	-
Housing Section 8	-	154,113.00	154,113.00	-	-	-	-
Community Development (CDBG)	-	623,290.00	623,290.00	-	-	-	-
Radon Awareness Program	2,000.00	2,000.00	2,000.00	-	-	-	-
Attorney General Opioid Settlement	-	14,004.39	14,004.39	-	-	-	-
Matching Funds for Grants	34,372.00	34,372.00	34,372.00	-	-	-	-
Total Operations Excluded from "CAPS"	6,423,141.47	9,164,397.70	9,090,359.76	4,913.09	12,348.22	56,776.63	-
DETAIL:							
Salaries and Wages	1,187,000.00	1,187,000.00	1,120,662.42	-	9,560.95	56,776.63	-
Other Expenses	5,236,141.47	7,977,397.70	7,969,697.34	4,913.09	2,787.27	-	-
CAPITAL IMPROVEMENTS EXCLUDED FROM "CAPS":							
Capital Improvement Fund	588,385.00	588,385.00	588,385.00	-	-	-	-
Total Capital Improvements Excluded from "CAPS"	588,385.00	588,385.00	588,385.00	-	-	-	-
MUNICIPAL DEBT SERVICE EXCLUDED FROM "CAPS":							
Payment of Bond Principal	8,225,000.00	8,225,000.00	8,155,000.00	-	-	70,000.00	-
Interest on Bonds	1,417,000.00	1,417,000.00	1,416,482.50	-	-	517.50	-
Payment of BANs & Capital Notes	665,000.00	665,000.00	664,739.00	-	-	261.00	-
Interest on Notes	267,000.00	267,000.00	264,519.88	-	-	2,480.12	-
Capital Lease	580,000.00	580,000.00	570,882.27	-	-	9,117.73	-
Special Assessment Interest	9,000.00	9,000.00	5,200.00	-	-	3,800.00	-

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

**CURRENT FUND
STATEMENT OF EXPENDITURES (CONTINUED)**

Year Ended December 31, 2022

	2022 Budget	Budget After Modification	Expended			Unexpended Balance Canceled	Overexpenditure
			Paid	Encumbered	Reserved		
Green Trust Loan Program							
Payment of Principal	26,000.00	26,000.00	25,943.03	-	-	56.97	-
Payment of Interest	300.00	300.00	259.43	-	-	40.57	-
NJEIT/NJIB							
Payment of Principal	302,000.00	302,000.00	294,550.55	-	-	7,449.45	-
Payment of Interest	18,000.00	18,000.00	16,452.31	-	-	1,547.69	-
Total Municipal Debt Service Excluded from "CAPS"	11,509,300.00	11,509,300.00	11,414,028.97	-	-	95,271.03	-
Total General Appropriations for Municipal Excluded from "CAPS"	18,520,826.47	21,262,082.70	21,092,773.73	4,913.09	12,348.22	152,047.66	-
Subtotal General Appropriations	148,380,812.99	151,122,069.22	139,448,693.84	3,076,005.26	6,304,165.99	2,293,204.13	-
Reserve for Uncollected Taxes	717,239.24	717,239.24	717,239.24	-	-	-	-
Total General Appropriations	<u>\$ 149,098,052.23</u>	<u>\$ 151,839,308.46</u>	<u>\$ 140,165,933.08</u>	<u>\$ 3,076,005.26</u>	<u>\$ 6,304,165.99</u>	<u>\$ 2,293,204.13</u>	<u>\$ -</u>
Adopted Budget		\$ 149,098,052.23					
Appropriated N.J.S.A. 40A:4-87		2,741,256.23					
		<u>\$ 151,839,308.46</u>					
Cash Disbursed			\$134,815,035.14				
State & Federal Grants Appropriated			4,633,658.70				
Reserve for Uncollected Taxes			717,239.24				
			<u>\$140,165,933.08</u>				

TRUST FUND

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

B

**TRUST FUND
STATEMENTS OF ASSETS, LIABILITIES, RESERVES AND FUND BALANCE**

December 31, 2022 and 2021

<u>ASSETS</u>	Balance <u>December 31, 2022</u>	Balance <u>December 31, 2021</u>	<u>LIABILITIES, RESERVES AND FUND BALANCE</u>	Balance <u>December 31, 2022</u>	Balance <u>December 31, 2021</u>
Trust Assessment Fund:			Trust Assessment Fund:		
Cash and Investments - Treasurer	\$ 466,301.95	\$ 406,529.95	Prepaid Assessments	\$ 9,332.15	\$ 9,332.15
Assessments Receivable	397,191.04	530,763.04	Reserve for Assessments, Liens and Assessment Lien Interest and Costs	2,737,931.83	2,737,931.83
Assessment Lien, Interest & Costs	899.49	899.49	Serial Bonds Payable	190,000.00	260,000.00
Due from General Trust	3,800.00	-	Fund Balance	2.00	2.00
Prospective Assessments Funded	2,069,073.50	2,069,073.50	Total Trust Assessment Fund	<u>2,937,265.98</u>	<u>3,007,265.98</u>
Total Trust Assessment Fund	<u>2,937,265.98</u>	<u>3,007,265.98</u>			
Animal Control Trust Fund:			Animal Control Trust Fund:		
Cash and Investments - Treasurer	232,206.30	176,238.39	Reserve for Animal Control	227,863.32	167,122.53
Due from Current Fund	1,257.65	-	Escrow	5,512.27	9,035.90
Total Animal Control Trust Fund	<u>233,463.95</u>	<u>176,238.39</u>	Reserve for Encumbrances	62.56	62.56
			Due to State of NJ	25.80	17.40
			Total Animal Control Trust Fund	<u>233,463.95</u>	<u>176,238.39</u>
Recreation Trust Fund:			Recreation Trust Fund:		
Cash and Investments - Treasurer	190,106.66	180,695.52	Reserve for Recreation	190,106.66	180,695.52
Total Recreation Trust Fund	<u>190,106.66</u>	<u>180,695.52</u>	Total Recreation Trust Fund	<u>190,106.66</u>	<u>180,695.52</u>
Electronic Receipts Trust Fund:			Electronic Receipts Trust Fund:		
Cash and Investments - Treasurer	9,136.44	7,367.26	Reserve for Recreation	9,136.44	7,367.26
Total Electronic Receipts Trust Fund	<u>9,136.44</u>	<u>7,367.26</u>	Total Electronic Receipts Trust Fund	<u>9,136.44</u>	<u>7,367.26</u>
Emergency Voucher Program Trust Fund:			Emergency Voucher Program Trust Fund:		
Cash and Investments - Treasurer	4,215.46	48,800.00	Due to Payroll	19,209.55	-
Due from Housing Voucher Trust Fund	13,135.55	29,255.00	Reserves for Emergency Voucher	(1,858.54)	78,055.00
Total Emergency Voucher Program Trust Fund	<u>17,351.01</u>	<u>78,055.00</u>	Total Emergency Voucher Trust Fund	<u>17,351.01</u>	<u>78,055.00</u>
Housing and Community Development Act of 1974:			Housing & Community Development Act of 1974:		
Cash and Investments - Treasurer	92,028.28	163,500.46	Reserve for CDBG Grant Projects	53,784.90	721,506.50
Accounts Receivable	564,025.03	558,006.04	Reserve for Recovery Act Program	477,139.32	-
Total Housing and Community Development Act of 1974	<u>656,053.31</u>	<u>721,506.50</u>	Due to HUD	84,951.58	-
			Due to Current Fund	40,177.51	-
			Total Housing & Community Development Act of 1974	<u>656,053.31</u>	<u>721,506.50</u>

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

B

**TRUST FUND
STATEMENTS OF ASSETS, LIABILITIES, RESERVES AND FUND BALANCE (CONTINUED)**

December 31, 2022 and 2021

<u>ASSETS</u>	<u>Balance December 31, 2022</u>	<u>Balance December 31, 2021</u>	<u>LIABILITIES, RESERVES AND FUND BALANCE</u>	<u>Balance December 31, 2022</u>	<u>Balance December 31, 2021</u>
Trust-Other Fund:			Trust-Other Fund:		
			Reserve for Encumbrances	355,875.84	397,516.53
			Escrow Funds	7,208,284.97	6,444,818.99
			Performance Guarantees	1,305,235.05	1,305,235.05
			Due to Current Fund	68.26	-
			Due to Assessment Trust	3,800.00	-
			Due to Payroll	210,277.80	-
			Accumulated Absences	779,144.22	-
			Deposits for Tax Sale Redemp./Premiums	1,412,096.41	7,484,499.90
			Tax Title Lien Trust	2,924,648.95	-
			Developers Escrow	2,750,738.60	1,828,543.76
			Dedicated Law Enfor. Trust Fund	43,970.00	40,639.81
			Affordable Housing	5,916,373.06	5,171,233.65
			Flexible Spending Account	31,021.63	29,556.13
			Fire Penalty Trust	47,508.79	-
			Unemployment Comp Claims Trust	405,966.56	-
			Unemployment Trust	-	46,097.19
			Off-Duty Police	297,307.66	175,390.05
			Storm Recovery	156,798.39	269,020.64
Cash and Investments - Treasurer	26,058,026.53	19,427,453.54	Payroll Deductions Payable	1,318,224.35	-
Due from Current Fund	6,686.19	3,995,872.94	Green Trust Reserve	897,372.18	230,774.78
Total Trust-Other Fund	<u>26,064,712.72</u>	<u>23,423,326.48</u>	Total Trust-Other Fund	<u>26,064,712.72</u>	<u>23,423,326.48</u>
Self-Insurance Trust Fund:			Self-Insurance Trust Fund:		
			Reserve for Insurance Claims:		
Cash and Investments - Treasurer	-	100.96	Workers' Compensation	-	100.96
Total Self-Insurance Trust Fund	<u>-</u>	<u>100.96</u>	Total Self-Insurance Trust Fund	<u>-</u>	<u>100.96</u>
HUD Housing Voucher Trust Fund:			HUD Housing Voucher Trust Fund:		
			Reserve for HUD Housing Administration	27,918.01	21,466.98
			Reserve for HUD Housing Voucher Program Expenditures	23,590.65	64,295.77
Cash and Investments - Treasurer	390,279.25	137,162.60	Due to Payroll	301,550.04	-
Due from Library	-	12,140.00	Due to EVP Trust Fund	13,135.55	29,255.00
Total HUD Housing Voucher Trust Fund	<u>390,279.25</u>	<u>149,302.60</u>	Accounts Payable	24,085.00	34,284.85
			Total HUD Housing Voucher Trust Fund	<u>390,279.25</u>	<u>149,302.60</u>
Total Trust Funds	<u>\$ 30,498,369.32</u>	<u>\$ 27,743,858.69</u>	Total Trust Funds	<u>\$ 30,498,369.32</u>	<u>\$ 27,743,858.69</u>

See notes to financial statements.

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

B-1

**TRUST ASSESSMENT FUND
STATEMENT OF REVENUES**

Year Ended December 31, 2022

	Budget Revenues	Realized
Deficit (General Budget)	<u>\$ 70,000.00</u>	<u>\$ 70,000.00</u>

**TRUST ASSESSMENT FUND
STATEMENT OF EXPENDITURES**

B-2

Year Ended December 31, 2022

	Budget Appropriation	Expended
Payment of Bond Principal	<u>\$ 70,000.00</u>	<u>\$ 70,000.00</u>

GENERAL CAPITAL FUND

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

C

**GENERAL CAPITAL FUND
STATEMENTS OF ASSETS, LIABILITIES, RESERVES AND FUND BALANCE**

December 31, 2022 and 2021

<u>ASSETS</u>	<u>Balance December 31, 2022</u>	<u>Balance December 31, 2021</u>
Cash and Investments	\$ 4,773,387.91	\$ 11,483,610.25
Federal and State Grants Receivable	5,486,792.53	2,290,000.00
Due from State of NJDOT	405,831.78	265,831.78
Due from Grant Fund	866,250.00	-
Deferred Charges to Future Taxation:		
Funded	35,550,862.22	44,411,007.03
Unfunded	61,095,355.94	42,060,258.94
	<u>\$ 108,178,480.38</u>	<u>\$ 100,510,708.00</u>
 <u>LIABILITIES, RESERVES AND FUND BALANCE</u>		
General Serial Bonds	\$ 32,924,000.00	\$ 41,079,000.00
Bond Anticipation Notes	23,662,000.00	21,326,739.00
Environmental Infrastructure Loan	902,774.93	1,204,676.26
Due to Current Fund	-	182,614.77
Capital Leases Payable	1,724,087.29	2,100,446.00
Green Trust Project Loan Payable	-	26,884.77
Reserve for Encumbrances	7,495,068.07	4,063,737.50
Improvement Authorizations:		
Funded	5,928,444.35	4,811,718.87
Unfunded	33,952,170.93	24,582,167.25
Reserve for:		
Capital Improvement Fund	245,029.74	196,708.74
Future Debt Service	601,935.61	345,186.65
Fund Balance	742,969.46	590,828.19
	<u>\$ 108,178,480.38</u>	<u>\$ 100,510,708.00</u>

There were Bonds and Notes Authorized but not Issued as of December 31, 2022 and 2021, in the amount of \$37,433,355.94 and \$20,733,519.94, respectively.

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

C-1

GENERAL CAPITAL FUND
STATEMENT OF FUND BALANCE

Year Ended December 31, 2022

Balance - December 31, 2021	\$ 590,828.19
Increased by:	
Adjustment for cancellations	<u>152,141.27</u>
Balance - December 31, 2022	<u><u>\$ 742,969.46</u></u>

SEWER UTILITY FUND

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

D

**SEWER UTILITY FUND
STATEMENTS OF ASSETS, LIABILITIES, RESERVES AND FUND BALANCE**

December 31, 2022 and 2021

<u>ASSETS</u>	<u>Balance December 31, 2022</u>	<u>Balance December 31, 2021</u>	<u>LIABILITIES, RESERVES AND FUND BALANCE</u>	<u>Balance December 31, 2022</u>	<u>Balance December 31, 2021</u>
Operating Fund:			Operating Fund:		
Cash and Investments - Treasurer	\$ 8,752,696.32	\$ 7,247,048.09	Prepaid Sewer Rents	\$ 103,370.68	\$ 82,302.55
	<u>8,752,696.32</u>	<u>7,247,048.09</u>	Appropriation Reserves	1,775,457.35	1,318,318.81
Receivables With Offsetting Reserves:			Accounts Payable	52,686.27	-
Due from Current Fund	27,947.93	-	Reserve for Encumbrances	998,863.14	1,323,430.55
Sewer Rents Receivable	2,382,564.43	2,391,668.95	Reserve for Future Debt Service	311,792.75	311,792.75
Sewer Rent Liens Receivable	97,407.22	93,568.10	Accrued Interest on Bonds & Notes	476,289.04	976,068.71
	<u>2,507,919.58</u>	<u>2,485,237.05</u>		<u>3,718,459.23</u>	<u>4,011,913.37</u>
Total Operating Fund	<u>11,260,615.90</u>	<u>9,732,285.14</u>	Reserve for Receivables	2,507,919.58	2,485,237.05
Capital Fund:			Fund Balance	5,034,237.09	3,235,134.72
Cash and Investments - Treasurer	10,930,974.46	7,965,218.55	Total Operating Fund	<u>11,260,615.90</u>	<u>9,732,285.14</u>
Account Receivable - State	8,650.65	8,650.65	Capital Fund:		
Due from Current Fund	200,832.61	112,354.40	Serial Bonds	47,872,000.00	51,507,000.00
Fixed Capital	140,161,895.66	137,237,438.70	Bond Anticipation Notes	13,830,000.00	8,005,000.00
Fixed Capital - Auth. and Uncompl.	93,374,108.45	79,227,398.02	NJIB Loan Payable	188,422.90	214,255.51
Total Capital Fund	<u>244,676,461.83</u>	<u>224,551,060.32</u>	Reserve for Encumbrances	3,649,253.86	4,861,310.05
Assessment Fund:			Improvement Authorizations:		
Cash and Investments - Treasurer	-	467.10	Funded	1,783,802.96	1,408,613.58
Total Sewer Assessment Fund	<u>-</u>	<u>467.10</u>	Unfunded	37,887,375.10	22,903,797.86
Total Sewer Utility Fund	<u>\$ 255,937,077.73</u>	<u>\$ 234,283,812.56</u>	Reserve for:		
			Capital Improvement Fund	192,775.00	192,775.00
			Reserve for Amortization	138,966,314.59	135,331,314.59
			Fund Balance	306,517.42	126,993.73
			Total Capital Fund	<u>244,676,461.83</u>	<u>224,551,060.32</u>
			Assessment Fund:		
			Fund Balance	-	467.10
			Total Sewer Assessment Fund	<u>-</u>	<u>467.10</u>
			Total Sewer Utility Fund	<u>\$ 255,937,077.73</u>	<u>\$ 234,283,812.56</u>

There were Bonds and Notes Authorized but not Issued as of December 31, 2022 and 2021, in the amount of \$32,679,266.62 and \$21,407,266.62, respectively.

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

D-1

**SEWER UTILITY OPERATING FUND
STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**

Year Ended December 31, 2022

	December 31,	
	2022	2021
<u>Revenue and Other Income Realized</u>		
Fund Balance Utilized	\$ 1,020,000.00	\$ 550,000.00
Sewer Rents	19,748,338.08	18,983,071.59
Sewer Connection Fees	454,554.99	697,579.16
Miscellaneous Revenue not Anticipated	84,811.80	59,267.89
Other Credits to Income:		
Unexpended Balance of Appropriation		
Reserves Lapsed	1,763,684.36	1,134,389.17
Accrued Bond Interest Adjustment	331,578.67	-
Total Revenues	<u>23,402,967.90</u>	<u>21,424,307.81</u>
<u>Expenditures</u>		
Budget Appropriations:		
Operating	13,614,503.00	11,796,081.32
Debt Service	5,576,883.17	5,755,000.00
Statutory Expenditures	1,174,300.00	955,200.00
Other	218,179.36	1,634,022.68
Total Expenditures	<u>20,583,865.53</u>	<u>20,140,304.00</u>
Statutory Excess to Fund Balance	2,819,102.37	1,284,003.81
Balance - January 1	3,235,134.72	2,501,130.91
	<u>6,054,237.09</u>	<u>3,785,134.72</u>
Decreased by: Utilized in Budget	1,020,000.00	550,000.00
Balance - December 31	<u>\$ 5,034,237.09</u>	<u>\$ 3,235,134.72</u>

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

D-2

SEWER UTILITY CAPITAL FUND
STATEMENT OF FUND BALANCE

Year Ended December 31, 2022

Balance - December 31, 2021		\$	126,993.73
Increased by:			
Premium on Bonds/Notes	\$	150,789.08	
Encumbrances Canceled		<u>28,734.61</u>	
			<u>179,523.69</u>
Balance - December 31, 2022		\$	<u>306,517.42</u>

SEWER UTILITY ASSESSMENT FUND
STATEMENT OF FUND BALANCE

D-3

Year Ended December 31, 2022

Balance - December 31, 2021		\$	467.10
Decreased by:			
Adjustments			<u>467.10</u>
Balance - December 31, 2022		\$	<u><u>-</u></u>

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

D-4

SEWER UTILITY OPERATING FUND – STATEMENT OF REVENUES

Year Ended December 31, 2022

	<u>Anticipated</u>	<u>2022 Realized</u>	<u>(Deficit)/ Excess</u>
Operating Fund Balance			
Anticipated	\$ 1,020,000.00	\$ 1,020,000.00	\$ -
Sewer Rents	18,879,003.00	19,748,338.08	869,335.08
Sewer Connection Fees	669,550.00	454,554.99	(214,995.01)
Miscellaneous	55,000.00	84,811.80	29,811.80
	<u>\$ 20,623,553.00</u>	<u>\$ 21,307,704.87</u>	<u>\$ 684,151.87</u>

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

D-5

SEWER UTILITY OPERATING FUND – STATEMENT OF EXPENDITURES

Year Ended December 31, 2022

	2022 Budget	Budget After Modification	Expended			Unexpended Balance Canceled	Overexpenditure
			Paid	Encumbered	Reserved		
Operating:							
Salaries and Wages	\$ 4,902,681.00	\$ 4,902,681.00	\$ 4,108,810.81	\$ -	\$ 793,870.19	\$ -	\$ -
Other Expenses	4,936,708.00	4,936,708.00	3,007,232.29	998,863.14	930,612.57	-	-
Group Insurance Plan for Employees Self-Insurance Program N.J.S.A. 40A:10-1 et seq.	2,415,584.00	2,415,584.00	2,415,584.00	-	-	-	-
Administrative Services	379,930.00	379,930.00	379,930.00	-	-	-	-
Other Insurance and Surety Bond Premiums	900,000.00	900,000.00	900,000.00	-	-	-	-
	79,600.00	79,600.00	79,600.00	-	-	-	-
Debt Service:							
Payment of Bond Principal	3,635,000.00	3,635,000.00	3,635,000.00	-	-	-	-
Payment of BANs & Capital Notes	175,700.00	175,700.00	175,000.00	-	-	700.00	-
Interest on Bonds	1,745,000.00	1,745,000.00	1,638,593.38	-	-	106,406.62	-
Interest on Notes	250,000.00	250,000.00	100,062.48	-	-	149,937.52	-
EIT Loan Principal	27,000.00	27,029.96	27,029.96	-	-	-	-
EIT Loan Interest	2,050.00	2,020.04	1,197.35	-	-	822.69	-
Contribution to:							
Public Employees' Retirement System	712,000.00	712,000.00	712,000.00	-	-	-	-
Social Security System (O.A.S.I.)	462,300.00	462,300.00	411,325.41	-	50,974.59	-	-
Total Sewer Utility Appropriations	\$ 20,623,553.00	\$ 20,623,553.00	\$ 17,591,365.68	\$ 998,863.14	\$ 1,775,457.35	\$ 257,866.83	\$ -

GENERAL FIXED ASSETS ACCOUNT GROUP

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

E

**GENERAL FIXED ASSETS ACCOUNT GROUP
STATEMENTS OF GENERAL FIXED ASSETS**

<u>Assets</u>	<u>December 31, 2022</u>	<u>December 31, 2021</u>
General Fixed Assets		
Land, Building & Building Improvements	\$ 100,260,306.64	\$ 95,765,306.64
Equipment	11,862,305.94	11,836,145.15
Vehicles	27,580,620.05	27,580,620.05
Total General Fixed Assets	<u>\$ 139,703,232.63</u>	<u>\$ 135,182,071.84</u>
 <u>Reserve</u> 		
Investment in General Fixed Assets	<u>\$ 139,703,232.63</u>	<u>\$ 135,182,071.84</u>

NOTES TO FINANCIAL STATEMENTS

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

NOTES TO FINANCIAL STATEMENTS

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity

The Township of Hamilton ("Township") is managed under the Mayor-Council form of government authorized under Plan F of the "Faulkner Act of 1950". This form of government, adopted in 1976 by Township voters, provides for the direct election of the Mayor and five council members for four-year terms. This form of government provides for the administrative function of government under the Mayor, supported by a Business Administrator and various department heads and for the legislative function under the Township Council.

The Governmental Accounting Standards Board ("GASB") established criteria to be used to determine which component units should be included in the financial statements of the oversight entity. The Division of Local Government Services, Department of Community Affairs, State of New Jersey (the "Division") requires the financial statements of the Township to be reported separately.

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

Description of Funds

The accounting policies of the Township conform to the accounting principles applicable to municipalities which have been prescribed by the Division. Such principles and practices are designed primarily for determining compliance with legal provisions and budgetary restrictions and as a means of reporting on the stewardship of public officials with respect to public funds. Under this method of accounting, the Township accounts for its financial transactions through the following separate funds:

Current Fund - resources and expenditures for governmental operations of a general nature, including federal and state grant funds, except as otherwise noted.

Trust Fund - receipts, custodianship and disbursement of funds in accordance with the purpose for which each reserve was created. Pursuant to the provisions of N.J.S.A. 40A:4-39, the financial transactions of the Housing and Community Development Act of 1974 funds are reported within the Trust Fund. In addition, the financial transactions of the following funds and accounts are also reported within the Trust Fund:

1. Animal Control Trust Fund;
2. Assessment Trust Fund;
3. Unemployment Compensation Trust Fund;
4. Dedicated Law Enforcement Trust Fund;
5. Self-Insurance Trust Fund;
6. Recreation Trust;
7. HUD Housing and Community Development; and
8. Other Dedicated Funds

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

NOTES TO FINANCIAL STATEMENTS

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Description of Funds (Continued)

General Capital Fund - resources, including federal and state grants in aid of construction, and expenditures for the acquisition of general capital facilities, other than those acquired through the Current Fund, including the status of bonds and notes authorized for said purposes. Debt obligations authorized are also accounted for in the General Capital Fund.

Sewer Utility Fund - resources and expenditures for the operations and acquisition of capital facilities of the municipally owned Sewer Utility.

Governmental Fixed Assets - the Governmental Fixed Asset Account Group is used to account for fixed assets used in governmental fund type operations for control purposes. Infrastructure assets such as roads, sidewalks, etc. are not capitalized. All governmental fixed assets are valued at historical cost or estimated historical cost if actual historical cost is not available or any other reasonable basis, provided such basis is adequately disclosed in the financial statements. No depreciation is recorded on governmental fixed assets.

Basis of Accounting and Measurement Focus

The basis of accounting as prescribed by the Division for its operating funds is generally a modified cash basis for revenue recognition and a modified accrual basis for expenditures.

The GASB is the accepted standards-setting body for establishing governmental accounting and financial reporting principles. The current format for governmental financial reporting was established in GASB Statement No. 34, *Basic Financial Statements-and Management's Discussion and Analysis-for State and Local Governments*. The minimum requirements for general purpose external financial statements include:

1. Management's Discussion and Analysis
2. Financial Statements:
 - a. Government-wide Financial Statements
 - b. Fund Financial Statements
 - c. Notes to Financial Statements
3. Required Supplementary Information

The Codification of Governmental Accounting and Financial Reporting Standards recognizes three fund categories as appropriate for the accounting and reporting of the financial position and results of operations in accordance with generally accepted accounting principles. This structure for external financial reporting differs from the organization of funds prescribed under the regulatory basis of accounting utilized by the Township. The resultant presentation of financial position and results of operations in the form of basic financial statements is not intended to present the basic financial statements required by generally accepted accounting principles ("GAAP").

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

NOTES TO FINANCIAL STATEMENTS

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Basis of Accounting and Measurement Focus (Continued)

The accounting principles and practices prescribed for municipalities by the Division differ in certain respects from GAAP applicable to local government units. The most significant is the reporting of Management's Discussion and Analysis and government-wide financial statements, which are not presented in the accompanying regulatory basis financial statements prepared in accordance with accounting principles prescribed by the Division. The other more significant differences between the reporting of Fund Financial Statements under GAAP and the regulatory basis are as follows:

Revenues

Revenues are recorded as received in cash except for regulatory reimbursements and grant funds which are due from other governmental units. State and federal grants, entitlements and shared revenues received for operating purposes are realized as revenues when anticipated in the Township budget. Receivables for property taxes and sewer utility consumer charges are recorded with offsetting reserves within the Current Fund and Sewer Utility Fund, respectively. Other amounts that are due to the Township which are susceptible to accrual are recorded as receivables with offsetting reserves. These reserves are liquidated, and revenues are recorded as realized upon receipt of cash. GAAP fund financial statements requires the recognition of revenues for general operations in the accounting period in which they become available and measurable, with the exception of sewer utility consumer charges, which should be recognized in the period they are earned.

Expenditures

For purposes of financial reporting, expenditures are recorded as "paid" or "charged" or "appropriation reserves". Paid or charged refers to the Township's "budgetary" basis of accounting. Generally, these expenditures, including those for federal, state and local grants, are recorded when an amount is encumbered for goods or services through the issuance of a purchase order in conjunction with the encumbrance accounting system. Reserves for unliquidated encumbrances at the close of the year are reported as a cash liability. Encumbrances do not constitute expenditures under GAAP. Appropriation reserves refers to unexpended appropriation balances at the close of the year. Appropriation reserves are automatically created and recorded as a cash liability, 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 and not recorded in the preceding fiscal year. Lapsed appropriation reserves are recorded as income. Generally, unexpended balances of budget appropriations are not recorded as expenditures under GAAP. Expenditures for compensated absences, i.e., accumulations of earned but unused vacations and sick leave, are recorded in the period in which the payments are made. GAAP requires that expenditures be recorded in the governmental (Current) fund in an amount that would normally be liquidated with available financial resources, and that expenditures be recorded in the enterprise fund (Sewer Utility Fund), on a full accrual basis. Expenditures for the costs of post-employment benefits other than pensions (other post-employment benefits or "OPEB") are recorded in the accounting period in which the payments are made. GAAP requires recognition of the actuarially determined estimated OPEB cost during the employment period of each employee, during which any OPEB benefit is earned.

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

NOTES TO FINANCIAL STATEMENTS

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Basis of Accounting and Measurement Focus (Continued)

For the purposes of calculating the results of Current Fund operations, the regulatory basis of accounting utilized by the Township requires that certain expenditures be deferred and raised as items of appropriation in budgets of succeeding years. These deferred charges include the two general categories of over-expenditures and emergency appropriations. Over-expenditures occur when expenditures recorded as "paid" or "charged" exceed available appropriation balances. Emergency appropriations occur when, subsequent to the adoption of a balanced budget, the governing body authorizes the establishment of additional appropriations based on unforeseen circumstances or for other special purposes as defined by statute. Over-expenditures and emergency appropriations are deducted from total expenditures in the calculation of operating results and are established as assets for Deferred Charges on the Fund balance sheet. GAAP does not permit the deferral of over-expenditures to succeeding budgets. In addition, GAAP does not recognize expenditures based on the authorization of an appropriation. Instead the authorization of special purpose expenditures, such as the preparation of tax maps or revaluation of assessable real property, would represent the designation of fund balance.

New Jersey statutes require municipalities to provide annual funding to free public libraries through the Current Fund Budget. Amounts paid on behalf of the free public library or transferred to the custody of the Library's management are recorded as budgetary expenditures of the Township, notwithstanding the fact that the Library is recognized as a separate entity for financial reporting purposes. Under GAAP, the Library's financial position and operating results would be incorporated in the Township's financial statements.

Compensated Absences

The Township has adopted a written policy procedure manual which sets forth the terms under which an employee may accumulate earned, but unused, vacation and sick leave, establishes the limits on such accumulations and specifies the conditions under which the right to receive payment for such accumulations, vests with the employee. The Township records expenditures for payments of earned and unused vacation and sick leave in the accounting period in which the payments are made. GAAP requires that expenditures be recorded in the governmental (Current) fund in an amount that would normally be liquidated with available financial resources, and that expenditures be recorded in the enterprise (Sewer Utility) fund on a full accrual basis.

Property Acquired for Taxes

Foreclosed property is recorded in the Current Fund at the assessed valuation when such property was acquired and is fully reserved. GAAP normally requires such property to be recorded only in the government-wide statement of net position at the lower of cost or fair market value.

Self-Insurance Reserves

Charges to self-insurance reserves are recorded when payments of claims and related expenses are made. Increases to self-insurance reserves are recorded from budgetary appropriations in the accounting period in which budgetary expenditures are recorded. Earnings on investments and miscellaneous reimbursements are credited to reserves when received in cash. GAAP requires that liabilities for incurred claims be recorded as determined actuarially, and that operating transfers to self-insurance funds not exceed the amount determined.

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

NOTES TO FINANCIAL STATEMENTS

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Basis of Accounting and Measurement Focus (Continued)

Interfunds

Interfund receivables in the Current Fund are recorded with offsetting reserves which are created by charges to operations. Income is recognized in the accounting period the receivables are liquidated. GAAP does not require the establishment of an offsetting reserve.

Inventories of Supplies

The cost of inventories of supplies for all funds are recorded as expenditures at the time individual items are purchased. GAAP requires the cost of inventory on hand at the close of the year should be reported on the balance sheet with an offsetting non-spendable fund balance or reserve.

Sale of Municipal Assets

Cash proceeds from the sale of Township-owned property may be realized as revenue or reserved until utilized as an item of revenue in a subsequent year budget. Year-end balances of reserved proceeds are reported as a cash liability in the Current Fund. GAAP requires that revenue be recognized in the accounting period that the terms of the sales contracts become legally enforceable.

Governmental Fixed Assets

Property and equipment acquired by the Current, Trust and the General Capital Funds are recorded as expenditures at the time of purchase and are not capitalized in their own respective funds, with the exception of equipment acquired by the HUD Housing Assistance Fund which is capitalized. The HUD Housing Assistance Fund does not record depreciation on fixed assets. Property and equipment acquired by the Sewer Utility Fund are accumulated in their respective capital accounts at cost. Detailed records of accumulated capitalized costs, by project and/or location are not maintained. Contributions in aid of construction are not capitalized. The balances in the Reserve for Amortization and Deferred Reserve for Amortization accounts in the Sewer Utility Capital Fund represent charges to operations for the costs of acquisitions of property, equipment and improvement and costs funded from sources other than bonded debt of the utility. The utility does not record depreciation on fixed assets. GAAP does not require the establishment of a reserve for amortization for utility fixed assets but does require the recognition of depreciation of these assets as an operating expense of the utility.

Budgets and Budgetary Accounting

An annual budget is required to be adopted and integrated into the accounting system to provide budgetary control over revenues and expenditures. Township budget amounts presented in the accompanying financial statements represent amounts adopted by the Township and approved by the Division in accordance with N.J.S.A. 40A:4 et seq.

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

NOTES TO FINANCIAL STATEMENTS

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Basis of Accounting and Measurement Focus (Continued)

Grants and Awards

The Township receives federal and state grants, awards and financial assistance. The amounts received and expended are reported in the various funds as follows:

Current Fund — Grant, award and assistance programs that support the general operations of the Township, and any program not reported elsewhere.

Trust Fund — Programs for which the Township has received state approval for reporting as dedicated trust funds.

Capital Funds — Programs which represent funding sources for capital projects established by ordinance.

Disclosures about Financial Instruments

The following methods and assumptions were used to estimate the value of each class of financial instruments for which it is practicable to estimate that value:

Cash and cash equivalents and short-term investments: The carrying amount approximates fair value because of the short maturity of those investments.

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

Pension and Post-employment Benefit Expenses

The requirements of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions* require governmental entities to record their distributive share of net pension liability, deferred outflows of resources, deferred inflows of resources, and total pension related expense. The requirements of GASB Statement No. 75, *Accounting and Financial Reporting for Post-employment Benefits Other than Pensions* require governmental entities to record on the financial statements their distributive share of net post-employment benefits other than pension (OPEB) liability, deferred outflows of resources, deferred inflows of resources, and total OPEB related expense. Accounting principles applicable to municipalities, which have been prescribed by the Division, do not require the recording of these liabilities, deferrals and expenses, but do require the disclosure of these amounts. Refer to Note K – Pension Plans and Note L – Post-Retirement Benefits for these disclosures.

Use of Estimates

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

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

NOTES TO FINANCIAL STATEMENTS

B. CASH, CASH EQUIVALENTS AND INVESTMENTS

State statutes set forth deposit requirements and investments that may be purchased by local units and the Township deposits and invests its funds pursuant to its policies and an adopted cash management plan.

Cash and Cash Equivalents

New Jersey statutes permit the deposit of public funds in institutions located in New Jersey, which are insured by the Federal Deposit Insurance Corporation ("FDIC") or by any other agencies of the United States that insure deposits or the State of New Jersey Cash Management Fund. New Jersey statutes require public depositories to maintain collateral for deposit of public funds that exceed insurance limits to protect deposits from loss under the provisions of the Governmental Unit Deposit Protection Act ("GUDPA"). GUDPA was enacted in 1970 to protect governmental units from a loss of funds on deposit with a failed banking institution in New Jersey.

N.J.S.A. 17:9-41 et. seq. establishes the requirements for the security of deposits of governmental units. The statute requires that no governmental unit shall deposit public funds in a public depository unless such funds are secured in accordance with the Act. Public depositories include savings and loan institutions, banks (both state and national banks) and savings banks, the deposits of which are federally insured. All public depositories must pledge collateral, having a market value at least equal to five (5) percent of the average daily balance of collected public funds; or if the public funds deposited exceed 75 percent of the capital funds of the depository, the depository must provide collateral having a market value equal to 100 percent of the amount exceeding 75 percent, to secure the deposits of governmental units.

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. If a public depository fails, the collateral it has pledged, plus the collateral of all other public depositories, is available to pay the full amount of their deposits to the governmental units.

At December 31, 2022, the Township had the following depository accounts. All deposits are carried at cost. The amount of \$2,795,549.99 held in payroll and agency accounts for the year ended December 31, 2022, is not covered by GUDPA.

	<u>Book Balance</u>	<u>Book Balance</u>
	<u>December 31, 2022</u>	<u>December 31, 2021</u>
<u>Depository Account</u>		
Cash (demand accounts)	\$ 92,612,112.24	\$ 87,934,605.65
Change funds (on-hand)	5,052.00	3,981.00
	<u>\$ 92,617,164.24</u>	<u>\$ 87,938,586.65</u>
	<u>Bank Balance</u>	<u>Bank Balance</u>
	<u>December 31, 2022</u>	<u>December 31, 2021</u>
<u>Depository Account</u>		
FDIC insured	\$ 1,101,782.65	\$ 1,351,259.28
GUDPA insured	93,918,423.90	94,415,327.75
	<u>\$ 95,020,206.55</u>	<u>\$ 95,766,587.03</u>

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

NOTES TO FINANCIAL STATEMENTS

B. CASH, CASH EQUIVALENTS AND INVESTMENTS (CONTINUED)

The Township follows the disclosure requirements of GASB Statement No. 40, *Deposits and Investment Risk Disclosures* ("GASB 40") and accordingly, the Township has assessed the custodial credit risk, the concentration of credit risk, credit risk and interest rate risk of its cash and investments.

Custodial Credit Risk — The Township's deposits are exposed to custodial credit risk if they are not covered by depository insurance and the deposits are uncollateralized, collateralized with securities held by the pledging financial institution, or collateralized with securities held by the pledging financial institution's trust department or agent but not in the depositor-government's name. The deposit risk is that, in the event of the failure of a depository financial institution, the Township will not be able to recover deposits or will not be able to recover collateral securities that are in possession of an outside party. The Township's investment securities are exposed to custodial credit risk if the securities are uninsured, are not registered in the name of the Township and are held by either the counterparty or the counterparty's trust department or agent but not in the Township's name. The investment risk is that, in the event of the failure of the counterparty to a transaction, the Township will not be able to recover the value of the investment or collateral securities that are in possession of an outside party.

Concentration of Credit Risk — This is the risk associated with the amount of investments that the Township has with any one issuer that exceeds 5 percent or more of its total investments. Investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments are excluded from this requirement. In general, the Township does not have an investment policy regarding concentration of credit risk as all Township investments are in the types of the excluded investments noted.

Credit Risk — GASB 40 requires that disclosure be made as to the credit rating of all debt security investments except for obligations of the U.S. government or obligations explicitly guaranteed by the U.S. government. This is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. In general, the Township does not have any investments subject to credit risk or an investment policy regarding credit risk.

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

Investments

New Jersey statutes establish the following securities as eligible for the investment of Township funds:

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 such obligation bears a fixed rate of interest not dependent on any index or other external factor;
4. Bonds or other obligations of the Township or bonds or other obligations of school districts of which the Township is a part and within the school district is located;

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

NOTES TO FINANCIAL STATEMENTS

B. CASH, CASH EQUIVALENTS AND INVESTMENTS (CONTINUED)

5. Bonds or other obligations having a maturity date of not more than 397 days from the date of purchase that are approved by the Division of Investment of the Department of Treasury for investment by local units;
6. Local government investment pools;
7. Deposits with the State of New Jersey Cash Management Fund established pursuant to section 1 of P.L. 1997, c.281 (C.52:18A-90.4); or
8. Agreements for the repurchase of fully collateralized securities, if: the underlying securities are permitted investments pursuant to paragraphs (1) and (3); the custody of collateral is transferred to a third party; the maturity of the agreement is more than 30 days; and the underlying securities are purchased through a public depository as defined in section 1 of P.L. 1970, c.236 (C.19:9-41) and for which a master repurchase agreement providing for the custody and security of the collateral is executed.

C. UNUSED SICK AND VACATION BENEFITS

The Township has adopted a written Policy Procedure Manual, which sets forth the terms under which an employee may accumulate unused benefits. General Policy is as follows:

Sick Leave - Sick leave for permanent employees accumulates at the rate of one and one quarter (1 1/4) days per month. Any amount of sick leave allowance not used in a calendar year shall accumulate to the employee's credit from year to year to be used if and when needed. Employees having accumulated ten or more of their sick days in a given year have the option to be paid five days wages in lieu of carrying over five of their sick days. Upon normal retirement, or death subsequent to filing for retirement, employees are entitled to receive a lump sum payment as supplemental compensation for each full day of earned and unused accumulated sick leave which is credited to him/her on the effective date of his retirement. Employees who elect a deferred retirement benefit are not eligible for this supplemental compensation payment. Lump sum payments to management employees shall not exceed \$21,000.00.

Vacations - Vacation pay for permanent employees is accumulated in accordance with the approved schedules for his/her respective units. Vacation days shall be taken during the current year and shall not accumulate, except that vacation time may be carried over to the next succeeding year only (maximum twenty days). An employee who has separated his/her employment shall be entitled in time or in pay to any earned vacation accumulated and not previously used (maximum thirty days for upper-level supervisors and management).

The Personnel Division maintains current records of each employee's status relating to earned and unused sick and vacation pay. An estimate of the cost of such unpaid compensation as of December 31, 2022, has been made by the Township in the amount of \$17,176,485.78. This amount is not included in liabilities at December 31, 2022, and represents the full value of compensated absences payable and has not been discounted for estimated termination payments anticipated by the Township. Termination payments are subject to eligibility requirements and payment caps as discussed above. No amounts have been reported as expenditures for any accumulations earned by employees during the current year or any prior periods. Expenditures for payment of unused sick and vacation benefits are recorded in the period in which the payments are made.

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

NOTES TO FINANCIAL STATEMENTS

D. INTERFUNDS

The following Interfund balances remain on the balance sheets at December 31, 2022:

	2022	
	Interfunds Receivable	Interfunds Payable
Current Fund	\$ 101,493.68	\$ 1,164,222.29
General Trust Fund	24,879.39	57,181.32
General Capital Fund	866,250.00	-
Sewer Operating Fund	27,947.93	-
Sewer Capital Fund	200,832.61	-
	<u>\$1,221,403.61</u>	<u>\$1,221,403.61</u>

The Interfund balances represent short-term loans between the funds that are expected to be liquidated in the following year.

E. DEFERRED CHARGES TO BE RAISED IN SUCCEEDING BUDGETS

The following deferred charge is shown on the December 31, 2022, balance sheet of the Township's Current Fund related to an overexpenditure of 2021 appropriation reserves. The amount will be included in the subsequent year budget.

	2022		2021	
	Amount	Raised in Succeeding Year Budget	Amount	Raised in Succeeding Year Budget
Current Fund	\$ 142,733.31	\$ -	\$ 142,733.31	\$ -
Sewer Operating Fund	-	-	-	-
	<u>\$ 142,733.31</u>	<u>\$ -</u>	<u>\$ 142,733.31</u>	<u>\$ -</u>

F. TAX ABATEMENTS

The Township has entered into several property tax abatement agreements in order to provide incentives to redevelop areas that are in need for improvement or to create economic growth. These agreements are authorized under various New Jersey state statutes. The following represents the Township's most significant tax abatement agreements:

Program/Entity Name	PILOT 2022 Billing	Taxes if Billed in Full	Abated Taxes
Low Income Housing PILOT			
Pond Run Housing	\$ 147,700.00	\$ 348,972.20	\$ 201,272.20
Alvin E. Gershen	174,100.00	292,625.97	118,525.97
McCorristin Square	29,900.00	78,850.92	48,950.92
Project Freedom	12,252.00	133,347.76	121,095.76
	363,952.00	853,796.85	489,844.85
American Metro	1,203,764.00	203,306.01	(1,000,457.99)
Robert Wood Johnson	276,991.20	1,031,529.94	754,538.74
Total	<u>\$ 1,844,707.20</u>	<u>\$ 2,088,632.80</u>	<u>\$ 243,925.60</u>

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

NOTES TO FINANCIAL STATEMENTS

G. FUND BALANCES APPROPRIATED

Fund balances were appropriated and included as anticipated revenue in their own respective funds for the years ended December 31, as follows:

Fund	Year	Balance December 31	Utilized in Budget of Succeeding Year
Current Fund	2022	\$ 13,531,608.50	\$ 8,600,000.00
	2021	15,966,341.96	7,495,000.00
	2020	10,106,697.34	6,900,000.00
	2019	6,130,576.29	3,384,650.00
	2018	8,052,392.41	6,600,000.00
	2017	8,217,241.12	5,100,000.00
Sewer Utility Fund	2022	5,034,237.09	2,357,220.00
	2021	3,235,134.72	1,020,000.00
	2020	2,501,130.91	550,000.00
	2019	1,758,751.80	471,350.00
	2018	1,341,506.36	1,099,900.00
	2017	3,543,267.24	3,000,000.00

H. ASSESSMENT AND COLLECTION OF PROPERTY TAXES

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

The third and fourth installments, for municipal purposes, would equal one-half of an estimated annual tax levy, plus the balance of the full tax levied during the current tax year for school, county and special district purposes. The balance of the full tax for non-municipal purposes is calculated by subtracting amounts due on a preliminary basis from the full tax requirement for the tax year. The first and second installments, for municipal purposes, will be calculated on a percentage of the previous year's billing necessary to bill the amount required to collect the full tax levy, plus the non-municipal portion, which represents the amount payable to each taxing district for the period of January through June 30. If taxes remain delinquent on or after November 11 of the succeeding fiscal year, the delinquent amount is subject to "Tax Sale" which places a tax lien on the property, and allows the holder to enforce the tax lien by collection or foreclosure. New Jersey property tax laws establish property taxes as a lien on real estate as of the first day of the fiscal year of the municipality, even though the full amount due is not known.

Additionally, new legislation constituting P.L. 2010, c. 44, effective July 13, 2010, imposed a two-percent (2%) cap on the tax levy of the municipality with certain exceptions and subject to a number of adjustments. The exclusions from the limit include increases required to be raised for capital expenditures, including debt service, increases in pension contributions in excess of 2%, certain increases in health care over 2%, and extraordinary costs incurred by a local unit directly related to a declared emergency. The governing body of a local unit may request approval, through a public question submitted to the legal voters residing in its territory, to increase the amount to be raised by taxation, and voters may approve increases above 2% not otherwise permitted under the law by an affirmative vote of 50%.

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

NOTES TO FINANCIAL STATEMENTS

H. ASSESSMENT AND COLLECTION OF PROPERTY TAXES (CONTINUED)

As County, School and Special District tax requirements are certified to the County Board of Taxation on a calendar year basis and within a time frame which precludes the certification of a municipal purpose tax certification for the calendar year, the conversion to a fiscal year has necessitated that tax bills be prepared and mailed by the Tax Collector twice annually. The law requires tax bills for the first and second installments to be delivered on or before October 1 of the pre-tax year, and bills for the third and fourth installments to be delivered on or before June 14. The regulatory requirement to deliver tax bills for the first and second installments by October 1 of the pre-tax year requires that these bills utilize assessed valuations from the pre-tax year. As a result, tax bills for the third and fourth installments will also include adjustments to reflect the results of changes in assessed valuations from the pre-tax year to the current tax year.

Accelerated Tax Sale

Commencing with the year ended June 30, 2003, the Township held an accelerated tax sale as allowed by Chapter 99, P.L. 1996. An accelerated tax sale must be held for each subsequent year to keep tax revenues and cash flows consistent from year to year. A tax sale was held on December 14, 2022. The underlying tax collection rate for 2022 was 99.61% prior to the accelerated tax sale and 99.71% after the tax sale.

I. DEBT, DEBT SERVICE AND STATUTORY DEBT CONDITION

Summary of Municipal Debt

	<u>2022</u>
General Capital Bonds and Notes	\$ 56,586,000.00
General Capital Infrastructure Loans	902,774.93
General Capital Leases	1,724,087.29
Trust Assessment Fund Bonds and Notes	190,000.00
Sewer Utility Capital Fund Bonds and Notes	61,702,000.00
Sewer Utility Capital Fund Infrastructure Loans	188,422.90
Total Issued	<u>121,293,285.12</u>
Less Fund Temporarily Held to Pay Bonds or Notes:	
General Capital	\$ (601,935.61)
Sewer Utility Operating Fund	(311,792.75)
Total Funds	<u>(913,728.36)</u>
Net Debt Issued	<u>120,379,556.76</u>
Authorized but not Issued	
General Capital Bonds and Notes	\$ 37,433,355.94
Trust Assessment Fund Bonds and Notes	95.00
Sewer Utility Capital Fund Bonds and Notes	32,679,266.62
Total Authorized but not Issued	<u>70,112,717.56</u>
Total Issued & Authorized but not Issued	<u>\$ 190,492,274.32</u>

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

NOTES TO FINANCIAL STATEMENTS

I. DEBT, DEBT SERVICE AND STATUTORY DEBT CONDITION (CONTINUED)

Summary of Statutory Debt Condition – Annual Debt Statements

The summarized statement of debt condition which follows is reported in accordance with the required method for preparation of the annual debt statement and indicates a statutory net debt of 0.969%. Net debt \$94,321,137 divided by equalized valuation basis per N.J.S.A. 40A:2-2 as amended of \$9,738,842,270.33 equals 0.969%. The Township's remaining borrowing power is \$246,538,342.46 and 2.531%. The below information is not in agreement with the Annual Debt Statement filed by the Chief Financial Officer. A revised Annual Debt Statement should be filed.

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
Local School District Debt	\$ 56,760,000.00	\$ 56,760,000.00	\$ -
Sewer Utility Debt	94,569,689.52	94,569,689.52	-
General Debt	94,923,072.61	601,935.61	94,321,137.00
	<u>\$ 246,252,762.13</u>	<u>\$ 151,931,625.13</u>	<u>\$ 94,321,137.00</u>

Equalized Valuation Basis

2020 Equalized Valuation Basis of Real Property	\$ 9,235,625,909.00
2021 Equalized Valuation Basis of Real Property	9,503,204,116.00
2022 Equalized Valuation Basis of Real Property	10,477,696,786.00
Average Equalized Value	<u>\$ 9,738,842,270.33</u>

Borrowing Power under N.J.S.A. 40A:2-6 as amended

3 -1/2% of Equalized Valuation Basis	\$ 340,859,479.46
Net Debt	94,321,137.00
Remaining Borrowing Power	<u>\$ 246,538,342.46</u>

Summary of Regulatory Debt Condition – Annual Debt Statements

Deduction of Self-Liquidating Utility Debt for Statutory Net Debt (N.J.S.A. 40:2-45)

The calculation of "Self-Liquidating Purpose" for the Sewer Utility, per N.J.S.A. 40A:2-45, is as follows:

	<u>2022</u>
Cash Receipts from Fees, Rents or Other	
Charges and Surplus Anticipated	<u>\$ 21,307,704.87</u>
Deductions	
Operating and Maintenance Cost	15,006,982.36
Debt Service per Utility Operating Fund	5,576,883.17
	<u>20,583,865.53</u>
	<u>\$ 723,839.34</u>

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

	<u>2022</u>
Excess in Revenues - Cash Basis	\$ 2,819,102.37
Deduct: Other Credits to Income	(2,095,263.03)
Excess in Revenues	<u>\$ 723,839.34</u>

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

NOTES TO FINANCIAL STATEMENTS

I. DEBT, DEBT SERVICE AND STATUTORY DEBT CONDITION (CONTINUED)

Changes in Long-Term Municipal Debt

	Balance December 31, 2021	Additions	Reductions	Balance December 31, 2022
Bonds Payable				
General Capital Fund	\$ 41,079,000.00	\$ -	\$ 8,155,000.00	\$ 32,924,000.00
Trust Assessment Fund	260,000.00	-	70,000.00	190,000.00
Sewer Utility Capital Fund	51,507,000.00	-	3,635,000.00	47,872,000.00
Subtotal	<u>92,846,000.00</u>	<u>-</u>	<u>11,860,000.00</u>	<u>80,986,000.00</u>
Infrastructure Loans Payable				
General Capital Fund	1,204,676.26	-	301,901.33	902,774.93
Sewer Utility Capital Fund	214,255.51	-	25,832.61	188,422.90
Subtotal	<u>1,418,931.77</u>	<u>-</u>	<u>327,733.94</u>	<u>1,091,197.83</u>
Green Trust Loans Payable				
General Capital Fund	26,884.77	-	26,884.77	-
Subtotal	<u>26,884.77</u>	<u>-</u>	<u>26,884.77</u>	<u>-</u>
Capital Leases Payable				
General Capital Fund	2,100,446.00	-	376,358.71	1,724,087.29
Subtotal	<u>2,100,446.00</u>	<u>-</u>	<u>376,358.71</u>	<u>1,724,087.29</u>
Total Long-Term Debt	<u>\$ 96,392,262.54</u>	<u>\$ -</u>	<u>\$ 12,590,977.42</u>	<u>\$ 83,801,285.12</u>
Bonds & Notes Authorized but not Issued				
General Capital Fund	\$ 20,733,519.94	\$28,453,208.00	\$ 11,753,372.00	\$ 37,433,355.94
Trust Assessment Fund	95.00	-	-	95.00
Sewer Utility Capital Fund	21,407,266.62	17,272,000.00	6,000,000.00	32,679,266.62
Subtotal	<u>\$ 42,140,881.56</u>	<u>\$45,725,208.00</u>	<u>\$ 17,753,372.00</u>	<u>\$ 70,112,717.56</u>

Changes in Short-Term Municipal Debt

	Balance December 31, 2021	Additions	Reductions	Balance December 31, 2022
Bond Anticipation Notes				
General Capital Fund	\$ 21,326,739.00	\$23,662,000.00	\$ 21,326,739.00	\$ 23,662,000.00
Sewer Utility Capital Fund	8,005,000.00	13,830,000.00	8,005,000.00	13,830,000.00
Subtotal	<u>\$ 29,331,739.00</u>	<u>\$37,492,000.00</u>	<u>\$ 29,331,739.00</u>	<u>\$ 37,492,000.00</u>

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

NOTES TO FINANCIAL STATEMENTS

I. DEBT, DEBT SERVICE AND STATUTORY DEBT CONDITION (CONTINUED)

Total Debt Issued and Outstanding Detail

	<u>2022</u>
<u>Capital Fund - Serial Bonds</u>	
\$17,425,000 general improvement refunding bonds of 2013, due in annual installments of \$1,615,000 to \$2,050,000 through August 1, 2025, interest at 4.00%	\$ 5,910,000.00
\$4,630,000 pension obligation refunding bonds of 2013, due in annual installments of \$535,000 to \$585,000 through August 1, 2023, interest at 2.11% through 3.12%	520,000.00
\$8,046,000 general improvement bonds of 2014, due in annual installments of \$825,000 to \$900,000 through June 1, 2024, interest at 2.00% through 4.00%	1,796,000.00
\$14,703,000 general improvement bonds of 2015, due in annual installments of \$1,500,000 to \$1,600,000 through June 1, 2025, interest at 2.00% through 4.00%	4,798,000.00
\$19,773,000 general improvement bonds of 2017, due in annual installments of \$1,165,000 to \$2,325,000 through June 1, 2028, interest at 4.00% through 5.00%	13,950,000.00
\$7,600,000 general improvement bonds of 2019, due in annual installments of \$375,000 to \$750,000 through May 1, 2030, interest at 2.00% through 2.25%	5,950,000.00
<u>Capital Fund - NJIB Loans</u>	
\$1,435,000 infrastructure loan, due in annual installments of \$85,000 to \$110,000 through August 1, 2025, interest at 4.250% to 4.375%	274,399.23
\$4,028,778 infrastructure loan, principal only - due in semi-annual installments of \$4,408.24 to \$205,928.39 through August 1, 2025	628,375.70
<u>Capital Fund - Capital Leases</u>	
\$7,600,000 capital leases, due in annual installments of \$150,000 to \$376,000 through May 14, 2029, interest at 2.000% to 2.250%	1,724,087.29
<u>Capital Fund - Bond Anticipation Notes</u>	
Bond anticipation notes, date of original issue June 11, 2016, May 22, 2018, April 17, 2020, February 2, 2021 and February 1, 2022, due date February 14, 2023, interest rate at 1.000% through 2.000%	23,662,000.00
Total Capital Fund Debt	<u><u>\$ 59,212,862.22</u></u>

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

NOTES TO FINANCIAL STATEMENTS

I. DEBT, DEBT SERVICE AND STATUTORY DEBT CONDITION (CONTINUED)

Total Debt Issued and Outstanding Detail (Continued)

Trust Fund - Serial Bonds

\$1,523,000 assessment bonds of 2010, due in annual installments of \$103,000 to \$110,000 through February 1, 2025, interest at 3.125% through 3.625%

\$ 190,000.00

Total Trust Fund Debt

\$ 190,000.00

Sewer Utility Fund - Serial Bonds

\$16,505,000 sewer utility refunding bonds of 2013, due in annual installments of \$1,535,000 to \$1,935,000 through August 1, 2025, interest of 4.00%

\$ 5,580,000.00

\$14,687,000 sewer utility improvement bonds of 2014, due in annual installments of \$500,000 to \$650,000 through June 1, 2039, interest at 2.00% through 4.00%

10,837,000.00

\$2,300,000 sewer utility improvement bonds of 2014, due in annual installments of \$150,000 to \$200,000 through June 1, 2028, interest at 3.00% through 4.00%

1,175,000.00

\$3,035,000 sewer utility refunding series bonds of 2015, due in annual installments of \$280,000 to \$360,000 through August 1, 2025, interest at 4.00% through 5.00%

1,025,000.00

\$23,480,000 sewer utility improvement bonds of 2017, (series B) due in annual installments of \$475,000 to \$940,000 through May 1, 2047, interest at 4.00% through 5.00%

20,180,000.00

\$3,556,000 sewer utility improvement bonds of 2019, due in annual installments of \$111,000 to \$220,000 through May 1, 2039, interest at 2.00% through 3.00%

3,215,000.00

\$3,112,000 sewer utility improvement bonds of 2019, due in annual installments of \$105,000 to \$200,000 through May 1, 2039, interest at 3.50% through 3.75%

2,790,000.00

\$3,470,000 sewer utility refunding bonds of 2019, due in annual installments of \$45,000 to \$270,000 through February 1, 2035, interest at 2.00% through 4.00%

3,070,000.00

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

NOTES TO FINANCIAL STATEMENTS

I. DEBT, DEBT SERVICE AND STATUTORY DEBT CONDITION (CONTINUED)

Total Debt Issued and Outstanding Detail (Continued)

Sewer Utility Fund - Bond Anticipation Notes

Bond anticipation notes, date of original issue May 22, 2018, February 3, 2021, and February 1, 2022, due date February 14, 2023, interest rate at 2.00% 13,830,000.00

Sewer Utility Fund - NJIB Loans

\$126,650.65 infrastructure loan, due in annual installments of \$6,214.74 through \$8,841.65 through August 1, 2029, interest at 2.95% through 4.16% 55,297.82

\$4,028,778 infrastructure loan, principal only-due in semi-annual installments totaling \$19,017.85 through August 1, 2029 133,125.08

Total Sewer Utility Fund Debt \$ 61,890,422.90

Total Debt Issued and Outstanding \$ 121,293,285.12

Schedule of Annual Debt Service for Principal and Interest for the Serial Bond Debt Issued and Outstanding

Years	General*		Sewer Utility		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
2023	\$ 8,000,000.00	\$ 1,149,966.30	\$ 3,800,000.00	\$ 1,666,191.00	\$ 11,800,000.00	\$ 2,816,157.30
2024	7,606,000.00	866,342.50	3,930,000.00	1,518,593.00	11,536,000.00	2,384,935.50
2025	6,783,000.00	602,862.50	4,150,000.00	1,364,181.00	10,933,000.00	1,967,043.50
2026	3,075,000.00	366,562.50	2,260,000.00	1,191,049.50	5,335,000.00	1,557,612.00
2027	3,075,000.00	233,437.50	2,320,000.00	2,178,331.00	-	-
2028-2032	4,575,000.00	134,062.50	10,785,000.00	4,269,548.00	15,360,000.00	4,403,610.50
2033-2037	-	-	10,240,000.00	2,591,661.00	10,240,000.00	2,591,661.00
2038-2042	-	-	6,262,000.00	1,145,995.00	6,262,000.00	1,145,995.00
2043-2047	-	-	4,125,000.00	360,940.00	4,125,000.00	360,940.00
Total	<u>\$ 33,114,000.00</u>	<u>\$ 3,353,233.80</u>	<u>\$ 47,872,000.00</u>	<u>\$ 16,286,489.50</u>	<u>\$ 75,591,000.00</u>	<u>\$ 17,227,954.80</u>

*The general debt includes the debt of the trust assessment fund.

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

NOTES TO FINANCIAL STATEMENTS

I. DEBT, DEBT SERVICE AND STATUTORY DEBT CONDITION (CONTINUED)

Schedule of Annual Debt Service for Principal and Interest for New Jersey Infrastructure Bank and Green Trust Loans Issued and Outstanding

Loan Agreements – New Jersey Infrastructure Bank

The Township has entered into four loan financing agreements for various improvement programs with the New Jersey Infrastructure Bank (formerly the New Jersey Environmental Infrastructure Trust). The improvement programs are financed through debt issued by the New Jersey Infrastructure Bank. During the year ended December 31, 2022, the Township made payments to the New Jersey Environmental Infrastructure Trust with respect to the loan improvement programs in the amount of \$327,733.94.

Pursuant to the provisions of N.J.S.A. 40A:2-1 et seq., the combined outstanding principal of these loans has been included in the calculation of the Township's statutory debt condition.

Years	General		Sewer Utility		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
2023	\$ 294,893.50	\$ 13,781.26	\$ 26,068.40	\$ 2,158.92	\$ 320,961.90	\$ 15,940.18
2024	301,038.49	9,406.26	26,322.22	1,905.10	327,360.71	11,311.36
2025	306,842.94	4,812.50	26,592.48	1,634.84	333,435.42	6,447.34
2026	-	-	26,880.32	1,156.53	26,880.32	1,156.53
2027	-	-	27,186.95	1,156.53	27,186.95	1,156.53
2028-2029	-	-	55,372.53	1,156.54	55,372.53	1,156.54
Total	<u>\$ 902,774.93</u>	<u>\$ 28,000.02</u>	<u>\$ 188,422.90</u>	<u>\$ 9,168.46</u>	<u>\$ 1,091,197.83</u>	<u>\$ 37,168.48</u>

J. FIXED ASSETS

Capital asset activity for the year ended December 31, 2022, was as follows:

	Balance	Additions	Reductions	Balance
	December 31, 2021			December 31, 2022
Land and Buildings	\$ 95,765,306.64	\$ 4,495,000.00	\$ -	\$ 100,260,306.64
Equipment	11,836,145.15	26,160.79	-	11,862,305.94
Vehicles	27,580,620.05	-	-	27,580,620.05
	<u>\$ 135,182,071.84</u>	<u>\$ 4,521,160.79</u>	<u>\$ -</u>	<u>\$ 139,703,232.63</u>

In 2022, the Township added fixed assets purchased or completed through capital fund and sewer capital fund improvement projects. Approximately \$4.5 million of the additions in the current year related to the Sawmill YMCA property acquisition. The Governmental Fixed Asset Account Group is used to account for fixed assets used in governmental fund type operations for control purposes. Infrastructure assets such as roads, sidewalks, etc. are not capitalized. All governmental fixed assets are valued at historical cost or estimated historical cost if actual historical cost is not available or any other reasonable basis, provided such basis is adequately disclosed in the financial statements. No depreciation is recorded on governmental fixed assets.

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

NOTES TO FINANCIAL STATEMENTS

K. PENSION PLANS

A substantial number of the Township's employees participate in the following defined benefit pension plans: Public Employees' Retirement System ("PERS") and Police and Firemen's Retirement System ("PFRS"), which are administered and/or regulated by the New Jersey Division of Pensions and Benefits ("Division of Pensions and Benefits"). Both plans have a board of trustees that are primarily responsible for its administration. The Division of Pensions and Benefits issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to:

State of New Jersey Division of Pensions and Benefits
P.O. Box 295
Trenton, New Jersey 08625-0295

For additional information about PERS or PFRS, please refer to the Division of Pensions and Benefits' Annual Comprehensive Financial Report ("ACFR") which can be found at: <https://www.state.nj.us/treasury/pensions/annual-reports.shtml>.

Plan Descriptions

PERS is a cost-sharing multiple-employer defined benefit pension plan which was established as of January 1, 1955. The vesting and benefit provisions are set by N.J.S.A. 43:15A. PERS provides retirement, death and disability benefits. All benefits vest after ten years of service. The following represents the membership tiers for PERS:

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

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

PFRS is a cost-sharing multiple-employer defined benefit pension plan. The vesting and benefit provisions are set by N.J.S.A. 43:15A. PFRS provides retirement, death and disability benefits. All benefits vest after ten years of service, except disability benefits, which vest after four years of service. The following represents the membership tiers for PFRS:

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

NOTES TO FINANCIAL STATEMENTS

K. PENSION PLANS (CONTINUED)

Plan Descriptions (Continued)

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

Service retirement benefits are available at age 55 and are generally determined to be 2% of final compensation for each year of creditable service 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.

The Defined Contribution Retirement Program (“DCRP”) is a multiple-employer defined contribution pension fund established on July 1, 2007, under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007 (N.J.S.A. 43:15C-1 et. seq.). The DCRP is a tax-qualified defined contribution money purchase pension plan under Internal Revenue Code (“IRC”) 401(a) et seq. and is a governmental plan within the meaning of IRC 414(d). The DCRP provides retirement benefits for eligible employees and their beneficiaries. Individuals covered under DCRP are employees enrolled in PERS on or after July 1, 2007, who earn a salary in excess of established “maximum compensation” limits; employees enrolled in PFRS after May 21, 2010, who earn a salary in excess of established “maximum compensation” limits; employees otherwise eligible to enroll in PERS on or after November 2, 2008, who do not earn the \$8,400.00 minimum annual salary for tier 3 enrollment but who earn a salary of at least \$5,000.00 annually; and employees otherwise eligible to enroll in PERS after May 21, 2010, who do not work the 32 minimum hours per week required for tiers 4 or 5 enrollment, but who earn a salary of at least \$5,000.00 annually. The maximum wage limit for 2022 is \$142,800 and is subject to annual adjustment. Members who earn in excess of the annual maximum wage will be enrolled in the DCRP in addition to the PERS.

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

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

NOTES TO FINANCIAL STATEMENTS

K. PENSION PLANS (CONTINUED)

Contributions

The Township is billed annually for its normal contribution plus any accrued liability. Contributions for 2022 included the fire district employees that were consolidated with the Township in 2022. Contribution to PERS from the Township was \$4,440,231 for the plan year ended June 30, 2022. Contribution to PFRS from the Township was \$11,795,024 for the plan year ended June 30, 2022. The Township's total covered payroll for all PERS and PFRS employees was \$26,988,982 and \$32,729,075, respectively, at December 31, 2022. Covered payroll refers to pensionable compensation, rather than total compensation, paid by the Township to active employees covered by the Plan.

The contribution policy for PERS is set by N.J.S.A. 43:15A and requires contributions by active members and contributing employers. The local employers' contribution amounts are based on an actuarially determined rate, which includes the normal cost and unfunded accrued liability. Chapter 19, P.L. 2009 provided an option for local employers of PERS to contribute 50% of the normal and accrued liability contribution amounts certified for payments due in state fiscal year 2009. Such employers will be credited with the full payment and any such amounts will not be included in their unfunded liability. The actuaries will determine the unfunded liability of those retirement systems, by employer, for the reduced normal and accrued liability contributions provided under this law. This unfunded liability will be paid by the employer in level annual payments over a period of 15 years beginning with the payments due in the fiscal year ended June 30, 2012, and will be adjusted by the rate of return on the actuarial value of assets.

The contribution policy for PFRS is set by N.J.S.A. 43:16A and requires contributions by active members and contributing employers. The local employers' contribution amounts are based on an actuarially determined rate, which includes the normal cost and unfunded accrued liability. Chapter 19, P.L. 2009 provided an option for local employers of PFRS to contribute 50% of the normal and accrued liability contribution amounts certified for payments due in state fiscal year 2009. Such employers will be credited with the full payment and any such amounts will not be included in their unfunded liability. The actuaries will determine the unfunded liability of those retirement systems, by employer, for the reduced normal and accrued liability contributions provided under this law. This unfunded liability will be paid by the employer in level annual payments over a period of 15 years beginning with the payments due in the fiscal year ended June 30, 2012, and will be adjusted by the rate of return on the actuarial value of assets.

A special funding situation exists for the local employers of PFRS. The State of New Jersey (the "State"), as a non-employer, is required to pay the additional costs incurred by local employers under 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 June 30, 2022, state special funding situation net pension liability amount of \$2,055,697,552 is the accumulated difference between the annual actuarially determined state obligation under the special funding situation and the actual state contribution through the valuation date. The state special funding situation pension expense of \$235,029,281 for the plan year ended June 30, 2022, is the actuarially determined contribution amount that the state owes for the plan year ended June 30, 2022. The pension expense is deemed to be a state administrative expense due to the special funding situation.

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

NOTES TO FINANCIAL STATEMENTS

K. PENSION PLANS (CONTINUED)

Contributions (Continued)

Under N.J.S.A. 43:16A-15, local participating employers are responsible for their own contributions based on actuarially determined amounts, except where legislation was passed that legally obligated the state if certain circumstances occurred. The legislation, which legally obligates the state, is as follows: Chapter 8, P.L. 2000; Chapter 318, P.L. 2001; Chapter 86, P.L. 2001; Chapter 511, P.L. 1991; Chapter 109, P.L. 1979; Chapter 247, P.L. 1993; and Chapter 201, P.L. 2001. The amounts contributed on behalf of the local participating employers under this legislation are considered a special funding situation as defined by GASB Statement No. 68 and the State is treated as a non-employer contributing entity. Since the local participating employers do not contribute under this legislation directly to the plan (except for employer-specific financed amounts), there is no net pension liability or deferred outflows or inflows to report in the financial statements of the local participating employers related to this legislation. The State contribution for the plan year ended June 30, 2022, was \$2,300,057. The unaudited portion of the non-employer contributing entities' total proportionate share of the collective net pension liability that is associated with the Township is \$18,475,082 and the expense that the Township would record is \$2,131,535.

The contribution policy for DCRP is set by N.J.S.A. 43:15C-3 and requires contributions by active members and contributing employers. In accordance with Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007, plan members are required to contribute 5.5% of their annual covered salary. In addition to the employee contributions, the Township contributes 3% of the employees' base salary, for each pay period, to Prudential Financial not later than the fifth business day after the date on which the employee is paid for that pay period. For the plan year ended June 30, 2022, the Township's contributions were \$13,761. There were no forfeitures during the year.

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

The regulatory basis of accounting, which is the basis for the preparation of the Township's basic financial statements, does not require or permit the inclusion of entity-wide, full accrual basis financial statements. Accordingly, the Township does not recognize pension liabilities for any current or prior period until the fiscal period in which such payments will become due and payable.

At plan years ended June 30, 2022, the Township had a liability of \$53,137,706 for its combined proportionate share of the net pension liability in PERS and \$103,809,696 for its combined proportionate share of the net pension liability in PFRS. The pension liability for the June 30, 2022, measurement date for both PERS and PFRS 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 of the plan, actuarial determined. At plan year ended June 30, 2022, the Township's combined PERS proportion was 0.3521064%, which was an increase of 0.0046226% from its proportion of 0.34474838% measured as of June 30, 2021. The Township's combined PFRS proportion was 0.9069235%, which was an increase of 0.0288335% from its proportion of 0.87809% measured as of June 30, 2021.

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

NOTES TO FINANCIAL STATEMENTS

K. PENSION PLANS (CONTINUED)

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

At December 31, 2022, the Township's deferred outflows of resources and deferred inflows of resources related to PERS were from the following sources, if GASB 68 was recognized:

	December 31, 2022			
	PERS		PFRS	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 383,524.00	\$ 338,214.00	\$ 4,698,703.00	\$ 6,359,755.00
Changes in assumptions	164,638.00	7,956,819.00	284,500.00	13,067,590.00
Net difference between projected and actual investment earnings on pension plan investments	2,199,321.00	-	9,505,918.00	-
Changes in proportion	1,917,354.00	2,290,963.00	10,874,251.00	4,326,044.00
Twp contributions subsequent to the measurement date	4,440,231.00	-	11,795,024.00	-
	<u>\$ 9,105,068.00</u>	<u>\$10,585,996.00</u>	<u>\$37,158,396.00</u>	<u>\$23,753,389.00</u>

The Township's 2022 contributions after the measurement date of \$4,440,231 for PERS and \$11,795,024 for PFRS are reflected above as deferred outflows of resources related to pensions.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions would be recognized in pension expense on the GAAP basis as follows:

December 31,	PERS	PFRS
2023	\$ (4,558,099.37)	\$ (5,192,140.58)
2024	(2,322,198.55)	(3,318,101.61)
2025	(1,132,490.99)	(3,160,858.69)
2026	2,470,666.92	6,602,543.53
2027	(5,427.01)	63,629.80
Thereafter	-	66,705.87
	<u>\$ (5,547,549.01)</u>	<u>\$ (4,938,221.68)</u>

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

NOTES TO FINANCIAL STATEMENTS

K. PENSION PLANS (CONTINUED)

The average of the expected remaining service lives of all PERS plan members is 5.04, 5.13, 5.16, 5.21, 5.63, and 5.48 years for 2022, 2021, 2020, 2019, 2018 and 2017, respectively. The average of the expected remaining service lives of all PFRS plan members is 6.22, 6.17, 5.90, 5.92, 5.73 and 5.59 years for 2022, 2021, 2020, 2019, 2018 and 2017, respectively.

Actuarial Assumptions

The total pension liability in the June 30, 2022, actuarial valuations was determined using the following actuarial assumptions, applied to all periods included in the measurement:

	2022	
	PERS	PFRS
Inflation rate:		
Price	2.75%	2.75%
Wage	3.25%	3.25%
Salary Increases:		
Through 2027 (based on years of service)		
Thereafter (based on years of service)		
Through all future years (based on years of service)	2.75%-6.55%	3.25%-16.25%
Investment rate of return	7.00%	7.00%

Pre-retirement mortality rates for PERS were based on the Pub-2010 General Below-Median Income Employee Mortality Table with an 82.2% adjustment for males and 101.4% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Post-retirement mortality rates were based on the Pub-2010 General Below-Median Income Healthy Retiree Mortality Table with a 91.4% adjustment for males and 99.7% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Disability retirement rates used to value disabled retirees were based on the Pub-2010 Non-Safety Disabled Retiree Mortality Table with a 127.7% adjustment for males and 117.2% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Mortality improvement is based on Scale MP-2021. The actuarial assumptions used in the July 1, 2021, valuation were based on the results of an actuarial experience study for the period July 1, 2018 to June 30, 2021.

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

NOTES TO FINANCIAL STATEMENTS

K. PENSION PLANS (CONTINUED)

Actuarial Assumptions (Continued)

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

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

Asset Class	Target Allocation	2022
		Long-Term Expected Rate of Return
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 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%
	<u>100.00%</u>	

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

NOTES TO FINANCIAL STATEMENTS

K. PENSION PLANS (CONTINUED)

Discount Rate

The PERS and PFRS 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 non-employer contributing entity will be based on 100% of the actuarially determined contributions for the State employer and 100% of actuarially determined contributions for the local employers. Based on those assumptions, the plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all projected benefit payments to determine the total pension liability.

Sensitivity of the Collective Net Pension Liability to Changes in Discount Rate

The following presents the net pension liability of PERS and PFRS calculated using the discount rates as disclosed above as well as what the net pension liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage rate higher than the current rate:

	At 1% Decrease (6.00%)	At Current Discount Rate (7.00%)	At 1% Increase (8.00%)
Township's Combined Proportionate Share of PERS Plan Year Ended June 30, 2022	<u>\$ 68,844,531</u>	<u>\$ 53,137,706</u>	<u>\$ 40,603,572</u>
Township's Combined Proportionate Share of PFRS Plan Year Ended June 30, 2022	<u>\$ 167,787,922</u>	<u>\$ 103,809,696</u>	<u>\$ 84,403,189</u>

L. POST-RETIREMENT BENEFITS

Local Plan Description

The Township provides a single employer post-employment health benefits plan (the "Local OPEB Plan") for its employees and retirees through a single employer defined benefit healthcare plan. The Township followed the accounting provisions of GASB Statement No. 75, *Accounting and Financial Reporting by Employers for Post-employment Benefits Other Than Pensions*. This statement established guidelines for reporting costs associated with "other post-employment benefits" ("OPEB"). OPEB costs are calculated based on plan benefits (other than pensions), that the retired employees and their spouses have accrued as a result of their respective years of employment service.

The Township's Local OPEB Plan provides health benefits to all retired Township employees and their spouses, starting at age 55 and 25 years of service. The Local OPEB Plan is a comprehensive health benefits plan which pays for hospital services, doctor expenses and other medical related necessities which include prescription drugs, and mental health/substance abuse services, subject to provisions and limitations. The Local OPEB Plan is not a separate entity or trust and does not issue stand-alone financial statements. Assets are accumulated in a trust that meets the criteria

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

NOTES TO FINANCIAL STATEMENTS

L. POST-RETIREMENT BENEFITS (CONTINUED)

Local Plan Description (Continued)

in paragraph 4 of GASB Statement No. 75. In the Local OPEB Plan there were 572 active and 452 (729 including spouses) retired employees eligible for benefits at December 31, 2022. The Township funds the Local OPEB Plan in the amount of the current annual premium net of employee contributions for all retired participants. One-hundred percent of retirees are expected to participate.

Local OPEB Plan Total OPEB Liability

The Township's Local OPEB Plan total OPEB liability of \$424,760,973 was measured as of December 31, 2022. The components of the Township's Local OPEB Plan total OPEB liability as of December 31, 2022, are as follows:

	<u>2022</u>
Total OPEB liability	\$ 424,760,973
Plan Fiduciary Net Position	-
Net OPEB Liability	<u>424,760,973</u>
Plan Fiduciary Net Position as a % of total OPEB Liability	0%
Balance Beginning of Year	\$ 389,349,242
Changes for the year:	
Interest Cost	8,692,076
Service Cost	8,943,435
Changes in assumptions for other inputs:	
Difference between expected & actual experience	192,291,951
Changes in assumptions	(168,446,266)
Benefit Payments	<u>(6,069,465)</u>
Net changes	<u>35,411,731</u>
Balance End of Year	<u>\$ 424,760,973</u>

Actuarial Assumptions

The Local OPEB Plan total OPEB liability as of December 31, 2022, was determined by an actuarial valuation as of December 31, 2022, using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified.

Inflation	3.00%
Participation Rate increases	3.00%
Salary increases	100.00%
Mortality:	PUB-2010 mortality table with MP-2021 projection
Healthcare cost trend rates	7.5% decreasing to 4.5%; Part B 4.0%
Discount rate and investment rate of return	4.31%

The discount rate was based on the S&P Municipal Bond 20-Year High Grade and Fidelity GO AA-20-Year published yields as of December 31, 2022. Mortality rates were based on the RP Mortality Tables using Scale MP-2016 Full Generational Improvement to the Society of Actuaries

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

NOTES TO FINANCIAL STATEMENTS

L. POST-RETIREMENT BENEFITS (CONTINUED)

Actuarial Assumptions (Continued)

Pub-2010 Public retirement Plans Headcount-weighted General and Public Safety Mortality Tables using Scale MP-2021 Full Generational Improvement. The actuarial assumptions used in the December 31, 2022, valuation and measurement dates were based on the results of an actuarial experience study for the period January 1, 2020 to December 31, 2020, rolled forward to December 31, 2022.

Sensitivity of the Local OPEB Plan Total OPEB Liability

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

	At 1% Decrease (1.25%)	At Current Discount Rate (2.25%)	At 1% Increase (3.25%)
December 31, 2022 Local Plan OPEB Liability	<u>\$ 497,601,668.00</u>	<u>\$ 424,760,973.00</u>	<u>\$ 366,604,594.00</u>

Sensitivity to changes in the healthcare cost trend 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 healthcare cost trend rate that is one percentage point lower or one percentage point higher than the current healthcare cost trend rate:

	At 1% Decrease	At Current Discount Rate	At 1% Increase
December 31, 2022 Local Plan OPEB Liability	<u>\$ 364,040,800.00</u>	<u>\$ 424,760,973.00</u>	<u>\$ 502,163,437.00</u>

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

NOTES TO FINANCIAL STATEMENTS

L. POST-RETIREMENT BENEFITS (CONTINUED)

Local OPEB Plan Expense and Deferred Outflows of Resources and Deferred Inflows of Resources

For the year ended December 31, 2022, the Township recognized OPEB expense of \$17,179,891 related to plan service and interest costs. At December 31, 2022, the Township reported net deferred outflows of resources of \$180,860,568 and deferred inflows of resources related to OPEB of \$176,002,763. These amounts will be amortized in equal installments of over five years starting in 2023.

	December 31, 2022	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 170,662,016.00	\$ 20,380,948.00
Changes in assumptions	10,198,552.00	155,621,815.00
	<u>\$ 180,860,568.00</u>	<u>\$ 176,002,763.00</u>

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

December 31,	Amount
2023	\$ (455,620.00)
2024	(455,620.00)
2025	(2,179,520.00)
2026	3,974,280.00
2027	3,974,285.00
	<u>\$ 4,857,805.00</u>

State OPEB Plan Description

The Township also participates in a cost-sharing multiple-employer defined post-retirement benefit plan (the "State OPEB Plan"), which is administered by the State of New Jersey. The State OPEB Plan provides continued health care benefits to employees retiring after twenty-five years of service. Benefits, contributions, funding and the manner of administration are determined by the State of New Jersey Legislature. The Division of Pensions and Benefits charges the Township for its contributions. The total number of retired participants eligible for benefits was 5.

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

NOTES TO FINANCIAL STATEMENTS

L. POST-RETIREMENT BENEFITS (CONTINUED)

State OPEB Plan Description (Continued)

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

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

Pursuant to Chapter 78, P.L. 2011, future retirees eligible for post-retirement medical coverage who have less than 20 years of creditable service on June 28, 2011, will be required to pay a percentage of the cost of their health care coverage in retirement provided they retire with 25 or more years of pension service credit. The percentage of the premium for which the retiree will be responsible will be determined based on the retiree's annual retirement benefit and level of coverage. For additional information about the Plan, please refer to the State of New Jersey (the State), Division of Pensions and Benefits' (the Division) Annual Comprehensive Financial Report (ACFR), which can be found at <https://www.state.nj.us/treasury/pensions/financial-reports.shtml>.

State OPEB Plan Allocation Methodology

GASB Statement No. 75 requires participating employers in the State OPEB Plan to recognize their proportionate share of the collective net OPEB liability, collective deferred outflows of resources, collective deferred inflows of resources, and collective OPEB expense. The special funding situation's and nonspecial funding situation's net OPEB liability, deferred outflows of resources, deferred inflows of resources, and OPEB expense are based on separately calculated total OPEB liabilities. The nonspecial funding situation's net OPEB liability, deferred outflows of resources, deferred inflows of resources, and OPEB expense are further allocated to employers based on the ratio of the plan members of an individual employer to the total members of the State OPEB Plan's nonspecial funding situation during the measurement period July 1, 2021 through June 30, 2022.

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

NOTES TO FINANCIAL STATEMENTS

L. POST-RETIREMENT BENEFITS (CONTINUED)

Special Funding Situation

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

Therefore, these employers are considered to be in a special funding situation as defined by GASB Statement No. 75 and the State is treated as a non-employer contributing entity. Since the local participating employers do not contribute under this legislation directly to the plan, there is no net OPEB liability, deferred outflows of resources or deferred inflows of resources to report in the financial statements of the local participating employers related to this legislation. However, the notes to the financial statements of the local participating employers must disclose the portion of the non-employer contributing entities' total proportionate share of the collective net OPEB liability that is associated with the local participating employer. The Township's unaudited portion of the non-employer contributing entities' total proportionate share of the collective net OPEB liability as of December 31, 2022, is 0.018248% or \$615,653. The Township's unaudited portion of the non-employer OPEB expense was a credit of \$100,980.

State OPEB Plan Net OPEB Liability

The Township's proportionate share of the State OPEB Plan collective net OPEB liability is 0.004706% and \$760,000, as of December 31, 2022, both decreased from the December 31, 2021, proportionate share of the State OPEB Plan collective net OPEB liability of .004737% and \$852,649. The Township's unaudited portion of the non-employer contributing entities' total proportionate share of the State OPEB Plan collective net OPEB liability is (.36%) as of December 31, 2022, was 0.018248% and \$615,653. The components of the Township's State OPEB Plan total OPEB liability as of December 31, 2022, is as follows:

	June 30, 2022
Total OPEB Liability	\$ 757,239.00
Plan Fiduciary Net Position	(2,761.00)
Net OPEB Liability	<u>\$ 760,000.00</u>
 Plan Fiduciary Net Position as a % of total OPEB Liability	 -0.36%

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

NOTES TO FINANCIAL STATEMENTS

L. POST-RETIREMENT BENEFITS (CONTINUED)

State OPEB Plan Actuarial Assumptions

The State OPEB Plan net OPEB liability as of June 30, 2022, was determined by an actuarial valuation as of June 30, 2021, which was rolled forward to June 30, 2022. The actuarial assumptions vary for each plan member depending on the pension plan the member is enrolled in. This actuarial valuation used the following actuarial assumption, applied to all periods in the measurement:

Salary increases*	
PERS	
Initial fiscal year applied	
Rate for all future years	2.75 - 6.55%
PFRS	
Rate for all future years	3.25 - 16.25%

PERS Mortality:

Pub-2010 General classification headcount weighted mortality with fully generational mortality improvement projections from the central year using Scale MP-2021

PFRS Mortality:

Pub-2010 Safety classification headcount weighted mortality with fully generational mortality improvement projections from the central year using Scale MP-2021

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

Actuarial assumptions used in the July 1, 2021, valuation were based on the results of the PFRS and PERS experience studies prepared for July 1, 2018 to June 30, 2021. One-hundred percent of active members are considered to participate in the Plan upon retirement.

Health Care Trend Assumptions

For pre-Medicare medical benefits, the trend is initially 6.25% and decreases to a 4.5% long-term trend rate after seven years and for all future years. For post-65 PPO and HMO medical benefits, the actual fully-insured Medical Advantage trend rates for fiscal years 2023 through 2033 and all future years. The rates used for 2023 are -1.89% and -1.99%, respectively, trending to 4.5% in 2033 and for all future years. For prescription drug benefits, the initial trend rate is 8.0% and decreases to a 4.5% long-term trend rate after seven years and for all future years.

Discount Rate

The discount rate for June 30, 2022, was 3.54%. This represents the municipal bond return rate as chosen by the State. The source is the Bond Buyer GO 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. As the long-term rate of return is less than the municipal bond rate, it is not considered in the calculation of the discount rate, rather the discount rate is set at the municipal bond rate.

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

NOTES TO FINANCIAL STATEMENTS

L. POST-RETIREMENT BENEFITS (CONTINUED)

Sensitivity of the State OPEB Plan Net OPEB Liability

Sensitivity to changes in the discount rate - The following presents the State OPEB Plan collective net OPEB liability of the participating employers as of plan year ended June 30, 2022, calculated using the discount rate as disclosed above as well as what the collective net OPEB liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate:

	At 1% Decrease (2.54%)	At Current Discount Rate (3.54%)	At 1% Increase (4.54%)
December 31, 2022, State Plan OPEB Liability	\$ 880,993	\$ 760,000	\$ 662,650

Sensitivity to changes in the healthcare cost trend rate - The following presents the State OPEB Plan net OPEB liability as of plan year ended June 30, 2022, calculated using the healthcare trend rate as disclosed above as well as what the net OPEB liability would be if it were calculated using a healthcare trend rate that is one percentage point lower or one percentage point higher than the current rate:

	At 1% Decrease	At Current Discount Rate	At 1% Increase
December 31, 2022, State Plan OPEB Liability	\$ 644,731	\$ 760,000	\$ 907,627

State OPEB Plan Expense and Deferred Outflows of Resources and Deferred Inflows of Resources

For the year ended December 31, 2022, the Township recognized State OPEB Plan credit to expense of (\$95,555). At December 31, 2021, the Township reported net deferred inflows of resources related to the State OPEB Plan of (\$259,373).

	2022 State OPEB	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 39,247	\$ 140,872
Changes in assumptions	101,425	259,373
Net difference between projected and actual investment earnings on pension plan investments	200	-
Changes in proportion	45,118	341,976
	<u>\$ 185,990</u>	<u>\$ 742,221</u>

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

NOTES TO FINANCIAL STATEMENTS

L. POST-RETIREMENT BENEFITS (CONTINUED)

State OPEB Plan Expense and Deferred Outflows of Resources and Deferred Inflows of Resources (Continued)

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

<u>Year Ending December 31,</u>	<u>Amount</u>
2023	\$ (68,867)
2024	(68,927)
2025	(54,431)
2026	(24,309)
2027	(5,450)
2028-2029	<u>(37,388)</u>
	<u>\$ (259,373)</u>

The previous amounts do not include employer-specific deferred outflows of resources and deferred inflows of resources related to the changes in proportion. These amounts should be recognized (amortized) by each employer over the average remaining service lives of all plan members, which are 7.82, 7.82, 7.87, 8.05, 8.14 and 8.04 years for the 2022, 2021, 2020, 2019, 2018 and 2017 amounts, respectively.

M. RISK MANAGEMENT

Garden State Municipal Joint Insurance Fund

On February 1, 2002, the Township joined the Garden State Municipal Joint Insurance Fund (“GSMJIF” or the “Fund”). This Fund provides for a pooling of self-retained risks of insurable losses, as well as the procurement of cost-effective excess insurance coverage.

Summary of Risk Management Program

The GSMJIF provides the following coverage to its participants:

1. Workers’ Compensation

The Fund covers regulatory less various members’ self-insured retention (SIR). The minimum Fund retention shall be \$500,000.

Employers Liability covers \$13,000,000 less various members’ SIR. The minimum Fund retention shall be \$500,000.

2. General Liability

The Fund covers \$15,000,000 Combined Single Limit (CSL) excess of the Fund’s \$250,000 (subject to annual aggregate limits).

The minimum Fund retention for all general liability coverage shall be \$250,000.

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

NOTES TO FINANCIAL STATEMENTS

M. RISK MANAGEMENT (CONTINUED)

3. Auto Liability

The Fund covers \$15,000,000 Automobile Liability and Property Damage claims (not subject to an aggregate limit). Minimum Fund Retention is \$250,000.

The Fund provides PIP limits of NJ Statutory amounts.

The Fund does provide excess Uninsured/Underinsured Motorist Coverage \$15,000/\$30,000/\$5,000.

4. Property

The Fund has purchased property insurance with total limits of \$600,000,000 and boiler and machinery coverage at limits of \$100,000,000, subject to a member's deductible of \$25,000 and a Fund retention of \$25,000.

5. Public Officials Liability

The Fund covers \$15,000,000 per occurrence, \$30,000,000 in the aggregate per member municipality for each fund year. Fund Retention \$150,000.

Employment Practices Liability (EPL)

The Fund covers \$15,000,000 per occurrence, \$30,000,000 in the aggregate per member local unit for each Fund year.

The minimum Fund retention for EPL shall be \$150,000, Township retention \$10,000.00 plus 20%. Cyber liability is \$1,000,000 per member and \$2,500,000 in the aggregate.

The Township's self-insured risk or deductible for coverage provided through the GSMJIF are as follows:

Workers' Compensation: \$50,000 SIR Liability: \$50,000
Auto: \$1,000 Deductible (Qualified Vehicles Only)

The GSMJIF issues publicly available financial reports that include the financial statements and required supplementary information for insurance. The financial reports may be obtained by writing to the Garden State Municipal Joint Insurance Fund, 900 Route 9 North, Suite 503, Woodbridge, New Jersey, 07095-1003.

Pre-2002 Risk Management

Effective for calendar year 1981, in response to rising premiums for traditional risk transfer insurance coverage, the Township instituted a self-insurance risk management program for claims relating to Workers' Compensation, General Liability and Automobile Liability. For loss years 1981 through 1985, the Township obtained reinsurance coverage and umbrella coverage which limited the Township's risk retention to \$100,000 per occurrence

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

NOTES TO FINANCIAL STATEMENTS

M. RISK MANAGEMENT (CONTINUED)

Pre-2002 Risk Management (Continued)

and \$375,000 annual aggregate (stop-loss). Based on non-utilization of these coverages, and in response to prohibitive premiums for diminished coverage, the Township dropped these coverages for 1986 and subsequent periods and retains all risks associated with these coverages. The Township reinstated reinsurance coverage beginning on July 1, 1998. Risk retention was limited to \$100,000 per claim and \$300,000 annual aggregate, in total, up to a maximum of \$5,000,000. The Township engaged an outside claims service bureau to serve as Fund Administrator. Reserves are established by the administrator for estimated benefits and expenses for reported claims.

The Township currently operates a risk management program, which includes a self-insured risk retention, and has established a Self-Insurance Trust Fund to account for this activity.

Reserves available in the Self-Insurance Trust Fund may be utilized to make contributions towards the settlement of the residual claims or the Township may redirect these funds to any other lawful purpose.

Employee Health Benefits

Effective July 1, 2013, the Township revised its risk management plan for the provision of employee health benefits, by entering into a contract with AmeriHealth New Jersey which provides for a risk transfer to the insurer in exchange for the payment of contractual premiums. Employees are required to contribute a portion of the costs of such insurance.

N. DEFERRED COMPENSATION PLAN

The Hamilton Township Deferred Compensation Plan was established pursuant to Section 457 of the IRC and P.L. 1977, C. 381; P.L. 1978, C. 39; and P.L. 1980, C. 78 of the Statutes of New Jersey. The plan is an arrangement whereby a public employer may establish a plan and permit its employees to voluntarily authorize a portion of their current salary to be withheld and invested in one or more of the types of investments permitted under the governing regulations. The deferred compensation plans are administered by MetLife, Mass Mutual and Axa Equitable. The Township does not make any contributions to the plan and the deferred compensation is not available to employees until termination, retirement, death or unforeseeable hardship.

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

The plan's assets are not the property of the Township and therefore, are not presented in the financial statements.

The amount held in trust was not available as of December 31, 2022. As of December 31, 2021, the amount held in trust amounted to \$37,490,298.67.

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

NOTES TO FINANCIAL STATEMENTS

O. CONTINGENT LIABILITIES

Pending or Threatened Litigation

As of the date of this report, the Township has litigation pending. The majority of this litigation involves claims against the Township relating to matters that traditionally would be covered through the procurement of workers' compensation, automobile and liability insurance policy coverages. As more fully described in Note M, the Township currently manages its risks through participation in the GSMJIF. For GSMJIF covered claims incurred subsequent to February 1, 2002, there are no claims currently outstanding that are anticipated to exceed the combined coverages provided by the GSMJIF through self-insured retention and excess insurance coverages.

The Township provides for its self-insured risk retention on GSMJIF covered claims through an annual budget appropriation. Of the remaining litigation, there are several pending property tax appeals. The merits of this litigation and its potential effects cannot currently be ascertained.

P. SUBSEQUENT EVENTS

On January 26, 2023, the Township issued bond anticipation note Series 2023 in the amount of \$69,257,000 consisting of \$47,395,300 general improvement notes and \$21,861,700 in sewer utility notes. This bond anticipation note matures February 13, 2024.

In 2023, the Township is cancelling \$4,229,000 of Sewer fund improvement authorizations related to ordinances 03-006 through 17-021. In addition, \$1,123,000 against ordinance 23-032 will also be cancelled.

SUPPLEMENTAL SCHEDULES

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

**CURRENT FUND
SCHEDULE OF TAXES RECEIVABLE AND ANALYSIS OF PROPERTY TAX LEVY
Year Ended December 31, 2022**

Year	Balance December 31, 2021	2022 Levy	Cash Collections		Sr. Citizens' and Veterans' Deduction Reimbursement	Transfer to Tax Title Lien	Adjustments and Canceled	Balance December 31, 2022
			2021	2022				
Prior Years	\$ 3,741.50	\$ -	\$ -	\$ 3,741.50	\$ -	\$ -	\$ -	\$ -
	3,741.50	-	-	3,741.50	-	-	-	-
2022	-	286,444,626.81	2,946,057.88	281,984,362.55	688,593.13	124,825.24	684,383.33	16,404.68
	<u>\$ 3,741.50</u>	<u>\$ 286,444,626.81</u>	<u>\$ 2,946,057.88</u>	<u>\$ 281,988,104.05</u>	<u>\$ 688,593.13</u>	<u>\$ 124,825.24</u>	<u>\$ 684,383.33</u>	<u>\$ 16,404.68</u>

Analysis of 2022 Property Tax Levy:

Tax Yield:

General Purpose	\$ 284,845,446.92
Omitted/Added Taxes (N.J.S.A. 54:4-63.1 et seq.)	<u>1,599,179.89</u>

\$ 286,444,626.81

Tax Levy:

Local District School Tax (Abstract)	125,261,639.00
County Tax (Abstract)	52,775,437.03
County Open Space	2,406,874.74
County Added & Omitted	606,034.80

Local Tax for Municipal Purposes	101,224,574.15
Local Tax for Library Purposes	3,176,922.00
Add: Additional Tax for Mun. Purposes	<u>993,145.09</u>

\$ 286,444,626.81

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

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**CURRENT FUND
SCHEDULE OF TAX TITLE LIENS
Year Ended December 31, 2022**

Balance - December 31, 2021	\$ 2,225,588.28
Increased by:	
Transfer from Taxes Receivable	<u>124,825.24</u>
	2,350,413.52
Decreased by:	
Collections	185,109.40
Adjusted	<u>-</u>
Balance - December 31, 2022	<u>\$ 2,165,304.12</u>

**CURRENT FUND
SCHEDULE OF OTHER REVENUE ACCOUNTS RECEIVABLE
Year Ended December 31, 2022**

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Balance - December 31, 2021	\$ 154,662.57
Increased by:	
Billings	<u>54,771.68</u>
Decreased by:	
Collections	<u>154,662.57</u>
Balance - December 31, 2022	<u><u>\$ 54,771.68</u></u>

**TOWNSHIP OF HAMILTON
 COUNTY OF MERCER, STATE OF NEW JERSEY**

**CURRENT FUND
 SCHEDULE OF COUNTY TAXES PAYABLE
 Year Ended December 31, 2022**

	Balance December 31, 2021	Taxes Levied	Cash Disbursements	Balance December 31, 2022
County Taxes	\$ -	\$ 52,775,437.03	\$ (52,573,032.38)	\$ 202,404.65
County - Open Space	-	2,406,874.74	(2,412,012.11)	(5,137.37)
County - Added & Omitted	402,444.50	606,034.80	(606,034.80)	402,444.50
Local School District Taxes	4.00	125,261,639.00	(125,261,640.00)	3.00
Total	\$ 402,448.50	\$ 181,049,985.57	\$ (180,852,719.29)	\$ 599,714.78

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

**CURRENT FUND
SCHEDULE OF 2021 APPROPRIATION RESERVES
Year Ended December 31, 2022**

	Reserves Balance December 31, 2021	Encumbrance Balance December 31, 2021	Balance After Modification	Paid or Charged	Balance Lapsed
Operations Within "CAPS"					
Salaries and Wages:					
Office of the Mayor	\$ 12,523.01	\$ -	\$ 12,523.01	\$ -	\$ 12,523.01
Township Council	167.96	-	167.96	-	167.96
Office of the Township Clerk	2,498.85	-	2,498.85	2,498.40	0.45
Office of the Business Administrator	13,587.16	-	13,587.16	1,968.00	11,619.16
Division of Human Resources	8,406.02	-	8,406.02	(43,665.88)	52,071.90
Division of Budget and Purchasing	30,637.79	-	30,637.79	6,094.15	24,543.64
Office of Financial Administration	62,984.40	7,547.51	70,531.91	(38,476.60)	109,008.51
Division of Assessments	10,824.39	-	10,824.39	1,874.57	8,949.82
Division of Revenue Collection	51,548.33	-	51,548.33	7,251.97	44,296.36
Legal Services	1,246.92	-	1,246.92	1,246.92	-
Municipal Prosecutor	1,352.96	-	1,352.96	-	1,352.96
Municipal Court	67,813.36	-	67,813.36	21,632.68	46,180.68
Public Defender	2,081.00	-	2,081.00	2,081.00	-
Division of Engineering	30,575.08	-	19,575.08	17,483.71	2,091.37
Affordable Housing	143,081.07	-	143,081.07	-	143,081.07
Community Planning & Compliance	55,350.91	-	52,350.91	23,835.64	28,515.27
Zoning Board	7,720.91	-	7,720.91	-	7,720.91
Housing Inspections	20,845.66	-	20,845.66	18,636.91	2,208.75
Uniform Construction Code	249,535.50	3,281.52	252,817.02	27,089.02	225,728.00
Economic Development	1,102.27	-	1,102.27	-	1,102.27
Information Technology	24,741.49	-	24,741.49	8,797.43	15,944.06
Police Division/Dept. of Public Safety	691,806.74	-	691,806.74	664,995.33	26,811.41
Fire Department	104,060.85	-	104,060.85	103,713.51	347.34
Office of Public Works	167,330.34	-	167,330.34	100,962.20	66,368.14
Other Public Works	9,642.54	-	9,642.54	-	9,642.54
Solid Waste Collection & Recycling	3,227.95	-	3,227.95	(2,329.53)	5,557.48
Maintenance of Motor Vehicles	36,656.11	-	36,656.11	36,386.79	269.32
Division of Buildings and Grounds	126,329.23	-	126,329.23	58,384.16	67,945.07
Maintenance of Parks	139,477.99	-	139,477.99	95,567.04	43,910.95
Citizens Response	28,754.02	-	28,754.02	6,378.68	22,375.34
Public Health Services	43,609.97	-	43,609.97	43,609.97	-
Environmental Health Services	60,603.22	-	60,603.22	6,861.20	53,742.02
Animal Control Services	36,512.86	-	36,512.86	14,884.99	21,627.87
Director of Recreation	53,149.15	-	53,149.15	5,320.41	47,828.74
Sr. Citizens Programs	124,797.77	-	124,797.77	1,157.72	123,640.05
Vacant/Abandoned Property	375.43	-	375.43	-	375.43
Environmental Commission	525.00	-	525.00	-	525.00
Economic Development Comm.	750.00	-	750.00	-	750.00
Board of Public Officers	625.00	-	625.00	-	625.00
Municipal Alliance	450.00	-	450.00	-	450.00
Cultural and Arts Commission	875.00	-	875.00	-	875.00
Shade Tree Commission	1,000.00	-	1,000.00	-	1,000.00
Parks and Recreation Commission	1,000.00	-	1,000.00	-	1,000.00
Redevelopment Board	1,000.00	-	1,000.00	-	1,000.00

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

A-8

**CURRENT FUND
SCHEDULE OF 2021 APPROPRIATION RESERVES (CONTINUED)
Year Ended December 31, 2022**

	Reserves Balance December 31, 2021	Encumbrance Balance December 31, 2021	Balance After Modification	Paid or Charged	Balance Lapsed
Operations Within "CAPS" (Cont'd)					
Salaries and Wages (Cont'd):					
Rent Leveling Board	425.00	-	425.00	-	425.00
Public Safety Commission	250.00	-	250.00	-	250.00
Senior Center Advisory Commission	1,000.00	-	1,000.00	-	1,000.00
Special Needs Commission	600.00	-	600.00	-	600.00
Other Expenses:					
Office of the Mayor	2,657.62	2,363.98	5,021.60	214.84	4,806.76
Township Council	7,602.79	600.00	8,202.79	1,600.00	6,602.79
Office of the Township Clerk	45,694.72	69,636.73	115,331.45	69,754.21	45,577.24
Office of Business Administrator	3,674.87	31,609.50	35,284.37	30,595.13	4,689.24
Division of Human Resources	1,090.99	3,281.24	4,372.23	2,847.41	1,524.82
Division of Budget and Purchasing	29.21	3,670.77	3,699.98	3,592.99	106.99
Postage Costs	8,158.58	4,690.90	12,849.48	12,665.90	183.58
Office of Financial Administration	5,121.02	66,493.61	71,614.63	55,097.40	16,517.23
Audit	30,300.00	25,000.00	55,300.00	54,300.00	1,000.00
Division of Assessments	39,086.39	15,088.62	54,175.01	36,284.57	17,890.44
Division of Revenue Collection	11,137.90	11,287.96	22,425.86	9,050.73	13,375.13
Legal Services	61,697.69	17,587.60	79,285.29	7,169.89	72,115.40
Municipal Court	48,433.70	12,385.11	60,818.81	11,598.06	49,220.75
Division of Engineering	7,423.12	50,113.58	57,536.70	33,977.37	23,559.33
Economic Development	5,536.14	689.98	6,226.12	629.98	5,596.14
Community Planning & Compliance	2,238.43	17,209.82	19,448.25	17,668.26	1,779.99
Zoning Board	155.52	194.48	350.00	194.48	155.52
Uniform Construction Code	10,946.34	17,992.46	28,938.80	17,968.55	10,970.25
Housing Inspections	1,702.43	3,091.35	4,793.78	3,465.38	1,328.40
Information Technology	2,226.99	124,959.56	127,186.55	126,916.51	270.04
Police Division/Dept. of Public Safety	190,019.78	398,464.47	588,484.25	302,361.34	286,122.91
Purchase of Police Vehicles	24,000.00	-	24,000.00	-	24,000.00
Office of Emergency Management	38,635.18	4,408.78	43,043.96	4,347.28	38,696.68
Fire Department	193,428.55	1,428,005.26	1,621,433.81	1,490,742.00	130,691.81
Office of Public Works	50,711.50	106,603.28	157,314.78	150,067.30	7,247.48
Other Public Works Functions	1,939.01	3,812.33	5,751.34	4,529.70	1,221.64
Division of Buildings and Grounds	22,360.03	134,555.65	156,915.68	135,689.35	21,226.33
Solid Waste Collection & Recycling	233,388.84	439,103.30	672,492.14	586,539.74	85,952.40
Maintenance of Motor Vehicles	221.66	123,517.27	123,738.93	114,896.71	8,842.22
Landfill/Solid Waste Disposal Costs	157,494.18	468,210.88	625,705.06	500,592.53	125,112.53
Maintenance of Parks	23,478.84	62,021.79	85,500.63	62,827.46	22,673.17

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

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**CURRENT FUND
SCHEDULE OF 2021 APPROPRIATION RESERVES (CONTINUED)
Year Ended December 31, 2022**

	Reserves Balance December 31, 2021	Encumbrance Balance December 31, 2021	Balance After Modification	Paid or Charged	Balance Lapsed
Operations Within "CAPS" (Cont'd)					
Other Expenses (Cont'd):					
Division of Citizen Response	2,492.49	78.72	2,571.21	49.69	2,521.52
Public Health Services	24,172.03	18,261.56	42,433.59	20,927.06	21,506.53
Environmental Health Services	13,447.69	903.58	14,351.27	1,014.03	13,337.24
Animal Control Services	4,981.03	31,362.49	36,343.52	30,219.46	6,124.06
Division of Recreation	93,362.28	147,287.62	240,649.90	143,687.26	96,962.64
Office of Senior Citizens Programs	53,708.97	21,675.67	75,384.64	12,992.23	62,392.41
Vacant/Abandoned Property	1,510.35	472.05	1,982.40	472.05	1,510.35
Environmental Commission	2,925.00	700.00	3,625.00	-	3,625.00
Zoning Board of Adjustment	5,354.43	11,276.80	19,631.23	18,224.80	1,406.43
Economic Development Commission	1,333.30	605.00	1,938.30	605.00	1,333.30
Planning Board	7,199.98	11,123.51	29,323.49	28,335.42	988.07
Board of Public Officers	100.00	-	100.00	-	100.00
Cultural and Arts Commission	650.00	150.00	800.00	150.00	650.00
Redevelopment Board	1,000.00	-	1,000.00	-	1,000.00
Shade Tree Commission	977.38	-	977.38	-	977.38
Rent Leveling Board	50.00	-	50.00	-	50.00
Special Needs Commission	200.00	-	200.00	-	200.00
Utility Expense and Bulk Purchase	687,075.31	160,484.71	847,560.02	162,199.15	685,360.87
Aid to Museum (N.J.S.A. 40:23-6.22)	6,550.00	-	6,550.00	-	6,550.00
Condominium Services Act	125,000.00	-	125,000.00	32,670.69	92,329.31
Other Insurance General Liability	9,295.80	-	9,295.80	5,943.04	3,352.76
Group Insurance	256.90	-	256.90	-	256.90
Public Employees' Retirement System	128,445.65	-	128,445.65	8,990.12	119,455.53
Police and Firemen's Retirement System	2,007.74	-	2,007.74	-	2,007.74
DCRP	3,265.56	-	3,265.56	-	3,265.56
Social Security System (O.A.S.I.)	526,736.18	-	526,736.18	332,593.05	194,143.13
Total Operations Within "CAPS"	5,366,149.30	4,061,861.00	9,428,010.30	5,841,498.51	3,586,511.79
Operations Excluded from "CAPS"					
Salaries and Wages:					
Police Dispatch/911	52,388.16	-	52,388.16	32,552.85	19,835.31
Other Expenses:					
Police Dispatch/911	7,859.13	5,915.87	13,775.00	5,915.87	7,859.13
Total Operations Excluded from "CAPS"	60,247.29	5,915.87	66,163.16	38,468.72	27,694.44
Total Appropriation Reserves	\$ 5,426,396.59	\$ 4,067,776.87	\$ 9,494,173.46	\$ 5,879,967.23	\$ 3,614,206.23

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

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**CURRENT FUND
SCHEDULE OF PREPAID TAXES
Year Ended December 31, 2022**

Balance - December 31, 2021	\$	2,946,057.88
Increased by:		
2023 Prepaid Tax Collections		<u>1,591,803.67</u>
		4,537,861.55
Decreased by:		
Applied to 2022 Taxes		<u>2,946,057.88</u>
Balance - December 31, 2022	\$	<u><u>1,591,803.67</u></u>

**CURRENT FUND
SCHEDULE OF TAX OVERPAYMENTS
Year Ended December 31, 2022**

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Balance - December 31, 2021	\$	-
Increased by:		
Overpayments in 2022		<u>1,202,596.18</u>
		1,202,596.18
Decreased by:		
Refunds		<u>926,298.63</u>
Balance - December 31, 2022	\$	<u><u>276,297.55</u></u>

**TOWNSHIP OF HAMILTON
 COUNTY OF MERCER, STATE OF NEW JERSEY**

**CURRENT FUND
 SCHEDULE OF DUE FROM STATE OF NEW JERSEY
 Year Ended December 31, 2022**

Balance - December 31, 2021		\$ 269,668.88
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Increased by:		
Allowable Deductions per Tax Billings (Abstract)	\$ 689,500.00	
2022 Deductions Allowed by Collector	<u>8,500.00</u>	
		<u>698,000.00</u>
		967,668.88

Decreased by:		
Cash Received	697,222.59	
2022 Deductions Disallowed by Collector	<u>9,406.87</u>	
		<u>706,629.46</u>

Balance - December 31, 2022		<u>\$ 261,039.42</u>
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Analysis of Realized Revenue for 2022:

Deductions Allowed per Tax Billings	\$ 689,500.00	
2022 Deductions Allowed/Disallowed by Collector (net)	<u>(906.87)</u>	
Realized as Revenue - 2022		<u><u>\$ 688,593.13</u></u>

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

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**GRANT FUND
SCHEDULE OF STATE AND FEDERAL GRANTS ACCOUNTS RECEIVABLE
Year Ended December 31, 2022**

Grant/Aid Program	Balance December 31, 2021	Realized in 2021 Budget	Received in 2022	Cancellations/ Adjustments	Balance December 31, 2022
<u>CY 2017</u>					
NJDOT Whitehorse Hamilton Sq Rd	\$ 68,750.00	\$ -	\$ -	\$ -	\$ 68,750.00
Distracted Driving	5,500.00	-	-	-	5,500.00
Drunk Driving Enforcement	10,400.38	-	-	-	10,400.38
<u>CY 2018</u>					
NJDOT Yardville Hamilton Sq Rd	126,325.00	-	126,325.00	-	-
Justice Assistance	4,956.90	-	-	-	4,956.90
<u>CY 2019</u>					
Justice Assistance	784.10	-	-	-	784.10
Safe Routes to Schools (Klockner)	275,405.62	-	143,547.77	-	131,857.85
<u>CY 2020</u>					
NJACCHO Scholarship Grant & COVID-19 Supplement	37,643.77	-	-	-	37,643.77
Coronavirus Emergency Supplemental Program	51,329.00	-	-	-	51,329.00
Municipal Alliance	12,376.38	-	8,183.33	-	4,193.05
NJDOH Childhood Lead Program	53,000.00	-	-	-	53,000.00
Safe Routes to School Design Assistance	400,000.00	-	-	-	400,000.00
<u>CY 2021</u>					
Drunk Driving Enforcement Grant	6,483.31	-	6,483.31	-	-
NJ Fire Consolidation Services	462,500.00	-	-	-	462,500.00
NJ DOH Strengthening Local Public Health	260,242.00	-	257,266.00	-	2,976.00
NJ DOH Childhood Lead Program	53,000.00	-	27,865.00	-	25,135.00
Drive Sober/Get Pulled Over Year End Crackdown	4,659.33	-	11.69	-	4,647.64
NJ DEP, Hazardous Discharge Site Remediation Fund	246,001.00	-	246,001.00	-	-
NJ Dept of Law Body-Worn Camera	134,508.00	-	-	-	134,508.00
Association of NJ Environ. Commissions Open Space	500.00	-	-	-	500.00
Municipal Court Alcohol Education	21,171.90	-	-	21,171.90	-
COVID-19 Vaccination Supplemental Funding	89,972.00	-	70,879.00	-	19,093.00
FM Global Grant	-	2,524.00	2,524.00	-	-
<u>CY 2022</u>					
Sustainable Jersey Grant	-	10,000.00	5,000.00	-	5,000.00
Alcohol Ed Rehab	-	39,798.98	39,798.98	-	-
Body Armor	-	6,709.54	6,709.54	-	-
Municipal Alliance	-	22,650.00	-	-	22,650.00
Click it or Ticket	-	8,750.00	8,470.00	-	280.00
Distracted Driving	-	14,000.00	13,580.00	-	420.00
Drive Sober Get Pulled Over	-	8,750.00	7,140.00	-	1,610.00
Drunk Driving Enforcement	-	8,113.91	8,113.91	-	-
GCADA Municipal Alliance	-	10,597.00	10,597.00	-	-
Radon Awareness Program Grant	-	2,000.00	2,000.00	-	-
It Pays to Plug in	-	8,000.00	-	-	8,000.00
Recycling Tonnage Grant	-	173,888.26	173,888.26	-	-
Community Forestry Management	-	50,000.00	-	-	50,000.00
Clean Communities	-	194,686.76	194,686.76	-	-
Childhood Lead Poisoning Program	-	53,000.00	-	-	53,000.00
Strengthening Local Public Health	-	274,735.00	41,132.00	-	233,603.00
Vaccination Supplemental Funding	-	100,000.00	-	-	100,000.00
NJACCHO Enhancing Infrastructure	-	611,164.86	-	-	611,164.86
NJ DEP Green Acres Open Space	-	750,000.00	-	-	750,000.00
Firefighter Grant	-	31,000.00	-	-	31,000.00
Housing Section 8	-	154,113.00	153,395.00	-	718.00
American Rescue Plan (ARP)	-	1,461,883.00	1,461,883.00	-	-
Attorney General Opioid Settlement	-	14,004.39	14,004.39	-	-
Community Development (CDBG)	-	623,289.98	10,212.95	-	613,077.03
	\$ 2,325,508.69	\$ 4,633,658.68	\$ 3,039,697.89	\$ 21,171.90	\$ 3,898,297.58

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

A-13

**GRANT FUND
SCHEDULE OF RESERVE FOR STATE AND FEDERAL GRANTS APPROPRIATED
Year Ended December 31, 2022**

	Balance December 31, 2021	Transferred 2022 Budget/ 40A:4-87 Addition	Paid or Charged	Adjusted/ Canceled	Balance December 31, 2022
Parking Adjudication	\$ 330.00	\$ -	\$ -	\$ -	\$ 330.00
SFY 2010:					
Alcohol Education and Rehab	192.11	-	-	-	192.11
CY 2012					
Alcohol Education & Rehab	1,448.58	-	1,400.00	(2,000.00)	2,048.58
CY 2014					
Alcohol Education Rehab	1,359.61	-	1,150.00	-	209.61
CY2015					
Alcohol Education Rehab	129.36	-	-	-	129.36
CY2016					
Alcohol Education and Rehab	514.82	-	-	-	514.82
CY2017					
Recycling Tonnage	1,245.45	-	-	-	1,245.45
Emergency Management Assistance	9,400.00	-	-	-	9,400.00
Alcohol Education and Rehab	4,939.25	-	4,850.00	-	89.25
Municipal Alliance	1,813.59	-	-	-	1,813.59
Drunk Driving Enforcement	883.19	-	862.76	(205.00)	225.43
Distracted Driving	5,500.00	-	-	-	5,500.00
Drunk Driving Enforcement	9,273.13	-	281.00	-	8,992.13
CY2018					
NJDHSS Lead Abatement	45,461.45	-	143.00	-	45,318.45
Recycling Tonnage	-	-	-	(7,120.00)	7,120.00
Department of Justice	4,956.90	-	-	-	4,956.90
NJ Div. Law & Public Safety	4,700.00	-	-	-	4,700.00
Alcohol Education and Rehab	5,899.84	-	7,375.00	(3,425.00)	1,949.84
Click It or Ticket	5,500.00	-	-	-	5,500.00
Drunk Driving Enforcement	8,048.51	-	-	-	8,048.51
CY2019					
Municipal Alliance	10,039.73	-	1,275.00	(4,870.00)	13,634.73
Justice Assistance	15,620.00	-	-	-	15,620.00
Distracted Driving	5,500.00	-	-	4,950.00	550.00
Drive Sober Get Pulled Over	4,840.00	-	-	-	4,840.00
Clean Communities	3,608.39	-	2,420.08	-	1,188.31
Alcohol Education and Rehab	17,682.44	-	-	-	17,682.44
Safe Routes to Schools (Klockner)	342,000.00	-	-	-	342,000.00
Click It or Ticket	5,500.00	-	-	-	5,500.00
Drunk Driving Enforcement	11,010.43	-	441.50	-	10,568.93
Drive Sober Get Pulled Over	5,500.00	-	-	-	5,500.00
CY2020					
Recycling Tonnage Grant	-	-	102.50	(594.52)	492.02
NJACCHO Scholarship Grant	46.02	-	-	-	46.02
Coronavirus Emergency Supplemental Program	17,016.62	-	-	-	17,016.62
NJACCHO COVID-19 Related	29,520.08	-	-	-	29,520.08
Drive Sober or get Pulled Over	8,400.00	-	-	-	8,400.00
Municipal Alliance	16,190.00	-	13,774.96	-	2,415.04
Municipal Alliance Alcohol and Drug Abuse Grant	5,826.56	-	4,943.79	-	882.77
NJACCHO COVID-19 Related	6,475.58	-	-	-	6,475.58
NJDOH-Childhood Lead Program	1,518.07	-	-	-	1,518.07
Body Armor	-	-	-	(6,925.26)	6,925.26
Clean Communities Grant	145,086.19	-	145,086.19	-	-
Safe Routes to School Design Assistance	31,800.27	-	264,909.24	(264,909.24)	31,800.27

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

A-13

**GRANT FUND
SCHEDULE OF RESERVE FOR STATE AND FEDERAL GRANTS APPROPRIATED (CONTINUED)
Year Ended December 31, 2022**

	Balance December 31, 2021	Transferred 2022 Budget/ 40A:4-87 Addition	Paid or Charged	Adjusted/ Canceled	Balance December 31, 2022
CY2021					
Distracted Driving Statewide	12,000.00	-	12,000.00	-	-
Recycling Tonnage Grant	168,409.28	-	118,009.33	(3,806.63)	54,206.58
Body Armor Grant	-	-	2,663.95	(2,663.95)	-
Strengthening Local Public Health	-	-	2,508.43	(2,649.83)	141.40
Drunk Driving Enforcement Fund Grant	6,483.31	-	-	-	6,483.31
Click It or Ticket	7,500.00	-	7,500.00	-	-
NJ Fire Consolidation	1,712,041.36	-	1,326,737.52	(137,958.64)	523,262.48
Drive Sober or get Pulled Over	9,000.00	-	6,495.00	-	2,505.00
ANJEC Open Space Stewardship	1,500.00	-	1,414.73	-	85.27
Municipal Alcohol Education	62,257.27	-	11,050.00	-	51,207.27
NJDEP Hazardous Discharge Site Remediation	246,001.00	-	241,501.00	-	4,500.00
NJDLPS Body Worn Camera Grant	101,709.69	-	-	-	101,709.69
NJDOH Strengthening Local Public Health	264,023.96	-	174,088.72	(5,716.79)	95,652.03
NJDOH Childhood Lead Program	51,125.39	-	51,192.89	(67.50)	-
American Rescue Plan	2,766,436.66	-	2,930,758.58	(164,321.92)	-
COVID-19 Vaccination Supplemental Funding	60,759.01	-	55,440.53	(2,000.00)	7,318.48
FM Global Grant	-	2,524.00	2,291.92	-	232.08
CY2022					
Sustainable Jersey Grant	-	10,000.00	10,000.00	-	-
Alcohol Ed Rehab	-	39,798.98	-	-	39,798.98
Body Armor	-	6,709.54	-	-	6,709.54
Municipal Alliance	-	22,650.00	-	-	22,650.00
Click it or Ticket	-	8,750.00	-	-	8,750.00
Distracted Driving	-	14,000.00	-	-	14,000.00
Drive Sober Get Pulled Over	-	8,750.00	-	-	8,750.00
Drunk Driving Enforcement	-	8,113.91	-	-	8,113.91
GCADA Municipal Alliance	-	10,597.00	-	-	10,597.00
Radon Awareness Program Grant	-	2,000.00	-	-	2,000.00
It Pays to Plug in	-	8,000.00	8,000.00	-	-
Recycling Tonnage Grant	-	173,888.26	-	-	173,888.26
Community Forestry Management	-	50,000.00	45,300.00	-	4,700.00
Clean Communities	-	194,686.76	20,721.04	-	173,965.72
Childhood Lead Poisoning Program	-	53,000.00	21,900.36	-	31,099.64
Strengthening Local Public Health	-	274,735.00	9,455.39	-	265,279.61
Vaccination Supplemental Funding	-	100,000.00	29,068.36	-	70,931.64
NJACCHO Enhancing Infrastructure	-	611,164.86	-	-	611,164.86
NJ DEP Green Acres Open Space	-	750,000.00	-	-	750,000.00
Firefighter Grant	-	31,000.00	-	-	31,000.00
Housing Section 8	-	154,113.00	153,395.00	-	718.00
American Rescue Plan (ARP)	-	1,461,883.00	1,080,992.02	-	380,890.98
Attorney General Opioid Settlement	-	14,004.39	-	-	14,004.39
Community Development (CDBG)	-	623,289.98	-	-	623,289.98
	<u>\$ 6,264,023.10</u>	<u>\$ 4,633,658.68</u>	<u>\$ 6,771,499.79</u>	<u>\$ (604,284.28)</u>	<u>\$ 4,730,466.27</u>

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

A-14

**GRANT FUND
SCHEDULE OF STATE AND FEDERAL GRANTS UNAPPROPRIATED
Year Ended December 31, 2022**

<u>GRANT/AID PROGRAM</u>	<u>Balance December 31, 2021</u>	<u>Received 2022</u>	<u>Transferred to Receivables</u>	<u>Balance December 31, 2022</u>
Bulletproof Vest	\$ 6,261.75	\$ -	\$ 6,261.75	\$ -
Distracted Driving	4,950.00	-	4,950.00	-
American Rescue Plan	2,880,941.50	2,119,058.50	-	5,000,000.00
National Opioid Settlement	-	32,119.46	-	32,119.46
CY22 Body Armor	-	9,685.65	-	9,685.65
	<u>\$ 2,892,153.25</u>	<u>\$ 2,160,863.61</u>	<u>\$ 11,211.75</u>	<u>\$ 5,041,805.11</u>

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

B-3

TRUST FUND
SCHEDULE OF RESERVE FOR ANIMAL CONTROL

Year Ended December 31, 2022

Balance - December 31, 2021		\$ 167,122.53
Increased by:		
2022 Dog License and Other Related Fees		<u>67,276.06</u>
		234,398.59
Decreased by:		
Encumbrances	\$ 725.00	
Expenditures per R.S. 4:19-15.11	<u>5,810.27</u>	
		<u>6,535.27</u>
Balance - December 31, 2022		<u><u>\$227,863.32</u></u>

License Fees Collected:

<u>Year</u>	<u>Amount</u>
2020	\$ 30,790.39
2021	<u>26,209.00</u>
	<u><u>\$56,999.39</u></u>

Note: R.S. 4:19-15.11

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

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

B-4

**TRUST FUND
ANALYSIS OF TRUST ASSESSMENT CASH AND INVESTMENTS
Year Ended December 31, 2022**

	Balance December 31, 2021	Receipts	Disbursements	Balance December 31, 2022
Trust Surplus	\$ 2.00	\$ -	\$ -	\$ 2.00
Assessment Bonds of 1985	3,332.64	-	3,332.64	-
Assessment Bonds of 2010	393,863.16	133,572.00	70,467.36	456,967.80
Prepaid Assessments	9,332.15	-	-	9,332.15
	<u>\$ 406,529.95</u>	<u>\$ 133,572.00</u>	<u>\$ 73,800.00</u>	<u>\$ 466,301.95</u>

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

B-5

**TRUST FUND
SCHEDULE OF ASSESSMENTS RECEIVABLE
Year Ended December 31, 2022**

Ordinance Number	Improvement Description	Date of Confirmation	Balance December 31, 2021	Collections	Balance December 31, 2022	Balance Pledged to	
						Assessment Bonds	Reserve
04-36	Roadway Improvements	11/5/10	\$ 530,763.04	\$ 133,572.00	\$ 397,191.04	\$ 190,000.00	\$ 207,191.04
			530,763.04	133,572.00	397,191.04	190,000.00	207,191.04
	Assessment Lien Receivable Prior Years		899.49	-	899.49	-	899.49
	Total		\$ 531,662.53	\$ 133,572.00	\$ 398,090.53	\$ 190,000.00	\$ 208,090.53

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

B-6

**TRUST FUND
SCHEDULE OF CASH AND RESERVE ACTIVITY
Year Ended December 31, 2022**

	Balance December 31, 2021	Increase	Decrease	Adjustments	Balance December 31, 2022
Trust Assessment:					
Prepaid Assessments	\$ 9,332.15	\$ -	\$ -	\$ -	\$ 9,332.15
Assessments Receivable	(530,763.04)	133,572.00	-	-	(397,191.04)
Assessment Liens & Costs	(899.49)	-	-	-	(899.49)
Prospective Assessments Funded	(2,069,073.50)	-	-	-	(2,069,073.50)
Due from/to General Trust Fund	-	-	(3,800.00)	-	(3,800.00)
Reserve for Assessments	2,737,931.83	-	-	-	2,737,931.83
Serial Bonds Payable	260,000.00	-	(70,000.00)	-	190,000.00
Assessment Fund Balance	2.00	-	-	-	2.00
Total	406,529.95	133,572.00	(73,800.00)	-	466,301.95
Animal Control:					
Due from/to Current Fund	-	-	(1,257.65)	-	(1,257.65)
Due NJ - State License Fees	17.40	5,369.40	(5,361.00)	-	25.80
Reserve for Encumbrance	62.56	-	-	-	62.56
Escrow	9,035.90	-	(3,523.63)	-	5,512.27
Animal Control Reserves	167,122.53	67,276.06	(6,535.27)	-	227,863.32
Total	176,238.39	72,645.46	(16,677.55)	-	232,206.30
Recreation:					
Due from/to Current Fund	-	47,787.26	(47,787.26)	-	-
Recreation Reserves	180,695.52	59,435.25	(50,024.11)	-	190,106.66
Total	180,695.52	107,222.51	(97,811.37)	-	190,106.66
Electronic Receipts:					
Electronic Receipts Reserves	7,367.26	2,299.94	(998.13)	467.37	9,136.44
Total	7,367.26	2,299.94	(998.13)	467.37	9,136.44
Emergency Voucher Program:					
Due from Other Funds	(29,255.00)	72,000.88	(55,881.43)	-	(13,135.55)
Due to Payroll Funds	-	19,209.55	-	-	19,209.55
Administrative Reserves	-	49,870.53	(64,807.52)	-	(14,936.99)
HAP Subsidy Reserves	-	56,493.00	-	-	56,493.00
Emergency Reserves	78,055.00	5,730.00	(127,199.55)	-	(43,414.55)
Total	48,800.00	203,303.96	(247,888.50)	-	4,215.46
Self Insurance Trust Fund:					
Workers' Comp. Insurance Claims	100.96	-	(100.96)	-	-
Total	100.96	-	(100.96)	-	-

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

B-6

**TRUST FUND
SCHEDULE OF CASH AND RESERVE ACTIVITY (CONTINUED)
Year Ended December 31, 2022**

	Balance December 31, 2021	Increase	Decrease	Adjustments	Balance December 31, 2022
Trust - Other Funds:					
Due from/to Current Fund	(3,995,872.94)	5,583,900.43	(1,594,713.68)	-	(6,686.19)
Due from/to Current Fund (Dev Escrow)	-	1,302.73	(1,234.47)	-	68.26
Due from/to Payroll	-	348,576.83	(138,299.03)	-	210,277.80
Due from/to Trust Reg (COAH)	-	3,800.00	-	-	3,800.00
Res for Encumbrances (Trust)	258,568.87	291,443.39	(258,568.87)	-	291,443.39
Res for Encumbrances (Ins. Reserves)	81,097.69	-	(81,097.69)	-	-
Res for Encumbrances (Utilities Reserves)	57,849.97	-	(57,849.97)	-	-
Res for Encumbrances (COAH)	-	64,432.45	-	-	64,432.45
Affordable Housing Fund - COAH	5,171,233.65	1,608,482.99	(898,308.43)	34,964.85	5,916,373.06
Flexible Spending Account	29,556.13	48,043.32	(43,358.61)	(3,219.21)	31,021.63
Dedicated Law Enforcement Trust	40,639.81	3,257.84	(1,825.50)	1,897.85	43,970.00
Developers Escrow Fund	1,828,543.76	2,267,899.66	(1,345,704.82)	-	2,750,738.60
Other Escrow Funds	6,444,818.99	1,897,580.99	(1,134,115.01)	-	7,208,284.97
Performance Guarantees	1,305,235.05	-	-	-	1,305,235.05
Deposits for Tax Sale Redemptions	7,484,499.90	5,434,461.72	(11,506,865.21)	-	1,412,096.41
Tax Title Liens	-	7,788,436.84	(4,863,787.89)	-	2,924,648.95
Payroll Deductions Payable	-	1,773,694.45	(455,470.10)	-	1,318,224.35
Fire Penalty Trust	-	54,676.79	(7,168.00)	-	47,508.79
Unemployment Comp Claims Trust	-	412,708.62	(6,742.06)	-	405,966.56
Insurance Trust Reserve	-	268,636.35	(268,636.35)	-	-
Unemployment Trust	46,097.19	-	(46,097.19)	-	-
Storm Recovery Trust	269,020.64	198,992.09	(311,214.34)	-	156,798.39
Green Trust	230,774.78	676,059.50	(9,462.10)	-	897,372.18
Accumulated Absences	-	1,360,000.00	(580,855.78)	-	779,144.22
Off-Duty Police	175,390.05	5,666,291.75	(5,544,374.14)	-	297,307.66
Total	19,427,453.54	35,752,678.74	(29,155,749.24)	33,643.49	26,058,026.53
Housing and Community Development:					
Accounts Receivable	(558,006.04)	-	(6,018.99)	-	(564,025.03)
Due from/to Current Fund	-	40,177.51	-	-	40,177.51
Due from/to Payroll Fund	-	18,509.01	(18,509.01)	-	-
Due from/to Affordable Housing Fund	-	7,535.00	(7,535.00)	-	-
Due from/to Grant Fund	-	236.30	(236.30)	-	-
Due from/to Sewer Operating Fund	-	661.30	(661.30)	-	-
Due from/to HUD	-	84,951.58	-	-	84,951.58
Reserve for Grant Projects	721,506.50	251,694.06	(1,189,543.06)	270,127.40	53,784.90
Reserve for Recovery Act Program	-	1,131,789.86	(384,523.14)	(270,127.40)	477,139.32
Total	163,500.46	1,535,554.62	(1,607,026.80)	-	92,028.28
HUD Housing Voucher Program					
Reserve for HUD Housing Administration	21,466.98	278,250.78	(275,640.26)	3,840.51	27,918.01
Reserve for HUD Housing Voucher Program	64,295.77	2,157,562.39	(2,085,330.51)	(112,937.00)	23,590.65
Due from/to Library	(12,140.00)	12,140.00	-	-	-
Due from/to Payroll Fund	-	90,531.46	(90,531.46)	301,550.04	301,550.04
Due from/to Trust Fund	29,255.00	23,627.55	(39,747.00)	-	13,135.55
Accounts Payable	34,284.85	-	(34,284.85)	24,085.00	24,085.00
Total	137,162.60	2,562,112.18	(2,525,534.08)	216,538.55	390,279.25
Grand Total	\$ 20,547,848.68	\$ 40,369,389.41	\$ (33,725,586.63)	\$ 250,649.41	\$ 27,442,300.87

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

**TRUST FUND
SCHEDULE OF PROSPECTIVE ASSESSMENTS – FUNDED
Year Ended December 31, 2022**

Ordinance Number	Improvement Description	Balance December 31, 2021	Increased	Cancelled	Balance December 31, 2022	Balance Pledged to	
						Reserve	Assessment Bonds
4875	Constr. & Acquis. of Curbs and Sidewalks Various Streets	\$ 52,657.00	\$ -	\$ -	\$ 52,657.00	\$ 52,657.00	\$ -
4876	Constr. of Water Mains - Paterson, etc.	24,406.50	-	-	24,406.50	24,406.50	-
4885	Constr. of New Roads - Murray, Hewitt Aves.	200,000.00	-	-	200,000.00	200,000.00	-
5064	Road Constr. Along Estates Blvd.	350,000.00	-	-	350,000.00	350,000.00	-
04-06	Roadway Improvements-Variou	1,442,010.00	-	-	1,442,010.00	1,252,010.00	190,000.00
		<u>\$ 2,069,073.50</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,069,073.50</u>	<u>\$ 1,879,073.50</u>	<u>\$ 190,000.00</u>

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

B-8

**TRUST FUND
SCHEDULE OF RESERVE FOR ASSESSMENTS,
LIENS AND ASSESSMENT LIEN INTEREST AND COSTS
Year Ended December 31, 2022**

Ordinance Number	Improvement Description	Balance December 31, 2021	Adjustment	Current Budget for Deficit	Balance December 31, 2022
<u>ASSESSMENTS RECEIVABLE</u>					
822	Basin Rd., Boxwood, Bucknell, Evelyn, Laura, Lehigh, Sandalwood Aves. - Water Mains	\$ -	\$ -	\$ -	\$ -
04-36	Roadway Improvements-Variou	531,662.53	70,999.49	70,000.00	530,663.04
<u>PROSPECTIVE ASSESSMENTS FUNDED</u>					
4875	Curbs and Sidewalks - Var. Sts.	52,657.00	-	-	52,657.00
4876	Water Mains - Patterson, etc.	24,406.50	-	-	24,406.50
4885	New Roads - Murray, Hewitt Aves.	200,000.00	-	-	200,000.00
5064	Road Constr. Along Estates Blvd.	350,100.00	-	-	350,100.00
<u>PROSPECTIVE ASSESSMENTS FUNDED</u>					
04-06	Roadway Improvements-Variou	1,579,205.80	-	-	1,579,205.80
<u>ASSESSMENT LIENS</u>					
5051	Jefferson, Johnston Aves. Redfern St., Ridge Ave., Samuel, Stockton St. - Curbs	899.49	-	-	899.49
		<u>\$ 2,738,931.32</u>	<u>\$ 70,999.49</u>	<u>\$ 70,000.00</u>	<u>\$ 2,737,931.83</u>

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

B-9

**TRUST ASSESSMENT FUND
SCHEDULE OF ASSESSMENT SERIAL BONDS
Year Ended December 31, 2022**

Issue	Date of Issue	Original Issue	Maturities of Bonds		Interest Rate	Balance December 31, 2021	Increase	Decrease	Balance December 31, 2022
			Outstanding - December 31, 2021	Date					
Special Assessment Refunding Bonds 2019	11/1/2023	\$ 335,000.00	2023	\$ 65,000.00	4.000%	\$ 260,000.00	\$ -	\$ 70,000.00	\$ 190,000.00
			2024	65,000.00	4.000%				
			2025	60,000.00	4.000%				
						<u>\$ 260,000.00</u>	<u>\$ -</u>	<u>\$ 70,000.00</u>	<u>\$ 190,000.00</u>

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

C-2

**GENERAL CAPITAL FUND
ANALYSIS OF CASH AND INVESTMENTS
Years Ended December 31, 2022 and 2021**

	<u>Balance 2022</u>	<u>Balance 2021</u>
Fund Balance	\$ 847,577.15	\$ 590,828.19
Capital Improvement Fund	245,029.74	196,708.74
Reserve for Encumbrances	7,647,209.22	4,063,737.50
Reserve for Future Debt Service	345,186.77	345,186.65
Due to Current	(866,250.00)	182,614.77
Due from Other Governments	(405,831.78)	(265,831.78)
Grants Receivable	(5,486,792.53)	(2,290,000.00)
Improvement Authorizations Funded	5,928,444.35	4,811,718.87
Improvement Authorizations Unfunded	33,952,170.93	24,582,167.25
Bonds and Notes Authorized but not Issued	<u>(37,433,355.94)</u>	<u>(20,733,519.94)</u>
	<u>\$ 4,773,387.91</u>	<u>\$ 11,483,610.25</u>

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

C-3

**GENERAL CAPITAL FUND
SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION – UNFUNDED
Year Ended December 31, 2022**

Capital Number	Date	Improvement Description	Analysis of Balance - December 31, 2022						
			Balance December 31, 2021	2022 Authorization	Canceled	Budget Appropriation	Balance December 31, 2022	Bond Anticipation Notes	Unexpended Balance of Improvement Authorization
<u>General Improvements</u>									
5130	10/8/1999	Acquisition of Real Property	\$ 62,290.09	\$ -	\$ -	\$ -	\$ 62,290.09	\$ -	\$ 62,290.09
5133	11/26/1999	Improv. to Var. Public Facilities	40,000.00	-	-	-	40,000.00	-	40,000.00
5135	6/8/2000	Various Capital Improvements	1,389.00	-	-	-	1,389.00	-	1,389.00
02-012	4/10/2002	Var. Capital Improvements	15,314.31	-	-	-	15,314.31	-	15,314.31
04-037	10/13/2004	Var. Improvements	63.00	-	-	-	63.00	-	63.00
05-002	3/8/2005	Braghelli Tract Purchase	121,036.00	-	-	-	121,036.00	-	121,036.00
05-049	1/25/2006	Various Capital Improvements	300,571.00	-	-	266,972.00	33,599.00	-	33,599.00
10-032	11/08/2010	Var. Road Improvements	20,155.00	-	-	17,767.00	2,388.00	-	2,388.00
11-017	04/19/2011	Var. Capital Improvements	21.00	-	-	-	21.00	-	21.00
15-020	09/10/2015	Various Capital Improvements	284.00	-	-	-	284.00	-	284.00
16-022	8/15/2016	Var. Capital Improvements	7,702,950.00	-	2,310,284.00	380,000.00	5,012,666.00	4,639,216.00	373,450.00
17-015	5/24/2017	Open Space Acquisitions	654,392.54	-	-	-	654,392.54	-	654,392.54
17-016	5/24/2017	Various Capital Improvements	7,380,983.00	-	1,256,308.00	-	6,124,675.00	6,043,692.00	80,983.00
18-032	8/13/2018	Various Capital Improvements	5,700,000.00	-	5,186,780.00	-	513,220.00	513,220.00	-
20-033	7/21/2020	Various Capital Improvements	-	8,753,372.00	-	-	8,753,372.00	8,753,372.00	-
20-034	7/21/2020	Various Capital Improvements	6,522,405.00	-	-	-	6,522,405.00	712,500.00	5,809,905.00
21-044	9/14/2021	Various Capital Improvements	13,538,310.00	-	-	-	13,538,310.00	3,000,000.00	10,538,310.00
22-002	2/23/2022	Acq. Of 185 Sawmill Road (YMCA)	-	4,700,000.00	-	-	4,700,000.00	-	4,700,000.00
22-034	9/7/2022	Various Capital Improvements	-	11,199,836.00	-	-	11,199,836.00	-	11,199,836.00
22-036	9/7/2022	Municipal Bldg Repair - Whitehorse/Mercerville Rd.	-	3,800,000.00	-	-	3,800,000.00	-	3,800,000.00
<u>Local Improvements</u>									
5028	3/15/1983	Curb Improv. Along George Dye Rd. and Youngs Road	95.00	-	-	-	95.00	-	95.00
			<u>\$ 42,060,258.94</u>	<u>\$ 28,453,208.00</u>	<u>\$ 8,753,372.00</u>	<u>\$ 664,739.00</u>	<u>\$ 61,095,355.94</u>	<u>\$ 23,662,000.00</u>	<u>\$ 37,433,355.94</u>
Unexpended Balances of Unfunded Improvement Authorizations									\$ 33,952,170.93
Less: Unexpended Proceeds of Bond Anticipation Notes									3,481,185.01
									<u>\$ 37,433,355.94</u>

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

C-4

**GENERAL CAPITAL FUND
SCHEDULE OF IMPROVEMENT AUTHORIZATIONS
Year Ended December 31, 2022**

Capital Ordinance			Balance - December 31, 2021		Authorization	Encumbrances		Encumbrances Canceled	Paid	Encumbrances		Balance - December 31, 2022	
Number	Improvement Description	Date	Amount	Funded		Unfunded	December 31, 2021			December 31, 2022	Canceled	Funded	Unfunded
10-032	Various Capital Improvements	11/08/2010	\$ 8,400,000.00	\$ -	\$ -	\$ -	\$ 42,348.10	\$ -	\$ -	\$ 42,348.10	\$ -	\$ -	\$ -
11-017	Various Capital Improvements	04/19/2011	7,521,025.00	-	-	-	250.00	-	-	250.00	-	-	-
12-031	Various Capital Improvements	08/21/2012	8,500,000.00	-	-	-	53,621.75	-	-	53,621.75	-	-	-
14-031	Various Capital Improvements	05/20/2014	8,100,000.00	-	-	-	55,921.30	-	-	55,921.30	-	-	-
15-020	Various Capital Improvements	09/10/2015	8,000,296.00	-	-	-	26,930.00	-	25,930.00	-	-	-	1,000.00
16-022	Various Capital Improvements	8/15/2016	8,108,365.00	-	38,379.83	-	-	-	27,508.85	-	-	-	10,870.98
17-015	Open Space Acquisitions	5/24/2017	9,000,000.00	450,000.00	8,550,000.00	-	-	-	-	-	-	450,000.00	8,550,000.00
17-016	Various Capital Improvements	5/24/2017	8,269,455.00	-	384,340.31	-	44.90	-	174,751.49	73,762.86	-	-	135,870.86
18-032	Various Capital Improvements	8/13/2018	6,305,000.00	-	1,375,980.34	-	16,593.29	-	-	-	-	-	1,392,573.63
20-033	Various Capital Improvements	7/21/2020	4,578,000.00	-	804,034.66	-	819,151.70	-	528,398.89	402,592.68	-	-	692,194.79
20-034	Various Capital Improvements	7/21/2020	7,605,000.00	4,361,718.87	-	-	634,774.57	-	2,711,466.53	328,400.73	-	1,956,626.18	-
20-049	Acq. Of 1750 Whitehorse/Mercerville Rd.	10/6/2020	750,000.00	-	12,029.88	-	2,385.00	-	-	-	-	-	14,414.88
21-044	Various Capital Improvements	9/14/2021	16,117,330.00	-	13,417,402.11	-	2,411,716.89	(105,441.43)	2,927,786.46	4,466,364.18	590,000.00	-	7,950,409.79
22-002	Acq. Of 185 Sawmill Road (YMCA)	2/23/2022	4,700,000.00	-	-	4,700,000.00	-	-	4,495,000.00	-	-	-	205,000.00
22-034	Various Capital Improvements	9/7/2022	16,860,900.00	-	-	16,860,900.00	-	-	98,598.21	2,223,947.62	-	3,338,518.17	11,199,836.00
22-036	Municipal Building Repair	9/7/2022	4,000,000.00	-	-	4,000,000.00	-	-	16,700.00	-	-	183,300.00	3,800,000.00
			\$ 4,811,718.87	\$ 24,582,167.13	\$ 25,560,900.00	\$ 4,063,737.50	\$ (105,441.43)	\$ 11,006,140.43	\$ 7,647,209.22	\$ 590,000.00	\$ 5,928,444.35	\$ 33,952,170.93	

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

C-5

**GENERAL CAPITAL FUND
SCHEDULE OF GENERAL SERIAL BONDS
Year Ended December 31, 2022**

Purpose	Date of Issue	Amount of Original Issue	Maturities of Bonds Outstanding - December 31, 2022		Interest Rate	Balance December 31, 2021	Increased	Decreased	Balance December 31, 2022
			Date	Amount					
Refunding Series 2013	4/30/2013	\$ 17,425,000.00	8/1/2023	\$ 1,890,000.00	4.000%	\$ 7,725,000.00	\$ -	\$ 1,815,000.00	\$ 5,910,000.00
			8/1/2024	1,970,000.00	4.000%				
			8/1/2025	2,050,000.00	4.000%				
Refunding Series 2013 - Pension	4/30/2013	4,630,000.00	8/1/2023	520,000.00	3.120%	1,000,000.00	-	480,000.00	520,000.00
General Improvement Bonds	6/1/2014	8,046,000.00	6/1/2023	900,000.00	2.000%	2,696,000.00	-	900,000.00	1,796,000.00
			6/1/2024	896,000.00	2.125%				
General Improvement Bonds	6/1/2015	14,703,000.00	6/1/2023	1,600,000.00	2.250%	6,398,000.00	-	1,600,000.00	4,798,000.00
			6/1/2024	1,600,000.00	2.375%				
			6/1/2025	1,598,000.00	2.500%				
General Improvement Bonds	5/3/2017	19,773,000.00	5/15/2023-2028	2,325,000.00	5.000%	15,115,000.00	-	1,165,000.00	13,950,000.00
General Improvement Bonds	5/7/2019	7,600,000.00	5/15/2023	700,000.00	2.250%	6,620,000.00	-	670,000.00	5,950,000.00
			5/15/2024-2030	750,000.00	2.250%				
Refunding Series 2019	11/13/2019	3,070,000.00				1,525,000.00	-	1,525,000.00	-
						<u>\$ 41,079,000.00</u>	<u>\$ -</u>	<u>\$ 8,155,000.00</u>	<u>\$ 32,924,000.00</u>

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

C-6

GENERAL CAPITAL FUND
SCHEDULE OF LOANS PAYABLE
NEW JERSEY INFRASTRUCTURE BANK
Year Ended December 31, 2022

Project Description	Drawdown Date	Amount of Loan	Interest Rate	Maturities of Loans		Balance December 31, 2021	Increased	Decreased	Balance December 31, 2022	
				Date	Amount					
Infrastructure Water Loan	8/1/2006	\$ 1,435,000.00	4.375%	8/1/2023	\$ 91,909.68	\$ 369,399.23	\$ -	\$ 95,000.00	\$ 274,399.23	
			4.375%	8/1/2024	89,469.78					
			4.375%	8/1/2025	93,019.69					
Infrastructure Water Loan - Principal Only	8/1/2006	4,028,778.00		<u>Year</u>	<u>Semi-Annual Principal</u>		835,277.03	-	206,901.33	628,375.70
					<u>February 1</u>	<u>August 1</u>				
			2023	\$12,623.61	195,823.47					
			2024	8,616.11	200,975.96					
			2025	4,408.24	205,928.39					
						<u>\$ 1,204,676.26</u>	<u>\$ -</u>	<u>\$ 301,901.33</u>	<u>\$ 902,774.93</u>	

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

C-7

GENERAL CAPITAL FUND
SCHEDULE OF PROJECT LOANS PAYABLE
NEW JERSEY DEPARTMENT OF ENVIRONMENTAL PROTECTION GREEN TRUST PROGRAM
Year Ended December 31, 2022

Project Description	Issue Date	Amount of Loan	Interest Rate	Loan Repayment Period	Scheduled Semi-Annual Payment*	Balance December 31, 2021	Decreased	Balance December 31, 2022
Isaac Pearson Acquisition	6/4/2002	\$ 115,841.25	2.00%	3/6/2003-3/6/2022	\$ 7,203.38	\$ 3,693.88	\$ 3,693.88	\$ -
Veterans Park Extension	6/4/2002	461,600.00	2.00%	3/6/2003-3/6/2022	28,703.76	14,719.96	14,719.96	-
Tyndale Farm Acquisition	6/4/2002	265,655.00	2.00%	3/6/2003-3/6/2022	16,519.28	<u>8,470.93</u>	<u>8,470.93</u>	<u>-</u>
*Principal and Interest						<u>\$ 26,884.77</u>	<u>\$ 26,884.77</u>	<u>\$ -</u>

GENERAL CAPITAL FUND
SCHEDULE OF CAPITAL IMPROVEMENT FUND
Year Ended December 31, 2022

C-8

Balance December 31, 2021	\$ 196,708.74
Increased by:	
Budgeted Appropriations	<u>588,385.00</u>
	785,093.74
Decreased by:	
Appropriations to Finance Improvement Authorizations	<u>540,064.00</u>
Balance December 31, 2022	<u>\$ 245,029.74</u>

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

C-9

**GENERAL CAPITAL FUND
SCHEDULE OF BOND ANTICIPATION NOTES
Year Ended December 31, 2022**

Ordinance Number	Improvement Description	Date of Original Issue	Date of Issue	Date of Maturity	Interest Rate	Balance December 31, 2021	Increased	Paydown Current Budget Appropriation	Decreased	Balance December 31, 2022
05-049	Various Capital Improvements	6/11/2016	2/3/2021	2/16/2022	1.250%	\$ 266,972.00	\$ -	\$ 266,972.00	\$ -	\$ -
10-032	Various Road Improvements	6/11/2016	2/3/2021	2/16/2022	1.250%	17,767.00	-	17,767.00	-	-
16-022	Various Capital Improvements	5/22/2018	2/3/2021	2/16/2022	1.250%	7,329,500.00	-	380,000.00	6,949,500.00	-
17-016	Various Capital Improvements	4/17/2020	2/3/2021	2/16/2022	1.250%	7,300,000.00	-	-	7,300,000.00	-
18-032	Various Capital Improvements	4/17/2020	2/3/2021	2/16/2022	1.250%	5,700,000.00	-	-	5,700,000.00	-
20-049	Property Acquisition	2/3/2021	2/3/2021	2/16/2022	1.250%	712,500.00	-	-	712,500.00	-
16-022	Various Capital Improvements	5/22/2018	2/1/2022	2/14/2023	2.000%	-	4,639,216.00	-	-	4,639,216.00
20-033	Various Capital Improvements	2/1/2022	2/1/2022	2/14/2023	2.000%	-	2,310,284.00	-	-	2,310,284.00
17-016	Various Capital Improvements	4/17/2020	2/1/2022	2/14/2023	2.000%	-	6,043,692.00	-	-	6,043,692.00
20-033	Various Capital Improvements	4/17/2020	2/1/2022	2/14/2023	2.000%	-	1,256,308.00	-	-	1,256,308.00
18-032	Various Capital Improvements	4/17/2020	2/1/2022	2/14/2023	2.000%	-	513,220.00	-	-	513,220.00
20-033	Various Capital Improvements	2/1/2022	2/1/2022	2/14/2023	2.000%	-	5,186,780.00	-	-	5,186,780.00
20-034	Property Acquisition	2/3/2021	2/1/2022	2/14/2023	2.000%	-	712,500.00	-	-	712,500.00
21-044	Various Capital Improvements	2/1/2022	2/1/2022	2/14/2023	2.000%	-	3,000,000.00	-	-	3,000,000.00
						\$ 21,326,739.00	\$ 23,662,000.00	\$ 664,739.00	\$ 20,662,000.00	\$23,662,000.00

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

C-10

**GENERAL CAPITAL FUND
SCHEDULE OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED
Year Ended December 31, 2022**

Ordinance Number	Improvement Description	Balance - December 31, 2021		Authorized 2022	BANs Redeemed	BANs Issued	Canceled	Balance - December 31, 2022	
		Capital Fund	Trust Fund					Capital Fund	Trust Fund
5130	Acquisition of Real Property	\$ 62,290.09	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 62,290.09	\$ -
5133	Improv. to Var. Public Facilities	40,000.00	-	-	-	-	-	40,000.00	-
5135	Various Capital Improvements	1,389.00	-	-	-	-	-	1,389.00	-
02-012	Various Capital Improvements	15,314.31	-	-	-	-	-	15,314.31	-
04-037	Various Road Improvements	63.00	-	-	-	-	-	63.00	-
05-002	Braghelli Tract Purchase	121,036.00	-	-	-	-	-	121,036.00	-
05-049	Various Capital Improvements	33,599.00	-	-	-	-	-	33,599.00	-
10-032	Various Road Improvements	2,388.00	-	-	-	-	-	2,388.00	-
11-017	Var. Capital Improvements	21.00	-	-	-	-	-	21.00	-
15-020	Various Capital Improvements	284.00	-	-	-	-	-	284.00	-
16-022	Various Capital Improvements	373,450.00	-	-	6,949,500.00	4,639,216.00	2,310,284.00	373,450.00	-
17-015	Open Space Acquisitions	654,392.54	-	-	-	-	-	654,392.54	-
17-016	Various Capital Improvements	80,983.00	-	-	7,300,000.00	6,043,692.00	1,256,308.00	80,983.00	-
18-032	Various Capital Improvements	-	-	-	5,700,000.00	513,220.00	5,186,780.00	-	-
20-033	Various Capital Improvements	-	-	8,753,372.00	-	8,753,372.00	-	-	-
20-034	Various Capital Improvements	5,810,000.00	-	-	712,500.00	712,500.00	-	5,810,000.00	-
21-044	Various Capital Improvements	13,538,310.00	-	-	-	3,000,000.00	-	10,538,310.00	-
22-003	Acq. Of 185 Sawmill Road (YMCA)	-	-	4,700,000.00	-	-	-	4,700,000.00	-
22-034	Various Capital Improvements	-	-	11,199,836.00	-	-	-	11,199,836.00	-
22-036	Municipal Building Repair	-	-	3,800,000.00	-	-	-	3,800,000.00	-
	<u>Local Improvements</u>								
5028	Curb Improv. Along George Dye Rd. and Youngs Rd.	-	95.00	-	-	-	-	-	95.00
		<u>\$ 20,733,519.94</u>	<u>\$ 95.00</u>	<u>\$ 28,453,208.00</u>	<u>\$ 20,662,000.00</u>	<u>\$ 23,662,000.00</u>	<u>\$ 8,753,372.00</u>	<u>\$ 37,433,355.94</u>	<u>\$ 95.00</u>

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

C-11

**GENERAL CAPITAL FUND
SCHEDULE OF CAPITAL LEASES PAYABLE
Year Ended December 31, 2022**

Purpose	Date of Issue	Amount of Original Issue	Maturities of Bonds		Interest Rate	Balance	Increased	Decreased	Balance
			Outstanding - December 31, 2022	Amount		December 31, 2021			December 31, 2022
Capital Lease Payable	Multiple	\$ 7,600,000.00	5/14/2023	\$ 320,958.63	2.250%	\$ 2,100,446.00	\$ -	\$ 376,358.71	\$ 1,724,087.29
			5/14/2024	330,347.99	2.250%				
			5/14/2025	340,013.76	2.250%				
			5/14/2026	210,547.56	2.250%				
			5/14/2027	216,371.47	2.250%				
			5/14/2028	150,760.53	2.250%				
			5/14/2029	155,086.38	2.250%				
						<u>\$ 2,100,446.00</u>	<u>\$ -</u>	<u>\$ 376,358.71</u>	<u>\$ 1,724,087.29</u>

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

D-6

SEWER UTILITY ASSESSMENT FUND
ANALYSIS OF CASH AND INVESTMENTS
Year Ended December 31, 2022

Balance - December 31, 2021		\$	467.10
Decreased by:			
Adjustment	\$	<u>467.10</u>	
			<u>467.10</u>
Balance - December 31, 2022		\$	<u>-</u>

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

D-7

SEWER UTILITY CAPITAL FUND
ANALYSIS OF CASH AND INVESTMENTS
Year Ended December 31, 2022

	Balance December 31, 2022	Balance December 31, 2021
Fund Balance	\$ 306,517.42	\$ 126,993.73
Due from/to Current Fund	(200,832.61)	(112,354.40)
Accounts Receivable NJIB Loan	(8,650.65)	(8,650.65)
Reserve for Encumbrances	3,649,253.86	4,861,310.05
Capital Improvement Fund	192,775.00	192,775.00
Improvement Authorizations Funded	1,594,432.99	1,408,613.58
Improvement Authorizations Unfunded	38,076,745.07	22,903,797.86
Bonds and Notes Authorized but not Issued	(32,679,266.62)	(21,407,266.62)
	<u>\$ 10,930,974.46</u>	<u>\$ 7,965,218.55</u>

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

D-8

**SEWER UTILITY OPERATING FUND
SCHEDULE OF SEWER RENTS RECEIVABLE
Year Ended December 31, 2022**

Balance - December 31, 2021		\$	2,391,668.95
Increased by:			
Sewer Rents Charged in 2022			<u>19,743,072.68</u>
			22,134,741.63
Decreased by:			
Cash Receipts	\$	19,669,874.65	
Prepaid Sewer Rents Applied		<u>82,302.55</u>	
			<u>19,752,177.20</u>
Balance - December 31, 2022		\$	<u>2,382,564.43</u>

**SEWER UTILITY OPERATING FUND
SCHEDULE OF SEWER RENT LIENS RECEIVABLE
Year Ended December 31, 2022**

D-9

Balance - December 31, 2021		\$	93,568.10
Increased by:			
Interest and Costs			<u>3,839.12</u>
Balance - December 31, 2022		\$	<u>97,407.22</u>

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

D-10

SEWER UTILITY OPERATING FUND
SCHEDULE OF FIXED CAPITAL
Year Ended December 31, 2022

	Balance December 31, 2021	Additions by Capital Outlay	Balance December 31, 2022
Fixed Capital - Prior Yrs.	\$ 3,874,314.36	\$ -	\$ 3,874,314.36
Land and Land Rights	392,052.51	-	392,052.51
Structures and Buildings	263,047.09	3,099.14	266,146.23
Collecting System	43,198,968.37	-	43,198,968.37
Pumping Station	7,348,143.52	66,331.40	7,414,474.92
Treatment and Disposal System	46,667,409.39	2,278,440.55	48,945,849.94
Interest During Construction	3,225,659.66	-	3,225,659.66
Engineering Costs	19,217,501.99	490,564.72	19,708,066.71
Miscellaneous Equipment	7,852,326.84	86,021.15	7,938,347.99
Miscellaneous Expenses	5,078,534.00	-	5,078,534.00
Water Use Reduction Equipment	119,480.97	-	119,480.97
	<u>\$ 137,237,438.70</u>	<u>\$ 2,924,456.96</u>	<u>\$ 140,161,895.66</u>

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

D-11

**SEWER UTILITY CAPITAL FUND
SCHEDULE OF FIXED CAPITAL AUTHORIZED AND UNCOMPLETED
Year Ended December 31, 2022**

Ordinance Number	Improvement Description	Ordinance		Balance December 31, 2021	2022 Authorized	Transferred to Fixed Capital	Balance December 31, 2022
		Date	Amount				
6646	Improvements to Sanitary Sewer System	4/21/1987	\$ 3,761,000.00	\$ 1,708.00	\$ -	\$ 710.74	\$ 997.26
6652	Various Sewer Capital Improvements	4/16/1991	4,090,000.00	14,297.60	-	7,369.93	6,927.67
03-006	Wastewater Utility Cap. Improv.	4/2/2003	2,300,000.00	88,750.83	-	-	88,750.83
04-038/04-044	Klockner Pump Station	10/13/2004	1,350,000.00	110,235.80	-	-	110,235.80
04-038/04-044	Pond Run Pump Station	10/13/2004	844,950.00	8,943.10	-	-	8,943.10
04-038/04-044	Runyon Court Sewer	10/13/2004	17,500.00	400.00	-	-	400.00
04-038/04-044	Overlook Avenue Sewer Line	10/13/2004	83,500.00	0.80	-	-	0.80
05-050	Equip. Control & Utility Trucks	5/18/2005	3,637,500.00	100,249.09	-	3,099.14	97,149.95
06-30	Sewer & Road Improvements	5/18/2005	350,000.00	69,173.21	-	-	69,173.21
08-069	Various Sewer Utility Improvements	12/24/2008	5,399,500.00	75,885.39	-	-	75,885.39
10-011	Treatment Plant Improvements	5/13/2010	2,502,000.00	2,502,000.00	-	-	2,502,000.00
10-011	Pump Station Repairs	5/13/2010	1,120,000.00	1,120,000.00	-	-	1,120,000.00
10-011	Collection System Rehabilitation	5/13/2010	3,718,500.00	3,718,500.00	-	-	3,718,500.00
10-011	Vehicles and Equipment	5/13/2010	448,500.00	448,500.00	-	-	448,500.00
10-011	Collection System Rehabilitation	5/13/2010	5,200,000.00	5,200,000.00	-	-	5,200,000.00
10-031	Various Sewer Capital Improvements	11/8/2010	8,400,000.00	8,395,217.50	-	36,177.00	8,359,040.50
11-015	Various Sewer Capital Improvements	4/19/2011	5,880,000.00	5,380,244.85	-	38,177.86	5,342,066.99
12-030	Various Sewer Capital Improvements	8/21/2012	5,000,000.00	3,707,598.23	-	111,021.26	3,596,576.97
13-021	Various Sewer Capital Improvements	7/10/2013	7,400,000.00	6,185,494.60	-	741,059.45	5,444,435.15
14-030	Various Sewer Capital Improvements	6/10/2014	6,900,000.00	6,900,000.00	-	-	6,900,000.00
15-019	Various Sewer Capital Improvements	10/10/2015	5,957,000.00	5,957,000.00	-	-	5,957,000.00
16-023	Various Sewer Capital Improvements	8/15/2016	6,376,050.00	6,368,239.02	-	2,151,315.16	4,216,923.86
17-021	Various Sewer Capital Improvements	6/7/2017	6,116,700.00	6,116,700.00	-	-	6,116,700.00
18-031	Various Sewer Capital Improvements	9/11/2018	6,800,000.00	6,800,000.00	-	-	6,800,000.00
21-045	Various Sewer Capital Improvements	9/9/2021	9,958,260.00	9,958,260.00	-	2,507.65	9,955,752.35
22-035	Various Sewer Capital Improvements	8/16/2022	10,522,000.00	-	10,522,000.00	-	10,522,000.00
22-042	Various Sewer Capital Improvements	9/20/2022	6,750,000.00	-	6,750,000.00	33,851.38	6,716,148.62
				<u>\$ 79,227,398.02</u>	<u>\$ 17,272,000.00</u>	<u>\$ 3,125,289.57</u>	<u>\$ 93,374,108.45</u>

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

D-12

SEWER UTILITY CAPITAL FUND
SCHEDULE OF RESERVE FOR CAPITAL IMPROVEMENT FUND
Year Ended December 31, 2022

Balance - December 31, 2021 and 2022

\$ 192,775.00

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

D-13

SEWER UTILITY OPERATING FUND
SCHEDULE OF 2021 APPROPRIATION RESERVES
Year Ended December 31, 2022

	Appropriation Reserves December 31, 2021	Reserve for Encumbrances December 31, 2021	Amount After Modification	Paid or Charged	Balance Lapsed
Operating:					
Salaries and Wages	\$ 767,617.48	\$ -	\$ 767,617.48	\$ 96,684.37	\$ 670,933.11
Other Expenses	499,237.49	1,323,430.55	1,822,668.04	777,020.50	1,045,647.54
Statutory Expenditures:					
Contribution to:					
Social Security Sys. (O.A.S.I.)	51,463.84	-	51,463.84	4,360.13	47,103.71
	<u>\$ 1,318,318.81</u>	<u>\$ 1,323,430.55</u>	<u>\$ 2,641,749.36</u>	<u>\$ 878,065.00</u>	<u>\$ 1,763,684.36</u>

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

D-14

SEWER UTILITY OPERATING FUND
SCHEDULE OF PREPAID SEWER RENTS
Year Ended December 31, 2022

Balance - December 31, 2021	\$ 82,302.55
Increased by:	
Cash Receipts	<u>103,370.68</u>
	185,673.23
Decreased by:	
Applied to Sewer Rents Receivable	<u>82,302.55</u>
Balance - December 31, 2022	<u>\$ 103,370.68</u>

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

D-15

SEWER UTILITY OPERATING FUND
SCHEDULE OF ACCRUED INTEREST ON BONDS AND NOTES
Year Ended December 31, 2022

Balance - December 31, 2021		\$ 976,068.71
Decreased by:		
Cash Disbursed	\$ 168,201.00	
Adjustment	<u>331,578.67</u>	
		<u>499,779.67</u>
Balance - December 31, 2022		<u>\$ 476,289.04</u>

Analysis of Balance - December 31, 2022

<u>NJEIT Loan Principal Outstanding</u>	<u>Interest Rate</u>	<u>From</u>	<u>To</u>	<u>Period</u>	<u>Amount</u>
\$ <u>188,422.90</u>	3.30%	8/1/2022	12/31/2022	5 months	\$ 2,590.81
<u>Bond Anticipation Notes</u>					
\$ <u>13,830,000.00</u>	2.00%	2/1/2022	12/31/2022	221 days	169,801.67

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

D-15

SEWER UTILITY OPERATING FUND
SCHEDULE OF ACCRUED INTEREST ON BONDS AND NOTES (CONTINUED)
Year Ended December 31, 2022

Analysis of Balance - December 31, 2022 (Continued)

	Serial Bond Principal Outstanding	Interest Rate	From	To	Period	Amount
\$	1,790,000.00	4.000%	8/1/2022	12/31/2022	5 Months	\$ 29,833.33
	1,855,000.00	4.000%	8/1/2022	12/31/2022	5 Months	30,916.67
	1,935,000.00	4.000%	8/1/2022	12/31/2022	5 Months	32,250.00
	565,000.00	2.125%	12/1/2022	12/31/2022	1 Month	1,000.52
	575,000.00	2.250%	12/1/2022	12/31/2022	1 Month	1,078.13
	600,000.00	2.500%	12/1/2022	12/31/2022	1 Month	1,250.00
	650,000.00	3.000%	12/1/2022	12/31/2022	1 Month	1,625.00
	650,000.00	3.000%	12/1/2022	12/31/2022	1 Month	1,625.00
	650,000.00	3.000%	12/1/2022	12/31/2022	1 Month	1,625.00
	650,000.00	3.000%	12/1/2022	12/31/2022	1 Month	1,625.00
	650,000.00	3.125%	12/1/2022	12/31/2022	1 Month	1,692.71
	650,000.00	3.250%	12/1/2022	12/31/2022	1 Month	1,760.42
	650,000.00	3.250%	12/1/2022	12/31/2022	1 Month	1,760.42
	650,000.00	3.250%	12/1/2022	12/31/2022	1 Month	1,760.42
	650,000.00	3.250%	12/1/2022	12/31/2022	1 Month	1,760.42
	650,000.00	3.500%	12/1/2022	12/31/2022	1 Month	1,895.83
	650,000.00	3.500%	12/1/2022	12/31/2022	1 Month	1,895.83
	650,000.00	3.500%	12/1/2022	12/31/2022	1 Month	1,895.83
	650,000.00	3.500%	12/1/2022	12/31/2022	1 Month	1,895.83
	647,000.00	3.500%	12/1/2022	12/31/2022	1 Month	1,887.08

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

D-15

SEWER UTILITY OPERATING FUND
SCHEDULE OF ACCRUED INTEREST ON BONDS AND NOTES (CONTINUED)
Year Ended December 31, 2022

Analysis of Balance - December 31, 2022 (Continued)

Serial Bond Principal Outstanding	Interest Rate	From	To	Period	Amount
175,000.00	3.500%	12/1/2022	12/31/2022	1 Month	510.42
200,000.00	3.500%	12/1/2022	12/31/2022	1 Month	583.33
200,000.00	3.500%	12/1/2022	12/31/2022	1 Month	583.33
200,000.00	4.000%	12/1/2022	12/31/2022	1 Month	666.67
200,000.00	4.000%	12/1/2022	12/31/2022	1 Month	666.67
200,000.00	4.000%	12/1/2022	12/31/2022	1 Month	666.67
325,000.00	5.000%	8/1/2022	12/31/2022	5 Months	6,770.83
340,000.00	4.710%	8/1/2022	12/31/2022	5 Months	6,672.50
360,000.00	4.670%	8/1/2022	12/31/2022	5 Months	7,005.00
525,000.00	5.000%	11/15/2022	12/31/2022	1.5 Months	3,281.25
530,000.00	5.000%	11/15/2022	12/31/2022	1.5 Months	3,312.50
605,000.00	5.000%	11/15/2022	12/31/2022	1.5 Months	3,781.25
940,000.00	5.000%	11/15/2022	12/31/2022	1.5 Months	5,875.00
940,000.00	5.000%	11/15/2022	12/31/2022	1.5 Months	5,875.00
940,000.00	5.000%	11/15/2022	12/31/2022	1.5 Months	5,875.00
835,000.00	5.000%	11/15/2022	12/31/2022	1.5 Months	5,218.75
825,000.00	4.000%	11/15/2022	12/31/2022	1.5 Months	4,125.00
830,000.00	3.000%	11/15/2022	12/31/2022	1.5 Months	3,112.50
830,000.00	3.000%	11/15/2022	12/31/2022	1.5 Months	3,112.50
830,000.00	3.000%	11/15/2022	12/31/2022	1.5 Months	3,112.50
825,000.00	3.125%	11/15/2022	12/31/2022	1.5 Months	3,222.66
825,000.00	3.125%	11/15/2022	12/31/2022	1.5 Months	3,222.66
825,000.00	3.250%	11/15/2022	12/31/2022	1.5 Months	3,351.56
825,000.00	3.250%	11/15/2022	12/31/2022	1.5 Months	3,351.56
825,000.00	3.250%	11/15/2022	12/31/2022	1.5 Months	3,351.56
825,000.00	3.250%	11/15/2022	12/31/2022	1.5 Months	3,351.56

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

D-15

SEWER UTILITY OPERATING FUND
SCHEDULE OF ACCRUED INTEREST ON BONDS AND NOTES (CONTINUED)
Year Ended December 31, 2022

Analysis of Balance - December 31, 2022 (Continued)

Serial Bond Principal Outstanding	Interest Rate	From	To	Period	Amount
825,000.00	3.375%	11/15/2022	12/31/2022	1.5 Months	3,480.47
825,000.00	3.375%	11/15/2022	12/31/2022	1.5 Months	3,480.47
825,000.00	3.500%	11/15/2022	12/31/2022	1.5 Months	3,609.38
825,000.00	3.500%	11/15/2022	12/31/2022	1.5 Months	3,609.38
825,000.00	3.500%	11/15/2022	12/31/2022	1.5 Months	3,609.38
825,000.00	3.500%	11/15/2022	12/31/2022	1.5 Months	3,609.38
825,000.00	3.500%	11/15/2022	12/31/2022	1.5 Months	3,609.38
825,000.00	3.500%	11/15/2022	12/31/2022	1.5 Months	3,609.38
120,000.00	2.250%	11/15/2022	12/31/2022	1.5 Months	337.50
120,000.00	2.250%	11/15/2022	12/31/2022	1.5 Months	337.50
125,000.00	2.250%	11/15/2022	12/31/2022	1.5 Months	351.56
130,000.00	2.250%	11/15/2022	12/31/2022	1.5 Months	365.63
175,000.00	2.250%	11/15/2022	12/31/2022	1.5 Months	492.19
180,000.00	2.250%	11/15/2022	12/31/2022	1.5 Months	506.25
200,000.00	2.250%	11/15/2022	12/31/2022	1.5 Months	562.50
200,000.00	2.250%	11/15/2022	12/31/2022	1.5 Months	562.50
210,000.00	2.500%	11/15/2022	12/31/2022	1.5 Months	656.25
215,000.00	2.500%	11/15/2022	12/31/2022	1.5 Months	671.88
220,000.00	3.000%	11/15/2022	12/31/2022	1.5 Months	825.00
220,000.00	3.000%	11/15/2022	12/31/2022	1.5 Months	825.00
220,000.00	3.000%	11/15/2022	12/31/2022	1.5 Months	825.00
220,000.00	3.000%	11/15/2022	12/31/2022	1.5 Months	825.00
220,000.00	3.000%	11/15/2022	12/31/2022	1.5 Months	825.00
220,000.00	3.000%	11/15/2022	12/31/2022	1.5 Months	825.00
220,000.00	3.000%	11/15/2022	12/31/2022	1.5 Months	825.00
110,000.00	3.500%	11/15/2022	12/31/2022	1.5 Months	481.25
115,000.00	3.500%	11/15/2022	12/31/2022	1.5 Months	503.13

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

D-15

SEWER UTILITY OPERATING FUND
SCHEDULE OF ACCRUED INTEREST ON BONDS AND NOTES (CONTINUED)
Year Ended December 31, 2022

Analysis of Balance - December 31, 2022 (Continued)

<u>Serial Bond Principal Outstanding</u>	<u>Interest Rate</u>	<u>From</u>	<u>To</u>	<u>Period</u>	<u>Amount</u>
120,000.00	3.500%	11/15/2022	12/31/2022	1.5 Months	525.00
125,000.00	3.500%	11/15/2022	12/31/2022	1.5 Months	546.88
130,000.00	3.500%	11/15/2022	12/31/2022	1.5 Months	568.75
150,000.00	3.500%	11/15/2022	12/31/2022	1.5 Months	656.25
150,000.00	3.500%	11/15/2022	12/31/2022	1.5 Months	656.25
165,000.00	3.500%	11/15/2022	12/31/2022	1.5 Months	721.88
170,000.00	3.500%	11/15/2022	12/31/2022	1.5 Months	743.75
175,000.00	3.500%	11/15/2022	12/31/2022	1.5 Months	765.63
190,000.00	3.500%	11/15/2022	12/31/2022	1.5 Months	831.25
195,000.00	3.500%	11/15/2022	12/31/2022	1.5 Months	853.13
195,000.00	3.550%	11/15/2022	12/31/2022	1.5 Months	865.31
200,000.00	3.600%	11/15/2022	12/31/2022	1.5 Months	900.00
200,000.00	3.650%	11/15/2022	12/31/2022	1.5 Months	912.50
200,000.00	3.700%	11/15/2022	12/31/2022	1.5 Months	925.00
200,000.00	3.750%	11/15/2022	12/31/2022	1.5 Months	937.50
190,000.00	4.000%	8/1/2022	12/31/2022	5 Months	3,166.67
195,000.00	4.000%	8/1/2022	12/31/2022	5 Months	3,250.00
205,000.00	4.000%	8/1/2022	12/31/2022	5 Months	3,416.67
215,000.00	4.000%	8/1/2022	12/31/2022	5 Months	3,583.33
225,000.00	4.000%	8/1/2022	12/31/2022	5 Months	3,750.00
230,000.00	4.000%	8/1/2022	12/31/2022	5 Months	3,833.33
245,000.00	4.000%	8/1/2022	12/31/2022	5 Months	4,083.33
255,000.00	2.125%	8/1/2022	12/31/2022	5 Months	2,257.81
260,000.00	2.250%	8/1/2022	12/31/2022	5 Months	2,437.50
270,000.00	2.375%	8/1/2022	12/31/2022	5 Months	2,671.88
270,000.00	2.500%	8/1/2022	12/31/2022	5 Months	2,812.50
260,000.00	2.500%	8/1/2022	12/31/2022	5 Months	2,708.33
250,000.00	2.500%	8/1/2022	12/31/2022	5 Months	2,604.17
<u>\$ 47,872,000.00</u>					<u>\$ 303,896.56</u>
<u>\$ 61,890,422.90</u>					<u>\$ 476,289.04</u>

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

D-16

**SEWER UTILITY CAPITAL FUND
SCHEDULE OF IMPROVEMENT AUTHORIZATIONS
Year Ended December 31, 2022**

Ordinance Number	Improvement Description	Ordinance		Balance - December 31, 2021		2022 Authorizations	Encumbrances December 31, 2021	2022 Paid	Encumbrances December 31, 2022	Balance - December 31, 2022	
		Date	Amount	Funded	Unfunded					Funded	Unfunded
	<u>General Improvement:</u>										
6646	Improv. to San. Sewer System	4/21/1987	\$ 3,761,000.00	\$ -	\$ -	\$ -	\$ 710.74	\$ 710.74	\$ -	\$ -	\$ -
6652	Various Capital Improvements	4/16/1991	4,090,000.00	-	-	-	14,297.60	7,369.93	-	-	6,927.67
03-006	Wastewater Util. Cap. Prog.	4/2/2003	2,300,000.00	62,973.96	-	-	-	-	-	-	62,973.96
04-038/04-044	Klockner Pump Station	10/13/2004	1,350,000.00	-	-	-	4,083.00	-	4,083.00	-	-
04-038/04-044	Pump Station Alarm Radio	10/13/2004	265,000.00	-	-	-	5,700.00	-	-	-	5,700.00
04-038/04-044	Dewatering Facility Air Quality	10/13/2004	58,000.00	-	-	-	58,000.00	-	-	-	58,000.00
04-038/04-044	RBC Main Effluent	10/13/2004	40,000.00	-	-	-	10,630.00	-	-	-	10,630.00
05-050	Equip. Control & Utility Trucks	1/25/2006	83,000.00	0.36	-	-	8,599.17	3,099.14	(3,099.14)	-	8,599.53
06-030	Sewer & Road Improvements	1/25/2006	350,000.00	-	-	-	15,599.14	-	15,599.14	-	-
08-069	Various Sewer Improvements	12/24/2008	5,399,500.00	-	-	-	36,850.36	-	-	-	36,850.36
10-011	Various Sewer Improvements	3/1/2010	12,989,000.00	1,637.51	-	-	-	-	-	-	1,637.51
10-031	Various Sewer Improvements	11/8/2010	8,400,000.00	614,580.99	-	-	126,966.36	36,177.00	97,089.36	-	608,280.99
11-015	Various Sewer Improvements	4/19/2011	5,880,000.00	32,065.08	-	-	95,710.19	38,177.86	53,331.01	-	36,266.40
12-030	Various Sewer Improvements	8/21/2012	5,000,000.00	623,813.10	-	-	289,023.44	111,021.26	178,002.18	-	623,813.10
13-021	Various Sewer Improvements	7/10/2013	7,400,000.00	73,542.58	-	-	1,096,395.01	741,059.45	294,124.67	-	134,753.47
14-030	Various Sewer Improvements	6/10/2014	6,900,000.00	-	20.58	-	-	-	-	-	20.58
15-019	Various Sewer Improvements	10/10/2015	5,957,000.00	-	189,129.29	-	220.10	-	-	-	189,349.39
16-023	Various Sewer Improvements	8/15/2016	6,379,050.00	-	1,583,666.37	-	3,091,091.92	2,151,315.16	2,270,096.20	-	253,346.93
17-021	Various Sewer Improvements	6/7/2017	6,116,700.00	-	4,980,951.02	-	-	-	-	-	4,980,951.02
18-031	Various Sewer Improvements	9/11/2018	6,800,000.00	-	6,191,770.60	-	7,433.02	-	7,150.52	-	6,192,053.10
21-045	Various Sewer Improvements	9/11/2018	6,800,000.00	-	9,958,260.00	-	-	2,507.65	489,740.80	-	9,466,011.55
22-035	Various Sewer Improvements	8/16/2022	10,522,000.00	-	-	10,522,000.00	-	-	-	-	10,522,000.00
22-042	Various Sewer Improvements	9/20/2022	6,750,000.00	-	-	6,750,000.00	-	33,851.38	243,136.12	-	6,473,012.50
				\$ 1,408,613.58	\$ 22,903,797.86	\$ 17,272,000.00	\$ 4,861,310.05	\$ 3,125,289.57	\$ 3,649,253.86	\$ 1,783,802.96	\$ 37,887,375.10

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

D-17

SEWER UTILITY CAPITAL FUND
SCHEDULE OF RESERVE FOR AMORTIZATION
Year Ended December 31, 2022

Balance - December 31, 2021		\$ 135,331,314.59
Increased by:		
Serial Bonds Paid by Operating Budget	<u>\$ 3,635,000.00</u>	<u>3,635,000.00</u>
Balance - December 31, 2022		<u>\$ 138,966,314.59</u>

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

D-18

**SEWER UTILITY CAPITAL FUND
SCHEDULE OF SEWER SERIAL BONDS
Year Ended December 31, 2022**

Purpose	Date of Issue	Amount of Original Issue	Maturities of Bonds Outstanding - December 31, 2022		Interest Rate	Balance December 31,		Balance December 31,	
			Date	Amount		2021	Increased	Decreased	2022
Sewer Utility Refunding Bonds	4/30/2013	\$ 16,505,000.00	8/1/2023	\$ 1,790,000.00	4.000%	\$ 7,300,000.00	\$ -	\$ 1,720,000.00	\$ 5,580,000.00
			8/1/2024	1,855,000.00	4.000%				
			8/1/2025	1,935,000.00	4.000%				
Sewer Utility Tax Exempt	6/1/2014	\$ 14,687,000.00	6/1/2023	565,000.00	2.125%	11,387,000.00	-	550,000.00	10,837,000.00
			6/1/2024	575,000.00	2.250%				
			6/1/2025	600,000.00	2.500%				
			6/1/2026	650,000.00	3.000%				
			6/1/2027	650,000.00	3.000%				
			6/1/2028	650,000.00	3.000%				
			6/1/2029	650,000.00	3.000%				
			6/1/2030	650,000.00	3.125%				
			6/1/2031	650,000.00	3.250%				
			6/1/2032	650,000.00	3.250%				
			6/1/2033	650,000.00	3.250%				
			6/1/2034	650,000.00	3.250%				
			6/1/2035	650,000.00	3.500%				
			6/1/2036	650,000.00	3.500%				
			6/1/2037	650,000.00	3.500%				
6/1/2038	650,000.00	3.500%							
6/1/2039	647,000.00	3.500%							

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

D-18

**SEWER UTILITY CAPITAL FUND
SCHEDULE OF SEWER SERIAL BONDS (CONTINUED)
Year Ended December 31, 2022**

Purpose	Date of Issue	Amount of Original Issue	Maturities of Bonds Outstanding - December 31, 2022		Interest Rate	Balance December 31, 2021	Increased	Decreased	Balance December 31, 2022
			Date	Amount					
Sewer Utility Taxable	6/1/2014	2,300,000.00	6/1/2023	175,000.00	3.500%	1,350,000.00	-	175,000.00	1,175,000.00
			6/1/2024	200,000.00	3.500%				
			6/1/2025	200,000.00	3.500%				
			6/1/2026	200,000.00	4.000%				
			6/1/2027	200,000.00	4.000%				
			6/1/2028	200,000.00	4.000%				
Sewer Series 2015	8/1/2015	3,035,000.00	8/1/2023	325,000.00	5.000%	1,335,000.00	-	310,000.00	1,025,000.00
			8/1/2024	340,000.00	4.710%				
			8/1/2025	360,000.00	4.670%				
Sewer Series 2017 B	5/15/2017	23,480,000.00	5/15/2023	525,000.00	3.750%	20,655,000.00	-	475,000.00	20,180,000.00
			5/15/2024	530,000.00	3.750%				
			5/15/2025	605,000.00	3.750%				
			5/15/2026	940,000.00	3.750%				
			5/15/2027	940,000.00	3.750%				
			5/15/2028	940,000.00	3.750%				
			5/15/29-5/15/47	15,700,000.00	various				

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

D-18

**SEWER UTILITY CAPITAL FUND
SCHEDULE OF SEWER SERIAL BONDS (CONTINUED)
Year Ended December 31, 2022**

Purpose	Date of Issue	Amount of Original Issue	Maturities of Bonds			Interest Rate	Balance December 31, 2021	Increased	Decreased	Balance December 31, 2022
			Outstanding - December 31, 2022							
			Date	Amount						
Sewer Series 2019 Tax Exempt	5/7/2019	3,556,000.00	5/15/2023	120,000.00	2.250%	3,330,000.00	-	115,000.00	3,215,000.00	
			5/15/2024	120,000.00	2.250%					
			5/15/2025	125,000.00	2.250%					
			5/15/2026	130,000.00	2.250%					
			5/15/2027	175,000.00	2.250%					
			5/15/2028	180,000.00	2.250%					
			5/15/2029	200,000.00	2.250%					
			5/15/2030	200,000.00	2.250%					
			5/15/2031	210,000.00	2.500%					
			5/15/2032	215,000.00	2.500%					
			5/15/2033	220,000.00	3.000%					
			5/15/2034	220,000.00	3.000%					
			5/15/2035	220,000.00	3.000%					
			5/15/2036	220,000.00	3.000%					
			5/15/2037	220,000.00	3.000%					
			5/15/2038	220,000.00	3.000%					
			5/15/2039	220,000.00	3.000%					
Sewer Series 2019 Taxable	5/7/2019	3,112,000.00	5/15/2023	110,000.00	3.500%	2,900,000.00	-	110,000.00	2,790,000.00	
			5/15/2024	115,000.00	3.500%					
			5/15/2025	120,000.00	3.500%					
			5/15/2026	125,000.00	3.500%					
			5/15/2027	130,000.00	3.500%					
			5/15/2028	150,000.00	3.500%					
			5/15/2029	150,000.00	3.500%					
			5/15/2030	165,000.00	3.500%					
			5/15/2031	170,000.00	3.500%					
			5/15/2032	175,000.00	3.500%					
			5/15/2033	190,000.00	3.500%					
			5/15/2034	195,000.00	3.500%					
			5/15/2035	195,000.00	3.550%					
			5/15/2036	200,000.00	3.600%					
			5/15/2037	200,000.00	3.650%					
			5/15/2038	200,000.00	3.700%					
			5/15/2039	200,000.00	3.750%					

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

D-18

**SEWER UTILITY CAPITAL FUND
SCHEDULE OF SEWER SERIAL BONDS (CONTINUED)
Year Ended December 31, 2022**

Purpose	Date of Issue	Amount of Original Issue	Maturities of Bonds Outstanding - December 31, 2022		Interest Rate	Balance December 31, 2021	Increased	Decreased	Balance December 31, 2022
			Date	Amount					
Sewer Series 2019 Refunding	10/31/2019	3,470,000.00	2/1/2023	190,000.00	4.000%	3,250,000.00	-	180,000.00	3,070,000.00
			2/1/2024	195,000.00	4.000%				
			2/1/2025	205,000.00	4.000%				
			2/1/2026	215,000.00	4.000%				
			2/1/2027	225,000.00	4.000%				
			2/1/2028	230,000.00	4.000%				
			2/1/2029	245,000.00	4.000%				
			2/1/2030	255,000.00	2.125%				
			2/1/2031	260,000.00	2.250%				
			2/1/2032	270,000.00	2.375%				
			2/1/2033	270,000.00	2.500%				
			2/1/2034	260,000.00	2.500%				
			2/1/2035	250,000.00	2.500%				

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

D-19

**SEWER UTILITY CAPITAL FUND
SCHEDULE OF LOAN PAYABLE - NEW JERSEY INFRASTRUCTURE BANK
Year Ended December 31, 2022**

Purpose	Drawdown Date	Amount of Loan	Interest Rate	Maturities of Notes		Balance December 31, 2021	Increased	Decreased	Balance December 31, 2022
				Outstanding - December 31, 2022 Date	Amount				
Infrastructure Water Loan	8/1/2010	\$ 126,650.65	3.60%	8/1/2023	\$ 7,050.55	\$ 62,112.58	\$ -	\$ 6,814.76	\$ 55,297.82
			3.70%	8/1/2024	7,304.37				
			3.80%	8/1/2025	7,574.63				
			3.90%	8/1/2026	7,862.47				
			3.99%	8/1/2027	8,169.10				
			4.08%	8/1/2028	8,495.05				
			4.16%	8/1/2029	8,841.65				
Infrastructure Water Loan - Principal Only	8/1/2010	4,028,778.00	3.60%	8/1/2023	19,017.85	152,142.93	-	19,017.85	133,125.08
			3.70%	8/1/2024	19,017.85				
			3.80%	8/1/2025	19,017.85				
			3.90%	8/1/2026	19,017.85				
			3.99%	8/1/2027	19,017.85				
			4.08%	8/1/2028	19,017.85				
			4.16%	8/1/2029	19,017.98				
						<u>\$ 214,255.51</u>	<u>\$ -</u>	<u>\$ 25,832.61</u>	<u>\$ 188,422.90</u>

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

D-20

**SEWER UTILITY CAPITAL FUND
SCHEDULE OF BOND ANTICIPATION NOTES
Year Ended December 31, 2022**

Ordinance Number	Improvement Description	Date of Original Issue	Date of Issue	Date of Maturity	Interest Rate	Balance December 31, 2021	Increased	Paydowns	Decreased	Balance December 31, 2022
16-023	Various Sewer Improvements	5/22/2018	2/3/2021	2/16/2022	1.25%	\$ 6,204,000.00	\$ -	\$ 175,000.00	\$ 6,029,000.00	\$ -
17-021	Various Sewer Improvements	2/3/2021	2/3/2021	2/16/2022	1.25%	1,200,000.00	-	-	1,200,000.00	-
18-031	Various Sewer Improvements	2/3/2021	2/3/2021	2/16/2022	1.25%	601,000.00	-	-	601,000.00	-
16-023	Various Sewer Improvements	5/22/2018	2/1/2022	2/14/2023	2.00%	-	6,029,000.00	-	-	6,029,000.00
17-021	Various Sewer Improvements	2/3/2021	2/1/2022	2/14/2023	2.00%	-	1,200,000.00	-	-	1,200,000.00
18-031	Various Sewer Improvements	2/3/2021	2/1/2022	2/14/2023	2.00%	-	601,000.00	-	-	601,000.00
17-021	Various Sewer Improvements	2/1/2022	2/1/2022	2/14/2023	2.00%	-	3,000,000.00	-	-	3,000,000.00
18-031	Various Sewer Improvements	2/1/2022	2/1/2022	2/14/2023	2.00%	-	3,000,000.00	-	-	3,000,000.00
						<u>\$ 8,005,000.00</u>	<u>\$ 13,830,000.00</u>	<u>\$ 175,000.00</u>	<u>\$ 7,830,000.00</u>	<u>\$ 13,830,000.00</u>

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

D-21

**SEWER UTILITY CAPITAL FUND
SCHEDULE OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED
Year Ended December 31, 2022**

Capital Number	Ordinance Date	Improvement Description	Balance December 31, 2021	Authorized 2022	BANs Redeemed	BANs Issued	Balance December 31, 2022
6623	6/6/1973	Constr. of Sanitary Sewer Main - Whitehorse Mercerville Rd.	\$ 44,290.00	\$ -	\$ -	\$ -	\$ 44,290.00
6642	3/22/1984	Construction of a Sewer Interceptor Line	14,000.00	-	-	-	14,000.00
6645	4/16/1986	Various Sewer Capital Improvements	434.00	-	-	-	434.00
6661	5/17/1995	Various Sewer Capital Improvements	0.41	-	-	-	0.41
6664	5/28/1997	Replacement of Sewer Lines	33,272.00	-	-	-	33,272.00
6670	6/8/2000	Various Sewer Capital Improvements	0.26	-	-	-	0.26
08-069	3/1/2010	Various Sewer Capital Improvements	275.00	-	-	-	275.00
16-023	8/15/2016	Various Sewer Capital Improvements	241,034.95	-	6,029,000.00	6,029,000.00	241,034.95
17-021	6/7/2017	Various Sewer Capital Improvements	4,916,700.00	-	1,200,000.00	4,200,000.00	1,916,700.00
18-031	9/11/2018	Various Sewer Capital Improvements	6,199,000.00	-	601,000.00	3,601,000.00	3,199,000.00
21-045	9/9/2021	Various Sewer Capital Improvements	9,958,260.00	-	-	-	9,958,260.00
22-035	8/16/2022	Various Sewer Capital Improvements	-	10,522,000.00	-	-	10,522,000.00
22-042	9/20/2022	Various Sewer Capital Improvements	-	6,750,000.00	-	-	6,750,000.00
			<u>\$ 21,407,266.62</u>	<u>\$ 17,272,000.00</u>	<u>\$ 7,830,000.00</u>	<u>\$ 13,830,000.00</u>	<u>\$ 32,679,266.62</u>

REQUIRED SUPPLEMENTARY INFORMATION (UNAUDITED)

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

**SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY AND
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION – PERS AND PFRS (UNAUDITED)**

PERS - Last 10 Fiscal Years

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Township's proportion of the net pension liability	0.3474648%	0.3424541%	0.3538706%	0.3603780%	0.3496011%	0.3299722%	0.3385549%	0.3421040%	0.3484885%	0.3477481%
Township's proportionate share of net pension liability	\$ 52,437,222	\$ 40,568,817	\$ 57,707,042	\$ 64,934,641	\$ 68,834,705	\$ 76,812,253	\$ 100,270,328	\$ 76,795,495	\$ 65,246,580	\$ 66,461,574
Township's covered-employee payroll	25,317,623	18,692,300	25,447,183	25,654,947	24,664,786	23,522,663	23,077,632	23,410,294	28,250,162	27,288,857
Total pension liability	142,562,268	138,212,977	139,541,065	149,526,091	148,341,227	148,000,341	167,498,994	147,479,603	136,159,585	129,613,703
Plan fiduciary net position	90,125,046	97,644,161	81,834,023	84,591,450	79,506,522	71,188,088	67,228,756	70,684,108	70,913,005	63,152,129
Township's proportionate share of net pension liability as a % of payroll	207.12%	217.03%	226.77%	253.11%	279.08%	326.55%	434.49%	328.04%	230.96%	243.55%
Plan fiduciary net position as a % of total pension liability	63.22%	70.65%	58.65%	56.57%	53.60%	48.10%	40.14%	47.93%	52.08%	48.72%

PERS Fire Districts - Last 10 Fiscal Years

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Township's proportion of the net pension liability	0.0046416%	0.0050297%	0.0046977%	0.0045661%	0.0046209%	0.0051158%	0.0051374%	0.0053716%	0.0043466%	0.0044531%
Township's proportionate share of net pension liability	\$ 700,484	\$ 595,847	\$ 766,065	\$ 806,707	\$ 909,831	\$ 1,190,866	\$ 1,521,553	\$ 1,205,807	\$ 813,808	\$ 851,071
Township's covered-employee payroll	380,673	380,673	368,680	350,602	244,244	328,273	323,713	352,934	363,639	302,854
Total pension liability	1,904,421	2,029,978	1,852,417	1,894,554	1,960,719	2,294,537	2,541,717	2,315,656	1,698,293	1,659,763
Plan fiduciary net position	1,203,937	1,434,131	1,086,352	1,087,847	1,050,888	1,103,671	1,020,164	1,109,849	884,484	808,692
Township's proportionate share of net pension liability as a % of payroll	184.01%	156.52%	207.79%	230.09%	372.51%	362.77%	470.03%	341.65%	223.80%	281.02%
Plan fiduciary net position as a % of total pension liability	63.22%	70.65%	58.65%	57.42%	53.60%	48.10%	40.14%	47.93%	52.08%	48.72%

PFRS - Last 10 Fiscal Years

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Township's proportion of the net pension liability	0.5273119%	0.5311121%	0.5524395%	0.5440620%	0.5671840%	0.5681413%	0.5696386%	0.5694478%	0.5520024%	0.5739572%
Township's proportionate share of net pension liability	\$ 60,357,994	\$ 38,819,797	\$ 71,382,469	\$ 66,581,323	\$ 76,749,342	\$ 87,710,026	\$ 108,815,550	\$ 94,850,149	\$ 69,436,787	\$ 76,302,430
State's collective proportionate share of Township's net pension liability	10,741,953	10,918,060	11,078,234	10,513,317	10,425,129	9,824,262	9,137,807	8,318,039	7,477,175	7,112,313
Township's covered-employee payroll	20,314,972	19,180,188	18,824,250	18,683,715	18,605,490	18,631,147	18,453,698	18,719,706	22,589,838	27,288,857
Total pension liability	224,506,619	218,760,201	226,058,132	220,244,635	232,318,857	235,614,943	245,779,418	236,118,470	204,606,281	201,949,121
Plan fiduciary net position	153,406,672	169,022,354	143,597,430	143,149,995	145,144,386	138,080,655	127,826,061	132,950,282	127,692,319	118,534,377
Township's proportionate share of net pension liability as a % of payroll	297.11%	202.40%	379.20%	356.36%	412.51%	470.77%	589.67%	506.69%	307.38%	279.61%
Plan fiduciary net position as a % of total pension liability	68.33%	77.26%	63.52%	65.00%	62.48%	58.60%	52.01%	56.31%	62.41%	58.70%

PFRS Fire Districts - Last 10 Fiscal Years

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Township's proportion of the net pension liability	0.3796117%	0.3469779%	0.3225781%	0.3018462%	0.2712592%	0.2538027%	0.2459613%	0.2372259%	0.2260573%	0.2056524%
Township's proportionate share of net pension liability	\$ 43,451,702	\$ 25,361,145	\$ 41,681,340	\$ 36,939,386	\$ 36,705,836	\$ 39,182,234	\$ 46,984,893	\$ 39,513,572	\$ 28,435,908	\$ 27,339,628
State's collective proportionate share of Township's net pension liability	7,733,129	7,132,818	6,468,754	5,832,799	4,985,882	4,388,741	3,945,566	3,465,208	3,062,070	2,548,386
Township's covered-employee payroll	12,308,431	12,308,431	12,137,401	11,293,334	10,715,916	9,415,628	8,674,167	8,646,015	8,555,494	8,187,621
Total pension liability	161,622,248	142,917,036	131,998,877	122,191,947	111,107,899	105,255,013	106,123,799	98,364,464	83,790,822	72,359,607
Plan fiduciary net position	110,437,417	110,423,074	83,848,784	79,419,763	69,416,180	61,684,038	55,193,341	55,385,685	52,292,844	42,471,593
Township's proportionate share of net pension liability as a % of payroll	353.02%	206.05%	343.41%	327.09%	342.54%	416.14%	541.66%	457.01%	332.37%	333.91%
Plan fiduciary net position as a % of total pension liability	68.33%	77.26%	63.52%	65.00%	62.48%	58.60%	52.01%	56.31%	62.41%	58.70%

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

SCHEDULE OF CONTRIBUTIONS – PERS AND PFRS (UNAUDITED)

PERS - Last 10 Fiscal Years										
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Contractually required contribution	\$4,381,698	\$4,010,535	\$3,871,166	\$3,505,416	\$3,477,401	\$3,056,840	\$3,007,673	\$2,941,177	\$2,872,889	\$2,620,211
Contributions in relation to the contractually required contribution	4,381,698	4,010,535	3,871,166	3,505,416	3,477,401	3,056,840	3,007,673	2,941,177	2,872,889	2,620,211
Township's covered-employee payroll	26,669,148	25,317,623	25,040,905	25,447,183	25,654,947	24,664,786	23,522,663	23,077,632	23,410,294	28,250,162
Contributions as a % of covered-employee payroll	16.43%	15.84%	15.46%	13.78%	13.55%	12.39%	12.79%	12.74%	12.27%	9.28%
PERS Fire District Plans - Last 10 Fiscal Years										
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Contractually required contribution	\$ 58,533	\$ 58,904	\$ 44,415	\$ 56,195	\$ 55,227	\$ 46,113	\$ 46,181	\$ 35,833	\$ 33,553	\$ 35,751
Contributions in relation to the contractually required contribution	58,533	58,904	44,415	56,195	55,227	46,113	46,181	35,833	33,553	35,751
Township's covered-employee payroll	319,834	380,673	368,680	350,602	420,560	328,273	323,713	352,934	363,639	302,854
Contributions as a % of covered-employee payroll	18.30%	15.47%	12.05%	16.03%	13.13%	14.05%	14.27%	10.15%	9.23%	11.80%
PFRS - Last 10 Fiscal Years										
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Contractually required contribution	\$6,857,972	\$6,189,923	\$6,171,693	\$5,495,628	\$5,545,059	\$5,028,155	\$4,644,495	\$4,628,761	\$4,239,760	\$4,187,464
Contributions in relation to the contractually required contribution	6,857,972	6,189,923	6,171,693	5,495,628	5,545,059	5,028,155	4,644,495	4,628,761	4,239,760	4,187,464
Township's covered-employee payroll	20,314,972	19,180,188	18,692,300	18,824,250	18,683,714	18,605,490	18,631,147	18,453,698	18,719,706	22,589,838
Contributions as a % of covered-employee payroll	33.76%	32.27%	33.02%	29.19%	29.68%	27.03%	24.93%	25.08%	22.65%	18.54%
PFRS Fire District Plans - Last 10 Fiscal Years										
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Contractually required contribution	\$4,937,052	\$4,043,904	\$3,048,980	\$2,651,958	\$2,252,220	\$2,005,547	\$1,928,713	\$1,736,276	\$1,500,394	\$1,565,101
Contributions in relation to the contractually required contribution	4,937,052	4,043,904	3,048,980	2,651,958	2,252,220	2,005,547	1,928,713	1,736,276	1,500,394	1,565,101
Township's covered-employee payroll	12,414,103	12,308,431	12,137,401	11,293,334	10,715,916	9,415,628	8,674,167	8,646,015	8,555,494	8,187,621
Contributions as a % of covered-employee payroll	39.77%	32.85%	25.12%	23.48%	21.02%	21.30%	22.24%	20.08%	17.54%	19.12%

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

SCHEDULE OF PROPORTIONATE SHARE OF THE NET OPEB LIABILITY AND CONTRIBUTIONS (UNAUDITED)

	Last 10 Fiscal Years*						
	2022	2021	2020	2019	2018	2017	2016
Proportion of the net OPEB liability - State Plan	0.004706%	0.004737%	0.004798%	0.004471%	0.005794%	0.006672%	0.008426%
Proportion of the net OPEB liability - State Plan special funding	0.018248%	0.498493%	-	-	-	-	-
Proportionate share of net OPEB liability - State Plan	\$ 760,000	\$ 852,649	\$ 861,078	\$ 605,645	\$ 907,724	\$ 1,362,141	\$ 1,829,914
Proportionate share of net OPEB liability - State Plan special funding	615,653	19,248,598	-	-	-	-	-
Net OPEB Liability - Local Plan	424,760,973	389,349,242	410,859,007	391,194,157	381,745,078	306,080,000	292,580,000
Contributions to State Plan	33,655	32,046	30,353	30,474	74,626	73,463	58,455
Contributions to Local Plan	6,069,464	9,100,000	8,821,212	9,401,764	6,223,385	6,100,000	5,850,000
Township's covered-employee payroll	64,919,240	45,576,622	45,576,622	53,513,105	53,096,226	51,590,000	51,580,000
Township's proportionate share of net OPEB liability as a % of payroll	654.29%	854.27%	901.47%	731.02%	720.68%	595.93%	570.83%
State Plan fiduciary net position as a % of total OPEB liability	-0.36%	0.27%	0.91%	1.98%	1.97%	1.03%	1.63%

*The OPEB schedules are intended to show information for ten years. The State of New Jersey has issued seven years of OPEB information to the Township. Additional years' information will be displayed as it becomes available.

SUPPLEMENTARY INFORMATION

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

**SCHEDULE OF OPERATIONS AND CHANGE IN FUND BALANCE - CURRENT FUND
Year Ended December 31, 2022**

	2022	
	Amount	%
Revenues and Other Income Realized		
Fund Balance Utilized	\$ 7,495,000.00	2.22%
Miscellaneous Revenues Realized	40,762,642.47	12.05%
Receipts from Delinquent Taxes	210,279.26	0.06%
Receipts from Current Taxes	285,619,013.56	84.46%
Non-Budget Revenue	480,415.83	0.14%
Other Credits to Income	3,614,206.23	1.07%
Total Revenues	<u>338,181,557.35</u>	<u>100.00%</u>
Budget Appropriations:		
Operations:		
Salaries and Wages	65,190,431.25	19.57%
Other Expenses	54,953,802.87	16.50%
Deferred Charges and Statutory Expenditures	16,682,217.00	5.01%
Capital Improvements	588,385.00	0.18%
Municipal Debt Service	11,414,028.97	3.43%
County Taxes Levied	55,182,311.77	16.57%
Local District School Taxes Levied	125,261,639.00	37.60%
Other Charges	3,848,474.95	1.16%
Total Expenditures	<u>333,121,290.81</u>	<u>100.00%</u>
Statutory Excess to Fund Balance	5,060,266.54	
Fund Balance - January 1	<u>15,966,341.96</u>	
Subtotal	21,026,608.50	
Decreased by:		
Utilized as Anticipated Revenue	<u>7,495,000.00</u>	
Fund Balance - December 31	<u>\$ 13,531,608.50</u>	

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

SCHEDULE OF OPERATIONS AND CHANGE IN FUND BALANCE –
SEWER UTILITY OPERATING FUND
Year Ended December 31, 2022

	2022	
	Amount	%
Revenues and Other Income Realized		
Fund Balance Utilized	\$ 1,020,000.00	4.36%
Sewer Rents	19,748,338.08	84.38%
Sewer Connection Fees	454,554.99	1.94%
Miscellaneous Revenue not Anticipated	84,811.80	0.36%
Other Credits to Income:	2,095,263.03	8.95%
Total Revenues	<u>23,402,967.90</u>	<u>100.00%</u>
Budget Appropriations:		
Operating	13,614,503.00	66.14%
Debt Service	5,576,883.17	27.09%
Statutory Expenditures	1,174,300.00	5.70%
Other	218,179.36	1.06%
Total Expenditures	<u>20,583,865.53</u>	<u>100.00%</u>
Statutory Excess to Fund Balance	2,819,102.37	
Fund Balance - January 1	<u>3,235,134.72</u>	
Subtotal	6,054,237.09	
Decreased by:		
Utilized as Anticipated Revenue	<u>1,020,000.00</u>	
Fund Balance - December 31	<u><u>\$ 5,034,237.09</u></u>	

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

**COMPARATIVE SCHEDULE OF TAX RATE INFORMATION
Years Ended December 31, 2022, 2021, 2020, 2019 and 2018**

Comparison of Tax Rate Information

	2022	2021	2020	2019	2018
Total Tax Rate	\$ 3.251	\$ 3.263	\$ 2.903	\$ 2.835	\$ 2.818

Apportionment of Tax Rate:

Municipal	1.155	1.155	0.822	0.776	0.789
Library	0.036	0.035	0.035	0.034	0.034
County	0.602	0.614	0.612	0.618	0.612
Local School	1.430	1.432	1.407	1.381	1.357
Open Space	0.028	0.027	0.027	0.026	0.026

Fire District Tax Rate:

Fire District 1	-	-	0.130	0.090	0.120
Fire District 2	-	-	0.300	0.290	0.270
Fire District 3	-	-	0.760	0.720	0.690
Fire District 4	-	-	0.580	0.560	0.490
Fire District 5	-	-	0.770	0.730	0.720
Fire District 6	-	-	0.230	0.230	0.220
Fire District 7	-	-	0.160	0.160	0.160
Fire District 8	-	-	0.470	0.450	0.430
Fire District 9	-	-	0.370	0.330	0.320

Assessed Valuation - Net Valuation Taxable:

	2022	2021	2020	2019	2018
	\$ 8,763,817,350	\$ 8,684,990,309	\$ 8,685,431,945	\$ 8,628,979,995	\$ 8,517,051,329

Comparison of Tax Levies and Cash Collections:

Year	Tax Levy	Cash Collection	% of Collection
2022	\$ 286,444,626.81	\$ 285,619,013.56	99.71%
2021	286,857,290.08	286,474,770.82	99.87%
2020	281,595,068.23	280,755,577.43	99.70%
2019	272,892,606.10	272,319,266.59	99.79%
2018	268,686,505.47	268,006,319.05	99.75%

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

**DELINQUENT TAXES AND TAX TITLE LIENS
Years Ended December 31, 2022, 2021, 2020, 2019 and 2018**

Delinquent Taxes and Tax Title Liens

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

Year	Amount of Tax Title Liens	Amount of Delinquent Taxes	Total Delinquent
2022	\$ 2,165,304.12	\$ 16,404.68	\$ 2,181,708.80
2021	2,225,588.28	3,741.50	2,229,329.78
2020	3,103,503.35	17,784.82	3,121,288.17
2019	3,145,507.68	57,025.88	3,202,533.56
2018	3,110,849.78	21,206.09	3,132,055.87

Property Acquired for Tax Title Lien Liquidation:

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

Year	Amount
2022	\$ 372,068.68
2021	367,045.00
2020	367,045.00
2019	367,045.00
2018	367,045.00

Comparison of Sewer Levies and Cash Collections:

Year	Levy	Cash Collection	% of Collection
2022	\$ 19,754,349.60	\$ 19,748,338.08	99.97%
2021	19,056,961.64	18,973,071.59	99.56%
2020	17,284,711.79	17,809,918.20	103.04%
2019	16,684,333.38	15,441,881.59	92.55%
2018	16,557,579.91	15,407,731.97	93.06%

Comparative Schedule of Fund Balances:

	Year	Balance	Utilized in Budget of Succeeding Year
Current Fund	2022	\$ 13,531,608.50	\$ 8,600,000.00
	2021	15,966,341.96	7,495,000.00
	2020	10,106,697.34	6,900,000.00
	2019	6,130,576.29	3,384,650.00
	2018	8,052,392.41	6,600,000.00
Sewer Utility Fund	2022	5,034,237.09	2,357,220.00
	2021	3,235,134.72	1,020,000.00
	2020	2,501,130.91	550,000.00
	2019	1,758,751.80	471,350.00
	2018	1,341,506.36	1,099,900.00

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

**OFFICIALS IN OFFICE AND SURETY BONDS
Year Ended December 31, 2022**

The following officials were in office on December 31, 2022:

<u>Name</u>	<u>Title</u>	<u>Amount of Bond</u>	<u>Name of Corporate Surety</u>
Jeffrey Martin	Mayor		
Charles F. Whalen	President		
Anthony Carabelli Jr.	Vice President		
Pasquale Papero Jr.	Council person		
Nancy Phillips	Council person		
Richard Tighe	Council person		
Alison Sabo	Municipal Clerk		
Kathryn Monzo	Business Administrator	\$ 780,000	Selective Insurance/JIF
Joy Kerlin	Assistant Business Administrator		
Elissa Grodd Schragger, Esq.	Township Attorney		
Eugenia Poulos	Director of Finance/CFO		
Danielle Peacock	Tax Collector	800,000	Selective Insurance/JIF
Daniel Gatti, C.T.A.	Tax Assessor		
Louis Sancinito	Presiding Municipal Chief Judge	200,000	Selective Insurance/JIF
Shelia D. Ellington	Municipal Judge	200,000	Selective Insurance/JIF
Jessica Hammill	Court Director	200,000	Selective Insurance/JIF
Samantha Brown	Superintendent of Engineering		
Kate Kane	Associate Director of Economic Development		
Janice Blakely-Williams	Director of Neighborhood Preservation		
Chuck Thomas	Director of Public Works		
Carrie Feuer	Director of Water Pollution Control		
Kathleen Fitzgerald	Director of Health, Recreation and Senior Services		
Bill Callahan	Construction Official, Superintendent of Inspections		
Kenneth R. DeBoskey	Chief of Police		

All other employees were covered under a Public Employees Blanket Bond issued by the Travelers Casualty and Surety Company of America in the amount of \$1,000,000.

All surety bonds in effect were examined or verified.

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

SCHEDULE OF CURRENT YEAR FINDINGS AND RECOMMENDATIONS

Finding 2022-001

Criteria

Management is responsible for timely and accurate financial reporting.

Condition

Various financial reporting procedures were not completed and reviewed in a consistent and timely manner resulting in various correcting end of year audit adjusting journal entries. These procedures include the following:

- Adjusting and reclass entries posted by Township staff were not reviewed timely and were posted to incorrect accounts resulting in misstatements and correcting adjusting entries.
- Credit card receipt and related revenue transactions were not recorded timely.
- Various receipts related to grants receivable were not applied to the proper grant program, grant year, or current period.
- Sufficient records or support for cash transfers between accounts, interfunds and adjusting journal entries completed during the year were not consistently maintained.
- Open encumbrances for certain transactions were not timely cleared upon liquidation of the related purchase order requiring adjustment to avoid duplication of charges against the budget.
- Budget values entered on the general ledger system were not entered into the proper account or for the proper value per the adopted budget, resulting in adjustments to correct amounts to properly align with the budget.

Cause

The policies and procedures over the financial reporting process were not consistently followed due to significant turnover in the Finance Department, including the CFO position, who oversees the process.

Effect

Difficulties in completing the year-end close process and audit and various material adjustments to the year-end account balances.

Recommendation

We recommend that the Township review existing policies and internal controls to ensure that procedures are in place and operating so that all transactions are properly recorded on a timely basis and reviewed by appropriate levels of the Finance Department personnel and that related general ledger accounts and reconciliations are timely and accurate.

Management's Response to Finding

The Township is in agreement with this finding and has implemented new policies and internal controls as corrective actions.

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS

Finding 2021-001

Condition

Various financial reporting procedures were not completed and reviewed in a consistent and timely manner resulting in various correcting end of year audit adjusting journal entries. These procedures include the following:

- Adjusting and reclass entries posted by Township staff were not reviewed timely and were posted to incorrect accounts resulting in misstatements and correcting adjusting entries.
- Credit card receipt and related revenue transactions were not recorded timely.
- Various receipts related to grants receivable were not applied to the proper grant program, grant year, or current period.
- Sufficient records or support for cash transfers between accounts, interfunds and adjusting journal entries completed during the year were not consistently maintained.
- Open encumbrances for certain transactions were not timely cleared upon liquidation of the related purchase order requiring adjustment to avoid duplication of charges against the budget.
- Budget values entered on the general ledger system were not entered into the proper account or for the proper value per the adopted budget, resulting in adjustments to correct amounts to properly align with the budget.

Status: Portions of this finding were resolved in the current year.

Finding 2021-002

Condition

Over-expenditures of 2020 appropriation reserves in the amount of \$142,733.31 were noted at December 31, 2021.

Status: This finding was resolved through the adoption of the 2023 annual budget subsequent to year end but prior to the issuance of this report.

**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**

To the Honorable Mayor
and Members of the Township Council
Township of Hamilton
County of Mercer, State of New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, and requirements of audit prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, the financial statements of the Township of Hamilton, County of Mercer, State of New Jersey (the "Township"), as of and for the year ended December 31, 2022, and the related notes to financial statements, which collectively comprise the Township's basic financial statements, and have issued our report thereon dated November 20, 2023, in which we expressed an adverse opinion on the conformity of the financial statements with accounting principles generally accepted in the United States of America due to differences between those principles and accounting practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

Report on Internal Control Over Financial Reporting

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

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 preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We identified certain deficiencies in internal control, described in the accompanying schedule of current year findings and recommendations as finding 2022-001 that we consider to be a material weakness.

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 (CONTINUED)

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Township's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the 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*.

Township's Response to Finding

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

Purpose of this Report

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



Warren A. Broudy, CPA, CGFM, PSA, CGMA, CMFO
Registered Municipal Accountant License No. 554

**MERCADIEN, P.C.
CERTIFIED PUBLIC ACCOUNTANTS**

November 20, 2023

STATISTICAL SECTION (UNAUDITED)

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

Table 1

**CURRENT FUND EXPENDITURES BY FUNCTION
LAST TEN FISCAL YEARS (UNAUDITED)**

Year	General Government	Administration	Insurance & Postage	Finance	Law	Engineering, Planning & Inspections	Economic Development/Technology
2022	\$ 1,048,007	\$ 1,399,657	\$ 19,368,000	\$ 1,823,959	\$ 2,019,953	\$ 2,406,658	\$ 815,038
2021	1,049,573	1,148,800	18,678,428	1,753,350	1,939,000	2,014,200	733,400
2020	1,038,810	1,177,135	15,492,900	1,739,585	1,828,803	2,074,529	1,291,701
2019	963,601	1,004,961	15,052,865	1,714,875	1,929,584	2,154,058	694,466
2018	871,794	1,090,538	14,607,427	1,747,444	1,828,979	1,714,112	712,525
2017	916,223	1,069,651	13,872,017	1,750,079	1,790,866	2,002,316	669,325
2016	780,609	925,648	15,892,396	1,732,794	1,729,915	1,844,486	755,483
2015	765,764	891,304	16,035,600	1,667,828	1,733,982	1,928,860	695,965
2014	748,728	897,782	15,966,286	1,655,967	1,722,745	1,941,535	633,757
2013	634,591	1,086,572	18,726,584	1,630,923	1,620,071	1,869,473	616,984

Year	Public Safety	Public Works	Health, Recreation & Welfare	Separate Boards & Agencies	Uniform Construction Code Appropriation	Unclassified Purposes	Deferred Charges & Statutory Expenditures
2022	\$ 45,198,254	\$ 19,863,670	\$ 3,398,516	\$ 125,060	\$ 2,467,028	\$ 11,406,514	\$ 16,378,515
2021	45,808,040	24,508,100	4,046,480	124,400	2,332,000	3,705,946	15,773,000
2020	22,800,841	23,283,884	2,775,592	174,126	2,190,158	3,539,102	9,825,820
2019	24,026,826	23,183,082	3,521,067	142,630	2,099,243	3,384,260	11,117,449
2018	23,195,486	22,324,601	3,540,213	168,858	1,931,329	4,016,246	10,323,819
2017	23,841,949	21,651,820	3,457,065	202,188	1,844,122	3,157,502	9,807,405
2016	23,376,300	21,279,501	3,270,273	186,368	1,852,885	3,446,720	9,564,307
2015	22,808,705	20,754,685	3,243,074	188,918	1,815,441	3,560,929	9,029,569
2014	22,242,797	20,513,866	3,104,541	189,143	1,793,099	3,516,772	8,778,457
2013	22,294,054	20,170,229	2,698,607	163,863	1,760,053	3,955,118	8,943,570

Year	Operations Excluded from CAPS	State & Federal Grants	Capital Improvements	Deferred Charges Excluded from CAPS	Debt Service	Reserve for Uncollected Taxes	Total (1)
2022	\$ 4,439,590	\$ 4,668,031	\$ 588,385	\$ -	\$ 11,414,029	\$ 717,239	\$ 149,546,104
2021	4,389,550	10,445,283	724,000	3,706	11,272,690	845,146	151,295,092
2020	4,405,685	2,013,825	-	187,687	10,517,762	701,590	107,059,533
2019	4,878,567	915,777	125,000	-	10,402,078	680,102	107,990,491
2018	4,809,158	1,062,072	325,000	-	10,141,588	886,669	105,297,858
2017	4,778,739	1,099,676	415,000	-	9,324,604	1,100,290	102,750,837
2016	4,663,766	926,553	410,000	-	7,444,188	1,256,306	101,338,498
2015	4,667,726	667,395	419,175	-	6,148,100	899,442	97,922,462
2014	7,136,120	864,561	394,860	-	6,060,083	900,240	99,061,339
2013	3,477,394	2,792,848	398,677	-	5,352,787	1,383,678	99,576,076

(1) Excludes taxes allocated for county and school purposes.

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

Table 2

**CURRENT FUND REVENUES BY SOURCE
LAST TEN FISCAL YEARS (UNAUDITED)**

Year	Taxes (1)	Delinquent Taxes	Fees, Permits, Fines & Licenses	Construction Code Fees	In Lieu of Taxes	State Aid	From Other Funds
2022	\$ 105,892,301	\$ 210,279	\$ 4,883,997	\$ 3,572,541	\$ 840,685	\$ 19,166,830	\$ 1,741,591
2021	106,910,623	132,061	4,059,150	3,312,983	1,320,674	19,166,830	1,857,214
2020	74,789,203	298,561	4,020,604	2,772,973	2,041,838	19,166,830	1,050,000
2019	70,637,649	326,212	6,608,824	2,145,644	1,053,353	19,166,830	175,000
2018	72,432,426	271,875	5,569,450	2,002,139	973,043	19,166,830	780,395
2017	69,513,308	366,116	5,418,970	2,228,525	840,005	19,166,830	874,067
2016	69,088,488	37,005	5,024,221	3,024,442	745,373	19,166,830	874,067
2015	64,392,419	156,579	4,283,906	2,692,203	614,000	19,166,830	680,331
2014	64,087,414	430,079	4,577,038	2,352,951	223,000	19,166,830	754,331
2013	63,259,610	448,261	3,781,392	2,031,012	223,000	19,166,830	754,331

Year	Appropriation Reserves Lapsed	Sale of Municipal Assets	Other Special Items of Revenue	State and Federal Grants	Surplus Anticipated	Non-Budget Revenues & Other Items	Total (1)
2022	\$ 3,614,206	\$ -	\$ 5,923,340	\$ 4,633,659	\$ 7,495,000	\$ 480,416	\$ 158,454,845
2021	4,289,274	1,319,195	1,236,879	10,415,283	6,900,000	363,494	161,283,660
2020	2,709,389	3,780	1,468,394	1,983,825	3,384,650	823,210	114,513,258
2019	1,996,542	18,900	2,010,349	860,777	6,600,000	1,523,509	113,123,589
2018	2,703,344	-	1,124,087	1,007,072	5,100,000	599,414	111,730,075
2017	2,083,322	83,737	543,857	1,074,676	4,500,000	1,259,341	107,952,754
2016	1,039,146	-	993,296	901,553	4,500,000	901,232	106,295,653
2015	1,848,367	-	732,313	642,395	3,200,000	1,656,242	100,065,585
2014	1,783,383	-	1,235,471	839,561	2,400,000	991,604	98,841,662
2013	154,888	-	4,973,944	1,777,988	4,500,000	1,493,565	102,564,821

(1) Excludes taxes allocated for county and school purposes. The change in taxes from the prior years to 2021 was due to the consolidation of the fire districts into the municipal taxes that were a separate special assessment in the prior years.

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

Table 3

**ASSESSED VALUE AND ESTIMATE OF TOTAL VALUE
LAST TEN FISCAL YEARS (UNAUDITED)**

Year	Net Assessed Valuation Taxable	Market Valuation	Percentage of Net Assessed to Market Value
2022	\$ 8,763,817,350	\$ 9,649,373,161	90.82%
2021	8,657,418,950	9,297,753,993	93.11%
2020	8,685,431,945	9,215,832,854	94.24%
2019	8,628,979,995	9,120,000,072	94.62%
2018	8,517,051,329	8,928,283,025	95.39%
2017	8,510,085,105	8,768,832,490	97.05%
2016	8,473,551,847	8,653,838,044	97.92%
2015	5,165,540,985	8,713,857,913	59.28%
2014	5,166,302,640	8,660,503,656	59.65%
2013	5,157,770,396	8,281,583,808	62.28%

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

Table 4

**SCHEDULE OF TEN LARGEST TAXPAYERS – 2022
LAST TEN FISCAL FUND (UNAUDITED)**

Taxpayer	Business Type	2022 Assessed Valuation	As a Percent of Total Net Assessed Taxable Valuation
JDN Real Estate	Shopping Center	\$ 91,583,950	1.05%
QB Partners	Office Park	45,018,000	0.51%
Inspired Senior Living	Senior Housing	42,281,000	0.48%
Hamilton Station Apartments	Residential	41,196,700	0.47%
Cabot LLC	Industrial Building	38,004,500	0.43%
Reckson-Matrix	Industrial Building	36,257,300	0.41%
MREIC Trenton NJ LLC	Warehouse	32,600,000	0.37%
Levin Properties	Shopping Center	31,416,900	0.36%
Hamilton Montage LLC	Adult Community	31,301,800	0.36%
Bell Atlantic	Telecommunications	29,883,600	0.34%

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

Table 5

RATIO OF BONDED DEBT, BOND ANTICIPATION NOTES AND LOANS TO EQUALIZED VALUE AND DEBT PER CAPITA
LAST TEN FISCAL YEARS (UNAUDITED)

Year	Population (1)	Average Equalized Valuation	Net Debt	Net Debt per Capita	Ratio of Net Debt to Equalized Valuation	Net Debt Excluding Authorized But Not Issued		
						Debt	Ratio of Debt to Equalized Valuation	Debt per Capita
2022	92,297	\$ 9,738,842,270	\$ 121,293,285	\$ 1,314	1.25%	\$ 51,180,663	0.53%	\$ 554.52
2021	92,297	9,277,264,804	86,108,158	933	0.93%	43,967,371	0.47%	476.37
2020	92,297	9,076,569,751	79,455,932	898	0.88%	58,947,312	0.65%	666.34
2019	88,464	8,911,849,679	89,193,087	1,008	1.00%	67,320,239	0.76%	760.99
2018	88,464	8,756,239,486	98,047,896	1,108	1.12%	76,175,048	0.87%	861.09
2017	88,464	8,617,061,159	99,415,057	1,124	1.15%	75,390,209	0.87%	852.21
2016	88,464	8,590,301,553	99,283,701	1,122	1.16%	79,018,514	0.92%	893.23
2015	88,464	8,516,370,352	96,613,194	1,092	1.13%	82,088,278	0.96%	927.93
2014	88,464	8,439,319,800	93,449,390	1,056	1.11%	86,524,759	1.03%	978.08
2013	88,464	8,422,856,565	90,664,310	1,025	1.08%	63,892,038	0.76%	722.24

(1) Census information taken from <https://www.census.gov/quickfacts/hamiltontownshipmercercountynewjersey>

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

Table 6

**RATIO OF ANNUAL DEBT SERVICE EXPENDITURES (GROSS) – CURRENT FUND
LAST TEN FISCAL YEARS (UNAUDITED)**

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Debt Service</u>	<u>Total Current Fund Governmental Expenditures</u>	<u>Ratio of Total Debt Service to Current Fund Expenditures</u>
2022	\$ 9,711,115	\$ 1,702,914	\$ 11,414,029	\$ 149,546,104	7.63%
2021	9,333,673	1,913,181	11,246,855	148,591,305	7.57%
2020	8,247,933	2,269,829	10,517,762	107,059,533	9.82%
2019	7,812,231	2,581,252	10,393,483	107,981,895	9.63%
2018	7,612,664	2,528,924	10,141,588	101,005,521	10.04%
2017	5,855,000	1,996,809	7,851,809	102,750,834	7.64%
2016	5,486,616	1,957,572	7,444,188	101,338,498	7.35%
2015	4,215,332	1,924,945	6,140,277	97,914,639	6.27%
2014	4,458,192	1,601,891	6,060,083	99,030,638	6.12%
2013	3,679,109	1,673,678	5,352,787	99,576,077	5.38%

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

Table 7

**DEMOGRAPHIC STATISTICS LAST TEN FISCAL YEARS
(UNAUDITED)**

Year	Unemployment Rate (1)	Median Household Income (2)
2022	3.10%	\$ 72,026
2021	5.20%	71,790
2020	8.20%	71,790
2019	3.00%	69,080
2018	3.50%	66,343
2017	4.20%	66,343
2016	4.20%	63,471
2015	4.80%	62,674
2014	5.90%	61,315
2013	7.30%	57,623

(1) - Per NJ Department of Labor Statistics at
https://www.nj.gov/labor/lpa/employ/uirate/lfest_index.html

(2) - Information taken from
https://www.nj.gov/labor/lpa/industry/incpov/incpoverty_index.html

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

Table 8

MISCELLANEOUS STATISTICS (UNAUDITED)

Date of Incorporation	1842
Form of Government	Mayor - Council
Area in Square Miles	40
Miles of Streets	N/A

GENERAL COMMENTS

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

GENERAL COMMENTS

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

N.J.S.A. 40A:11-4 states "Every contract or agreement, for the performance of any work or the furnishing or hiring of any materials or supplies, the cost or the contract price whereof is to be paid with or out of public funds not included within the terms of Section 3 of this act, shall be made or awarded only after public advertising for bids and bidding therefore, except as is provided otherwise in this act or specifically by any other law. No work, materials or supplies shall be undertaken, acquired or furnished for a sum exceeding in the bid threshold as set forth in New Jersey Statute 40A:4:11-4". The amount of \$44,000 for the period January 1, 2022 through December 31, 2022, is the threshold set forth in the aforementioned statute for the year ended December 31, 2022.

The governing body of the Township has the responsibility of determining whether the expenditures in any category will exceed the threshold identified above within the fiscal year. Where question arises as to whether any contract or agreement might result in violation of the statute, the Township Counsel's opinion should be sought before a commitment is made. The minutes indicate that resolutions were adopted and advertised authorizing the awarding of contracts and agreements for "Professional Services" per N.J.S.A. 40A:11-5.

Pay-to-Play Requirements

The responsibility for compliance with the Township's local ordinance and the statutory requirements relating to pay-to-play has been bifurcated. All matters relating to professional service contracts have been assigned to the Office of the Township Attorney, while compliance for non-professional services contracts remains with the Township Purchasing Agent. An anomaly exists in the "Pay-to-Play" statutes when they are matched with the Local Public Contract Law ("LPCL") requirements to determine compliance requirements. The threshold for Pay-to-Play is set at \$17,500, with no escalator provision. At the time c.271 was enacted, the bid threshold per the Local LPCL was also set at \$17,500. However, effective July 1, 2020, the bid threshold was increased to \$44,000. This created a gap for compliance, as under c.271, a contract not awarded using a fair and open process and exceeding \$17,500 triggers the filing of additional documentation relating to ownership of the contracting entity and disclosure of political contributions. Since "Pay-to-Play" laws cover all contracts (not just professional services as some believe) any contract (or aggregation of purchases of similar goods or services) that does not meet "fair and open" standards requires the Township to obtain the necessary c.271 documents. The provisions of c.271 became effective on January 1, 2006.

Collection of Interest on Delinquent Taxes and Assessments

N.J.S.A. 54:4-67 provides the method for authorizing interest and the maximum rates to be charged for the nonpayment of taxes or assessments on or before the date when they would become delinquent. The Township and governing body, on January 4, 2022, adopted a resolution authorizing interest to be charged on delinquent taxes and assessments, as follows:

- 8% Interest on amounts up to \$1,500 on Delinquent Tax and Assessment Accounts
- 18% Interest on amounts from \$1,500 and above on Delinquent Tax and Assessment Accounts after the ten (10) day grace period

This resolution also included the provision of N.J.S.A. 54:4-67 to include a penalty of 6% to be charged to delinquencies in excess of \$10,000 at the end of the calendar year. An examination of the collector's records indicated that interest on delinquencies was calculated in accordance with the foregoing resolution, for items tested.

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

GENERAL COMMENTS (CONTINUED)

Delinquent Taxes and Tax Title Liens

The tax sale for 2022 delinquencies was held on December 20, 2022. A tax sale was held as permitted by Chapter 99, P.L. 1996. A tax sale has been held in each subsequent year. The Township maintains a foreclosure program for tax title liens that become subject to In Rem Foreclosure. Subject liens have been assigned to attorneys and are in the process of foreclosure.

Investment of Funds

The Chief Financial Officer had most of the idle funds of the Township invested in the interest-bearing investments or cash accounts from January 1, 2022 to December 31, 2022. Earnings from the investments are shown as cash in the applicable accounts of the Township as of December 31, 2022, and are reflected as revenue in the current fund. The investment program instituted by the finance officer was complete with minimal balances remaining in demand accounts. This policy complied with N.J.S.A. 40A:4:5-14 in all respects. All cash accounts and investments held by the Township were directly confirmed as of December 31, 2022.

Purchase Order System and Encumbrance System

The Township's budgetary operation is on a full encumbrance system with the exception of payrolls and other direct costs. All purchases are made directly by the purchasing department or subsequently confirmed on an emergency basis. Outstanding encumbrances were reviewed at the close of the year, and adjustments and cancellations were made where appropriate to reflect actual commitments outstanding for budgetary control. Certain open-ended contracts were processed outside of the contracts module available in the accounting system instead using open purchase orders to track contract awards, per unit rates, disbursements made and any increases or decreases in the open-ended contract identified. Contract changes, rates and disbursement activity were reviewed and approved by appropriate departmental, purchasing and finance staff but the Township is in the process of reviewing and standardizing this process across departments and transaction or contract type.

Condition of Records - Tax Collector Office

The records maintained by the Tax Collector were audited. Computerized cash receipt records were agreed to daily and monthly deposit reports and tax reports with immaterial exceptions noted for items tested related to classifications of receipts between property and sewer taxes and tax year, NSF checks and special assessments. An adjustment was required for correcting a duplicated tax sale entry. No exceptions were noted in the testing of computerized real estate tax billings, PILOTs, tax abatements or other billing deductions or adjustments for real estate taxes.

Condition of Records - Finance Department

The Finance Department utilized a computerized general ledger accounting system during 2022. General ledgers were maintained for all funds. The Township is currently in compliance with New Jersey Administrative Code 5:30-5.7, establishment and maintenance of a general ledger. A fixed asset tracking system or subsidiary ledger is also maintained.

The resolution for the annual cash management plan identifying authorized signers and custodians of accounts was updated in 2022 for new staffing and accounts noted in 2022. Escrow deposit accounts were segregated by account in the general ledger system for funds held in Township escrow bank accounts by year end.

**TOWNSHIP OF HAMILTON
COUNTY OF MERCER, STATE OF NEW JERSEY**

GENERAL COMMENTS (CONTINUED)

Condition of Records - Finance Department (Continued)

Accumulated absence balances by employee were supported by payroll records but should be reviewed to ensure the estimated total does not include amounts that exceed the allowable per employee limits established by the State of New Jersey. The Township should also continue to regularly evaluate capital fund ordinances over five years old and trust fund account balances for deficits and excess animal control trust deposits for transfer to the current fund.

Budgetary Records

The Township maintains a detailed, computerized subsidiary ledger for each of its adopted budgets. Budget transfers were properly approved and recorded in the allowable transfer periods between allowable budget line items.

Cybersecurity

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