

**TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY**

**FINANCIAL STATEMENTS AND
SUPPLEMENTARY INFORMATION
WITH REPORT OF AUDIT
YEAR ENDED DECEMBER 31, 2025**

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COUNTY OF MONMOUTH
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TOWNSHIP OF NEPTUNE

COUNTY OF MONMOUTH

PART I

REPORT OF AUDIT OF FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2025

INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor and
Members of the Township Committee
Township of Neptune
County of Monmouth
Neptune, New Jersey

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying comparative balance sheets - regulatory basis of the various funds of the Township of Neptune, ("Township"), County of Monmouth, State of New Jersey, as of December 31, 2025 and 2024, the related comparative statement of operations and changes in fund balance - regulatory basis for the years then ended, and the related statement of revenues - regulatory basis and statement of expenditures - regulatory basis of the various funds for the year ended December 31, 2025, and the related notes to the financial statements, which collectively comprise the Township's basic financial statements as listed in the table of contents.

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the financial statements referred to above present fairly, in all material respects, the balance sheets - regulatory basis of the various funds of the Township as of December 31, 2025 and 2024 and the statements of operations - regulatory basis for the years then ended, and the statement of revenues and expenditures - regulatory basis, and general fixed asset group of accounts - regulatory basis, for the year ended December 31, 2025 in conformity with accounting principles and practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey ("Division") as described in Note 1.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles section of our report, the financial statements - regulatory basis referred to above do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the Township as of December 31, 2025 and 2024, or the changes in financial position for the years then ended.

Basis for Unmodified Opinion on Regulatory Basis Accounting

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

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

As described in Note 1 to the financial statements – regulatory basis, the financial statements – regulatory basis are prepared by the Township on the basis of the financial reporting provisions of the Division, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to meet with the requirements of the State of New Jersey. The effects on the financial statements – regulatory basis 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 and 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 Township'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

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

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

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

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Township's basic financial statements. The accompanying supplemental information 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 required part of the basic financial statements. The accompanying schedule of expenditures of state financial assistance are presented for purposes of additional analysis as required by State of New Jersey Circular 25-12-OMB, *Single Audit Policy for the Recipients of Federal Grants, State Grants and State Aid* and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information, and the schedule of expenditures of state financial assistance are fairly stated, in all material respects, in relation to the regulatory basis financial statements as a whole.

Other Information

Management is responsible for the other information included in the report of audit. The other information comprises the general comments and officials in office and surety bonds but does not include the financial statements, our auditor's report or supplementary information thereon. Our opinions on the financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated August 30, 2026, on our consideration of the Township's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Township's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Township's internal control over financial reporting and compliance.

Charles J. Fallon CPA, RMA

Charles J. Fallon

Certified Public Accountant

Registered Municipal Accountant #506

Fallon & Company LLP

FALLON & COMPANY LLP

Hazlet, New Jersey

August 30, 2026

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

To the Honorable Mayor and
Members of the Township Council
Township of Neptune
County of Monmouth
Neptune Township, New Jersey

We have audited, 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 the audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, the financial statements prepared on a regulatory basis of the Township of Neptune, County of Monmouth, State of New Jersey ("Township"), as of and for the year ended December 31, 2025, and the related notes to the financial statements, which collectively comprise the Township's basic financial statements, and have issued our report thereon dated August 30, 2026, which was adverse due to being presented in accordance with the New Jersey Regulatory Basis of Accounting. Our report disclosed that, as described in Note 1 to the financial statements, the Township prepares its financial statements on a basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey (the "Division"), that demonstrates compliance with a modified accrual basis of accounting and the budget laws of the State of New Jersey.

Report on Internal Control Over Financial Reporting

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

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

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

Report on Compliance and Other Matters

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

Purpose of this Report

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

Charles J. Fallon CPA, RMA

Charles J. Fallon
Certified Public Accountant
Registered Municipal Accountant #506

Fallon & Company LLP

FALLON & COMPANY LLP
Hazlet, New Jersey
August 30, 2026

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
COMPARATIVE BALANCE SHEETS - REGULATORY BASIS

As of December 31,

ASSETS	<u>Ref.</u>	<u>2025</u>	<u>2024</u>
Cash	A-4	\$ 46,314,953.28	\$ 37,641,023.61
Cash - Change Fund	A	880.00	880.00
		<u>46,315,833.28</u>	<u>37,641,903.61</u>
Due from State - P.L. 1971 C.20	A-6	4,699.68	4,254.79
Receivables with Full Reserves:			
Mortgage Receivable	A-7	200,000.00	200,000.00
Delinquent Property Taxes Receivable	A-8	1,641,591.06	1,128,648.79
Tax Title Liens Receivable	A-9	87,599.10	75,709.89
Property Acquired for Taxes - Assessed Valuation	A-10	4,400,600.00	2,447,200.00
Revenue Accounts Receivable	A-11	27,320.38	25,620.66
Abating Costs	A-12	61,527.50	56,570.56
Interfunds Receivable	A-13	10,158.60	11,394.85
Pilot Program	A-28	7,704.93	1,797.42
Commercial Refuse Collection Receivable	A-29	3,118.25	3,118.25
		<u>6,436,501.57</u>	<u>3,950,060.42</u>
		<u>52,757,034.53</u>	<u>41,596,218.82</u>
Federal and State Grant Fund:			
Cash	A-4	545,550.88	906,527.69
Interfund - Current Fund	A-24	3,750.00	3,750.00
Grants Receivable	A-25	914,256.53	1,049,539.20
		<u>1,459,807.41</u>	<u>1,959,816.89</u>
Total Assets		<u>\$ 54,216,841.94</u>	<u>\$ 43,556,035.71</u>

The accompanying notes are an integral part of this statement.

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
COMPARATIVE BALANCE SHEETS - REGULATORY BASIS

As of December 31,

	<u>Ref.</u>	<u>2025</u>	<u>2024</u>
LIABILITIES, RESERVES AND FUND BALANCE			
Appropriation Reserves	A-3/A-15	\$ 2,093,598.92	\$ 2,593,839.45
Interfunds Payable	A-13	18,500.00	3,750.00
Accounts Payable	A-14	285,262.74	286,489.43
Reserve for Encumbrances	A-16	1,637,005.49	2,398,687.95
Tax Overpayments	A-17	69,099.31	79,753.20
Prepaid Taxes	A-18	1,169,779.85	1,085,204.73
County Taxes Payable	A-20	58,707.24	29,414.41
Local School District Tax Payable	A-21	20,002,559.50	12,472,207.50
Due to State Agencies	A-22	73,018.00	14,873.00
Various Reserves	A-23	1,090,121.99	1,033,106.93
Commercial Refuse Collection Overpayments	A-30	3,480.24	13,857.65
		<u>26,501,133.28</u>	<u>20,011,184.25</u>
Reserve for Receivables and Other Assets	A	6,436,501.57	3,950,060.42
Fund Balance	A-1	<u>19,819,399.68</u>	<u>17,634,974.15</u>
		<u>26,255,901.25</u>	<u>21,585,034.57</u>
		<u>52,757,034.53</u>	<u>41,596,218.82</u>
Federal and State Grant Fund:			
Appropriated Reserves	A-26	1,233,400.35	1,441,426.25
Reserve for Encumbrances	A-26	225,728.08	510,379.89
Unappropriated Reserves	A-27	678.98	8,010.75
		<u>1,459,807.41</u>	<u>1,959,816.89</u>
Total Liabilities, Reserves and Fund Balance		<u>\$ 54,216,841.94</u>	<u>\$ 43,556,035.71</u>

The accompanying notes are an integral part of this statement.

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

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

For the Years Ended December 31,

	<u>Ref.</u>	<u>2025</u>	<u>2024</u>
Revenue and Other Income Realized:			
Fund Balance Utilized	A-2	\$ 5,466,809.61	\$ 4,981,111.77
Miscellaneous Revenue Anticipated	A-2	15,916,567.04	17,056,540.23
Receipts from Delinquent Taxes	A-2	1,079,996.93	1,082,890.57
Receipts from Current Taxes	A-2	128,719,939.74	111,836,173.88
Non-Budget Revenues	A-2	1,115,050.28	1,084,728.57
Other Credits to Income:			
Prior Year Senior Citizens Allowed	A-6		500.00
Tax Title Lien Canceled	A-9	970.55	
Interfunds Returned	A-13	1,236.25	42,644.31
Appropriated Grant Reserves Canceled	A-13	26,679.05	17,606.99
Accounts Payable Canceled	A-14	55,591.85	13,512.53
Unexpended Balance of Appropriation Reserves	A-15	2,946,302.33	2,146,260.35
Tax Overpayments Canceled	A-17		4,710.73
Cancel Due to State	A-22		95.00
Miscellaneous	A	9,406.86	17,426.39
Total Revenue		<u>155,338,550.49</u>	<u>138,284,201.32</u>
Expenditures:			
Budget Appropriations Within Caps:			
Operations:			
Salaries and Wages	A-3	19,610,400.00	19,028,300.00
Other Expenses	A-3	18,419,131.25	17,383,685.00
Deferred Charges and Statutory Expenditures	A-3	5,540,064.00	5,350,185.00
Budget Appropriations Excluded from Caps:			
Operations:			
Salaries and Wages	A-3	344,200.00	496,791.00
Other Expenses	A-3	4,268,839.92	4,557,459.00
Capital Improvements	A-3	450,000.00	500,000.00
Municipal Debt Service	A-3	5,576,608.89	5,950,128.33
		<u>54,209,244.06</u>	<u>53,266,548.33</u>

The accompanying notes are an integral part of this statement.

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

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

For the Years Ended December 31,

	<u>Ref.</u>	<u>2025</u>	<u>2024</u>
Prior Year Deductions Disallowed	A-6	\$ 4,875.01	\$ 3,328.77
Canceled Deductions - Prior Taxes	A-6	1,662.15	800.01
Grants Receivable Canceled	A-13	38,269.86	17,606.99
Refund of Prior Year Tax Revenue	A-17	264,101.12	37,429.81
Fire District Taxes	A-19	4,261,675.23	4,103,559.00
County Taxes	A-20	14,346,783.92	13,519,858.40
Local District School Tax	A-21	74,560,704.00	59,500,000.00
Transfer to Reserve for Tax Appeal	A-23		675,000.00
Total Expenditures		147,687,315.35	131,124,131.31
Excess/(Deficit) in Revenue		7,651,235.14	7,160,070.01
Fund Balance January 1	A	17,634,974.15	15,456,015.91
		25,286,209.29	22,616,085.92
Decreased by:			
Utilized as Anticipated Revenue	A-1	5,466,809.61	4,981,111.77
Fund Balance December 31	A	\$ 19,819,399.68	\$ 17,634,974.15

The accompanying notes are an integral part of this statement.

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
STATEMENT OF REVENUES - REGULATORY BASIS

For the Year Ended December 31, 2025

		Anticipated		
	<u>Ref.</u>	<u>Budget</u>	Special N.J.S.A. <u>40A:4-87</u>	<u>Realized</u>
				<u>Excess or (Deficit)</u>
Fund Balance Anticipated	A-1	\$ 5,466,809.61		\$ 5,466,809.61
Miscellaneous Revenues:				
Licenses:				
Alcoholic Beverages	A-11	58,000.00		59,613.85
Other	A-11	480,000.00		437,396.74
Fees and Permits	A-11	750,000.00		996,425.96
Fines and Costs:				
Municipal Court	A-11	325,000.00		352,639.62
Interest and Costs on Taxes	A-11	260,000.00		338,283.06
Interest on Investments and Deposits	A-11	950,000.00		1,911,183.31
Energy Receipts Tax	A-11	5,057,045.00		5,057,045.47
Uniform Construction Code Fees	A-11	1,050,000.00		1,325,545.00
Interlocal Services Agreements:				
Neptune BOE - GREAT Program	A-11	25,000.00		25,000.00
Fleet Maintenance - Allenhurst, Neptune Fire District,				
Neptune BOE, Asbury Park	A-11	150,000.00		109,351.06
Liability, Workman's Compensation, Pensions and				
Property Insurance - Neptune Fire, OG Fire	A-11	299,500.00		299,529.52
Monmouth County EMS	A-11	3,000.00		27,604.00
Community Notification System Agreement	A-11	2,800.00		2,800.00
Prisoner Processing / Jail Program	A-11	7,500.00		7,700.00
City of Asbury Park - Wesley Lake Maintenance	A-11	7,000.00		5,379.00

The accompanying notes are an integral part of this statement.

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
STATEMENT OF REVENUES - REGULATORY BASIS

For the Year Ended December 31, 2025

		<u>Anticipated</u>			
	<u>Ref.</u>	<u>Budget</u>	Special N.J.S.A. <u>40A:4-87</u>	<u>Realized</u>	Excess or <u>(Deficit)</u>
Neptune Fire Dept - Calibration Services/Fit Testing	A-11	\$ 1,000.00		\$ 1,000.00	
Township of Neptune Sewer Authority - Emergency Svcs Support	A-11	3,500.00		3,500.00	
Administration Fees - Off Duty Employment of Police Officers	A-11	200,000.00		237,818.75	\$ 37,818.75
Cable T.V. - Franchise Fee	A-11	373,020.21		373,020.21	
Commercial Garbage Removal Fees	A-11	90,000.00		85,313.85	(4,686.15)
Cell Tower Lease	A-11	175,000.00		184,354.05	9,354.05
Monmouth County Lease of Facility	A-11	160,000.00		177,293.28	17,293.28
General Capital Surplus	A-11	200,000.00		106,500.00	(93,500.00)
EMS Program	A-11	700,000.00		970,236.44	270,236.44
Hospital Community Service Contribution (Police Services)	A-11	610,000.00		622,402.36	12,402.36
Municipal Occupancy Tax (Hotel Tax)	A-11	550,000.00		604,773.93	54,773.93
Cannabis Fees	A-11	600,000.00		713,521.66	113,521.66
Recycling Tonnage Grant	A-25		\$ 68,063.92	68,063.92	
Municipal Alliance on Alcoholism and Drug Abuse - State	A-25	26,360.00		26,360.00	
Federal Emergency Management Assistance	A-25	10,000.00		10,000.00	
Older Americans Act - Title IIIB/State Cola	A-25	36,000.00	5,000.00	41,000.00	
Interfaith Neighbors - Senior Meal Program	A-25	25,949.00		25,949.00	
Body Armor Replacement	A-25	5,869.75		5,869.75	
Edward Byrne Memorial Justice Assistance Grant	A-25	48,501.00		48,501.00	
NJSP Hazardous Materials Emergency Planning Grant	A-25	28,000.00		28,000.00	
FY2026 Comprehensive Traffic Safety Program	A-25		20,000.00	20,000.00	
Drunk Driving Enforcement Fund	A-25		13,566.97	13,566.97	
FY 24 COPS Hiring Program	A-25	117,971.00		117,971.00	
Opioid Settlement Fund	A-25	50,000.00	55,939.56	105,939.56	

The accompanying notes are an integral part of this statement.

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
STATEMENT OF REVENUES - REGULATORY BASIS

For the Year Ended December 31, 2025

		Anticipated		
	<u>Ref.</u>	<u>Budget</u>	Special N.J.S.A. 40A:4-87	Realized
Click-It-or-Ticket	A-25		\$ 7,000.00	\$ 7,000.00
NJDCA Public Facilities Improvement Grant	A-25		100,000.00	100,000.00
NJ LEAD Grant Program	A-25		112,750.00	112,750.00
Work Experience Program by Monmouth County				
Workforce Development	A-25		51,000.00	51,000.00
Clean Communities Program	A-25		87,397.44	87,397.44
Municipal Alcohol Education/Rehabilitation Program	A-25		11,967.28	11,967.28
Total Miscellaneous Revenues	A-1	\$ 13,436,015.96	532,685.17	15,916,567.04
Receipts from Delinquent Taxes	A-1/A-2	1,079,948.43		1,079,996.93
Amount to be Raised by Taxes for Support of Municipal Budget:				
Local Tax for Municipal Purposes	A-8	34,350,000.00		36,172,550.59
Minimum Library Tax	A-8	2,228,226.00		2,228,226.00
Total Amount to be Raised by Taxes	A-2	36,578,226.00		38,400,776.59
Non-Budget Revenues	A-1/A-2			1,115,050.28
Total		\$ 56,561,000.00	\$ 532,685.17	\$ 61,979,200.45
	<u>Ref.</u>	A-3	A-3	

The accompanying notes are an integral part of this statement.

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
STATEMENT OF REVENUES - REGULATORY BASIS

For the Year Ended December 31, 2025

Analysis of Realized Revenues

Allocation of Current Tax Collections:

Revenue from Collections	A-1/A-8	\$ 128,719,939.74
Allocated to School, County and Fire District Taxes	A-8	<u>93,169,163.15</u>

Balance for Support of Municipal
 Budget Appropriations

35,550,776.59

Add:

Reserve for Uncollected Taxes

A-3 2,850,000.00

Amount for Support of Municipal
 Budget Appropriations

A-2 \$ 38,400,776.59

Receipts from Delinquent Taxes:

Delinquent Tax Collections

A-8 \$ 1,079,996.93

A-2 \$ 1,079,996.93

The accompanying notes are an integral part of this statement.

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
STATEMENT OF REVENUES - REGULATORY BASIS

For the Year Ended December 31, 2025

Analysis of Non-Budget Revenues:

Canister Rental		\$	8,860.00
Tires			1,410.00
Recycling			17,602.65
DPW - Freon			6,990.00
Copies			433.13
Planning Board			65,068.79
Ocean Grove Boardwalk Security			13,709.40
CBS Outdoor Signboard			3,720.09
Workman's Compensation Refunds			19,605.61
Variance - Board of Adjustment			20,504.96
ID Cards - Police			6,075.00
Returned Checks			230.00
State Administration Fee - Senior Citizen and Veterans			2,571.72
Other Unanticipated			52,351.93
Sale of Trash Cans			17,796.00
Tax Search			220.00
Insurance			10,000.00
Vending Revenue			81.03
Duplicate Bill			14,310.00
HPC Application Fees			2,005.00
Police Academy Reimbursement			3,500.00
Vacant Property Registration Fee			13,959.71
Permit to Carry			9,800.00
Abating Costs	A-12		413.06
Payments in Lieu of Taxes on Real Property	A-28		486,467.73
Salt Storage			2,000.00
Neptune City-Brush Pickup			72,156.77
Sale of Municipal Assets			101,717.79
Revocable License Agreement			3,500.00
Film Permit Fee			5,350.00

The accompanying notes are an integral part of this statement.

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
STATEMENT OF REVENUES - REGULATORY BASIS

For the Year Ended December 31, 2025

Analysis of Non-Budget Revenues (continued):

Cannabis Fee		101,000.00
EV Rebate		41,481.31
Statutory Excess - Animal Control Fund		<u>10,158.60</u>
	A-2/A-5	<u>\$ 1,115,050.28</u>
Cash	A-5	\$ 1,104,891.68
Interfunds	A-13	<u>10,158.60</u>
	A-2	<u>\$ 1,115,050.28</u>

The accompanying notes are an integral part of this statement.

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS

For the Year Ended December 31, 2025

	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Expended Reserved</u>	<u>Unexpended Balance Canceled</u>
Operations Within CAPS					
General Government Functions:					
General Administration					
Salaries and Wages	\$ 340,000.00	\$ 290,000.00	\$ 211,698.20	\$ 78,301.80	
Other Expenses	42,000.00	42,000.00	40,974.06	1,025.94	
Human Resources					
Salaries and Wages	210,000.00	230,000.00	210,252.03	19,747.97	
Other Expenses	45,000.00	70,000.00	61,478.24	8,521.76	
Municipal Clerk					
Salaries and Wages	205,000.00	205,000.00	180,530.70	24,469.30	
Other Expenses	34,000.00	34,000.00	33,255.00	745.00	
Financial Administration					
Salaries and Wages	430,000.00	450,000.00	434,414.21	15,585.79	
Other Expenses	210,000.00	210,000.00	181,221.31	28,778.69	
Audit Services					
Other Expenses	65,000.00	65,000.00	65,000.00		
Computerized Data Processing					
Salaries and Wages	279,000.00	279,000.00	277,101.20	1,898.80	
Other Expenses	34,700.00	34,700.00	24,219.64	10,480.36	
Revenue Administration					
Salaries and Wages	495,000.00	435,000.00	407,698.24	27,301.76	
Other Expenses	38,000.00	38,000.00	31,934.38	6,065.62	
Tax Assessment Administration					
Salaries and Wages	290,000.00	310,000.00	301,960.16	8,039.84	
Other Expenses	73,000.00	83,000.00	82,763.53	236.47	
Legal Services					
Other Expenses	900,000.00	1,200,000.00	1,149,024.70	50,975.30	

The accompanying notes are an integral part of this statement.

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS

For the Year Ended December 31, 2025

	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Expended Reserved</u>	<u>Unexpended Balance Canceled</u>
Engineering Services					
Other Expenses	\$ 360,000.00	\$ 360,000.00	\$ 342,961.70	\$ 17,038.30	
Economic Development					
Salaries and Wages	10,000.00	10,000.00		10,000.00	
Other Expenses	2,500.00	2,500.00		2,500.00	
Land Use Administration:					
Planning Board					
Salaries and Wages	67,500.00	67,500.00	63,917.09	3,582.91	
Other Expenses	17,500.00	17,500.00	17,289.41	210.59	
Historic Preservation Committee					
Other Expenses	29,000.00	29,000.00	23,598.83	5,401.17	
Land Use Administration Office					
Salaries and Wages	100,000.00	100,000.00	90,370.00	9,630.00	
Other Expenses	6,000.00	6,000.00	2,780.23	3,219.77	
Zoning Board of Adjustment					
Other Expenses	14,000.00	14,000.00	5,107.02	8,892.98	
Code Enforcement and Administration:					
Code Enforcement					
Salaries and Wages	457,000.00	467,000.00	455,748.20	11,251.80	
Other Expenses	20,000.00	20,000.00	16,056.34	3,943.66	
Mercantile Licensing					
Salaries and Wages	19,000.00	19,000.00	13,409.01	5,590.99	
Other Expenses	30,000.00	30,000.00	22,938.12	7,061.88	
Insurance					
Liability Insurance	860,000.00	810,000.00	801,595.71	8,404.29	
Workers Compensation Insurance	380,000.00	380,000.00	380,000.00		
Employee Group Insurance	6,900,000.00	6,950,000.00	6,839,376.48	110,623.52	
Health Benefit Waivers	60,000.00	60,000.00	40,084.52	19,915.48	

The accompanying notes are an integral part of this statement.

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS

For the Year Ended December 31, 2025

	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Expended Reserved</u>	<u>Unexpended Balance Canceled</u>
Public Safety Functions:					
Police Department					
Salaries and Wages	\$ 11,300,000.00	\$ 11,150,000.00	\$ 10,990,609.15	\$ 159,390.85	
Other Expenses	450,000.00	515,000.00	512,982.36	2,017.64	
Homeland Security Expenses	12,000.00	12,000.00	11,957.49	42.51	
Office of Emergency Management					
Salaries and Wages	45,000.00	45,000.00	32,178.12	12,821.88	
Other Expenses	75,000.00	75,000.00	74,666.39	333.61	
Homeland Security Expenses	12,000.00	12,000.00	12,000.00		
Emergency Medical Services:					
Salaries and Wages	1,150,000.00	1,210,000.00	1,197,027.29	12,972.71	
Other Expenses	200,000.00	200,000.00	183,904.64	16,095.36	
Volunteer Reimbursements (Recruitment/Retention)	120,000.00	120,000.00	85,814.00	34,186.00	
Aid to Volunteer Ambulance Companies					
Other Expenses	45,000.00	45,000.00	45,000.00		
Municipal Prosecutor's Office					
Salaries and Wages	48,000.00	48,000.00	47,295.12	704.88	
Public Works Functions:					
Streets and Roads Maintenance					
Salaries and Wages	750,000.00	550,000.00	523,778.71	26,221.29	
Other Expenses	230,000.00	230,000.00	225,525.67	4,474.33	
Administration of Public Works					
Salaries and Wages	358,000.00	358,000.00	327,003.84	30,996.16	
Other Expenses	70,000.00	70,000.00	63,567.11	6,432.89	
Solid Waste Collection					
Salaries and Wages	975,000.00	1,150,000.00	1,088,570.80	61,429.20	
Other Expenses	9,000.00	9,000.00	8,081.50	918.50	

The accompanying notes are an integral part of this statement.

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS

For the Year Ended December 31, 2025

	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Expended Reserved</u>	<u>Unexpended Balance Canceled</u>
Building and Grounds					
Salaries and Wages	\$ 375,000.00	\$ 375,000.00	\$ 327,690.25	\$ 47,309.75	
Other Expenses	155,000.00	155,000.00	152,147.90	2,852.10	
Vehicle Maintenance					
Other Expenses	1,482,500.00	1,432,500.00	1,365,280.66	67,219.34	
Health and Human Services:					
Public Health Services					
Salaries and Wages	193,500.00	193,500.00	178,530.91	14,969.09	
Other Expenses	11,300.00	12,300.00	11,245.96	1,054.04	
Environmental and Shade Tree Committee					
Salaries and Wages	2,400.00	2,400.00	2,400.00		
Other Expenses	21,000.00	22,000.00	21,640.90	359.10	
Animal Control Services					
Other Expenses	92,000.00	92,000.00	66,262.50	25,737.50	
Park and Recreation Functions:					
Recreation Services and Programs					
Salaries and Wages	250,000.00	250,000.00	235,926.24	14,073.76	
Other Expenses	80,000.00	80,000.00	55,972.83	24,027.17	
Senior Citizens Programs					
Salaries and Wages	425,000.00	425,000.00	393,375.75	31,624.25	
Other Expenses	120,000.00	120,000.00	117,671.38	2,328.62	
Maintenance of Parks					
Other Expenses	235,000.00	235,000.00	208,609.10	26,390.90	
Utility Expenses and Bulk Purchases:					
Electricity	260,000.00	270,500.00	267,220.02	3,279.98	
Street Lighting	290,000.00	290,000.00	258,942.57	31,057.43	
Telephone	250,000.00	250,000.00	237,412.80	12,587.20	
Water	120,000.00	100,000.00	78,855.63	21,144.37	
Gas (Natural)	165,000.00	165,000.00	140,482.99	24,517.01	

The accompanying notes are an integral part of this statement.

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS

For the Year Ended December 31, 2025

	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Expended Reserved</u>	<u>Unexpended Balance Canceled</u>
Telecommunications Costs	\$ 350,000.00	\$ 300,000.00	\$ 218,738.78	\$ 81,261.22	
Gasoline	470,000.00	470,000.00	414,955.67	55,044.33	
Landfill/Solid Waste Disposal Costs:					
Landfill/Solid Waste Disposal Costs					
Other Expenses	2,200,000.00	1,900,000.00	1,678,585.02	221,414.98	
Municipal Court					
Salaries and Wages	345,000.00	345,000.00	341,355.03	3,644.97	
Other Expenses	32,000.00	37,000.00	36,168.67	831.33	
Public Defender (P.L. 1997, c.256)					
Salaries and Wages	18,500.00	21,000.00	20,999.92	0.08	
Uniform Construction Code Enforcement Functions					
Salaries and Wages	630,000.00	580,000.00	479,850.84	100,149.16	
Other Expenses	38,000.00	38,000.00	14,695.80	23,304.20	
Accumulated Absences Trust	50,000.00	100,000.00	100,000.00		
Snow Removal Trust	50,000.00	50,000.00	50,000.00		
Publicity and Tourism					
Salaries and Wages	40,000.00	45,000.00	33,206.28	11,793.72	
Other Expenses	28,000.00	28,000.00	26,900.00	1,100.00	
Celebration of Public Events					
Other Expenses	18,000.00	18,000.00	9,342.53	8,657.47	
Self-Insurance Trust	350,000.00	500,000.00	500,000.00		
Total Operations Within CAPS	38,019,400.00	38,019,400.00	36,283,187.38	1,736,212.62	
Contingent	10,131.25	10,131.25		10,131.25	
Total Operations Including Contingent Within CAPS	38,029,531.25	38,029,531.25	36,283,187.38	1,746,343.87	
Detail:					
Salaries and Wages	19,807,900.00	19,610,400.00	18,866,897.29	743,502.71	
Other Expenses	18,221,631.25	18,419,131.25	17,416,290.09	1,002,841.16	

The accompanying notes are an integral part of this statement.

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS

For the Year Ended December 31, 2025

	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Expended Reserved</u>	<u>Unexpended Balance Canceled</u>
Statutory Expenditures Within CAPS					
Statutory Expenditures:					
Public Employees' Retirement System	\$ 1,372,364.00	\$ 1,372,364.00	\$ 1,372,364.00		
Social Security System (O.A.S.I.)	975,000.00	975,000.00	911,906.63	\$ 63,093.37	
Police and Firemen's Retirement System	3,162,700.00	3,162,700.00	3,162,700.00		
Unemployment Insurance	20,000.00	20,000.00	20,000.00		
Defined Contribution Retirement Program	10,000.00	10,000.00	5,790.42	4,209.58	
Statutory Expenditures					
Statutory Expenditures Within CAPS	5,540,064.00	5,540,064.00	5,472,761.05	67,302.95	
Total Appropriations Within CAPS	43,569,595.25	43,569,595.25	41,755,948.43	1,813,646.82	
Operations Excluded from CAPS					
Aid to Free Public Library	2,228,266.00	2,228,266.00	2,059,107.21	169,158.79	
Recycling Tax	65,000.00	65,000.00	47,463.84	17,536.16	
Interlocal Municipal Service Agreements					
Liability, Workers Comp., & Prop. Ins. - NFD & OGFD	299,500.00	299,500.00	299,500.00		
Neptune BOE GREAT Program - Police					
Salaries and Wages	25,000.00	25,000.00	25,000.00		
Community Notification System	2,800.00	2,800.00	2,800.00		
ANSWER Water Rescue Team	18,000.00	18,000.00	17,096.32	903.68	
Monmouth County - EMS					
Salaries and Wages	3,000.00	3,000.00	3,000.00		
Fleet Maintenance - Allenhurst, NFD,OGFD, Neptune BoE	150,000.00	150,000.00	108,905.07	41,094.93	
Neptune BOE Newsletter Cooperative	17,000.00	17,000.00		17,000.00	
Prisoner Processing / Jail Program					
Salaries and Wages	7,200.00	7,200.00	7,200.00		
Monmouth County 9-1-1 Services	465,000.00	465,000.00	461,948.00	3,052.00	
Monmouth County Tax Assessment Program	7,500.00	7,500.00	4,981.53	2,518.47	

The accompanying notes are an integral part of this statement.

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS

For the Year Ended December 31, 2025

	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Expended Reserved</u>	<u>Unexpended Balance Canceled</u>
City of Asbury Park - Wesley Lake Maintenance	\$ 7,000.00	\$ 7,000.00	\$ 6,871.70	\$ 128.30	
City of Asbury Park - Shot Spotter	43,500.00	43,500.00	43,500.00		
Monmouth County Records Management	3,500.00	3,500.00		3,500.00	
Neptune Fire District - Meter Calibration and SpecOps	1,000.00	1,000.00	1,000.00		
Township of Neptune Sewer Authority - Emergency Services	3,500.00	3,500.00	3,452.44	47.56	
Public and Private Programs Offset by Revenues:					
Matching Funds for Grants	25,000.00	25,000.00		25,000.00	
Senior Citizen Program - Title III					
Salaries and Wages	36,000.00	41,000.00	41,000.00		
Salaries and Wages (Local Match)	188,000.00	188,000.00	188,000.00		
Drunk Driving Enforcement Fund		13,566.97	13,566.97		
Recycling Tonnage Grant		68,063.92	68,063.92		
Federal Emergency Management Services					
Municipal Match	10,000.00	10,000.00	10,000.00		
DEDR - Drug and Alcohol Alliance - State Share	26,360.00	26,360.00	26,360.00		
DEDR - Drug and Alcohol Alliance - Municipal Share	6,590.00	6,590.00	6,590.00		
Supplemental Fire Services Grant	41,668.00	41,668.00	41,668.00		
Body Armor Replacement Fund	5,869.75	5,869.75	5,869.75		
Click it or Ticket		7,000.00	7,000.00		
NJ LEAD Grant Program		112,750.00	112,750.00		
Interfaith Neighbors - Sr. Ctr. Meals Program					
Salaries and Wages	25,949.00	25,949.00	25,949.00		
Salaries and Wages - Local Match	54,051.00	54,051.00	54,051.00		
NJSPHMEP Training/Planning Grant	28,000.00	28,000.00	28,000.00		
Edward Byrne Memorial Justice Assistance Grant	48,501.00	48,501.00	48,501.00		
FY2026 Comprehensive Traffic Safety Program		20,000.00	20,000.00		
NJDCA Public Facilities Improvement Grant		100,000.00	100,000.00		

The accompanying notes are an integral part of this statement.

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS

For the Year Ended December 31, 2025

	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Expended Reserved</u>	<u>Unexpended Balance Canceled</u>
Work Experience Program by Monmouth County					
Workforce Development		\$ 51,000.00	\$ 51,000.00		
Opioid Settlement Programs	\$ 50,000.00	105,939.56	105,939.56		
Municipal Alcohol Education Rehabilitation Program		11,967.28	11,967.28		
FY 24 COPS Hiring Program	117,971.00	117,971.00	117,971.00		
COPS Hiring Program - Match	69,629.00	69,629.00	69,629.00		
Clean Communities Program		87,397.44	87,397.44		
Total Operations - Excluded from CAPS	4,080,354.75	4,613,039.92	4,333,100.03	\$ 279,939.89	
Detail:					
Salaries and Wages	339,200.00	344,200.00	344,200.00		
Other Expenses	3,741,154.75	4,268,839.92	3,988,900.03	279,939.89	
Capital Improvements Excluded from CAPS					
Capital Improvement Fund	250,000.00	250,000.00	250,000.00		
Capital Outlay - Public Safety (OEM/EMS/PD)	100,000.00	100,000.00	99,987.79	12.21	
Capital Outlay - Recreation	100,000.00	100,000.00	100,000.00		
Total Capital Improvements Excluded from CAPS	450,000.00	450,000.00	449,987.79	12.21	
Municipal Debt Service Excluded from CAPS					
Payment of Bond Principal	2,755,000.00	2,755,000.00	2,755,000.00		
Payment of Bond Anticipation Notes and Capital Notes	250,000.00	250,000.00	250,000.00		
Interest on Bonds	1,170,050.00	1,170,050.00	1,170,035.63		\$ 14.37
Interest on Notes	20,000.00	20,000.00	20,000.00		
Green Trust Loan Program:					
Loan Repayments for Principal and Interest	86,000.00	86,000.00	83,967.53		2,032.47

The accompanying notes are an integral part of this statement.

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS

For the Year Ended December 31, 2025

	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Expended Reserved</u>	<u>Unexpended Balance Canceled</u>
Capital Lease Obligations					
Principal	\$ 1,130,000.00	\$ 1,130,000.00	\$ 1,130,000.00		
Interest	200,000.00	200,000.00	167,605.73		\$ 32,394.27
Total Municipal Debt Service Excluded from CAPS	5,611,050.00	5,611,050.00	5,576,608.89		34,441.11
Total General Appropriations Excluded from CAPS	10,141,404.75	10,674,089.92	10,359,696.71	\$ 279,952.10	34,441.11
Subtotal General Appropriations	53,711,000.00	54,243,685.17	52,115,645.14	2,093,598.92	34,441.11
Reserve for Uncollected Taxes	2,850,000.00	2,850,000.00	2,850,000.00		
Total General Appropriations	<u>\$ 56,561,000.00</u>	<u>\$ 57,093,685.17</u>	<u>\$ 54,965,645.14</u>	<u>\$ 2,093,598.92</u>	<u>\$ 34,441.11</u>
Ref.	A-3	A-3	A-3	A	

The accompanying notes are an integral part of this statement.

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS

For the Year Ended December 31, 2025

	<u>Ref.</u>	<u>Budget After Modification</u>
Budget	A-2/A-3	\$ 56,561,000.00
Added by N.J.S. 40A:4-87	A-2	<u>532,685.17</u>
	A-3	<u><u>\$ 57,093,685.17</u></u>
		<u>Paid or Charged</u>
Reserve for Uncollected Taxes	A-2	\$ 2,850,000.00
Disbursements	A-4	49,279,033.73
Reserve for Encumbrances	A-16	1,637,005.49
Appropriated Reserves for Federal and State Grants	A-13	<u>1,199,605.92</u>
	A-3	<u><u>\$ 54,965,645.14</u></u>

The accompanying notes are an integral part of this statement.

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

TRUST FUND
COMPARATIVE BALANCE SHEETS - REGULATORY BASIS

As of December 31,

	<u>Ref.</u>	<u>2025</u>	<u>2024</u>
ASSETS			
Animal Control Trust Fund:			
Cash	B-1	\$ 48,659.40	\$ 53,090.45
Trust Other Fund:			
Cash	B-1	<u>9,418,466.00</u>	<u>7,335,299.79</u>
		<u>\$ 9,467,125.40</u>	<u>\$ 7,388,390.24</u>
LIABILITIES, RESERVES AND FUND BALANCE			
Animal Control Trust Fund:			
Reserve for Animal Control Expenditures	B-2	\$ 38,480.40	\$ 34,898.40
Due to State of New Jersey	B-3	20.40	22.20
Reserve for Encumbrances	B-9		7,125.00
Interfund - Current Fund	B-10	<u>10,158.60</u>	<u>11,044.85</u>
		<u>48,659.40</u>	<u>53,090.45</u>
Trust Other Fund:			
Reserve for Escrow Funds	B-4	2,066,387.03	1,487,985.30
Interfund - Current Fund	B-5		350.00
Various Reserves	B-5	5,509,178.73	4,234,745.61
Reserve for Encumbrances	B-6	467,774.70	279,078.39
Reserve for Tax Collector's Trust	B-7	1,368,132.27	1,328,727.57
Reserve for Unclaimed Moneys	B-8	<u>6,993.27</u>	<u>4,412.92</u>
		<u>9,418,466.00</u>	<u>7,335,299.79</u>
		<u>\$ 9,467,125.40</u>	<u>\$ 7,388,390.24</u>

The accompanying notes are an integral part of this statement.

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

GENERAL CAPITAL FUND
COMPARATIVE BALANCE SHEETS - REGULATORY BASIS

As of December 31,

	<u>Ref.</u>	<u>2025</u>	<u>2024</u>
ASSETS			
Cash	C-2	\$ 2,231,976.06	\$ 5,053,587.24
Interfund - Current Fund	C-4	18,500.00	
Grants Receivable	C-5	6,383,776.01	3,652,898.91
Deferred Charges to Future Taxation:			
Funded	C-6	22,803,981.66	25,641,738.67
Unfunded	C-7	7,894,656.83	7,419,856.83
		<u>\$ 39,332,890.56</u>	<u>\$ 41,768,081.65</u>
LIABILITIES, RESERVES AND FUND BALANCE			
Reserve for Encumbrances	C-10	\$ 1,117,505.00	\$ 4,413,117.98
Green Trust Loans Payable	C-11	123,981.66	206,738.67
General Serial Bonds	C-12	22,680,000.00	25,435,000.00
Bond Anticipation Notes	C-13	4,746,216.00	2,716,466.00
Interfund - Sewer Utility Capital Fund	C-4		2,256.45
Improvement Authorizations:			
Funded	C-8	5,896,231.24	3,519,823.87
Unfunded	C-8	4,136,836.11	4,933,035.17
Capital Improvement Fund	C-9	571,096.20	352,296.20
Various Reserves	C-14	60,690.89	60,690.89
Fund Balance	C-1	333.46	128,656.42
		<u>\$ 39,332,890.56</u>	<u>\$ 41,768,081.65</u>

There were bonds and notes authorized but not issued on December 31, 2025 of \$3,148,440.83 (Exhibit C-15)

The accompanying notes are an integral part of this statement.

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

GENERAL CAPITAL FUND
STATEMENT OF FUND BALANCE - REGULATORY BASIS

For the Year Ended December 31, 2025

	<u>Ref.</u>	
Balance, December 31, 2024	C	\$ 128,656.42
Increased by:		
Cash Advance to Current Fund	C-4	18,500.00
		<u>147,156.42</u>
Decreased by:		
Improvement Authorization	C-8	\$ 3,368.00
Surplus (General Capital)	C-2	125,000.00
Canceled Grant Receivable	C-5	<u>18,454.96</u>
		<u>146,822.96</u>
Balance, December 31, 2025	C	<u><u>\$ 333.46</u></u>

The accompanying notes are an integral part of this statement.

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY FUND
COMPARATIVE BALANCE SHEETS - REGULATORY BASIS

As of December 31,

ASSETS	<u>Ref.</u>	<u>2025</u>	<u>2024</u>
<u>Operating Fund</u>			
Cash	D-5	\$ 4,267,520.10	\$ 6,062,449.19
Change Fund	D	200.00	200.00
Investment in General Capital Fund Notes	D-5	4,746,216.00	2,716,466.00
Investment in Marina Capital Fund Notes	D-5	665,000.00	712,500.00
Investment in Sewer Capital Fund Notes	D-5	650,000.00	500,000.00
Interfund - Sewer Utility Capital Fund	D-26	<u>70,000.00</u>	<u>70,000.00</u>
		10,328,936.10	10,061,615.19
Receivables with Full Reserves:			
Consumer Accounts Receivable	D-7	<u>427,309.83</u>	<u>389,163.76</u>
Total Operating Fund		<u>10,756,245.93</u>	<u>10,450,778.95</u>
<u>Capital Fund</u>			
Cash	D-5/D-6	3,414,872.25	3,883,366.28
Fixed Capital	D-9	28,167,662.08	27,958,755.21
Fixed Capital Authorized and Uncompleted	D-10	7,625,000.00	7,775,000.00
Interfund - General Capital Fund	D-28	<u>2,256.45</u>	<u>2,256.45</u>
Total Capital Fund		<u>39,207,534.33</u>	<u>39,619,377.94</u>
Total Assets		<u><u>\$ 49,963,780.26</u></u>	<u><u>\$ 50,070,156.89</u></u>

The accompanying notes are an integral part of this statement.

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY FUND
COMPARATIVE BALANCE SHEETS - REGULATORY BASIS

As of December 31,

	<u>Ref.</u>	<u>2025</u>	<u>2024</u>
LIABILITIES, RESERVES AND FUND BALANCE			
<u>Operating Fund</u>			
Appropriation Reserves	D-4/D-11	\$ 816,501.93	\$ 517,816.35
Reserve for Encumbrances	D-12	63,203.22	222,329.65
Customer Overpayments	D-13	37,438.23	29,418.51
Accrued Interest Payable	D-15	42,991.66	50,910.00
Accounts Payable	D-8	29,550.00	106,408.25
Reserve for FEMA Reimbursement	D-23	190,816.62	190,816.62
		<u>1,180,501.66</u>	<u>1,117,699.38</u>
 Reserve for Receivable	 D	 427,309.83	 389,163.76
Fund Balance	D-1	<u>9,148,434.44</u>	<u>8,943,915.81</u>
 Total Operating Fund		 <u>10,756,245.93</u>	 <u>10,450,778.95</u>
<u>Capital Fund</u>			
Loans Payable	D-14	282,551.03	350,688.73
Serial Bonds	D-16	7,565,000.00	8,350,000.00
Bond Anticipation Notes	D-17	650,000.00	500,000.00
Reserve for Encumbrances	D-25	562,964.88	1,498,150.65
Improvement Authorizations:			
Funded	D-18	415,421.23	269,604.85
Unfunded	D-18	237,500.00	439,285.79
Capital Improvement Fund	D-19	2,065,462.95	1,496,758.25
Reserve for Amortization	D-20	25,312,567.94	24,466,988.89
Deferred Reserve for Amortization	D-21	1,730,043.11	1,663,577.59
Reserve for Debt Service	D-22	252,018.90	305,318.90
Reserve for FEMA Reimbursement	D-24	892.76	75,892.76
Interfund with Sewer Utility Operating Fund	D-26		70,000.00
Fund Balance	D-2	<u>133,111.53</u>	<u>133,111.53</u>
 Total Capital Fund		 <u>39,207,534.33</u>	 <u>39,619,377.94</u>
 Total Liabilities, Reserves and Fund Balance		 <u><u>\$ 49,963,780.26</u></u>	 <u><u>\$ 50,070,156.89</u></u>

There were bonds and notes authorized but not issued on December 31, 2025 of \$252,500.00 (Exh. D-28)

The accompanying notes are an integral part of this statement.

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY OPERATING FUND
COMPARATIVE STATEMENTS OF OPERATIONS AND CHANGE IN FUND BALANCE
REGULATORY BASIS

For the Years Ended December 31,

	<u>Ref.</u>	<u>2025</u>	<u>2024</u>
Revenue and Other Income Realized:			
Surplus Anticipated	D-3	\$ 950,000.00	\$ 956,000.00
Sewer Rents	D-3	6,312,289.37	6,259,153.10
Interest on Rents	D-3	58,593.41	52,958.55
Interest on Investments	D-3	459,883.86	635,208.58
Contract - Ocean Grove Sewer Authority	D-3	105,792.20	98,608.96
Contract - Borough of Tinton Falls	D-3	707,480.00	707,480.00
Contract - Borough of Neptune City	D-3	20,000.00	20,000.00
Contract - Township of Wall	D-3	51,000.00	50,000.00
Penn Station - OGSA Obligation	D-3	53,300.00	60,000.00
Reserve for FEMA Reimbursement (Sewer Capital)	D-3	75,000.00	70,000.00
Wall Township Capacity Sale (Sewer Capital Improvement)	D-3	500,000.00	
Other Credits to Income:			
Miscellaneous Revenue Not Anticipated	D-3	274,680.00	128,287.82
Unexpended Balance of Appropriation Reserves	D-11	511,268.88	223,078.15
Total Revenue		<u>10,079,287.72</u>	<u>9,260,775.16</u>
Expenditures:			
Operating	D-4	6,640,000.00	6,330,000.00
Capital Improvements	D-4	750,000.00	500,000.00
Debt Service	D-4	1,387,664.36	1,402,875.81
Statutory Expenditures	D-4	143,000.00	133,000.00
Refund of Prior Year Revenue	D-5	4,104.73	
Refund of Prior Tax Year Revenue	D-13		83.26
Total Expenditures		<u>8,924,769.09</u>	<u>8,365,959.07</u>
Excess/(Deficit) in Revenue		1,154,518.63	894,816.09
Fund Balance January 1	D	<u>8,943,915.81</u>	<u>9,005,099.72</u>
		10,098,434.44	9,899,915.81
Decreased by:			
Utilization as Anticipated Revenue	D-1	<u>950,000.00</u>	<u>956,000.00</u>
Fund Balance December 31	D	<u>\$ 9,148,434.44</u>	<u>\$ 8,943,915.81</u>

The accompanying notes are an integral part of this statement.

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY CAPITAL FUND
STATEMENT OF FUND BALANCE - REGULATORY BASIS

For the Year Ended December 31, 2025

	<u>Ref.</u>	
Balance, December 31, 2025 and 2024	D	<u>\$ 133,111.53</u>

The accompanying notes are an integral part of this statement.

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY OPERATING FUND
STATEMENT OF REVENUES - REGULATORY BASIS

For the Year Ended December 31, 2025

	<u>Ref.</u>	<u>Anticipated Budget</u>	<u>Realized</u>	<u>Excess or (Deficit)</u>
Surplus Anticipated	D-1	\$ 950,000.00	\$ 950,000.00	
Sewer Rent	D-1/D-3	6,250,000.00	6,312,289.37	\$ 62,289.37
Interest on Sewer Rent	D-1/D-5	50,000.00	58,593.41	8,593.41
Interest on Investments	D-1/D-5	250,000.00	459,883.86	209,883.86
Contract - Ocean Grove Sewer Authority	D-1/D-5	84,000.00	105,792.20	21,792.20
Contract - Borough of Tinton Falls	D-1/D-5	650,000.00	707,480.00	57,480.00
Contract - Borough of Neptune City	D-1/D-5	20,000.00	20,000.00	
Contract - Township of Wall	D-1/D-5	51,000.00	51,000.00	
Reserve for DEBT Service (Sewer Capital)	D-1/D-5	53,300.00	53,300.00	
Reserve for FEMA Reimbursement (Sewer Capital)	D-1/D-5	75,000.00	75,000.00	
Wall Township Capacity Sale (Sewer Capital Improvement)	D-1/D-5	500,000.00	500,000.00	
Miscellaneous Revenue Not Anticipated	D-1/D-3		274,680.00	274,680.00
		<u>\$ 8,933,300.00</u>	<u>\$ 9,568,018.84</u>	<u>\$ 634,718.84</u>
	<u>Ref.</u>			
	D-4			
<u>Analysis of Miscellaneous Revenue Not Anticipated</u>				
Sewer Connection Fees			\$ 236,774.00	
Sewerage Authority 2% Escrow			31,000.00	
T.O.S.A. Agreement			4,140.00	
Miscellaneous			<u>2,766.00</u>	
	D-3/D-5		<u>\$ 274,680.00</u>	
<u>Analysis of Rents</u>				
Sewer Rents Collected	D-7		\$ 6,285,362.99	
Overpayments Applied	D-7		<u>26,926.38</u>	
	D-3		<u>\$ 6,312,289.37</u>	

The accompanying notes are an integral part of this statement.

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY OPERATING FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS

For the Year Ended December 31, 2025

	Appropriated		Expended		Unexpended Balance Canceled
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>	
Operating:					
Salaries and Wages	\$ 640,000.00	\$ 640,000.00	\$ 483,416.56	\$ 156,583.44	
Other Expenses	1,050,000.00	1,050,000.00	977,575.48	72,424.52	
TNSA - Annual Charge	4,250,000.00	4,185,000.00	3,779,559.00	405,441.00	
Group Insurance for Employees	615,000.00	615,000.00	615,000.00		
Reserve for Accumulated Leave	25,000.00	50,000.00	50,000.00		
Self-Insurance Trust	60,000.00	100,000.00	100,000.00		
Capital Improvements:					
Capital Improvement Fund	500,000.00	500,000.00	500,000.00		
Capital Outlay	100,000.00	100,000.00	80,617.63	19,382.37	
Acquisition of Vehicles and Equipment	150,000.00	150,000.00		150,000.00	
Debt Service:					
Payment of Bond Principal	785,000.00	785,000.00	785,000.00		
Payment on Bond Anticipation Notes	1,000.00	1,000.00			\$ 1,000.00
Interest on Bonds	380,800.00	380,800.00	373,198.33		7,601.67
Interest on Notes	1,000.00	1,000.00			1,000.00
Capital Lease Program	156,500.00	156,500.00	156,500.00		
NJEIT - Loan	76,000.00	76,000.00	72,966.03		3,033.97
Statutory Expenditures:					
Contribution to:					
Public Employees' Retirement System	90,000.00	90,000.00	90,000.00		
Social Security System (O.A.S.I.)	48,000.00	48,000.00	35,329.40	12,670.60	
Unemployment Compensation Insurance	5,000.00	5,000.00	5,000.00		
	<u>\$ 8,933,300.00</u>	<u>\$ 8,933,300.00</u>	<u>\$ 8,104,162.43</u>	<u>\$ 816,501.93</u>	<u>\$ 12,635.64</u>
	<u>Ref.</u>	<u>D-3</u>	<u>D-3</u>	<u>D-4</u>	<u>D</u>
Cash Disbursed	D-5		\$ 7,663,877.55		
Reserve for Encumbrances	D-12		63,203.22		
Accrued Interest Payable	D-15		377,081.66		
	D-1/D-4		<u>\$ 8,104,162.43</u>		

The accompanying notes are an integral part of this statement.

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

MARINA UTILITY FUND
COMPARATIVE BALANCE SHEETS - REGULATORY BASIS

As of December 31,

<u>Ref.</u> <u>2025</u> <u>2024</u>				<u>Ref.</u> <u>2025</u> <u>2024</u>			
ASSETS				ASSETS			
<u>Operating Fund</u>				<u>Capital Fund</u>			
Cash	E-5	\$ 1,553,096.04	\$ 1,535,696.60	Cash	E-5/E-6	\$ 409,413.40	\$ 316,413.40
Change Fund	E	<u>50.00</u>	<u>50.00</u>	Fixed Capital	E-7	10,542,526.72	10,512,208.82
		1,553,146.04	1,535,746.60	Fixed Capital Authorized and Uncompleted	E-8	<u>850,000.00</u>	<u>850,000.00</u>
Deferred Charges:				Total Assets		<u>\$ 11,801,940.12</u>	<u>\$ 11,678,622.22</u>
Overexpenditure of Appropriation	E-4	<u></u>	<u>5,689.58</u>				
Total Assets		<u>\$ 1,553,146.04</u>	<u>\$ 1,541,436.18</u>				
LIABILITIES, RESERVES AND FUND BALANCE				Serial Bonds	E-13	\$ 1,220,000.00	\$ 1,290,000.00
Appropriation Reserves	E-4/E-9	\$ 45,333.35	\$ 39,879.90	Bond Anticipation Notes	E-14	665,000.00	712,500.00
Reserve for Encumbrances	E-10	28,420.79	16,163.68	Improvement Authorizations:			
Sales Taxes Payable	E-11	3,440.58	4,028.60	Funded	E-15		5,000.00
Accrued Interest Payable	E-12	10,551.39	10,995.83	Unfunded	E-15	33,799.26	127,299.26
Reserve for FEMA Reimbursement	E-19	<u>164,683.47</u>	<u>164,683.47</u>	Reserve for Encumbrances	E-15	103,260.00	11,760.00
		252,429.58	235,751.48	Capital Improvement Fund	E-16	346,450.00	246,450.00
Fund Balance	E-1	<u>1,300,716.46</u>	<u>1,305,684.70</u>	Reserve for Amortization	E-17	9,322,937.86	9,222,619.96
Total Liabilities, Reserves and Fund Balance		<u>\$ 1,553,146.04</u>	<u>\$ 1,541,436.18</u>	Deferred Reserve for Amortization	E-18	90,000.00	42,500.00
				Reserve for Payment of Debt	E-20	1,846.30	1,846.30
				Fund Balance	E-2	<u>18,646.70</u>	<u>18,646.70</u>
				Total Liabilities, Reserves and Fund Balance		<u>\$ 11,801,940.12</u>	<u>\$ 11,678,622.22</u>

Bonds and notes authorized but not issued on December 31, 2025 is \$95,000.00 (Exh. E-21).

The accompanying notes are an integral part of this statement.

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

MARINA UTILITY OPERATING FUND
COMPARATIVE STATEMENTS OF OPERATIONS AND CHANGE IN FUND BALANCE
REGULATORY BASIS

For the Years Ended December 31,

	<u>Ref.</u>	<u>2025</u>	<u>2024</u>
Revenue and Other Income Realized:			
Fund Balance Utilized	E-3	\$ 80,189.58	
Marina Fees and Costs	E-3	574,761.29	\$ 586,003.46
Interest on Investments	E-3	77,392.84	82,494.27
Miscellaneous	E-3	504.75	581.23
Other Credits to Income:			
Unexpended Balance of Appropriation Reserves	E-9	47,756.43	72,327.92
Total Revenue		<u>780,604.89</u>	<u>741,406.88</u>
Expenditures:			
Operating	E-4	320,000.00	261,000.00
Capital Improvements	E-4	150,000.00	80,000.00
Debt Service	E-4	208,693.97	163,643.95
Deferred Charges	E-4	5,689.58	
Statutory Expenditures	E-4	21,000.00	18,000.00
Total Expenditures		<u>705,383.55</u>	<u>522,643.95</u>
Excess/(Deficit) in Revenue		75,221.34	218,762.93
Add:			
Expenditures Included Above Which are by Statute			
Deferred Charges to Budgets of succeeding Year:			
Overexpenditure of Appropriations	E-4		5,689.58
Statutory Excess to Fund Balance		<u>75,221.34</u>	<u>224,452.51</u>
Fund Balance January 1	E	<u>1,305,684.70</u>	<u>1,081,232.19</u>
		1,380,906.04	1,305,684.70
Decreased by:			
Utilization as Anticipated Revenue	E-1/E-3	<u>80,189.58</u>	
Fund Balance December 31	E	<u>\$ 1,300,716.46</u>	<u>\$ 1,305,684.70</u>

The accompanying notes are an integral part of this statement.

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

MARINA UTILITY CAPITAL FUND
STATEMENT OF FUND BALANCE - REGULATORY BASIS

	<u>Ref.</u>	
Balance, December 31, 2025 and 2024	E	\$ <u>18,646.70</u>

The accompanying notes are an integral part of this statement.

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

MARINA UTILITY OPERATING FUND
STATEMENT OF REVENUES - REGULATORY BASIS

For the Year Ended December 31, 2025

	<u>Ref.</u>	<u>Anticipated Budget</u>	<u>Realized</u>	<u>Excess or (Deficit)</u>
Surplus Anticipated	E-1	\$ 80,189.58	\$ 80,189.58	
Marina Fees and Costs	E-1/E-3/E-5	530,000.00	574,761.29	\$ 44,761.29
Reserve for Reconstruction	E-1	100,000.00		(100,000.00)
Interest on Investments	E-1/E-5		77,392.84	77,392.84
Miscellaneous	E-1/E-5		504.75	504.75
		<u>\$ 710,189.58</u>	<u>\$ 732,848.46</u>	<u>\$ 22,658.88</u>
	<u>Ref.</u>	<u>E-4</u>		
<u>Analysis of Marina Fees and Costs</u>				
Summer Dockage			\$ 426,978.52	
Winter Storage Fees			87,807.68	
Ramp Fees			13,378.59	
Launching/Haul Out			10,412.00	
Summer Land Storage			36,184.50	
			<u>\$ 574,761.29</u>	
	E-3			

The accompanying notes are an integral part of this statement.

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

MARINA UTILITY OPERATING FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS

For the Year Ended December 31, 2025

	<u>Appropriated</u>		<u>Expended</u>		
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>	<u>Canceled</u>
Operating:					
Salaries and Wages	\$ 160,000.00	\$ 135,000.00	\$ 132,160.70	\$ 2,839.30	
Other Expenses	130,000.00	155,000.00	130,556.67	24,443.33	
Self-Insurance Trust	30,000.00	30,000.00	30,000.00		
Capital Improvements:					
Capital Improvement Fund	100,000.00	100,000.00	100,000.00		
Capital Outlay	50,000.00	50,000.00	35,400.90	14,599.10	
Debt Service:					
Payment of Bond Principal	70,000.00	70,000.00	70,000.00		
Payment of Bond Anticipation and Capital Notes	47,500.00	47,500.00	47,500.00		
Interest on Bonds	53,500.00	53,500.00	53,177.08		\$ 322.92
Interest on Notes	7,500.00	7,500.00	6,715.98		784.02
Capital Equipment Lease Program	35,000.00	35,000.00	31,300.91		3,699.09
Deferred Charges and Statutory Expenditures					
Overexpenditure of Prior Year Appropriations	5,689.58	5,689.58	5,689.58		
Statutory Expenditures:					
Public Employees' Retirement System	7,500.00	7,500.00	7,500.00		
Unemployment Compensation Insurance	500.00	500.00	500.00		
Contribution to Social Security System (O.A.S.I.)	13,000.00	13,000.00	9,548.38	3,451.62	
	<u>\$ 710,189.58</u>	<u>\$ 710,189.58</u>	<u>\$ 660,050.20</u>	<u>\$ 45,333.35</u>	<u>\$ 4,806.03</u>
<u>Ref.</u>	E-3	E-1	E-1/E-4	E	

The accompanying notes are an integral part of this statement.

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

MARINA UTILITY OPERATING FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS

For the Year Ended December 31, 2025

Analysis of Paid or Charged:

Overexpenditure of Appropriation	E	\$ 5,689.58
Cash Disbursements	E-5	566,046.77
Reserve for Encumbrances	E-10	28,420.79
Accrued Interest Payable	E-12	<u>59,893.06</u>
	E-4	<u>\$ 660,050.20</u>

The accompanying notes are an integral part of this statement.

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

LOAN AND GRANT FUND
COMPARATIVE BALANCE SHEETS - REGULATORY BASIS

As of December 31,

	<u>Ref.</u>	<u>2025</u>	<u>2024</u>
ASSETS			
Cash - Treasurer	F-1	<u>\$ 778,469.96</u>	<u>\$ 752,638.75</u>
		<u><u>\$ 778,469.96</u></u>	<u><u>\$ 752,638.75</u></u>
LIABILITIES AND RESERVES			
Reserve for Loan and Grant Fund Expenditures	F-2	<u>\$ 778,469.96</u>	<u>\$ 752,638.75</u>
		<u><u>\$ 778,469.96</u></u>	<u><u>\$ 752,638.75</u></u>

The accompanying notes are an integral part of this statement.

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

PUBLIC ASSISTANCE FUND
COMPARATIVE BALANCE SHEETS - REGULATORY BASIS

As of December 31,

	<u>Ref.</u>	<u>2025</u>	<u>2024</u>
ASSETS			
Cash	G-1	<u>\$ 20,337.32</u>	<u>\$ 19,662.50</u>
		<u>\$ 20,337.32</u>	<u>\$ 19,662.50</u>
LIABILITIES AND RESERVES			
Reserve for Public Assistance	G-2	<u>\$ 20,337.32</u>	<u>\$ 19,662.50</u>
		<u>\$ 20,337.32</u>	<u>\$ 19,662.50</u>

The accompanying notes are an integral part of this statement.

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

PAYROLL FUND
COMPARATIVE BALANCE SHEET - REGULATORY BASIS

As of December 31,

	<u>Ref.</u>	<u>2025</u>	<u>2024</u>
ASSETS			
Cash	H-1	\$ 212,680.79	\$ 198,314.74
Due from Automatic Data Processing	H-2	<u>19,849.40</u>	<u>15,348.80</u>
		<u>\$ 232,530.19</u>	<u>\$ 213,663.54</u>
LIABILITIES			
Pensions Payable	H-2	\$ 193,580.85	\$ 178,943.26
Miscellaneous	H-2	<u>38,949.34</u>	<u>34,720.28</u>
		<u>\$ 232,530.19</u>	<u>\$ 213,663.54</u>

The accompanying notes are an integral part of this statement.

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

GENERAL FIXED ASSET ACCOUNT GROUP
 COMPARATIVE STATEMENT OF GENERAL FIXED ASSETS
 REGULATORY BASIS

As of December 31,

	<u>Ref.</u>	<u>2025</u>	<u>2024</u>
General Fixed Assets:			
Land	I-1	\$ 20,513,953.78	\$ 20,513,953.78
Land Improvements	I-1	642,543.11	544,467.74
Buildings and Improvements	I-1	4,901,833.70	4,886,829.77
Machinery, Equipment and Vehicles	I-1	<u>26,983,258.36</u>	<u>24,955,780.54</u>
		<u>\$ 53,041,588.95</u>	<u>\$ 50,901,031.83</u>
Investments in General Fixed Assets	I-1	<u>\$ 53,041,588.95</u>	<u>\$ 50,901,031.83</u>

The accompanying notes are an integral part of this statement.

TOWNSHIP OF NEPTUNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDING DECEMBER 31, 2025

NOTE 1 SUMMARY OF ACCOUNTING POLICIES

This report includes the financial statements of the Township of Neptune ("Township"), within the County of Monmouth, in the State of New Jersey, and reflects the activities of the municipality which is under the control of the Mayor and Township Council. The financial statements of the Board of Education, Housing Authority, Neptune Sewerage Authority, Ocean Grove Sewerage Authority, Public Library, First Aid Organization and Fire Districts are reported separately based on management's interpretation of Governmental Accounting Standards Board ("GASB") Standard No. 61.

A. Reporting Entity

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

The Township is an instrumentality of the State of New Jersey, established to function as a municipality. The Township Council consists of elected officials and is responsible for the fiscal control of the Township.

The financial statements of the Township include every board, body, officer or commission supported and maintained wholly or in part by funds appropriated by the Township, as required by N.J.S.A. 40A:5-5. Accordingly, the financial statements of the Township do not include the operations of other organizations, inasmuch as their activities are administered by separate boards.

B. Basis of Presentation and Basis of Accounting

The financial statements are presented on the basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

The GASB Codification also defines the financial statements of a governmental unit to be presented in general purpose financial statements in accordance with GAAP. The Township presents the financial statements listed in the table of contents which are required by the Division and which differ from the financial statements required by GAAP.

In addition, the Division requires the financial statements listed in the table of contents to be referenced to the supplementary exhibits. This practice differs from GAAP.

The accounting principles and practices prescribed for municipalities by the Division differ in certain aspects from GAAP applicable to local governmental units. The more significant differences are as follows:

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

Fund Accounting:

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

**TOWNSHIP OF NEPTUNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDING DECEMBER 31, 2025**

NOTE 1 SUMMARY OF ACCOUNTING POLICIES

B. Basis of Presentation and Basis of Accounting (continued)

Grant Fund - accounts for receipts and disbursements of Federal and State grants.

Animal Control Trust Fund - animal license revenues and expenditures.

Trust Other Fund - records the receipts, custodianship and disbursement of monies in accordance with the purpose for which each reserve was established.

General Capital Fund - records the receipt and disbursement of funds for the acquisition of general infrastructure and other capital facilities, other than those acquired through the Current Fund. General bonds and notes payable are recorded in this fund offset by deferred charges to future taxation.

Sewer Utility Operating and Capital Funds - account for the operation and acquisition of capital facilities of the municipally-owned sewer utility. Bonds and notes payable of the Utility Fund are recorded in the Utility Capital Fund.

Marina Utility Operating and Capital Fund - account for the operations and acquisitions of capital facilities of the municipality-owned marina utility. Bonds and notes payable of the Utility Fund are recorded in the Utility Capital Fund.

Public Assistance Fund - receipts and disbursements of funds that provide assistance to certain residents of the Township pursuant to Title 44 of New Jersey statutes.

Payroll Fund - receipts and disbursements to account for the payroll and payroll tax liabilities of the Township. Amounts are received from the Current, Sewer Utility and Marina Utility funds.

General Fixed Assets Account Group - utilized to account for land, buildings, machinery, equipment and vehicles that have been acquired by other governmental funds, other than utility funds.

Budgets and Budgetary Accounting - The Township of Neptune must adopt an annual budget in accordance with N.J.S.A. 40A:4-4 et al. On December 23, 2025, P.L. 2025, c. 185 was signed amending N.J.S.A. 40A:4-5 now requiring the governing body to introduce the annual municipal budget no later than March 31 or the date of the next regularly scheduled meeting of the governing body thereafter. The budget shall be adopted no later than April 30 or the date of the next regularly scheduled meeting of the governing body thereafter. Prior, N.J.S.A. 40A:4-5 required 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 circulated in the municipality. 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.

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 Township's financial statements.

TOWNSHIP OF NEPTUNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDING DECEMBER 31, 2025

NOTE 1 SUMMARY OF ACCOUNTING POLICIES (continued)

C. Cash, Cash Equivalents and Investments

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 the New Jersey Cash Management Fund. N.J.S.A. 40A:5-15.1 provides a list of securities which may be purchased by New Jersey municipal units.

The Township of Neptune is required to deposit funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act ("GUDPA"). GUDPA was enacted in 1970 to protect governmental units from a loss of funds on deposit with a failed banking institution in New Jersey.

N.J.S.A. 17:9-42 requires governmental units to deposit public funds only in public depositories located in New Jersey, where the funds are secured in accordance with the GUDPA. Public funds are defined as the funds of any government unit. Public depositories include banks (both state and national banks), savings and loan institutions and savings banks, the deposits of which are federally insured. All public depositories pledge collateral, having a market value of 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 in the collateral pool, is available to pay the full amount of their deposits to the governmental units. The cash management plan adopted by the Township requires it to deposit funds in public depositories protected from loss under the provisions of the act.

The Township considers highly liquid investments with an original maturity of three months or less at the time of purchase to be cash equivalents.

D. Inventories of Supplies

The costs of inventories of supplies for all funds are recorded as expenditures at the time individual items are purchased. The inventories have offsetting reserve amounts. The Township currently has no inventory.

E. Property Taxes and Other Revenues

Property taxes and other revenues are recognized on a cash basis. Receivables for property taxes and other items that are susceptible to accrual are recorded with offsetting reserves on the balance sheet of the Township's Current Fund. GAAP requires such revenue to be recognized in the accounting period when they become susceptible to accrual, reduced by an allowance for doubtful accounts. Property taxes are payable quarterly on the first day of February, May, August and November.

F. Grant Revenues and Expenditures

Federal and State Grants, entitlement or shared revenues received for purposes normally financed through the Current Fund are recognized when anticipated in the Township's budget. GAAP requires such revenues to be recognized in the accounting period when they are earned and the expenditures to be recognized when the liability is incurred.

TOWNSHIP OF NEPTUNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDING DECEMBER 31, 2025

NOTE 1 SUMMARY OF ACCOUNTING POLICIES (continued)

G. Property Acquired for Taxes

Property acquired for taxes is recorded in the Current Fund at the assessed valuation when such property was acquired and fully reserved. GAAP requires such property to be recorded in the general fixed assets account group at its market value.

H. Interfunds

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

I. Deferred Charges

The regulatory basis of accounting utilized by the Township requires that certain expenditures be deferred and raised as items of appropriation in budgets of succeeding years. These deferred charges include the two general categories, overexpenditures and emergency appropriations. Overexpenditures occur when expenditures recorded as “paid or charged” exceed available appropriation balances. Emergency appropriations occur when, subsequent to the adoption of a balanced budget, the governing body authorizes the establishment of additional appropriations based on unforeseen circumstances or for other special purposes as defined by statute. Overexpenditures and emergency appropriations are deducted from total expenditures in the calculation of operating results and are established as assets for Deferred Charges on the respective balance sheet. GAAP does not permit the deferral of overexpenditures to succeeding budgets.

In addition, GAAP does not recognize expenditures based on the authorization of an appropriation. Instead, the authorization of special purpose expenditures, such as the preparation of tax maps or revaluation of assessable real property, would represent the designation of fund balance. The status of deferred charges at December 31, 2025 is set forth in Note 11.

J. Appropriation Reserves

Appropriation Reserves are available, until lapsed at the close of the succeeding year, to meet specific claims, commitments, or contracts incurred during the preceding year. Lapsed appropriation reserves are recorded as additions to income. Appropriation reserves do not exist under GAAP.

K. Expenditures

Unexpended or uncommitted appropriations at December 31 are reported as expenditures through the establishment of appropriation reserves unless canceled by the governing body. GAAP requires expenditures to be recognized in the accounting period in which the fund liability is incurred, if measurable, except for unmatured interest on general long-term debt, which should be recognized when due.

TOWNSHIP OF NEPTUNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDING DECEMBER 31, 2025

NOTE 1 SUMMARY OF ACCOUNTING POLICIES (continued)

L. Encumbrances

Contractual orders at December 31 are reported as expenditures through the establishment of a reserve for encumbrances. Encumbrances do not constitute expenditures under GAAP.

M. Compensated Absences

Expenditures relating to obligations for unused vested accumulated vacation and sick pay are not recorded until paid. GAAP requires that the amount that would normally be liquidated with expendable available financial resources be recorded as an expenditure in the operating funds and the remaining obligations be recorded as a long-term obligation.

N. Reserve for Sale of Municipal Assets

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

O. Capital Leases

Capital Leases are not recorded at the lesser of the fair value of the leased property or the present value of the minimum lease payments. GAAP requires an amount equal to the lesser of the fair value of the leased property or the present value of the minimum lease payments to be recorded in General Fixed Assets Account Group and the long-term obligation be recorded as part of a General Long-Term Debt Account Group.

P. 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 asset 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's *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Part 200, §200.12), except that the useful life of such property is at least five years. The Township has adopted a capitalization threshold of \$5,000.00, the maximum amount allowed by the Circular. Generally, assets are valued at historical cost; however, assets acquired prior to June 30, 1985 are valued at actual historical cost or estimated historical cost. No depreciation of general fixed assets is recorded. Donated general fixed assets are recorded at acquisition value as of the date of the transaction. 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 Township is required to maintain a subsidiary ledger detailing fixed assets records to control additions, retirements and transfers of fixed assets.

TOWNSHIP OF NEPTUNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDING DECEMBER 31, 2025

NOTE 1 SUMMARY OF ACCOUNTING POLICIES (continued)

P. General Fixed Assets (continued)

In addition, a statement of general fixed asset group of accounts, reflecting the activity for the fiscal year, must be included in the Township'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 include 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.

Q. Fixed Assets - Utility

Property and equipment purchased by a utility fund are recorded in the utility capital account at cost and are adjusted for disposition and abandonment. The amounts shown do not represent replacement cost or current value. The reserve for amortization and deferred reserve for amortization accounts in the utility capital fund represent charges to operations for the cost of acquisition of property and equipment, improvements, and contributed capital.

R. Comparative Data

Comparative total data for the various funds for the prior year has been presented in the accompanying Balance Sheets and Statements of Operations and Changes in Fund Balance in order to provide an understating of changes in the Township's financial position. However, Comparative Statements of Revenues and Statements of Expenditures have not been presented since this inclusion would make the statements unduly complex and difficult to read.

S. Impact of Recently Issued Accounting Principles

Recently Issued Accounting Pronouncements

There were no recently issued accounting pronouncements adopted by the Township in 2024.

NOTE 2 CASH AND CASH EQUIVALENTS

Deposits

At December 31, 2025, the Township's deposits had a carrying amount of \$13,013,880.54.

Custodial Credit Risk Related to Deposits

Custodial credit risk is the risk that, in the event of a bank failure, the Township's deposits might not be recovered. Although the Township 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 Act (GUDPA). Under

**TOWNSHIP OF NEPTUNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDING DECEMBER 31, 2025**

NOTE 2 CASH, CASH EQUIVALENTS AND INVESTMENTS (continued)

Custodial Credit Risk Related to Deposits (continued)

GUDPA, 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 should not be relied on to protect intermingled trust funds, bail funds, withholdings from an employee's salary or funds that may pass to the municipality upon the happening of a future condition. Such funds are shown as Uninsured and Uncollateralized in the schedule below.

As of December 31, 2025, the Township's bank balances of \$14,552,497.66 were exposed to custodial credit risk as follows:

Insured by FDIC	\$ 250,000.00
Insured by GUDPA	12,529,911.70
Uninsured and Uncollateralized	<u>1,772,585.96</u>
Total	<u>\$ 14,552,497.66</u>

NOTE 3 INVESTMENTS

The Township has also adopted a cash management plan stating "the Finance Officer shall invest at his/her discretion in any investment instruments as approved by the State of New Jersey, Department of Community Affairs, Division of Local Government Services and in accordance with N.J.S.A. 40A:5-15.1."

The Cash Management Fund (CMF) is the Local Government Investment Pool (LGIP) utilized by the Pension Fund, the State of New Jersey and local towns, municipalities, school districts, agencies, and authorities for its cash management needs. Participation is voluntary.

The CMF is managed by the New Jersey Division of Investment ("Division"). New Jersey State statutes provide for a Council and a Director. Investment authority is vested in the Director of the Division and a role of the Council is to formulate investment policies. The Council issues regulations which establish guidelines for permissible investments which include obligations of the U.S. Treasury and government agencies, Canadian government and provinces and corporations. Such investments may be in the form of fixed income securities, commercial paper, certificates of deposit, repurchase agreements and money market funds. Obligations must be payable in United States dollars.

At December 31, 2025, the Township had the following investments:

	<u>Fair Value</u>
State of New Jersey Cash Management	<u>\$ 56,203,244.94</u>
Total investments measured at the NAV	<u>\$ 56,203,244.94</u>

TOWNSHIP OF NEPTUNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDING DECEMBER 31, 2025

NOTE 3 INVESTMENTS (continued)

Investments are reported at fair value as follows:

U.S. Government, Agency, corporate obligations, certificates of deposit and commercial paper are valued using an evaluated price which is based on a compilation of primarily observable market information or broker quotes in a non-active market. These investments are included as Level 2 in the charts below.

	June 30, 2025	Quoted Prices in Active Market for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
(000's)				
Investments measured at fair value:				
U.S. Government and Agency obligations	\$ 37,759,299	\$ -	\$ 37,759,299	\$ -
Total Investments	<u>\$ 37,759,299</u>	<u>\$ -</u>	<u>\$ 37,759,299</u>	<u>\$ -</u>

Under GASB 40, as amended, state and local governments and other municipal entities are required to disclose credit risk, concentration of credit risk, and interest rate risk for investment portfolios.

The Fund's investments are subject to various risks. Among these risks are custodial credit risk, credit risk, concentration of credit risk and interest rate risk. Each one of these risks is discussed in more detail below. Custodial credit risk, as it relates to investments, is the risk that in the event of the failure of the custodian, the Fund will not be able to recover the value of investments that are in the possession of the third party. The Fund's investment securities are not exposed to custodial credit risk as they are held in a segregated trust account in the name of the Fund with the custodian.

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The credit risk of a debt instrument is measured by nationally recognized statistical rating agencies such as Moody's Investors Service, Inc. (Moody's), Standard & Poor's Corporation (S&P) and Fitch Ratings (Fitch). Concentration of credit risk is the risk of loss attributed to the magnitude of an investment in a single issuer.

There are no restrictions on the amount that can be invested in U.S. Treasury and government agency obligations. Council Regulations require minimum credit ratings for certain categories of fixed income obligations and limit the amount that can be invested in any one issuer or issue.

TOWNSHIP OF NEPTUNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDING DECEMBER 31, 2025

NOTE 3 INVESTMENTS (continued)

At June 30, 2024 these credit ratings and limits are as follows:

Category	Minimum Rating			Limitation of issuer's outstanding debt	Limitation of issue	Other limitations
	Moody's	S&P	Fitch			
Canadian government obligations	Aa3	AA-	AA-	25%	25%	Not more than 5% of the Fund can be invested in one issuer.
Certificates of deposit:						
Domestic	P-1	A-1	F-1	10%	N/A	Split ratings allowable. Not more than 5% of Fund can be invested in any one issuer and affiliated entities.
International	P-1	A-1	F-1	10%	N/A	
Collateralized notes and mortgages	Baa3	BBB-	BBB-	N/A	25%	Not more than 5% of the Fund can be invested in one issue. Not more than 10% of the Fund can be invested in this category. Not more than 5% of the Fund can be invested in any one issuer and affiliated entities.
Commercial paper	P-1	A-1	F-1	N/A	N/A	Split ratings allowable. Not more than 5% of Fund can be invested in any one and affiliated entities.
Corporate obligations	Baa3	BBB-	BBB-	10%	N/A	Not more than 5% of the Fund can be invested in any one issuer and issue and affiliated entities.
Money market funds	N/A	N/A	N/A	N/A	N/A	Not more than 10% of the fund can be invested in money market funds, limited to 5% of shares or units outstanding.
Mortgage Backed Securities						
Debet Securities	N/A	N/A	N/A	N/A	25%	Not more than 5% of the Fund can be invested in one issue.
Repurchase agreements:						
Bank or trust company	N/A	N/A	N/A	N/A	N/A	None
Broker	P-1	A-1	F-1	N/A	N/A	

In addition, the Division sets individual issuer limits for commercial paper, certificates of deposit and other investments. At June 30, 2024, the Fund did not hold investments in any one issuer, excluding investments in U.S. government securities, which exceeded 5% of total investments.

TOWNSHIP OF NEPTUNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDING DECEMBER 31, 2025

NOTE 3 INVESTMENTS (continued)

For securities exposed to credit risk in the fixed income portfolio, the following tables disclose the major credit quality rating category:

June 30, 2025 (000's)	Moody's rating (1)	Total
	Aaa	
U.S Government and Agency obligations	\$ 37,759,299.00	\$ 37,759,299.00
	<u>\$ 37,759,299.00</u>	<u>\$ 37,759,299.00</u>

(1) Short-term issuer ratings (e.g. P-1, A-1, F-1) are used for commercial paper and certificates of deposit.

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Council Regulations provide that all investments shall mature or be redeemed within one year, except that up to 25 percent of the Fund may mature within 25 months, provided the average maturity does not to exceed one year. Certificates of deposits are limited to a term of one year or less. Commercial paper maturities cannot exceed 270 days. The maturity of repurchase agreements cannot exceed 30 days and the securities delivered pursuant to the agreement cannot exceed 10 years.

All investments held in the portfolio at June 30, 2025 mature within one year.

As of June 30, 2025, the Reserve Fund and the Administrative Expense Fund, included in investments and net position in the accompanying financial statements, were \$56,874,241 and \$2,814,922, respectively.

Description			Principal Amount	Fair Value
United State Government Obligations:				
U.S. TREASURY BILLS				
4.23%	due	July 1, 2025	\$ 1,737,500,000	\$ 1,737,500,000
4.22%	due	July 3, 2025	604,000,000	603,859,069
4.22%	due	July 8 ,2025	1,300,000,000	1,298,949,795
4.18%	due	July 10, 2025	450,000,000	449,528,814
4.18%	due	July 15, 2025	2,140,000,000	2,136,529,904
4.22%	due	July 17, 2025	2,359,000,000	2,354,654,203
4.21%	due	July 22, 2025	1,620,000,000	1,616,070,998
4.21%	due	July 24, 2025	1,425,000,000	1,421,205,838
4.15%	due	July 29, 2025	1,620,000,000	1,614,762,815
4.18%	due	July 31, 2025	2,572,700,000	2,563,794,702
4.28%	due	August 5, 2025	1,650,000,000	1,643,167,449
4.28%	due	August 7, 2025	1,730,000,000	1,722,430,817
4.28%	due	August 12, 2025	2,125,000,000	2,114,333,392
4.28%	due	August 14, 2025	1,645,000,000	1,636,330,488
4.30%	due	August 19, 2025	1,600,000,000	1,590,600,160

TOWNSHIP OF NEPTUNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDING DECEMBER 31, 2025

NOTE 3 INVESTMENTS (continued)

Description			Principal Amount	Fair Value
United State Government Obligations:				
U.S. TREASURY BILLS (continued)				
4.31%	due	August 26, 2025	\$ 1,350,000,000	\$ 1,340,912,246
4.26%	due	August 28, 2025	774,000,000	768,592,387
4.26%	due	September 2, 2025	665,000,000	660,036,221
4.25%	due	September 4, 2025	450,000,000	446,540,783
4.25%	due	September 9, 2025	790,000,000	783,518,571
4.22%	due	September 11, 2025	825,000,000	817,995,750
4.25%	due	September 16, 2025	780,000,000	772,926,266
4.21%	due	September 18, 2025	250,000,000	247,684,725
4.23%	due	September 23, 2025	500,000,000	495,086,435
4.23%	due	September 25, 2025	325,000,000	321,738,875
4.21%	due	October 8, 2025	300,000,000	296,565,609
U.S. TREASURY NOTES				
5.00%	due	August 31, 2025	\$ 400,000,000	\$ 400,289,064
			<u>\$ 31,987,200,000</u>	<u>\$ 31,855,605,376</u>
Federal Agency Obligations:				
FANNIE MAE				
4.21%	due	July 9, 2025	\$ 55,000,000	\$ 54,942,662
4.20%	due	July 16, 2025	200,000,000	199,629,334
4.19%	due	July 23, 2025	500,000,000	498,667,915
4.19%	due	August 1, 2025	300,000,000	298,874,667
FEDERAL FARM CREDIT BANK				
4.23%	due	July 9, 2025	\$ 420,000,000	\$ 419,562,150
4.22%	due	August 21, 2025	50,000,000	49,701,083
FEDERAL HOME LOAN BANK				
4.20%	due	July 2, 2025	\$ 135,000,000	\$ 134,968,725
4.22%	due	July 7, 2025	175,000,000	174,858,105
4.22%	due	July 11, 2025	200,000,000	199,745,166
4.20%	due	July 16, 2025	200,000,000	199,629,334
4.19%	due	July 23, 2025	250,000,000	249,333,957
4.23%	due	August 1, 2025	775,000,000	772,092,890
4.18%	due	August 6, 2025	90,000,000	89,609,650
4.19%	due	August 29, 2025	200,000,000	198,593,334
4.21%	due	July 2, 2025	50,000,000	49,988,417
United State Government Obligations:				
FREDDIE MAC				
4.21%	due	July 7, 2025	\$ 100,000,000	\$ 99,918,917
4.20%	due	July 9, 2025	150,000,000	149,843,625
4.22%	due	July 14, 2025	60,000,000	59,902,700

TOWNSHIP OF NEPTUNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDING DECEMBER 31, 2025

NOTE 3 INVESTMENTS (continued)

<u>Description</u>	<u>Principal Amount</u>	<u>Fair Value</u>
United State Government Obligations (continued):		
FREDDIE MAC (continued)		
4.22% due July 23, 2025	\$ 150,000,000	\$ 149,600,375
4.20% due August 1, 2025	1,000,000,000	996,248,890
4.22% due August 4, 2025	200,000,000	199,179,444
4.22% due August 6, 2025	200,000,000	199,132,556
	<u>\$ 5,460,000,000</u>	<u>\$ 5,444,023,896</u>
Total	<u>\$ 37,447,200,000</u>	<u>\$ 37,299,629,272</u>
Total fair value of investments		\$ 37,299,629,272
Total cost of investments		<u>37,760,647,504</u>
Net unrealized depreciation as end of year		<u>\$ (461,018,232)</u>

NOTE 4 PROPERTY TAXES

The following is a three-year comparison of certain statistical information relative to property taxes and property tax collections for the current and previous two calendar years:

Comparative Schedule of Tax Rates

	<u>2025</u>	<u>2024</u>	<u>2023</u>
Tax Rate (Per \$100 Assessed Valuation)	\$ 1.770	\$ 1.628	\$ 1.727
Apportionment of Tax Rate			
Municipality	0.516	0.552	0.617
County	0.202	0.208	0.214
Local School	1.052	0.918	0.896

Net Valuation Table

2025	\$ 7,087,527,349.00		
2024		\$ 6,485,598,100.00	
2023			\$ 5,691,748,200.00

TOWNSHIP OF NEPTUNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDING DECEMBER 31, 2025

NOTE 4 PROPERTY TAXES (continued)

Comparison of Tax Levies and Collections

<u>Year</u>	<u>Tax Levy</u>	<u>Cash Collections</u>	<u>Percentage of Collection</u>
2025	\$ 130,328,261.50	\$ 128,719,939.74	98.76%
2024	113,222,057.24	111,836,173.88	98.77%
2023	102,600,201.53	101,489,042.65	98.91%

Delinquent Taxes and Tax Title Liens

<u>Year Ended December 31</u>	<u>Amount of Tax Title Liens</u>	<u>Amount of Delinquent Taxes</u>	<u>Total Delinquent</u>	<u>Percentage of Tax Levy</u>
2025	\$ 87,599.10	\$ 1,641,591.06	\$ 1,729,190.16	1.33%
2024	75,709.89	1,128,648.79	1,204,358.68	1.06%
2023	73,764.09	1,122,988.02	1,196,752.11	1.17%

The following comparison is made of the number of tax title liens receivable on December 31st of the last three (3) years.

<u>Tax Year</u>	<u>Number of Liens</u>
2025	14
2024	14
2023	15

NOTE 5 PROPERTY ACQUIRED BY TAX TITLE LIEN LIQUIDATION

The value of the property acquired by liquidation of tax title liens on December 31st, on the basis of the last assessed valuation of such properties, for the current and previous two years was as follows:

<u>Year</u>	<u>Amount</u>
2025	\$4,400,600.00
2024	2,447,200.00
2023	5,242,800.00

NOTE 6 SEWER UTILITY SERVICE CHARGES

The following is a three-year comparison of sewer utility service charges (rents) for the current and previous two years:

<u>Year</u>	<u>Levy</u>	<u>Prior Year Delinquent</u>	<u>Cash Collections</u>
2025	\$ 6,357,155.44	\$389,163.76	\$ 6,312,289.37
2024	6,309,901.40	339,542.59	6,259,153.10
2023	6,327,054.02	361,093.36	6,348,604.79

**TOWNSHIP OF NEPTUNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDING DECEMBER 31, 2025**

NOTE 7 BONDS AND NOTES AUTHORIZED BUT NOT ISSUED

At December 31, 2025, the Township had authorized but not issued bonds and notes as follows:

General Capital Fund	\$3,148,440.83
Sewer Utility Capital Fund	252,500.00
Marina Utility Capital Fund	95,000.00

NOTE 8 LONG TERM DEBT

The Local Bond Law governs the issuance of bonds and notes to finance general municipal capital expenditures. Bonds are retired in serial installments within the statutory period of usefulness. Bonds issued by the Township are general obligation bonds, backed by the full faith and credit of the Township. Bond anticipation notes are issued to temporarily finance capital projects, prior to the issuance of serial bonds. The terms of the notes cannot exceed one year but the notes may be renewed from time to time for a period not exceeding one year. All such notes must be paid no later than the tenth anniversary of the date of the original note. The State of New Jersey also prescribes that on or before the third anniversary date of the original note a payment of at least equal to the first legally payable installment of the bonds in anticipation of which such notes were issued be paid. A second legal installment must be paid if the notes are to be renewed beyond the fourth anniversary date of the original issuance and so on. Tax anticipation notes are issued if the cash on hand is not sufficient to carry on normal operations of the municipality at any time during the year. Such notes are authorized by a resolution adopted by the governing body.

The Township's long-term debt is summarized as follows:

General Serial Bonds

\$7,100,000.00 2011 General Obligation Bonds due in annual installments of \$500,00000 through September 2026, interest rate of 4.000%.	\$ 500,000.00
\$9,875,000.00 2018B Pooled Government Loan Revenue Bonds due in annual installments ranging from \$575,000.00 to \$770,000.00 through July 2034, interest rates ranging from 4.000% to 5.000%.	6,210,000.00
\$6,785,000.00 2020 MCIA General Improvement Bonds due in annual installments ranging from \$315,000.00 to \$510,000.00 through December 2038, interest rates ranging from 3.000% to 5.000%.	5,405,000.00
\$5,160,000.00 2022 MCIA General Improvement Bonds due in annual installments ranging from \$380,000.00 to \$545,000.00 through December 2034, interest rates ranging from 3.000% to 5.000%.	4,115,000.00

**TOWNSHIP OF NEPTUNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDING DECEMBER 31, 2025**

NOTE 8 LONG-TERM DEBT (continued)

General Serial Bonds (continued)

\$5,845,000.00 2023 MCIA General Improvement Bonds due in annual installments ranging from \$310,000.00 to \$520,000.00 through December 2037, interest rate of 5.000%.	\$ 4,930,000.00
\$1,905,000.00 2024 MCIA General Improvement Bonds due in annual installments of \$380,000.00 through December 2029, interest rate of 5.000%.	<u>1,520,000.00</u>
	<u>\$ 22,680,000.00</u>

Sewer Utility Bonds

\$2,810,000.00 2018B Pooled Government Loan Revenue Bonds due in annual installments ranging from \$330,000.00 to \$345,000.00 through July 2027, interest rate of 5.000%.	\$ 675,000.00
\$2,900,000.00 2020 MCIA Sewer Utility Bonds due in annual installments ranging from \$115,000.00 to \$200,000.00 through December 2040, interest rates ranging from 3.000% to 5.000%.	2,385,000.00
\$4,495,000 2022 MCIA General Improvement Bonds due in annual installments ranging from \$170,000.00 to \$340,000.00 through December 2042, interest rates of 3.000% and 5.000%.	3,985,000.00
\$570,000 2024 MCIA General Improvement Bonds due in annual installments ranging from \$50,000.00 to \$65,000.00 through December 2034, interest rates of 5.000%.	<u>520,000.00</u>
	<u>\$ 7,565,000.00</u>

Marina Utility Bonds

\$985,000.00 2020 MCIA Marina Utility Bonds due in annual installments ranging from \$40,000.00 to \$70,000.00 through December 2040, interest rates ranging from 3.000% to 5.000%.	\$ 810,000.00
\$445,000.00 2024 MCIA Marina Utility Bonds due in annual installments ranging from \$35,000.00 to \$55,000.00 through December 2034, interest rate of 5.000%.	<u>410,000.00</u>
	<u>\$ 1,220,000.00</u>

TOWNSHIP OF NEPTUNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDING DECEMBER 31, 2025

NOTE 8 LONG-TERM DEBT (continued)

Annual debt service for principal and interest over the next five years and five-year increments thereafter for bonded debt issued and outstanding are as follows:

Bonds Payable

Year	General Capital Fund		
	Principal	Interest	Total
2026	\$ 2,460,000.00	\$ 1,047,550.00	\$ 3,507,550.00
2027	2,030,000.00	929,550.00	2,959,550.00
2028	2,120,000.00	828,050.00	2,948,050.00
2029	2,205,000.00	722,050.00	2,927,050.00
2030	1,915,000.00	611,800.00	2,526,800.00
2031-2035	9,435,000.00	1,638,250.00	11,073,250.00
2036-2038	2,515,000.00	167,400.00	2,682,400.00
	<u>\$ 22,680,000.00</u>	<u>\$ 5,944,650.00</u>	<u>\$ 28,624,650.00</u>

Year	Sewer Utility Capital Fund		
	Principal	Interest	Total
2026	\$ 665,000.00	\$ 345,700.00	\$ 1,010,700.00
2027	685,000.00	312,450.00	997,450.00
2028	345,000.00	278,200.00	623,200.00
2029	370,000.00	260,950.00	630,950.00
2030	385,000.00	242,450.00	627,450.00
2031-2035	2,130,000.00	934,150.00	3,064,150.00
2036-2040	2,330,000.00	464,750.00	2,794,750.00
2041-2042	655,000.00	49,750.00	704,750.00
	<u>\$ 7,565,000.00</u>	<u>\$ 2,888,400.00</u>	<u>\$ 10,453,400.00</u>

Year	Marina Utility Capital Fund		
	Principal	Interest	Total
2026	\$ 75,000.00	\$ 51,250.00	\$ 126,250.00
2027	80,000.00	47,500.00	127,500.00
2028	85,000.00	43,500.00	128,500.00
2029	90,000.00	39,250.00	129,250.00
2030	95,000.00	34,750.00	129,750.00
2031-2035	475,000.00	103,200.00	578,200.00
2036-2040	320,000.00	29,550.00	349,550.00
	<u>\$ 1,220,000.00</u>	<u>\$ 349,000.00</u>	<u>\$ 1,569,000.00</u>

TOWNSHIP OF NEPTUNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDING DECEMBER 31, 2025

NOTE 8 LONG-TERM DEBT (continued)

Loans Payable

General Capital Fund Loans Payable

During 2007, the Township was awarded a loan of \$170,000.00 under the Green Trust Loan Program for the Riverside Park acquisition. The loan is due in semi-annual installments ranging from \$5,130.12 to \$5,233.24 through May 2027, interest rate of 2.000%. \$ 15,544.80

During 2008, the Township was awarded a loan of \$225,228.72 under the Green Trust Loan Program for the development of Bradley Park. The loan is due in semi-annual installments of \$5,927.07 through July 2027, interest rate of 0.000%. 23,708.34

During 2009, the Township was awarded a loan of \$25,000.00 under the Green Trust Loan Program for the Bradley Park acquisition. The loan is due in semi-annual installments of \$641.03 through June 2029, interest rate of 0.000%. 4,487.04

During 2011, the Township was awarded a loan of \$750,000.00 under the Green Trust Loan Program for multi-parks development. The loan is due in semi-annual installments of \$25,000.00 through August 2026, interest rate of 0.000%. 50,000.00

During 2020, the Township was awarded loan of \$40,000 under the Green Trust Loan Program for the flood prone property project. The loan is due in semi-annual installments ranging from \$941.25 to \$1,231.35 through August 2039, interest rate of 2.000%. 30,241.48

\$ 123,981.66

Sewer Utility Fund Loan Payable

On March 1, 2010, the Township entered into loan agreements funded by the New Jersey Environmental Infrastructure Trust in the amount of \$1,281,375.00 for upgrades to the Pennsylvania Avenue pump station. \$315,000.00 was funded by a trust loan with interest rates ranging from 3.000% to 5.000%. The trust loan is due in annual installments ranging from \$19,000.00 to \$24,000.00 through 2029. The remaining \$966,375.00 was funded by a fund loan with 0.000% interest. The fund loan is due in semi-annual installments of \$16,379.23 and \$32,758.70 through 2029.

\$ 282,551.03

TOWNSHIP OF NEPTUNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDING DECEMBER 31, 2025

NOTE 8 LONG-TERM DEBT (continued)

Annual debt service for principal and interest over the next five years and five-year increments thereafter for loans issued and outstanding is as follows:

General Capital Fund Loans Payable			
Year	Principal	Interest	Total
2026	\$ 75,339.65	\$ 855.01	\$ 76,194.66
2027	20,299.44	609.72	20,909.16
2028	3,250.79	518.60	3,769.39
2029	2,649.16	479.03	3,128.19
2030	2,048.67	438.66	2,487.33
2031-2035	10,877.83	1,558.81	12,436.64
2036-2039	9,516.12	433.21	9,949.33
	<u>\$ 123,981.66</u>	<u>\$ 4,893.04</u>	<u>\$ 128,874.70</u>

Sewer Utility Capital Fund Loans Payable			
Year	Principal	Interest	Total
2026	\$ 68,137.70	\$ 3,440.00	\$ 71,577.70
2027	68,137.70	2,680.00	70,817.70
2028	73,137.70	1,920.00	75,057.70
2029	73,137.93	960.00	74,097.93
	<u>\$ 282,551.03</u>	<u>\$ 9,000.00</u>	<u>\$ 291,551.03</u>

Capital Lease Program

During 2015, 2017, 2019, 2021, 2023 and 2025 the Township of Neptune acquired equipment through the Monmouth County Improvement Authority's Equipment Lease Financing Program. The Equipment Lease Financing Program involved the issuance of Capital Equipment Pooled Lease Revenue Bonds, Series 2015, 2017, 2019, 2021, 2023 and 2025 of which \$2,789,000, \$2,515,000, \$1,872,000, \$2,912,000, \$1,791,000 and \$2,310,000 respectively, represent the Township's portion. Debt service requirements by fund are as follows:

TOWNSHIP OF NEPTUNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDING DECEMBER 31, 2025

NOTE 8 LONG-TERM DEBT (continued)

Capital Lease Program (continued)

General Capital Fund				
Year	Principal	Interest	Total	Coupon Rate
2026	\$ 1,437,658.59	\$ 221,298.44	\$ 1,658,957.03	5.00%
2027	1,178,159.01	157,751.56	1,335,910.57	5.00%
2028	1,175,806.44	98,980.08	1,274,786.52	5.00%
2029	396,619.28	40,330.96	436,950.24	5.00%
2030	393,529.00	20,500.00	414,029.00	5.00%
2031-2035	16,471.00	823.52	17,294.52	5.00%
Total	<u>\$ 4,598,243.32</u>	<u>\$ 539,684.56</u>	<u>\$ 5,137,927.88</u>	

Sewer Utility Fund				
Year	Principal	Interest	Total	Coupon Rate
2026	\$ 182,596.72	\$ 49,514.06	\$ 232,110.78	5.00%
2027	169,536.03	42,445.68	211,981.71	5.00%
2028	167,888.59	34,122.40	202,010.99	5.00%
2029	95,735.33	25,886.78	121,622.11	5.00%
2030	74,471.00	21,100.00	95,571.00	5.00%
2031-2035	347,529.00	51,826.48	399,355.48	5.00%
Total	<u>\$ 1,037,756.67</u>	<u>\$ 224,895.40</u>	<u>\$ 1,262,652.07</u>	

Marina Utility Fund				
Year	Principal	Interest	Total	Coupon Rate
2026	\$ 25,744.68	\$ 5,500.00	\$ 31,244.68	5.00%
2027	27,304.97	4,212.76	31,517.73	5.00%
2028	27,304.97	2,847.52	30,152.49	5.00%
2029	29,645.39	1,482.26	31,127.65	5.00%
Total	<u>\$ 110,000.01</u>	<u>\$ 14,042.54</u>	<u>\$ 124,042.55</u>	

**TOWNSHIP OF NEPTUNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDING DECEMBER 31, 2025**

NOTE 8 LONG-TERM DEBT (continued)

Changes in Outstanding Debt

Transactions for the year ended December 31, 2025 are summarized as follows:

	Balance December 31, 2024	Additions	Deductions	Balance December 31, 2025
<u>General Capital Fund</u>				
Serial Bonds	\$ 25,435,000.00		\$ 2,755,000.00	\$ 22,680,000.00
Loans Payable	206,738.69		82,757.03	123,981.66
	<u>25,641,738.69</u>	<u>-</u>	<u>2,837,757.03</u>	<u>22,803,981.66</u>
<u>Sewer Capital Fund</u>				
Serial Bonds	8,350,000.00		785,000.00	7,565,000.00
Loans Payable	350,688.73		68,137.70	282,551.03
	<u>8,700,688.73</u>	<u>-</u>	<u>853,137.70</u>	<u>7,847,551.03</u>
<u>Marina Capital Fund</u>				
Serial Bonds	1,290,000.00		70,000.00	1,220,000.00
Total	<u>\$ 35,632,427.42</u>	<u>\$ -</u>	<u>\$ 3,760,894.73</u>	<u>\$ 31,871,532.69</u>

NOTE 9 SHORT-TERM DEBT

Bond Anticipation Notes

The Township issues bond anticipation notes to temporarily fund various capital projects prior to the issuing of serial bonds. The term of the notes cannot exceed one year but the notes may be renewed from time to time for a period not exceeding one year. All such notes must be paid no later than the tenth anniversary of the date of the original note.

**TOWNSHIP OF NEPTUNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDING DECEMBER 31, 2025**

NOTE 9 SHORT-TERM DEBT (continued)

Bond Anticipation Notes (continued)

On December 31, 2025, the Township's outstanding bond anticipation notes were as follows:

<u>General Capital Fund</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Amount</u>	<u>Interest Rate</u>
Improvements to Jumping Brook Road	07-13-2020	12-16-2026	\$ 150,000.00	0.000%
Improvements to Oxonia Avenue	07-13-2020	12-16-2026	39,000.00	0.000%
Improvements to the Township				
Municipal Complex	07-13-2020	12-16-2026	34,466.00	0.000%
Various Drainage Improvements	07-13-2020	12-16-2026	67,500.00	0.000%
COVID Related Improvements and				
Acquisitions	12-23-2024	12-16-2026	275,000.00	0.000%
	12-17-2025	12-16-2026	15,000.00	0.000%
Improvements to Various Parks	12-27-2023	12-16-2026	50,000.00	0.000%
Acquisition of a Telephone System, Video				
Surveillance Systems, Computers, Servers				
and Other Technology Improvements	12-31-2021	12-16-2026	50,500.00	0.000%
Welsh Farms Site Remediation	12-17-2025	12-16-2026	100,000.00	0.000%
Phase II of Public Works Facility Improvement				
program, including Construction and Re-				
construction of Municipal Facilities	12-23-2024	12-16-2026	1,100,000.00	0.000%
	12-17-2025	12-16-2026	45,000.00	0.000%
Various ADA Improvements to the				
Municipal Complex	12-23-2024	12-16-2026	150,000.00	0.000%
	12-17-2025	12-16-2026	50,000.00	0.000%
Acquisition and Installation of Municipal				
Technology Improvements and				
Security Upgrades	12-17-2025	12-16-2026	550,000.00	0.000%
Acquisition of Vehicles and Equipment	12-23-2024	12-16-2026	250,000.00	0.000%
	12-17-2025	12-16-2026	250,000.00	0.000%
Acquisition of Vehicles and Equipment	12-23-2024	12-16-2026	50,000.00	0.000%
	12-17-2025	12-16-2026	100,000.00	0.000%
Various Improvements to Municipal Facilities				
and Acquisition of Furniture Therefor	12-23-2024	12-16-2026	125,000.00	0.000%
	12-17-2025	12-16-2026	100,000.00	0.000%
2025 Road Repaving and Improvements	12-17-2025	12-16-2026	1,100,000.00	0.000%
Improvements to the Loffredo Ballfields	12-17-2025	12-16-2026	50,000.00	0.000%

TOWNSHIP OF NEPTUNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDING DECEMBER 31, 2025

NOTE 9 SHORT-TERM DEBT (continued)

Bond Anticipation Notes (continued)

<u>General Capital Fund (continued)</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Amount</u>	<u>Interest Rate</u>
Adquisition of a Parcel of Real Property between Division St and Corlies St for Open Space and Recreational Purposes	12-17-2025	12-16-2026	\$ 44,750.00	0.000%
			<u>\$ 4,746,216.00</u>	
<u>Sewer Utility Capital Fund</u>				
Sixth Ave Area Sanitary Sewer Replacement Project	12-23-2024	12-16-2026	\$ 500,000.00	0.000%
			<u>150,000.00</u>	
			<u>\$ 650,000.00</u>	
<u>Marina Utility Capital Fund</u>				
Dredging Shark River Municipal Marina Basin	01-23-2024	12-16-2026	\$ 665,000.00	1.000%

Changes in Bond Anticipation Notes

	<u>Balance December 31, 2024</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance December 31, 2025</u>
General Capital Fund	\$ 2,766,466.00	\$ 12,304,750.00	\$ 10,325,000.00	\$ 4,746,216.00
Sewer Utility Capital Fund	500,000.00	150,000.00		650,000.00
Marina Utility Capital Fund	712,500.00		47,500.00	665,000.00
	<u>\$ 3,978,966.00</u>	<u>\$ 12,454,750.00</u>	<u>\$ 10,372,500.00</u>	<u>\$ 6,061,216.00</u>

NOTE 10 SUMMARY OF MUNICIPAL DEBT

The following schedule represents the Township's summary of debt for the current and two previous years:

TOWNSHIP OF NEPTUNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDING DECEMBER 31, 2025

NOTE 10 SUMMARY OF MUNICIPAL DEBT (continued)

	Year 2025	Year 2024	Year 2023
Issued			
General Bonds, Notes and Loans	\$ 27,550,197.66	\$ 28,358,204.67	\$ 29,275,575.11
Sewer Utility Bonds, Notes and Loans	8,497,551.03	9,200,688.73	9,568,826.43
Marina Utility Bonds, Notes and Loans	1,885,000.00	2,022,500.00	1,415,000.00
Total Debt Issued	<u>37,932,748.69</u>	<u>39,581,393.40</u>	<u>40,259,401.54</u>
Authorized But Not Issued			
General Bonds, Notes and Loans	3,148,440.83	4,703,390.83	1,883,090.83
Sewer Utility Bonds, Notes and Loans	252,500.00	402,500.00	902,500.00
Marina Utility Bonds, Notes and Loans	95,000.00	95,000.00	712,500.00
Total Authorized But Not Issued	<u>3,495,940.83</u>	<u>5,200,890.83</u>	<u>3,498,090.83</u>
Net Bonds, Notes and Loans Issued and Authorized But Not Issued	<u>41,428,689.52</u>	<u>44,782,284.23</u>	<u>43,757,492.37</u>
Less:			
Funds Temporarily Held to Pay Bonds and Notes:			
General Capital Fund			
Sewer Utility Capital Fund	252,018.90	305,318.90	365,318.90
Marina Utility Capital Fund	1,846.30	1,846.30	1,846.30
	<u>253,865.20</u>	<u>307,165.20</u>	<u>367,165.20</u>
Net Debt Issued and Authorized But Not Issued	<u>\$ 41,174,824.32</u>	<u>\$ 44,475,119.03</u>	<u>\$ 43,390,327.17</u>

Summary of Statutory Debt Condition – Annual Debt Statement

The summarization statement of debt condition which follows is prepared in accordance with the required method of setting up the Annual Debt Statement and indicates a Statutory Net Debt of 0.458%.

	Gross Debt	Deductions	Net Debt
Local District School Debt	\$ -	\$ -	\$ -
General Debt	30,698,638.49	-	30,698,638.49
Sewer Utility Debt	8,750,051.03	8,750,051.03	-
Marina Utility Debt	1,980,000.00	1,980,000.00	-
	<u>\$41,428,689.52</u>	<u>\$ 10,730,051.03</u>	<u>\$ 30,698,638.49</u>

TOWNSHIP OF NEPTUNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDING DECEMBER 31, 2025

NOTE 10 SUMMARY OF MUNICIPAL DEBT (continued)

New Jersey statutes limit the debt of a municipality to 3.500% of the average of the last three preceding year's equalized valuations of the taxable real estate and improvements. The Township's statutory net debt at December 31, 2025 was 0.458% as calculated below. The Township's remaining borrowing power is 3.042%.

Net Debt \$30,698,638.49 divided by the Average Equalized Valuation Basis per N.J.S.A. 40A:2-2 as amended, \$6,707,499,652.67 equals 0.458%.

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

3-1/2 % Equalized Valuation Basis Municipal	\$ 234,762,487.84
Net Debt	<u>30,698,638.49</u>
	<u>\$ 204,063,849.35</u>

Calculation of "Self-liquidating purpose" – Sewer Utility per N.J.S. 40A:2-45

Cash Receipts From Fees, Rents or Other		
Charges for the Year		\$ 7,989,718.84
Deductions:		
Operating and Maintenance Costs	\$ 6,135,880.44	
Debt Service	<u>1,387,664.36</u>	
Total Deductions		<u>7,523,544.80</u>
Excess Revenue		<u>\$ 466,174.04</u>

Calculation of "Self-liquidating purpose" – Marina Utility per N.J.S. 40A:2-45

Cash Receipts From Fees, Rents or Other		
Charges for the Year		\$ 652,658.88
Deductions:		
Operating and Maintenance Costs	\$ 315,955.33	
Debt Service	<u>208,693.97</u>	
Total Deductions		<u>524,649.30</u>
Excess Revenue		<u>\$ 128,009.58</u>

NOTE 11 DEFERRED CHARGES TO FUTURE TAXATION FUNDED AND UNFUNDED

Upon the authorization of capital projects, the Township establishes deferred charges for the cost of the capital projects to be raised by future taxation. Funded deferred charges relate to permanent debt issued, whereas unfunded deferred charges relate to temporary or non-funding of the authorized cost of capital projects. According to the New Jersey Statutes Annotated 40A:2-4, the Township may levy taxes on all taxable property within the local unit to repay the debt. Annually, the Township raises the debt requirements for the particular year in the current budget. As funds are raised, the deferred charges are reduced.

**TOWNSHIP OF NEPTUNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDING DECEMBER 31, 2025**

NOTE 12 DEFERRED CHARGES TO BE RAISED IN SUCCEEDING BUDGETS

As noted in Note 1, certain expenditures are required to be deferred to budgets of succeeding years. At December 31, 2025, there were no deferred charges.

NOTE 13 TAXES COLLECTED IN ADVANCE

Taxes collected in advance set forth as cash liabilities in the financial statements, are as follows:

	Balance	
	2025	2024
Prepaid Taxes	<u>\$ 1,169,779.85</u>	<u>\$ 1,085,204.73</u>

NOTE 14 ASSESSMENT AND COLLECTION OF PROPERTY TAXES

New Jersey statutes require that taxable valuation of real property be prepared by the Township Tax Assessor as of October 1st in each year and filed with the County Board of Taxation ("Board") by January 10th of the following year. Upon the filing of certified adopted budgets by the Township, Local School District and County, the tax rate is struck by the Board based on the certified amounts in each of the taxing districts for collection to fund the budgets. Pursuant to statute, this process is to be completed on or before May 20th, with a completed duplicate of the tax rolls to be delivered to the Township Tax Collector ("Collector") on or before June 3rd. Tax bills are prepared then mailed by the Collector of the Township annually and set forth the final tax for the tax year. The bill contains a credit for preliminary amounts billed previously with the balance payable in equal installments on August 1st and November 1st of the tax year.

In addition, the property owner receives a preliminary bill for the succeeding year based on one half of the prior year's tax. The preliminary payments are due and payable on February 1st and May 1st. The N.J. Statutes allow a grace period of 10 days for each payment period and the Township granted this option to taxpayers. Taxes become delinquent if not paid on the installment dates and become subject to interest penalties of 8% or 18% of the amount delinquent. If taxes are delinquent as of the eleventh day of the eleventh month of the fiscal year, the delinquent amount is subject to "Tax Sale" which places a tax lien on the property allowing the holder to enforce the tax lien by collection or foreclosure. New Jersey property tax laws establish a tax lien on real estate as of January 1st of the current tax year even though the amount due is not known.

NOTE 15 LOCAL DISTRICT SCHOOL TAXES

Local District School Taxes have been raised and liabilities deferred. Section 13 of P.L. 1991 C.63 provides that any municipality that levies school taxes on a school year basis may defer from the municipal purposes tax levy 50% (fifty percent) of the levy. The amounts so deferred shall be regarded as fund balance and shall be used to offset the local property tax levy for local purposes. At year end taxes due to the District consisted of the following:

TOWNSHIP OF NEPTUNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDING DECEMBER 31, 2025

NOTE 15 LOCAL DISTRICT SCHOOL TAXES (continued)

	Local District School Tax	
	Balance December 31	
	2025	2024
Balance of Tax	\$ 37,268,284.50	\$ 29,737,932.50
Deferred	17,265,725.00	17,265,725.00
Tax Payable	<u>\$ 20,002,559.50</u>	<u>\$ 12,472,207.50</u>

NOTE 16 FUND BALANCES APPROPRIATED

The following schedules detail the amount of fund balances available at the end of the current year and the previous four years and the amounts utilized in the subsequent year's budgets:

Current Fund		
Year	Balance December 31	Utilized In Budget of Succeeding Year
2025	\$ 19,819,399.68	\$ 6,998,930.37
2024	17,634,974.15	5,466,809.61
2023	15,456,015.91	4,981,111.77
2022	10,978,551.37	3,753,107.83
2021	8,999,316.69	3,335,961.15

Sewer Utility Fund		
Year	Balance December 31	Utilized In Budget of Succeeding Year
2025	\$ 9,148,434.44	\$ 1,150,000.00
2024	8,943,915.81	950,000.00
2023	9,005,099.72	956,000.00
2022	8,690,852.10	881,000.00
2021	7,916,701.95	860,000.00

TOWNSHIP OF NEPTUNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDING DECEMBER 31, 2025

NOTE 16 FUND BALANCES APPROPRIATED

Marina Utility Fund		
Year	Balance December 31	Utilized In Budget of Succeeding Year
2025	\$ 1,300,716.46	\$ 165,000.00
2024	1,305,684.70	80,189.58
2023	1,081,232.19	-
2022	992,956.93	29,000.00
2021	363,664.38	34,000.00

NOTE 17 PENSION PLANS

A. Public Employees' Retirement System (PERS)

General Information About the Plan

Plan Description - The State of New Jersey, Public Employees' Retirement System (PERS) is a cost-sharing multiple-employer defined benefit pension plan administered by the State of New Jersey, Division of Pensions and Benefits (the Division). For additional information about PERS, please refer to Division's Annual Financial Report which can be found at:

www.state.nj.us/treasury/pensions/annual-reports.shtml

Vesting and Benefit Provisions are set by *N.J.S.A. 43:15A*. PERS provides retirement, death and disability benefits. All benefits vest after ten years of service. The following represents the membership tiers for PERS:

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

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

TOWNSHIP OF NEPTUNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDING DECEMBER 31, 2025

NOTE 17 PENSION PLANS (continued)

A. Public Employees' Retirement System (PERS) (continued)

Basis of Presentation - The schedule of employer allocations and the schedule of pension amounts by employer (collectively, the Schedules) present amounts that are considered elements of the financial statements of PERS, its participating employers. Accordingly, they do not purport to be a complete presentation of the financial position or changes in financial position of PERS or the participating employers. The accompanying Schedules were prepared in accordance with U.S. generally accepted accounting principles. Such preparation requires management of PERS to make a number of estimates and assumptions relating to the reported amounts. Due to the inherent nature of these estimates, actual results could differ from those estimates.

The contribution policy for PERS is set by *N.J.S.A. 43:15A* and requires contributions by active members and contributing employers. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount, which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. Funding for noncontributory group insurance benefits is based on actual claims paid. For the fiscal year 2025, the State's pension contribution was more than the actuarial determined amount.

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

For the year ended December 31, 2025, the Township's contributions to the PERS were \$1,336,300.00.

Net Pension Liability - At December 31, 2025, the Township reported a liability of \$12,025,321 as the Township's proportionate share of the PERS net pension liability. The net pension liability was measured as of June 30, 2025. The total pension liability used to calculate the net pension liability was determined using update procedures to roll forward the total pension liability from an actuarial valuation as of July 1, 2024, which was rolled forward to June 30, 2025. The Township's proportion of the net pension liability was based on the Township's actual contributions to the plan relative to the total of all participating employers' contributions for the year ended June 30, 2025. The Township's proportion measured as of June 30, 2025, was 0.0977775714% which was a decrease of .00011272576% from its proportion measured as of June 30, 2024.

Pension Expense - At December 31, 2025, the Township's proportionate share of the PERS pension expense, calculated by the plan as of the June 30, 2025 measurement date is \$365,019. This expense is not recognized by the Township because of the regulatory basis of accounting as described in Note 1.

TOWNSHIP OF NEPTUNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDING DECEMBER 31, 2025

NOTE 17 PENSION PLANS (continued)

A. Public Employees' Retirement System (PERS) (continued)

Deferred Outflows and Deferred Inflows of Resources, and Pension Expense - At December 31, 2025, the State reported deferred outflows of resources and deferred inflows from resources attributable to the Township from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between Expected and Actual Experience	\$ 342,864	\$ 12,851
Changes in Assumptions	1,899	138,542
Net Difference between Projected and Actual Earnings on Pension Plan Investments		1,002,753
Changes in Proportion and Differences between Township Contributions and Proportionate Share of Contributions	<u>1,022,579</u>	<u>1,482,926</u>
	<u>\$ 1,367,342</u>	<u>\$ 2,637,072</u>

The Township will amortize the above sources of deferred outflows and inflows related to the PERS over the average of the expected remaining service lives of all employees that are provided with pensions through the pension plan with the exception of net differences between projected and actual earnings on pension plan investments which will be amortized over 5 years. The average of the expected remaining service lives of all employees are 5.15, 5.08, 5.08, 5.04, 5.13 and 5.16 for the years 2025, 2024, 2023, 2022, 2021 and 2020 respectively.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions that would be recognized in future periods if the Township was on a GAAP basis of accounting, is as follows:

<u>Year Ending December 31,</u>	<u>PERS</u>
2026	\$ 231,090
2027	(611,713)
2028	(384,583)
2029	(463,052)
2030	<u>(41,472)</u>
	<u>\$ (1,269,730)</u>

**TOWNSHIP OF NEPTUNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDING DECEMBER 31, 2025**

NOTE 17 PENSION PLANS (continued)

A. Public Employees' Retirement System (PERS) (continued)

Actuarial Assumptions - The total pension liability for the June 30, 2022 measurement date was determined by using an actuarial valuation as of July 1, 2018, which was rolled forward to June 30, 2022. This actuarial valuation used the following actuarial assumptions:

Inflation

Price	2.75%
Wage	3.25%
Salary Increases:	2.75% - 7.75%
	Based on years of service
Investment Rate of Return	7.00%

Pre-retirement mortality rates were based on the Pub-2016 General Below-Median Income Employee mortality table with an 86.3% adjustment for males and 97.6% adjustment for females, and with future improvement from the base year of 2016 on a generational basis. Post-retirement mortality rates were based on the Pub-2016 General Below-Median Income Healthy Retiree mortality table with a 93.3% adjustment for males and 99.5% adjustment for females, and with future improvement from the base year of 2016 on a generational basis. Disability retirement rates used to value disabled retirees were based on the Pub-2016 Non-Safety Disabled Retiree mortality table with a 156.9% adjustment for males and 139.0% adjustment for females, and with future improvement from the base year of 2016 on a generational basis. Mortality improvement is based on Scale MP-2021.

The actuarial assumptions used in the July 1, 2024 valuation were based on the results of an actuarial experience study for the period July 1, 2021 to June 30, 2024.

In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2025) 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, 2023 are summarized in the following table:

TOWNSHIP OF NEPTUNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDING DECEMBER 31, 2025

NOTE 17 PENSION PLANS (continued)

A. Public Employees' Retirement System (PERS) (continued)

Actuarial Assumptions (continued)

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-term Expected Real Rate of Return</u>
US Equity	28.00%	8.55%
Non-U.S. Developed Markets Equity	12.75%	8.77%
International Small Cap Equity	1.25%	8.77%
Emerging Markets Equity	5.50%	10.30%
Private Equity	13.00%	12.00%
Real Estate	8.00%	10.78%
Real Assets	3.00%	7.90%
High Yield	4.50%	6.63%
Private Credit	8.00%	9.00%
Investment Grade Credit	7.00%	5.44%
Cash Equivalents	2.00%	3.61%
US Treasuries	4.00%	3.61%
Risk Mitigation Strategies	3.00%	7.26%

Discount Rate - The discount rate used to measure the total pension liability was 7.00% as of June 30, 2025. 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 actuarially determined contributions for the local employers. Based on those assumptions, the plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all projected benefit payments in determining the total pension liability.

Sensitivity of the Township's proportionate share of the Net Pension Liability to Changes in the Discount Rate - The following presents the collective net pension liability of the participating employers as of June 30, 2025 calculated using the discount rate as disclosed above as well as what the collective net pension liability would be if it was calculated using a discount rate that is 1-percentage point lower or 1-percentage-point higher than the current rate:

	<u>1% Decrease (6.00%)</u>	<u>Current Discount Rate (7.00%)</u>	<u>1% Increase (8.00%)</u>
Township's Proportionate Share of the Net Pension Liability	<u>\$ 16,461,949</u>	<u>\$ 12,025,321</u>	<u>\$ 8,244,136</u>

**TOWNSHIP OF NEPTUNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDING DECEMBER 31, 2025**

NOTE 17 PENSION PLANS (continued)

A. Public Employees' Retirement System (PERS) (continued)

Required Supplementary Pension Information – In accordance with GASB 68, the following information is also presented for the PERS Pension Plan. These schedules are presented to illustrate the requirement to show information for 10 years.

Schedule of the Township's Proportionate Share of the Net Pension Liability (Last 10 Plan Fiscal Years) (unaudited)

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Township's proportion of the net liability	0.1066784373%	0.1020796568%	0.0975789205%	0.0996685085%	0.0984239161%	0.0989603743%	0.1035581498%	0.0989048290%	0.1080198344%	0.0977775714%
Township's proportionate share of the net pension liability	\$ 31,595,093	\$ 23,762,512	\$ 19,212,803	\$ 17,958,753	\$ 16,050,367	\$ 11,723,340	\$ 15,628,350	\$ 14,325,745	\$ 14,677,785	\$ 12,025,321
Township's covered-employee payroll	7,216,068	7,092,870	7,164,474	7,185,862	7,277,215	7,438,628	7,540,269	8,365,202	8,038,884	8,223,695
	<u>\$ 38,811,161</u>	<u>\$ 30,855,382</u>	<u>\$ 26,377,277</u>	<u>\$ 25,144,615</u>	<u>\$ 23,327,582</u>	<u>\$ 19,161,968</u>	<u>\$ 23,168,619</u>	<u>\$ 22,690,947</u>	<u>\$ 22,716,669</u>	<u>\$ 20,249,016</u>
Township's proportionate share of the net pension liability as a percentage of its covered-employee payroll	437.84%	335.02%	268.17%	249.92%	220.56%	157.60%	207.27%	171.25%	182.58%	146.23%
Plan fiduciary net position as a percentage of the total pension liability	40.14%	48.10%	53.60%	56.27%	58.32%	70.34%	62.91%	65.23%	68.22%	71.84%

TOWNSHIP OF NEPTUNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDING DECEMBER 31, 2025

NOTE 17 PENSION PLANS (continued)

A. Public Employees' Retirement System (PERS) (continued)

Required Supplementary Pension Information

Schedule of the Township's Contributions (Last 10 Plan Fiscal Years) (unaudited)

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Contractually Required Contribution	\$ 947,716	\$ 945,659	\$ 970,595	\$ 969,481	\$ 1,076,708	\$ 1,158,941	\$ 1,305,918	\$ 1,321,890	\$ 1,469,848	\$ 1,336,300
Contributions in Relation to the contractually Required Contribution	947,716	945,659	970,595	969,481	1,076,708	1,158,941	1,305,918	1,321,890	1,469,848	1,336,300
Contribution deficiency/(excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Township's covered-employee payroll	\$ 7,216,068	\$ 7,092,870	\$ 7,164,474	\$ 7,185,862	\$ 7,277,215	\$ 7,438,628	\$ 7,540,269	\$ 8,365,202	\$ 8,038,884	\$ 8,223,695
Contribution as a percentage of covered-employee payroll	13.13%	13.33%	13.55%	13.49%	14.80%	15.58%	17.32%	15.80%	18.28%	16.25%

TOWNSHIP OF NEPTUNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDING DECEMBER 31, 2025

NOTE 17 PENSION PLANS (continued)

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

General Information About the Plan

Plan Description - The Police and Firemen's Retirement System of New Jersey (PFRS) is a cost-sharing multiple-employer defined benefit pension plan administered by the State of New Jersey, Division of Pensions and Benefits (the Division). For additional information about PFRS, please refer to the Division's Annual Financial Report, which can be found at:

www.state.nj.us/treasury/pensions/annual-reports.shtml.

The vesting and benefit provisions are set by N.J.S.A. 43:16A. PFRS provides retirement as well as 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:

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

Service retirement benefits are available at age 55 and are generally determined to be 2% of final compensation for each year of creditable service up to 30 years plus 1% for each year of service in excess of 30 years. Members may seek special retirement after achieving 25 years of creditable service, in which benefits would equal 65% (tiers 1 and 2 members) and 60% (tier 3 members) of final compensation plus 1% for each year if 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.

Basis of Presentation - The schedule of employer and nonemployer allocations and the schedule of pension amounts by employer (collectively, the Schedules) present amounts that are considered elements of the financial statements of PFRS, its participating employers. Accordingly, they do not purport to be a complete presentation of the financial position or changes in financial position of PFRS or the participating employers. The accompanying Schedules were prepared in accordance with U.S. generally accepted accounting principles. Such preparation requires management of PFRS to make a number of estimates and assumptions relating to the reported amounts. Due to the inherent nature of these estimates, actual results could differ from those estimates.

Contributions - The contribution policy for PFRS is set by N.J.S.A. 43:16A and requires contributions by active members and contributing employers. State legislation has modified the amount that is contributed by the State. The State's contribution amount is based on an actuarially determined rate, which includes the normal cost and unfunded accrued liability. For fiscal year 2025, the State contributed an amount more than the actuarially determined amount.

**TOWNSHIP OF NEPTUNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDING DECEMBER 31, 2025**

NOTE 17 PENSION PLANS (continued)

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

General Information About the Plan (continued)

Contributions (continued)

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

For the year ended December 31, 2025, the Township's contributions to PFRS were \$3,333,622. The employee contributions for PFRS are 10.00% of employees' annual compensation, as defined.

Net Pension Liability - At December 31, 2025, the Township's proportionate share of the PFRS net pension liability is valued to be \$23,399,622. The net pension liability was measured as of June 30, 2025. The total pension liability used to calculate the net pension liability was determined using update procedures to roll forward the total pension liability from an actuarial valuation as of July 1, 2024, to the measurement date of June 30, 2025. The Township's proportion of the net pension liability was based on the Township's actual contributions to the plan relative to the total of all participating employers' contributions for the year ended June 30, 2025. The Township's proportion measured as of June 30, 2025, was 0.2333188200%, which was an increase of 0.0046743800% from its proportion measured as of June 30, 2024.

Pension Expense - At December 31, 2025, the Township's proportionate share of the PFRS pension expense, calculated by the plan as of the June 30, 2025 measurement date is \$941,331. This expense is not recognized by the Township because of the regulatory basis of accounting as described in Note 1.

Pension Expense and Deferred Outflows/Inflows of Resources - At December 31, 2025, the Township had deferred outflows of resources and deferred inflows of resources related to the PFRS from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between Expected and Actual Experience	\$ 1,917,051	\$ 444,730
Changes in Assumptions	1,170,443	295,817

**TOWNSHIP OF NEPTUNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDING DECEMBER 31, 2025**

NOTE 17 PENSION PLANS (continued)

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

Pension Expense and Deferred Outflows/Inflows of Resources (continued)

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Net Difference between Projected and Actual Earnings on Pension Plan Investments	\$ 1,146,289	
Changes in Proportion and Differences between Township Contributions and Proportionate Share of Contributions	<u>585,256</u>	<u>\$ 1,740,939</u>
	<u>\$ 4,819,039</u>	<u>\$ 2,481,486</u>

The Township will amortize the above sources of deferred outflows and inflows related to PFRS over the average of the expected remaining service lives of all employees that are provided with pensions through the pension plan with the exception of net differences between projected and actual earnings on pension plan investments which will be amortized over 5 years. The average of the expected remaining service lives of all employees is 5.86, 6.09, 6.16, 6.22, 6.17 and 5.90 for the years 2025, 2024, 2023, 2022, 2021 and 2020 respectively.

The following is a summary of the pension expense, deferred outflows of resources and deferred inflows of resources related to the PFRS that would be recognized in future periods if the Township was on GAAP basis of accounting:

<u>Year Ending December 31,</u>	<u>PFRS</u>
2026	\$ 1,881,253
2027	(60,647)
2028	(513,559)
2029	564,312
2030	<u>466,194</u>
	<u>\$ 2,337,553</u>

**TOWNSHIP OF NEPTUNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDING DECEMBER 31, 2025**

NOTE 17 PENSION PLANS (continued)

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

Actuarial Assumptions - The total pension liability for the June 30, 2025 measurement date was determined by an actuarial valuation as of July 1, 2024, which was rolled forward to June 30, 2025. The actuarial valuations used the following actuarial assumptions:

Inflation rate:	
Price	2.50%
Wage	3.00%
Salary Increases:	All future years
	4.00 - 17.50%
	based on years of service
Thereafter	Not Applicable
Investment Rate of Return	7.00%

Employee mortality rates were based on the Pub-2016 Safety Employee mortality tables projected generationally from 2016 with Scale-2021. 5% of deaths are assumed to be accidental. Healthy annuitants, mortality rates were 100% of the Pub-2016 Safety Retiree Below Median amount-Weighted mortality tables for males and 98% of the Pub-2016 Safety Retiree Below Median amount-weighted mortality tables for females, projected generationally from 2026 with Scale Mp-2021 mortality projection. For contingent annuitants, mortality rates were 100% of the Pub-2016 Contingent Survivor Below-Median amount-weighted mortality tables for males and 102% Pub-2016 Contingent Survivor Below Median amount-weighted tables for females, projected generationally from 2016 with Scale MP-2021. Disability mortality rates were 134% of the Pub-2016 Safety Disabled Retiree amount-weighted mortality table for males and 100% of the Pub-2016 Safety Disabled Retiree amount-weighted mortality table for females, projected generational from 2016 with Scale MP-2021 mortality projection.

The actuarial assumptions used in the July 1, 2024 valuation were based on the results of an actuarial experience study for the period July 1, 2021 to June 30, 2024.

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, 2023) 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.

**TOWNSHIP OF NEPTUNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDING DECEMBER 31, 2025**

NOTE 17 PENSION PLANS (continued)

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

Best estimates of arithmetic rates of return for each major asset class included in PFRS's target asset allocation as of June 30, 2025 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-term Expected Real Rate of Return</u>
U.S Large-Cap Equity	24.00%	6.90%
U.S Small/Mid Cap Equity	4.00%	7.40%
Non-U.S. Developed Large-Cap Equity	9.50%	6.70%
Non-U.S. Developed Small-Cap Equity	2.00%	7.50%
Emerging Markets Large-Cap Equity	6.00%	9.60%
Emerging Markets Small-Cap Equity	1.50%	9.60%
U.S. Treasury Bond	7.00%	4.10%
U.S. Corporate Bond	5.00%	5.90%
U.S. Mortgage-Backed Securities	5.00%	4.40%
Global Multisector Fixed Income	6.00%	6.50%
Cash	2.00%	3.40%
Real Estate Core	3.00%	5.10%
Real Estate Non-Core	4.00%	6.50%
Infrastructure	3.00%	7.00%
Private Debt/Credit	8.00%	9.10%
Private Equity	10.00%	10.10%

Discount Rate - The discount rate used to measure the total pension liability was 7.00% as of June 30, 2025. 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 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 in determining the total pension liability.

Special Funding Situation - Under N.J.S.A. 43:16A-15, local participating employers are responsible for their own contributions based on actuarially determined amounts, except where legislation was passed which legally obligated the State if certain circumstances occurred. The legislation which legally obligates the state is as follows: Chapter 8, P.L. 2000, Chapter 318, P.L. 2001, Chapter 86, P.L. 2001, Chapter 511, P.L. 1991, Chapter 109, P.L. 1979, Chapter 247, P.L. 1993 and Chapter 201, P.L. 2001. The amounts contributed on behalf of the local participating employers under this legislation is considered to be a special funding situation as defined by GASB Statement No. 68 and the State is treated as a non-employer contributing entity. Since the local participating employers do not contribute under this legislation directly to the plan (except for employer

**TOWNSHIP OF NEPTUNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDING DECEMBER 31, 2025**

NOTE 17 PENSION PLANS (continued)

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

specific financed amounts), there is no net pension liability, deferred outflows of resources, or deferred inflows of resources to report in the financial statements of the local participating employers related to this legislation.

The State's proportionate share of the PFRS net pension liability attributable to the Township is \$4,750,061 as of December 31, 2025. The net pension liability was measured as of June 30, 2025. The total pension liability used to calculate the net pension liability was determined using update procedures to roll forward the total pension liability from an actuarial valuation as of July 1, 2025, to the measurement date of June 30, 2025. The State's proportion of the net pension liability associated with the Township was based on a projection of the Township's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined. The State's proportion measured as of June 30, 2025 was 0.23333188200%, which was a decrease of 0.2750794300% from its proportion measured as of June 30, 2024. At December 31, 2025, the Township's and the State of New Jersey's proportionate share of the PFRS net pension liability were as follows:

Township's Proportionate Share of Net Pension Liability	\$ 23,399,622
State of New Jersey's Proportionate Share of the Net Pension Liability Attributable to the Township	<u>4,750,061</u>
	<u><u>\$ 28,149,683</u></u>

Sensitivity of the Township's proportionate share of the Net Pension Liability to Changes in the Discount Rate - The following presents the Township's proportionate share of the net pension liability as of June 30, 2025, calculated using the discount rate as disclosed above, as well as what the Township's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Township's Proportionate Share of the Net Pension Liability	\$ 34,040,496	\$ 23,399,622	\$ 14,521,781
State of New Jersey's Proportionate Share of Net Pension Liability Associated with the Township	<u>6,910,130</u>	<u>4,750,061</u>	<u>2,947,883</u>
	<u><u>\$ 40,950,626</u></u>	<u><u>\$ 28,149,683</u></u>	<u><u>\$ 17,469,664</u></u>

Related Party Investments - The Division of Pensions and Benefits does not invest in securities issued by the Township.

TOWNSHIP OF NEPTUNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDING DECEMBER 31, 2025

NOTE 17 PENSION PLANS (continued)

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

Required Supplementary Pension Information - In accordance with GASB 68, the following information is also presented for the PFRS Pension Plan. These schedules are presented to illustrate the requirement to show information for 10 years; however, until a full 10-year trend is compiled, this presentation will only include information for those years for which information is available.

Schedule of the Township's Proportionate Share of the Net Position Liability (Last 10 Plan Fiscal Year) (unaudited)

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Township's proportion of the net liability	0.2477529044%	0.2456421084%	0.2511514037%	0.2506515633%	0.2550139032%	0.2612076546%	0.2379018900%	0.2328614000%	0.2286444400%	0.2333188200%
Township's proportionate share of the net pension liability	\$ 47,327,142	\$ 37,922,393	\$ 33,984,925	\$ 30,674,284	\$ 32,951,160	\$ 19,092,065	\$ 27,231,098	\$ 25,728,355	\$ 23,611,196	\$ 23,399,622
State's proportionate share of net pension liability associated with the Township	3,974,306	4,247,627	4,616,290	4,843,528	5,113,870	5,369,639	4,846,337	4,740,749	1,654,897	4,750,061
	<u>\$ 51,301,448</u>	<u>\$ 42,170,020</u>	<u>\$ 38,601,215</u>	<u>\$ 35,517,812</u>	<u>\$ 38,065,030</u>	<u>\$ 24,461,704</u>	<u>\$ 32,077,435</u>	<u>\$ 30,469,104</u>	<u>\$ 25,266,093</u>	<u>\$ 28,149,683</u>
Township's covered-employee payroll	\$ 7,876,868.00	\$ 8,287,818.60	\$ 8,498,193.00	\$ 8,733,433.00	\$ 9,087,069.00	\$ 8,679,414.00	\$ 8,589,292.00	\$ 8,625,340.00	\$ 8,995,130.00	\$ 9,476,423.00
Township's proportionate share of the net pension liability as a percentage of its covered-employee payroll	600.84%	457.57%	399.91%	351.23%	362.62%	219.97%	317.04%	298.29%	262.49%	246.92%
Plan fiduciary net position as a percentage of the total pension liability	52.01%	58.60%	62.48%	65.00%	63.52%	77.26%	68.33%	70.16%	72.66%	74.47%

**TOWNSHIP OF NEPTUNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDING DECEMBER 31, 2025**

NOTE 17 PENSION PLANS (continued)

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

Schedule of the Township's contributions (Last 10 Plan Fiscal Years) (unaudited)

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Contractually Required Contribution	\$ 2,020,030	\$ 2,173,978	\$ 2,455,375	\$ 2,531,858	\$ 2,848,941	\$ 3,044,282	\$ 3,094,041	\$ 3,099,854	\$ 3,162,700	\$ 3,333,622
Contributions in Relation to the contractually Required Contribution	2,020,030	2,173,978	2,455,375	2,531,858	2,848,941	3,044,282	3,094,041	3,099,854	3,162,700	3,333,622
Contribution deficiency/(excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Township's covered-employee payroll	\$ 7,876,868.00	\$ 8,287,818.60	\$ 8,498,193.00	\$ 8,733,433.00	\$ 9,087,069.00	\$ 8,679,414.00	\$ 8,589,292.00	\$ 8,625,340.00	\$ 8,995,130.00	\$ 9,476,423.00
Contribution as a percentage of covered-employee payroll	25.65%	26.23%	28.89%	28.99%	31.35%	35.07%	36.02%	35.94%	35.16%	35.18%

**TOWNSHIP OF NEPTUNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDING DECEMBER 31, 2025**

NOTE 18 TAX ABATEMENTS

The Township negotiates tax abatements under the State of New Jersey Local Redevelopment and Housing Law (NJSA 40A:12A-1 et seq). These abatements include specifically the Five-Year Exemption and Abatement Law (NJSA 40A:21-1 et seq) and the Long-Term Tax Exemption Law (NJSA 40A:20-1 et seq). The purposes for which a tax abatement may be considered for approval in the Township encompasses residential, commercial and industrial development that addresses a need identified by the Township Redevelopment Plans, the Township Affordable Housing Plan or other specific projects as described in the above-referenced laws.

Each agreement has been negotiated pursuant to the Local Redevelopment and Housing Law which allows the municipality to abate property taxes for economic development purposes. The abatements are directed toward development within a Township designated Area in Need of Redevelopment or a property that is developed to meet designated unmet needs in the Township's Affordable Housing Program.

The Township has not made any commitments as part of the agreements other than to reduce taxes. The Township is not subject to any tax abatement agreements entered into by other governmental entities. The Township has chosen to disclose information about its tax abatement agreements.

In 2025, the Township maintained a total of six (6) tax abatements which raised a total of \$486,467.73 under this program, reducing overall that would have been due from these developments from \$1,149,099.36 (a reduction of \$962,631.63).

- Township of Neptune Housing Authority Provides affordable housing to families and senior citizens. The PILOT agreement calls for a payment equal of 10% of annual net revenue or \$84,233.00.
- Sebastian Villa provides affordable housing for senior citizens. The PILOT agreement calls for a payment equal to 9% of the annual gross revenue (through 2031 at which time an annual minimum payment is implemented based upon the actual taxes which would be due in the absence of a PILOT agreement).
- Midtown Senior Housing provides affordable housing for senior citizens. The PILOT agreement calls for a payment equal to 12% of project revenues (as described in the agreement).
- West Lake Senior Housing provides affordable housing for senior citizens. The PILOT agreement calls for a payment equal to the annual service charge calculated pursuant to NJSA 40A:20-12, with a minimum amount of \$24,220.00 due each year. Taxes paid on the land each year (assessed and taxed at full value) serve as a credit against the annual service charge.
- Monmouth Housing Alliance provide affordable rental housing. The PILOT agreement calls for a payment equal to 7% of gross operating revenue or \$7,500.00, whichever is higher.
- Winding Ridge Family Ventures provide affordable housing to families with low and moderate incomes. The PILOT agreement calls for a payment equal to the greater of \$100,000 or 10% of the project revenues.

TOWNSHIP OF NEPTUNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDING DECEMBER 31, 2025

NOTE 19 POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (“OPEB”)

Below is prior year information, since the June 30, 2025 State of New Jersey Police and Firemen’s Retirement System, Schedule of Employer and Nonemployer Allocations and Schedule of Pension Amounts by Employer and Nonemployer was not available as of date of this audit report.

General Information About the Plan

Plan Description - The State Health Benefit Local Government Retired Employee Plan (the Plan) is a cost-sharing multiple-employer defined benefit other postemployment benefit (OPEB) plan with a special funding situation. 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, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions (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 financial report which can be found at www.state.nj.us/treasury/pensions/financial-reports.shtml.

The Plan provides medical and prescription drug to retirees and their covered dependents of the 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.

TOWNSHIP OF NEPTUNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDING DECEMBER 31, 2025

NOTE 19 POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (“OPEB”) (continued)

Special Funding Situation - Under Chapter 330, P.L. 1997, the State shall pay the premium or periodic charges for the qualified local police and firefighter retirees and dependents equal to 80 percent of the premium or periodic charge for the category of coverage elected by the qualified retiree under the State managed care plan or a health maintenance organization participating in the program providing the lowest premium or periodic charge. The State also provides funding for retiree health benefits to survivors of local police officers and firefighters who die in the line of duty under Chapter 271, P.L.1989. Therefore, these employers are considered to be in a special funding situation as defined by GASB Statement No 75 and the State is treated as a nonemployer contributing entity. Since the local participating employers do not contribute under this legislation directly to the plan, there is no net OPEB liability, deferred outflows of resources or deferred inflows of resources to report in the financial statements of the local participating employers related to this legislation. However, the notes to the financial statements of the local participating employers must disclose the portion of the nonemployer contributing entities’ total proportionate share of the collective net OPEB liability that is associated with the local participating employer.

OPEB Liabilities, Expenses, Deferred Outflows of Resources and Deferred Inflows of Resources:

Net OPEB Liability - At December 31, 2024, the Township reported a liability of \$68,023,146 as the Township’s proportionate share of Net OPEB liability. The Net OPEB liability was measured as of June 30, 2024. The total OPEB liability used to calculate the Net OPEB liability was determined using update procedures to roll forward the total OPEB liability from an actuarial valuation as of June 30, 2023, which was rolled forward to June 30, 2024. The Township’s proportion measured as of June 30, 2024, was 0.379902% which was a decrease of .012544% from its proportion measured as of June 30, 2023.

OPEB Expense - At December 31, 2024, the Township’s proportionate share of the (benefit)/expense, calculated by the plan as of the June 30, 2024 measurement date is \$1,908,391. This (benefit)/expense is not recognized by the Township because of the regulatory basis of accounting as described in Note 1.

Deferred Outflows and Deferred Inflows of Resources, and OPEB Expense - At December 31, 2024 the State reported deferred outflows of resources and deferred inflows from resources attributable to the Township from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between Expected and Actual Experience	\$ 3,444,892	\$ 11,525,461
Changes in Assumptions	11,372,182	11,291,413
Net Differences between Projected and Actual Investment Earnings		30,792
Changes in Proportion	17,713,157	4,919,890
	<u>\$ 32,530,231</u>	<u>\$ 27,767,556</u>

TOWNSHIP OF NEPTUNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDING DECEMBER 31, 2025

NOTE 19 POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (“OPEB”) (continued)

OPEB Liabilities, Expenses, Deferred Outflows of Resources and Deferred Inflows of Resources (continued):

The Township will amortize the above sources of deferred outflows and inflows related to the OPEB over the average of the expected remaining service lives of all employees that are provided with OPEB through the OPEB plan with the exception of net differences between projected and actual earnings on OPEB plan investments which will be amortized over 5 years. The average of the expected remaining service lives of all employees is 7.89, 7.89, 7.82, 7.82, 7.87, 8.05, 8.14 and 8.04 for the years 2024, 2023, 2022, 2021, 2020, 2019, 2018 and 2017 amounts, respectively.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB that would be recognized in future periods if the Township was on a GAAP basis of accounting, is as follows:

<u>Year Ending December 31,</u>	<u>OPEB</u>
2025	\$ (300,210)
2026	395,413
2027	2,393,463
2028	(201,341)
2029	268,628
2030-2031	<u>2,206,722</u>
	<u><u>\$ 4,762,675</u></u>

Actuarial Assumptions - The total OPEB liability as of the measurement date was determined by using an actuarial valuation as noted in the table below, with update procedures used to roll forward the total OPEB liability to the measurement date. The actuarial valuations used the following actuarial assumptions:

Salary Increases*:

Public Employees’ Retirement System (PERS)

Rate for all future years 2.75% - 6.55% base on years of service

Police and Firemen’s Retirement System (PFRS)

Rate or all future years 3.25% - 16.25% based on years of service

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

Pre-retirement mortality rates for PERS were based on the PUB-2010 General classification headcount-weighted mortality table with fully generational mortality improvement projections from the central year using Scale MP-2021. Pre-retirement mortality rates for PFRS were based on the PUB-2010 Safety classification headcount-weighted mortality table with fully generational mortality improvement projections from the central year using Scale MP-2021.

TOWNSHIP OF NEPTUNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDING DECEMBER 31, 2025

NOTE 19 POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (“OPEB”) (continued)

Actuarial Assumptions (continued)

Actuarial assumptions used in the July 1, 2023 valuation were based on the results of the PFRS and PERS experience studies prepared for July 1, 2018 to June 30, 2021.

100% of active members are considered to participate in the Plan upon retirement.

Discount Rate

The discount rate for June 30, 2024 was 3.93%. 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

Sensitivity of Net OPEB Liability to Changes in the Discount Rate:

The following presents the Township’s proportionate share of the net OPEB liability as of June 30, 2024, calculated using the discount rate as disclosed above as well as what the net OPEB liability would be if it was calculated using a discount rate that is 1-percentage point lower or 1-percentage- point higher than the current rate:

	1% Decrease (2.93%)	Current Discount Rate (3.93%)	1% Increase (4.93%)
Township's Proportionate Share of the Net OPEB Liability	<u>\$ 82,994,090</u>	<u>\$ 68,023,146</u>	<u>\$ 61,837,100</u>

Sensitivity of Net OPEB Liability to Changes in the Healthcare Trend Rate:

The following presents the Townships proportionate share of the net OPEB liability as of June 30, 2024, calculated using the healthcare trend rate as disclosed above as well as what the net OPEB liability would be if it was calculated using a healthcare trend rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	1% Decrease	Healthcare Cost Trend Rate	1% Increase
Township's Proportionate Share of the Net OPEB Liability	<u>\$ 57,533,697</u>	<u>\$ 68,023,146</u>	<u>\$ 81,509,630</u>

**TOWNSHIP OF NEPTUNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDING DECEMBER 31, 2025**

NOTE 19 POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (“OPEB”) (continued)

OPEB plan fiduciary net position

Detailed information about the OPEB plan’s fiduciary net position is available in a report issued separately by the New Jersey Division of Pensions and Benefits.

Schedule of the Township’s Proportionate Share of the Net OPEB Liability (Last 9 Plan Fiscal Years)

	2016	2017	2018	2019	2020	2021	2022	2023	2024
Township's proportion of the net OPEB liability	0.284393%	0.268785%	0.269401%	0.246800%	0.335894%	0.339180%	0.331280%	0.392446%	0.379902%
Township's proportionate share of the net OPEB liability	\$ 61,762,949	\$ 54,874,578	\$ 42,206,026	\$ 33,431,703	\$ 60,281,596	\$ 61,051,658	\$ 53,500,380	\$ 58,892,564	\$ 68,023,146
State's proportionate share of the net OPEB liability associated with the Township	N/A	23,116,930	16,181,907	14,272,103	N/A	N/A	N/A	N/A	N/A
	<u>\$ 61,762,949</u>	<u>\$ 77,991,508</u>	<u>\$ 58,387,933</u>	<u>\$ 47,703,806</u>	<u>\$ 60,281,596</u>	<u>\$ 61,051,658</u>	<u>\$ 53,500,380</u>	<u>\$ 58,892,564</u>	<u>\$ 68,023,146</u>
Township's covered-employee payroll	\$ 18,652,581.16	\$ 19,314,319.80	\$ 19,362,304.24	\$ 19,210,140.90	\$ 19,667,988.33	\$ 19,872,961.65	\$ 20,243,545.44	\$ 20,489,851.96	\$ 19,826,674.55
Township's proportionate share of the net OPEB liability as a percentage of its covered-employee payroll	331.12%	284.11%	217.98%	174.03%	306.50%	307.21%	264.28%	287.42%	343.09%
Plan fiduciary net position as a percentage of the total OPEB liability	0.69%	1.03%	1.97%	1.98%	0.91%	0.28%	-0.37%	-0.79%	-0.89%

**TOWNSHIP OF NEPTUNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDING DECEMBER 31, 2025**

NOTE 19 POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (“OPEB”) (continued)

OPEB plan fiduciary net position (continued)

Schedule of the Township’s Contributions (Last 9 Plan Fiscal Years)

	2016	2017	2018	2019	2020	2021	2022	2023	2024
Contractually Required Contribution	\$ 2,499,736	\$ 2,592,904	\$ 2,115,572	\$ 2,106,299	\$ 1,896,647	\$ 1,999,372	\$ 1,861,720	\$ 1,131,068	\$ 1,908,391
Contributions in Relation to the Contractually Required Contribution	2,499,736	2,592,904	2,115,572	2,106,299	1,896,647	1,999,372	1,861,720	1,131,068	1,908,391
Contribution deficiency/(excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH
SUPPLEMENTARY DATA
YEAR ENDED DECEMBER 31, 2025

TOWNSHIP OF NEPTUNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDING DECEMBER 31, 2025

NOTE 20 DEFERRED COMPENSATION PLAN

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

All amounts of compensation deferred under the Plan, all property and rights purchased with the amounts, and all income attributable to these amounts are for the exclusive benefit of the plan participants and their beneficiaries and the assets cannot be diverted to any other purpose. The Township services as Trustee under the Plan.

NOTE 21 INTERFUND BALANCES

The composition of interfund balances as of December 31, 2025 is as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
Current Fund	Animal Control Fund	\$ 10,158.60
General Capital Fund	Current Fund	18,500.00
		<u>\$ 28,658.60</u>

NOTE 22 FIXED ASSETS

Fixed asset and fixed capital activity for the year ended December 31, 2025 was as follows:

Fixed Assets

	Balance December 31, 2024	Additions	Deductions	Balance December 31, 2025
Land	\$ 20,513,953.78			\$ 20,513,953.78
Land Improvements	544,467.74	\$ 98,075.37		642,543.11
Buildings and Improvements	4,886,829.77	15,003.93		4,901,833.70
Machinery, Equipment and Vehicles	24,955,780.54	3,292,011.62	\$ 1,264,533.80	26,983,258.36
	<u>\$ 50,901,031.83</u>	<u>\$ 3,405,090.92</u>	<u>\$ 1,264,533.80</u>	<u>\$ 53,041,588.95</u>

TOWNSHIP OF NEPTUNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDING DECEMBER 31, 2025

NOTE 22 FIXED ASSETS (continued)

Fixed Capital - Sewer Utility

	Balance December 31, 2024	Additions	Deductions	Balance December 31, 2025
Sewer System	\$ 27,958,755.21	\$ 208,906.87		\$ 28,167,662.08

Fixed Capital - Marina Utility

	Balance December 31, 2024	Additions	Deductions	Balance December 31, 2025
Marina	\$ 10,512,208.82	\$ 30,317.90		\$ 10,542,526.72

NOTE 23 RISK MANAGEMENT

The Township is exposed to various risks of loss related to torts, theft of, damage to and destruction of assets; error and omission, injuries to employees; and natural disaster. The Township is a member of the Statewide Insurance Fund (the "Fund"). The Fund is both an insured and self-administered group of public entities established for the purpose of insuring against property damage, general liability, motor vehicles and equipment liability and workmen's compensation. The Fund will be self-sustaining through member premiums. There were no settlements in excess of insurance coverage in 2025, 2024 and 2023.

NOTE 24 CONTINGENCIES

A. Accrued Sick and Vacation Unaudited

As discussed in Note 1 and in accordance with accounting principles prescribed by the State of New Jersey, the cash basis of accounting is followed for recording the Township's liability related to unused vacation and sick pay. The Township permits certain employees within limits to accumulate unused vacation and sick pay, which may be taken as time off or paid at a later date at an agreed upon rate. The estimated current cost of such unpaid compensation would approximate \$2,794,358.19 at December 31, 2025. In accordance with New Jersey accounting principles, this amount is not reported as an expenditure or liability in the accompanying financial statements.

B. Litigation

The Township is involved in legal and administrative proceedings and claims of various types. While any litigation contains an element of uncertainty, Township Officials, based upon the opinion of the Township Counsel, presently believe that the outcome of each such proceeding or claim which is pending or known to be threatened, or all of them combined, will not have a material or adverse effect on the Township's financial position or adversely affect the Township's ability to levy, collect, and enforce the collection of taxes or other revenue for the payment of its bonds or other obligations.

**TOWNSHIP OF NEPTUNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDING DECEMBER 31, 2025**

NOTE 24 CONTINGENCIES (continued)

C. Federal and State Grants

The Township receives financial assistance from the U.S. government and the State of New Jersey in the form of grants. Entitlement to the funds is generally conditional upon compliance with terms and conditions of the grant agreements and applicable regulations, including the expenditure of the funds for eligible purposes. Substantially all grants, entitlements and cost reimbursements are subject to financial and compliance audits by grantors. As a result of these audits, costs previously reimbursed could be disallowed and require payment to the grantor agency. As of December 31, 2024, the Township estimates that no material liabilities will result from such audits.

D. Unemployment Compensation Insurance

Effective January 1, 1978, most municipal employees were eligible for unemployment compensation insurance (N.J.S.A. 43:21-3 et. seq.). The Township has elected to provide a self-insured plan whereby the municipal cost and employee contributions are deposited in a trust fund from which claims, if any, will be paid. The reserve for unemployment compensation insurance at December 31, 2025 was \$205,945.06.

NOTE 25 SUBSEQUENT EVENTS

On April 13, 2026, the Township adopted ordinance 26-14 providing for improvements to Sunshine Park Playground. The ordinance should anticipate funding from a Monmouth County Open Space grant in the amount of \$267,744. The ordinance should allow for costs pursuant to 40A:2-20 not to exceed \$70,000. The ordinance should authorize the issuance of bonds and/or notes totaling \$87,636.00 and appropriates \$4,620.00 for the general capital surplus.

We have evaluated subsequent events occurring after December 31, 2025 through the date August 30, 2026, which is the date the financial statements were available to be issued.

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
SCHEDULE OF CASH - TREASURER

	<u>Ref.</u>	<u>Current Fund</u>	<u>Grant Fund</u>
Balance, December 31, 2024	A	\$ 37,641,023.61	\$ 906,527.69
Increased by Receipts:			
Collector	A-5	\$ 147,283,598.84	
Federal and State Grants Receivable	A-25		\$ 970,337.98
Federal and State Grants Appropriated Reserves	A-26		138.53
Federal and State Grants Unappropriated Reserves	A-27		678.98
		<u>147,283,598.84</u>	<u>971,155.49</u>
		184,924,622.45	1,877,683.18
Decreased by Disbursements:			
2025 Budget Appropriations	A-3	49,279,033.73	
Interfunds	A-13	333,610.81	
Accounts Payable	A-14	145,914.90	
Appropriation Reserves	A-15	1,845,945.01	
Tax Overpayments	A-17	153,765.11	
Fire District Taxes	A-19	4,261,675.23	
County Taxes Payable	A-20	14,317,491.09	
Local School District Tax	A-21	67,030,352.00	
Due to State Agencies	A-22	18,516.00	
Various Reserves	A-23	1,223,365.29	
Appropriated Reserves for Federal and State Grants	A-26		1,332,132.30
		<u>138,609,669.17</u>	<u>1,332,132.30</u>
Balance, December 31, 2025	A	<u>\$ 46,314,953.28</u>	<u>\$ 545,550.88</u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
SCHEDULE OF CASH - COLLECTOR

For the Year Ended December 31, 2025

	<u>Ref.</u>	
Increased by Receipts:		
Non-Budget Revenues	A-2	\$ 1,104,891.68
State of New Jersey (Ch. 20, P.L. 1971)	A-6	128,585.95
Taxes Receivable	A-8	128,501,641.13
Revenue Accounts Receivable	A-11	14,949,917.27
Interfunds	A-13	29,894.85
Tax Overpayments	A-17	29,591.24
Prepaid Taxes	A-18	1,096,721.52
Due to State Agencies	A-22	76,661.00
Various Reserves	A-23	1,280,380.35
Commercial Refuse Collections	A-29	81,833.61
Commercial Refuse Overpayments	A-30	<u>3,480.24</u>
Payments to Treasurer	A-4	<u><u>\$ 147,283,598.84</u></u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
SCHEDULE OF DUE FROM/(TO) STATE - P.L. 1971, C. 20

	<u>Ref.</u>		
Balance, December 31, 2024	A	\$	4,254.79
Increased by:			
Deductions per Tax Duplicate:			
Senior Citizens		\$	24,000.00
Veterans			108,750.00
Deductions Allowed by Collector - 2025			5,000.00
			<u>137,750.00</u>
Less: Deductions Disallowed by Collector - 2025			2,182.00
	A-8		<u>135,568.00</u>
			139,822.79
Decreased by:			
Deductions Disallowed by Collector - Prior Taxes	A-1/A-8	4,875.01	
Received from State of New Jersey	A-5	128,585.95	
Canceled Deductions - Prior Taxes	A-1	<u>1,662.15</u>	
			<u>135,123.11</u>
Balance, December 31, 2025	A	\$	<u><u>4,699.68</u></u>

Exhibit A-7

SCHEDULE OF MORTGAGE RECEIVABLE

	<u>Ref.</u>		
Balance, December 31, 2025 and 2024	A	\$	<u><u>200,000.00</u></u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

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

	Balance December 31, 2024	2025 Levy	2024	Collections 2025	P.L. 1971 Senior Citizens and Veterans	Tax Overpayments Applied	Transfer to Tax Title Lien	Canceled, Remitted or Abated	Balance December 31, 2025
Year									
2017	\$ 5,161.62								\$ 5,161.62
2018	13,838.99							\$ 1,088.10	12,750.89
2019	13,762.38							1,153.70	12,608.68
2020	13,589.75							1,139.75	12,450.00
2021	5,421.96								5,421.96
2022	7,672.16			\$ 0.85					7,671.31
2023	1,396.96			24.92		\$ 0.53			1,371.51
2024	1,067,804.97	\$ 27,502.48		1,079,970.63	\$ (4,875.01)			16,789.08	3,422.75
	1,128,648.79	27,502.48		1,079,996.40	(4,875.01)	0.53		20,170.63	60,858.72
2025		130,300,759.02	\$ 1,085,204.73	127,421,644.73	135,568.00	77,522.28	\$ 12,859.76	(12,772.82)	1,580,732.34
	<u>\$ 1,128,648.79</u>	<u>\$ 130,328,261.50</u>	<u>\$ 1,085,204.73</u>	<u>\$ 128,501,641.13</u>	<u>\$ 130,692.99</u>	<u>\$ 77,522.81</u>	<u>\$ 12,859.76</u>	<u>\$ 7,397.81</u>	<u>\$ 1,641,591.06</u>
Ref.	A	A-8	A-2/A-18	A-2/A-5	A-2/A-6	A-2/A-17	A-9		A
Analysis of 2025 Property Tax Levy			Ref.						
Tax Yield:									
General Purpose Tax						\$ 125,449,234.08			
Special District Taxes						4,318,321.86			
Added and Omitted Tax						533,203.08			
6% Penalty						27,502.48			
			A-8	<u>\$ 130,328,261.50</u>					
Tax Levy:									
Local District School Tax			A-21	\$ 74,560,704.00					
County Taxes:									
County Tax			A-20	\$ 12,228,715.91					
County Open Space Tax			A-20	1,846,290.81					
County Health Tax			A-20	213,070.07					
Due County for Added and Omitted Taxes			A-20	<u>58,707.13</u>					
Total County Taxes					14,346,783.92				
Fire District No. 1 (Amount Certified)			A-19	3,514,422.00					
Fire District No. 2 (Amount Certified)			A-19	<u>747,253.23</u>					
					<u>4,261,675.23</u>				
						93,169,163.15			
Local Tax for Municipal Purposes			A-2	34,350,000.00					
Minimum Library Tax			A-2	2,228,226.00					
Add: Additional Tax Levied				<u>580,872.35</u>					
						37,159,098.35			
			A-8	<u>\$ 130,328,261.50</u>					

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
SCHEDULE OF TAX TITLE LIENS

	<u>Ref.</u>	
Balance, December 31, 2024	A	\$ 75,709.89
Increased by:		
Transfer from Taxes Receivable	A-8	12,859.76
		<u>88,569.65</u>
Decreased by:		
Canceled	A-1	970.55
		<u>970.55</u>
Balance, December 31, 2025	A	<u><u>\$ 87,599.10</u></u>

SCHEDULE OF PROPERTY ACQUIRED FOR TAXES
(AT ASSESSED VALUATION)

	<u>Ref.</u>	
Balance, December 31, 2024	A	\$ 2,447,200.00
Increased by:		
Adjustment to Assessed Value		1,953,400.00
		<u>1,953,400.00</u>
Balance, December 31, 2025	A	<u><u>\$ 4,400,600.00</u></u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
SCHEDULE OF REVENUE ACCOUNTS RECEIVABLE

	<u>Ref.</u>	<u>Balance</u> <u>December 31, 2024</u>	<u>Accrued</u> <u>in 2025</u>	<u>Collected</u>	<u>Balance</u> <u>December 31, 2025</u>
Licenses:					
Alcoholic Beverages	A-2		\$ 59,613.85	\$ 59,613.85	
Other	A-2		437,396.74	437,396.74	
Fees and Permits	A-2		996,425.96	996,425.96	
Municipal Court:					
Fines and Costs	A-2	\$ 25,620.66	354,339.34	352,639.62	\$ 27,320.38
Other Revenue:					
Interest and Costs on Taxes	A-2		338,283.06	338,283.06	
Interest on Investments and Deposits	A-2		1,911,183.31	1,911,183.31	
Consolidated Municipal Property Tax Relief Aid	A-2				
Energy Receipts Tax	A-2		5,057,045.47	5,057,045.47	
Uniform Construction Code Fees	A-2		1,325,545.00	1,325,545.00	
Interlocal Services Agreement:					
Neptune BOE - GREAT Program	A-2		25,000.00	25,000.00	
Fleet Maintenance	A-2		109,351.06	109,351.06	
Insurances	A-2		299,529.52	299,529.52	
Monmouth County EMS	A-2		27,604.00	27,604.00	
Community Notification System Agreement	A-2		2,800.00	2,800.00	
Prisoner Processing/Jail Program	A-2		7,700.00	7,700.00	
City of Asbury Park - Wesley Lake Maintenance	A-2		5,379.00	5,379.00	
Neptune Fire Dept - Calibration Services/Fit Testing	A-2		1,000.00	1,000.00	
Township of Neptune Sewer Authority - Emergency					
Services Support	A-2		3,500.00	3,500.00	
Municipal Occupancy Tax (Hotel Tax)	A-2		604,773.93	604,773.93	
Administrative Fees - Off Duty Employment					
of Police Officers	A-2		237,818.75	237,818.75	
Cable TV Franchise Fees	A-2		373,020.21	373,020.21	
Commercial Garbage Removal Fees	A-2		85,313.85	85,313.85	
Cell Tower Lease	A-2		184,354.05	184,354.05	
Monmouth County Lease of Facility	A-2		177,293.28	177,293.28	
General Capital Surplus	A-2		106,500.00	106,500.00	
Reserve for Debt Service - Capital Fund	A-2				
EMS Program	A-2		970,236.44	970,236.44	
Hospital Community Service Contribution (Police Services)	A-2		622,402.36	622,402.36	
Cannabis Fees	A-2		713,521.66	713,521.66	
		<u>\$ 25,620.66</u>	<u>\$ 15,036,930.84</u>	<u>\$ 15,035,231.12</u>	<u>\$ 27,320.38</u>
	<u>Ref.</u>	<u>A</u>		<u>A-11</u>	<u>A</u>
Cash Receipts	A-5			\$ 14,949,917.27	
Refuse Collections Receivable	A-29			81,833.61	
Refuse Collections Overpayments	A-30			3,480.24	
	A-11			<u>\$ 15,035,231.12</u>	

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
SCHEDULE OF ABATING COSTS

	<u>Ref.</u>	
Balance, December 31, 2024	A	\$ 56,570.56
Increased by:		
Billings		5,370.00
		<u>61,940.56</u>
Decreased by:		
Collections	A-2	413.06
		<u>413.06</u>
Balance, December 31, 2025	A	<u><u>\$ 61,527.50</u></u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
SCHEDULE OF INTERFUNDS RECEIVABLE/(PAYABLE)

	<u>Ref.</u>	<u>Total (MEMO ONLY)</u>	<u>Federal and State Grant Fund</u>	<u>General Capital Fund</u>	<u>Trust Other Fund</u>	<u>Animal Control Fund</u>
Balance, December 31, 2024						
Interfunds Receivable	A	<u>\$ 11,394.85</u>			<u>\$ 350.00</u>	<u>\$ 11,044.85</u>
Interfunds Payable	A	<u>\$ 3,750.00</u>	<u>\$ 3,750.00</u>	<u>\$ -</u>		
Increased by:						
Grants Receivable Canceled	A-1	38,269.86	38,269.86			
Receipts	A-2	10,158.60				10,158.60
2025 Grant Budget Appropriations	A-3	<u>1,199,605.92</u>	<u>1,199,605.92</u>			
		<u>1,248,034.38</u>	<u>1,237,875.78</u>			<u>10,158.60</u>
		<u>1,255,679.23</u>	<u>1,241,625.78</u>		<u>350.00</u>	<u>21,203.45</u>
Decreased by:						
Grants Appropriated Canceled	A-1	26,679.05	26,679.05			
2025 Anticipated Grant Revenue	A-2	881,335.92	881,335.92			
Cash Disbursements	A-4	333,610.81	333,610.81			
Cash Receipts	A-5	<u>29,894.85</u>		<u>18,500.00</u>	<u>350.00</u>	<u>11,044.85</u>
		<u>1,271,520.63</u>	<u>1,241,625.78</u>	<u>18,500.00</u>	<u>350.00</u>	<u>\$ 11,044.85</u>
Balance, December 31, 2025						
Interfunds Receivable	A	<u>\$ 10,158.60</u>			<u>\$ -</u>	<u>\$ 10,158.60</u>
Interfunds Payable	A	<u>\$ (18,500.00)</u>	<u>\$ -</u>	<u>\$ (18,500.00)</u>		
<u>Analysis of Net Charge/(Credit) to Operations</u>						
Interfunds Accounts Receivable:						
Balance, December 31, 2025	Above	\$ 10,158.60				
Balance, December 31, 2024	Above	<u>11,394.85</u>				
Net Charge/(Credit) to Operations	A-1	<u>\$ (1,236.25)</u>				

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
SCHEDULE OF ACCOUNTS PAYABLE

	<u>Ref.</u>		
Balance, December 31, 2024	A		\$ 286,489.43
Increased by:			
Charged to Appropriation Reserves	A-15		200,280.06
			<u>486,769.49</u>
Decreased by:			
Disbursements	A-4	\$ 145,914.90	
Canceled	A-1	<u>55,591.85</u>	
			<u>201,506.75</u>
Balance, December 31, 2025	A		<u><u>\$ 285,262.74</u></u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
SCHEDULE OF APPROPRIATION RESERVES

	Balance December 31, <u>2024</u>	Reserve for <u>Encumbrances</u>	Balance After <u>Transfers</u>	Paid or <u>Charged</u>	Balance <u>Lapsed</u>
<u>Operations Within CAPS</u>					
General Government Functions:					
General Administration					
Salaries and Wages	\$ 20,355.08		\$ 20,355.08		\$ 20,355.08
Other Expenses	975.33	\$ 6,005.47	6,980.80	\$ 3,274.27	3,706.53
Human Resources					
Salaries and Wages	36,946.70		36,946.70		36,946.70
Other Expenses	6,504.06	3,187.56	9,691.62	9,365.56	326.06
Municipal Clerk					
Salaries and Wages	42,215.81		42,215.81		42,215.81
Other Expenses	3,772.99	3,358.92	7,131.91	1,871.48	5,260.43
Financial Administration					
Salaries and Wages	90,684.46		90,684.46		90,684.46
Other Expenses	3,912.01	10,108.83	14,020.84	9,675.07	4,345.77
Audit Services					
Other Expenses		62,000.00	62,000.00	62,000.00	
Computerized Data Processing					
Salaries and Wages	4,907.14		4,907.14		4,907.14
Other Expenses	3,527.60	4,850.84	8,378.44	5,000.83	3,377.61
Revenue Administration					
Salaries and Wages	24,516.48		24,516.48		24,516.48
Other Expenses	7,798.17	7,138.59	14,936.76	6,930.28	8,006.48
Tax Assessment Administration					
Salaries and Wages	12,416.78		12,416.78		12,416.78
Other Expenses	21,914.12	919.27	22,833.39	680.84	22,152.55
Legal Services					
Other Expenses	46,105.44	183,272.11	229,377.55	142,977.99	86,399.56

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
SCHEDULE OF APPROPRIATION RESERVES

	Balance December 31, <u>2024</u>	Reserve for <u>Encumbrances</u>	Balance After <u>Transfers</u>	Paid or <u>Charged</u>	Balance <u>Lapsed</u>
Engineering Services					
Other Expenses	\$ 6,643.53	\$ 77,320.00	\$ 83,963.53	\$ 64,175.80	\$ 19,787.73
Economic Development					
Salaries and Wages	4,500.00		4,500.00		4,500.00
Other Expenses	2,500.00		2,500.00		2,500.00
Land Use Administration:					
Planning Board					
Salaries and Wages	128.59		128.59		128.59
Other Expenses	11,429.83	2,507.11	13,936.94	5,308.17	8,628.77
Historical Preservation Committee					
Other Expenses	14,547.80	5,431.05	19,978.85	180.00	19,798.85
Zoning Board					
Other Expenses	9,427.83	1,371.17	10,799.00	6,141.67	4,657.33
Land Use Administration Office					
Salaries and Wages	1,400.17		1,400.17		1,400.17
Other Expenses	850.18		850.18		850.18
Code Enforcement and Administration:					
Code Enforcement					
Salaries and Wages	26,789.44		26,789.44		26,789.44
Other Expenses	4,173.95	5,218.49	9,392.44	5,007.99	4,384.45
Mercantile Licensing					
Salaries and Wages	7,708.28		7,708.28		7,708.28
Other Expenses	3,516.13	7,603.27	11,119.40	1,655.79	9,463.61
Insurance					
Liability Insurance		200,000.00	200,000.00	200,000.00	
Employee Group Insurance	147,140.95	328,291.79	475,432.74	325,092.56	150,340.18
Health Benefit Waivers	13,123.82		13,123.82		13,123.82

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
SCHEDULE OF APPROPRIATION RESERVES

	Balance December 31, <u>2024</u>	Reserve for <u>Encumbrances</u>	Balance After <u>Transfers</u>	Paid or <u>Charged</u>	Balance <u>Lapsed</u>
Public Safety Functions:					
Police Department					
Salaries and Wages	\$ 222,477.95		\$ 222,477.95		\$ 222,477.95
Other Expenses	1,334.22	\$ 104,565.00	105,899.22	\$ 100,124.40	5,774.82
Homeland Security Expenses	2,511.12	9,488.88	12,000.00	10,488.88	1,511.12
Office of Emergency Management					
Salaries and Wages	16,930.61		16,930.61		16,930.61
Other Expenses	277.19	16,994.32	17,271.51	15,700.10	1,571.41
Homeland Security Expenses		9,021.02	9,021.02	9,021.02	
Emergency Medical Services					
Salaries and Wages	68,926.39		68,926.39		68,926.39
Other Expenses	13,375.42	11,889.79	25,265.21	10,478.89	14,786.32
Volunteer Reimbursements (Recruitment/Retention)	18,320.35	21,936.00	40,256.35	14,866.00	25,390.35
Municipal Prosecutor's Office					
Salaries and Wages	25.52		25.52		25.52
Public Works Functions:					
Streets and Roads Maintenance					
Salaries and Wages	267,860.60		267,860.60		267,860.60
Other Expenses	63,260.57	108,499.32	171,759.89	83,724.50	88,035.39
Administration of Public Works					
Salaries and Wages	482.33		482.33		482.33
Other Expenses	17,116.18	12,624.05	29,740.23	7,348.62	22,391.61
Solid Waste Collection					
Salaries and Wages	84,682.67		84,682.67		84,682.67
Other Expenses	9,000.00		9,000.00		9,000.00
Buildings and Grounds					
Salaries and Wages	132,655.99		132,655.99		132,655.99
Other Expenses	1,203.53	13,964.30	15,167.83	10,372.77	4,795.06

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
SCHEDULE OF APPROPRIATION RESERVES

	Balance December 31, <u>2024</u>	Reserve for <u>Encumbrances</u>	Balance After <u>Transfers</u>	Paid or <u>Charged</u>	Balance <u>Lapsed</u>
Vehicle Maintenance					
Other Expenses	\$ 38,652.36	\$ 122,957.77	\$ 161,610.13	\$ 131,624.88	\$ 29,985.25
Health and Human Services:					
Public Health Services					
Salaries and Wages	3,628.05		3,628.05		3,628.05
Other Expenses	2,217.84	293.44	2,511.28	1,510.60	1,000.68
Environmental and Shade Tree Committee					
Salaries and Wages	387.45		387.45		387.45
Other Expenses	2,687.40	812.60	3,500.00	687.60	2,812.40
Animal Control Services					
Other Expenses	4,500.00	7,125.00	11,625.00	7,125.00	4,500.00
Park and Recreation Functions:					
Recreation Services and Programs					
Salaries and Wages	25,097.55		25,097.55		25,097.55
Other Expenses	26,978.95	4,226.65	31,205.60	1,841.75	29,363.85
Senior Citizen Programs					
Salaries and Wages	34,862.15		34,862.15		34,862.15
Other Expenses	1,431.14	22,785.70	24,216.84	15,156.72	9,060.12
Maintenance of Parks					
Other Expenses	15,263.64	7,951.45	23,215.09	5,716.33	17,498.76
Utility Expenses and Bulk Purchases:					
Electricity		10,347.96	10,347.96	10,187.10	160.86
Street Lighting	744.22	17,500.00	18,244.22	17,167.12	1,077.10
Telephone	16,724.43	10,423.51	27,147.94	26,601.47	546.47
Water	27,268.61	11,856.59	39,125.20	16,609.24	22,515.96
Natural Gas	17,276.04	40,384.14	57,660.18	46,151.60	11,508.58
Telecommunications	36,039.72	20,256.13	56,295.85	23,579.59	32,716.26
Gasoline	14,446.63	46,211.03	60,657.66	27,568.38	33,089.28

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
SCHEDULE OF APPROPRIATION RESERVES

	Balance December 31, <u>2024</u>	Reserve for <u>Encumbrances</u>	Balance After <u>Transfers</u>	Paid or <u>Charged</u>	Balance <u>Lapsed</u>
Landfill / Solid Waste Disposal Costs:					
Landfill and Solid Waste Disposal Costs	\$ 75,766.97	\$ 408,213.06	\$ 483,980.03	\$ 148,802.04	\$ 335,177.99
Municipal Court					
Salaries and Wages	6,465.73		6,465.73		6,465.73
Other Expenses	100.87	6,117.99	6,218.86	5,903.61	315.25
Public Defender (P.L. 1997, c.256)					
Salaries and Wages	280.00		280.00		280.00
Uniform Construction Code Enforcement Functions					
Salaries and Wages	55,802.19		55,802.19		55,802.19
Other Expenses	6,507.36	15,214.38	21,721.74	14,142.04	7,579.70
Publicity and Tourism					
Salaries and Wages	4,693.71		4,693.71		4,693.71
Other Expenses	2,962.40	4,000.00	6,962.40	4,000.00	2,962.40
Celebration of Public Events					
Other Expenses	7,327.36		7,327.36		7,327.36
Deferred Charges and Statutory Expenditures:					
Public Employees' Retirement System	6.94		6.94		6.94
Social Security System	142,258.32		142,258.32		142,258.32
Police and Firemen's Retirement System	40.00		40.00		40.00
Defined Contribution Retirement Program	232.08		232.08		232.08
Contingent	10,000.00		10,000.00		10,000.00
<u>Operations Excluded from CAPS</u>					
Aid to Free Public Library	115,171.32	213,749.92	328,921.24	328,921.24	
Recycling Tax	17,190.00	9,212.17	26,402.17		26,402.17
Health Benefits - Group Insurance	211,140.00		211,140.00		211,140.00
Landfill Disposal Costs	9,525.00		9,525.00		9,525.00

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
SCHEDULE OF APPROPRIATION RESERVES

	Balance December 31, <u>2024</u>	Reserve for <u>Encumbrances</u>	Balance After <u>Transfers</u>	Paid or <u>Charged</u>	Balance <u>Lapsed</u>
Fleet Maintenance - Allenhurst, NFD, OGF, D,					
Neptune BoE	\$ 57,555.02	\$ 4,223.41	\$ 61,778.43	\$ 3,791.36	\$ 57,987.07
Liability Insurance	8,300.00		8,300.00		8,300.00
ANSWER Water Rescue Team	162.71	1,900.00	2,062.71	1,900.00	162.71
Township of Neptune Sewer Authority-Emergency Services	72,000.00		72,000.00		72,000.00
Worker's Compensation Insurance	9,150.00		9,150.00		9,150.00
Monmouth County 9-1-1 Services	3,948.00		3,948.00		3,948.00
Monmouth County Personnel Loan (9-1-1) S & W	67.35		67.35		67.35
City of Asbury Park - Wesley Lake Maintenance	1,725.00	125.00	1,850.00		1,850.00
Neptune Fire District - Meter Calibration and SpecOps		1,000.00	1,000.00	1,000.00	
Township of Neptune Sewer Authority - Emergency Services		3,500.00	3,500.00	3,500.00	
Borough of Avon - EMS Program S & W	2,000.00		2,000.00		2,000.00
Neptune BOE Newsletter Cooperative	2,457.00	5,001.00	7,458.00	4,600.00	2,858.00
Capital Outlay - Public Safety		87,656.53	87,656.53	56,598.55	31,057.98
Capital Outlay - Recreation	1,924.63	98,075.37	100,000.00	30,075.37	69,924.63
	<u>\$ 2,593,839.45</u>	<u>\$ 2,398,687.95</u>	<u>\$ 4,992,527.40</u>	<u>\$ 2,046,225.07</u>	<u>\$ 2,946,302.33</u>
<u>Ref.</u>	A	A-16		A-15	A-1
Cash Disbursed	A-4			\$ 1,845,945.01	
Accounts Payable	A-14			<u>200,280.06</u>	
	A-15			<u>\$ 2,046,225.07</u>	

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
SCHEDULE OF RESERVE FOR ENCUMBRANCES

	<u>Ref.</u>	
Balance, December 31, 2024	A	\$ 2,398,687.95
Increased by:		
Current Appropriations Charged	A-3	1,637,005.49
		<u>4,035,693.44</u>
Decreased by:		
Transferred to Appropriation Reserves	A-15	2,398,687.95
		<u>2,398,687.95</u>
Balance, December 31, 2025	A	<u><u>\$ 1,637,005.49</u></u>

Exhibit A-17

SCHEDULE OF TAX OVERPAYMENTS

	<u>Ref.</u>		
Balance, December 31, 2024	A		\$ 79,753.20
Increased by:			
Receipts	A-5	\$ 29,591.24	
Refund of Prior Year Tax Revenue	A-1	<u>264,101.12</u>	
			<u>293,692.36</u>
			373,445.56
Decreased by:			
Applied to Prepaid Taxes	A-18	73,058.33	
Applied to Taxes Receivable	A-8	77,522.81	
Refunds	A-4	<u>153,765.11</u>	
			<u>304,346.25</u>
Balance, December 31, 2025	A		<u><u>\$ 69,099.31</u></u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
SCHEDULE OF PREPAID TAXES

	<u>Ref.</u>		
Balance, December 31, 2024	A	\$	1,085,204.73
Increased by:			
Collections, 2025 Taxes	A-5	\$	1,096,721.52
Transfer from Tax Overpayments	A-17		<u>73,058.33</u>
			<u>1,169,779.85</u>
			2,254,984.58
Decreased by:			
Applied to Taxes Receivable	A-8		<u>1,085,204.73</u>
Balance, December 31, 2025	A	\$	<u><u>1,169,779.85</u></u>

SCHEDULE OF FIRE DISTRICTS' TAXES PAYABLE

	<u>Ref.</u>		
Increased by:			
Fire District #1 Levy	A-8	\$	3,514,422.00
Fire District #2 Levy	A-8		<u>747,253.23</u>
		\$	4,261,675.23
Decreased by:			
Disbursed	A-4		<u>4,261,675.23</u>
Balance, December 31, 2025	A	\$	<u><u>-</u></u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
SCHEDULE OF COUNTY TAXES PAYABLE

	<u>Ref.</u>		
Balance, December 31, 2024	A		\$ 29,414.41
Increased by:			
County Tax	A-8	\$ 12,228,715.91	
County Open Space Tax	A-8	1,846,290.81	
County Health Tax	A-8	213,070.07	
Due County for Added and Omitted Taxes	A-8	58,707.13	
	A-1		14,346,783.92
			<u>14,376,198.33</u>
Decreased by:			
Payments	A-4		<u>14,317,491.09</u>
Balance, December 31, 2025	A		<u>\$ 58,707.24</u>

Exhibit A-21

SCHEDULE OF LOCAL SCHOOL DISTRICT TAXES PAYABLE

	<u>Ref.</u>		
Balance, December 31, 2024:			
School Tax Payable	A	\$ 12,472,207.50	
School Tax Deferred		<u>17,265,725.00</u>	
			\$ 29,737,932.50
Increased by:			
Levy - School Year July 1, 2025 to June 30, 2026	A-1/A-8		74,560,704.00
			<u>104,298,636.50</u>
Payments	A-4		<u>67,030,352.00</u>
Balance December 31, 2025:			
School Tax Payable	A	20,002,559.50	
School Tax Deferred		<u>17,265,725.00</u>	
			<u>\$ 37,268,284.50</u>
<u>2025 Liability for Local School District Taxes:</u>			
Tax Paid	A-21		\$ 67,030,352.00
Taxes Payable December 31, 2025	A		20,002,559.50
			<u>87,032,911.50</u>
Less: Taxes Payable December 31, 2024	A		<u>12,472,207.50</u>
Amount Charged to 2025 Operations	A-1		<u>\$ 74,560,704.00</u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
SCHEDULE OF DUE TO STATE AGENCIES

	Balance December 31, <u>2024</u>	<u>Increased</u>	<u>Decreased</u>	Balance December 31, <u>2025</u>
Due to State:				
Vital Statistics - Marriage Licenses and Death Certificates	\$ 2,975.00	\$ 4,940.00	\$ 7,050.00	\$ 865.00
Training Fees	<u>11,898.00</u>	<u>71,721.00</u>	<u>11,466.00</u>	<u>72,153.00</u>
	<u>\$ 14,873.00</u>	<u>\$ 76,661.00</u>	<u>\$ 18,516.00</u>	<u>\$ 73,018.00</u>
<u>Ref.</u>	A	A-5	A-4	A

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
SCHEDULE OF VARIOUS RESERVES

	Balance December 31, <u>2024</u>	<u>Increased</u>	<u>Decreased</u>	Balance December 31, <u>2025</u>
Reserve for:				
State Library Aid	\$ 17,180.33	\$ 15,195.00	\$ 17,074.95	\$ 15,300.38
Insurance Refunds	236,147.84	110,770.49	72,625.05	274,293.28
Election Expenses	8,987.65	7,200.00	3,600.00	12,587.65
Revaluation	4,717.35			4,717.35
Employee Health Benefit Copay	91,073.76	1,147,214.86	1,130,065.29	108,223.33
Tax Appeals	<u>675,000.00</u>	<u></u>	<u></u>	<u>675,000.00</u>
	<u>\$ 1,033,106.93</u>	<u>\$ 1,280,380.35</u>	<u>\$ 1,223,365.29</u>	<u>\$ 1,090,121.99</u>
<u>Ref.</u>	A	A-5	A-4	A

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

FEDERAL AND STATE GRANT FUND
SCHEDULE OF DUE FROM/(TO) CURRENT FUND

	<u>Ref.</u>		
Balance, December 31, 2024	A	\$	3,750.00
Increased by:			
Grants Receivable Canceled	A-25	\$	38,269.86
2025 Budget Appropriations	A-26		<u>1,199,605.92</u>
			<u>1,237,875.78</u>
			1,241,625.78
Decreased by:			
2025 Anticipated Revenue	A-25		881,335.92
Grant Expenditures in the Current Fund	A-26		333,610.81
Budget Appropriations Canceled	A-26		<u>26,679.05</u>
			<u>1,241,625.78</u>
Balance, December 31, 2025	A	\$	<u><u>-</u></u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

FEDERAL AND STATE GRANT FUND
SCHEDULE OF GRANTS RECEIVABLE

<u>Grant</u>	Balance December 31, <u>2024</u>	2025 Anticipated <u>Revenue</u>	Cash <u>Received</u>	Transferred From Grants <u>Unappropriated</u>	<u>Canceled</u>	Balance December 31, <u>2025</u>
Federal						
US Department of Justice:						
Patrick Leahy Bulletproof Vest Partnership Grant	\$ 18,897.24		\$ 12,017.79			\$ 6,879.45
FY24 COPS Hiring Program	25,000.00					25,000.00
FY25 COPS Hiring Program		\$ 117,971.00				117,971.00
Edward Byrne Memorial Justice Assistance Grant - 2023	13,845.00		13,845.00			
Edward Byrne Memorial Justice Assistance Grant - 2024		48,501.00	48,501.00			
Total US Department of Justice	<u>57,742.24</u>	<u>166,472.00</u>	<u>74,363.79</u>			<u>149,850.45</u>
US Department of Transportation:						
2025 Click It or Ticket Seat Belt Mobilization		7,000.00	6,650.00		\$ 350.00	
2022 Click It or Ticket Seat Belt Mobilization	1,120.00				1,120.00	
Total US Department of Transportation	<u>1,120.00</u>	<u>7,000.00</u>	<u>6,650.00</u>		<u>1,470.00</u>	<u>-</u>
US Department of Treasury:						
American Rescue Plan - State and Local Fiscal Recovery Fund						
Spotted Lanternfly Program - 2023 Chemical Control Treatment Grant	14,000.00		8,280.00			5,720.00
Total US Department of Treasury	<u>14,000.00</u>		<u>8,280.00</u>			<u>5,720.00</u>
US Department of Homeland Security:						
Federal Emergency Management Agency (FEMA)						
Assistance to Firefighters Grant						-
Passed Through - NJ Department of Law and Public Safety:						
NJ State Police Office of Emergency Management						
Hazardous Materials Emergency Planning Grant	20,000.00		20,000.00			
Hazardous Materials Emergency Planning Grant		28,000.00	28,000.00			
Pre-Disaster Mitigation - Competitive Grant (PDMC)						
NJ OEM - Hazard Mitigation Grant Program		10,000.00	10,000.00			
FY 2024 Federal Emergency Management Assistance						
Total US Department of Homeland Security	<u>20,000.00</u>	<u>38,000.00</u>	<u>58,000.00</u>			
US Department of Health and Human Services:						
Passed Through the County of Monmouth:						
Division on Aging, Disabilities and Veterans Services						
SFY 24 Senior Citizens - Title IIIB (Older Americans Act)	36,000.00		36,000.00			
SFY 25 Senior Citizens - Title IIIB (Older Americans Act)		41,000.00				41,000.00
Total Department of Health and Human Services	<u>36,000.00</u>	<u>41,000.00</u>	<u>36,000.00</u>			<u>41,000.00</u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

FEDERAL AND STATE GRANT FUND
SCHEDULE OF GRANTS RECEIVABLE

<u>Grant</u>	Balance December 31, 2024	2025 Anticipated Revenue	Cash Received	Transferred From Grants Unappropriated	Canceled	Balance December 31, 2025
US Environmental Protection Agency:						
US EPA - Brownfields Hazardous Assessment	\$ 4,583.96					\$ 4,583.96
US EPA - Brownfields Petroleum Assessment	2,748.61					2,748.61
Total US Department of Environmental Protection	<u>7,332.57</u>					<u>7,332.57</u>
 Total Federal Grants	 <u>136,194.81</u>	 <u>\$ 252,472.00</u>	 <u>\$ 183,293.79</u>	 <u></u>	 <u>\$ 1,470.00</u>	 <u>203,903.02</u>
 State						
NJ Department of Law and Public Safety:						
Division of Criminal Justice:						
2024 Body Armor Replacement Fund		5,869.75		\$ 5,869.75		
Division of Highway Traffic Safety:						
SFY 2025 Drunk Driving Enforcement Fund		13,566.97	13,566.96			0.01
FY 2026 Comprehensive Traffic Safety Program		<u>20,000.00</u>				<u>20,000.00</u>
Total Department of Law and Public Safety		<u>39,436.72</u>	<u>13,566.96</u>	<u>5,869.75</u>		<u>20,000.01</u>
 New Jersey Board of Public Utilities						
Clean Energy Electric Vehicle Tourism Grant	150,000.00					150,000.00
Micro-Grid Project	<u>131,525.00</u>		<u>130,903.02</u>		<u>621.98</u>	
Total New Jersey Board of Public Utilities	<u>281,525.00</u>		<u>130,903.02</u>		<u>621.98</u>	<u>150,000.00</u>
 NJ Department of Health and Senior Services:						
Alcohol Education Rehabilitation and Enforcement Fund (AEREF)		<u>11,967.28</u>	<u>11,967.28</u>			
Total Department of Health and Senior Services		<u>11,967.28</u>	<u>11,967.28</u>			
 NJ Department of Environmental Protection:						
Clean Communities Program		87,397.44	87,397.44			
It Pays to Plug In - NJ Electric Vehicle Charging Grant Program	75,000.00					75,000.00
2022 Recycling Tonnage Grant		68,063.92	68,063.92			
Community Forestry Grant	15,000.00				15,000.00	
Hazardous Discharge Site Remediation - Welsh Farms	49,405.00					49,405.00
Hazardous Discharge Site Remediation - Shark River	0.03					0.03
Hazardous Discharge Site Remediation - Chidnese Property	<u>10,383.47</u>					<u>10,383.47</u>
Total Department of Environmental Protection	<u>149,788.50</u>	<u>155,461.36</u>	<u>155,461.36</u>		<u>15,000.00</u>	<u>134,788.50</u>
 Governor's Council on Alcoholism and Drug Abuse						
Municipal Alliance on Alcoholism and Drug Abuse DMHASY 2023	6,888.50		4,593.00		2,295.50	
Municipal Alliance on Alcoholism and Drug Abuse (DEDR) 2024	21,290.00		21,290.00			
Municipal Alliance on Alcoholism and Drug Abuse (DEDR) 2025		<u>26,360.00</u>				<u>26,360.00</u>
Total Governor's Council on Alcoholism and Drug Abuse	<u>28,178.50</u>	<u>26,360.00</u>	<u>25,883.00</u>		<u>2,295.50</u>	<u>26,360.00</u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

FEDERAL AND STATE GRANT FUND
SCHEDULE OF GRANTS RECEIVABLE

<u>Grant</u>	Balance December 31, <u>2024</u>	2025 Anticipated <u>Revenue</u>	Cash <u>Received</u>	Transferred From Grants <u>Unappropriated</u>	<u>Canceled</u>	Balance December 31, <u>2025</u>
NJ Department of Community Affairs						
Public Facilities Improvement Grant		\$ 100,000.00				\$ 100,000.00
NJLEAD Grant Program		112,750.00	\$ 56,375.00			56,375.00
FY25 legislative Grant for Regional Flood Study	\$ 100,000.00					100,000.00
Sunshine Village Improvement Grant	62,500.00					62,500.00
Public Safety Grant	150,000.00		150,000.00			
Midtown Youth Grant	50,000.00					50,000.00
FY 24 Local Recreation Improvement Grant	68,000.00		68,000.00			
Total Department of Community Affairs	<u>430,500.00</u>	<u>212,750.00</u>	<u>274,375.00</u>			<u>368,875.00</u>
Total State Grants	<u>889,992.00</u>	<u>445,975.36</u>	<u>612,156.62</u>	<u>\$ 5,869.75</u>	<u>\$ 17,917.48</u>	<u>700,023.51</u>
Local						
Interfaith Neighbors Senior Meal Program	8,346.00	25,949.00	21,824.00	2,141.00		10,330.00
Opioid Settlement Grant	0.01	105,939.56	105,939.57			
Work Experience Program By Monmouth County						
Workforce Development		51,000.00	47,124.00		3,876.00	
State Local Cooperative Housing Inspection Program (SLCHIP)	2.00				2.00	
Statewide Insurance Fund - Safety Grant	15,004.38				15,004.38	
Total Local Funds	<u>23,352.39</u>	<u>182,888.56</u>	<u>174,887.57</u>	<u>2,141.00</u>	<u>18,882.38</u>	<u>10,330.00</u>
	<u>\$ 1,049,539.20</u>	<u>\$ 881,335.92</u>	<u>\$ 970,337.98</u>	<u>\$ 8,010.75</u>	<u>\$ 38,269.86</u>	<u>\$ 914,256.53</u>
<u>Ref.</u>	A	A-2/A-24	A-4	A-27	A-24	A

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

FEDERAL AND STATE GRANT FUND
SCHEDULE OF APPROPRIATED RESERVES FOR FEDERAL AND STATE GRANTS

<u>Grant</u>	<u>Balance December 31, 2024</u>	<u>Transfer from 2025 Budget Appropriation</u>	<u>Transfer from Reserve for Encumbrances</u>	<u>Paid</u>	<u>Reserve for Encumbrances</u>	<u>Canceled Appropriation</u>	<u>Interest/ Adjustments</u>	<u>Balance December 31, 2025</u>
Federal								
US Department of Treasury:								
Passed Through - NJ Department of Community Affairs								
Covid-19 Testing Kits			\$ 9,525.00	\$ 9,525.00				
Digital Documentation			197,817.44	197,817.44				
Passed Through - NJ Department of Agriculture								
Spotted Lanternfly Program - 2023 Chemical Control Treatment Grant	\$ 14,000.00			8,280.00				\$ 5,720.00
Total US Department of Treasury	14,000.00		207,342.44	215,622.44				5,720.00
US Department of Justice:								
Patrick Leahy Bulletproof Vest Partnership Grant	11,939.57		3,162.58	8,222.70	\$ 1,897.54			4,981.91
FY25 COPS Hiring Program		\$ 117,971.00		82,709.89				35,261.11
FY24 COPS Hiring Program	25,000.00			25,000.00				
Edward Byrne Memorial Justice Assistance Grant - 2024		48,501.00		48,501.00				
Edward Byrne Memorial Justice Assistance Grant - 2021	447.00							447.00
Total US Department of Justice	37,386.57	166,472.00	3,162.58	164,433.59	1,897.54			40,690.02
US Department of Transportation:								
National Highway Traffic Safety Administration:								
NJ Department of Law and Public Safety:								
Division of Highway Traffic Safety:								
2025 Click It or Ticket Seat Belt Mobilization		7,000.00		6,650.00		350.00		
2022 Click It or Ticket Seat Belt Mobilization	1,120.00					\$ 1,120.00		
Total US Department of Transportation	1,120.00	7,000.00		6,650.00		1,470.00		
US Department of Homeland Security:								
Federal Emergency Management Agency (FEMA)								
Assistance to Firefighters Grants	666.27							666.27
Passed Through - NJ Department of Law and Public Safety:								
NJ State Police Office of Emergency Management								
Hazardous Material Emergency Planning Grant	400.00	28,000.00		28,000.00				400.00
Pre-Disaster Mitigation - Competitive Grant (PDMC)								
FY 2024 Federal Emergency Management Assistance		10,000.00						10,000.00
FY 2022 Federal Emergency Management Assistance	9,840.55							9,840.55
FY 2023 Federal Emergency Management Assistance	10,000.00							10,000.00
Total US Department of Homeland Security	20,906.82	38,000.00		28,000.00				30,906.82
US Department of Health and Human Services:								
Passed Through the County of Monmouth:								
Division of Aging, Disabilities & Veterans Services								
SFY 25 Senior Citizens - Title IIIB (Older Americans Act)		41,000.00		41,000.00				
SFY 22 Senior Citizens - Title IIIB (Senior Center)	313.02							313.02
SFY 21 Senior Citizens - Title IIIB (Older Americans Act)	585.00							585.00
SFY 20 Senior Citizens - Title IIIB (Older Americans Act)	5,988.89							5,988.89
Total US Department of Health and Human Services	6,886.91	41,000.00		41,000.00				6,886.91

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

FEDERAL AND STATE GRANT FUND
SCHEDULE OF APPROPRIATED RESERVES FOR FEDERAL AND STATE GRANTS

<u>Grant</u>	<u>Balance December 31, 2024</u>	<u>Transfer from 2025 Budget Appropriation</u>	<u>Transfer from Reserve for Encumbrances</u>	<u>Paid</u>	<u>Reserve for Encumbrances</u>	<u>Canceled Appropriation</u>	<u>Interest/ Adjustments</u>	<u>Balance December 31, 2025</u>
US Environmental Protection Agency:								
US EPA - Brownfields Hazardous Assessment	\$ 4,433.96							\$ 4,433.96
US EPA - Brownfields Petroleum Assessment	2,598.61							2,598.61
Total Environmental Protection Agency	7,032.57							7,032.57
 Total Federal Grants	 87,332.87	 \$ 252,472.00	 \$ 210,505.02	 \$ 455,706.03	 \$ 1,897.54	 \$ 1,470.00		 91,236.32
 State								
NJ Department of Law and Public Safety:								
Division of Criminal Justice:								
Body Armor Replacement Fund - N.J. - 2024		5,869.75		3,162.58	1,897.55			809.62
Body Armor Replacement Fund - N.J. - 2023			1,632.00	1,632.00				
Division of Highway Traffic Safety:								
FY 2026 Comprehensive Traffic Safety Program		20,000.00						20,000.00
SFY 2025 Drunk Driving Enforcement Fund		13,566.97		6,850.00	6,716.97			
SFY 2023 Drunk Driving Enforcement Fund	111.36			111.36				
Total Department of Law and Public Safety	111.36	39,436.72	1,632.00	11,755.94	8,614.52			20,809.62
 NJ Department of Health and Senior Services:								
Alcohol Education Rehabilitation and Enforcement Fund (AEREF) - 2025		11,967.28						11,967.28
Alcohol Education Rehabilitation and Enforcement Fund (AEREF) - 2024	7,109.86							7,109.86
Alcohol Education Rehabilitation and Enforcement Fund (AEREF) - 2023	8,047.26							8,047.26
Alcohol Education Rehabilitation and Enforcement Fund (AEREF) - 2022	4,737.97							4,737.97
Alcohol Education Rehabilitation and Enforcement Fund (AEREF) - Prior Years	52,768.64			15,975.00				36,793.64
Total Department of Health and Senior Services	72,663.73	11,967.28		15,975.00				68,656.01
 NJ Department of Environmental Protection:								
Stormwater Assistance Grant	15,000.00			15,000.00				
Community Forestry Grant	15,000.00					15,000.00		
Clean Communities - 2025		87,397.44						87,397.44
Clean Communities - 2024	88,118.72				28,628.27			59,490.45
Clean Communities - 2023	38,763.37		38,818.07	75,755.16	1,826.28			
Clean Communities - 2021			55,332.74	55,332.74				
2022 - Recycling Tonnage Grant		68,063.92						68,063.92
2021 - Recycling Tonnage Grant	45,259.33				16,153.18			29,106.15
2020 - Recycling Tonnage Grant	44,914.38		3,939.82		3,939.82			44,914.38
2019 - Recycling Tonnage Grant			49,997.43	42,978.13				7,019.30
2018 - Recycling Tonnage Grant			32,146.93	32,146.93				
2017 - Recycling Tonnage Grant			38,055.83	38,055.83				
Hazardous Discharge Site Remediation - Chidnese Property	76,244.76				13,406.31			62,838.45
Hazardous Discharge Site Remediation Program - Welsh Farms			3,761.55	2,457.40	1,304.15			
Hazardous Discharge Site Remediation - Shark River Marina	21,076.13							21,076.13
Total Department of Environmental Protection	344,376.69	155,461.36	222,052.37	261,726.19	65,258.01	15,000.00		379,906.22
 New Jersey Board of Public Utilities								
Micro-Grid Project	4,144.25						\$ 138.53	4,282.78
Total New Jersey Board of Public Utilities	4,144.25						138.53	4,282.78

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

FEDERAL AND STATE GRANT FUND
SCHEDULE OF APPROPRIATED RESERVES FOR FEDERAL AND STATE GRANTS

<u>Grant</u>	<u>Balance December 31, 2024</u>	<u>Transfer from 2025 Budget Appropriation</u>	<u>Transfer from Reserve for Encumbrances</u>	<u>Paid</u>	<u>Reserve for Encumbrances</u>	<u>Canceled Appropriation</u>	<u>Interest/ Adjustments</u>	<u>Balance December 31, 2025</u>
Governor's Council on Alcoholism and Drug Abuse								
Municipal Alliance on Alcoholism and Drug Abuse (DEDR) - 2025		\$ 26,360.00		\$ 11,912.50	\$ 74.54			\$ 14,372.96
Municipal Alliance on Alcoholism and Drug Abuse (DEDR) - 2024	\$ 10,400.96		\$ 9,100.00	17,977.93	1,523.03			
Municipal Alliance on Alcoholism and Drug Abuse (DEDR) - 2023 (YLG)	287.05		2,296.00			\$ 2,583.05		
Total Governor's Council on Alcoholism and Drug Abuse	<u>10,688.01</u>	<u>26,360.00</u>	<u>11,396.00</u>	<u>29,890.43</u>	<u>1,597.57</u>	<u>2,583.05</u>		<u>14,372.96</u>
NJ Department of Community Affairs								
FY25 Legislative Gant for Regional Flood Study	100,000.00			24,244.50	50,295.50			25,460.00
Sunshine Village Improvement Grant	250,000.00			249,697.93	80.00			222.07
Public Safety Grant			64,794.50	64,794.50				
Midtown Youth Grant	48,170.55			24,879.87	6,400.00			16,890.68
FY 24 Local Recreation Improvement Grant	68,000.00			68,000.00				
Public Facilities Improvement Grant		100,000.00			77,855.32			22,144.68
NJLEAD Grant Program		112,750.00		10,415.38	574.00			101,760.62
FY 2023 Lead Grant Assistance Program	1,099.44			1,099.44				
Total Department of Community Affairs	<u>467,269.99</u>	<u>212,750.00</u>	<u>64,794.50</u>	<u>443,131.62</u>	<u>135,204.82</u>			<u>166,478.05</u>
Total State Grants	<u>899,254.03</u>	<u>445,975.36</u>	<u>299,874.87</u>	<u>762,479.18</u>	<u>210,674.92</u>	<u>17,583.05</u>	\$ 138.53	<u>654,505.64</u>
Local Funds								
Interfaith Neighbors Senior Meal Program		25,949.00		10,884.74				15,064.26
Interfaith Neighbors Senior Meal Program - Local Match		54,051.00		54,051.00				
National Opioid Settlement Program	377,337.34	105,939.56		52,740.60	76.93			430,459.37
Work Experience Program by Monmouth County Workforce Development		51,000.00		47,124.00		3,876.00		
Sustainable Jersey	147.32			128.56				18.76
Total Local Funds	<u>377,484.66</u>	<u>236,939.56</u>		<u>164,928.90</u>	<u>76.93</u>	<u>3,876.00</u>		<u>445,542.39</u>
Local Match - Federal Grants								
FY25 COPS Hiring Program		69,629.00		69,629.00				
FY24 COPS Hiring Program	25,000.00			25,000.00				
Senior Citizens - Title IIIB - 2025 (Senior Center)		188,000.00		188,000.00				
Total Local Match of Federal Grants	<u>25,000.00</u>	<u>257,629.00</u>		<u>282,629.00</u>				<u>-</u>
Local Match - State Grants								
Matching Funds	25,000.00							25,000.00
Community Forestry Grant	3,750.00					3,750.00		
Hazardous Discharge Site Remediation Fund - Childnese Match	13,078.69				13,078.69			
Municipal Alliance on Alcoholism and Drug Abuse - State (DEDR) 2025		6,590.00						6,590.00
Municipal Alliance on Alcoholism and Drug Abuse - State (DEDR) 2024	5,322.50							5,322.50
Municipal Alliance on Alcoholism and Drug Abuse - State (DEDR) 2022	5,081.45							5,081.45
Municipal Alliance on Alcoholism and Drug Abuse - State (DEDR) 2021	122.05							122.05
Total Local Match of State Grants	<u>52,354.69</u>	<u>6,590.00</u>			<u>13,078.69</u>	<u>3,750.00</u>		<u>42,116.00</u>
Total Grants	<u>\$ 1,441,426.25</u>	<u>\$ 1,199,605.92</u>	<u>\$ 510,379.89</u>	<u>\$ 1,665,743.11</u>	<u>\$ 225,728.08</u>	<u>\$ 26,679.05</u>	<u>\$ 138.53</u>	<u>\$ 1,233,400.35</u>
	<u>Ref.</u>	<u>A</u>	<u>A-3/A-24</u>	<u>A</u>	<u>A-26</u>	<u>A</u>	<u>A-24</u>	<u>A-4</u>
Cash Disbursed	A-4				\$ 1,332,132.30			
Interfund - Current Fund	A-24				<u>333,610.81</u>			
	A-26				<u>\$ 1,665,743.11</u>			

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

FEDERAL AND STATE GRANT FUND
SCHEDULE OF UNAPPROPRIATED RESERVES

<u>Grant</u>	Balance December 31, <u>2024</u>	Cash <u>Receipts</u>	Transferred to Grants <u>Receivable</u>	Balance December 31, <u>2025</u>
Interfaith Neighbors Senior Meals	\$ 2,141.00		\$ 2,141.00	
Body Armor Grant	5,869.75		5,869.75	
Opioid Assistance		\$ 678.98		\$ 678.98
	<u>\$ 8,010.75</u>	<u>\$ 678.98</u>	<u>\$ 8,010.75</u>	<u>\$ 678.98</u>
<u>Ref.</u>	A	A-4	A-25	A

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
PAYMENTS IN LIEU OF TAXES RECEIVABLE

	<u>Ref.</u>		
Balance, December 31, 2024	A	\$	1,797.42
Increased by:			
Billings			505,833.80
			<u>507,631.22</u>
Decreased by:			
Cash Receipts	A-2	\$	486,467.73
Paid to Monmouth County			11,682.55
Canceled			<u>1,776.01</u>
			<u>499,926.29</u>
Balance, December 31, 2025	A	\$	<u><u>7,704.93</u></u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
SCHEDULE OF COMMERCIAL REFUSE COLLECTIONS RECEIVABLE

	<u>Ref.</u>		
Balance, December 31, 2024	A	\$	3,118.25
Increased by:			
Billings			92,573.01
			<u>95,691.26</u>
Decreased by:			
Overpayments Applied	A-30	\$	13,857.65
Cash Receipts	A-5/A-11		<u>81,833.61</u>
			<u>95,691.26</u>
Balance, December 31, 2025	A	\$	<u><u>-</u></u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
SCHEDULE OF COMMERCIAL REFUSE TAX OVERPAYMENTS

	<u>Ref.</u>	
Balance, December 31, 2024	A	\$ 13,857.65
Increased by:		
Cash Receipts	A-5/A-11	3,480.24
		<u>17,337.89</u>
Decreased by:		
Applied to Refuse Collections Receivable	A-29	13,857.65
		<u>13,857.65</u>
Balance, December 31, 2025	A	<u><u>\$ 3,480.24</u></u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

TRUST FUND
SCHEDULE OF CASH

	<u>Ref.</u>	<u>Animal Control Trust Fund</u>	<u>Trust Other Fund</u>
Balance, December 31, 2024	B	\$ 53,090.45	\$ 7,335,299.79
Increased by Receipts:			
Reserve for Animal Control Trust			
Fund Expenditures	B-2	\$ 14,805.60	
Miscellaneous Receipt	B-2	34.00	
Due to State of New Jersey	B-3	1,643.40	
Escrow Funds	B-4		\$ 756,753.50
Various Reserves	B-5		2,213,847.51
Tax Collector's Trust	B-7		3,314,868.53
Unclaimed Moneys	B-8		2,580.35
		<u>16,483.00</u>	<u>6,288,049.89</u>
		69,573.45	13,623,349.68
Decreased by Disbursements:			
Animal Control Trust Fund			
Expenditures (R.S. 4:19-15.11)	B-2	8,225.00	
Due to State of New Jersey	B-3	1,644.00	
Interfund - Current Fund	B-10	11,045.05	
Escrow Funds	B-4		175,363.02
Various Reserves	B-5		753,706.83
Tax Collector's Trust	B-7		3,275,463.83
Interfunds Payable	B		350.00
		<u>20,914.05</u>	<u>4,204,883.68</u>
Balance, December 31, 2025	B	<u>\$ 48,659.40</u>	<u>\$ 9,418,466.00</u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

ANIMAL CONTROL TRUST FUND
 SCHEDULE OF RESERVE FOR ANIMAL CONTROL FUND EXPENDITURES

	<u>Ref.</u>		
Balance, December 31, 2024	B	\$	34,898.40
Increased by:			
Dog License Fees Collected	B-1	\$	14,805.60
Miscellaneous Receipt	B-1		34.00
Canceled	B-3		1.20
Encumbrances (R.S. 4:19-15.11)	B-9		7,125.00
			<u>21,965.80</u>
			56,864.20
Decreased by:			
Expenditures Under R.S. 4:19-15.11:	B-1	8,225.00	
Due to Current - Excess Surplus	B-10	10,158.80	
			<u>18,383.80</u>
Balance, December 31, 2025	B	\$	<u><u>38,480.40</u></u>

License and Penalty Fees Collected:

<u>Year</u>	<u>Amount</u>
2023	\$ 20,530.20
2024	<u>17,950.20</u>
	<u><u>\$ 38,480.40</u></u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

ANIMAL CONTROL TRUST FUND
SCHEDULE OF DUE TO STATE OF NEW JERSEY

	<u>Ref.</u>		
Balance, December 31, 2024	B	\$	22.20
Increased by:			
Cash Receipts	B-1		1,643.40
			<u>1,665.60</u>
Decreased by:			
Cash Disbursed	B-1	\$	1,644.00
Canceled	B-4		1.20
			<u>1,645.20</u>
Balance, December 31, 2025	B	\$	<u><u>20.40</u></u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

TRUST OTHER FUND
SCHEDULE OF RESERVE FOR ESCROW FUNDS

	<u>Ref.</u>	<u>Total</u>	<u>Municipal Escrow</u>	<u>DARE</u>	
				<u>Developers' Escrow Trust Fund Account</u>	<u>Special Developers' Escrow Account</u>
Balance, December 31, 2024	B	\$ 1,487,985.30	\$ 1,164,446.78	\$ 53,677.80	\$ 269,860.72
Increased by:					
Cash Receipts	B-1	756,753.50	577,359.33	71.67	179,322.50
Reserve for Encumbrances	B-6	180,005.11	500.00	3,705.50	175,799.61
		<u>936,758.61</u>	<u>577,859.33</u>	<u>3,777.17</u>	<u>355,122.11</u>
Decreased by:					
Cash Disbursements	B-1	175,363.02	106,716.77	104.00	68,542.25
Reserve for Encumbrances	B-6	182,993.86	1,345.00		181,648.86
		<u>358,356.88</u>	<u>108,061.77</u>	<u>104.00</u>	<u>250,191.11</u>
Balance, December 31, 2025	B	<u>\$ 2,066,387.03</u>	<u>\$ 1,634,244.34</u>	<u>\$ 57,350.97</u>	<u>\$ 374,791.72</u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

TRUST OTHER FUND
SCHEDULE OF VARIOUS RESERVES

	Balance December 31, <u>2024</u>	<u>Increases</u>	<u>Decreases</u>	Balance December 31, <u>2025</u>
Fire Prevention Services	\$ 474.00			\$ 474.00
POAA	3,937.00	\$ 628.00		4,565.00
Veterans Memorial Park	26,550.17	10,167.54	\$ 9,919.71	26,798.00
Lead Paint Inspections	9,120.00	19,460.00	11,000.00	17,580.00
Fuel Agencies	99,354.29	93,250.02		192,604.31
Emergency Management	36,178.90	16,661.75	23,646.24	29,194.41
Public Defender	1,051.09	4,745.00	4,700.00	1,096.09
Senior Citizen Donations	62,760.53	34,925.82	35,923.22	61,763.13
Storm Recovery Trust Fund	341,042.10	50,000.00	60,000.00	331,042.10
Senior Citizen Building Donations	1,137.13			1,137.13
Wesley Lake Trust	264.47			264.47
Accumulated Leave	547,266.36	150,000.00	232,897.46	464,368.90
Law Enforcement	79,358.05	14,386.57	28,974.36	64,770.26
Unemployment Trust	219,061.94	82,313.07	95,429.95	205,945.06
Municipal Alliance	9,920.45	2,408.69		12,329.14
Older Americans	7.95	268.59	250.00	26.54
Special Police	70,612.87	45,194.96	42,048.82	73,759.01
Police Vest	8,663.09	5,899.37	3,428.12	11,134.34
Recreation Trust	196,202.62	94,369.02	76,449.68	214,121.96
Open Space	3,408.11	116.96		3,525.07
Tree Preservation	131,243.96	23,320.61	24,302.24	130,262.33
Affordable Housing	2,382,485.14	807,535.67	15,039.27	3,174,981.54
Federal LETF	2,266.39	19,438.03	19,273.19	2,431.23
EMS Donations	1,979.00	7,831.12		9,810.12
Self-Insurance		830,000.00	355,205.41	474,794.59
Lead Hazard Control Asst Fund	400.00			400.00
	<u>\$ 4,234,745.61</u>	<u>\$ 2,312,920.79</u>	<u>\$ 1,038,487.67</u>	<u>\$ 5,509,178.73</u>
	<u>Ref.</u>	<u>B</u>	<u>B-5</u>	<u>B</u>
Cash Received	B-1	\$ 2,213,847.51		
Reserve for Encumbrances	B-6	<u>99,073.28</u>		
	B-5	<u>\$ 2,312,920.79</u>		
Cash Disbursed	B-1		\$ 753,706.83	
Reserve for Encumbrances	B-6		<u>284,780.84</u>	
	B-5		<u>\$ 1,038,487.67</u>	

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

TRUST OTHER FUND
SCHEDULE OF RESERVE FOR ENCUMBRANCES

	<u>Ref.</u>		
Balance, December 31, 2024	B	\$	279,078.39
Increased by:			
Charges to Reserve for Escrow Funds	B-4	\$	182,993.86
Charges to Various Reserves	B-5		<u>284,780.84</u>
			<u>467,774.70</u>
			746,853.09
Decreased by:			
Transfer to Reserve for Escrow Funds	B-4		180,005.11
Transfer to Various Reserves	B-5		<u>99,073.28</u>
			<u>279,078.39</u>
Balance, December 31, 2025	B	\$	<u><u>467,774.70</u></u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

TRUST OTHER FUND
SCHEDULE OF RESERVE FOR TAX COLLECTOR'S TRUST

	<u>Ref.</u>	
Balance, December 31, 2024	B	\$ 1,328,727.57
Increased by:		
Cash Receipts	B-1	<u>3,314,868.53</u>
		4,643,596.10
Decreased by:		
Cash Disbursed	B-1	<u>3,275,463.83</u>
Balance, December 31, 2025	B	<u><u>\$ 1,368,132.27</u></u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

TRUST OTHER FUND
 SCHEDULE OF RESERVE FOR UNCLAIMED FUNDS

	<u>Ref.</u>	
Balance, December 31, 2024	B	\$ 4,412.92
Increased by:		
Cash Received	B-1	<u>2,580.35</u>
Balance, December 31, 2025	B	<u><u>\$ 6,993.27</u></u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

ANIMAL CONTROL TRUST FUND
SCHEDULE OF RESERVE FOR ENCUMBRANCES

	<u>Ref.</u>	
Balance, December 31, 2024	B	\$ 7,125.00
Decreased by:		
Transfers to Reserve for Animal Control	B-2	<u>7,125.00</u>
Balance, December 31, 2025	B	<u><u>\$ -</u></u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

ANIMAL CONTROL TRUST FUND
 SCHEDULE OF INTERFUND - DUE TO CURRENT FUND

	<u>Ref.</u>	
Balance, December 31, 2024	B	\$ 11,044.85
Increased by:		
Excess Surplus	B-2	10,158.80
		<u>21,203.65</u>
Decreased by:		
Cash Disbursed	B-1	11,045.05
		<u>11,045.05</u>
Balance, December 31, 2025	B	<u><u>\$ 10,158.60</u></u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF CASH

	<u>Ref.</u>		
Balance, December 31, 2024	C		\$ 5,053,587.24
Increased by Receipts:			
Grants Receivable	C-5	\$ 521,299.94	
Budget Appropriation - Capital			
Improvement Fund	C-9	250,000.00	
Bond Anticipation Note Issue	C-13	2,404,750.00	
			3,176,049.94
			8,229,637.18
Decreased by Disbursements:			
Surplus (General Capital)	C-1	125,000.00	
Due to Sewer Operating Utility	C-4	2,256.45	
Improvement Authorizations	C-8	5,745,404.67	
Bond Anticipation Notes Paid	C-13	125,000.00	
			5,997,661.12
Balance, December 31, 2025	C		<u><u>\$ 2,231,976.06</u></u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

GENERAL CAPITAL FUND
ANALYSIS OF GENERAL CAPITAL CASH

		Balance December 31, <u>2025</u>
Fund Balance		\$ 333.46
Capital Improvement Fund		571,096.20
Reserve for Encumbrances		1,117,505.00
Due from Current Fund		(18,500.00)
Various Reserves		60,690.89
Grants Receivable		(6,383,776.01)
Improvement Authorizations:		
Ordinance		
<u>Number</u>		
14-13/14-29	Development of Veterans Park	14,865.42
16-08	Loffredo Field Improvements	21,701.17
16-27	Various 2016 Capital Improvements	
	(iii) Improvements to various parks, lakes and streetscape	13,211.03
	(v) Implementation of the 2016 Community Development Block	
	Grant Program Tenth Avenue Rehabilitation Project	919.42
18-06	Improvements to Jumping Brook Road	1,139,013.72
19-02	Construction of a Living Shoreline Flood Mitigation Project	8,089.00
19-38	Improvements to Embury Avenue/Ridge Avenue Corridor	3,813.01
20-12	Acquisition of Real Property in the West Lake Avenue	
	Redevelopment Zone and Demolition of Improvements Thereon	13,844.78
20-13	COVID Related Improvements and Acquisitions	(1,577.20)
20-19	Various 2020 Roadway and Drainage Improvements	33.38
21-24	Roadway Reconstruction and Drainage Improvements to Myrtle Ave	27,489.03
21-26	Construction of a Pump Track Bicycle and Skateboard Recreational	
	Facility within Sunshine Village Park	63,506.24
21-31	Phase II of the Public Works Facility Improvement Program, Including	
	the Construction and Reconstruction of the Municipal Facilities	(2,016.38)
22-07	Transportation Trust Fund for Neptune Blvd Roadway Reconstruction	153,077.76
22-23	Acquisition of Electric Powered Garbage Truck	124,089.37
22-30	2022 Road Program	1,212.50
22-31	Acquisition of Vehicles and Electronics	205,609.13
22-47	Welsh Farms Site Remediation	(8,426.25)
23-11	Neptune Boulevard Roadway Reconstruction Project	59,068.44

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

GENERAL CAPITAL FUND
ANALYSIS OF GENERAL CAPITAL CASH

Balance
December 31,
2025

Improvement Authorizations:

Ordinance

Number

23-24	2023 Roadway Improvement	\$ 122,790.95
23-25	Various Improvements to Bert Willis Fields	9,352.40
23-27	Various Improvements to the Municipal Complex	286,186.08
23-28	Improvements to Various Parks	136,387.52
23-44	Various ADA Improvements to the Municipal Complex	155,086.60
24-06	Improvements to Atkins Avenue	434,979.69
24-07	Improvements to Myrtle Avenue	43,567.57
24-24	Acquisition and Installation of Municipal Technology Improvements and Security Upgrades	149,054.68
24-25	Acquisition of Vehicles and Equipment	328,038.21
24-26	Acquisition of Public Safety Equipment	33,296.96
24-27	Various Improvements to Municipal Facilities and the Acquisition of Furniture Therefor	109,998.32
24-35	Acquisition of Various Parcels of Real Property within the West Lake Avenue Redevelopment Area, the Demolition of Improvements Thereon, and the Restoration of such Real Property	27,949.69
24-36	Development of, and Improvements to, the Welsh Farms Property	264,463.50
24-45	2025 Road Repaving and Improvement Program	(43,622.67)
25-08	Improvements to Jumping Brook Road (Phase I)	348,199.69
25-09	Rehabilitation of and Improvements to the Western Footbridge Over Wesley Lake	838,199.69
25-10	South Riverside Phase II Living Shoreline Mitigation Project	974,774.69
25-11	Improvements to the Loffredo Ballfields	339,199.69
25-12/25-20	Acquisition of a Parcel of Real Property Between Division Street and Corlies Avenue for Open Space and Recreational Purposes	489,199.69
		<u>\$ 2,231,976.06</u>
	<u>Ref</u>	C

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF INTERFUNDS

		Totals (MEMO ONLY)	Due from/(to) Current Fund	Due from/(to) Sewer Utility Capital
	<u>Ref.</u>			
Balance, December 31, 2024	C	\$ (2,256.45)		\$ (2,256.45)
Increased by:				
Cash Advanced	C-1/C-2	<u>20,756.45</u>	<u>\$ 18,500.00</u>	<u>2,256.45</u>
Balance, December 31, 2025	C	<u>\$ 18,500.00</u>	<u>\$ 18,500.00</u>	<u>\$ -</u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF GRANTS RECEIVABLE

Ordinance Number	Grant Description	Balance December 31, 2024	2025 Grant Awards	Receipts	Canceled	Balance December 31, 2025
18-06/21-14	NJ Department of Transportation	\$ 1,087,000.00		\$ 144,731.62		\$ 942,268.38
18-11	NJ Department of Transportation	18,454.96			\$ 18,454.96	
19-38	NJ Department of Transportation	84,170.75				84,170.75
22-07	NJ Department of Transportation	112,150.00				112,150.00
22-23	NJ Department of Environmental Protection	346,135.45				346,135.45
22-47	NJ Department of Environmental Protection	321,573.75				321,573.75
23-11	NJ Department of Transportation Trust Fund Grant	293,929.00				293,929.00
23-44	Community Development Block Grant	165,731.00		165,731.00		
24-06	NJ Department of Transportation Trust Fund	541,000.00				541,000.00
24-07	NJ Department of Transportation Trust Fund	356,754.00		210,837.32		145,916.68
24-36	Monmouth County Open Space Grant	326,000.00				326,000.00
25-08	NJ Department of Transportation Trust Fund		\$ 346,632.00			346,632.00
25-09	Housing and Urban Development Community Program Fund		1,000,000.00			1,000,000.00
25-10	Pre-Disaster Mitigation Grant		1,145,000.00			1,145,000.00
25-11	Monmouth County Open Space Grant		326,000.00			326,000.00
25-12/25-20	NJ DEP Green Acres Grant		453,000.00			453,000.00
		<u>\$ 3,652,898.91</u>	<u>\$ 3,270,632.00</u>	<u>\$ 521,299.94</u>	<u>\$ 18,454.96</u>	<u>\$ 6,383,776.01</u>
<u>Ref</u>		C	C-8	C-2	C-1	C

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION - FUNDED

	<u>Ref.</u>		
Balance, December 31, 2024	C		\$ 25,641,738.67
Decreased by:			
Budget Appropriation to Pay Green Trust Loan	C-11	\$ 82,757.01	
Budget Appropriation to Pay Bonds	C-12	<u>2,755,000.00</u>	
			<u>2,837,757.01</u>
Balance, December 31, 2025	C		<u><u>\$ 22,803,981.66</u></u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

Exhibit C-7

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

Ordinance Number	Improvement Description	Balance	Increased by:	Decreased by:	Balance	Analysis of Balance December 31, 2025		
		December 31, 2024	2025 Authorizations	Budget Appropriation	December 31, 2025	Bond Anticipation Notes	Expenditures	Unexpended Improvement Authorizations
18-06/21-14	Improvements to Jumping Brook Road	\$ 175,000.00		\$ 25,000.00	\$ 150,000.00	\$ 150,000.00		
19-27	Improvements to Oxonia Avenue	66,000.00		27,000.00	39,000.00	39,000.00		
19-28	Improvements to the Township Municipal Complex	64,966.00		30,500.00	34,466.00	34,466.00		
19-29	Various Drainage Improvements	110,000.00		42,500.00	67,500.00	67,500.00		
19-38	Improvements to Embury Avenue/Ridge Avenue Corridor	141,500.00		16,500.00	125,000.00			\$ 125,000.00
20-13	COVID Related Improvements and Acquisitions	341,577.20		50,000.00	291,577.20	290,000.00	\$ 1,577.20	
21-23	Improvements to Various Parks	80,000.00		30,000.00	50,000.00	50,000.00		
21-29	Acquisition of a Telephone System, Video Surveillance Systems, Computers, Servers and Other Technology Improvements	79,000.00		28,500.00	50,500.00	50,500.00		
21-31/23-12/23-37	Phase II of the Public Works Facility Improvement Program, Including the Construction and Reconstruction of the Municipal Facilities	1,147,016.38			1,147,016.38	1,145,000.00	2,016.38	
22-47	Welsh Farms Site Remediation	108,426.25			108,426.25	100,000.00	8,426.25	
23-11	Neptune Boulevard Roadway Reconstruction Project	6,071.00			6,071.00			6,071.00
23-28	Improvements to Various Parks	10,000.00			10,000.00			10,000.00
23-44	Various ADA Improvements to the Municipal Complex	270,000.00			270,000.00	200,000.00	70,000.00	
24-24	Acquisition and Installation of Municipal Technology Improvements and Security Updates	855,000.00			855,000.00	550,000.00	305,000.00	
24-25	Acquisition of Vehicles and Equipment	1,140,000.00			1,140,000.00	500,000.00	640,000.00	
24-26	Acquisition of Public Safety Equipment	237,500.00			237,500.00	150,000.00		87,500.00
24-27	Various Improvements to Municipal Facilities and the Acquisition of Furniture Therefor	332,500.00			332,500.00	225,000.00	107,500.00	
24-35	Acquisition of Various Parcels of Real Property within the West Lake Avenue Redevelopment Area, the Demolition of Improvements Thereon, and the Restoration of such Real Property	665,000.00			665,000.00			665,000.00
24-36	Development of, and Improvements to, the Welsh Farms Property	165,300.00			165,300.00			165,300.00
24-45	2025 Road Repaving and Improvement Program	1,425,000.00			1,425,000.00	1,100,000.00	43,622.67	281,377.33
25-08	Improvements to Jumping Brook Road (Phase I)		\$ 130,000.00		\$ 130,000.00			\$ 130,000.00
25-10	South Riverside Phase II Living Shoreline Mitigation Project		384,750.00		384,750.00			384,750.00
25-11	Improvements to the Loffredo Ballfields		165,300.00		165,300.00	\$ 50,000.00	\$ 115,300.00	
25-12/25-20	Acquisition of a Parcel of Real Property Between Division Street and Corlies Avenue for Open Space and Recreational Purposes		44,750.00		44,750.00	44,750.00		
		<u>\$ 7,419,856.83</u>	<u>\$ 724,800.00</u>	<u>\$ 250,000.00</u>	<u>\$ 7,894,656.83</u>	<u>\$ 4,746,216.00</u>	<u>\$ 1,293,442.50</u>	<u>\$ 1,854,998.33</u>
Ref.	C		C-8	C-13	C	C-13	C-3	C-7
					Improvement Authorizations Unfunded		C-8	\$ 4,136,836.11
					Less: Unexpended Proceeds of Bond Anticipation Notes:			
					Ordinance			
					18-06	C-3	\$ 240,000.00	
					19-38	C-3	3,813.01	
					23-44	C-3	155,086.60	
					24-24	C-3	454,054.68	
					24-25	C-3	968,038.21	
					24-26	C-3	33,296.96	
					24-27	C-3	217,498.32	
					25-11	C-3	165,300.00	
					25-12/25-20	C-3	44,750.00	
								2,281,837.78
							C-7	<u>\$ 1,854,998.33</u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF IMPROVEMENT AUTHORIZATIONS

Ordinance Number	Improvement Description	Date	Amount	Balance December 31, 2024		Increased by 2025		Decreased by		Balance December 31, 2025	
				Funded	Unfunded	Reserve for Encumbrances	Authorizations	Paid	Reserve for Encumbrances	Funded	Unfunded
14-13/14-29	Development of Veterans Park	03-24-14									
		08-11-14	\$ 1,000,000.00	\$ 18,355.42				\$ 3,490.00		\$ 14,865.42	
16-08	Loffredo Field Improvements	03-24-16	600,000.00	21,701.17						21,701.17	
16-27	Various 2016 Capital Improvements	08-22-16									
	(i) Acquisition of heavy duty vehicles and equipment		700,000.00								
	(ii) Acquisition of computer and communications equipment		450,000.00								
	(iii) Improvements to various parks, lakes and streetscape		500,000.00	13,211.03		\$ 6,174.25		6,174.25		13,211.03	
	(iv) Improvements to the Department of Public Works Complex, Senior Center, Municipal Complex and other Municipal Facilities		2,800,000.00								
	(v) Implementation of the 2016 Community Development Block Grant Program Tenth Avenue Rehabilitation Project		480,000.00	919.42						919.42	
18-06/21-14	Improvements to Jumping Brook Road	03-12-18	1,400,000.00	899,013.72	\$ 240,000.00	83,524.64		12,991.36	\$ 70,533.28	899,013.72	\$ 240,000.00
19-02	Construction of a Living Shoreline Flood Mitigation Project	02-25-19	1,350,000.00	53,696.50		24,217.96		11,616.96	58,208.50	8,089.00	
19-28	Improvements to the Township Municipal Complex	09-23-19	200,000.00			14,919.38		5,712.38	9,207.00		
19-38	Improvements to Embury Avenue/Ridge Avenue Corridor	12-19-19	530,000.00		87,318.01	58,903.72		15,098.72	2,310.00		128,813.01
20-12	Acquisition of Real Property in the West Lake Avenue Redevelopment Zone and Demolition of Improvements Thereon	05-18-20	700,000.00	13,844.78						13,844.78	
20-13	COVID Related Improvements and Acquisitions	05-18-20	750,000.00	20,937.92		41,343.74		52,766.91	9,514.75		
20-19	Various 2020 Roadway and Drainage Improvements	08-10-20	2,000,000.00			33.38				33.38	
21-23	Improvements to Various Parks	05-24-21	200,000.00								
21-24	Roadway Reconstruction and Drainage Improvements to Myrtle Ave	05-24-21	400,000.00	27,489.03						27,489.03	
21-26	Construction of a Pump Track Bicycle and Skateboard Recreational Facility within Sunshine Village Park	06-14-21	380,000.00	63,506.24						63,506.24	
21-30	Roadway Reconstruction and Drainage Improvements to Myrtle Ave	06-28-21	300,000.00	235.79					235.79		
21-31/23-12/23-37	Phase II of the Public Works Facility Improvement Program, Including the Construction and Reconstruction of the Municipal Facilities	06-28-21	1,600,000.00			738,138.79		701,588.06	36,550.73		
21-52/24-05	Construction & Installation of Improvements to the Municipal Complex	12-06-21	360,000.00			237,637.26		237,637.26			
22-07	Transportation trust fund for Neptune Blvd Roadway Reconstruction	02-14-22	600,000.00	154,980.30				1,902.54		153,077.76	
22-23/23-10/23-13	Acquisition of Electric Powered Garbage Truck and Installation of Electric Charging Stations	06-13-22	500,000.00								
		03-27-23	270,000.00	176,536.39		460,728.06		513,175.08		124,089.37	
22-30	2022 Road Program	06-27-22	1,500,000.00	208.00		1,212.50		208.00		1,212.50	
22-31	Acquisition of Vehicles and Electronics	06-27-22	1,600,000.00	203,211.91		229,299.76		226,902.54		205,609.13	
22-32	Improvement of Various Municipal Facilities	06-27-22	300,000.00	55,572.49		18,817.00		36,251.66	38,137.83		
22-47/22-35	Welsh Farms Site Remediation	10-11-22	430,000.00		2,320.35	4,561.63		6,464.17	417.81		
23-11	Neptune Boulevard Roadway Reconstruction Project	03-27-23	500,000.00	59,068.44	6,071.00	61,967.70		460.00	61,507.70	59,068.44	6,071.00
23-24	2023 Road Improvement Program	07-10-23	2,000,000.00	243,965.43		1,300,641.24		1,421,815.72		122,790.95	
23-25	Various Improvements to Bert Willis Fields	07-10-23	250,000.00	46,196.36		19,698.93		52,042.89	4,500.00	9,352.40	
23-27	Various Improvements to the Municipal Complex	07-10-23	300,000.00	293,155.18		6,340.14		4,960.74	8,348.50	286,186.08	
23-28	Improvements to Various Parks	07-10-23	350,000.00	136,764.77	10,000.00	29,671.29		30,048.54		136,387.52	10,000.00
23-44	Various ADA Improvements to the Municipal Complex	12-11-23	450,000.00		145,400.00	262,300.00		246,763.40	5,850.00		155,086.60
24-06	Improvements to Atkins Avenue	02-26-24	570,000.00	511,400.00		22,215.00		15,217.81	13,417.50	504,979.69	
24-07	Improvements to Myrtle Avenue	02-26-24	400,000.00	60,783.58		316,976.42		307,400.99	26,791.44	43,567.57	
24-24	Acquisition and Installation of Municipal Technology Improvements and Security Upgrades	08-12-24	900,000.00	44,870.00	855,000.00			411,446.28	34,369.04		454,054.68
24-25	Acquisition of Vehicles and Equipment	08-12-24	1,200,000.00		971,741.06	228,128.94		231,831.79		968,038.21	
24-26	Acquisition of Public Safety Equipment	08-12-24	250,000.00		122,597.27	88,583.73		90,384.04		120,796.96	
24-27	Various Improvements to Municipal Facilities and the Acquisition of Furniture Therefor	08-12-24	350,000.00		237,287.48	112,582.52		116,944.84	15,426.84		217,498.32

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF IMPROVEMENT AUTHORIZATIONS

Ordinance Number	Improvement Description	Date	Amount	Balance December 31, 2024		Increased by		Decreased by		Balance December 31, 2025	
				Funded	Unfunded	Reserve for Encumbrances	2025 Authorizations	Paid	Reserve for Encumbrances	Funded	Unfunded
24-35	Acquisition of Various Parcels of Real Property within the West Lake Avenue Redevelopment Area, the Demolition of Improvements Thereon, and the Restoration of such Real Property	10-15-24	\$ 700,000.00	\$ 35,000.00	\$ 665,000.00			\$ 1,800.31	\$ 5,250.00	\$ 27,949.69	\$ 665,000.00
24-36	Development of, and Improvements to, the Welsh Farms Property	10-15-24	500,000.00	290,200.00	165,300.00	\$ 44,500.00		1,800.31	68,436.19	264,463.50	165,300.00
24-45	2025 Road Repaving and Improvement Program	12-09-24	1,500,000.00	75,000.00	1,425,000.00			964,599.32	254,023.35		281,377.33
25-08	Improvements to Jumping Brook Road (Phase I)	04-07-25	480,000.00				\$ 480,000.00	1,800.31		348,199.69	130,000.00
25-09	Rehabilitation of and Improvements to the Western Footbridge Over Wesley Lake	04-07-25	1,000,000.00				1,000,000.00	8,706.56	153,093.75	838,199.69	
25-10	South Riverside Phase II Living Shoreline Mitigation Project	04-07-25	1,550,000.00				1,550,000.00	1,800.31	188,675.00	974,774.69	384,750.00
25-11	Improvements to the Loffredo Ballfields	04-07-25	500,000.00				500,000.00	1,800.31	43,700.00	289,199.69	165,300.00
25-12/25-20	Acquisition of a Parcel of Real Property Between Division Street and Corlies Avenue for Open Space and Recreational Purposes	04-07-25	400,000.00								
		08-11-25	100,000.00				500,000.00	1,800.31	9,000.00	444,449.69	44,750.00
				<u>\$ 3,519,823.87</u>	<u>\$ 4,933,035.17</u>	<u>\$ 4,413,117.98</u>	<u>\$ 4,030,000.00</u>	<u>\$ 5,745,404.67</u>	<u>\$ 1,117,505.00</u>	<u>\$ 5,896,231.24</u>	<u>\$ 4,136,836.11</u>
		Ref.		C	C	C-10	C-8	C-2	C-10	C	C/C-7
	Deferred Charges - Unfunded	C-7/C-15					\$ 724,800.00				
	Capital Improvement Fund	C-9					31,200.00				
	Fund Balance	C-1					3,368.00				
	Grants Receivable	C-5					3,270,632.00				
		C-8					<u>\$ 4,030,000.00</u>				

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF CAPITAL IMPROVEMENT FUND

	<u>Ref.</u>	
Balance, December 31, 2024	C	\$ 352,296.20
Increased by:		
Budget Appropriation	C-2	250,000.00
		602,296.20
Decreased by:		
Appropriated to Finance		
Improvement Authorizations	C-8	31,200.00
Balance, December 31, 2025	C	\$ 571,096.20

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF RESERVE FOR ENCUMBRANCES

	<u>Ref.</u>	
Balance, December 31, 2024	C	\$ 4,413,117.98
Increased by:		
Charged to Improvement Authorizations	C-8	1,117,505.00
		<u>5,530,622.98</u>
Decreased by:		
Applied to Improvement Authorizations	C-8	4,413,117.98
		<u>4,413,117.98</u>
Balance, December 31, 2025	C	<u><u>\$ 1,117,505.00</u></u>

SCHEDULE OF GREEN TRUST LOANS PAYABLE

	<u>Ref.</u>	
Balance, December 31, 2024	C	\$ 206,738.67
Decreased by:		
Paid by Budget Appropriation	C-6	82,757.01
		<u>82,757.01</u>
Balance, December 31, 2025	C	<u><u>\$ 123,981.66</u></u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF GENERAL SERIAL BONDS

<u>Purpose</u>	<u>Date of Issue</u>	<u>Original Issue</u>	<u>Maturities of Bonds Outstanding December 31, 2025</u>		<u>Interest Rate</u>	<u>Balance December 31, 2024</u>	<u>Paid by Budget Appropriation</u>	<u>Balance December 31, 2025</u>
General Obligation Bonds Series 2011	09-15-11	\$ 7,100,000.00	09-01-26	\$ 500,000.00	4.000%	\$ 1,000,000.00	\$ 500,000.00	\$ 500,000.00
Revenue Refunding Bonds,	05-22-12	4,800,000.00				365,000.00	365,000.00	
Pooled Government Loan Revenue Bonds, Series 2018B	09-13-17	9,875,000.00	07-15-26	575,000.00	5.000%			
			07-15-27	600,000.00	5.000%			
			07-15-28	635,000.00	5.000%			
			07-15-29	665,000.00	5.000%			
			07-15-30	695,000.00	5.000%			
			07-15-31	730,000.00	5.000%			
			07-15-32	770,000.00	5.000%			
			07-15-33	770,000.00	4.000%			
			07-15-34	770,000.00	4.000%	6,760,000.00	550,000.00	6,210,000.00
MCIA General Improvement Bond, Revenue Bonds, Series 2020	12-23-20	6,785,000.00	12-01-26	315,000.00	5.000%			
			12-01-27	330,000.00	5.000%			
			12-01-28	345,000.00	5.000%			
			12-01-29	365,000.00	5.000%			
			12-01-30	380,000.00	5.000%			
			12-01-31	400,000.00	5.000%			
			12-01-32	420,000.00	4.000%			
			12-01-33	435,000.00	4.000%			
			12-01-34	455,000.00	3.000%			
			12-01-35	470,000.00	3.000%			
			12-01-36	485,000.00	3.000%			
			12-01-37	495,000.00	3.000%			
			12-01-38	510,000.00	3.000%	5,705,000.00	300,000.00	5,405,000.00

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF GENERAL SERIAL BONDS

<u>Purpose</u>	<u>Date of Issue</u>	<u>Original Issue</u>	<u>Maturities of Bonds</u>		<u>Interest Rate</u>	<u>Balance</u>	<u>Paid by</u>	<u>Balance</u>			
			<u>Outstanding</u>			<u>December 31,</u>	<u>Budget</u>	<u>December 31,</u>			
			<u>December 31, 2025</u>			<u>2024</u>	<u>Appropriation</u>	<u>2025</u>			
MCIA General Improvement Bond, Serial 2022 B	12-22-22	\$ 5,160,000.00	12-31-26	\$ 380,000.00	5.000%						
			12-31-27	395,000.00	5.000%						
			12-31-28	415,000.00	5.000%						
			12-31-29	435,000.00	5.000%						
			12-31-30	460,000.00	3.000%						
			12-31-31	470,000.00	5.000%						
			12-31-32	495,000.00	5.000%						
			12-31-33	520,000.00	5.000%						
			12-31-34	545,000.00	5.000%	\$ 4,475,000.00	\$ 360,000.00	\$ 4,115,000.00			
			MCIA General Improvement Bond, Lease Revenue Bonds, Series 2023	12-21-23	\$ 5,485,000.00	12-01-26	310,000.00	5.000%			
12-01-27	325,000.00	5.000%									
12-01-28	345,000.00	5.000%									
12-01-29	360,000.00	5.000%									
12-01-30	380,000.00	5.000%									
12-01-31	395,000.00	5.000%									
12-01-32	415,000.00	5.000%									
12-01-33	435,000.00	5.000%									
12-01-34	460,000.00	5.000%									
12-01-35	480,000.00	5.000%									
12-01-36	505,000.00	5.000%									
12-01-37	520,000.00	5.000%				5,225,000.00	295,000.00	4,930,000.00			
MCIA Refunding of Series 2013B	12-19-24	1,905,000.00				12-01-26	380,000.00	5.000%			
						12-01-27	380,000.00	5.000%			
						12-01-28	380,000.00	5.000%			
			12-01-29	380,000.00	5.000%	1,905,000.00	385,000.00	1,520,000.00			
						25,435,000.00	2,755,000.00	22,680,000.00			

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF BOND ANTICIPATION NOTES

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Date of Original Note</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	<u>Balance December 31, 2024</u>	<u>Increased</u>	<u>Decreased</u>	<u>Balance December 31, 2025</u>
18-06/21-14	Improvements to Jumping Brook Road	07-13-20	12-17-25	12-16-26	0.00%	\$ 175,000.00	\$ 150,000.00	\$ 175,000.00	\$ 150,000.00
19-27	Improvements to Oxonia Avenue	07-13-20	12-17-25	12-16-26	0.00%	66,000.00	39,000.00	66,000.00	39,000.00
19-28	Improvements to the Township Municipal Complex	07-13-20	12-17-25	12-16-26	0.00%	64,966.00	34,466.00	64,966.00	34,466.00
19-29	Various Drainage Improvements	07-13-20	12-17-25	12-16-26	0.00%	110,000.00	67,500.00	110,000.00	67,500.00
19-38	Improvements to Embury Avenue/Ridge Avenue Corridor	07-13-20	12-17-25	12-16-26	0.00%	141,500.00		141,500.00	
20-13	COVID Related Improvements and Acquisitions	12-23-24 12-17-25	12-17-25 12-17-25	12-16-26 12-16-26	0.00% 0.00%	325,000.00	275,000.00 15,000.00	325,000.00	275,000.00 15,000.00
21-23	Improvements to Various Parks	12-27-23	12-17-25	12-16-26	0.00%	80,000.00	50,000.00	80,000.00	50,000.00
21-29	Acquisition of a Telephone System, Video Surveillance Systems, Computers, Servers and Other Technology Improvements	12-30-21	12-17-25	12-16-26	0.00%	79,000.00	50,500.00	79,000.00	50,500.00
22-47/22-35	Welsh Farms Site Remediation	12-17-25	12-17-25	12-16-26	0.00%		100,000.00		100,000.00
21-31/23-12/ 23-37	Phase II of Public Works Facility Improvement Program, Including Construction and Reconstruction of Municipal Facilities	12-23-24 12-17-25	12-17-25 12-17-25	12-16-26 12-16-26	0.00% 0.00%	1,100,000.00	1,100,000.00 45,000.00	1,100,000.00	1,100,000.00 45,000.00
23-44	Various ADA Improvements to the Municipal Complex	12-23-24 12-17-25	12-17-25 12-17-25	12-16-26 12-16-26	0.00% 0.00%	150,000.00	150,000.00 50,000.00	150,000.00	150,000.00 50,000.00
24-24	Acquisition and Installation of Municipal Technology Improvements and Security Upgrades	12-17-25	12-17-25	12-16-26	0.00%		550,000.00		550,000.00
24-25	Acquisition of Vehicles and Equipment	12-23-24 12-17-25	12-17-25 12-17-25	12-16-26 12-16-26	0.00% 0.00%	250,000.00	250,000.00 250,000.00	250,000.00	250,000.00 250,000.00
24-26	Acquisition of Public Safety Equipment	12-23-24 12-17-25	12-17-25 12-17-25	12-16-26 12-16-26	0.00% 0.00%	50,000.00	50,000.00 100,000.00	50,000.00	50,000.00 100,000.00
24-27	Various Improvements to Municipal Facilities and Acquisition of Furniture	12-23-24 12-17-25	12-17-25 12-17-25	12-16-26 12-16-26	0.00% 0.00%	125,000.00	125,000.00 100,000.00	125,000.00	125,000.00 100,000.00
24-45	2025 Road Repaving and Improvement Program	12-17-25	12-17-25	12-16-26	0.00%		1,100,000.00		1,100,000.00

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF BOND ANTICIPATION NOTES

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Date of Original Note</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	<u>Balance December 31, 2024</u>	<u>Increased</u>	<u>Decreased</u>	<u>Balance December 31, 2025</u>
25-11	Improvements to the Loffredo Ballfields	12-17-25	12-17-25	12-16-26	0.00%		\$ 50,000.00		\$ 50,000.00
25-12/25-20	Acquisition of a Parcel of Real Property Between Division Street and Corlies Avenue for Open Space and Recreational Purposes	12-17-25	12-17-25	12-16-26	0.00%		44,750.00		44,750.00
						<u>\$ 2,716,466.00</u>	<u>\$ 4,746,216.00</u>	<u>\$ 2,716,466.00</u>	<u>\$ 4,746,216.00</u>
					<u>Ref.</u>	C	C-13	C-13	C/C-7
					Rollover	C-13	\$ 2,341,466.00	\$ 2,341,466.00	
					Bond Anticipation Note Issue	C-2/C-15	2,404,750.00		
					Cash Disbursement	C-2/C-15		125,000.00	
					Budget Appropriation	C-7		250,000.00	
						C-13	<u>\$ 4,746,216.00</u>	<u>\$ 2,716,466.00</u>	

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF VARIOUS RESERVES

<u>Description</u>	Balance December 31, <u>2025 and 2024</u>
Reserve for Preliminary Expense	\$ 2,380.99
Reserve for Bond issuance Costs	<u>58,309.90</u>
	<u><u>\$ 60,690.89</u></u>
<u>Ref.</u>	C

COUNTY OF MONMOUTH, NEW JERSEY
GENERAL CAPITAL FUND
SCHEDULE OF BONDS AND NOTES AUTHORIZED
BUT NOT ISSUED

<u>Ordinance Number</u>	<u>Improvement Description</u>	Balance December 31, <u>2024</u>	<u>Increased by:</u>		<u>Decreased by:</u>	Balance December 31, <u>2025</u>
			<u>2025 Authorizations</u>	<u>BAN Paydown</u>	<u>Bond Anticipation Notes Issued</u>	
19-38	Improvements to Embury Avenue/Ridge Avenue Corridor			\$ 125,000.00		\$ 125,000.00
20-13	Providing for COVID Related Improvements and Acquisitions	\$ 16,577.20			\$ 15,000.00	1,577.20
21-31/23-12/23-37	Phase II of the Public Works Facility Improvement Program, Including the Construction and Reconstruction of the Municipal Facilities	47,016.38			45,000.00	2,016.38
22-47	Repeal Welsh Farms Site Remediation	108,426.25			100,000.00	8,426.25
23-11	Neptune Blvd Roadway Reconstruction	6,071.00				6,071.00
23-28	Improvements to Various Parks Including Resurfacing Basketball Courts and the Acquisition of Playground Equipment at Bradley Park	10,000.00				10,000.00
23-44	ADS Improvements at the Municipal Complex	120,000.00			50,000.00	70,000.00
24-24	Acquisition and Installation of Municipal Technology Improvements and Security Upgrades	855,000.00			550,000.00	305,000.00
24-25	Acquisition of Vehicles and Equipment	890,000.00			250,000.00	640,000.00
24-26	Acquisition of Public Safety Equipment	187,500.00			100,000.00	87,500.00
24-27	Various Improvements to Municipal Facilities and the Acquisition of Furniture	207,500.00			100,000.00	107,500.00
24-35	Acquisition of Various Parcels of Real Property within the West Lake Avenue Redevelopment Area, the Demolition of Improvements Thereon, and the Restoration of such Real Property	665,000.00				665,000.00

COUNTY OF MONMOUTH, NEW JERSEY
GENERAL CAPITAL FUND
SCHEDULE OF BONDS AND NOTES AUTHORIZED
BUT NOT ISSUED

Ordinance Number	Improvement Description	Balance December 31, 2024	Increased by:		Decreased by:	Balance December 31, 2025
			2025 Authorizations	BAN Paydown	Bond Anticipation Notes Issued	
24-36	Development of, and Improvements to, the Welsh Farms Property	\$ 165,300.00				\$ 165,300.00
24-45	2025 Road Repaving and Improvement Program	1,425,000.00			\$ 1,100,000.00	325,000.00
25-08	Improvements to Jumping Brook Road (Phase I)		\$ 130,000.00			130,000.00
25-10	South Riverside Phase II Living Shoreline Mitigation Project		384,750.00			384,750.00
25-11	Improvements to the Loffredo Ballfields		165,300.00		50,000.00	115,300.00
25-12/25-20	Acquisition of a Parcel of Real Property Between Division Street and Corlies Avenue for Open Space and Recreational Purposes		44,750.00		44,750.00	
		<u>\$ 4,703,390.83</u>	<u>\$ 724,800.00</u>	<u>\$ 125,000.00</u>	<u>\$ 2,404,750.00</u>	<u>\$ 3,148,440.83</u>
		<u>Ref</u>	C-8	C-13	C-13	(Footnote C)

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY FUND
SCHEDULE OF CASH

	<u>Ref.</u>	<u>Operating</u>	<u>Capital</u>
Balance, December 31, 2024	D	\$ 6,062,449.19	\$ 3,883,366.28
Increased by Receipts:			
Miscellaneous Revenue Anticipated	D-3	\$ 2,031,049.47	
Miscellaneous Revenue Not Anticipated	D-3	274,680.00	
Consumer Accounts Receivable	D-7	6,285,362.99	
Customer Overpayments	D-13	35,866.10	
Investment in Marina Capital Fund Notes	D	47,500.00	
Interfund - Sewer Utility Capital Fund	D-26	70,000.00	
Budget Appropriation - Capital Improvement Fund	D-19		\$ 500,000.00
Wall Twp. Capacity Sale	D-19		568,704.70
Bond Anticipation Notes	D-17		650,000.00
Interfund - General Capital Fund	D-27		2,256.45
		<u>8,744,458.56</u>	<u>1,720,961.15</u>
		14,806,907.75	5,604,327.43
Decreased by Disbursements:			
2025 Appropriations	D-4	7,663,877.55	
Accounts Payable	D-8	106,408.25	
Appropriation Reserves	D-11	199,327.12	
Refund Customer Overpayments	D-13	920.00	
Accrued Interest Payable	D-15	385,000.00	
Refund of Prior Year Revenue	D-1	4,104.73	
Investment in Sewer Capital Fund Notes	D	150,000.00	
Investment in General Capital Fund Notes	D	2,029,750.00	
Bond Anticipation Notes	D-17		500,000.00
Improvement Authorizations	D-18		991,155.18
Budget Appropriation - Wall Twp. Capacity Sale	D-19		500,000.00
Interfund - Sewer Utility Capital Fund	D-26		70,000.00
Reserve for Payment of Debt	D-22		53,300.00
Reserve for FEMA Reimbursement	D-24		75,000.00
		<u>10,539,387.65</u>	<u>2,189,455.18</u>
Balance, December 31, 2025	D	<u>\$ 4,267,520.10</u>	<u>\$ 3,414,872.25</u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY CAPITAL FUND
ANALYSIS OF SEWER UTILITY CAPITAL CASH

		Balance December 31, <u>2025</u>
Capital Improvement Fund		\$ 2,065,462.95
Reserve for Encumbrances		562,964.88
Reserve for FEMA Reimbursement		892.76
Reserve for Debt Service		252,018.90
Fund Balance		133,111.53
<u>Ordinance Number</u>	<u>Improvement Description</u>	
19-32	Phase II Public Works Facility Improvements	576.93
20-21	Phase VI Gables Area Sewer Rehabilitation and Various Improvements	2,821.49
20-23	Equipment and Furniture	269.47
21-34/23-14/23-38	Phase II of the Public Works Facility Improvements	(15,000.00)
21-33	Various Sanitary Sewer Infrastructure Improvements	28,006.74
22-14	Sixth Ave Area Sanitary Sewer Replacement Project	45,902.28
22-34	2022 Bradley Park Sanitary Sewer Replacement Project	325,874.32
23-26	Improvements to the Wells Brook Sewer Easement	<u>11,970.00</u>
		<u>\$ 3,414,872.25</u>
	<u>Ref.</u>	D

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY OPERATING FUND
SCHEDULE OF CONSUMER ACCOUNTS RECEIVABLE

	<u>Ref.</u>		
Balance, December 31, 2024	D		\$ 389,163.76
Increased by:			
Sewer Rents Levied		\$ 5,941,938.94	
Additional Charges		<u>415,216.50</u>	
			<u>6,357,155.44</u>
			6,746,319.20
Decreased by:			
Collections	D-3/D-5	6,285,362.99	
Overpayments Applied	D-3/D-13	26,926.38	
Canceled		<u>6,720.00</u>	
			<u>6,319,009.37</u>
Balance, December 31, 2025	D		<u><u>\$ 427,309.83</u></u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY OPERATING FUND
SCHEDULE OF ACCOUNTS PAYABLE

	<u>Ref.</u>	
Balance, December 31, 2024	D	\$ 106,408.25
Increased by:		
Transferred from Appropriation Reserves	D-11	29,550.00
		135,958.25
Decreased by:		
Cash Disbursements	D-5	106,408.25
Balance, December 31, 2025	D	\$ 29,550.00

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY CAPITAL FUND
SCHEDULE OF FIXED CAPITAL

	<u>Ref.</u>		
Balance, December 31, 2024	D		\$ 27,958,755.21
Increased by:			
Transfer from:			
Fixed Capital Authorized and Uncompleted	D-10	\$ 150,000.00	
Capital Outlay:			
Operating Budget	D-20	<u>58,906.87</u>	
			<u>208,906.87</u>
Balance, December 31, 2025	D		<u><u>\$ 28,167,662.08</u></u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY CAPITAL FUND
SCHEDULE OF FIXED CAPITAL AUTHORIZED AND UNCOMPLETED

Ordinance Number	Improvement Description	Ordinance		Balance December 31, 2024	Transfer to Fixed Capital	Balance December 31, 2025
		Date	Amount			
19-32	Phase V Sewer Line Replacements	09-23-19	\$ 800,000.00	\$ 800,000.00		\$ 800,000.00
20-21	Phase VI Gables Area Sewer Rehabilitation and Various Improvements	08-10-20	2,500,000.00	2,500,000.00		2,500,000.00
20-23	Equipment and Furniture	08-10-20	75,000.00	75,000.00		75,000.00
21-32/23-14/ 23-38	Phase II of the Public Works Facility Improvements	06-28-21	600,000.00	1,300,000.00		1,300,000.00
		03-27-23	300,000.00			
		11-13-23	400,000.00			
21-33	Various Sanitary Sewer Infrastructure Improvements	06-28-21	800,000.00	800,000.00		800,000.00
22-14	Sixth Ave Area Sanitary Sewer Replacement Project	03-14-22	1,000,000.00	1,000,000.00		1,000,000.00
22-34	2022 Bradley Park Sanitary Sewer Replacement Project	07-25-22	900,000.00	900,000.00		900,000.00
22-36	Construction of a Storage Facility at the Riley Road Pump Station	07-25-22	150,000.00	150,000.00	\$ 150,000.00	
23-26	Improvements to the Wells Brook Sewer Easement	07-10-23	250,000.00	250,000.00		250,000.00
				<u>\$ 7,775,000.00</u>	<u>\$ 150,000.00</u>	<u>\$ 7,625,000.00</u>
		<u>Ref.</u>		D	D-9	D

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY OPERATING FUND
SCHEDULE OF APPROPRIATION RESERVES

	Balance December 31, <u>2024</u>	Reserve for <u>Encumbrances</u>	Balance After <u>Transfers</u>	Paid or <u>Charged</u>	Balance <u>Lapsed</u>
Operating:					
Salaries and Wages	\$ 114,398.46		\$ 114,398.46		\$ 114,398.46
Other Expenses	21,391.22	\$ 81,972.05	103,363.27	\$ 88,519.52	14,843.75
TNSA - Annual Charge	319,640.00		319,640.00		319,640.00
Capital Improvements:					
Capital Outlay		41,338.96	41,338.96	41,338.96	
Acquisition of Vehicles and Equipment	50,981.36	99,018.64	150,000.00	99,018.64	50,981.36
Statutory Expenditures:					
Contribution to:					
Social Security System	<u>11,405.31</u>		<u>11,405.31</u>		<u>11,405.31</u>
	<u>\$ 517,816.35</u>	<u>\$ 222,329.65</u>	<u>\$ 740,146.00</u>	<u>\$ 228,877.12</u>	<u>\$ 511,268.88</u>
<u>Ref.</u>	D	D-12		D-11	D-1
Cash Disbursements	D-5			\$ 199,327.12	
Accounts Payable	D-8			<u>29,550.00</u>	
	D-11			<u>\$ 228,877.12</u>	

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY OPERATING FUND
SCHEDULE OF RESERVE FOR SEWER OPERATING ENCUMBRANCES

	<u>Ref.</u>	
Balance, December 31, 2024	D	\$ 222,329.65
Increased by:		
Transferred from Budget Appropriations	D-4	63,203.22
		<u>285,532.87</u>
Decreased by:		
Transferred to Appropriation Reserves	D-11	222,329.65
		<u>222,329.65</u>
Balance, December 31, 2025	D	<u><u>\$ 63,203.22</u></u>

SCHEDULE OF CUSTOMER OVERPAYMENTS

	<u>Ref.</u>	
Balance, December 31, 2024	D	\$ 29,418.51
Increased by:		
Cash Received	D-5	35,866.10
		<u>65,284.61</u>
Decreased by:		
Refunds	D-5	\$ 920.00
Applied to Consumer Accounts Receivable	D-7	26,926.38
		<u>27,846.38</u>
Balance, December 31, 2025	D	<u><u>\$ 37,438.23</u></u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY CAPITAL FUND
SCHEDULE OF LOANS PAYABLE

	<u>Ref.</u>	
Balance, December 31, 2024	D	\$ 350,688.73
Decreased by:		
Paid by Budget Appropriation	D-20	<u>68,137.70</u>
Balance, December 31, 2025	D	<u><u>\$ 282,551.03</u></u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY OPERATING FUND
SCHEDULE OF ACCRUED INTEREST PAYABLE

	<u>Ref.</u>	
Balance, December 31, 2024	D	\$ 50,910.00
Increased by:		
Budget Appropriations	D-4	377,081.66
		<u>427,991.66</u>
Decreased by:		
Interest Paid	D-5	385,000.00
		<u>385,000.00</u>
Balance, December 31, 2025	D	<u>\$ 42,991.66</u>

Ref. D-15

Analysis of Accrued Interest December 31, 2025

Principal Outstanding December 31, 2025	Interest Rate	<u>From</u>	<u>To</u>	<u>Period</u>	<u>Amount</u>
Serial Bonds:					
\$ 675,000.00	Various	07/15/25	12/31/25	166 Days	\$ 15,562.50
2,385,000.00	Various	12/01/25	12/31/25	30 Days	7,533.33
3,985,000.00	Various	12/01/25	12/31/25	30 Days	16,295.83
520,000.00	Various	12/01/25	12/31/25	30 Days	2,166.67
					<u>41,558.33</u>
Loans Payable:					
\$ 282,551.03	Various	08/01/24	12/31/24	150 Days	1,433.33
					<u>\$ 42,991.66</u>

Ref. D-15

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY CAPITAL FUND
SCHEDULE OF SEWER UTILITY SERIAL BONDS

<u>Purpose</u>	<u>Date of Issue</u>	<u>Original Issue</u>	<u>Maturities of Bonds Outstanding December 31, 2025</u>		<u>Interest Rate</u>	<u>Balance December 31, 2024</u>	<u>Paid by Budget Appropriation</u>	<u>Balance December 31, 2025</u>
Governmental Pooled Loan Revenue Refunding Bonds, Series 2012	05-22-12	\$ 1,310,000.00				\$ 140,000.00	\$ 140,000.00	
Pooled Government Loan Revenue Bonds, Series 2018B	09-13-17	2,810,000.00	7-15-26	\$ 330,000.00	5.000%	990,000.00	315,000.00	\$ 675,000.00
			7-15-27	345,000.00	5.000%			
MCIA Sewer Utility Bond, Series 2020	12-23-20	2,900,000.00	12-01-26	115,000.00	5.000%	2,495,000.00	110,000.00	2,385,000.00
			12-01-27	120,000.00	5.000%			
			12-01-28	125,000.00	5.000%			
			12-01-29	135,000.00	5.000%			
			12-01-30	140,000.00	5.000%			
			12-01-31	150,000.00	5.000%			
			12-01-32	155,000.00	4.000%			
			12-01-33	160,000.00	4.000%			
			12-01-34	165,000.00	3.000%			
			12-01-35	170,000.00	3.000%			
			12-01-36	180,000.00	3.000%			
			12-01-37	185,000.00	3.000%			
			12-01-38	190,000.00	3.000%			
			12-01-39	195,000.00	3.000%			
			12-01-40	200,000.00	3.000%			
MCIA Governmental Pooled Loan Revenue Bonds, Series 2022B	12-22-22	4,495,000.00	12-01-26	170,000.00	5.000%			
			12-01-27	170,000.00	5.000%			
			12-01-28	170,000.00	5.000%			
			12-01-29	180,000.00	5.000%			
			12-01-30	185,000.00	3.000%			
			12-01-31	195,000.00	5.000%			
			12-01-32	205,000.00	5.000%			
			12-01-33	215,000.00	5.000%			
			12-01-34	225,000.00	5.000%			
			12-01-35	235,000.00	5.000%			
			12-01-36	250,000.00	5.000%			
			12-01-37	260,000.00	5.000%			
			12-01-38	275,000.00	5.000%			

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY CAPITAL FUND
SCHEDULE OF SEWER UTILITY SERIAL BONDS

<u>Purpose</u>	<u>Date of Issue</u>	<u>Original Issue</u>	<u>Maturities of Bonds Outstanding December 31, 2025</u>		<u>Interest Rate</u>	<u>Balance December 31, 2024</u>	<u>Paid by Budget Appropriation</u>	<u>Balance December 31, 2025</u>
MCIA Governmental Pooled Loan Revenue Bonds, Series 2022B (conntinued)			12-01-39	\$ 290,000.00	5.000%			
			12-01-40	305,000.00	5.000%			
			12-01-41	315,000.00	5.000%			
			12-01-42	340,000.00	5.000%	\$ 4,155,000.00	\$ 170,000.00	\$ 3,985,000.00
Government Pooled Loan Revenue Bonds, Series 2024A	12-29-24	\$ 570,000.00	12-01-26	50,000.00	5.000%			
			12-01-27	50,000.00	5.000%			
			12-01-28	50,000.00	5.000%			
			12-01-29	55,000.00	5.000%			
			12-01-30	60,000.00	5.000%			
			12-01-31	60,000.00	5.000%			
			12-01-32	65,000.00	5.000%			
			12-01-33	65,000.00	5.000%			
			12-01-34	65,000.00	5.000%			
						<u>570,000.00</u>	<u>50,000.00</u>	<u>520,000.00</u>
						<u>\$ 8,350,000.00</u>	<u>\$ 785,000.00</u>	<u>\$ 7,565,000.00</u>
					<u>Ref.</u>	D	D-16	D
		Reserve for Amortization			D-20		\$ 568,534.48	
		Deferred Reserve for Amortization			D-21		<u>216,465.52</u>	
					D-16		<u>\$ 785,000.00</u>	

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY CAPITAL FUND
SCHEDULE OF BOND ANTICIPATION NOTES

Ordinance Number	Improvement Description	Original Issue Date	Date of Issue	Maturity Date	Interest Rate	Balance December 31, 2024	Increases	Decreases	Balance December 31, 2025
21-34/23-14/23-38	Sixth Ave Area Sanitary Sewer Replacement Project	12-23-24	12-17-25	12-16-26	0.00%	\$ 500,000.00	\$ 500,000.00	\$ 500,000.00	\$ 500,000.00
		12-17-25	12-17-25	12-16-26	0.00%		150,000.00		150,000.00
						<u>\$ 500,000.00</u>	<u>\$ 650,000.00</u>	<u>\$ 500,000.00</u>	<u>\$ 650,000.00</u>
					<u>Ref.</u>	D	D-5/D-28	D-5	D

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY CAPITAL FUND
SCHEDULE OF IMPROVEMENT AUTHORIZATIONS

Ordinance Number	Improvement Description	Ordinance		Balance December 31, 2024		Increased by Prior Year Encumbrances	Decreased by		Balance December 31, 2025	
		Date	Amount	Funded	Unfunded		Paid	Reserve for Encumbrances	Funded	Unfunded
19-32	Phase V Sewer Line Replacements	09-23-19	\$ 800,000.00	\$ 576.93		\$ 5,031.25		\$ 5,031.25	\$ 576.93	
20-21	Phase VI Gables Area Sewer Rehabilitation and Various Improvements	08-10-20	2,500,000.00	2,821.49					2,821.49	
20-23	Equipment and Furniture	08-10-20	75,000.00	269.47					269.47	
21-34/23-14/ 23-38	Phase II of the Public Works Facility Improvements	06-28-21 03-27-23 11-13-23	600,000.00 300,000.00 400,000.00		\$ 201,785.79	1,076,794.09	\$ 741,637.22	536,942.66		
21-33	Various Sanitary Sewer Infrastructure Improvements	06-28-21	800,000.00	92,434.68		38,142.71	86,575.93	15,994.72	28,006.74	
22-14	Sixth Ave Area Sanitary Sewer Replacement Project	03-14-22	1,000,000.00	46,302.28		4,996.25	400.00	4,996.25	45,902.28	
22-34	2022 Bradley Park Sanitary Sewer Replacement Project	07-25-22	900,000.00	1,770.00		368,878.85	44,774.53		325,874.32	
22-36	Construction of a Storage Facility at the Riley Road Pump Station	7-25-22	150,000.00	113,060.00		4,307.50	117,367.50			
23-26	Improvements to the Wells Brook Sewer Easement	07-10-23	250,000.00	12,370.00	237,500.00		400.00		11,970.00	\$ 237,500.00
				<u>\$ 269,604.85</u>	<u>\$ 439,285.79</u>	<u>\$ 1,498,150.65</u>	<u>\$ 991,155.18</u>	<u>\$ 562,964.88</u>	<u>\$ 415,421.23</u>	<u>\$ 237,500.00</u>
		<u>Ref.</u>		D	D	D-25	D-5	D-25	D	D

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY CAPITAL FUND
SCHEDULE OF CAPITAL IMPROVEMENT FUND

	<u>Ref.</u>	
Balance, December 31, 2024	D	\$ 1,496,758.25
Increased by:		
Budget Appropriation	D-5	\$ 500,000.00
Wall Township Capacity Sale	D-5	<u>568,704.70</u>
		1,068,704.70
		<u>2,565,462.95</u>
Decreased by:		
Appropriated to Finance		
Wall Township Capacity Sale	D-5	<u>500,000.00</u>
Balance, December 31, 2025	D	<u><u>\$ 2,065,462.95</u></u>

Exhibit D-20

SCHEDULE OF RESERVE FOR AMORTIZATION

	<u>Ref.</u>	
Balance, December 31, 2024	D	\$ 24,466,988.89
Increased by:		
Capital Outlay:		
Operating Budget	D-9	\$ 58,906.87
Loans Paid by Operating Budget	D-14	68,137.70
Serial Bonds Paid by Operating Budget	D-16	568,534.48
Transfer from Deferred Reserve for Amortization	D-21	<u>150,000.00</u>
		<u>845,579.05</u>
Balance, December 31, 2025	D	<u><u>\$ 25,312,567.94</u></u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY CAPITAL FUND
SCHEDULE OF DEFERRED RESERVE FOR AMORTIZATION

Ordinance Number	Improvement Description	Ordinance Date	Balance December 31, 2024	Increased by:	Decreased by:	Balance December 31, 2025
				Serial Bonds Paid	Transfer to Reserve for Amortization	
19-32	Phase V Sewer Line Replacements	09-23-19	\$ 146,137.93	\$ 28,827.59		\$ 174,965.52
20-21	Phase VI Gables Area Sewer Rehabilitation and Various Improvements	08-10-20	334,411.29	89,873.75		424,285.04
20-23	Equipment and Furniture	08-10-20	75,000.00			75,000.00
23-38/23-13/ 21-32	Phase II of the Public Works Facility Improvements	06-28-21	108,114.57	21,557.29		129,671.86
21-33	Various Sanitary Sewer Infrastructure Improvements	06-28-21	97,486.10	28,743.05		126,229.15
22-14	Sixth Ave Area Sanitary Sewer Replacement Project	03-14-22	121,857.62	35,928.81		157,786.43
22-34	2022 Bradley Park Sanitary Sewer Replacement Project	07-25-22	618,070.08	11,535.03		629,605.11
22-36	Construction of a Storage Facility at the Riley Road Pump Station	07-25-22	150,000.00		\$ 150,000.00	
23-26	Improvements to the Wells Brook Sewer Easement	07-10-23	12,500.00			12,500.00
			<u>\$ 1,663,577.59</u>	<u>\$ 216,465.52</u>	<u>\$ 150,000.00</u>	<u>\$ 1,730,043.11</u>
			D	D-16	D-20	D

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY CAPITAL FUND
SCHEDULE OF RESERVE FOR DEBT SERVICE

	<u>Ref.</u>	
Balance, December 31, 2024	D	\$ 305,318.90
Decreased by:		
2025 Budget Appropriations	D-5	<u>53,300.00</u>
Balance, December 31, 2025	D	<u><u>\$ 252,018.90</u></u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY OPERATING FUND
SCHEDULE OF RESERVE FOR FEMA REIMBURSEMENT

	<u>Ref.</u>	
Balance, December 31, 2025 and 2024	D	\$ <u>190,816.62</u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY CAPITAL FUND
SCHEDULE OF RESERVE FOR FEMA REIMBURSEMENT

	<u>Ref.</u>	
Balance, December 31, 2024	D	\$ 75,892.76
Decreased by:		
2025 Budget Appropriations	D-5	<u>75,000.00</u>
Balance, December 31, 2025	D	<u><u>\$ 892.76</u></u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY CAPITAL FUND
SCHEDULE OF RESERVE FOR SEWER CAPITAL ENCUMBRANCES

	<u>Ref.</u>	
Balance, December 31, 2024	D	\$ 1,498,150.65
Increased by:		
Charged to Improvement Authorizations	D-18	562,964.88
		<u>2,061,115.53</u>
Decreased by:		
Applied to Improvement Authorizations	D-18	1,498,150.65
		<u>1,498,150.65</u>
Balance, December 31, 2025	D	<u><u>\$ 562,964.88</u></u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY OPERATING FUND
INTERFUND WITH SEWER UTILITY CAPITAL FUND

	<u>Ref.</u>	
Balance, December 31, 2024	D	\$ 70,000.00
Decreased by:		
Cash Disbursements	D-5	<u>70,000.00</u>
Balance, December 31, 2025	D	<u><u>\$ -</u></u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY CAPITAL FUND
INTERFUND WITH GENERAL CAPITAL FUND

	<u>Ref.</u>	
Balance, December 31, 2024	D	\$ 2,256.45
Decreased by:		
Cash Receipts	D-5	2,256.45
Balance, December 31, 2025	D	\$ -

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY CAPITAL FUND
SCHEDULE OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED

<u>Ordinance Number</u>	<u>Improvement Description</u>	Balance December 31, <u>2024</u>	<u>Decreased by:</u> Bond Anticipation <u>Notes Issued</u>	Balance December 31, <u>2025</u>
21-34/23-14/ 23-38	Phase II of the Public Works Facility Improvements	\$ 165,000.00	\$ 150,000.00	\$ 15,000.00
23-26	Improvements to the Wells Brook Sewer Easement	<u>237,500.00</u>	<u> </u>	<u>237,500.00</u>
		<u>\$ 402,500.00</u>	<u>\$ 150,000.00</u>	<u>\$ 252,500.00</u>
	<u>Ref.</u>		D-17	(Footnote D)

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

MARINA UTILITY FUND
SCHEDULE OF CASH

	<u>Ref.</u>	<u>Operating</u>	<u>Capital</u>
Balance, December 31, 2024	E	\$ 1,535,696.60	\$ 316,413.40
Increased by Receipts:			
Marina Fees and Costs	E-3	\$ 574,761.29	
Interest on Investments	E-3	77,392.84	
Miscellaneous	E-3	504.75	
Sales Taxes Payable	E-11	5,357.55	
Bond Anticipation Notes	E-14		\$ 665,000.00
Capital Improvement Fund	E-16		100,000.00
Bonds Anticipation Note Budget Appropriation	E-4		47,500.00
		<u>658,016.43</u>	<u>812,500.00</u>
		2,193,713.03	1,128,913.40
Decreased by Disbursements:			
2025 Appropriations	E-4	566,046.77	
Appropriation Reserves	E-9	8,287.15	
Sales Tax Payable	E-11	5,945.57	
Accrued Interest Payable	E-12	60,337.50	
Bond Anticipation Note Payable	E-14		712,500.00
Improvement Authorizations	E-15		7,000.00
		<u>640,616.99</u>	<u>719,500.00</u>
Balance, December 31, 2025	E	<u>\$ 1,553,096.04</u>	<u>\$ 409,413.40</u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

MARINA UTILITY CAPITAL FUND
ANALYSIS OF MARINA UTILITY CAPITAL CASH

		Balance December 31, <u>2025</u>
Capital Improvement Fund		\$ 346,450.00
Capital Fund Balance		18,646.70
Reserve for Encumbrances		103,260.00
Reserve for Payment of Bonds		1,846.30
Excess Bond Anticipation Note Proceeds		411.14
Ordinance <u>Number</u>	<u>Improvement Description</u>	
23-36	Dredging of Shark River Municipal Marina Basin	32,429.26
24-28	Various Capital Improvements	<u>(93,630.00)</u>
		<u><u>\$ 409,413.40</u></u>
		<u>Ref.</u> E

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

MARINA UTILITY CAPITAL FUND
SCHEDULE OF FIXED CAPITAL

	<u>Ref.</u>	
Balance, December 31, 2024	E	\$ 10,512,208.82
Increased by:		
Capital Outlay	E-17	<u>30,317.90</u>
Balance, December 31, 2025	E	<u><u>\$ 10,542,526.72</u></u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

MARINA UTILITY CAPITAL FUND
SCHEDULE OF FIXED CAPITAL AUTHORIZED AND UNCOMPLETED

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Date</u>	<u>Ordinance Amount</u>	<u>Balance December 31, 2025 and 2024</u>
23-26	Dredging of Shark River Municipal Marin Basin	07-10-23	\$ 750,000.00	\$ 750,000.00
24-28	Various Capital Improvements	08-12-24	100,000.00	<u>100,000.00</u>
				<u>\$ 850,000.00</u>
			<u>Ref.</u>	E

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

MARINA UTILITY OPERATING FUND
SCHEDULE OF APPROPRIATION RESERVES

	Balance December 31, <u>2024</u>	Reserve for <u>Encumbrances</u>	Balance After <u>Transfers</u>	Paid or <u>Charged</u>	Balance <u>Lapsed</u>
Operating:					
Salaries and Wages	\$ 21,273.60		\$ 21,273.60		\$ 21,273.60
Other Expenses	10,948.26	\$ 12,075.18	23,023.44	\$ 8,287.15	14,736.29
Capital Improvements					
Capital Outlay	4,554.09	4,088.50	8,642.59		8,642.59
Statutory Expenditures:					
Contribution to Social Security System (O.A.S.I.)	<u>3,103.95</u>	<u></u>	<u>3,103.95</u>	<u></u>	<u>3,103.95</u>
	<u>\$ 39,879.90</u>	<u>\$ 16,163.68</u>	<u>\$ 56,043.58</u>	<u>\$ 8,287.15</u>	<u>\$ 47,756.43</u>
<u>Ref.</u>	E	E-10		E-5	E-1

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

MARINA UTILITY OPERATING FUND
SCHEDULE OF RESERVE FOR ENCUMBRANCES

	<u>Ref.</u>	
Balance, December 31, 2024	E	\$ 16,163.68
Increased by:		
Transferred from Budget Appropriations	E-4	28,420.79
		44,584.47
Decreased by:		
Transferred to Appropriation Reserves	E-9	16,163.68
Balance, December 31, 2025	E	\$ 28,420.79

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

MARINA UTILITY OPERATING FUND
 SCHEDULE OF SALES TAX PAYABLE

	Ref.	
Balance, December 31, 2024	E	\$ 4,028.60
Increased by:		
Cash Receipts	E-5	5,357.55
		9,386.15
Decreased by:		
Cash Disbursements	E-5	5,945.57
Balance, December 31, 2025	E	\$ 3,440.58

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

MARINA UTILITY OPERATING FUND
SCHEDULE OF ACCRUED INTEREST PAYABLE

	<u>Ref.</u>	
Balance, December 31, 2024	E	\$ 10,995.83
Increased by:		
Budget Appropriations	E-4	59,893.06
		<u>70,888.89</u>
Decreased by:		
Interest Paid	E-5	60,337.50
		<u>60,337.50</u>
Balance, December 31, 2025	E	<u>\$ 10,551.39</u>

Ref. E-12

Analysis of Accrued Interest December 31, 2025

Principal Outstanding <u>December 31, 2025</u>	Interest Rate	<u>From</u>	<u>To</u>	<u>Period</u>	<u>Amount</u>
Serial Bonds:					
\$ 810,000.00	Various	12/01/2025	12/31/2025	30 Days	\$ 2,562.50
410,000.00	Various	12/01/2025	12/31/2025	30 Days	1,708.33
					<u>4,270.83</u>

Bond Anticipation Notes:

\$ 665,000.00	1.00%	1/21/2025	12/31/2025	340 Days	6,280.56
					<u>\$ 10,551.39</u>

Ref. E-12

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

MARINA UTILITY CAPITAL FUND
SCHEDULE OF MARINA UTILITY SERIAL BONDS

<u>Purpose</u>	<u>Date of Issue</u>	<u>Original Issue</u>	<u>Maturities of Bonds Outstanding December 31, 2025</u>	<u>Principal Payments</u>	<u>Interest Rate</u>	<u>Balance December 31, 2024</u>	<u>Paid</u>	<u>Balance December 31, 2025</u>
MCIA Marina Utility Bond, Series 2020	12-23-2020	\$ 985,000.00	12-01-26	\$ 40,000.00	5.000%			
			12-01-27	40,000.00	5.000%			
			12-01-28	45,000.00	5.000%			
			12-01-29	45,000.00	5.000%			
			12-01-30	50,000.00	5.000%			
			12-01-31	50,000.00	5.000%			
			12-01-32	50,000.00	4.000%			
			12-01-33	55,000.00	4.000%			
			12-01-34	60,000.00	3.000%			
			12-01-35	55,000.00	3.000%			
			12-01-36	60,000.00	3.000%			
			12-01-37	60,000.00	3.000%			
			12-01-38	65,000.00	3.000%			
			12-01-39	65,000.00	3.000%			
			12-01-40	70,000.00	3.000%	\$ 845,000.00	\$ 35,000.00	\$ 810,000.00
Government Pooled Loan Revenue Bonds Series 2024A	12-29-24	445,000.00	12-01-26	35,000.00	5.000%			
			12-01-27	40,000.00	5.000%			
			12-01-28	40,000.00	5.000%			
			12-01-29	45,000.00	5.000%			
			12-01-30	45,000.00	5.000%			
			12-01-31	45,000.00	5.000%			
			12-01-32	50,000.00	5.000%			
			12-01-33	55,000.00	5.000%			
			12-01-34	55,000.00	5.000%	445,000.00	35,000.00	410,000.00
						<u>\$ 1,290,000.00</u>	<u>\$ 70,000.00</u>	<u>\$ 1,220,000.00</u>
					<u>Ref.</u>	E	E-17	E

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

MARINA UTILITY CAPITAL FUND
SCHEDULE OF MARINA UTILITY BOND ANTICIPATION NOTES

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Issue of Original Note</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	<u>Balance December 31, 2024</u>	<u>Issued</u>	<u>Decreases</u>	<u>Balance December 31, 2025</u>
23-36	Dredging of Shark River Municipal Marina Basin	01-23-24	01-21-25	01-20-26	1.00%	<u>\$ 712,500.00</u>	<u>\$ 665,000.00</u>	<u>\$ 712,500.00</u>	<u>\$ 665,000.00</u>
						<u>\$ 712,500.00</u>	<u>\$ 665,000.00</u>	<u>\$ 712,500.00</u>	<u>\$ 665,000.00</u>
					<u>Ref.</u>	E	E-5	E-5	E

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

MARINA UTILITY CAPITAL FUND
SCHEDULE OF IMPROVEMENT AUTHORIZATIONS

Ordinance Number	Improvement Description	Ordinance Date	Amount	Balance December 31, 2024		Increased by Reserve for Encumbrances	Decreased by		Balance December 31, 2025	
				Funded	Unfunded		Paid	Reserve for Encumbrances	Funded	Unfunded
23-36	Dredging of Shark River Municipal Marina Basin	10-23-2023	\$ 750,000.00		\$ 32,429.26	\$ 11,760.00		\$ 11,760.00		\$ 32,429.26
24-28	Various Capital Improvements	08-12-2024	100,000.00	\$ 5,000.00	94,870.00		\$ 7,000.00	91,500.00		1,370.00
				<u>\$ 5,000.00</u>	<u>\$ 127,299.26</u>	<u>\$ 11,760.00</u>	<u>\$ 7,000.00</u>	<u>\$ 103,260.00</u>	<u>\$ -</u>	<u>\$ 33,799.26</u>
			<u>Ref.</u>	E	E	E	E-5	E	E	E

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

MARINA UTILITY CAPITAL FUND
SCHEDULE OF CAPITAL IMPROVEMENT FUND

	<u>Ref.</u>	
Balance, December 31, 2024	E	\$ 246,450.00
Increased by:		
Budget Appropriation	E-5	<u>100,000.00</u>
Balance, December 31, 2025	E	<u><u>\$ 346,450.00</u></u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

MARINA UTILITY CAPITAL FUND
SCHEDULE OF RESERVE FOR AMORTIZATION

	<u>Ref.</u>		
Balance, December 31, 2024	E		\$ 9,222,619.96
Increased by:			
Capital Outlay	E-7	\$ 30,317.90	
Budget Appropriation - Serial Bonds	E-13	<u>70,000.00</u>	
			<u>100,317.90</u>
Balance, December 31, 2025	E		<u><u>\$ 9,322,937.86</u></u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

MARINA UTILITY CAPITAL FUND
SCHEDULE OF DEFERRED RESERVE FOR AMORTIZATION

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Ordinance Date</u>	<u>Balance December 31, 2024</u>	<u>Increased by: Bond Anticipation Notes Paid by Budget</u>	<u>Balance December 31, 2025</u>
23-26	Dredging of Shark River Municipal Marina Basin	10-23-2023	\$ 37,500.00	\$ 47,500.00	\$ 85,000.00
24-28	Various Capital Improvements	08-12-2024	<u>5,000.00</u>	<u></u>	<u>5,000.00</u>
			<u>\$ 42,500.00</u>	<u>\$ 47,500.00</u>	<u>\$ 90,000.00</u>
		<u>Ref.</u>	E	E-14	E

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

MARINA UTILITY OPERATING FUND
SCHEDULE OF RESERVE FOR FEMA REIMBURSEMENT

	<u>Ref.</u>	
Balance, December 31, 2025 and 2024	E	<u>\$ 164,683.47</u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

MARINA UTILITY CAPITAL FUND
SCHEDULE OF RESERVE FOR PAYMENT OF DEBT

	<u>Ref.</u>	
Balance, December 31, 2025 and 2024	E	\$ <u>1,846.30</u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

MARINA UTILITY CAPITAL FUND
SCHEDULE OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED

Ordinance Number	<u>Improvement Description</u>	Balance December 31, <u>2024 and 2025</u>
24-28	Various Capital Improvements	\$ 95,000.00
		<u>\$ 95,000.00</u>
		<u>Ref.</u> (Footnote E)

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

LOAN AND GRANT FUND
SCHEDULE OF CASH - TREASURER

	<u>Ref.</u>	
Balance, December 31, 2024	F	\$ 752,638.75
Increased by Receipts:		
Interest Income - Deposits	F-2	<u>25,831.21</u>
Balance, December 31, 2025	F	<u><u>\$ 778,469.96</u></u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

LOAN AND GRANT FUND
SCHEDULE OF RESERVE FOR LOAN AND GRANT FUND EXPENDITURES

	<u>Ref.</u>	
Balance, December 31, 2024	F	\$ 752,638.75
Increased by:		
Interest Income - Deposits	F-1	<u>25,831.21</u>
Balance, December 31, 2025	F	<u><u>\$ 778,469.96</u></u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

PUBLIC ASSISTANCE FUND
STATEMENT OF CASH - TREASURER

	<u>Ref.</u>	
Balance, December 31, 2024	G	\$ 19,662.50
Increased by:		
Interest Income	G-2	<u>674.82</u>
Balance, December 31, 2025	G	<u><u>\$ 20,337.32</u></u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

PUBLIC ASSISTANCE FUND
SCHEDULE OF RESERVE FOR PUBLIC ASSISTANCE

	<u>Ref.</u>	
Balance, December 31, 2024	G	\$ 19,662.50
Increased by:		
Cash Receipts	G-1	<u>674.82</u>
Balance, December 31, 2025	G	<u><u>\$ 20,337.32</u></u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

PAYROLL FUND
SCHEDULE OF CASH

	<u>Ref.</u>	
Balance, December 31, 2024	H	\$ 198,314.74
Increased by:		
Payroll Deductions Payable	H-2	<u>23,223,350.89</u>
		23,421,665.63
Decreased by:		
Payroll Deductions Payable	H-2	<u>23,208,984.84</u>
Balance, December 31, 2025	H	<u><u>\$ 212,680.79</u></u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

PAYROLL TRUST FUND
SCHEDULE OF PAYROLL DEDUCTIONS PAYABLE

	<u>Ref.</u>		
Balance, December 31, 2024	H		\$ 213,663.54
Increased by:			
Due from Automatic Data Processing	H	\$ 4,500.60	
Cash Receipts	H-1	<u>23,223,350.89</u>	
			<u>23,227,851.49</u>
			23,441,515.03
Decreased by:			
Cash Disbursements	H-1		<u>23,208,984.84</u>
Balance, December 31, 2025	H-2		<u><u>\$ 232,530.19</u></u>
Payroll Liabilities	H		\$ 193,580.85
Miscellaneous	H		<u>38,949.34</u>
	H-2		<u><u>\$ 232,530.19</u></u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

GENERAL FIXED ASSET ACCOUNT GROUP
 SCHEDULE OF INVESTMENTS IN GENERAL FIXED ASSETS

	Balance <u>December 31, 2024</u>	<u>Additions</u>	<u>Deletions</u>	Balance <u>December 31, 2025</u>
General Fixed Assets:				
Land	\$ 20,513,953.78			\$ 20,513,953.78
Land Improvements	544,467.74	\$ 98,075.37		642,543.11
Buildings and Improvements	4,886,829.77	15,003.93		4,901,833.70
Machinery, Equipment and Vehicles	<u>24,955,780.54</u>	<u>3,292,011.62</u>	\$ 1,264,533.80	<u>26,983,258.36</u>
	<u>\$ 50,901,031.83</u>	<u>\$ 3,405,090.92</u>	<u>\$ 1,264,533.80</u>	<u>\$ 53,041,588.95</u>
<u>Ref.</u>	I			I

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH
PART II
SINGLE AUDIT SECTION
FOR THE YEAR ENDED DECEMBER 31, 2025

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM
AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY STATE OF NEW
JERSEY CIRCULAR 25-12-OMB**

To the Honorable Mayor and
Members of the Township Committee
Township of Neptune
County of Monmouth
Township of Neptune, New Jersey

Report on Compliance for Each Major State Program

Opinion on Each Major State Program

We have audited the Township of Neptune's, in the County of Monmouth, State of New Jersey ("Township"), compliance with the types of compliance requirements identified as subject to audit in the *New Jersey State Grant Compliance Supplement* that could have a direct and material effect on the Township's major state programs for the year ended December 31, 2025. The Township's major state program is identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs.

In our opinion, the Township complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major state programs for the year ended December 31, 2025.

Basis for Opinion on Each Major State Program

We conducted our audit of compliance 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; audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey ("Division") and the audit requirements for *New Jersey State Grant Compliance Supplement* (Circular 25-12-OMB). Our responsibilities under those standards and the Circular 25-12-OMB are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

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

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the Township's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Circular 25-12-OMB will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the Township's compliance with the requirements of each major state program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Circular 25-12-OMB, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the Township's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the Township's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Circular 25-12-OMB, but not for the purpose of expressing an opinion on the effectiveness of the Township's internal control over compliance. Accordingly, no such opinion is expressed.

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

Report on Internal Control over Compliance

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

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

compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the State of New Jersey Circular 25-12-OMB. Accordingly, this report is not suitable for any other purpose.

Charles J. Fallon CPA, RMA

Charles J. Fallon

Certified Public Accountant

Registered Municipal Accountant #506

Fallon & Company LLP

FALLON & COMPANY LLP

Hazlet, New Jersey

August 30, 2026

TOWNSHIP OF NEPTUNE

COUNTY OF MONMOUTH

STATE OF NEW JERSEY

SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE

For The Year Ended December 31, 2025

State Grantor/Pass-through <u>Grantor/Program</u>	State Account Number or <u>Other Identifying Number</u>	<u>Grant Period</u>	Grant/Loan <u>Award</u>	State <u>Expenditures</u>	Cumulative <u>Expenditures</u>
Grant Fund:					
NJ Department of Environmental Protection:					
Clean Communities Program 2023	042-4900-765-004	Open	\$ 77,581.44	\$ 75,755.16	\$ 75,755.16
Clean Communities Program 2022	042-4900-765-004	Open	69,169.02	55,332.74	69,169.02
Total Clean Communities			<u>146,750.46</u>	<u>131,087.90</u>	<u>144,924.18</u>
2022 Hazardous Discharge Site Remediation - Welsh Farms	042-4815-516-003	Open	49,405.00	2,457.40	48,100.85
Total Hazardous Discharge Site Remediation			<u>49,405.00</u>	<u>2,457.40</u>	<u>48,100.85</u>
2019 Recycling Tonnage Grant	042-4910-100-224	Open	49,997.43	42,978.13	42,978.13
2018 Recycling Tonnage Grant	042-4910-100-224	Open	68,804.38	32,146.93	68,804.38
2017 Recycling Tonnage Grant	042-4910-100-224	Open	60,333.81	38,055.83	60,333.81
Total Recycling Tonnage Grant			<u>179,135.62</u>	<u>113,180.89</u>	<u>172,116.32</u>
Stormwater Assistance Grant	NJG0150631	Open	<u>15,000.00</u>	<u>15,000.00</u>	<u>15,000.00</u>
Total NJ Department of Environmental Protection			<u>390,291.08</u>	<u>261,726.19</u>	<u>380,141.35</u>
NJ Department of Law and Public Safety:					
Division of Criminal Justice					
2023 Body Armor Replacement Fund	066-1020-718-001	Open	5,427.09	1,632.00	5,427.09
2024 Body Armor Replacement Fund	066-1020-718-001	Open	5,869.75	3,162.58	3,162.58
Total Body Armor Replacement Fund			<u>11,296.84</u>	<u>4,794.58</u>	<u>8,589.67</u>
Division of Highway Traffic Safety:					
2022 Drunk Driving Enforcement Fund	066-6400-100-078	Open	20,819.74	111.36	20,819.74
2025 Drunk Driving Enforcement Fund	066-6400-100-078	Open	13,566.97	6,850.00	6,850.00
Total Drunk Driving Enforcement Fund			<u>34,386.71</u>	<u>6,961.36</u>	<u>27,669.74</u>
Total Department of Law and Public Safety			<u>45,683.55</u>	<u>11,755.94</u>	<u>36,259.41</u>

TOWNSHIP OF NEPTUNE

COUNTY OF MONMOUTH

STATE OF NEW JERSEY

SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE

For The Year Ended December 31, 2025

State Grantor/Pass-through <u>Grantor/Program</u>	State Account Number or <u>Other Identifying Number</u>	<u>Grant Period</u>	Grant/Loan <u>Award</u>	State <u>Expenditures</u>	Cumulative <u>Expenditures</u>
NJ Department of Community Affairs:					
Flood Mitigation 2025	2025-09017-0134-00	07/01/24 - 12/31/26	\$ 100,000.00	\$ 24,244.50	\$ 24,244.50
Public Facility Improvements 2024, Sunshine Village Field	2024-09117-0180-00	07/01/23 - 12/31/25	250,000.00	249,697.93	249,697.93
FY24 Local Recreation Improvement Grant	2024-04960-0851-00	05/31/24 - 04/30/26	68,000.00	68,000.00	68,000.00
NJLEAD Grant Program	NJLEAD-Cat A-25-03	07/01/25 - 09/30/26	112,750.00	10,415.38	10,415.38
Public Safety Grant	2024-09120-0606-00	07/01/23 - 06/30/25	150,000.00	64,794.50	150,000.00
Midtown Youth Group	2024-09074-0513-01	07/01/23 - 06/30/26	50,000.00	24,879.87	26,709.32
GFY 2023 Lead Grant Assistance Program	1334	01/01/23 - 12/31/23	29,400.00	1,099.44	29,400.00
Total NJ Department of Community Affairs			<u>760,150.00</u>	<u>443,131.62</u>	<u>558,467.13</u>
NJ Governor's Council on Alcoholism					
FY 2024 Municipal Alliance on Alcoholism and Drug Abuse	Not Available	07/01/24 - 06/30/25	21,290.00	17,977.93	19,766.97
FY 2025 Municipal Alliance on Alcoholism and Drug Abuse	Not Available	07/01/25 - 06/30/26	26,360.00	11,912.50	11,912.50
Total Municipal Alliance of Alcoholism and Drug Abuse			<u>47,650.00</u>	<u>29,890.43</u>	<u>31,679.47</u>
NJ Department of Health and Senior Services:					
Alcohol Education Rehabilitation and Enforcement Fund (Prior to 2022)	098-9735-760-001	Open	65,115.76	15,975.00	28,322.12
Total Alcohol Education Rehabilitation and Enforcement Fund			<u>65,115.76</u>	<u>15,975.00</u>	<u>28,322.12</u>
Total State Awards Grant Fund			<u>\$ 1,308,890.39</u>	<u>\$ 762,479.18</u>	<u>\$ 1,034,869.48</u>
General Capital Fund:					
NJ Department of Transportation					
Municipal Aid/Urban Aid Program					
Ord. 24-07 Improvements to Myrtle Avenue	LA-2024 MA	11/01/23 - 10/31/25	\$ 356,754.00	\$ 266,394.99	\$ 266,394.99
Ord. 22-07 Improvements to Neptune Blvd.	078-6320-480-ALW-6010	Open	448,600.00	1,902.54	338,352.54
Total NJ Department of Transportation			<u>805,354.00</u>	<u>268,297.53</u>	<u>604,747.53</u>
NJ Department of Environmental Protection:					
Ord. 22-23 Electric Powered Garbage Truck	22-71H-042-4801-003	05/04/22 - 05/04/26	476,966.16	346,135.45	476,966.16
Green Acres Loan	042-4800-533-002	N/A	1,506,228.72	206,738.67	1,299,490.05
Total NJ Department of Environmental Protection			<u>1,983,194.88</u>	<u>552,874.12</u>	<u>1,776,456.21</u>
Total State Awards General Capital Fund			<u>\$ 2,788,548.88</u>	<u>\$ 821,171.65</u>	<u>\$ 2,381,203.74</u>

TOWNSHIP OF NEPTUNE

COUNTY OF MONMOUTH

STATE OF NEW JERSEY

SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE

For The Year Ended December 31, 2025

State Grantor/Pass-through <u>Grantor/Program</u>	State Account Number or <u>Other Identifying Number</u>	<u>Grant Period</u>	Grant/Loan <u>Award</u>	State <u>Expenditures</u>	Cumulative <u>Expenditures</u>
Sewer Capital Fund:					
NJ Department of Environmental Protection					
NJEIT Loan	2-00007-410009	Open	\$ 315,000.00	\$ 105,000.00	\$ 210,000.00
Total NJ Department of Environmental Protection			<u>315,000.00</u>	<u>105,000.00</u>	<u>210,000.00</u>
 Total State Awards Sewer Capital Fund			<u>\$ 315,000.00</u>	<u>\$ 105,000.00</u>	<u>\$ 210,000.00</u>
 Total State Awards			<u>\$ 4,412,439.27</u>	<u>\$ 1,688,650.83</u>	<u>\$ 3,626,073.22</u>
 Departments/Board					
NJ Department of Environmental Protection				\$ 919,600.31	
NJ Department of Law and Public Safety				11,755.94	
NJ Department of Transportation				268,297.53	
NJ Department of State				29,890.43	
NJ Department of Health and Senior Services				15,975.00	
NJ Department of Community Affairs:				443,131.62	
Total Departments				<u>\$ 1,688,650.83</u>	

TOWNSHIP OF NEPTUNE
NOTES TO THE SCHEDULE OF EXPENDITURES OF STATE FINANCIAL
ASSISTANCE FOR THE YEAR ENDED DECEMBER 31, 2025

NOTE 1 BASIS OF PRESENTATION

The accompanying schedule of expenditures of state financial assistance (the “schedule”) includes state award activity of the Township of Neptune (the “Township”) under programs of the state government for the year ended December 31, 2025. The Township is defined in Note 1 to the financial statements. The information in this schedule is presented in accordance with the requirements of State of New Jersey Circular 25-12-OMB, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. All state financial assistance passed through other government agencies, are included on the schedules. Because this schedule presents only a selected portion of the operations of the Township, it is not intended to and does not present the financial position and changes in operations of the Township.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the schedule are reported on the modified accrual basis of accounting as promulgated by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. This basis of accounting is described in Note 1 to the financial statements. Such expenditures are recognized following, as applicable, the cost principles contained in State of New Jersey Circular 25-12-OMB, *Single Audit Policy for Recipients of Federal Grants, State and State Aid*, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

NOTE 3 INDIRECT COST RATE

The Township has elected not to use the 10-percent de-minimis indirect cost rate allowed under the Uniform Guidance.

NOTE 4 RELATIONSHIP TO THE FINANCIAL STATEMENTS

Amounts reported in the accompanying schedules agree with amounts reported in the Township’s financial statements.

	<u>State (SESFA)</u>	<u>Total</u>
Expenditures:		
Grant Fund	\$ 762,479.18	\$ 762,479.18
General Capital Fund	<u>614,432.98</u>	<u>614,432.98</u>
Total Fund Expenditures	<u>1,376,912.16</u>	<u>1,376,912.16</u>
Loans (beginning balance):		
General Capital Fund	\$ 206,738.67	\$ 206,738.67
Sewer Utility Capital Fund	<u>105,000.00</u>	<u>105,000.00</u>
Total Loans	<u>311,738.67</u>	<u>311,738.67</u>
Total Schedules of Expenditures	<u><u>\$ 1,688,650.83</u></u>	<u><u>\$ 1,688,650.83</u></u>

TOWNSHIP OF NEPTUNE
NOTES TO THE SCHEDULE OF EXPENDITURES OF STATE FINANCIAL
ASSISTANCE FOR THE YEAR ENDED DECEMBER 31, 2025

NOTE 5 LOAN BALANCES

The Townships loans outstanding at December 31, 2025 are as follows:

	<u>State</u>	<u>Total</u>
Loans (ending balance)		
General Capital Fund:		
Green Acres	\$ 123,981.64	\$ 123,981.64
Sewer Utility Capital Fund:		
NJEIT - Trust	<u>86,000.00</u>	<u>86,000.00</u>
 Total Loans	 <u><u>\$ 209,981.64</u></u>	 <u><u>\$ 209,981.64</u></u>

NOTE 6 MAJOR PROGRAMS

Major programs are identified in the Summary of Auditor's Results section of the Schedule of Findings and Questioned Costs.

**TOWNSHIP OF NEPTUNE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2025**

Section I - Summary of Auditor's Results

Financial Statements Section

Type of auditor's report issued on whether the financial
Statements audited were prepared in accordance with:

GAAP

Regulatory Basis (described in Note 1)

Adverse

Unmodified

Internal control over financial reporting:

Material weakness identified?

_____ Yes X No

Significant deficiency(ies) identified?

_____ Yes X None reported

Noncompliance material to financial statements noted?

_____ Yes X No

State Financial Assistance

Internal Control over major programs:

Material weakness(es) identified?

_____ Yes X No

Significant deficiency(ies) identified?

_____ Yes X None reported

Type of auditor's report issued on compliance
for major state programs:

Unmodified

Any audit findings disclosed that are required to be
reported in accordance with New Jersey OMB's 25-12?

_____ Yes X No

Identification of major state programs:

Name of State Program or Cluster

New Jersey Department of Transportation – Municipal Aid/Urban Aid Program
Neptune Blvd Roadway Reconstruction

Dollar threshold used to distinguish between Type A
and Type B programs:

\$1,000,000.00

Auditee qualified as low risk auditee?

 X Yes _____ No

**TOWNSHIP OF NEPTUNE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2025**

Section II – Schedule of Financial Statement Findings

This section identifies the significant deficiencies, material weaknesses, fraud, noncompliance with provisions of laws, regulations, contracts, and grant agreements related to financial statements for which *Government Auditing Standards* and audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, requires.

None

**TOWNSHIP OF NEPTUNE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2025**

Section III – Schedule of 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 State programs, as required by State of New Jersey Circular 25-12-OMB.

None

**TOWNSHIP OF NEPTUNE
SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
FOR THE YEAR ENDED DECEMBER 31, 2025**

This section identifies the status of prior year findings related to the financial statements and Federal Awards and State Financial Assistance that are required to be reported in accordance with Government Auditing Standards, the Uniform Guidance, and State of New Jersey Circular 15-08-OMB,

Financial Statement Findings

Finding 2024-001

Condition:

Interfunds receivable and payable are reflected on the various balance sheets of the funds at December 31, 2025. This finding is repeated from the prior year.

Status:

This finding is repeated as finding 2025-001.

Finding 2024-002:

Condition:

There was an overexpenditure of \$5,689.58 in the Interest on Notes budget line item in the Marina Utility Operating Fund.

Status:

This finding has been resolved.

Federal Awards

None.

State Financial Assistance Programs

None.

TOWNSHIP OF NEPTUNE

COUNTY OF MONMOUTH

PART III

FOR THE YEAR ENDED DECEMBER 31, 2025

GENERAL COMMENTS

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

N.J.S. 40A:11-4 states, “Every contract awarded by the contracting agent for the provision or performance of any goods or services, the cost of which in the aggregate exceeds the bid threshold, shall be awarded only by resolution of the governing body of the contracting unit to the lowest responsible bidder after public advertising for bids and bidding therefor, except as is provided otherwise in this act or specifically by any other law”.

The Governing Body of the Municipality has the responsibility of determining whether the expenditures in any category will exceed the bid threshold within the fiscal year. Where questions arise as to whether any contract or agreement might result in violation of the statute, the Township Counsel’s opinion should be sought before a commitment is made.

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

Extend Fleet Management and	The Sunshine Village Soccer Fields and
Maintenance agreement for 1 year	Slit Drainage Project
2024 Road Improvement Program	Removal of Brush
Atkins Ave Pedestrian Improvements	

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

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

Our examination of expenditures did not reveal individual payments in excess of the bid threshold “for the provision or performance of any goods or services” other than those where bids had been previously sought by public advertisement or where a resolution had been previously adopted under the provision of N.J.S. 40A:11-6.

Purchases, Contracts or Agreements Not Required to be Advertised by N.J.S. 40A:11-6.1

N.J.S. 40A:11-6.1 states, “For all contracts that in the aggregate are less than the bid threshold but exceed 15 percent or more of that amount, and for those contracts that are for subject matter enumerated in N.J.S. 40A:11-6.1 states, “For all contracts that in the aggregate are less than the bid threshold but exceed 15 percent or more of that amount, and for those contracts that are for subject matter enumerated in subsection (1) of section 5 of P.L. 1971, c. 198 (C.40A:11-5), except for paragraph (a) of that subsection concerning professional services and paragraph (b) of that subsection concerning work by employees of the contracting unit, the contracting agent shall award the contract after soliciting at least two competitive quotations, if practicable. The award shall be made to a vendor whose response is most advantageous, price and other factors considered”.

GENERAL COMMENTS (continued)

Collection of Interest on Delinquent Tax, Assessments and Sewer Charges

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

The Governing Body, on January 1, 2025, adopted the following resolution authorizing interest to be charged on delinquent taxes and assessments:

WHEREAS, R.S. 54:4-67 permits the governing body of each municipality to fix the rate of interest to be charged for non-payment of taxes or assessments subject to any abatement or discount for the late payment of taxes as provided by law; and,

WHEREAS, R.S. 54:4-67 has been amended to permit the fixing of said rate of 8% per annum on the first \$1,500.00 of delinquency and 18% per annum on any amount in excess of \$1,500.00 and allows an additional penalty of 6% be collected against any delinquency in excess of \$10,000 on properties that fail to pay the delinquency prior to the end of the calendar year;

NOW, THEREFORE, BE IT RESOLVED, by the Township of Neptune, County of Monmouth, State of New Jersey, as follows:

1. Tax Collector is hereby authorized and directed to charge 8% per annum on the first \$1,500.00 of taxes becoming delinquent after due date and 18% per annum on any amount of taxes in excess of \$1,500.00 becoming delinquent after due date and if a delinquency is in excess of \$10,000.00 and remains in arrears beyond December 31st, an additional penalty of 6% shall be charged against the delinquency.

2. Any payment received after the prescribed grace period will be charged interest in the above manner from the original due date.

Sewer utility delinquencies are charged interest at the rate of 8% per annum on the first \$1,500.00 of sewer utility charges delinquent after due date and 18% per annum on any amount of charges in excess of \$1,500.00 becoming delinquent after due date.

Tax Sale

The last tax sale was held on October 9, 2025.

COMMENTS AND RECOMMENDATIONS

FINDING 2025-001: Interfunds

Interfund receivables and payables remained open and were reflected on the various fund balance sheets at December 31, 2025. This condition represents a repeat finding from the prior year.

Recommendation:

The Township should ensure interfund balances are cleared and transferred prior to year-end, whenever possible.

Managements' Response:

Management concurs with the recommendation. The Finance Office will review interfund balances monthly and execute the necessary transfers prior to December 31 to clear open balances.

FINDING 2025-002: Uniform Construction Code (UCC)

The Township did not remit any of the required 2025 quarterly Uniform Construction Code (UCC) fee payments to the New Jersey Department of Community Affairs during the 2025 calendar year. All outstanding payments were subsequently remitted in June 2026.

Recommendation:

The Township should ensure that all statutory UCC fee payments are made in a timely manner to remain compliant with State requirements and avoid late remittances.

Managements' Response

Management concurs. The outstanding 2025 State fee remittances were paid in June 2026. Internal procedures have been updated to ensure future quarterly UCC fees are remitted within the statutory timeframe.

COMMENTS AND RECOMMENDATIONS

Status of Prior Years' Audit Recommendations

A review was performed on all prior years' recommendations. With the exception of those findings noted as being repeated from the prior year, corrective action was taken on all prior year recommendations.

Corrective Action

In accordance with regulations promulgated by the Single Audit Act and the Division of Local Government Services, all municipalities are required to prepare and submit to the Division of Local Government Services, a Corrective Action Plan with regard to audit deficiencies. This plan must be approved by formal resolution of the governing body and submitted within 60 days from the date the audit is received.

TOWNSHIP OF NEPTUNE - COUNTY OF MONMOUTH

OFFICIALS IN OFFICE AND SURETY BONDS

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

<u>Name</u>	<u>Title</u>
Robert Lane, Jr.	Mayor
Kevin McMillan	Deputy Mayor
Jason A. Jones (1/1/25 – 11/10/25)	Committeeman
Tassie D. York	Committeewoman
Derel Stroud	Committeeman
Bryan Acciani (11/24/25 – 12/31/2025)	Committeeman
Gina M. LaPlaca (1/1/25 – 3/10/25)	Business Administrator
Stephanie Oppegaard (3/17/25 – 12/31/2025)	Acting Business Administrator
Michael J. Bascom (1/1/25 – 7/1/25)	Tax Collector, Chief Financial Officer, Sewer Rent Collector, Tax Search Officer
Nicole Schnurr (7/2/25 – 12/31/2025)	Acting Chief Financial Officer
Michelle Narcisso (7/1/25 – 12/31/2025)	Tax Collector, Sewer Rent Officer
Gabriella Siboni (1/1/25 – 3/10/25)	Township Clerk
William Brey (3/17/25 – 12/31/2025)	Township Clerk
Leslie S. Park	Township Attorney
Robin T. Wernik	Municipal Court Judge
Subsola Young	Court Administrator

All employees listed above are covered by a dishonesty Public Employees' Blanket Bond, in the amount of \$1,000,000 per employee, written by the Garden State Municipal Joint Insurance Fund.

Appreciation

I express my appreciation for the cooperation received from the Township Officials and Employees and the courtesies extended during the course of the audit.

Very truly yours,

Charles J. Fallon CPA, RMA

Charles J. Fallon
Registered Municipal Accountant #506

For the Firm
FALLON & COMPANY LLP