

BOROUGH OF RIVERTON
County of Burlington

Report of Audit of Financial Statements

For the Year Ended December 31, 2022

BOROUGH OF RIVERTON
COUNTY OF BURLINGTON

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BOROUGH OF RIVERTON

PART I

Report of Audit of Financial Statements

For the Year Ended December 31, 2022

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INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and
Members of the Borough Council
Borough of Riverton
County of Burlington
Riverton, New Jersey 08077

Report on the Audit of the Financial Statements

Opinions

I have audited the accompanying statements of assets, liabilities, reserves and fund balance - regulatory basis of the various funds of the Borough of Riverton, ("Borough"), County of Burlington, State of New Jersey, as of December 31, 2022 and 2021 and the related statements of operations and changes in fund balance - regulatory basis for the year then ended, and the related statement of revenues-regulatory basis, statement of expenditures - regulatory basis, and the statement of general fixed asset account group for the year ended December 31, 2022, and the related notes to the financial statements, which collectively comprise the Borough's basic financial statements as listed in the table of contents.

Unmodified Opinions on Regulatory Basis of Accounting

In my opinion, the financial statements referred to previously present fairly, in all material respects, the assets, liabilities, reserves and fund balance - regulatory basis of the various funds of the Borough as of December 31, 2022 and 2021 and the results of its operations and changes in fund balance - regulatory basis of such funds for the years then ended, and the revenues - regulatory basis and expenditures - regulatory basis of the various funds, and general fixed asset group of accounts - regulatory basis, for the year ended December 31, 2022, in conformity with accounting principles and practices prescribed by the Division of Local Government Services ("Division"), Department of Community Affairs, State of New Jersey as described in Note 1.

Adverse Opinion on Accounting Principles Generally Accepted in the United States of America

In my opinion, because of the significance of the matter discussed in the *Basis for Adverse Opinion on Accounting Principles Generally Accepted in the United States of America* section of my report, the accompanying financial statements referred to above do not present fairly the financial position of the Borough as of December 31, 2022 and 2021, or the results of its operations and the changes in fund balance for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions on Regulatory Basis of Accounting

I conducted my audit in accordance with 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 in compliance with audit requirements prescribed by the Division. My responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statement* section of my report. I am required to be independent of the Borough and to meet my other ethical responsibilities, in accordance with the relevant ethical requirements relating to my audit. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinions.

Basis for Adverse Opinion on Accounting Principles Generally Accepted in the United States of America

As described in Note 1 to the financial statements, the financial statements are prepared by the Borough on the basis of the financial reporting provisions of the Division (regulatory basis), which is a basis of accounting other than accounting principles generally accepted in the United States of America, to meet with 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 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material and pervasive.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibility for the Audit of the Financial Statements

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

In performing an audit in accordance with auditing standards generally accepted in the United States of America and *Government Auditing Standards*, I:

- 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 Borough'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 my judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Borough's ability to continue as a going concern for a reasonable period of time.

I am 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 I identified during the audit.

Supplementary Information

My audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Borough's basic financial statements. The accompanying supplemental statements and schedules presented for the various funds, as listed in the table of contents, are presented for purposes of additional analysis as required by the Division and are not a 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 auditing standards generally accepted in the United States of America. In my opinion, the accompanying supplemental statements and schedules, and schedules of expenditures of federal and state financial assistance is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, I have also issued my report dated July 31, 2023, on my consideration of the Borough's internal control over financial reporting and on my 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 my 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 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 Borough's internal control over financial reporting and compliance.

Respectfully submitted,

INVERSO & STEWART, LLC

Certified Public Accountants



Robert P. Inverso
Certified Public Accountant
Registered Municipal Accountant

Marlton, New Jersey
July 31, 2023

INVERSO & STEWART, LLC

Certified Public Accountants

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REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and
Members of the Borough Council
Borough of Riverton
County of Burlington
Riverton, New Jersey 08077

I have audited, in accordance with the auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States, and the audit requirements as prescribed by the Division of Local Government Services ("Division"), Department of Community Affairs, State of New Jersey, the financial statements prepared on a regulatory basis of accounting prescribed by the Division, of the Borough of Riverton ("Borough"), in the County of Burlington, State of New Jersey, as of and for the year ended December 31, 2022, and the related notes to the financial statements, which collectively comprise the Borough's basic financial statements, and have issued my report thereon dated July 31, 2023. That report indicated that the Borough's financial statements were not prepared in accordance with accounting principles generally accepted in the United States of America, but were prepared on a regulatory basis of accounting prescribed by the Division.

Report on Internal Control Over Financial Reporting

In planning and performing my audit of the financial statements, I considered the Borough'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 my opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Borough's internal control. Accordingly, we do not express an opinion on the effectiveness of the Borough's internal control.

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

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

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Borough's financial statements are free from material misstatement, I 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 statement. However, providing an opinion on compliance with those provisions was not an objective of my audit, and accordingly, I do not express such an opinion. The results of my tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards, and audit requirements as prescribed by the Division.

Purpose of this Report

The purpose of this report is solely to describe the scope of my testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with Government Auditing Standards and audit requirements as prescribed by the Division and federal and state awarding agencies and pass-through entities, in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Respectfully submitted,

INVERSO & STEWART, LLC
Certified Public Accountants

A handwritten signature in black ink, appearing to read 'R. P. Inverso', written in a cursive style.

Robert P. Inverso
Certified Public Accountant
Registered Municipal Accountant

Marlton, New Jersey
July 31, 2023

BOROUGH OF RIVERTON

Current Fund

Statement of Assets, Liabilities, Reserves and Fund Balance -- Regulatory Basis
For the Years Ended December 31, 2022 and 2021

	<u>Reference</u>	<u>2022</u>	<u>2021</u>
<u>ASSETS</u>			
Regular Fund:			
Cash - Treasurer	A-4	\$ 3,469,792.29	\$ 3,264,451.38
Cash - Change Fund		<u>100.00</u>	<u>120.00</u>
Total		<u>3,469,892.29</u>	<u>3,264,571.38</u>
Receivables and Other Assets with Full Reserves:			
Delinquent Property Taxes Receivable	A-5	95,908.67	89,774.00
Tax Title Liens Receivable	A-6	-	114,765.28
Sewer Liens Receivable	A-7	-	600.00
Revenue Accounts Receivable	A-8	4,272.97	3,672.13
Sewer Rent Receivable	A-9	24,283.50	26,678.40
Due from Animal Control Fund	B	379.22	159.55
Due from Trust Other Fund	B	35,788.92	38,424.10
Due from General Capital Fund	C	<u>18.04</u>	
Total		<u>160,651.32</u>	<u>274,073.46</u>
Total Regular Fund		<u>3,630,543.61</u>	<u>3,538,644.84</u>
Federal and State Grant Fund:			
Cash - Treasurer	A-4	124,026.85	137,973.50
Federal and State Grants Receivable	A-18	63,785.99	32,039.19
Due from Current Fund	A	14,464.55	14,464.55
Due from Capital Fund	C	<u>1,979.87</u>	<u>1,979.87</u>
Total Federal and State Grant Fund		<u>204,257.26</u>	<u>186,457.11</u>
Total		<u>\$ 3,834,800.87</u>	<u>\$ 3,725,101.95</u>

(Continued)

BOROUGH OF RIVERTON

Current Fund

Statement of Assets, Liabilities, Reserves and Fund Balance -- Regulatory Basis
For the Years Ended December 31, 2022 and 2021

	<u>Reference</u>	<u>2022</u>	<u>2021</u>
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
Regular Fund:			
Liabilities:			
Appropriation Reserves	A-3	\$ 144,639.32	\$ 271,615.02
Reserve for Encumbrances	A-3	32,665.90	69,239.17
Accounts Payable	A-11	60,000.00	
Tax Overpayments	A-12	17,258.14	28,947.85
Prepaid Taxes	A-13	54,105.40	84,026.64
Sewer Rent Overpayments	A-14	2,419.41	903.39
Due to Federal and State Grant Fund	A	14,464.55	14,464.55
Due to General Capital Fund	C	5,798.59	5,798.59
Due to State of NJ - Construction Code Fees	A-15	2,199.00	839.00
Due County for Added Taxes	A-16	14,775.55	2,619.10
Reserve for Municipal Property Tax Relief		12,027.80	
Due to State of N.J. for Senior Citizen and Veteran Deductions	A-10	2,000.00	750.00
Local District School Tax Payable	A-17	<u>1,962,072.47</u>	<u>1,962,072.47</u>
Total Liabilities		2,324,426.13	2,441,275.78
Reserve for Receivables and Other Assets	A	160,651.32	274,073.46
Fund Balance	A-1	<u>1,145,466.16</u>	<u>823,295.60</u>
Total Regular Fund		<u>3,630,543.61</u>	<u>3,538,644.84</u>
Federal and State Grant Fund:			
Encumbrances Payable	A-20	13,081.67	
Unappropriated Reserves	A-19	27,924.84	30,517.53
Appropriated Reserves	A-20	<u>163,250.75</u>	<u>155,939.58</u>
Total Federal and State Grant Fund		<u>204,257.26</u>	<u>186,457.11</u>
Total		<u>\$ 3,834,800.87</u>	<u>\$ 3,725,101.95</u>

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

BOROUGH OF RIVERTON

Current Fund

Statement of Operations and Changes in Fund Balance -- Regulatory Basis
For the Years Ended December 31, 2022 and 2021

	<u>2022</u>	<u>2021</u>
Revenue and Other Income Realized:		
Fund Balance Utilized	\$ 270,000.00	\$ 205,000.00
Miscellaneous Revenue Anticipated	1,218,468.29	1,220,800.37
Receipts from Delinquent Taxes	216,655.02	118,574.44
Receipts from Current Taxes	8,848,046.13	8,747,019.04
Nonbudget Revenues	122,909.77	30,813.71
Other Credits to Income:		
Interfunds Liquidated		97.22
Unexpended Prior Year Appropriation Reserves and Encumbrances Payable	80,783.86	116,895.03
Total Revenue and Other Income Realized	<u>10,756,863.07</u>	<u>10,439,199.81</u>
Expenditures		
Operations Within "CAPS":		
Salaries and Wages	1,142,871.00	1,118,566.00
Other Expenses	1,548,305.00	1,540,726.00
Deferred Charges and Statutory Expenditures Within "CAPS"	285,493.00	263,803.00
Operations Excluded from "CAPS":		
Other Expenses	173,606.78	147,566.95
Capital Improvements	7,500.00	81,000.00
Municipal Debt Service Excluded from "CAPS"	222,545.94	224,549.03
Local District School Tax	5,621,675.00	5,621,675.00
County Taxes	1,145,333.31	1,148,463.11
Due County for Added Taxes	14,775.55	2,619.10
Prior Year Tax Overpayments Created	2,336.93	
Prior Year Veteran/Senior Citizen	250.00	250.00
Total	<u>10,164,692.51</u>	<u>10,149,218.19</u>
Excess in Revenue	592,170.56	289,981.62
Adjustments to Income Before Surplus:		
Expenditures Included Above which are by Statute Deferred		
Charges to Budget of Succeeding Year		-
Excess in Revenue & Statutory Excess to Fund Balance	592,170.56	289,981.62
Fund Balance January 1	823,295.60	738,313.98
Total	1,415,466.16	1,028,295.60
Decreased by Utilization as Anticipated Revenue	<u>270,000.00</u>	<u>205,000.00</u>
Balance December 31	<u>\$ 1,145,466.16</u>	<u>\$ 823,295.60</u>

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

BOROUGH OF RIVERTON

Current Fund

Statement of Revenues -- Regulatory Basis
For the Year Ended December 31, 2022

	<u>BUDGET</u>	<u>SPECIAL NJS 40A:4-87</u>	<u>REALIZED</u>	<u>EXCESS (DEFICIT)</u>
Fund Balance Anticipated	\$ 270,000.00	\$ -	\$ 270,000.00	\$ -
Miscellaneous Revenues:				
Licenses - Other	1,000.00		1,287.00	287.00
Fees and Permits - Other	750.00		2,769.00	2,019.00
Fines and Costs				
Municipal Court	39,300.00		53,485.98	14,185.98
Interest and Costs on Taxes	25,000.00		65,743.54	40,743.54
Interest on Investments and Deposits	4,500.00		6,435.67	1,935.67
Cell Tower Rental Fees	34,000.00		36,226.50	2,226.50
Sewer Rent Fees	482,814.00		507,852.90	25,038.90
Payments in Lieu of Taxes	9,000.00		5,417.53	(3,582.47)
Comcast Fees	9,100.00		9,321.26	221.26
Park Fees	2,300.00		2,725.00	425.00
Energy Receipts Taxes	230,577.00		230,577.00	
Uniform Construction Code Fees	49,265.00		66,356.00	17,091.00
Uniform Fire Safety Act	5,000.00		8,520.60	3,520.60
Reserve for Debt Service	30,000.00		30,000.00	
American Rescue Plan	30,517.53		30,517.53	
Miscellaneous Revenues Offset with Appropriations:				
American Rescue Plan	115,000.00		115,000.00	
NJUCF Stewardship Grant	28,400.00		28,400.00	
NJDOT - Highway and Safety Grant		6,200.00	6,200.00	
Recycling Tonnage Grant		3,571.65	3,571.65	
Clean Communities		6,553.59	6,553.59	
Alcohol Education Rehab		789.66	789.66	
Body Armor		717.88	717.88	
Total	1,096,523.53	17,832.78	1,218,468.29	104,111.98
Receipts from Delinquent Taxes	90,000.00		216,655.02	126,655.02
Amount to be Raised by Taxes for Support of				
Municipal Budget - Local Tax for Municipal Purposes	2,088,744.36		2,249,037.16	160,292.80
Budget Totals	3,545,267.89	17,832.78	3,954,160.47	\$ 391,059.80
Nonbudget Revenues			122,909.77	
Total	\$ 3,545,267.89	\$ 17,832.78	\$ 4,077,070.24	

(Continued)

BOROUGH OF RIVERTON

Current Fund

Statement of Revenues -- Regulatory Basis
For the Year Ended December 31, 2022

Analysis of Realized Revenue

Allocation of Current Tax Collections:

Revenue from Collections	\$ 8,848,046.13
Allocated to School and County Taxes	<u>6,781,783.86</u>
Balance for Support of Municipal Budget Appropriations	2,066,262.27
Add Appropriation - Reserve for Uncollected Taxes	182,774.89
Amount for Support of Municipal Budget Appropriations	<u><u>\$ 2,249,037.16</u></u>

Receipts from Delinquent Taxes:

Delinquent Tax Collections	<u><u>\$ 216,655.02</u></u>
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Licenses - Other:

Registrar of Vital Statistics	\$ 1,287.00
Total	<u><u>\$ 1,287.00</u></u>

Miscellaneous Revenue Not Anticipated:

Recycling	\$ 210.00
Admin Fee - SC & Vet	360.00
Police Reports	838.00
Sewer Penalties	4,131.90
Administration Fee for Off-Duty Police	85,600.00
DMV Inspections	601.05
Other Refunds	9,751.82
Sale of Trash Cans	19,860.00
Miscellaneous	<u>1,557.00</u>

Total	<u><u>\$ 122,909.77</u></u>
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The accompanying Notes to Financial Statements are an integral part of this statement.

BOROUGH OF RIVERTON
Current Fund
Statement of Expenditures -- Regulatory Basis
For the Year Ended December 31, 2022

	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Expended</u> <u>Encumbered</u>	<u>Reserved</u>	<u>Unexpended Balance Canceled</u>
GENERAL APPROPRIATIONS:						
<i>Operations Within "CAPS":</i>						
General Government						
Mayor and Council						
Other Expenses	\$ 4,000.00	\$ 4,000.00	\$ 3,374.43	\$ 117.50	\$ 508.07	
Borough Clerk						
Salaries and Wages	86,290.00	86,290.00	86,286.93		3.07	
Other Expenses	27,850.00	27,850.00	21,792.00	1,288.71	4,769.29	
Financial Administration:						
Salaries and Wages	41,500.00	40,285.00	38,839.04		1,445.96	
Other Expenses	5,050.00	5,050.00	3,967.34	656.66	426.00	
Audit Services						
Other Expenses	27,800.00	27,800.00	27,800.00		-	
Computerized Data Processing						
Other Expenses	17,000.00	17,000.00	13,356.56		3,643.44	
Collection of Taxes						
Salaries and Wages	34,626.00	35,841.00	35,840.25		0.75	
Other Expenses	5,635.00	5,635.00	2,663.44		2,971.56	
Assessment of Taxes						
Salaries and Wages	12,367.00	12,367.00	12,135.17		231.83	
Other Expenses	2,455.00	2,455.00	2,288.96		166.04	
Legal Services & Costs						
Other Expenses	19,300.00	30,300.00	23,936.59		6,363.41	
Engineer						
Other Expenses	3,000.00	3,000.00	2,243.75		756.25	
Economic Development						
Other Expenses	10,363.00	10,363.00	9,348.97	869.78	144.25	
Land Use Administration:						
Planning Board:						
Salaries and Wages	15,238.00	15,238.00	13,357.47		1,880.53	
Other Expenses	8,300.00	15,000.00	11,745.00		3,255.00	

(Continued)

BOROUGH OF RIVERTON
Current Fund
Statement of Expenditures -- Regulatory Basis
For the Year Ended December 31, 2022

	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Expended</u>		<u>Unexpended Balance Canceled</u>
				<u>Encumbered</u>	<u>Reserved</u>	
Operations Within "CAPS" (Continued)						
General Government (Continued)						
Insurance:						
Liability Insurance	\$ 109,261.00	\$ 109,261.00	\$ 109,261.00		\$ -	\$ -
Worker Compensation	61,031.00	61,031.00	60,253.83		777.17	
Employees Group Insurance	367,397.00	367,397.00	361,924.27		5,472.73	
Public Safety:						
Police:						
Salaries and Wages	559,492.47	557,492.47	556,708.23		784.24	
Salaries and Wages ARP Funds	30,517.53	30,517.53	30,517.53		-	
Other Expenses	50,100.00	50,100.00	34,128.52	3,598.14	12,373.34	
Office of Emergency Management						
Other Expenses	250.00	250.00	-		250.00	
Aid to Volunteer Ambulance Squad						
Other Expenses	3,500.00	3,500.00	3,411.71		88.29	
Fire Department						
Other Expenses	25,000.00	24,000.00	22,081.13	1,405.00	513.87	
Fire Official						
Salaries and Wages	5,972.00	5,972.00	5,860.20		111.80	
Other Expenses	2,100.00	2,550.00	2,532.34		17.66	
Public Works:						
Road Repairs and Maintenance						
Salaries and Wages	221,511.00	206,011.00	201,050.14		4,960.86	
Other Expenses	50,300.00	50,300.00	43,751.49	1,310.21	5,238.30	
Shade Tree Commission						
Other Expenses	46,000.00	46,000.00	43,160.85	2,838.73	0.42	
Solid Waste Collection						
Other Expenses	133,203.00	133,203.00	131,098.12		2,104.88	
Public Buildings and Grounds						
Other Expenses	26,250.00	26,250.00	22,206.29	626.44	3,417.27	
Vehicle Maintenance						
Other Expenses	40,000.00	43,000.00	38,424.47	2,891.18	1,684.35	

BOROUGH OF RIVERTON
Current Fund
Statement of Expenditures -- Regulatory Basis
For the Year Ended December 31, 2022

			<u>Expended</u>			<u>Unexpended</u>
	<u>Budget</u>	<u>Budget After</u>	<u>Paid or</u>	<u>Encumbered</u>	<u>Reserved</u>	<u>Balance</u>
		<u>Modification</u>	<u>Charged</u>			<u>Canceled</u>
Registrar of Vital Statistics:						
Salaries and Wages	5,505.00	5,505.00	3,338.60		2,166.40	
Other Expenses	150.00	150.00	-		150.00	
Operations Within "CAPS" (Continued)						
General Government (Continued)						
Animal Control						
Other Expenses	\$ 3,500.00	\$ 3,500.00	\$ 3,063.00	\$ 200.00	237.00	\$ -
Environmental Commission						
Other Expenses	500.00	500.00	375.00		125.00	
Parks and Recreation:						
Recreation Services:						
Other Expenses	23,600.00	23,600.00	19,822.67	300.00	3,477.33	
Celebration of Public Events:						
Other Expenses	600.00	600.00	300.00		300.00	
Utilities:						
Electricity	59,000.00	55,000.00	49,497.33	135.26	5,367.41	
Street Lighting	45,000.00	54,500.00	50,708.47		3,791.53	
Telephone	20,000.00	20,000.00	19,722.06		277.94	
Water	4,500.00	4,500.00	3,993.02		506.98	
Fire Hydrant Service	43,500.00	50,100.00	50,025.36		74.64	
Sewerage Processing:						
Salaries and Wages	113,961.00	114,851.00	114,846.09		4.91	
Other Expenses	95,000.00	72,910.00	57,110.81	5,425.33	10,373.86	
Gasoline	28,000.00	37,500.00	32,902.49		4,597.51	
Landfill and Solid Waste Disposal Costs - Landfill Fee:	108,000.00	112,000.00	99,796.05	11,002.96	1,200.99	
Municipal Court:						
Other Expenses	54,000.00	46,950.00	385.34		46,564.66	
Public Defender (P.L. 1997, c 256)						
Salaries and Wages	4,000.00	-	-		-	
Construction Code Office:						
Salaries and Wages	32,501.00	32,501.00	32,411.23		89.77	
Other Expenses	1,200.00	1,200.00	1,089.00		111.00	
Total Operations - Within "CAPS"	<u>2,695,176.00</u>	<u>2,691,176.00</u>	<u>2,514,732.54</u>	<u>32,665.90</u>	<u>143,777.56</u>	<u>-</u>

BOROUGH OF RIVERTON
Current Fund
Statement of Expenditures -- Regulatory Basis
For the Year Ended December 31, 2022

			Expended			Unexpended
	<u>Budget</u>	<u>Budget After</u>	<u>Paid or</u>	<u>Encumbered</u>	<u>Reserved</u>	<u>Balance</u>
Detail:		<u>Modification</u>	<u>Charged</u>			<u>Canceled</u>
Salaries and Wages	1,163,481.00	1,142,871.00	1,131,190.88	-	11,680.12	-
Other Expenses	1,531,695.00	1,548,305.00	1,383,541.66	32,665.90	132,097.44	-
Municipal - Within "CAPS":						
STATUTORY EXPENDITURES:						
Contribution to:						
Social Security System (O.A.S.I.)	\$ 54,000.00	\$ 58,000.00	\$ 57,139.55	\$ -	\$ 860.45	\$ -
Police & Fireman's Retirement System	150,874.00	150,874.00	150,873.33		0.67	
Public Employees' Retirement System	76,619.00	76,619.00	76,618.36		0.64	
Total Deferred Charges and Statutory Expenditures -						
Municipal Within "CAPS"	281,493.00	285,493.00	284,631.24	-	861.76	-
Total General Appropriations -						
For Municipal Purposes Within "CAPS"	2,976,669.00	2,976,669.00	2,799,363.78	32,665.90	144,639.32	-
Operations Excluded from "CAPS":						
Aid To Library (N.J.S.A.40:54-35)	9,000.00	9,000.00	9,000.00		-	
Insurance					-	
Employees Group Insurance	3,374.00	3,374.00	3,374.00		-	
Public and Private Programs Offset By Revenues:					-	
American Rescue Plan					-	
Sewer Improvements	115,000.00	115,000.00	115,000.00		-	
Body Armor Grant (C159 \$717.88)	-	717.88	717.88		-	
Recycling Tonnage Grant (C159 \$3,571.65)	-	3,571.65	3,571.65		-	
Alcohol Education Rehab (C159- \$789.66)	-	789.66	789.66		-	
Clean Communities Grant (C159 \$6,553.59)	-	6,553.59	6,553.59		-	
NJ Department of Transportation (C159 \$6,200.00)	-	6,200.00	6,200.00		-	
NJUCF Stewardship Grant	28,400.00	28,400.00	28,400.00		-	
Total Operations - Excluded From "CAPS"	155,774.00	173,606.78	173,606.78	-	-	-

BOROUGH OF RIVERTON
Current Fund
Statement of Expenditures -- Regulatory Basis
For the Year Ended December 31, 2022

	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Expended</u>		<u>Unexpended Balance Canceled</u>
				<u>Encumbered</u>	<u>Reserved</u>	
Detail:						
Other Expenses	155,774.00	173,606.78	173,606.78	-	-	-
Capital Improvements - Excluded From "CAPS"						
Capital Improvement Fund	7,500.00	7,500.00	7,500.00		-	
Total Capital Improvements - Excluded From "CAPS"	7,500.00	7,500.00	7,500.00	-	-	-
Municipal Debt Service - Excluded From "CAPS"						
Payment of Bond Principal	\$ 145,000.00	\$ 145,000.00	\$ 145,000.00	\$ -	\$ -	
Interest on Bonds	77,550.00	77,550.00	77,545.94			4.06
Total Municipal Debt Service - Excluded From "CAPS"	222,550.00	222,550.00	222,545.94	-	-	4.06
Total General Appropriations for Municipal Purposes Excluded From "CAPS"	385,824.00	403,656.78	403,652.72	-	-	4.06
Subtotal General Appropriations	3,362,493.00	3,380,325.78	3,203,016.50	32,665.90	144,639.32	4.06
Reserve for Uncollected Taxes	182,774.89	182,774.89	\$ 182,774.89		-	-
TOTAL GENERAL APPROPRIATIONS	<u>\$ 3,545,267.89</u>	<u>\$ 3,563,100.67</u>	<u>\$ 3,385,791.39</u>	<u>\$ 32,665.90</u>	<u>\$ 144,639.32</u>	<u>\$ 4.06</u>
Original Budget		\$ 3,545,267.89				
Amended by NJS 40A:4-87		17,832.78				
		<u>\$ 3,563,100.67</u>				
Expended - Paid or Charged:						
Reserve for Federal and State Grants			161,232.78			
Reserve for Uncollected Taxes			182,774.89			
Disbursed			3,041,783.72			
Total			<u>\$ 3,385,791.39</u>			

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

BOROUGH OF RIVERTON

Trust Fund

Statement of Assets, Liabilities, Reserves and Fund Balance -- Regulatory Basis
For the Years Ended December 31, 2022 and 2021

	<u>Reference</u>	<u>2022</u>	<u>2021</u>
<u>ASSETS</u>			
Animal Control Fund:			
Cash - Treasurer	B-1	\$ 876.02	\$ 704.95
Other Funds:			
Cash - Treasurer	B-1	290,637.42	386,600.48
Due from Current Fund	A	-	-
Total Other Funds		<u>290,637.42</u>	<u>386,600.48</u>
Total		<u>\$ 291,513.44</u>	<u>\$ 387,305.43</u>
<u>LIABILITIES AND RESERVES</u>			
Dog License Fund:			
Due to Current Fund	A	\$ 379.22	\$ 159.55
Due to State		6.40	6.60
Reserve for Dog Fund Expenditures	B-2	<u>490.40</u>	<u>538.80</u>
Total Dog License Fund		<u>876.02</u>	<u>704.95</u>
Other Funds:			
Due State of New Jersey:			
Marriage License Fees	B-3	25.00	225.00
Due to Current Fund	A	35,788.92	38,424.10
Payroll Deductions Payable	B-4	10,706.54	10,665.80
Tax Title Lien Redemption Payable	B-5	-	-
Reserve for Police Donations	B-1	173.41	-
Reserve for Unemployment Compensation Trust	B-6	23,785.65	21,692.65
Reserve for Flexible Spending Account	B-7	417.05	575.93
Reserve for Developers Escrow Fund	B-8	82,167.88	82,160.68
Reserve for Tax Sale Premiums	B-9	6,653.52	37,730.33
Reserve for Shade Tree Commission	B-10	8,098.73	6,109.73
Reserve for Environmental Fund	B-11	5,161.38	5,161.38
Reserve for Veterans Affairs Fund	B-12	1,225.12	1,225.12
Reserve for Public Defender	B-13	9,525.59	9,059.59
Reserve for Police Forfeited Property	B-14	6,055.67	2,114.92
Reserve for Compensated Absences	B-15	30,000.00	30,000.00
Reserve for POAA Funds	B-16	215.63	211.29
Reserve for Off Duty Police	B-17	64,367.62	134,974.25
Reserve for Dog Park	B-18	4,040.00	4,040.00
Reserve for Uniform Fire Safety	B-19	<u>2,229.71</u>	<u>2,229.71</u>
Total Other Funds		<u>290,637.42</u>	<u>386,600.48</u>
Total		<u>\$ 291,513.44</u>	<u>\$ 387,305.43</u>

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

BOROUGH OF RIVERTON
General Capital Fund
Statement of Assets, Liabilities, Reserves and Fund Balance -- Regulatory Basis
For the Years Ended December 31, 2022 and 2021

	<u>Reference</u>	<u>2022</u>	<u>2021</u>
<u>ASSETS</u>			
Cash	C-2, C-3	\$ 74,665.62	\$ 239,774.22
Due from Current Fund	A	5,798.59	5,798.59
Deferred Charges to Future Taxation:			
Funded	C-4	1,445,000.00	1,590,000.00
Unfunded	C-5	1,052,049.00	871,549.00
Grants Receivable	C-6	<u>10,500.00</u>	<u>10,500.00</u>
Total		<u>\$ 2,588,013.21</u>	<u>\$ 2,717,621.81</u>
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
Serial Bonds Payable	C-7	\$ 1,445,000.00	\$ 1,590,000.00
Bond Anticipation Notes Payable	C-8	595,549.00	-
Due to Current Fund	A	18.04	
Due to Federal and State Grant Fund	A	1,979.87	1,979.87
Improvement Authorizations:			
Funded	C-9	219,634.36	255,673.79
Unfunded	C-9	71,316.74	713,951.05
Encumbrances Payable	C-9	164,016.35	33,518.25
Capital Improvement Fund	C-10	11,860.76	13,860.76
Reserve for Debt		78,528.41	108,528.41
Fund Balance	C-1	<u>109.68</u>	<u>109.68</u>
Total		<u>\$ 2,588,013.21</u>	<u>\$ 2,717,621.81</u>

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

BOROUGH OF RIVERTON
General Capital Fund
Statement of Operations and Changes in Fund Balance -- Regulatory Basis
For the Year Ended December 31, 2022

Balance December 31, 2021	\$ 109.68
Decreased by:	
Appropriated to 2022 Budget Revenue	<u>-</u>
Balance December 31, 2022	<u><u>\$ 109.68</u></u>

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

BOROUGH OF RIVERTON
PUBLIC ASSISTANCE FUND
Statement of Assets, Liabilities, Reserve and Fund Balance -- Regulatory Basis
For the Years Ended December 31, 2022 and 2021

	<u>Reference</u>	<u>2022</u>	<u>2021</u>
<u>ASSETS</u>			
Cash	D-1	\$ 745.44	\$ 744.35
Total		<u>\$ 745.44</u>	<u>\$ 744.35</u>
 <u>LIABILITIES AND RESERVES</u>			
Reserve for Public Assistance		<u>\$ 745.44</u>	<u>\$ 744.35</u>

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

BOROUGH OF RIVERTON

ACCOUNT GROUP

Statement of General Fixed Assets Group of Accounts
For the Year Ended December 31, 2022

	Balance December 31, <u>2021</u>	<u>Additions</u>	<u>Retirements</u>	Balance December 31, <u>2022</u>
General Fixed Assets:				
Land	\$ 147,405.00	\$ -	\$ -	\$ 147,405.00
Buildings	1,580,688.90	-	-	1,580,688.90
Land and Building Improvements	643,954.54	-	-	643,954.54
Equipment	817,854.70	24,796.92	-	842,651.62
Vehicles	<u>2,447,493.14</u>	<u>-</u>	<u>-</u>	<u>2,447,493.14</u>
 Total General Fixed Assets	 <u><u>\$ 5,637,396.28</u></u>	 <u><u>\$ 24,796.92</u></u>	 <u><u>\$ -</u></u>	 <u><u>\$ 5,662,193.20</u></u>
 Total Investment in General Fixed Assets	 <u><u>\$ 5,637,396.28</u></u>	 <u><u>\$ 24,796.92</u></u>	 <u><u>\$ -</u></u>	 <u><u>\$ 5,662,193.20</u></u>

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

Borough of Riverton
Notes to Financial Statements
December 31, 2022

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Description of Financial Reporting Entity - The Borough of Riverton (hereafter referred to as the "Borough") is located in the western portion of the County of Burlington, State of New Jersey. The present population according to the 2020 census is 2,686.

The Borough was incorporated in 1893 and is governed by a Mayor/Council form of government which consists of seven members elected at large by the voters. The Mayor is elected by the voters to a four-year term and acts as the Chief Executive Officer of the Borough. Each of the six members of the Borough Council is elected to serve three-year terms that are staggered. The legislative powers rest with the Borough Council. The Borough Clerk, Borough Treasurer and Borough Chief Financial Officer are appointed by the Borough Council and monitor the daily administrative and financial responsibilities, including but not limited to, staffing and personnel issues and budget preparation and implementation.

Component Units – GASB Statement No. 14, *The Financial Reporting Entity* and GASB Statement No. 39, *Determining Whether Certain Organizations are Component Unit*, provide guidance that all entities associated with a primary government are potential component units and should be evaluated for inclusion in the financial reporting entity. A primary government is financially accountable not only for the organizations that make up its legal entity, but also for legally separate organizations that meet the criteria established by GASB Statements No. 14 and No. 39. In addition, GASB Statement No. 61, provides additional guidance for organizations that do not meet the financial accountability criteria for inclusion as component units but that nevertheless should be included because the primary government's management determines that it would be misleading to exclude them. GASB Statement No. 80, *Blending Requirements for Certain Component Units* - an Amendment of GASB Statement No. 14 amends the blending requirements for the financial statement presentation of component units of all state and local governments. The additional criteria requires the blending of a component unit incorporated as a not-for-profit corporation in which the primary government is the sole corporate member. There were no additional entities required to be included in the reporting entity under the criteria as described above. Furthermore, the Borough is not includable in any other reporting entity on the basis of such criteria.

Basis of Accounting, Measurement Focus and Basis of Presentation - The financial statements of the Borough contain all funds and account groups in accordance with the "Requirements of Audit" as promulgated by the State of New Jersey, Department of Community Affairs, Division of Local Government Services. The principles and practices established by the "Requirements" 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. Generally, the financial statements are presented using the flow of current financial resources measurement focus and modified accrual basis of accounting with minor exceptions as mandated by these "Requirements". In addition, the prescribed accounting principles previously referred to differ in certain respects from accounting principles generally accepted in the United States of America applicable to local government units. The more significant differences are explained in this Note.

In accordance with the "Requirements", the Borough accounts for its financial transactions through the use of separate funds which are described as follows.

Current Fund - The Current Fund accounts for resources and expenditures for governmental operations of a general nature, including Federal and State grant funds.

Trust Funds - The various Trust Funds account for receipts, custodianship and disbursement of funds in accordance with the purpose for which each reserve was created.

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

Borough of Riverton
Notes to Financial Statements
December 31, 2022

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Budgets and Budgetary Accounting - The Borough must adopt an annual budget for its current fund in accordance with N.J.S.A. 40A:4 et seq. N.J.S.A. 40A:4-5 requires the governing body to introduce and approve the annual municipal budget no later than February 10 of each year. At introduction, the governing body shall fix the time and place for a public hearing on the budget and must advertise the time and place at least ten days prior to the hearing in a newspaper published and circulating in the Borough. The public hearing must not be held less than twenty-eight days after the date the budget was introduced. After the hearing has been held, the governing body may, by majority vote, adopt the budget or may amend the budget in accordance with N.J.S.A. 40A:4-9. Amendments to the adopted budgets, if any, are detailed in the statements of revenues and expenditures.

An extension of the statutory dates for introduction, approval and adoption of the municipal budget may be granted by the Director of the Division of Local Government Services, with the permission of the Local Finance Board.

Budgets are adopted on the same basis of accounting utilized for the preparation of the Borough's financial statements.

Cash, Cash Equivalents and Investments - Cash and cash equivalents, for all funds, include petty cash, change funds, cash on deposit with public depositories. All certificates of deposit are recorded as cash regardless of the date of maturity. Investments are stated at cost. Consequently, unrealized gain or loss on investments has not been recorded in accordance with Governmental Accounting Standards Board Statement No. 31. New Jersey municipal units are required by N.J.S.A. 40A:5-14 to deposit public funds in a bank or trust company having its place of business in the State of New Jersey and organized under the laws of the United States or of the State of New Jersey or in the New Jersey Cash Management Fund. N.J.S.A. 40A:5-15.1 provides a list of investments which may be purchased by New Jersey municipal units. In addition, other State statutes permit investments in obligations issued by local utilities and other state agencies.

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 Governmental Unit Deposit Protection Act ("GUDPA"), a multiple financial institutional collateral pool, which was enacted in 1970 to protect governmental units from a loss of funds on deposit with a failed banking institution in New Jersey. Public depositories include State or federally chartered banks, savings banks or associations located in or having a branch office in the State of New Jersey, the deposits of which are federally insured. All public depositories must pledge collateral, having a market value at least equal to five percent of the average daily balance of collected public funds, to secure the deposits of governmental units. If a public depository fails, the collateral it has pledged, plus the collateral of all other public depositories, is available to pay the amount of their deposits to the governmental units.

The cash management plan adopted by the Borough requires it to deposit funds in public depositories protected from loss under the provisions of the Act.

Interfunds - Interfund receivables and payables that arise from transactions between funds are recorded by all funds affected by such transactions in the period in which the transaction is executed. Interfund receivables in the Current Fund are recorded with offsetting reserves which are created by charges to operations. Income is recognized in the year the receivables are liquidated. Interfund receivables in the other funds are not offset by reserves.

Inventories of Supplies - The costs of inventories of supplies for all funds are recorded as expenditures at the time individual items are purchased. The costs of inventories are not included on the various statements of assets, liabilities, reserves and fund balances.

Borough of Riverton
Notes to Financial Statements
December 31, 2022

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

General Fixed Assets - Accounting for Governmental Fixed Assets, as required by N.J.A.C. 5:30-5.6, differs in certain respects from accounting principles generally accepted in the United States of America. In accordance with the regulations, all local units, including municipalities, must maintain a general fixed assets reporting system that establishes and maintains a physical inventory of nonexpendable, tangible property as defined and limited by the U.S. Office of Management and Budget Circular A-87 (Attachment B, Section 19), except that the useful life of such property is at least five years. The Borough has adopted a capitalization threshold of \$5,000 the maximum amount allowed by the Circular.

Generally, assets are valued at historical cost; however, assets acquired prior to December 31, 1985 are valued at actual historical cost or estimated historical cost. Donated general fixed assets are recorded at their estimated fair market value on the acquisition date. Donated general fixed assets are recorded at their estimated fair market value on the acquisition date. Interest costs relative to the acquisition of general fixed assets are recorded as expenditures when paid. Public domain ("infrastructure") general fixed assets consisting of certain improvements, such as roads, bridges, curbs and gutters, streets and sidewalks and drainage systems are not capitalized. Expenditures for construction in progress are recorded in the Capital Funds until such time as the construction is completed and put into operation. The Borough is required to maintain a subsidiary ledger detailing fixed assets records to control additions, retirements and transfers of fixed assets. In addition, a Statement of General Fixed Assets, reflecting the activity for the year, must be included in the Borough's basic financial statements.

The regulations require that general fixed assets, whether constructed or acquired through purchase, grant or gift be included in the aforementioned inventory. In addition, property management standards must be maintained that includes accurate records indicating asset description, source, ownership, acquisition cost and date, the percentage of Federal participation (if any), and the location, use, and condition of the asset. Periodically, physical inventories must be taken and reconciled with these records. Lastly, all fixed assets must be adequately controlled to safeguard against loss, damage or theft. No depreciation of general fixed assets is recorded.

Foreclosed Property - Foreclosed property is recorded in the Current Fund at the assessed valuation when such property was acquired and is fully reserved. Ordinarily it is the intention of the municipality to resell foreclosed property in order to recover all or a portion of the delinquent taxes or assessments and to return the property to a taxpaying basis. For this reason, the value of foreclosed property has not been included in the General Fixed Assets Account Group. If such property is converted to a municipal use property, it will be recorded in the General Fixed Assets Account Group.

Deferred Charges - The recognition of certain expenditures is deferred to future periods. These expenditures, or deferred charges, are generally overexpenditures of legally adopted budget appropriations or emergency appropriations made in accordance with N.J.S.A. 40A:4-46 et seq. Deferred charges are subsequently raised as items of appropriation in budgets of succeeding years.

Liens Sold for Other Governmental Units - Liens sold on behalf of other governmental units are not recorded on the records of the Borough until such liens are collected. Upon their collection, such liens are recorded as a liability due to the governmental unit net of the costs of the initial sale. The related costs of sale are recognized as revenue when received.

Fund Balance - Fund Balance included in the Current Fund represents the amount available for anticipation as revenue in future years' budgets, with certain restrictions.

Appropriation Reserves - Appropriation reserves covering unexpended appropriation balances are automatically created at year end and recorded as liabilities, except for amounts which may be canceled by the governing body. Appropriation reserves are available, until lapsed at the close of the succeeding year, to meet specific claims, commitments or contracts incurred during the preceding fiscal year. Lapsed appropriation reserves are recorded as income.

Borough of Riverton
Notes to Financial Statements
December 31, 2022

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Compensated Absences and Postemployment Benefits - Compensated absences for vacation and sick leave are recorded and provided for in the annual budget in the year in which they are paid, on a pay-as-you-go basis. Likewise, no accrual is made for postemployment benefits, if any, which are also funded on a pay-as-you-go basis.

Revenues - Revenues are recorded when received in cash except for certain amounts which are due from other governmental units. Revenue from Federal and State grants are realized when anticipated as such in the Borough's budget. Receivables for property taxes are recorded with offsetting reserves on the statement of assets, liabilities, reserves and fund balance of the Borough's Current Fund; accordingly, such amounts are not recorded as revenue until collected. Other amounts that are due the Borough which are susceptible to accrual are also recorded as receivables with offsetting reserves and recorded as revenue when received.

Property Tax Revenues - Property tax revenues are collected in quarterly installments due February 1, May 1, August 1, and November 1. The amount of tax levied includes not only the amount required in support of the Borough's annual budget, but also the amounts required in support of the budgets of the Riverton Borough School District and the County of Burlington. Unpaid property taxes are subject to tax sale in accordance with the statutes.

School Taxes - The Borough is responsible for levying, collecting and remitting school taxes for the Riverton Borough School District. Operations is charged for the full amount required to be raised from taxation to operate the local school district for the period from July 1 to June 30, increased by the amount deferred at December 31, 2021 and decreased by the amount deferred at December 31, 2022.

County Taxes - The Borough is responsible for levying, collecting and remitting county taxes for the County of Burlington. Operations is charged for the amount due the County for the year, based upon the ratables required to be certified to the County Board of Taxation by January 10 of the current year. In addition, operations is charged for the County share of Added and Omitted Taxes certified to the County Board of Taxation by October 10 of the current year and due to be paid to the County by February 15 of the following year.

Reserve for Uncollected Taxes - The inclusion of the "Reserve for Uncollected Taxes" appropriation in the Borough's annual budget protects the Borough from taxes not paid currently. The Reserve, the minimum amount of which is determined on the percentage of collections experienced in the immediate preceding year, with certain exceptions, is required to provide assurance that cash collected in the current year will provide sufficient cash flow to meet expected obligations.

Expenditures - Expenditures are recorded on the "budgetary" basis of accounting. Generally, expenditures are recorded when paid. However, for charges to amounts appropriated for "other expenses", an amount is encumbered through the issuance of a numerically controlled purchase order or when a contract is executed in accordance with N.J.A.C. 5:30-5.2. When encumbered charges are paid, the amount encumbered is simultaneously liquidated in its original amount. Outstanding encumbrances are offset by an account entitled "Reserve for Encumbrances". The reserve is classified as a cash liability under New Jersey municipal accounting. At December 31, this reserve represents the portion of appropriation reserves that has been encumbered and is subject to the same statutory provisions as appropriation reserves.

Appropriations for principal payments on outstanding general capital bonds and notes are provided on the cash basis; interest on general capital indebtedness is also on the cash basis.

Long-Term Debt - Long-Term Debt, relative to the acquisition of capital assets, is recorded as a liability in the General Capital Fund. Where an improvement is a "local improvement", i.e. assessable upon completion, long-term debt associated with that portion of the cost of the improvement to be funded by assessments is transferred to the Trust Fund upon the confirmation of the assessments or when the improvement is fully and permanently funded.

Borough of Riverton
Notes to Financial Statements
December 31, 2022

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Interest on Delinquent Taxes – It is the policy of the Borough to collect interest for the nonpayment of taxes or assessments on or before the date when they would become delinquent. The Tax Collector is authorized to charge eight percent (8%) per annum on the first \$1,500 of taxes becoming delinquent after due date and eighteen percent (18%) per annum on any amount of taxes in excess of \$1,500 becoming delinquent after the due date and if a delinquency is in excess of \$10,000 and remains in arrears beyond December 31st, an additional penalty of six percent (6%) shall be charged against the delinquency. There is a ten (10) day grace period.

Comparative Data – Comparative total data for the prior year have been presented in the accompanying statements of assets, liabilities, reserves and fund balance and statement of operations in order to provide an understanding of changes in the Borough's financial position. However, comparative (i.e., presentation of prior year totals by fund type) data have not been presented in the statement of revenues – regulatory basis and the statement of expenditures – regulatory basis since their inclusion would make the statements unduly complex and difficult to read.

Impact of Recently Issued Accounting Principles – During 2022, the Borough implemented GASB No. 87, Leases.

The Governmental Accounting Standards Board (GASB) has issued the following statements that have effective dates that may affect future financial presentations:

Statement No. 96, Subscription-Based Information Technology Arrangements. This statement, which is effective for periods beginning after June 15, 2022, and all reporting periods, thereafter, will not have any impact on the Borough's financial reporting, however it may have an impact on financial disclosures.

Statement No. 101, Compensated Absences. This statement, which is effective for periods beginning after June 15, 2023, and all reporting periods, thereafter, will not have any impact on the Borough's financial reporting, however it may have an impact on financial disclosures.

NOTE 2. CASH AND CASH EQUIVALENTS

Custodial Credit Risk Related to Deposits – Custodial credit risk refers to the risk that, in the event of a bank failure, the Municipality's deposits may not be recovered. Although the Municipality does not have a formal policy regarding custodial credit risk, N.J.S.A. 17:9-41 et seq. requires that governmental units shall deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Unit. Under the Act, the first \$250,000 of governmental deposits in each insured depository is protected by the Federal Deposit Insurance Corporation (FDIC). Public funds owned by the municipality in excess of FDIC insured amounts are protected by GUDPA.

However, GUDPA does not protect intermingled trust funds such as salary withholdings or funds that may pass to the Municipality relative to the happening of a future condition. Such funds are shown as uninsured and uncollateralized. Of the Municipality's amount on deposit of \$4,493,704 as of December 31, 2022, \$250,000 was insured under FDIC and the remaining balance of \$4,243,704 was collateralized under GUDPA.

Borough of Riverton
Notes to Financial Statements
December 31, 2022

NOTE 3. PROPERTY TAXES

The following is a comparison of certain statistical information relative to property taxes and property tax collections for the current and previous four years ending December 31.

<u>Comparative Schedule of Tax Rates</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Total Tax Rate without Business					
Improvement District Tax Rate	<u>\$ 3.646</u>	<u>\$ 3.651</u>	<u>\$ 3.653</u>	<u>\$ 3.590</u>	<u>\$ 3.549</u>
Apportionment of Tax Rate:					
Municipal	0.860	0.854	0.854	0.854	0.854
County	0.472	0.476	0.471	0.461	0.464
Local School	2.314	2.321	2.328	2.275	2.231

Assessed Valuation

2022	\$	242,925,000
2021		242,127,000
2020		241,399,700
2019		241,706,486
2018		241,732,686

Comparison of Tax Levies and Collections

<u>Year</u>	<u>Tax Levy</u>	<u>Collections</u>	<u>Percentage of Collections</u>
2022	\$ 8,972,501	\$ 8,848,046	98.61%
2021	8,860,158	8,747,019	98.72%
2020	8,866,296	8,704,147	98.17%
2019	8,690,155	8,537,679	98.25%
2018	8,590,771	8,442,600	98.27%

Delinquent Taxes and Tax Title Liens

<u>Year</u>	<u>Tax Title Liens</u>	<u>Delinquent Taxes</u>	<u>Total Delinquent</u>	<u>Percentage of Tax Levy</u>
2021	\$ -	\$ 95,909	\$ 95,909	1.07%
2021	114,765	89,774	204,539	2.31%
2020	89,826	122,665	212,491	2.40%
2019	-	160,083	160,083	1.84%
2018	-	137,904	137,904	1.60%

There were no tax title liens receivables on December 31, of the current year.

Borough of Riverton
Notes to Financial Statements
December 31, 2022

NOTE 4. SEWER UTILITY SERVICE CHARGES

The following is a five-year comparison of sewer utility service charges (rents) and collections for the current and previous four years.

<u>Year</u>	<u>Balance Beginning of Year</u>			<u>Levy</u>	<u>Total</u>	<u>Cash</u>	<u>Percentage</u>
	<u>Receivables</u>	<u>Liens</u>				<u>Collections</u>	
2022	\$ 26,678	\$ -	\$	504,858	\$ 531,536	\$ 507,053	95.39%
2021	23,957	-		514,059	538,016	510,565	94.90%
2020	26,546	-		503,666	530,212	506,255	95.48%
2019	30,492	-		498,583	529,075	502,529	94.98%
2018	26,974	-		443,898	470,872	440,380	93.52%

NOTE 5. FUND BALANCES APPROPRIATED

The following schedule details the amount of fund balances available at the end of the current year and four previous years and the amounts utilized in the subsequent year's budgets.

<u>Year</u>	<u>Balance December 31,</u>	<u>Utilized in Budget of Succeeding Year</u>	<u>Percentage of Fund Balance Used</u>
<u>Current Fund</u>			
2022	\$ 1,145,486	\$ 310,000	27.06%
2021	823,296	270,000	32.80%
2020	738,314	205,000	27.77%
2019	788,066	225,000	28.55%
2018	758,732	200,000	26.36%

NOTE 6. INTERFUND RECEIVABLES AND PAYABLES

The following interfund balances were recorded on the various statements of assets, liabilities, reserves and fund balances as of December 31, 2022:

<u>Fund</u>	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
Current Fund	\$ 36,186	\$ 20,263
Federal and State Grant Fund	16,444	-
Trust Fund:		
Animal Control Fund	-	379
Other Trust Funds	-	35,789
General Capital Fund	5,799	1,998
	<u>\$ 58,429</u>	<u>\$ 58,429</u>

**Borough of Riverton
Notes to Financial Statements
December 31, 2022**

NOTE 7. PENSION PLANS

Substantially all of the Borough's employees participate in one of the following pension plans which have been established by State statute and are administered by the New Jersey Division of Pensions and Benefits (Division): the Police and Firemen's Retirement System (PFRS), the Public Employees' Retirement System (PERS) or the Defined Contribution Retirement Program (DCRP). Each plan has a Board of Trustees that is primarily responsible for its administration. The Division issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to or at the following website: the State of New Jersey, Division of Pensions and Benefits, P.O. Box 295, Trenton, New Jersey, 08625-0295, <https://www.state.nj.us/treasury/pensions/financial-reports.shtml>

Police and Firemen's Retirement System (PFRS)

Plan Description - The Police and Firemen's Retirement System is a cost sharing multiple-employer defined benefit pension plan which was established as of July 1, 1944. The PFRS provides retirement, death and disability, and medical benefits to certain qualified members. Membership in the PFRS is mandatory for substantially all full-time police and firemen of the Borough.

Vesting and Benefit Provisions - The vesting and benefit provisions are set by N.J.S.A. 43:16A. 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:

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

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

Contributions - The contribution requirements of plan members are determined by N.J.S.A. 43:16A and requires contributions by active members and contributing employers. Pursuant to the provisions of Chapter 78, P.L. 2011, the active member contribution rate is 10.0%. Employers' contributions are based on an actuarially determined amount, which includes the normal cost and unfunded accrued liability.

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

**Borough of Riverton
Notes to Financial Statements
December 31, 2022**

NOTE 7. PENSION PLANS (CONTINUED)

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

The Borough's contractually required contribution rate for the year ended December 31, 2022, was 36.23% of the Borough's covered payroll. This amount was actuarially determined as the amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, including an additional amount to finance any unfunded accrued liability.

Based on the most recent PFRS measurement date of June 30, 2022, the Borough's contractually required contribution to the pension plan for the year ended December 31, 2022, is \$167,723 and is payable by April 1, 2023. Due to the basis of accounting described in Note 1, no liability has been recorded in the financial statements for this amount.

The amount of contractually required contribution for the State of New Jersey's proportionate share, associated with the Borough, for the year ended December 31, 2022, was 7.06% of the Borough's covered payroll.

Based on the most recent PFRS measurement date of June 30, 2022, the State's contractually required contribution, on-behalf of the Borough, to the pension plan for the year ended December 31, 2022, is \$32,706 and is payable by April 1, 2023. Based on the PFRS measurement date of June 30, 2021, the State's contractually required contribution, on-behalf of the Borough, to the pension plan for the year ended December 31, 2021, was \$23,081, which was paid on April 1, 2022.

The Borough is billed annually for its normal contributions plus any accrued liability. These contributions, equal to the required contributions are detailed below.

Fiscal Year	Normal Contributions	Accrued Liability	Non Contributory Life	Employer Retro	Total Liability Paid by Borough
2022	\$ 45,569	\$ 100,101	\$ 4,966	\$ 237	\$ 150,873
2021	44,235	91,924	4,659	226	141,044
2020	38,641	75,843	5,530	202	120,216

Pension Liabilities, Pension Expense, and Deferred Outflow of Resources and Deferred Inflows of Resources Related to Pensions – For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the PFRS and additions to/deductions from PFRS fiduciary net position have been determined on the same basis as they are reported by PFRS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

For the year ended December 31, 2022, the Borough's proportionate share of pension expense is \$30,310. This expense is not recognized by the Borough because of the regulatory basis of accounting as described in Note 1.

Borough of Riverton
Notes to Financial Statements
December 31, 2022

NOTE 7. PENSION PLANS (CONTINUED)

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

At December 31, 2022, the Borough proportionate share of the net pension liability is \$1,476,154 and deferred outflows of resources related to PFRS from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 66,815	\$ 5,845
Changes of assumptions	4,046	436,649
Net Difference between projected and actual earnings on pension plan investments	135,172	
Changes in proportion	185,184	119,336
Borough contributions subsequent to the measurement date	167,723	
Total	\$ 558,940	\$ 561,830

\$167,723 included in deferred outflows of resources, will be included as a reduction of the net pension liability in the year ending December 31, 2023.

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

For the year ended:	Net Deferred Outflows (Inflows) of Resources
2022	(179,386)
2023	(114,639)
2024	(109,206)
2025	228,114
2026	2,198
Thereafter	2,305
Total	\$ (170,613)

Borough of Riverton
Notes to Financial Statements
December 31, 2022

NOTE 7. PENSION PLANS (CONTINUED)

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

The amortization of the above other deferred outflows of resources and deferred inflows of resources related to pensions will be over the following number of

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience		
Year of Pension Plan Deferral:		
June 30, 2015	-	5.53
June 30, 2016	-	5.58
June 30, 2017	5.59	-
June 30, 2018	5.73	-
June 30, 2019	-	5.92
June 30, 2020	5.90	-
June 30, 2021	-	6.17
June 30, 2022	6.22	-
Changes of assumptions		
June 30, 2014	6.17	-
June 30, 2015	5.53	-
June 30, 2016	5.58	-
June 30, 2017	-	5.59
June 30, 2018	-	5.73
June 30, 2019	-	5.92
June 30, 2020	-	5.90
June 30, 2021	6.17	-
June 30, 2022	-	6.22
Differences between projected and actual investment earnings on pension plan investments		
June 30, 2016	5.00	-
June 30, 2017	5.00	-
June 30, 2018	5.00	-
June 30, 2019	5.00	-
June 30, 2020	5.00	-
June 30, 2021	5.00	-
June 30, 2022	5.00	-

Additional Information

Collective balances at June 30, 2022 and 2021 are as follows:

	<u>6/30/2022</u>	<u>6/30/2021</u>
Collective deferred outflows of resources	\$ 2,163,793,985	\$ 817,271,932
Collective deferred inflows of resources	\$ 2,805,919,493	\$ 6,875,738,520
Collective net pension liability	\$ 13,483,472,009	\$ 9,364,849,587
Borough's Proportion	.0128962800%	.0129249775%

**Borough of Riverton
Notes to Financial Statements
December 31, 2022**

NOTE 7. PENSION PLANS (CONTINUED)

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

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

Inflation rate:	
Price	2.75%
Wage	3.25%
Salary Increases:	
Through all future years	3.25 – 15.25%
	based on years of service
Investment Rate of Return:	7.00%

Additional Information

Pre-retirement mortality rates were based on the Pub-2010 Safety Employee mortality table with a 105.6% adjustment for males and a 102.5% adjustment for females, and with future improvement from base year of 2010 on a generational basis. For healthy annuitants, 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 a 96.0% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. For beneficiaries, the Pub-2010 General Retiree Below-Median Income Weighted mortality table was used, unadjusted, and with future improvement from base year of 2010 on a generational basis. Disability rates were based on the Pub-2010 Safety Disabled Retiree mortality table with a 152.0% adjustment for males and 109.3% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Mortality improvement is based on Scale MP-2021.

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

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

Best estimates of arithmetic real rates of return for each major asset class included in PFRS's target asset allocation as of June 30, 2022 are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
US Equity	27.00%	8.12%
Non-U.S. Developed Market Equity	13.50%	8.38%
Emerging Market 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	4.00%	4.95%
Private Credit	8.00%	8.10%
Investment Grade Credit	7.00%	3.38%
Cash Equivalents	4.00%	1.75%
U.S. Treasuries	4.00%	1.75%
Risk Mitigation Strategies	3.00%	4.91%
	100.00%	

Borough of Riverton
Notes to Financial Statements
December 31, 2022

NOTE 7. PENSION PLANS (CONTINUED)

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

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

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

The following presents the Borough's and State's proportionate share of the net pension liability measured as of June 30, 2022, calculated using the discount rate of 7.00%, as well as what the Borough's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (6.00%) or 1 percentage point higher (8.00%) than the current rate:

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Borough's proportionate share of the net pension liability	\$ 2,025,443	\$ 1,476,154	\$ 1,018,868
State's proportionate share of the net pension liability associated with the Borough	<u>305,719</u>	<u>262,712</u>	<u>226,892</u>
	<u><u>\$ 2,331,162</u></u>	<u><u>\$ 1,738,866</u></u>	<u><u>\$ 1,245,760</u></u>

Public Employees' Retirement System (PERS)

Plan Description - The Public Employees' Retirement System is a cost-sharing multiple-employer defined benefit pension plan which was established on January 1, 1955. The PERS provides retirement, death and disability, and medical benefits to certain qualified members. Vesting Membership in the PERS is mandatory for substantially all full-time employees of the Borough, provided the employee is not required to be a member of another state-administered retirement system or other state pension fund or local jurisdiction's pension fund. The PERS's Board of Trustees is primarily responsible for the administration of the PERS. For additional information about PERS, please refer to Division's annual financial statements, which can be found at <http://www.state.nj.us/treasury/pensions/annual-reports.shtml>.

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

The following represents the membership tiers for PERS:

Tier	Definition
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

**Borough of Riverton
Notes to Financial Statements
December 31, 2022**

NOTE 7. PENSION PLANS (CONTINUED)

Public Employees' Retirement System (PERS) (Continued)

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

Contributions - The contribution requirements of plan members are determined by N.J.S.A 43:15A and requires contributions by active members and contributing employers. Members contribute at a uniform rate. The member contribution rate was 7.50% in State fiscal year 2022. Employers' contribution amounts are based on an actuarially determined rate. The Authority's contribution amounts are based on an actuarially determined rate which included the normal cost and unfunded accrued liability.

The Borough's contractually required contribution rate for the year ended December 31, 2022 was 17.64% of the Borough's covered payroll. This amount was actuarially determined as the amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, including an additional amount to finance any unfunded accrued liability.

Based on the most recent PERS measurement date of June 30, 2022, the Borough's contractually required contribution to the pension plan for the fiscal year ended December 31, 2022 was \$78,513 and is payable by April 1, 2023. Based on the PERS measurement date of June 30, 2021, the Borough's contractually required contribution to the pension plan for the year ended December 31, 2021 was \$75,952, which was paid by April 1, 2022. Employee contributions to the pension plan during the year ended December 31, 2022 were \$33,908.

The Borough is billed annually for its normal contributions plus any accrued liability. These contributions, equal to the required contributions are detailed below.

Fiscal Year	Normal Contributions	Accrued Liability	Non Contributory Life	Longterm Disability	Employer Retro	Total Liability Paid by Borough
2022	\$ 9,197	\$ 63,254	\$ 3,501	\$ -	\$ 666	\$ 76,618
2021	8,004	58,714	3,389	-	535	70,642
2020	5,518	51,062	3,049	378	408	60,415

Pension Liabilities, Pension Expense, and Deferred Outflow of Resources and Deferred Inflows of Resources Related to Pensions – For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the PERS and additions to/deductions from PERS fiduciary net position have been determined on the same basis as they are reported by PERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

At December 31, 2022, the Borough's proportionate share of the PERS net pension liability was \$939,591. The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2021. The Borough's proportion of the of the net pension liability was based on a projection of the Borough's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined.

Borough of Riverton
Notes to Financial Statements
December 31, 2022

NOTE 7. PENSION PLANS (CONTINUED)

Public Employees' Retirement System (PERS) (Continued)

For the year ended December 31, 2022, the Borough's proportionate share of the PERS pension expense, calculated by the plan as of the June 30, 2021 measurement date is (\$71,530). This expense is not recognized by the Borough because of the regulatory basis of accounting as described in note 1.

At December 31, 2022, the Borough proportionate share of the PERS net pension liability was \$939,591 and deferred outflows of resources related to PERS from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 6,782	\$ 5,980
Changes of assumptions	2,911	140,694
Net Difference between projected and actual earnings on pension plan investments	38,889	-
Changes in proportion	66,598	61,859
Borough contributions subsequent to the measurement date	78,513	-
Total	\$ 193,693	\$ 208,533

\$78,513 included in deferred outflows of resources, will be included as a reduction of the net pension liability in the year ending December 31, 2023. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

For the year ended:	Net Deferred Outflows (Inflows) of Resources
2022	\$ (76,703)
2023	(39,077)
2024	(19,057)
2025	41,576
2026	(91)
Total	\$ (93,353)

Borough of Riverton
Notes to Financial Statements
December 31, 2022

NOTE 7. PENSION PLANS (CONTINUED)

Public Employees' Retirement System (PERS) (Continued)

The amortization of the above other deferred outflows of resources and deferred inflows of resources related to pensions will be over the following number of years:

	Deferred Outflows of <u>Resources</u>	Deferred Inflows of <u>Resources</u>
Differences between expected and actual experience		
Year of Pension Plan Deferral:		
June 30, 2015	5.72	-
June 30, 2016	5.57	-
June 30, 2017	5.48	-
June 30, 2018	-	5.63
June 30, 2019	5.21	-
June 30, 2020	5.16	-
June 30, 2021	-	5.13
June 30, 2022	-	5.04
Changes of assumptions		
June 30, 2014	6.44	-
June 30, 2015	5.72	-
June 30, 2016	5.57	-
June 30, 2017	-	5.48
June 30, 2018	-	5.63
June 30, 2019	-	5.21
June 30, 2020	-	5.16
June 30, 2021	5.13	-
June 30, 2022	-	5.04
Differences between projected and actual investment earnings on pension plan investments		
June 30, 2016	5.00	-
June 30, 2017	5.00	-
June 30, 2018	5.00	-
June 30, 2019	5.00	-
June 30, 2020	5.00	-
June 30, 2021	5.00	-
June 30, 2022	5.00	-

Additional Information

Collective balances at June 30, 2022 and 2021 are as follows:

	<u>6/30/2022</u>	<u>6/30/2021</u>
Collective deferred outflows of resources	\$ 1,660,772,008	\$ 1,164,738,169
Collective deferred inflows of resources	\$ 3,236,303,935	\$ 8,339,123,762
Collective net pension liability	\$ 15,219,184,920	\$ 11,972,782,878
Borough's Proportion	.0062260119%	.0064854366%

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

Borough of Riverton
Notes to Financial Statements
December 31, 2022

NOTE 7. PENSION PLANS (CONTINUED)

Public Employees' Retirement System (PERS) (Continued)

This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement:

Inflation rate:	
Price	2.75%
Wage	3.25%
Salary Increases:	
Through 2026:	2.00 – 6.00% based on years of service
Thereafter:	3.00 – 7.00% based on years of service
Investment Rate of Return:	7.00%

Pre-retirement mortality rates were based on the Pub-2010 General Below-Median Income Employee mortality table with an 82.2% adjustment for males and 101.4% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Post-retirement mortality rates were based on the Pub-2010 General Below-Median Income Healthy Retiree mortality table with a 91.4% adjustment for males and 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-2020.

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

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

Best estimates of arithmetic rates of return for each major asset class included in PERS's target asset allocation as of June 30, 2022 are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
US Equity	27.00%	8.12%
Non-U.S. Developed Market Equity	13.50%	8.38%
Emerging Market 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	4.00%	4.95%
Private Credit	8.00%	8.10%
Investment Grade Credit	7.00%	3.38%
Cash Equivalents	4.00%	1.75%
U.S. Treasuries	4.00%	1.75%
Risk Mitigation Strategies	3.00%	4.91%

Borough of Riverton
Notes to Financial Statements
December 31, 2022

NOTE 7. PENSION PLANS (CONTINUED)

Public Employees' Retirement System (PERS) (Continued)

Discount rate. The discount rate used to measure the State's 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 nonemployer contributing entity will be made 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 all projected benefit payments to determining the total pension liability.

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

The following presents the Borough's proportionate share of the net pension liability measured as of June 30, 2022, calculated using the discount rate of 7.00%, as well as what the Borough's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (6.00%) or 1 percentage point higher (8.00%) than the current rate:

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Borough's proportionate share of the net pension liability	\$ 1,207,099	\$ 939,591	\$ 711,931

Pension Plan fiduciary net position. Detailed information about the pension plan's fiduciary net position is available in the separately issued State of New Jersey Division of Pensions and Benefits financial report.

Defined Contribution Retirement Program (DCRP)

The Defined Contribution Retirement Program was established in 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), and expanded under the provisions of Chapter 89, P.L. 2008 and Chapter 1, P.L. 2010. The Defined Contribution Retirement Program Board oversees the DCRP, which is administered by Empower on behalf of the Divisions of Pensions and Benefits. The DCRP provides eligible members, and their beneficiaries, with a tax-sheltered, defined contribution retirement benefit, along with life insurance and disability coverage. Vesting and benefit provisions are established by N.J.S.A. 43:15C-1 et. seq.

The contribution requirements of plan members are determined by State statute. 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. Pursuant to the provisions of Chapter 78 P.L. 2011, the active member contribution rate was increased to 6.5% plus an additional 1.0% phased-in over seven years beginning in the first year. The phase-in of the additional incremental member contribution amount will take place in July of each subsequent year. The State Treasurer has the right under the current law to make temporary reductions in rates based on the existence of surplus pension assets in the retirement system; however, state statute also requires the return to the normal rate when such surplus pension assets no longer exist. The employee contributions along with the Borough's contribution for each pay period are transmitted to Empower not later than the fifth business day after the date on which the employee is paid for that pay period.

There were no Borough employees enrolled in the DCRP for the years ended December 31, 2022, 2021 and 2020.

Borough of Riverton
Notes to Financial Statements
December 31, 2022

NOTE 8. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)

Plan Description

The Borough contributes to the State Health Benefit Program (SHBP), a cost-sharing multiple-employer defined benefit other postemployment benefit (OPEB) administered by the State of New Jersey Division of Pensions and Benefits. It covers employees of local government employers that have adopted a resolution to participate in the Plan. The plan meets the definition of an equivalent arrangement as defined in paragraph 4 of (GASB Statement No. 75), therefore, assets are accumulated to pay associated benefits. For additional information about the Plan, please refer to the State of New Jersey {the State}, Division of Pensions and Benefits' (the Division) Annual Comprehensive Financial Report (ACFR), which can be found at <https://www.state.nj.us/treasury/pensions/financial-reports.shtml>.

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

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

Pursuant to Chapter 78, P.L. 2011, future retirees eligible for postretirement 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.

The Municipality has adopted a resolution to participate in the SHBP.

Funding policy - Participating employers are contractually required to contribute based on the amount of premiums attributable to their retirees. Postretirement medical benefits under the plan have been funded on a pay-as-you-go basis since 1994. Prior to 1994, medical benefits were funded on an actuarial basis.

Contributions to pay for the health premiums of participating retirees in the SHBP are billed to the Municipality monthly. Premiums are funded entirely by the Municipality and are based on the type of coverage selected by the employee. The Municipality's contributions to the SHBP for post-retirement benefits for the years ended December 31, 2022 and 2021 were \$140,957 and \$124,159 respectively, which equaled the required benefit contribution for each year. There were ten retired participants eligible at December 31, 2022 and 2021.

Borough of Riverton
Notes to Financial Statements
December 31, 2022

NOTE 8. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (CONTINUED)

Allocation Methodology

GASB Statement No. 75 requires participating employers in the 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. For the special funding situation and the nonspecial funding situation, the total OPEB liabilities for the year ended June 30, 2022 and June 30, 2021 were \$3,343,774 and \$4,774,982, respectively. 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 Plan's nonspecial funding situation during the measurement period July 1, 2021 through June 30, 2022.

Components of net OPEB liability

The components of the collective net OPEB liability of the participating employers in the SHBP as of December 31, 2022 and 2021 were as follows:

	2022	2021
Total OPEB liability	\$ 3,331,626	\$ 4,788,318
Plan fiduciary net position	(12,148)	13,336
Net OPEB liability	<u>\$ 3,343,774</u>	<u>\$ 4,774,982</u>

Plan fiduciary net position as a percentage of the total OPEB liability	-0.36%	0.28%
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Actuarial assumptions and other imputes - The total OPEB liability as of June 30, 2022 was determined by an actuarial valuation as of July 1, 2021, which was rolled forward to June 30, 2022. The actuarial assumptions vary for each plan member depending on the pension plan the member enrolled in.

This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement:

Inflation	2.50%
Salary increases*	
Rate for all future years	2.75% to 6.55% based on years of service

Mortality:

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

Borough of Riverton
Notes to Financial Statements
December 31, 2022

NOTE 8. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (CONTINUED)

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.

Retirees' Share of Benefit Related Costs - Pursuant to Chapter 78, P.L. 2011, future retirees eligible for postretirement 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 retirees will be responsible will be determined based on the retiree's annual retirement benefit and level of coverage.

Sensitivity of the Net OPEB liability to changes in the discount rate - The following presents the net OPEB liability to the Municipality as of June 30, 2022, calculated using a discount rate as disclosed above as well as what the net OPEB liability to the Municipality would be if it was calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current discount rate:

	<u>1% Decrease</u> <u>(2.54%)</u>	<u>Current</u> <u>Discount Rate</u> <u>(3.54%)</u>	<u>1% Increase</u> <u>(4.54%)</u>
Proportionate Share Attributable to the Municipality	\$ 3,876,107	\$ 3,343,774	\$ 2,915,462

Sensitivity of the net OPEB liability to changes in the healthcare cost trend rates - The following presents the net OPEB liability as of 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 healthcare cost trend rates that are 1-percentage point lower or 1-percentage point higher than the current healthcare cost trend rate:

	<u>1% Decrease</u>	<u>Current</u> <u>Healthcare cost</u> <u>trend rate</u>	<u>1% Increase</u>
Proportionate Share Attributable to the Municipality	\$ 2,836,624	\$ 3,343,774	\$ 3,993,290

Borough of Riverton
Notes to Financial Statements
December 31, 2022

NOTE 8. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (CONTINUED)

At December 31, 2022 and 2021, the Municipality reported deferred outflows of resources and referred inflows of resources related to OPEB from the following sources:

	2022		2021	
	Deferred Outflows	Deferred Inflows	Deferred Outflows	Deferred Inflows
Net differences between projected and actual investment earnings on OPEB plan investments	\$ 880	\$ -	\$ 2,283	\$ -
Changes in proportion	253,042	-	305,002	
Differences between expected and actual experience	172,676	619,794	107,145	998,997
Changes of assumptions	446,240	1,141,166	686,895	844,034
Changes in proportion	-	1,444,049		429,122
Total	<u>\$ 872,838</u>	<u>\$ 3,205,009</u>	<u>\$ 1,101,325</u>	<u>\$ 2,272,153</u>

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

For the year ended:	
2023	\$ (619,221)
2024	(619,767)
2025	(489,421)
2026	(218,578)
2027	(49,005)
Thereafter	(336,179)
Total	<u>\$ (2,332,171)</u>

Borough of Riverton
Notes to Financial Statements
December 31, 2022

NOTE 8. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (CONTINUED)

The components of allocable plan OPEB expense, which exclude OPEB expense related to specific liabilities of individual employers, and total OPEB expense for the year ended December 31, 2022 and 2021 are as follows:

	2022	2021
Service cost	\$ 796,654,029	\$ 846,075,674
Interest on total OPEB liability	401,372,615	413,837,061
Expected investment return	86,955	(2,381,937)
Administrative expense	12,334,441	11,334,383
Change of benefit terms	402,474,416	2,029,119
Current period recognition (amortization) of deferred inflows/outflows of resources	(630,413,303)	(703,565,089)
Changes of assumptions	(835,585,441)	(375,284,907)
Differences between projected and actual investment earnings on OPEB plan investments	4,032,008	4,971,262
Total OPEB expense	<u>\$ 150,955,720</u>	<u>\$ 197,015,566</u>

The municipality's portion of the OPEB expense is (\$183,654) for December 31, 2022 and is not recognized because of the regulatory basis of accounting as described in note 1.

NOTE 9. COMPENSATED ABSENCES

Police officers hired prior to January 8, 2009 are entitled to thirty paid sick leave days each year and are permitted to accumulate up to ten sick days per year with a maximum of seventy days. Officers hired after January 8, 2009 are entitled to fifteen days of sick leave each year and are permitted to accumulate up to fifteen sick days per year with a maximum of eighty-five days. Vacation days not used during the year may not be accumulated and carried forward. At the time of an officer's retirement, in accordance with the New Jersey Police and Firemen's Pension System, the officer will be paid fifty percent of all accumulated sick pay based on an eight-hour day at their current hourly rate.

All other Borough employees are not entitled to be compensated for accumulated unused sick leave days.

The Borough does not record accrued expenses related to compensated absences. However, it is estimated that, at December 31, 2022, accrued benefits for compensated absences are valued at \$48,005.

The Borough has established a Compensated Absences Trust Fund to set aside funds for the future payments of compensated absences. At December 31, 2022 the balance of the fund is \$30,000.00.

NOTE 10. DEFERRED COMPENSATION SALARY ACCOUNT

The Borough offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457 and which have been approved by the Director of the Division of Local Government Services. The plan, available to all full-time employees at their option, permits them to defer a portion of their salary to future years. The deferred compensation is not available to the participants until termination, retirement, death, or an unforeseeable emergency occurs.

Borough of Riverton
Notes to Financial Statements
December 31, 2022

NOTE 10. DEFERRED COMPENSATION SALARY ACCOUNT (CONTINUED)

Amounts deferred under Section 457 plans must be held in trust for the exclusive benefit of participating employees and not be accessible by the Borough or its creditors. Since the Borough does not have a fiduciary relationship with the Plan, the balances and activities of the Plan are not reported in the Borough's financial statements.

NOTE 11. RISK MANAGEMENT

The Borough is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; employee health and accident claims; and natural disasters.

Commercial Insurance Coverage - The Borough maintains commercial insurance coverage for property and general liability, health benefits, boiler and machinery, surety bonds, crime, public officials' liability, and excess liability coverage for workers compensation and disability benefits.

NOTE 12. NEW JERSEY UNEMPLOYMENT COMPENSATION INSURANCE

The Borough has elected to fund its New Jersey Unemployment Compensation Insurance under the "Benefit Reimbursement Method". Under this plan, the Borough is required to reimburse the New Jersey Unemployment Trust Fund for benefits paid to its former employees and charged to its account with the State. The Borough is billed quarterly for amounts due to the State.

The following is a summary of Borough contributions, employee contributions, reimbursements to the State for benefits paid and the ending balance of the Borough's trust fund for the current and previous two years:

<u>Fiscal Year</u>	<u>Interest Earnings</u>	<u>Employee Contributions</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2022	\$ 84	\$ 2,051	\$ 42	\$ 23,786
2021	156	1,809	560	21,693
2020	362	1,890	221	20,288

NOTE 13. CAPITAL DEBT

Summary of Municipal Debt

	<u>Year 2022</u>	<u>Year 2021</u>	<u>Year 2020</u>
<u>Issued:</u>			
General Bonds and Notes	\$ 2,040,549	\$ 1,590,000	\$ 1,730,000
Loans			
Total Issued	<u>2,040,549</u>	<u>1,590,000</u>	<u>1,730,000</u>
<u>Authorized But Not Issued:</u>			
General Bonds and Notes	<u>456,500</u>	<u>871,549</u>	<u>795,549</u>
Net Debt	<u>\$ 2,497,049</u>	<u>\$ 2,461,549</u>	<u>\$ 2,525,549</u>

**Borough of Riverton
Notes to Financial Statements
December 31, 2022**

NOTE 13. CAPITAL DEBT (CONTINUED)

Summary of Statutory Debt Condition - Annual Debt Statement

The summarized statement of debt condition which follows is prepared in accordance with required method of setting up the Annual Debt Statement and indicates a statutory net debt of .814%.

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
Local School District Debt	\$ -	\$ -	\$ -
General Debt	<u>2,497,049</u>	<u>-</u>	<u>2,497,049</u>
Total	<u>\$ 2,497,049</u>	<u>\$ -</u>	<u>\$ 2,497,049</u>

Net Debt, \$2,497,049, divided by Equalized Valuation Basis per N.J.S.A. 40A:2-2, as amended, \$306,601,989 equals .814%.

Equalized Valuation Basis:

2020	\$ 292,392,926
2021	303,037,422
2022	<u>324,375,618</u>
Average	<u>\$ 306,601,989</u>

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

3.5% of Equalized Valuation Basis (Municipal)	\$ 10,731,070
Net Debt	<u>2,497,049</u>
Remaining Borrowing Power	<u>\$ 8,234,021</u>

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

Serial Bonds Payable

Serial Bonds are authorized in accordance with State law. All bonds are retired in serial installments within the statutory period of usefulness. Serial Bonds payable at December 31, 2022 consisted of the following issues:

<u>Purpose</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	<u>Amount</u>
General Obligation Bonds of 2018	08/01/2030	4.00-5.00%	<u>\$ 1,445,000</u>
Total			<u>\$ 1,445,000</u>

Borough of Riverton
Notes to Financial Statements
December 31, 2022

NOTE 13. CAPITAL DEBT (CONTINUED)

Schedule of Annual Debt Service for Principal and Interest for Bonded Debt Issued and Outstanding

General Capital Serial Bonds Payable

<u>Calendar</u> <u>Year</u>	<u>General</u>		<u>Total</u>
	<u>Principal</u>	<u>Interest</u>	
2023	\$ 155,000	\$ 70,300	\$ 225,300
2024	160,000	62,550	222,550
2025	170,000	54,550	224,550
2026	180,000	46,050	226,050
2027	185,000	37,050	222,050
2028-2030	<u>595,000</u>	<u>56,100</u>	<u>651,100</u>
Total	<u>\$ 1,445,000</u>	<u>\$ 326,600</u>	<u>\$ 1,771,600</u>

Bond Anticipation Notes Payable

The Borough issues bond anticipation notes to temporarily fund various capital projects prior to the issuance of serial bonds. The term of the Notes cannot exceed one year from the date of issuance however the Notes may be renewed from time to time for a period not to exceed one year. Generally, such Notes must be paid no later than the first day of the fifth month following the close of the tenth fiscal year following the date of the original Notes. The State of New Jersey also prescribes that on or before the third anniversary date of the original Note a payment of an amount at least equal to the first legally payable installment of the bonds in anticipation of which such Notes were issued be paid or retired. A second and third legal installment must be paid if the Notes are to be renewed beyond the fourth and fifth anniversary date of the original issuance.

As of December 31, 2022, the Borough had the following outstanding bond anticipation notes.

<u>Fund</u>	<u>Amount</u> <u>Outstanding</u>	<u>Interest</u> <u>Rate</u>	<u>Maturity Date</u>
General Capital	\$ 370,025	.905%	March 22, 2023
General Capital	<u>225,524</u>	.905%	March 22, 2023
Total	<u>\$ 595,549</u>		

NOTE 14. LEASES

The Borough, as lessee, has entered into the following lease agreements which meet the requirements of GASB 87:

Rental Space - On October 1, 1990, the Borough entered into a lease agreement with the Riverton Fire Company for the rental of a fire engine room, police station, and storage space. The lease is perpetual and has no termination date. The agreement has an incremental borrowing rate of 3.50%. The lease payment is \$3,000 per quarter. The Borough paid the lessee \$12,000 for the year ended December 31, 2022.

Postage Meter – On June 25, 2021, the Borough entered into a 60-month lease agreement with Pitney Bowes for the rental of a postage meter. The agreement has an incremental borrowing rate of 3.50%. The lease payment is \$516 per quarter. The Borough paid the lessee \$2,063 for the year ended December 31, 2022.

Borough of Riverton
Notes to Financial Statements
December 31, 2022

NOTE 14. LEASES (CONTINUED)

The future minimum lease payments to be paid by the Borough are as follows:

Year	Rental Space Lease	Postage Meter Lease	Total
2023	\$ 12,000	\$ 2,063	\$ 14,063
2024	12,000	2,063	14,063
2025	12,000	2,063	14,063
2026	12,000	1,547	13,547
2027	12,000	-	12,000
2028-2032	60,000	-	60,000

As discussed in Note 1, the financial statements are prepared by the Borough on a basis of accounting prescribed by the New Jersey Division of Local Government Services, Department of Community Affairs. This is a basis of accounting other than Generally Accepted Accounting Principles (GAAP). As a result, the Borough does not recognize GASB requirements for recognition of the lease receivable on the Statements of Assets, Liabilities, Reserves and Fund Balance – Regulatory Basis.

NOTE 15. LEASE RECEIVABLE

The Borough, as lessor, has entered into the following lease agreement which meets the requirements of GASB 87:

Cell Tower Lease – On May 18, 2006, the Borough entered into a five-year lease agreement for the lease of a cell tower. The lease includes the option of four (4) renewal terms of five (5) years each. Three of the renewal options have been exercised, and it is likely that the remaining renewal option will also be exercised. The agreement has an incremental borrowing rate of 3.50%. Under the terms of the lease, the Borough receives rent payments of \$2,247 per month. There is also a revenue sharing component based on a percentage of sublease revenue collected by the lessee. The lessee paid the Borough \$36,227 for the year ended December 31, 2022.

The future minimum lease payments to be received by the Borough, exclusive of revenue sharing, are as follows:

Year	Cell Tower Lease
2023	\$ 26,960
2024	26,960
2025	26,960
2026	26,960
2027	26,960
2028-2031	107,840

As discussed in Note 1, the financial statements are prepared by the Borough on a basis of accounting prescribed by the New Jersey Division of Local Government Services, Department of Community Affairs. This is a basis of accounting other than Generally Accepted Accounting Principles (GAAP). As a result, the Borough does not recognize GASB requirements for recognition of the lease receivable on the Statements of Assets, Liabilities, Reserves and Fund Balance – Regulatory Basis.

Borough of Riverton
Notes to Financial Statements
December 31, 2022

NOTE 16. SCHOOL TAXES

Local District School Tax has been raised and liabilities deferred by statute, resulting in the school taxes payable set forth in the Current Fund Liabilities as follows:

	Local District School Tax	
	Balance December 31,	
	<u>2022</u>	<u>2021</u>
Balance of Tax	\$ 2,810,838	\$ 2,810,838
Deferred	<u>848,766</u>	<u>848,766</u>
School Tax Payable	<u><u>\$ 1,962,072</u></u>	<u><u>\$ 1,962,072</u></u>

NOTE 17. CONTINGENCIES

The Borough participates in a number of state and federally assisted grant programs. The programs are subject to compliance audits under the single audit approach. Such audits could lead to requests for reimbursement by the grantor agency for expenditures disallowed under terms of the grants. Management believes that the amount from future audits, if any, would not be material.

SUPPLEMENTAL EXHIBITS

CURRENT FUND

BOROUGH OF RIVERTON

Current Fund

Statement of Cash - Collector/Treasurer
For the Year Ended December 31, 2022

		<u>CURRENT FUND</u>	<u>FEDERAL AND STATE GRANT FUND</u>
Balance December 31, 2021		\$ 3,264,451.38	\$ 137,973.50
Receipts:			
Taxes Receivable	\$ 8,825,994.60		\$ -
Taxes Title Liens Receivable	126,631.03		
Sewer Rent Receivable	503,953.06		
Sewer Liens Receivable	800.00		
Revenue Accounts Receivable	561,410.41		
Due from State of New Jersey - Senior Citizens and Veterans Deductions	18,000.00		
Prepaid 2023 Taxes	54,105.40		
Tax Overpayments	2,622.43		
Sewer Rent Overpayments	4,615.86		
Federal and State Grants Receivable			157,410.82
Due to State of NJ - Construction Code Fees	4,801.00		
Miscellaneous Revenue Not Anticipated	122,929.77		
Contra	73,091.54		
Total Receipts		<u>10,298,955.10</u>	<u>157,410.82</u>
Total Funds Available		<u>13,563,406.48</u>	<u>295,384.32</u>
Disbursements:			
2022 Appropriations	3,041,783.72		
2021 Appropriation Reserves	200,070.33		
Due to State of NJ - Construction Code Fees	3,441.00		
County Taxes Payable	1,147,952.41		
Local District School Tax	5,621,675.00		
Tax Overpayments	5,600.19		
Contra	73,091.54		
Due to Current Fund			30,517.53
Reserve for Federal and State Grant Funds - Appropriated			<u>140,839.94</u>
Total Disbursements		<u>10,093,614.19</u>	<u>171,357.47</u>
Balance December 31, 2022		<u>\$ 3,469,792.29</u>	<u>\$ 124,026.85</u>

BOROUGH OF RIVERTON

Current Fund

**Schedule of Taxes Receivable and Analysis of Property Tax Levy
For the Year Ended December 31, 2022**

Year	Balance December 31, 2021	Added Taxes	2022 Levy	Collections by Cash		State Share of Senior Citizen and Veterans Deductions Allowed	Over Payments Applied	Transferred to Tax Title Liens	Canceled	Balance December 31, 2022
				2021	2022					
2021	\$ 89,774.00	\$ 250.00	\$ -	\$ -	\$ 90,023.99	\$ -	\$ -	\$ -	\$ 0.01	\$ -
	89,774.00	250.00			90,023.99				0.01	
2022			8,972,500.69	84,026.64	8,735,970.61	17,000.00	11,048.88	11,865.75	16,680.14	95,908.67
Total	\$ 89,774.00	\$ 250.00	\$ 8,972,500.69	\$ 84,026.64	\$ 8,825,994.60	\$ 17,000.00	\$ 11,048.88	\$ 11,865.75	\$ 16,680.15	\$ 95,908.67

ANALYSIS OF PROPERTY TAX LEVY

Tax Yield:

General Purpose Tax	\$ 8,839,045.51
Added Taxes	114,102.12
Senior Citizens and Veterans Deductions Allowed Per Original Levy	18,000.00
Total	\$ 8,971,147.63

Tax Levy:

Local District School Tax (Abstract)	\$ 5,621,675.00
County Taxes:	
Regular Tax (Abstract)	\$ 981,871.61
Library Tax (Abstract)	87,325.80
Open Space Preservation Tax (Abstract)	76,135.90
Amount Due County for Added Taxes (54:4-63.1 et. Seq.)	14,775.55
Local Tax for Municipal Purposes	2,088,744.36
Additional Tax Levies	100,619.41
Total	\$ 8,971,147.63

BOROUGH OF RIVERTON

Current Fund

Schedule of Tax Title Liens
For the Year Ended December 31, 2022

Balance December 31, 2021	\$ 114,765.28
Increased by:	
Transfers from Taxes Receivable	11,865.75
	<u>126,631.03</u>
Decreased by:	
Collections	126,631.03
	<u>126,631.03</u>
Balance December 31, 2022	<u><u>\$ -</u></u>

Schedule of Sewer Liens
For the Year Ended December 31, 2022

Balance December 31, 2021	\$ 600.00
Increased by:	
Transfers from Sewer Receivable	200.00
	<u>800.00</u>
Decreased by:	
Collections	800.00
	<u>800.00</u>
Balance December 31, 2022	<u><u>\$ -</u></u>

BOROUGH OF RIVERTON

Current Fund

Schedule of Revenue Accounts Receivable
For the Year Ended December 31, 2022

	Balance December 31, <u>2021</u>	Accrued in <u>2022</u>	<u>Collected</u>	Balance December 31, <u>2022</u>	<u>Remarks</u>
Borough Clerk:					
Registrar of Vital Statistics - Licenses	\$ -	\$ 1,287.00	\$ 1,287.00	\$ -	
Fees and Permits		2,769.00	2,769.00		
Cell Tower Fees		36,226.50	36,226.50		
Park Fees		2,725.00	2,725.00		
Municipal Court - Fines and Costs	3,672.13	54,086.82	53,485.98	4,272.97	Rec'd Jan 2023
Interest and Costs on Taxes		65,743.54	65,743.54		
Fire Official - Uniform Fire Safety -					
Fees and Permits		8,520.60	8,520.60		
Construction Code Fees		66,356.00	66,356.00		
Interest on Investments and					
Bank Deposits		6,435.67	6,435.67		
Energy Receipts Tax		230,577.00	230,577.00		
Payments in Lieu of Taxes		5,417.53	5,417.53		
Cable TV Franchise Fees		9,321.26	9,321.26		
American Rescue Plan		30,517.53	30,517.53		
Reserve for Municipal Property Tax Relief		12,027.80	12,027.80		
Reserve for Debt Service		30,000.00	30,000.00		
Total	<u>\$ 3,672.13</u>	<u>\$ 562,011.25</u>	<u>\$ 561,410.41</u>	<u>\$ 4,272.97</u>	

BOROUGH OF RIVERTON

Current Fund

Schedule of Sewer Rent Receivable
For the Year Ended December 31, 2022

Balance December 31, 2021		\$	26,678.40
Increased by:			
Sewer Rents Billed in 2022			<u>504,858.00</u>
Total			531,536.40
Decreased by:			
Collections	\$	503,953.06	
Transfer of Liens		200.00	
Overpayments Applied		<u>3,099.84</u>	<u>507,252.90</u>
Balance December 31, 2022		\$	<u><u>24,283.50</u></u>

BOROUGH OF RIVERTON

Current Fund

**Schedule of Due (To)/From State of New Jersey-
Senior Citizen and Veterans' Deductions
For the Year Ended December 31, 2022**

Balance December 31, 2021 (Due To)		\$	(750.00)
Increased by:			
Accrued in 2022:			
Senior Citizens Deductions Per Billings	\$	2,250.00	
Veterans Deductions Per Billings		15,750.00	
		<u>18,000.00</u>	
Add - Current Year Senior Citizen and Veteran Allowed by Collector		250.00	
		<u>18,250.00</u>	
Less - Current Year Senior Citizen and Veteran Disallowed by Collector		1,250.00	
Less - Prior Year Disallowed		<u>250.00</u>	
			<u>16,750.00</u>
			16,000.00
Decreased by:			
Cash Received			<u>18,000.00</u>
Balance December 31, 2022 (Due to)		\$	<u><u>(2,000.00)</u></u>

BOROUGH OF RIVERTON
CURRENT FUND
Statement of 2021 Appropriation Reserves and Reserve for Encumbrances
For The Year Ended December 31, 2022

	Balance December 31, 2021				Balance	Paid or	Balance
	Encumbered	Reserved	To	From	After Transfers	Charged	Lapsed
Salaries and Wages:							
Borough Clerk	\$ -	\$ 1,281.27	\$ 200.00	\$ -	\$ 1,481.27	\$ 1,358.79	\$ 122.48
Financial Administration		1,121.33			1,121.33	984.54	136.79
Collection of Taxes		606.02			606.02	605.68	0.34
Assessment of Taxes		231.75			231.75	231.75	-
Planning Board		265.87			265.87	265.87	-
Police		16,456.22			16,456.22	9,603.28	6,852.94
Fire Official		195.96			195.96	112.05	83.91
Road Repair and Maintenance		27,646.98			27,646.98	3,759.30	23,887.68
Registrar of Vital Statistics					-		-
Sewerage		3,132.38			3,132.38	2,229.78	902.60
Construction Code Office		6,122.75			6,122.75	597.50	5,525.25
Other Expenses:							
Mayor and Council	3,845.00	10.55			3,855.55	3,855.00	0.55
Borough Clerk	1,846.31	4,183.78		400.00	5,630.09	4,415.05	1,215.04
Financial Administration	425.74	716.66			1,142.40	265.72	876.68
Computerizing Data Processing		48.00			48.00		48.00
Collection of Taxes		287.46			287.46		287.46
Assessment of Taxes		190.68			190.68		190.68
Legal Services and Costs		4,441.00			4,441.00	1,088.50	3,352.50
Engineer		495.70			495.70		495.70
Economic Development	3,313.43	116.15			3,429.58	3,385.91	43.67
Planning Board		1,268.65	71.00		1,339.65	1,339.49	0.16
Liability Insurance	6,437.13	16,355.76	2,110.00		24,902.89	24,902.40	0.49
Worker Compensation					-		-
Employees Group Insurance		4,118.08		1,941.00	2,177.08		2,177.08
Police	3,949.99	3,364.11			7,314.10	6,973.08	341.02
Office of Emergency Management		250.00			250.00		250.00
Aid to Volunteer Ambulance Squad	3,350.06	149.94			3,500.00	3,350.06	149.94
Fire	5,027.75	2,311.25			7,339.00	6,860.79	478.21
Fire Official		484.31			484.31		484.31
Road Repair and Maintenance	6,667.98	3,222.21	1,185.00		11,075.19	10,531.79	543.40
Shade Tree Commission	1,195.00	11.00			1,206.00	1,195.00	11.00
Solid Waste Collection	300.00	3,740.38			4,040.38		4,040.38
Public Buildings and Grounds	613.35	1,956.18			2,569.53	599.63	1,969.90
Vehicle Maintenance	1,038.73	4,490.49		3,366.00	2,163.22	362.55	1,800.67
Registrar of Vital Statistics		150.00	200.00		350.00	103.26	246.74
Animal Control	365.00	1,440.00			1,805.00	265.00	1,540.00
Environmental Commission		625.00			625.00		625.00
Recreation	1,942.62	899.97			2,842.59	1,496.00	1,346.59
Celebration of Public Events		556.00			556.00		556.00
Electricity		9,356.57			9,356.57	8,580.72	775.85
Street Lighting		9,748.31			9,748.31	9,078.15	670.16
Telephone		15.80			15.80		15.80
Water		467.86			467.86		467.86
Fire Hydrant Service		0.80			0.80		0.80
Sewerage Processing	12,921.08	9,922.35			22,843.43	18,704.86	4,138.57
Gasoline		4,677.22			4,677.22	3,321.68	1,355.54
Landfill and Solid Waste Disposal Costs		5,095.09	1,941.00		7,036.09	7,035.33	0.76
Municipal Court		58,449.41			58,449.41	46,151.07	12,298.34
Construction Code Office		427.00			427.00		427.00
Social Security System		460.75			460.75	460.75	
Police & Fireman's Retirement System		0.06			0.06		0.06
Public Employees' Retirement System		0.96			0.96		0.96
	<u>53,239.17</u>	<u>211,566.02</u>	<u>5,707.00</u>	<u>5,707.00</u>	<u>264,805.19</u>	<u>184,070.33</u>	<u>80,734.86</u>
Capital Improvements- Excluded from CAPS							
Purchase of Loader Bucket	16,000.00				16,000.00	16,000.00	
Various Sewer Upgrades		60,000.00			60,000.00	60,000.00	
Purchase of Fire Equipment		49.00			49.00		49.00
	<u>16,000.00</u>	<u>60,049.00</u>			<u>76,049.00</u>	<u>76,000.00</u>	<u>49.00</u>
Total	<u>\$ 69,239.17</u>	<u>\$ 271,615.02</u>	<u>\$ 5,707.00</u>	<u>\$ 5,707.00</u>	<u>\$ 340,854.19</u>	<u>\$ 260,070.33</u>	<u>\$ 80,783.86</u>
				Accounts Payable		\$ 60,000.00	
				Cash Disbursed		<u>200,070.33</u>	
				Total		<u>\$ 260,070.33</u>	

BOROUGH OF RIVERTON

Current Fund

**Schedule of Tax Overpayments
For the Year Ended December 31, 2022**

Balance December 31, 2021		\$	28,947.85
Increased by:			
Collected	\$	2,622.43	
Prior Year Overpayments Created		<u>2,336.93</u>	<u>4,959.36</u>
Subtotal			33,907.21
Decreased by:			
Cash Disbursed		5,600.19	
Overpayment Applied to 2022 Taxes		<u>11,048.88</u>	<u>16,649.07</u>
Balance December 31, 2022			<u>\$ 17,258.14</u>

**Schedule of Prepaid Taxes
For the Year Ended December 31, 2022**

Balance December 31, 2021		\$	84,026.64
Increased by:			
Collected			<u>54,105.40</u>
Subtotal			138,132.04
Decreased by:			
Applied to 2022 Taxes			<u>84,026.64</u>
Balance December 31, 2022			<u>\$ 54,105.40</u>

BOROUGH OF RIVERTON

Current Fund

**Schedule of Sewer Rent Overpayments
For the Year Ended December 31, 2022**

Balance December 31, 2021	\$	903.39
Increased by:		
Collected		<u>4,615.86</u>
		5,519.25
Decreased by:		
Applied to 2022 Sewer Rents		<u>3,099.84</u>
Balance December 31, 2022	\$	<u><u>2,419.41</u></u>

**Schedule of Due to State of NJ - UCC Fees
For the Year Ended December 31, 2022**

Balance December 31, 2021	\$	839.00
Increased by:		
State Portion of UCC Fees		<u>4,801.00</u>
		5,640.00
Decreased by:		
Disbursements		<u>3,441.00</u>
Balance December 31, 2022	\$	<u><u>2,199.00</u></u>

BOROUGH OF RIVERTON

Current Fund

**Schedule of County Taxes Payable
For the Year Ended December 31, 2022**

Balance December 31, 2021		\$	2,619.10
Increased by:			
2022 Levy:			
General County	\$	981,871.61	
County Library		87,325.80	
County Open Space		76,135.90	
Added and Omitted Taxes		14,775.55	
			<u>1,160,108.86</u>
Subtotal			1,162,727.96
Decreased by:			
Payments			<u>1,147,952.41</u>
Balance December 31, 2022		\$	<u><u>14,775.55</u></u>

BOROUGH OF RIVERTON

Current Fund

**Schedule of Local District School Tax Payable
For the Year Ended December 31, 2022**

Balance December 31, 2021:		
School Tax Payable	\$ 1,962,072.47	
School Tax Deferred	<u>848,766.00</u>	\$ 2,810,838.47
Increased by:		
Levy - School Year July 1, 2022 to June 30, 2023		<u>5,621,675.00</u>
Total		8,432,513.47
Decreased by:		
Payments		<u>5,621,675.00</u>
Balance December 31, 2022:		
School Tax Payable	1,962,072.47	
School Tax Deferred	<u>848,766.00</u>	<u>\$ 2,810,838.47</u>
2022 Liability for Local District School Tax:		
Tax Paid		\$ 5,621,675.00
Tax Payable December 31, 2022		<u>1,962,072.47</u>
Total		7,583,747.47
Less:		
Tax Payable December 31, 2021		<u>1,962,072.47</u>
Amount Charged to 2022 Operations		<u>\$ 5,621,675.00</u>

BOROUGH OF RIVERTON

Federal and State Grant Fund

**Schedule of Federal and State Grants Receivable
For the Year Ended December 31, 2022**

	Balance December 31, 2021	Accrued	Received	Transferred to Unappropriated Reserves	Canceled	Balance December 31, 2022
State Grants:						
Clean Communities Grant	\$ -	\$ 6,553.59	\$ 6,553.59	\$ -	\$ -	\$ -
NJUCF Sewardship Grant		28,400.00				28,400.00
Alcohol Education Rehab		789.66	789.66			
Body Armor Grant		717.88	1,540.18	822.30		
Recycling Tonnage Grant		3,571.65	3,571.65			
NJDOT Division of Highway and Traffic Safety		6,200.00				6,200.00
Burlington County Park Grant	12,841.59					12,841.59
Green Communities	1,390.00					1,390.00
Body Worn Cameras	8,559.60		2,853.20			5,706.40
Total State Grants	<u>22,791.19</u>	<u>46,232.78</u>	<u>15,308.28</u>	<u>822.30</u>		<u>54,537.99</u>
Federal Grants:						
NJ Transportation Trust Fund	9,248.00					9,248.00
Bullet Proof Vest			1,585.00	1,585.00		
American Rescue Plan		115,000.00	140,517.54	25,517.54		
Total Federal Grants	<u>9,248.00</u>	<u>115,000.00</u>	<u>142,102.54</u>	<u>27,102.54</u>		<u>9,248.00</u>
Total Federal and State Grants	<u>\$ 32,039.19</u>	<u>\$ 161,232.78</u>	<u>\$ 157,410.82</u>	<u>\$ 27,924.84</u>	<u>\$ -</u>	<u>\$ 63,785.99</u>
Cash Received			<u>\$ 157,410.82</u>			

BOROUGH OF RIVERTON

Federal and State Grant Fund

**Schedule of Reserve for Federal and State Grants - Unappropriated
For the Year Ended December 31, 2022**

	Balance December 31, 2021	Transfer From Federal and State Grant Receivable	Realized as Revenue	Balance December 31, 2022
Federal Grants:				
Bulletproof Vest Program	\$ -	\$ 1,585.00	\$ -	\$ 1,585.00
American Rescue Plan -2021	30,517.53		30,517.53	
American Rescue Plan - 2022		115,000.00	140,517.54	25,517.54
Total Federal Grants	<u>30,517.53</u>	<u>116,585.00</u>	<u>171,035.07</u>	<u>27,102.54</u>
State Grants:				
Body Armor Grant		822.30		822.30
Total State Grants	<u>-</u>	<u>822.30</u>	<u>-</u>	<u>822.30</u>
Total Federal and State Grants	<u><u>\$ 30,517.53</u></u>	<u><u>\$ 117,407.30</u></u>	<u><u>\$ 171,035.07</u></u>	<u><u>\$ 27,924.84</u></u>

BOROUGH OF RIVERTON

Federal and State Grant Fund

**Schedule of Reserve for Federal and State Grants - Appropriated
For the Year ended December 31, 2022**

	Balance December 31, 2021	Transferred from 2022 Budget Appropriation	Transferred from 2022 Budget 40A:4-87	Prior Year Encumbrances	Expended	Canceled	Balance December 31, 2022
State Grants:							
Clean Communities Grant	\$ 10,697.53	\$ -	\$ 6,553.59	\$ -	\$ 7,656.89	\$ -	\$ 9,594.23
NJUCF Stewardship Grant		28,400.00			18,000.00		10,400.00
NJDOT Division of Highway and Traffic Safety			6,200.00		6,200.00		
Recycling Tonnage Grant	6,412.74		3,571.65		7,599.31		2,385.08
Drunk Driving Enforcement Fund	5,291.67				523.02		4,768.65
Community Steward Incentive	325.00						325.00
Alcohol Education Rehabilitation	4,058.66		789.66		3,578.88		1,269.44
Green Communities	3,885.00						3,885.00
Body Armor Grant	6,350.02		717.88		3,531.16		3,536.74
Stormwater Grant	3,875.97						3,875.97
N.J. State Forestry Grant	129.12						129.12
Emergency Management Grant	823.59						823.59
Domestic Violence	137.04						137.04
Burlington County Park Improvement	8,811.46						8,811.46
Body Worn Cameras	14,266.00				2,500.00		11,766.00
Total State Grants	<u>65,063.80</u>	<u>28,400.00</u>	<u>17,832.78</u>	<u>-</u>	<u>49,589.26</u>	<u>-</u>	<u>61,707.32</u>
Federal Grants:							
NJ Transportation Trust Fund	10,198.00						10,198.00
Motor Veh. Aggressive Driver Crack Down	8,076.94						8,076.94
Bullet Proof Vest Program	1,350.84				1,350.84		
American Rescue Plan	71,250.00	115,000.00			102,981.51		83,268.49
Total Federal Grants	<u>90,875.78</u>	<u>115,000.00</u>	<u>-</u>	<u>-</u>	<u>104,332.35</u>	<u>-</u>	<u>101,543.43</u>
Total Federal and State Grants	<u>\$ 155,939.58</u>	<u>\$ 143,400.00</u>	<u>\$ 17,832.78</u>	<u>\$ -</u>	<u>\$ 153,921.61</u>	<u>\$ -</u>	<u>\$ 163,250.75</u>
Cash Disbursed					\$ 140,839.94		
Encumbrances Payable					13,081.67		
					<u>\$ 153,921.61</u>		

TRUST FUND

BOROUGH OF RIVERTON

Trust Fund

Schedule of Cash - Treasurer
For the Year Ended December 31, 2022

	Animal Control	Total Other Trust Funds	Registrar of Vital Statistics	Flexible Spending	Unemployment Compensation	Trust Other	Trust Premium	Police Forfeited Property (MLETA)	POAA	Public Defender	Development Fees	Payment In Lieu of Construction	Payroll
Balance December 31, 2021	\$ 704.95	\$ 386,600.48	\$ 314.99	\$ 1,359.27	\$ 28,483.23	\$ 210,135.80	\$ 37,730.33	\$ 2,114.92	\$ 211.29	\$ 9,149.86	\$ 8,550.75	\$ 60,378.34	\$ 28,171.70
Receipts:													
Dog License Fees:													
Municipal Licenses	170.00												
State Registration Fees	52.80												
Late Fees	-												
Marriage Licenses Issued		100.00	100.00										
Employee Contributions		999.96		999.96									
Premiums		-											
Redemption		173,894.05				173,894.05							
Escrow		19,720.80				19,720.80							
Shade Tree		2,714.00				2,714.00							
Police Outside Service		275,063.37				275,063.37							
Police Donations		2,825.00				2,825.00							
Forfeited Property		3,932.40						3,932.40					
Parking Offenses Adjudication Act		4.00							4.00				
Public Defender Fees		866.00								866.00			
Payment In Lieu of Construction		1,064.50				1,064.50							
Payroll Deductions Payable		471,427.09			1,973.81								469,453.28
Net Payroll		1,003,122.97											1,003,122.97
Interest Earned	1.27	627.99	0.20	1.79	84.25	334.59	23.19	8.35	0.34	13.93	12.79	88.13	60.43
Total Receipts	224.07	1,956,362.13	100.20	1,001.75	2,058.06	475,616.31	23.19	3,940.75	4.34	879.93	12.79	88.13	1,472,636.68
Disbursements:													
Expenditures Under RS4:19-15.11	-												
State Registration Fees	53.00												
Employee Claims		1,200.84		1,158.84	42.00								
Redemption		173,894.05				173,894.05							
Escrow		16,069.60				16,069.60							
Shade Tree		725.00				725.00							
Police Outside Service		345,670.00				345,670.00							
Police Donations		2,651.59				2,651.59							
Premiums		31,100.00					31,100.00						
Public Defender Fees		400.00								400.00			
Payment In Lieu of Construction		4,708.50										4,708.50	
Payroll Deductions Payable		469,335.60											469,335.60
Net Payroll		1,003,122.97											1,003,122.97
Due to State of NJ		300.00	300.00										
Due to Current Fund	-	3,147.04				3,097.98							49.06
Total Disbursements	53.00	2,052,325.19	300.00	1,158.84	42.00	542,108.22	31,100.00	-	-	400.00	-	4,708.50	1,472,507.63
Balance December 31, 2022	\$ 876.02	\$ 290,637.42	\$ 115.19	\$ 1,202.18	\$ 30,499.29	\$ 143,643.89	\$ 6,653.52	\$ 6,055.67	\$ 215.63	\$ 9,629.79	\$ 8,563.54	\$ 55,757.97	\$ 28,300.75

BOROUGH OF RIVERTON

Dog License Fund

**Schedule of Reserve for Animal Control Fund Expenditures
For the Year Ended December 31, 2022**

Balance December 31, 2021		\$	538.80
Increased by:			
2022 Dog License Fees Collected			170.00
Subtotal			<u>708.80</u>
Decreased by:			
Expenditures Under RS4:19-15.11	\$	-	
Due to Current Fund		<u>218.40</u>	
			<u>218.40</u>
Balance December 31, 2022		\$	<u><u>490.40</u></u>

License Fees Collected

<u>Year:</u>		
2020	\$	248.80
2021		<u>241.60</u>
Total	\$	<u><u>490.40</u></u>

BOROUGH OF RIVERTON

Trust - Other Funds

**Schedule of Due to State of New Jersey
For the Year Ended December 31, 2022**

Balance December 31, 2021	\$	225.00
Increased by:		
Marriage Licenses Issued		<u>100.00</u>
Subtotal		325.00
Decreased by:		
Cash Disbursed to State of New Jersey		<u>300.00</u>
Balance December 31, 2022	\$	<u><u>25.00</u></u>

**Schedule of Payroll Deductions Payable
For the Year Ended December 31, 2022**

Balance December 31, 2021	\$	10,665.80
Increased by:		
Payroll Deductions Received		<u>469,376.34</u>
Total		480,042.14
Decreased by:		
Payroll Deductions Disbursed		<u>469,335.60</u>
Balance December 31, 2022	\$	<u><u>10,706.54</u></u>

BOROUGH OF RIVERTON

Trust - Other Funds

**Schedule of Tax Title Lien Payable
For the Year Ended December 31, 2022**

Balance December 31, 2021	\$ -
Increased by:	
Tax Redemptions	<u>173,894.05</u>
Subtotal	173,894.05
Decreased by:	
Disbursements	<u>173,894.05</u>
Balance December 31, 2022	<u><u>\$ -</u></u>

EXHIBIT B-6

**Schedule of Reserve For Payment of Unemployment Claims
For the Year Ended December 31, 2022**

Balance December 31, 2021	\$ 21,692.65
Increased by:	
Employee Withholdings	\$ 2,050.75
Interest Earned	<u>84.25</u>
Subtotal	<u>2,135.00</u>
Subtotal	23,827.65
Decreased by:	
Disbursements	<u>42.00</u>
Balance December 31, 2022	<u><u>\$ 23,785.65</u></u>

EXHIBIT B-7

**Schedule of Reserve For Flexible Spending Benefits
For the Year Ended December 31, 2022**

Balance December 31, 2021	\$ 575.93
Increased by:	
Employee Withholdings	<u>999.96</u>
Subtotal	1,575.89
Decreased by:	
Payment of Flexible Spending Benefits	<u>1,158.84</u>
Balance December 31, 2022	<u><u>\$ 417.05</u></u>

BOROUGH OF RIVERTON

Trust - Other Funds

**Schedule of Reserve For Developer's Escrow Deposits
For the Year Ended December 31, 2022**

Balance December 31, 2021		\$	82,160.68
Increased by:			
Cash Receipts			<u>21,849.80</u>
Subtotal			104,010.48
Decreased by:			
Cash Disbursed			<u>21,842.60</u>
Balance December 31, 2022		\$	<u><u>82,167.88</u></u>

EXHIBIT B-9

**Schedule of Reserve For Tax Sale Premiums
For the Year Ended December 31, 2022**

Balance December 31, 2021		\$	37,730.33
Increased by:			
Premiums Collected	\$	-	
Interest Earned		<u>23.19</u>	<u>23.19</u>
Subtotal			37,753.52
Decreased by:			
Payment of Premiums			<u>31,100.00</u>
Balance December 31, 2022		\$	<u><u>6,653.52</u></u>

BOROUGH OF RIVERTON

Trust - Other Funds

**Schedule of Reserve For Shade Tree Commission
For the Year Ended December 31, 2022**

Balance December 31, 2021	\$ 6,109.73
Increased by:	
Receipts	<u>2,714.00</u>
Subtotal	8,823.73
Decreased by:	
Disbursements	<u>725.00</u>
Balance December 31, 2022	<u><u>\$ 8,098.73</u></u>

EXHIBIT B-11

**Schedule of Reserve For Environmental Fund
For the Year Ended December 31, 2022**

Balance December 31, 2022 and 2021	<u><u>\$ 5,161.38</u></u>
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EXHIBIT B-12

**Schedule of Reserve For Veteran Affairs
For the Year Ended December 31, 2022**

Balance December 31, 2022 and 2021	<u><u>\$ 1,225.12</u></u>
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BOROUGH OF RIVERTON

Trust - Other Funds

**Schedule of Reserve For Public Defender
For the Year Ended December 31, 2022**

Balance December 31, 2021		\$	9,059.59
Increased by:			
Receipts from Municipal Court			<u>866.00</u>
Subtotal			9,925.59
Decreased by:			
Disbursements			<u>400.00</u>
Balance December 31, 2022		\$	<u><u>9,525.59</u></u>

EXHIBIT B-14

**Schedule of Reserve For Police Forfeited Property
For the Year Ended December 31, 2022**

Balance December 31, 2021		\$	2,114.92
Increased by:			
Forfeited Property	\$	3,932.40	
Interest Earned		<u>8.35</u>	<u>3,940.75</u>
Subtotal			6,055.67
Decreased by:			
Disbursements			<u></u>
Balance December 31, 2022		\$	<u><u>6,055.67</u></u>

EXHIBIT B-15

**Schedule of Reserve For Compensated Absences
For the Year Ended December 31, 2022**

Balance December 31, 2022 and 2021		\$	<u><u>30,000.00</u></u>
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BOROUGH OF RIVERTON

Trust - Other Funds

**Schedule of Reserve For POAA Funds
For the Year Ended December 31, 2022**

Balance December 31, 2021		\$	211.29
Increased by:			
Receipts from Municipal Court	\$	4.00	
Interest Earned		<u>0.34</u>	
			<u>4.34</u>
Subtotal			215.63
Decreased by:			
Disbursements			<u>-</u>
Balance December 31, 2022		\$	<u><u>215.63</u></u>

**Schedule of Reserve For Off Duty Police
For the Year Ended December 31, 2022**

Balance December 31, 2021		\$	134,974.25
Increased by:			
Receipts			<u>275,063.37</u>
Subtotal			410,037.62
Decreased by:			
Disbursements			<u>345,670.00</u>
Balance December 31, 2022		\$	<u><u>64,367.62</u></u>

BOROUGH OF RIVERTON

Trust - Other Funds

**Schedule of Reserve For Dog Park
For the Year Ended December 31, 2022**

Balance December 31, 2022 and 2021	<u>\$ 4,040.00</u>
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**Schedule of Reserve For Uniform Fire Safety
For the Year Ended December 31, 2022**

Balance December 31, 2022 and 2021	<u>\$ 2,229.71</u>
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GENERAL CAPITAL FUND

BOROUGH OF RIVERTON
General Capital Fund
Schedule of Cash - Treasurer
For the Year Ended December 31, 2022

Balance December 31, 2021		\$ 239,774.22
Receipts:		
Bond Anticipation Notes	\$ 595,549.00	
Budget Appropriation - Capital Improvement Fund	7,500.00	
Due from Current Fund	434.45	
	<u> </u>	<u>603,483.45</u>
Total		843,257.67
Disbursements:		
Improvement Authorizations	738,175.64	
Budget Appropriation - Reserve for Debt	30,000.00	
Due to Current Fund	416.41	
	<u> </u>	<u>768,592.05</u>
Balance December 31, 2022		<u><u>\$ 74,665.62</u></u>

BOROUGH OF RIVERTON
General Capital Fund
Analysis of General Capital Cash and Investments
For the Year Ended December 31, 2022

Fund Balance		\$	109.68
Capital Improvement Fund			11,860.76
Due from Current Fund			(5,780.55)
Due to Federal and State Grant Fund			1,979.87
Reserve for Debt			78,528.41
Improvement Authorizations:			
Ordinance			
<u>Number</u>			
2015-2	Multi-purpose:		
	Improvements to Riverton park		(9,537.00)
	Road Improvements		42,498.22
	Acquisition of Street Signs		3,113.74
	Acquisition of Public Works Equipment		187.00
2016-4	Multi-purpose:		
	Acquisition of Computer Hardware		1,099.27
	Acquisition of Fire Equipment		16,740.00
2017-06	Multi-purpose:		
	Acquisition of Street Safety Signs		6,828.49
	Road Improvements		137,584.98
	Acquisition of Emergency Back-up Generator		1,207.26
	Acquisition of Fire Equipment		349.71
2018-03	Multi-purpose:		
	Road Program - Beachwood/Homewood		7,892.73
	Acquisition of Police Equipment		1,121.00
	Acquisition of Sewer Equipment		
	Acquisition of Fire Equipment		48.96
2019-05	Multi-purpose:		
	Heating System at Public Works Garage		8,875.00
	Police Vehicle and Software		242.00
	Sewer Tank Housing Panel		4,255.11
	Acquisition of Fire Equipment		108.34
2020-04/ 2021-06	Multi-purpose:		
	Acquisition of Public Works Equipment		57,926.84
	Road Program		
	Acquisition of a Security Cameras		1,015.00
	Acquisition of Police Equipment		378.87
	Acquisition of Sewer Equipment		(274,939.66)
	Acquisition of Fire Equipment		1.14
2022-06	Multi-purpose:		
	Public Works Vehicles and Equipment		(14,859.79)
	Police Vehicles and Equipment		567.24
	Purchase of Fire Equipment		(4,737.00)
Total			<u>\$ 74,665.62</u>

BOROUGH OF RIVERTON
General Capital Fund
Schedule of Deferred Charges to Future Taxation - Funded
For the Year Ended December 31, 2022

Balance December 31, 2021	\$ 1,590,000.00
Decreased by:	
Serial Bond Principal Payment	<u>145,000.00</u>
Balance December 31, 2022	<u><u>\$ 1,445,000.00</u></u>

BOROUGH OF RIVERTON
General Capital Fund
Schedule of Deferred Charges to Future Taxation - Unfunded
For the Year Ended December 31, 2022

						Analysis of Balance December 31, 2022			
Ordinance Number	Improvement Description	Balance December 31, 2021	2022 Authorizations	Paid by Budget	Cancelled	Balance December 31, 2022	Financed by Bond Anticipation Notes	Expenditures	Unexpended Improvement Authorization
2019-05	Various Capital Improvements	\$ 370,025.00	\$ -	\$ -	\$ -	\$ 370,025.00	\$ 370,025.00	\$ -	\$ -
2020-04/ 2021-06	Various Capital Improvements	501,524.00				501,524.00	225,524.00	215,617.81	60,382.19
2022-06	Various Capital Improvements		180,500.00			180,500.00		178,790.79	1,709.21
		<u>\$ 871,549.00</u>	<u>\$ 180,500.00</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,052,049.00</u>	<u>\$ 595,549.00</u>	<u>\$ 394,408.60</u>	<u>\$ 62,091.40</u>
Improvement Authorizations - Unfunded									\$ 71,316.74
Less - Unexpended Proceeds from Bond Anticipation Notes:									
							<u>Ordinance Number</u>		
							2019-05	9,225.34	
									<u>9,225.34</u>
							Total		<u>\$ 62,091.40</u>

BOROUGH OF RIVERTON
General Capital Fund
Statement of Grants Receivable
For the Year Ended December 31, 2022

Balance December 31, 2022 and 2021	<u>\$ 10,500.00</u>
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Analysis of Balance

Burlington County Park Development Grant - Memorial Park	<u>\$ 10,500.00</u>
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	<u>\$ 10,500.00</u>
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BOROUGH OF RIVERTON
General Capital Fund
Schedule of General Serial Bonds
For the Year Ended December 31, 2022

<u>Purpose</u>	<u>Date of Issue</u>	Amount of Original Bonds	<u>Maturities of Bonds Outstanding December 31, 2022</u>		<u>Interest Rate</u>	<u>Balance December 31, 2021</u>	<u>Issued</u>	<u>Decreased</u>	<u>Balance December 31, 2022</u>
			<u>Date</u>	<u>Amount</u>					
General Bonds of 2018	8/23/2018	\$ 1,995,000	8/1/2023	\$ 155,000.00	5.00%	\$ 1,590,000.00	\$ -	\$ 145,000.00	\$ 1,445,000.00
			8/1/2024	160,000.00	5.00%				
			8/1/2025	170,000.00	5.00%				
			8/1/2026	180,000.00	5.00%				
			8/1/2027	185,000.00	5.00%				
			8/1/2028	195,000.00	5.00%				
			8/1/2029	195,000.00	4.00%				
			8/1/2030	205,000.00	5.00%				

BOROUGH OF RIVERTON
General Capital Fund
Schedule of Bond Anticipation Notes
For the Year Ended December 31, 2022

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Date of Issue of Original Note</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	<u>Balance December 31, 2021</u>	<u>Increased</u>	<u>Decreased</u>	<u>Balance December 31, 2022</u>
2019-05	Various Capital Improvements	3/23/22	3/23/22	3/22/23	0.905%	\$ -	\$ 370,025.00	\$ -	\$ 370,025.00
2017-06	Various Capital Improvements	3/23/22	3/23/22	3/22/23	0.905%	-	225,524.00	-	225,524.00
						<u>\$ -</u>	<u>\$ 595,549.00</u>	<u>\$ -</u>	<u>\$ 595,549.00</u>
						Issued for Cash	\$ 595,549.00	\$ -	
						Paid by Budget	-	-	
							<u>\$ 595,549.00</u>	<u>\$ -</u>	

BOROUGH OF RIVERTON
General Capital Fund
Schedule of Improvement Authorizations
For the Year Ended December 31, 2022

Ordinance Number	Improvement Description	Date	Ordinance		Balance December 31, 2021		2022 Authorizations		Deferred Charges To Future Taxation Unfunded	Prior Year Encumbrances	Paid or Charged	Canceled	Balance December 31, 2022	
			Amount	Funded	Unfunded	Capital Improvement Fund	Grant Receivable	Funded					Unfunded	
2015-2	Multi-purpose:	05/06/15												
	b. Improvements to Riverton Park		\$ 287,500.00	\$ 963.00	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 963.00	
	c. Road Improvements		366,675.00	46,098.22							3,600.00		42,498.22	
	d. Acquisition of Street Signs		10,000.00	2,635.00						7,365.00	6,886.26		3,113.74	
	e. Acquisition of Public Works Equipment		210,500.00	187.00									187.00	
	f. Sewer System-Wide Improvements		50,000.00	1,183.61							1,183.61			
2016-4	Multi-purpose:	06/08/16												
	b. Acquisition of Computer Hardware		6,000.00	1,099.27									1,099.27	
	e. Acquisition of Fire Equipment		100,000.00	16,740.00									16,740.00	
2017-06	Multi-purpose:	7/12/2017												
	a. Acquisition of Street Safety Signs		11,000.00	6,828.49									6,828.49	
	b. Road Improvements		444,050.00	137,584.98									137,584.98	
	d. Acquisition of Emergency Back-Up Generator		45,500.00	1,207.26									1,207.26	
	e. Acquisition of Fire Equipment		12,500.00	349.71									349.71	
2018-03	Multi-purpose:	07/17/18												
	a. Acquisition of Public Works Equipment		20,200.00											
	b. Road Program - Beachwood/Homewood		2,847,505.00	7,892.73									7,892.73	
	c. Acquisition of a Police Equipment		10,392.00	1,121.00									1,121.00	
	d. Acquisition of Sewer Equipment		212,450.00	31,734.56							31,734.56			
	e. Acquisition of Fire Equipment		15,000.00	48.96									48.96	
2019-05	Multi-purpose:	06/16/19												
	a. Heating System at Public Works Garage		15,000.00		8,875.00									8,875.00
	b. Police Vehicle and Software		74,500.00		242.00									242.00
	c. Sewer Tank Housing Panel		292,000.00		235,400.00					26,153.25	261,553.25			
	d. Acquisition of Fire Equipment		8,000.00		108.34									108.34
2020-04/ 2021-06	Multi-purpose:	06/16/20 05/24/21												
	a. Various Improvements to Riverton Park		79,305.00		69,426.84						11,500.00			57,926.84
	b. Various Upgrades to the Public Works Building		11,950.00											
	c. Acquisition of a Security Cameras		4,665.00		1,015.00									1,015.00
	d. Acquisition of Police Equipment		4,000.00		378.87									378.87
	e. Various Sewer System Improvements		420,000.00		398,503.86						397,443.52			1,060.34
	f. Acquisition of Fire Equipment		8,000.00		1.14									1.14
2022-06	Multi-purpose:													
	a. Public works vehicles and equipment		83,000.00			4,150.00		78,850.00			81,303.79			1,696.21
	b. Police vehicles and equipment		102,000.00			5,100.00		96,900.00			102,000.00			
	c. Purchase of Fire Equipment		5,000.00			250.00		4,750.00			4,987.00			13.00
	Total			\$ 255,673.79	\$ 713,951.05	\$ 9,500.00	\$ -	\$ 180,500.00	\$ 33,518.25	\$ 902,191.99	\$ -	\$ 219,634.36	\$ 71,316.74	
								Encumbrances Payable		\$ 164,016.35				
								Cash Disbursed		738,175.64				
								Total		\$ 902,191.99				

BOROUGH OF RIVERTON
General Capital Fund
Statement of Capital Improvement Fund
For the Year Ended December 31, 2022

Balance December 31, 2021	\$ 13,860.76
Increased by:	
2022 Budget Appropriation	<u>7,500.00</u>
	21,360.76
Decreased by:	
Appropriated to Finance Improvement Authorization	<u>9,500.00</u>
Balance December 31, 2022	<u><u>\$ 11,860.76</u></u>

BOROUGH OF RIVERTON
General Capital Fund
Statement of Bonds and Notes Authorized but not Issued
For the Year Ended December 31, 2022

<u>Ordinance Number</u>	<u>Improvement Description</u>	Balance December 31, <u>2021</u>	2022 <u>Authorizations</u>	Bond Anticipation Notes <u>Issued</u>	Balance December 31, <u>2022</u>
2019-5	Multi-Purpose	\$ 370,025.00	\$ -	\$ 370,025.00	\$ -
2020-4/2021-06	Multi-Purpose	501,524.00	-	225,524.00	276,000.00
2022-06	Multi-Purpose	<u> </u>	<u>180,500.00</u>	<u>-</u>	<u>180,500.00</u>
	Total	<u>\$ 871,549.00</u>	<u>\$ 180,500.00</u>	<u>\$ 595,549.00</u>	<u>\$ 456,500.00</u>

PUBLIC ASSISTANCE FUND

BOROUGH OF RIVERTON
PUBLIC ASSISTANCE FUND
Schedule of Cash - Treasurer
For the Year Ended December 31, 2022

	P.A.T.F. <u>I</u>
Balance December 31, 2021	\$ 744.35
Increased by Receipts:	
Interest Earned	<u>1.09</u>
Total	745.44
Decreased by Disbursements	<u>-</u>
Balance December 31, 2022	<u><u>\$ 745.44</u></u>

BOROUGH OF RIVERTON

PART II

Schedule of Findings and Recommendations

For the Year Ended December 31, 2022

**BOROUGH OF RIVERTON
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2022**

Section 1 -- Summary of Auditor's Results

Financial Statement Section

Type of auditor's report issued:
Regulatory Basis

Unmodified

Internal control over financial reporting:

1) Material weaknesses identified?

 yes X no

2) Were reportable conditions identified that were
not considered to be material weaknesses?

 yes X none reported

Noncompliance material to financial statements noted?

 yes X no

Federal Awards

A Federal Single Audit was not required

State Awards

A State Single Audit was not required

BOROUGH OF RIVERTON
Schedule of Findings and Questioned Costs
For the Year Ended December 31, 2022

Schedule of Financial Statement Findings

This section identifies the reportable conditions, material weaknesses, and instances of noncompliance related to the financial statements that are required to be reported in accordance with *Government Auditing Standards* and with requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

No Findings Identified.

BOROUGH OF RIVERTON
Schedule of Findings and Questioned Costs
For the Year Ended December 31, 2022

Schedule of Federal Awards and State Financial Assistance
Findings and Questioned Costs

This section identifies the significant deficiencies, material weaknesses and instances of noncompliance, including questioned costs, related to the audit of major federal and state programs, as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and New Jersey Circular 15-08-OMB.

FEDERAL AWARDS

A federal single audit was not required.

STATE AWARDS

A state single audit was not required.

BOROUGH OF RIVERTON
Summary Schedule of Prior Year Audit Findings
And Recommendations as Prepared by Management

This section identifies the status of prior year findings related to the financial statements and federal and state grant awards that are required to be reported in accordance with *Government Auditing Standards* and New Jersey OMB's Circular 15-08.

FINANCIAL STATEMENT FINDINGS

There were no financial statement findings in the prior year.

FEDERAL AWARDS

A Federal Single Audit was not required.

STATE AWARDS

A State Single Audit was not required.

BOROUGH OF RIVERTON
OFFICIALS IN OFFICE AND SURETY BONDS

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

<u>Name</u>	<u>Title</u>	<u>Term expires</u>	<u>Amount of Bond</u>	<u>Name of Corporate Surety</u>
Suzanne Cairns Wells	Mayor	12/31/2023		
William Corbi	President of Council	12/31/2024		
Kirk Fullerton	Councilperson	12/31/2022		
Laura Major	Councilperson	12/31/2022		
James Quinn	Councilperson	12/31/2023		
Julie Scott	Councilperson	12/31/2024		
Edgar Wilburn	Councilperson	12/31/2023		
Michelle Hack	Borough Clerk and Registrar of Vital Statistics		35,000	(C)
Julia Edmondson	Chief Financial Officer		200,000	(B)
Nicole Chicone-Shively	Tax Collector, Treasurer, and Deputy Registrar		175,000	(B)
Catherine R. Smyth	Data Control Clerk Construction/Admin Assistant		35,000	(B)
Roger Fort	Construction Code Official		10,000	(A)
Pete Clifford	Code Enforcement and Zoning Official		10,000	(A)
James Duda	Assessor		10,000	(A)
Alaimo Associates	Engineer			
Tom Coleman	Solicitor			

All Bonds were examined and properly executed.

(A) Selective Insurance Company - Employee Dishonesty Coverage

(B) Selective Insurance Company - Separate Surety Bond.

(C) Penn National Insurance Company - Separate Surety Bond.

ACKNOWLEDGMENT

I express my appreciation for the assistance and courtesies extended to the audit team by the Borough Officials during the course of our audit.

Respectfully submitted,

INVERSO & STEWART, LLC
Certified Public Accountant



Robert P. Inverso
Certified Public Accountant
Registered Municipal Accountant