

PRELIMINARY OFFICIAL STATEMENT DATED APRIL 7, 2026

**RATING: S&P: "AA-"
(See "RATING" herein)**

NEW ISSUE

In the opinion of Parker McCay P.A., Mount Laurel, New Jersey, Bond Counsel, assuming continuing compliance by the Borough (as hereinafter defined) with certain tax covenants described herein, under existing law, interest on the Bonds (as hereinafter defined) is not included for federal income tax purposes in the gross income of the owners thereof pursuant to Section 103 of the Internal Revenue Code of 1986, as amended ("Code"), and will not constitute a tax preference item for purposes of the alternative minimum tax imposed on individuals; however, such interest is taken into account in determining the annual adjusted financial statement income of certain corporations for the purpose of computing the alternative minimum tax imposed on such corporations. In addition, interest on the Bonds and any gain from the sale thereof are not included in the gross income of owners thereof under the New Jersey Gross Income Tax Act, as presently executed and construed. See "TAX MATTERS" herein.

\$13,930,000*
BOROUGH OF LINDENWOLD
County of Camden, New Jersey
GENERAL OBLIGATION BONDS, SERIES 2026

Consisting of:
\$8,260,000* General Improvement Bonds
\$5,670,000* Sewer Utility Bonds
(Book-Entry-Only) (Callable)

Dated: Date of Delivery

Due: April 15, as shown on the inside front cover

The Borough of Lindenwold, County of Camden, New Jersey ("Borough"), is issuing \$13,930,000* aggregate principal amount of its General Obligation Bonds, Series 2026 ("Bonds"). The Bonds consist of: (i) \$8,260,000* General Improvement Bonds; and (ii) \$5,670,000* Sewer Utility Bonds.

The Bonds shall be issued in fully registered book-entry-only form without coupons. Upon initial issuance, the Bonds will be registered in the name of Cede & Co., as nominee for The Depository Trust Company, Brooklyn, New York ("DTC"), which will act as securities depository for the Bonds. So long as Cede & Co. is the registered owner of the Bonds, payments of principal and interest on the Bonds will be made directly to DTC or its nominee, Cede & Co., which will remit such payments to the Direct Participants (as hereinafter defined) which will, in turn, remit such payments to the Beneficial Owners (as hereinafter defined) of the Bonds. Purchasers will not receive certificates representing their ownership interest in the Bonds purchased. For so long as any purchaser is a Beneficial Owner of a Bond, such purchaser must maintain an account with a broker or dealer who is, or acts through, a Direct Participant to receive payment of the principal of and interest on such Bond.

The principal of the Bonds shall be paid on the maturity dates thereof upon presentation and surrender of the Bonds at the principal corporate trust office of TD Bank, National Association, Mount Laurel, New Jersey, as bond registrar and paying agent ("Paying Agent"). Interest on the Bonds is payable semi-annually on April 15 and October 15, commencing April 15, 2027, in each year until maturity or earlier redemption. The Bonds are subject to redemption prior to their stated maturity dates on the terms and conditions contained herein.

The Bonds are authorized to be issued pursuant to: (i) the Local Bond Law, Chapter 169 of the Laws of 1960 of the State of New Jersey, as amended and supplemented ("Local Bond Law"); (ii) bond ordinances 2021-15, as amended by 2022-10, 2024-19, 2024-20, 2026-01, and 2026-02, each duly and finally adopted by the Borough Council and published in accordance with the requirements of the Local Bond Law; (iii) a resolution adopted by the Borough Council on March 11, 2026; and (iv) a Certificate of Determination and Award executed by the Chief Financial Officer of the Borough on April __, 2026.

The Bonds are being issued by the Borough to provide funds which, along with other available funds of the Borough, will be used to: (i) permanently finance the costs of various capital improvements by the repayment, at maturity, of the principal of certain bond anticipation notes of the Borough; (ii) permanently finance the costs of various improvements for which obligations have been authorized, but not yet issued and (iii) pay certain costs and expenses incidental to the issuance and delivery of the Bonds.

The full faith and credit of the Borough are irrevocably pledged for the payment of the principal of and interest on the Bonds. The Bonds are general obligations of the Borough, payable as to principal and interest from ad valorem taxes that shall be levied upon all taxable property within the Borough without limitation as to rate or amount.

This cover page contains certain information for quick reference only. It is not a summary of this issue. Investors must read the entire official statement to obtain information essential to the making of an informed investment decision.

The Bonds are offered when, as and if issued and subject to prior sale, to withdrawal or modification of the offer without notice, and to the approval of legality by the law firm of Parker McCay P.A., Mount Laurel, New Jersey, Bond Counsel to the Borough, and certain other conditions described herein. Certain legal matters will be passed upon for the Borough by its Solicitor, David A. Capozzi, Esquire, of Law Offices of David A. Capozzi, PC, Haddon Heights, New Jersey. Phoenix Advisors, a division of First Security Municipal Advisors, Inc., Hamilton, New Jersey has served as Municipal Advisor to the Borough in connection with the issuance of the Bonds. The Bonds are expected to be available for delivery in definitive form through DTC in Brooklyn, New York on or about April 30, 2026.

ELECTRONIC SUBMISSIONS FOR THE BONDS WILL BE RECEIVED VIA PARITY UNTIL 11:00 A.M. ON APRIL 14, 2026. FOR MORE DETAILS ON HOW TO BID ELECTRONICALLY VIEW THE NOTICE OF SALE POSTED AT WWW.MUNIHUB.COM.

* Preliminary, subject to change.

This is a Preliminary Official Statement, complete with the exception for the specific information permitted to be omitted by Rule 15c2-12 of the Securities and Exchange Commission. The Borough has authorized distribution of this Preliminary Official Statement to prospective purchasers and others. In accordance with Rule 15c2-12, this Preliminary Official Statement is deemed final. Upon the sale of the Bonds described herein, the Borough will deliver a final Official Statement within seven business days following such sale.

\$13,930,000*
BOROUGH OF LINDENWOLD,
County of Camden, New Jersey
GENERAL OBLIGATION BONDS, SERIES 2026
Consisting of:
\$8,260,000* General Improvement Bonds
\$5,670,000* Sewer Utility Bonds

MATURITIES, PRINCIPAL AMOUNTS, INTEREST RATES, YIELDS AND CUSIP NUMBERS**

<u>Year</u> <u>(April 15)</u>	<u>General</u> <u>Improvement*</u>	<u>Sewer</u> <u>Utility*</u>	<u>Combined*</u>	<u>Interest</u> <u>Rate</u>	<u>Yield</u>	<u>CUSIP**</u>
				%	%	
2027	\$350,000	\$210,000	\$560,000			535508__
2028	350,000	210,000	560,000			535508__
2029	620,000	345,000	965,000			535508__
2030	655,000	360,000	1,015,000			535508__
2031	685,000	380,000	1,065,000			535508__
2032	700,000	395,000	1,095,000			535508__
2033	700,000	410,000	1,110,000			535508__
2034	700,000	420,000	1,120,000			535508__
2035	700,000	420,000	1,120,000			535508__
2036	700,000	420,000	1,120,000			535508__
2037	700,000	420,000	1,120,000			535508__
2038	700,000	420,000	1,120,000			535508__
2039	700,000	420,000	1,120,000			535508__
2040		420,000	420,000			535508__
2041		420,000	420,000			535508__

* Preliminary, subject to change.

** Registered trademark of the American Bankers Association. CUSIP data herein is provided by CUSIP Global Services, managed by FactSet Research Systems Inc. on behalf of the American Bankers Association. The CUSIP numbers listed above are being provided solely for the convenience of Bondholders only at the time of issuance of the Bonds and the Borough does not make any representation with respect to such numbers or undertake any responsibility for their accuracy now or at any time in the future. The CUSIP number for a specific maturity is subject to being changed after the issuance of the Bonds as a result of procurement of secondary market portfolio insurance or other similar enhancement by investors that is applicable to all or a portion of certain maturities of the Bonds.

**BOROUGH OF LINDENWOLD
COUNTY OF CAMDEN, NEW JERSEY**

Elected Officials

Richard E. Roach, Jr.	Mayor
Cheryle Randolph-Sharpe	Council President
Linda Hess	Councilwoman
Odessa Patton	Councilwoman
Raymond Morrissey	Councilman
Jermaine Jackson	Councilman
Jacquelyn Dixon	Councilwoman

**Dawn S. Thompson
Chief Financial Officer/Administrator**

**Kelly Andrews, RMC
Borough Clerk**

**Solicitor
David A. Capozzi, Esquire
Law Offices of David A. Capozzi, PC
Haddon Heights, New Jersey**

**Auditor
PKF O'Connor Davies, LLP
(formerly Bowman & Company LLP)
Voorhees, New Jersey**

**Bond Counsel
Parker McCay P.A.
Mount Laurel, New Jersey**

**Municipal Advisor
Phoenix Advisors
a division of First Security Municipal Advisors, Inc.
Hamilton, New Jersey**

The information which is set forth herein has been provided by the Borough of Lindenwold, County of Camden, New Jersey ("Borough"), The Depository Trust Company and by other sources which are believed to be reliable by the Borough, but the information provided by such sources is not guaranteed as to accuracy or completeness by the Borough. Certain general and financial information concerning the Borough is contained in Appendices "A" and "B" to this Official Statement. Such information has been furnished by the Borough.

No broker, dealer, salesperson or other person has been authorized by the Borough to give any information or to make any representations with respect to the Bonds other than those contained in this Official Statement, and, if given or made, such information or representations must not be relied upon as having been authorized by the foregoing. The information and the expressions of opinion herein are subject to change without notice, and neither the delivery of this Official Statement nor any sale hereunder under any circumstances shall create any implication that there has been no change in any of the information herein since the date hereof or since the date as of which such information is given, if earlier.

References in this Official Statement to laws, rules, regulations, resolutions, agreements, reports and documents do not purport to be comprehensive or definitive. All references to such documents are qualified in their entirety by reference to the particular document, the full text of which may contain qualifications of and exceptions to statements made herein, and copies of which may be inspected at the offices of the Borough during normal business hours.

This Official Statement does not constitute an offer to sell or the solicitation of an offer to buy, nor shall there be any sale of the Bonds in any jurisdiction in which it is unlawful for any person to make such an offer, solicitation or sale.

Upon issuance, the Bonds will not be registered under the Securities Act of 1933, as amended, will not be listed on any stock or other securities exchange and neither the Securities and Exchange Commission nor any other federal, State, municipal or other governmental entity will have passed upon the accuracy or adequacy of this Official Statement.

IN CONNECTION WITH THIS OFFERING, THE UNDERWRITER MAY OVER ALLOT OR EFFECT TRANSACTIONS THAT STABILIZE OR MAINTAIN THE MARKET PRICE OF THE BONDS AT A LEVEL ABOVE THAT WHICH MIGHT OTHERWISE PREVAIL IN THE OPEN MARKET. SUCH STABILIZING, IF COMMENCED, MAY BE DISCONTINUED AT ANY TIME WITHOUT PRIOR NOTICE.

The order and placement of materials in this Official Statement, including the Appendices, are not to be deemed to be a determination of relevance, materiality or importance, and this Official Statement, including the Appendices, must be considered in its entirety.

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OFFICIAL STATEMENT

Relating to the

\$13,930,000*

BOROUGH OF LINDENWOLD

County of Camden, New Jersey

GENERAL OBLIGATION BONDS, SERIES 2026

Consisting of:

\$8,260,000* General Improvement Bonds

\$5,670,000* Sewer Utility Bonds

(Book-Entry-Only) (Callable)

INTRODUCTION

This Official Statement, which includes the cover page, inside front cover page and the appendices attached hereto, has been prepared by the Borough of Lindenwold, County of Camden, New Jersey ("Borough"), in connection with the issuance and sale of \$13,930,000* aggregate principal amount of its General Obligation Bonds, Series 2026 ("Bonds"). The Bonds consist of: (i) \$8,260,000* General Improvement Bonds; and (ii) \$5,670,000* Sewer Utility Bonds. This Official Statement has been executed by and on behalf of the Borough by the Chief Financial Officer and may be distributed in connection with the sale of the Bonds.

AUTHORIZATION AND PURPOSE OF THE BONDS

The Bonds are authorized to be issued pursuant to: (i) the Local Bond Law, Chapter 169 of the Laws of 1960 of the State of New Jersey ("State"), as amended and supplemented ("Local Bond Law"); (ii) bond ordinances 2021-15, as amended by 2022-10, 2024-19, 2024-20, 2026-01, and 2026-02 (collectively, the "Bond Ordinances"), each duly and finally adopted by the Borough Council and published in accordance with the requirements of the Local Bond Law; (iii) a resolution adopted by the Borough Council on March 11, 2026; and (iv) a Certificate of Determination and Award executed by the Chief Financial Officer of the Borough on April __, 2026.

The proceeds of the Bonds, along with available funds of the Borough, will be used to: (i) permanently finance the costs of various capital improvements by the repayment, at maturity, of Bond Anticipation Notes of the Borough due May 1, 2026; (ii) permanently finance the costs of various improvements for which obligations have been authorized, but not yet issued; and (iii) pay certain costs and expenses incidental to the issuance and delivery of the Bonds.

* Preliminary, subject to change

Bond Ordinances
General Improvements

Ordinance Number	Purpose	Obligations Authorized	Notes Outstanding	Amounts Funded by Bond Proceeds
2021-15, as amended by 2022-10	Acquisition of Various Capital Equipment for the Department of Public Works; Various Capital Improvements	\$2,071,760	\$2,000,000	\$2,071,760
2024-20	Acquisition of Various Capital Equipment and Completion of Various Capital Improvements	2,319,900	2,319,900	2,319,270
2026-01	Acquisition of Various Capital Equipment and Completion of Various Capital Improvements	3,868,970	0	3,868,970
TOTAL		\$8,260,630	\$4,319,900	\$8,260,000

Sewer Utility

Ordinance Number	Purpose	Obligations Authorized	Notes Outstanding	Amounts Funded by Bond Proceeds
2024-19	Acquisition of Various Capital Equipment and Completion of Various Capital Improvements for the Sewer Utility in and for the Borough	\$1,975,000	\$1,975,000	\$1,975,000
2026-02	Acquisition of Various Capital Equipment and Completion of Various Capital Improvements for the Sewer Utility in and for the Borough	3,695,000	0	3,695,000
TOTAL		\$5,670,000	\$1,975,000	\$5,670,000

Combined

	Obligations Authorized	Notes Outstanding	Amounts Funded by Bond Proceeds
TOTAL	\$13,930,630	\$6,294,900	\$13,930,000

THE BONDS

General

The Bonds will be issued in the aggregate principal amounts as shown on the inside front cover page hereof. The Bonds will be dated their date of delivery and bear interest from that date at the rates set forth on the inside front cover hereof. Interest on the Bonds is payable semi-annually on April 15 and October 15 (each an "Interest Payment Date"), commencing April 15, 2027, in each year until maturity or

earlier redemption. Interest on the Bonds shall be calculated on the basis of twelve (12) thirty (30) day months in a three hundred sixty (360) day year.

Individual purchases of the Bonds may be made in the principal amount of \$5,000, integral multiples thereof, and in integral multiples of \$1,000 in excess thereof, or in such amount necessary to issue the principal amount of the Bonds, through book-entries made on the books and the records of DTC (as hereinafter defined) and its participants. See "BOOK-ENTRY-ONLY SYSTEM" below. The Bonds will mature on April 15 in the years and in the principal amounts, all as shown on the inside front cover page of this Official Statement.

The Bonds will be issued in fully registered book-entry only form without coupons. The principal of the Bonds will be payable to the registered owners at maturity upon presentation and surrender of the Bonds at the principal corporate trust office of TD Bank, National Association, Mount Laurel, New Jersey, as registrar and paying agent ("Paying Agent"). Interest on each Bond shall be payable on each Interest Payment Date of such Bond to the registered owner of record thereof appearing on the registration books kept by the Borough for such purpose at the offices of the Borough or its hereafter designated Paying Agent, if any, as of the close of business on the first (1st) day of the calendar month containing an Interest Payment Date (each a "Record Date").

So long as The Depository Trust Company, Brooklyn, New York ("DTC") or its nominee, Cede & Co., is the registered owner of the Bonds, payments of the principal of and interest on the Bonds will be made directly to Cede & Co., as nominee of DTC. Disbursements of such payments to the participants of DTC ("DTC Participants") is the responsibility of DTC and disbursements of such payments to the Beneficial Owners (as hereinafter defined) of the Bonds is the responsibility of the DTC Participants and not the Borough or its hereafter designated paying agent, if any.

Redemption Provisions

The Bonds maturing on and after April 15, 2034, are subject to redemption prior to their stated maturity dates at the option of the Borough, upon notice as set forth below, as a whole or in part (and, if in part, such maturities as the Borough or its hereinafter designated paying agent, if any) shall determine and within any such maturity by lot) on any date on or after April 15, 2033, at a redemption price equal to 100% of the principal amount of Bonds to be redeemed, plus accrued interest to the redemption date.

Notice of redemption shall be given by mailing first class mail in a sealed envelope with postage prepaid not less than thirty (30) days nor more than sixty (60) days prior to the redemption date to the owner of every Bond of which all or a portion is to be redeemed at his or her last address, if any, appearing on the registration books of the Borough or its hereinafter designated paying agent, if any. So long as the Bonds are issued in book-entry-only form, all notices of redemption will be sent only to DTC or any successor and will not be sent to the beneficial owners of the Bonds. Failure of an owner of the Bonds to receive such notice or of DTC to advise any participant or any failure of a participant to notify any beneficial owner of the Bonds shall not affect the validity of any proceedings for the redemption of Bonds. Such notice shall specify: (i) the series and maturity of the Bonds to be redeemed; (ii) the redemption date and the place or places where amounts that are due and payable upon such redemption will be payable; (iii) if less than all of the Bonds are to be redeemed, the letters and numbers or other distinguishing marks of the Bonds to be redeemed; (iv) in the case of a Bond to be redeemed in part only, the portion of the principal amount thereof to be redeemed; (v) that on the redemption date there shall become due and payable with respect to each Bond or portion thereof to be redeemed the redemption price; and (vi) that from and after the redemption date interest on such Bond or portion thereof to be redeemed shall cease to accrue and be payable.

BOOK-ENTRY-ONLY SYSTEM

General

The description which follows of the procedures and record keeping with respect to beneficial ownership interests in the Bonds, payment of principal and interest, and other payments on the Bonds to DTC Participants or Beneficial Owners (as each such term is hereinafter defined), confirmation and transfer of beneficial ownership interests in the Bonds and other related transactions by and between DTC, DTC Participants and Beneficial Owners, is based on certain information furnished by DTC to the Borough. Accordingly, the Borough does not make any representations as to the completeness or accuracy of such information.

DTC will act as securities depository for the Bonds. The Bonds will be issued as fully-registered securities registered in the name of Cede & Co. (DTC's partnership nominee) or such other name as may be requested by an authorized representative of DTC. One fully-registered Bond certificate will be issued for each maturity of the Bonds, each in the aggregate principal amount of such issue, and will be deposited with DTC.

DTC, the world's largest securities depository, is a limited-purpose trust company organized under the New York Banking Law, a "Banking organization" within the meaning of the New York Banking Law, a member of the Federal Reserve System, a "clearing corporation" within the meaning of the New York Uniform Commercial Code, and a "clearing agency" registered pursuant to the provisions of Section 17A of the Securities Exchange Act of 1934. DTC holds and provides asset servicing for over 3.5 million issues of U.S. and non-U.S. equity issues, corporate and municipal debt issues, and money market instruments (from over 100 countries) that DTC's participants ("Direct Participants") deposit with DTC. DTC also facilitates the post-trade settlement among Direct Participants of sales and other securities transactions in deposited securities, through electronic computerized book-entry transfers and pledges between Direct Participants' accounts. This eliminates the need for physical movement of securities certificates. Direct Participants include both U.S. and non-U.S. securities brokers and dealers, Banks, trust companies, clearing corporations, and certain other organizations. DTC is a wholly-owned subsidiary of The Depository Trust & Clearing Corporation ("DTCC"). DTCC is the holding company for DTC, National Securities Clearing Corporation and Fixed Income Clearing Corporation, all of which are registered clearing agencies. DTCC is owned by the users of its regulated subsidiaries. Access to the DTC system is also available to others such as both U.S. and non-U.S. securities brokers and dealers, Banks, trust companies, and clearing corporations that clear through or maintain a custodial relationship with a Direct Participant, either directly or indirectly ("Indirect Participants"). DTC has a Standard & Poor's rating of AA+. The DTC Rules applicable to its Participants are on file with the Securities and Exchange Commission. More information about DTC can be found at www.dtcc.com.

Purchases of the Bonds under the DTC system must be made by or through Direct Participants, which will receive a credit for the Bonds on DTC's records. The ownership interest of each actual purchaser of each Bond ("Beneficial Owner") is in turn to be recorded on the Direct and Indirect Participants' records. Beneficial Owners will not receive written confirmation from DTC of their purchase. Beneficial Owners are, however, expected to receive written confirmations providing details of the transaction, as well as periodic statements of their holdings, from the Direct or Indirect Participant through which the Beneficial Owner entered into the transaction. Transfers of ownership interests in the Bonds are to be accomplished by entries made on the books of Direct and Indirect Participants acting on behalf of Beneficial Owners. Beneficial Owners will not receive certificates representing their ownership interests in the Bonds, except in the event that use of the book-entry system for the Bonds is discontinued.

To facilitate subsequent transfers, all the Bonds deposited by Direct Participants with DTC are registered in the name of DTC's partnership nominee, Cede & Co., or such other name as may be requested by an authorized representative of DTC. The deposit of the Bonds with DTC and their registration in the name of Cede & Co. or such other DTC nominee do not effect any change in beneficial ownership. DTC has no knowledge of the actual Beneficial Owners of the Bonds; DTC's records reflect only the identity of the Direct Participants to whose accounts such Bonds are credited, which may or may not be the Beneficial Owners. The Direct and Indirect Participants will remain responsible for keeping account of their holdings on behalf of their customers.

Conveyance of notices and other communications by DTC to Direct Participants, by Direct Participants to Indirect Participants, and by Direct Participants and Indirect Participants to Beneficial Owners will be governed by arrangements among them, subject to any statutory or regulatory requirements as may be in effect from time to time.

Redemption notices, if any, shall be sent to DTC. If less than all of the Bonds within an issue are being redeemed, DTC's practice is to determine by lot the amount of the interest of each Direct Participant in such issue to be redeemed.

Neither DTC nor Cede & Co. (nor any other DTC nominee) will consent or vote with respect to the Bonds unless authorized by a Direct Participant in accordance with DTC's MMI Procedures. Under its usual procedures, DTC mails an Omnibus Proxy to the Borough, or its Paying Agent, as soon as possible after the applicable Record Date. The Omnibus Proxy assigns Cede & Co.'s consenting or voting rights to those Direct Participants to whose accounts the Bonds are credited on the applicable Record Date (identified in a listing attached to the Omnibus Proxy).

Redemption proceeds and distributions on the Bonds, if any, will be made to Cede & Co., or such other nominee as may be requested by an authorized representative of DTC. DTC's practice is to credit Direct Participants' accounts upon DTC's receipt of funds and corresponding detail information from the Borough, or its Paying Agent, on the payable date in accordance with their respective holdings shown on DTC's records. Payments by Participants to Beneficial Owners will be governed by standing instructions and customary practices, as is the case with securities held for the accounts of customers in bearer form or registered in "street name," and will be the responsibility of such Participant and not of DTC, the Borough, or its Paying Agent, subject to any statutory or regulatory requirements as may be in effect from time to time. Payment of redemption proceeds and distributions to Cede & Co. (or such other nominee as may be requested by an authorized representative of DTC) is the responsibility of the Borough, or its Paying Agent, disbursement of such payments to Direct Participants will be the responsibility of DTC and disbursement of such payments to the Beneficial Owners will be the responsibility of Direct and Indirect Participants.

DTC may discontinue providing its services as depository with respect to the Bonds at any time by giving reasonable notice to the Borough. Under such circumstances, in the event that a successor depository is not obtained, Bond certificates are required to be printed and delivered.

The Borough may decide to discontinue use of the system of book-entry-only transfers through DTC (or a successor securities depository). In that event, Bond certificates will be printed and delivered to DTC.

The information in this section concerning DTC and DTC's book-entry system has been obtained from sources that the Borough believes to be reliable, but neither the Borough nor the Underwriters (as hereinafter defined) take any responsibility for the accuracy thereof.

NEITHER THE BOROUGH NOR ITS PAYING AGENT, WILL HAVE THE RESPONSIBILITY OR OBLIGATION TO THE DIRECT PARTICIPANTS OR THE PERSONS FOR WHOM THEY ACT AS NOMINEES WITH RESPECT TO THE PAYMENTS TO OR PROVIDING OF NOTICE FOR THE DIRECT PARTICIPANTS, OR THE INDIRECT PARTICIPANTS OR THE BENEFICIAL OWNERS.

SO LONG AS CEDE & CO. IS THE REGISTERED OWNER OF THE BONDS, AS NOMINEE OF DTC, REFERENCES HEREIN TO THE BONDHOLDERS OR REGISTERED OWNERS OF THE BONDS (OTHER THAN UNDER THE HEADING "TAX MATTERS") SHALL MEAN CEDE & CO. AND SHALL NOT MEAN THE BENEFICIAL OWNERS OF THE BONDS.

Discontinuation of Book-Entry Only System

In the event that the book-entry-only system is discontinued and the Beneficial Owners become registered owners of the Bonds, the following provisions would apply: (i) the Bonds may be exchanged for an equal principal amount of Bonds in other authorized denominations and of the same maturity, upon surrender thereof at the offices of the Borough, or its Paying Agent; (ii) the transfer of the Bonds may be registered on the books maintained by the Borough, or its Paying Agent, for such purposes only upon the surrender thereof to the Borough, or its Paying Agent, together with the duly executed assignment in form satisfactory to the Borough, or its Paying Agent; and (iii) for every exchange or registration of transfer of the Bonds, the Borough, or its Paying Agent, may make a charge sufficient to reimburse for any tax or other governmental charge required to be paid with respect to such exchange or registration of transfer for any tax or other governmental charge required to be paid with respect to such exchange or registration of transfer of the Bonds. In such event, interest on the Bonds will be payable by check or draft, mailed on each Interest Payment Date, to the registered owners thereof as of the close of business on the Record Date, whether or not a business day.

SECURITY AND SOURCE OF PAYMENT

The Bonds are valid and legally binding general obligations of the Borough and the Borough has pledged its full faith and credit for the payment of the principal of and the interest on the Bonds. Unless paid from other sources, the Bonds are payable from *ad valorem* taxes to be levied upon all the taxable property within the Borough without limitation as to rate or amount. However, the enforceability of rights or remedies with respect to such Bonds may be limited by bankruptcy, moratorium or similar laws relating to the enforcement of creditors' rights or to the application of general principles of equity by a court of competent jurisdiction.

The Borough may pledge only its own credit and taxing power in respect of the Bonds, and has no power to pledge the credit or taxing power of the State or any other political subdivision thereof, nor shall the Bonds be deemed to be obligations of said State or any other political subdivision thereof, nor shall said State or any other political subdivision thereof be liable for the payment of principal of or interest on the Bonds.

MARKET PROTECTION

The Borough does not anticipate issuing any additional bonds within the next ninety (90) days. The Borough may issue bond anticipation notes, as necessary, during the balance of the calendar year 2026.

GENERAL INFORMATION REGARDING THE BOROUGH

General

General information concerning the Borough, including economic, financial, demographic and other relevant data, is set forth in Appendix "A" to this Official Statement.

Financial

Appendix “B” to this Official Statement contains compiled financial statements of the Borough for the year ended December 31, 2025 and also contains audited financial statements of the Borough for the years ended December 31, 2024 and 2023. The compiled financial data for the year ended December 31, 2025 is provided by PKF O’Connor Davies, LLP. The audited financial statements for the years ended December 31, 2024 and 2023 were provided by Bowman & Company LLP, Voorhees, New Jersey, and are included herein in reliance upon the authority of such firm. PKF O’Connor Davies, LLP, successor to Bowman & Company LLP, has consented to the inclusion of their report in this Official Statement. Copies of the complete reports of audit may be obtained upon request to the office of the Chief Financial Officer of the Borough.

CERTAIN PROVISIONS OF THE LAWS OF THE STATE OF NEW JERSEY AND THE UNITED STATES RELATING TO GENERAL OBLIGATION DEBT

Local Bond Law

General – The Local Bond Law governs the issuance of bonds and notes by counties and municipalities for the financing of capital improvements. Among its provisions are the following: (i) the power and obligation to pay any and all bonds and notes issued pursuant to the Local Bond Law shall be unlimited; (ii) the county or municipality shall levy *ad valorem* taxes upon all taxable property therein for the payment of the principal of and interest on such bonds and notes without limitation as to rate or amount; (iii) generally, a down payment that is not less than five percent (5%) of the amount of debt obligations authorized must be appropriated in addition to the amount of debt obligations authorized; (iv) all non-special-assessment bonds shall mature within the period of usefulness or average period of usefulness of the improvements being financed; and (v) after issuance, all bonds and notes shall be conclusively presumed to be fully authorized and issued by all of the laws of the State, and all persons shall be estopped from questioning their sale, execution or delivery.

Debt Limits – The authorized bonded indebtedness of the Borough is limited by statute, subject to the exceptions noted below, to an amount equal to three and one-half percent (3.5%) of its equalized valuation basis. The equalized valuation basis of the Borough is set by statute as the average for the last three years of the equalized value of all taxable real property and improvements as annually determined by the State Board of Taxation. Certain categories of debt are permitted by statute to be deducted for purposes of computing the statutory debt limit.

Bonds, notes and long-term loans are included in the computation of debt for the statutory debt limit. The Borough, including the issuance of the Bonds, will not exceed its three and one-half percent (3.5%) debt limit.

Exceptions to Debt Limits - Extensions of Credit – The Borough may exceed its debt limit with the approval of the Local Finance Board, a State regulatory agency, and as permitted by other statutory exceptions. If all or any part of a proposed debt authorization would exceed its debt limit, the Borough may apply to the Local Finance Board for an extension of credit. If the Local Finance Board determines that a proposed debt authorization would not materially impair the credit of the Borough or substantially reduce the ability of the Borough to meet its obligations or to provide essential public improvements and services, or make certain other statutory determinations, approval may be granted.

In addition, debt in excess of the statutory limit may be issued by the Borough to fund certain notes, to provide for purposes in an amount not exceeding two-thirds (2/3) of the amount budgeted in such fiscal year for the retirement of outstanding obligations (exclusive of utility and assessment obligations).

Short-Term Financing – When approved by bond ordinance, the Borough may issue bond anticipation notes to temporarily finance capital improvements. Such notes may not be issued in an aggregate amount exceeding that specified by the ordinance. The notes may not be issued for periods of more than one year, renewable with the final maturity occurring no later than the first day of the fifth month following the close of the tenth fiscal year next following the date of the original note. After the third year, the amount of the notes that may be renewed annually must be decreased by the minimum amount required for the first year's principal payment for the bond issue in anticipation of which the notes are issued.

Refunding Bonds – Refunding bonds may be issued pursuant to the Local Bond Law for the purpose of paying, funding or refunding outstanding bonds, including emergency appropriations, the actuarial liabilities of a non-state administered public employee pension system and amounts owing to others for taxes levied in the local unit, or any renewals or extensions thereof, and for paying the cost of issuance of refunding bonds.

Local Fiscal Affairs Law

The Local Fiscal Affairs Law, Chapter 5 of Title 40A of the State Statutes, as amended and supplemented ("Local Fiscal Affairs Law"), governs audits, auditors, public moneys and financial statements of local governmental units, including the Borough.

Each municipality is required to cause an annual audit of its books, accounts and financial transactions to be made and completed within eight months after the close of its fiscal year by either a Registered Municipal Accountant or, by agreement with the Director ("Director") of the Division of Local Government Services ("Division") in the Department of Community Affairs, by qualified employees of the Division.

An independent examination of the Borough's books, accounts and financial transactions must be performed annually by a Registered Municipal Accountant who is licensed by the State Board of Public Accountants. The audit, conforming to the Division's "Requirements of Audit", includes recommendations for improvement of the municipality's financial procedures and must be filed with the report, together with all recommendations made. A Summary of Audit, together with recommendations, must be published in a local newspaper within 30 days of its submission. The entire annual audit report for the year ended December 31, 2024 is on file with the Chief Financial Officer and is available for review during business hours.

The Local Fiscal Affairs Law also requires that the chief financial officer of the municipality file annually with the Director a verified statement of the financial condition of the municipality as of the close of the fiscal year to be made not later than March 10 for December 31 fiscal year end municipalities and August 10 for June 30 fiscal year end municipalities, unless otherwise extended by the Director.

The Local Budget Law

The Local Budget Law, Chapter 4 of Title 40A of the State, as amended and supplemented ("Local Budget Law"), governs the budgeting and appropriation of funds by local governmental units.

The Local Budget Law requires local governmental units to adopt a "cash basis" budget in such form that there will be sufficient cash collected to meet all debt service requirements, necessary operations of the local governmental units for the fiscal year and any mandatory payments required to be met during the fiscal year.

No budget shall be adopted unless the Director shall have previously certified their approval thereof.

Each local governmental unit must include in its budget an appropriation for the payment of debt service. The Director is required to examine such appropriation to determine whether it is properly set forth, in addition to determining whether all estimates of revenue contained in the budget are reasonable, accurate and correctly stated.

A statute passed in 1976, as amended (N.J.S.A. 40A:4-45.1 et seq.), commonly known as the "Cap Law", imposed limitations on increases in municipal appropriations subject to various exceptions. On August 20, 1990, the Governor signed into law P.L. 1990, c. 89, which revised and made permanent the "Cap Law". Since its inception, the "Cap Law" has been amended and modified several times, most recently on July 13, 2010. While the revised "Cap Law" is more restrictive on the ability of a municipality to increase its overall appropriations, it does not limit the obligation of the Borough to levy *ad valorem* taxes upon all taxable real property within the Borough to pay debt service on the Bonds. The Cap Law provides that a municipality shall limit any increase of its budget to 2.5% or the index rate, whichever is less, over the previous year's final appropriations subject to certain exceptions. The "index rate" is the rate of annual percentage increase in the Implicit Price Deflator for State and Local Government Purchases of Goods and Services computed by the United States, Department of Commerce. Among the exceptions to the limitations imposed by the Cap Law are capital expenditures; debt service; extraordinary expenses approved by the Local Finance Board for implementation of an interlocal services agreement; expenditures mandated as a result of certain emergencies; and certain expenditures for services mandated by law.

Additionally, legislation constituting P.L. 2010, c. 44, was adopted on July 13, 2010, which, among other things, imposes a two percent (2%) cap on the tax levy that municipalities, counties, fire districts and solid waste collection districts may impose, with very limited exceptions and subject to certain adjustments.

Exclusions from the two percent (2%) tax levy cap include: (i) increases required to be raised by taxation for capital expenditures, including debt service as defined by law; (ii) increases in pension contributions and accrued liability for pension contributions in excess of 2.0%; (iii) increases in health care costs equal to that portion of the actual increase in total health care costs for the budget year that is in excess of 2.0% of the total health care costs in the prior year, but is not in excess of the product of the total health care costs in the prior year and the average percentage increase of the State Health Benefits Program, P.L.1961, c.49 (C.52:14-17.25 et seq.), as annually determined by the Division of Pensions and Benefits in the Department of the Treasury; and (iv) and extraordinary costs incurred by a local unit directly related to a declared emergency, as defined by regulation promulgated by the Commissioner of the Department of Community Affairs, in consultation with the Commissioner of Education, as appropriate. The amendments to the tax levy sections of the "Cap Law" (specifically, N.J.S.A. 40A:4-45-46) in 2010 no longer permit municipalities, counties, fire districts and solid waste collection districts to request approval from the Local Finance Board for a waiver to increase the amount to be raised by taxation in excess of the two percent (2%) cap. However, counties, municipalities, fire districts and solid waste collection districts may request, through a public question submitted to the voters, an increase in the amount to be raised by taxes above the two percent (2%) tax levy cap. Such approval must be achieved by an affirmative vote in excess of fifty percent (50%) of those voting on such public question.

Neither the tax levy limitation nor the "Cap Law" limits the obligation of the Borough to levy *ad valorem* taxes upon all taxable real property within the Borough to pay debt service on its bonds or notes, including the Bonds.

Miscellaneous Revenues

N.J.S.A. 40A:4-26 provides that: "No miscellaneous revenues from any source shall be included as an anticipated revenue in the budget in an amount in excess of the amount actually realized in cash from the same source during the next preceding fiscal year, unless the Director shall determine upon application by the governing body that the facts clearly warrant the expectation that such excess amount will actually be realized in cash during the fiscal year and shall certify such determination, in writing, to the local unit." Such

determination may be made by the governing body and the Chief Financial Officer in any year during which the municipality is subject to local examination.

No budget or amendment shall be adopted unless the Director has previously certified the approval of such anticipated revenues.

Real Estate Taxes

Receipts from Delinquent Taxes – Revenues are permitted by N.J.S.A. 40A:4-29 to be anticipated in the annual budget for collection of delinquent taxes of prior years. The maximum amount permitted to be anticipated is determined by applying the collection rate of the prior year’s delinquent taxes to the total amount of delinquent taxes outstanding at the beginning of the current year.

Current Year Tax Levy and Reserve for Uncollected Taxes – The current year’s taxes to be levied are determined by adding the sums of the cash required from taxes to support the municipal, school, county and special district budgets, if any, together with the amount of an appropriation required to be included in the annual municipal budget entitled "Reserve for Uncollected Taxes", less the total of anticipated revenues. The inclusion of the "Reserve for Uncollected Taxes" appropriation in the current year’s budget protects the municipality from taxes currently unpaid. The "Reserve for Uncollected Taxes" is required to be, at a minimum, an amount sufficient to provide for the same percentage of uncollected taxes in the current year as was experienced in the immediately preceding year, the average of the previous three years in accordance with P.L. 2000, c. 126, or the previous year collection percentage after reducing the previous year levy by tax appeal judgments of the county tax board pursuant to R.S.54:3-21 et seq., or the State tax court pursuant to R.S.54:48-1 et seq. in accordance with Chapter 56 of P.L. 2010.

N.J.S.A. 40A:4-41 provides with regard to current taxes that: "Receipts from the collection of taxes levied or to be levied in the municipality, or in the case of a county for general county purposes and payable in the fiscal year, shall be anticipated in an amount which is not in excess of the percentage of taxes levied and payable during the next preceding fiscal year which was received in cash by the last day of such preceding fiscal year."

Another provision requires that an additional amount (the "reserve for uncollected taxes") be added to the tax levy required for all current budget appropriations and school and county taxes of the current fiscal year. The reserve requirement is calculated as follows:

$$\frac{\text{Levy Required for Current Budget, School and County Taxes}}{\text{Prior Year's Percentage of Current Tax Collections (or Lesser \%)}} = \text{Total Taxes to be Levied}$$

Deferral of Current Expenses

Emergency appropriations (i.e., those made after the adoption of the budget and determination of the tax rate for an unforeseen event or purpose) may be authorized by the governing body of the local governmental units. With minor exceptions, however, such appropriations must be included in full in the following year’s budget. When such appropriations exceed three percent (3%) of the adopted operating budget, consent of the Director of Local Government Services must be obtained.

The exceptions are certain enumerated projects to cover the cost of the extraordinary expense for the repair or reconstruction of streets, roads or bridges, or other public property damaged by snow, ice, frost or flood, where such expense was not foreseen at the time of the adoption of the budget, which may be amortized over three (3) years; and tax map preparations, revision of ordinances, revaluations, master plan preparation, studies and planning necessary for the installation and construction of a sanitary sewer system, and payments of accumulated sick and vacation time which may be amortized over five (5) years.

Budget Transfers

Budget transfers provide a degree of flexibility and afford a control mechanism. Transfers between major appropriation accounts are prohibited until the last two (2) months of the year and, although subaccounts within an appropriation are not subject to the same year-end transfer restriction, they are subject to internal review and approval.

Capital Budget

In accordance with the Local Budget Law, each local unit shall prepare and adopt a capital budget, in conjunction with its annual operating budget, for any year in which it proposes to undertake a capital project. Every local unit which adopts a capital budget must also adopt a three (3) year capital program unless the local unit's population exceeds 10,000 where a six (6) year capital program is required.

Related Constitutional and Statutory Provisions

In the general election of January 2, 1976, as amended by the general election of January 6, 1984, the following Article 8, Section 1, Paragraph 7, with respect to a state income tax, was added to the State Constitution:

No tax shall be levied on personal incomes of individuals, estates and trusts of this State unless the entire net receipts therefrom shall be received into the treasury, placed in a perpetual fund and be annually appropriated, pursuant to formulas established from time to time by the Legislature, to the several counties, municipalities and school districts of this State exclusively for the purpose of reducing or offsetting property taxes. In no event, however, shall a tax so levied on personal income be levied on payments received under the Federal Social Security Act, the Federal Railroad Retirement Act, or any federal law which substantially reenacts the provisions of either of those laws.

A progressive state income tax is currently in effect in the State.

The State Constitution may only be amended after: (i) approval of a proposed amendment by three-fifths (3/5) of all of the members of each house of the State Legislature and approval by a majority vote in a statewide referendum; or (ii) approval in two successive legislative years by a majority of all of the members of each house and approval by a majority vote in a statewide referendum. Amendments failing to receive voter approval may not be resubmitted for voter approval before the third succeeding general election after such disaffirmance.

Rights and Remedies of Owners of Bonds

The State Municipal Finance Commission Act, Chapter 27 of Title 52 of the State Statutes, as amended and supplemented ("Act"), provides that when it has been established, by court proceedings, that a municipality has defaulted for over sixty days in the payment of the principal of or interest on any of its outstanding bonds or notes, the Local Finance Board (which, pursuant to the Act, is constituted the Municipal Finance Commission and shall hereinafter be referred to as the "Commission") shall take control of the fiscal affairs of the defaulting municipality.

The Act provides that the Commission shall remain in control of the municipality until all bonds or notes of the municipality that have fallen due and all bonds or notes that will fall due within one year, and the interest thereon, have been paid, funded or refunded, or the payment thereof in cash shall have been adequately provided for by a cash reserve.

The Act empowers the Commission to direct the municipality to provide for the funding or refunding of notes or bonds of the municipality and the interest thereon, which the Commission shall have found to be outstanding and unpaid and to be due or become due. The Act further authorizes the Commission to bring and maintain an appropriate proceeding for the assessment, levy or collection of taxes by the municipality for the payment of principal of or interest on such indebtedness.

Under Article 6 of the Act, while the Commission functions in the municipality, no judgment, levy, or execution against the municipality or its property for the recovery of the amount due on any bonds, notes or other obligations of the municipality in the payment of which it has defaulted, shall be enforced unless otherwise directed by Court Order. However, Article 6 of the Act also provides that upon application of any creditor made upon notice to the municipality and the Commission, a court may vacate, modify or restrict any such statutory stay contained therein.

Limitation of Remedies Under Federal Bankruptcy Code

The rights and remedies of the registered owners of the Bonds are subject to the provisions of Chapter 9 of the Federal Bankruptcy Code of the United States ("Bankruptcy Code"). In general, Chapter 9 permits, under prescribed circumstances, but only after an authorization by the applicable state legislature or by a governmental officer or organization empowered by state law to give such authorization, a political subdivision of a state to file a petition for relief in a bankruptcy court of the United States if it is insolvent or unable to meet its debts as they mature and desires to effect a plan to adjust its debts.

The State has authorized the political subdivisions thereof to file such petitions for relief under the Bankruptcy Code pursuant to and subject to Article 8 of the Act. The Act provides that such petitions may not be filed without the prior approval of the Commission and that no plan of readjustment of the municipality's debts may be filed or accepted by the petitioner without express authority from the Commission to do so.

THE ABOVE REFERENCES TO THE BANKRUPTCY CODE ARE NOT TO BE CONSTRUED AS AN INDICATION THAT THE BOROUGH EXPECTS TO RESORT TO THE PROVISIONS OF SUCH BANKRUPTCY CODE OR THAT, IF IT DID, SUCH ACTION WOULD BE APPROVED BY THE COMMISSION, OR THAT ANY PROPOSED PLAN WOULD INCLUDE A DILUTION OF THE SOURCE OF PAYMENT OF AND SECURITY OF THE BONDS.

THE SUMMARIES OF AND REFERENCES TO THE STATE CONSTITUTION AND OTHER STATUTORY PROVISIONS ABOVE ARE NOT AND SHOULD NOT BE CONSTRUED AS COMPREHENSIVE OR DEFINITIVE. ALL REFERENCES TO SUCH DOCUMENTS ARE QUALIFIED IN THEIR ENTIRETY BY REFERENCE TO THE PARTICULAR DOCUMENT, THE FULL TEXT OF WHICH MAY CONTAIN QUALIFICATIONS OF AND EXCEPTIONS TO STATEMENTS MADE HEREIN.

TAXATION

Procedure for Assessment and Collection of Taxes

Property valuations (assessments) are determined on true values as arrived at by a cost approach, market data approach and capitalization of net income where appropriate. Current assessments are the results of maintaining new assessments on a like basis with established comparable properties for newly assessed or purchased properties resulting in a decrease of the assessment ratio to its present level of 68.98%. This method assures equitable treatment to like property owners. Because of the escalation of property resale values, annual adjustments could not keep pace with rising values. The last complete revaluation of property within the Borough is effective for the 2026 tax year.

Upon the filing of certified adopted budgets by the Borough, the Local School District, the Fire District and the County of Camden ("County"), the tax rate is struck by the County Board of Taxation based on the certified amounts in each of the taxing districts for collection to fund the budgets. The statutory provision for the assessment of property, levying of taxes and the collection thereof are set forth in N.J.S.A. 54:4-1 et seq. Special taxing districts are permitted in the State for various special services rendered to the properties located within the special district.

Tax bills are due quarterly on February 1, May 1, August 1 and November 1. Installments not paid on or before the due date are subject to interest penalties of 8% per annum on the first \$1,500.00 of the delinquency and 18% per annum on any amounts in excess of \$1,500.00. These interest penalties are the maximum permitted under State Statutes. Additionally, a 6% penalty is charged on any delinquencies in excess of \$10,000.00 if not paid by the end of each year. Delinquent taxes open for one year or more are annually included in a tax sale in accordance with State Statutes. Tax liens retained by the Borough are periodically assigned to the Borough Solicitor (as hereinafter defined) for "in rem foreclosures" in order to acquire title to these properties.

Tax Appeals

The State statutes provide a taxpayer with remedial procedures for appealing an assessment deemed excessive. The taxpayer has a right to petition the State Board of Taxation ("Tax Board") on or before the first day of April of the current tax year for review. The Tax Board has the authority, after a hearing, to decrease, increase or reject the appeal petition. These adjustments are usually concluded within the current tax year and reductions are shown as canceled or remitted taxes for that year. If the taxpayer feels his petition was unsatisfactorily reviewed by the Tax Board, appeal may be made to the State Tax Court. State Tax Court appeals tend to take several years prior to settlement and any losses in tax collection from prior years are charged directly to operations.

CONTINUING DISCLOSURE

In accordance with the requirements of Rule 15c2-12 adopted by the Securities and Exchange Commission under the Securities Exchange Act of 1934, as amended ("Rule"), the Borough has undertaken to provide certain secondary market disclosure information, pursuant to Continuing Disclosure Agreement, in the form attached as Appendix "D" to this Official Statement.

In accordance with the Rule and prior secondary market disclosure undertakings, within the five years immediately preceding the date of this Official Statement, the Borough failed to timely file its annual operating data for the years ended December 31, 2020, 2021, 2022, 2023, and 2024. While the Borough filed its operating data in each of these years, as required by SEC Rule 15c2-12, certain information was omitted or incomplete in certain years. Additionally, the Borough failed to timely file the required late filing notices in connection with the items referenced above. Such information has since been filed with EMMA. The Borough appointed Phoenix Advisors, a division of First Security Municipal Advisors, Inc., Hamilton, New Jersey to serve as continuing disclosure agent to assist in the filing of certain information on EMMA as required under its prior secondary market disclosure undertakings.

LITIGATION

To the knowledge of the Borough Solicitor for the Borough, David A. Capozzi, Esquire, of Law Offices of David A. Capozzi, PC, Haddon Heights, New Jersey ("Borough Solicitor"), there is no litigation of any nature now pending, restraining or enjoining the issuance or the delivery of the Bonds, or the levy or the collection of any taxes to pay the principal of or the interest on the Bonds, or in any manner questioning the authority or the proceedings for the issuance of the Bonds or for the levy or the collection

of taxes, or contesting the corporate existence or the boundaries of the Borough or the title of any of the present officers. Moreover, to the knowledge of the Borough Solicitor, no litigation is presently pending that, in the opinion of the Borough Solicitor, would have a material adverse impact on the financial condition of the Borough if adversely decided.

TAX MATTERS

Federal

In the opinion of Parker McCay P.A., Mount Laurel, New Jersey, Bond Counsel to the Borough, assuming continuing compliance by the Borough with the tax covenants described below, under existing law, interest on the Bonds is not included for federal income tax purposes in the gross income of the owners thereof pursuant to Section 103 of the Internal Revenue Code of 1986, as amended ("Code"), and will not constitute a tax preference item for purposes of the alternative minimum tax imposed on individuals; however, such interest is taken into account in determining the annual adjusted financial statement income of certain corporations for the purpose of computing the alternative minimum tax imposed on such corporations.

Section 884 of the Code imposes on certain foreign corporations a branch profits tax equal to thirty percent (30%) of the "dividend equivalent amount" for the taxable year. Interest on the Bonds received or accrued by a foreign corporation subject to the branch profits tax may be included in computing the "dividend equivalent amount" of such corporation.

In addition, passive investment income, including interest on the Bonds, may be subject to federal income taxation under Section 1375 of the Code for any S corporation that has Subchapter C earnings and profits at the close of the taxable year, if more than twenty-five percent (25%) of the gross receipts of such S corporation is passive investment income.

In rendering its opinion, Bond Counsel has relied on the Borough's covenants contained in the Certificate as to Non-Arbitrage and Other Tax Matters, that it will comply with the applicable requirements of the Code, relating to, inter alia, the use and investment of proceeds of the Bonds and rebate to the United States Treasury of specified arbitrage earnings, if any, under Section 148(f) of the Code. Failure of the Borough to comply with such covenants could result in the interest on the Bonds being subject to federal income tax from the date of issue. Bond Counsel has not undertaken to monitor compliance with such covenants or to advise any party as to changes in the law after the date of issuance of the Bonds that may affect the tax-exempt status of the interest on the Bonds.

Ownership of the Bonds may result in collateral federal income tax consequences to certain taxpayers including, without limitation, certain holders of an interest in a financial asset securitization investment trust, controlled foreign corporations, property and casualty insurance companies, individual recipients of Social Security or Railroad Retirement benefits, individuals who otherwise qualify for the earned income credit, and to individuals and families that qualify for a premium assistance credit amount under Section 36B of the Code. The Code denies the earned income credit to an individual who is otherwise eligible if the aggregate amount of disqualified income of the taxpayer for the taxable year exceeds certain limits set forth in Sections 32(i) and (j) of the Code. Interest on the Bonds will constitute disqualified income for this purpose. The Code also provides that the earned income credit is phased out if the modified adjusted gross income of the taxpayer exceeds certain amounts. Interest on the Bonds is included in determining the modified adjusted gross income of the taxpayer. Section 36B of the Code provides that the amount of the premium assistance credit amount is in part determined by the household income. Section 36B(d) of the Code provides that household income consists of the "modified adjusted gross income" of the taxpayer and certain other individuals. "Modified adjusted gross income" means adjusted gross income increased by certain amounts, including interest received or accrued by the taxpayer which is exempt from tax, such as the interest on the Bonds.

In addition, attention is called to the fact that Section 265(b)(1) of the Code eliminates the interest deduction otherwise allowable with respect to indebtedness deemed incurred by Banks, Thrift institutions and other financial institutions to purchase or to carry tax-exempt obligations acquired after August 7, 1986 other than "qualified tax-exempt obligations" as defined in Section 265(b)(3) of the Code. The Borough *has not* designated the Bonds as "qualified tax-exempt obligations" for the purposes of Section 265(b)(1) of the Code.

Owners of the Bonds should consult their own tax advisors as to the applicability and effect on their federal income taxes of the alternative minimum tax, the branch profits tax and the tax on passive investment income of S corporations, as well as the applicability and effect of any other collateral federal income tax consequences.

New Jersey

Bond Counsel is also of the opinion that interest on the Bonds and any gain from the sale thereof are not included in the gross income of the owners thereof under the State Gross Income Tax Act, as presently enacted and construed.

Changes in Federal and State Tax Law

From time to time, there are legislative proposals in the United States Congress and in the states that, if enacted, could alter or amend the Federal and State tax matters referred to above or adversely affect the market value of the Bonds. It cannot be predicted whether or in what form any such proposals might be enacted or whether, if enacted, it would apply to bonds or notes issued prior to enactment. In addition, regulatory actions are from time to time announced or proposed and litigation is threatened or commenced which, if implemented or concluded in a particular manner, could adversely affect the market value of the Bonds.

PROSPECTIVE PURCHASERS OF THE BONDS SHOULD CONSULT WITH THEIR OWN TAX ADVISORS REGARDING ANY FEDERAL AND STATE INCOME TAX LEGISLATION, WHETHER CURRENTLY PENDING OR PROPOSED, REGULATORY INITIATIVES OR LITIGATION. THE OPINIONS EXPRESSED BY BOND COUNSEL ARE BASED UPON EXISTING LEGISLATION AND REGULATIONS AS INTERPRETED BY RELEVANT JUDICIAL AND REGULATORY AUTHORITIES AS OF THE DATE OF ISSUANCE AND DELIVERY OF THE BONDS AND BOND COUNSEL HAS EXPRESSED NO OPINION AS OF ANY DATE SUBSEQUENT THERETO OR WITH RESPECT TO ANY PENDING LEGISLATION, REGULATORY INITIATIVES OR LITIGATION.

RATING

S&P Global Ratings, acting through Standard & Poor's Financial Services LLC ("Rating Agency") has assigned a rating of "AA-" (negative outlook) to the Bonds based upon the creditworthiness of the Borough.

An explanation of the significance of such rating may be obtained from the Rating Agency. The rating is not a recommendation to buy, sell or hold the Bonds and there is no assurance that such rating will continue for any given period of time or that such rating will not be revised downward or withdrawn entirely by the Rating Agency if, in its judgment, circumstances so warrant. Any such downward revision or withdrawal of such rating by the Rating Agency may have an adverse effect on the market price of the Bonds.

NO DEFAULT

There is no record of default in the payment of the principal of or interest on the bonds or notes of the Borough.

CERTAIN RISK FACTORS

Recent Healthcare Developments

In early March of 2020, the World Health Organization declared a pandemic following the global outbreak of COVID-19, a respiratory disease caused by a new strain of coronavirus ("Coronavirus" or "COVID-19"). The national public health emergency and the State public health emergency have since ended, while the state of emergency declared by the State and several executive orders signed by the Governor ended on February 16, 2026.

In an effort to provide relief to entities impacted by the COVID-19 pandemic, the American Rescue Plan Act of 2021, H.R. 1319 ("Plan") was signed into law on March 12, 2021 and provided \$1.9 trillion in financial assistance to businesses, individuals and governmental entities. The Plan provided funding for state and local governments to recoup and offset costs related to COVID-19 and to encourage and re-establish economic development and certain infrastructure improvements.

Pursuant to the funding methodology under the Plan, the Borough received \$1,806,893.26 in funding ("Plan Funds"). The deadline to obligate the Plan Funds was December 31, 2024 and to spend the Plan Funds is December 31, 2026. Such Plan Funds were received in two (2) equal payments; one (1) received within 60 days of enactment of the Plan, and the balance was received no earlier than 12 months from the initial payment.

While the effects of COVID-19 have abated significantly, the Borough cannot predict, and does not predict, whether or if the Coronavirus or any similar viral disease (including any variants or sub-variants thereof) may reemerge in the future and, if such reemergence occurs, what the effects thereof may have upon global, State-wide and local economies and operations, including that of the Borough.

Cyber Security

The Borough relies on a complex technology environment to conduct its various operations. As a result, the Borough faces certain cyber security threats at various times including, but not limited to, hacking, phishing, viruses, malware and other attacks on its computing and digital networks and systems. To mitigate the risks of business operations impact and/or damage from cybersecurity incidents or cyber-attacks, the Borough has invested in multiple forms of cybersecurity and operational safeguards.

Climate Change

The State of New Jersey is naturally susceptible to the effects of extreme weather events and natural disasters, including floods and hurricanes, which could result in negative economic impacts on communities. Such effects can be exacerbated by a longer term shift in the climate over several decades (commonly referred to as "climate change"), including increasing global temperatures and rising sea levels. The occurrence of such extreme weather events could damage local infrastructure that provides essential services to the Borough, as well as resulting in economic impacts such as loss of ad valorem tax revenue, interruption of municipal services, and escalated recovery costs. No assurance can be given as to whether future extreme weather events will occur that could materially adversely affect the financial condition of the Borough.

UNDERWRITING

The Bonds have been purchased from the Borough at a public sale by _____, as underwriter ("Underwriter"), pursuant to a Certificate of Determination and Award, dated April __, 2026 at a purchase price of \$ _____. The purchase price of the Bonds reflects the principal amount of the Bonds, plus an original issue premium of \$ _____. The Underwriter has purchased the Bonds in accordance with the Notice of Sale prepared in connection with the Bonds. The Bonds are being offered for sale at the yields set forth on the inside front cover page of this Official Statement. The Underwriter is obligated to purchase all of the Bonds if any of the Bonds are purchased.

The Underwriter intends to offer the Bonds to the public initially at the offering yields set forth on the inside front cover page of this Official Statement, which may subsequently change without any requirement of prior notice. The Underwriter may offer and sell the Bonds to certain dealers (including dealers depositing bonds and notes into investment trusts) at yields higher than the public offering yield set forth on the inside front cover page of this Official Statement, and such public offering yields may be changed, from time to time, by the Underwriter without prior notice.

MUNICIPAL ADVISOR

Phoenix Advisors, a division of First Security Municipal Advisors, Inc., Hamilton, New Jersey, has served as Municipal Advisor to the Borough in connection with the issuance of the Bonds (the "Municipal Advisor") and has assisted in matters related to the planning, structuring and terms of the Bonds. The Municipal Advisor is not obligated to undertake, and has not undertaken, either to make an independent verification of, or to assume responsibility for the accuracy, completeness, or fairness of the information contained in the Official Statement and the Appendices hereto. The Municipal Advisor is an Independent Registered Municipal Advisor pursuant to the Dodd-Frank Act and is not engaged in the business of underwriting, trading or distributing municipal securities or other public securities.

APPROVAL OF LEGAL PROCEEDINGS

Certain legal matters incident to the authorization, issuance, sale and delivery of the Bonds are subject to the approval of Bond Counsel, whose approving legal opinion will be delivered with the Bonds substantially in the form set forth in Appendix "C" hereto. Certain legal matters will be passed on for the Borough by the Borough Solicitor.

Bond Counsel has not verified the accuracy, completeness or fairness of the statements contained in this Official Statement (except to the extent, if any, as stated herein) and will express no opinion relating thereto.

The various legal opinions to be delivered concurrently with the delivery of the Bonds express the professional judgment of the attorneys rendering the opinions as to the legal issues explicitly addressed therein. In rendering a legal opinion, the attorney does not become an insurer or guarantor of that expression of professional judgment, of the transaction opined upon, or the future performance of parties to the transaction. Nor does the rendering of an opinion guarantee the outcome of any legal dispute that may arise out of the transaction.

LEGALITY FOR INVESTMENT

The State and all public officers, municipalities, counties, political subdivisions and public bodies, and agencies thereof, all banks, bankers, trust companies, savings and loan associations, savings banks and institutions, building and loan associations, investment companies, and other persons carrying on banking business, all insurance companies, and all executors, administrators, guardians, trustees, and other fiduciaries may legally invest any sinking funds, money or other funds belonging to them or within their control in any bonds of the Borough, including the Bonds, and such Bonds are authorized security for any and all public deposits.

PREPARATION OF OFFICIAL STATEMENT

The Borough hereby states that the descriptions and statements herein and in the Appendices attached hereto, including financial and statistical statements, are true and correct in all material respects, and it will confirm the same to the purchasers of the Bonds by certificates signed by various officers and officials of the Borough upon issuance and delivery of the Bonds.

All of the information has been obtained from sources which the Borough considers to be reliable and it makes no warranty, guaranty or other representation with respect to the accuracy and completeness of such information.

Bond Counsel has not participated in the preparation of this Official Statement, nor has such firm verified the accuracy, completeness or fairness of the information contained herein (except under the heading "TAX MATTERS") and, accordingly, will express no opinion with respect thereto.

PKF O'Connor Davies, LLP, Voorhees, New Jersey, compiled this Official Statement from information obtained from Borough management and other various sources they consider to be reliable and makes no warranty, guaranty or other representation with respect to the accuracy and completeness or fairness of the information contained herein and, accordingly, will express no opinion with respect thereto. PKF O'Connor Davies, LLP, successor to Bowman & Company LLP, does take responsibility for the financial statements, appearing in Appendix "B" hereto, to the extent specified in the Independent Accountants' Compilation Report and Independent Auditor's Report.

The Municipal Advisor has participated in the preparation and review of the information contained in this Official Statement, including the collection of financial, statistical and demographic information; however, it has not verified the accuracy, completeness or fairness thereof, and, accordingly, expresses no opinion or other assurance with respect thereto. Certain information set forth herein has been obtained from the Township and other sources, which are deemed reliable, but no warranty, guaranty or other representation as to the accuracy or completeness is made as to such information contained herein. There is no assurance that any of the assumptions or estimates contained herein will be realized.

ADDITIONAL INFORMATION

Inquiries regarding this Official Statement, including information additional to that contained herein, may be directed to Dawn S. Thompson, Chief Financial Officer, Borough of Lindenwold, New Jersey 08021 at 856-783-2121, or to its Municipal Advisor, Phoenix Advisors, a division of First Security Municipal Advisors, Inc., 2000 Waterview Drive, Suite 101, Hamilton, New Jersey 08691, telephone (609) 291-0130.

MISCELLANEOUS

This Official Statement is not to be construed as a contract or agreement between the Borough and the purchasers of holders of any of the Bonds. Any statements made in this Official Statement involving matters of opinion, whether or not expressly so stated, are intended merely as opinions and not as representations of fact. The information and expressions of opinion contained herein are subject to change without notice and neither the delivery of this Official Statement nor any sale of Bonds made hereunder shall, under any circumstances, create any implication that there has been no change in the affairs of the Borough since the date hereof. The information contained in the Official Statement is not guaranteed as to accuracy or completeness.

**BOROUGH OF LINDENWOLD, COUNTY OF
CAMDEN, NEW JERSEY**

By: _____
DAWN S. THOMPSON, Chief Financial Officer

Dated: April __, 2026

APPENDIX A

**GENERAL INFORMATION REGARDING THE
BOROUGH OF LINDENWOLD**

GENERAL INFORMATION ON THE BOROUGH

History

The Borough of Lindenwold, County of Camden, New Jersey ("Borough") was incorporated in 1929 and was one of six boroughs created by the division of Clementon Township.

The Borough encompasses an area of 4.1 square miles in central Camden County. It is bordered by the Boroughs of Berlin, Clementon, Gibbsboro, Laurel Springs, Pine Hill, Somerdale, Stratford and the Townships of Berlin, Gloucester and Voorhees.

The Borough operates under a Mayor-Council form of government. The Mayor is chief executive officer of the Borough and is elected by general election for a four year term. The Council is the legislative body of the Borough and consists of six members elected by popular vote to three year terms.

The financial affairs of the Township are administered by the Chief Financial Officer/Administrator, who reports to the Borough Council. The Chief Financial Officer/Administrator prepares and then monitors the annual municipal budget after adoption by the Borough Council.

Library

The Lindenwold Public Library ("Library") was created in 1965 by a group of interested citizens with the help of the Local Government. It has grown from a one room establishment to its own brick building constructed in 1975.

The Library is a station of the County Library System which provides direct access to major lending libraries throughout the County and region. It currently houses more than 16,000 volumes, a collection of over 2,000 DVD's, pamphlets, and over 30 periodicals. The Library also provides copy/fax service, notary public service, 2 children's computers with educational software, 12 public computers with internet access and printers, a research and homework area, craft programs, a junior easy reader section, and an Early Childhood Development section. The Library has a computerized checkout and book search system.

Public Safety

The Borough has a paid, full-time Police Department which consists of a Chief of Police, a Deputy Chief, Captain, and forty-two officers.

Fire protection is provided by Lindenwold Fire District No. 1. The District has its own budget, has taxing power and owns and maintains its own building and equipment.

Public Works

The Public Works Department ("Department"), with a work force of 27, has the responsibility of repairs and maintenance of streets, roads, storm drains, parks, playgrounds and other public areas, snow and leaf removal, and full collection and disposal of garbage, trash and other solid waste materials. The Department has charge of an environmental recycling program consisting of collection and disposal of recycling materials.

Sewer and Water Utilities

The Borough owns and operates 14 pumping stations and a sewerage collection system that runs throughout the Borough. This system serves nearly the entire Borough, with the rest using a septic system. The current Borough rate for each user is \$200 per domestic consumer unit per year.

Sewer treatment services are provided by the Camden County Municipal Utilities Authority (the "CCMUA"). The CCMUA is an autonomous body that owns and operates the treatment facility, and has established an annual rate of \$372 per Equivalent Dwelling Unit per year.

The New Jersey-American Water Company (the "NJAWC") furnishes almost the entire Borough with water.

Recreation

The Borough provides and maintains 5 miniparks in residential areas throughout the community. The miniparks furnish the neighborhoods with playground equipment and basketball courts. The Borough provides and maintains 5 open space fields which provide recreational facilities for Little League baseball, football, basketball, softball and tennis. Additionally, there's a 25 acre sports complex that includes 5 baseball fields, a gazebo, a tot lot, walking and biking trails, an outdoor fitness court, 2 concession stands, bathroom, an amphitheater, and a large playground that is handicap accessible.

Borough Employees

	<u>2025</u>	<u>2024</u>	<u>December 31,</u> <u>2023</u>	<u>2022</u>	<u>2021</u>
Permanent	93	92	93	95	89
Part-time	<u>25</u>	<u>25</u>	<u>24</u>	<u>24</u>	<u>23</u>
Total	<u>118</u>	<u>117</u>	<u>117</u>	<u>119</u>	<u>112</u>

Employee Collective Bargaining Units

Lodge No. 9, Fraternal Order of Police, represents the majority of Borough law enforcement officers. Present contract in effect until December 31, 2027. Borough white collar workers are represented by UFCW No. 1360. Present contract in effect until December 31, 2027. Members of the Borough's Public Works Department are represented by Teamsters No. 676. Present contract expired December 31, 2025.

Compensated Absences

Borough employees are entitled to fifteen paid sick leave days each year. Unused sick leave may be accumulated and carried forward to the subsequent year. Vacation days not used may be accumulated and carried forward into the succeeding year. For additional information regarding compensated absences see (Appendix A: Financial Statements of the Borough, Note 11 to Financial Statements).

Pension Plans

Those Borough employees who are eligible for pension coverage are enrolled in one of three pension systems established by acts of the State Legislature. Benefits, contributions, means of funding and the manner of administration are determined by the State. For additional information regarding pension plans, see (Appendix A: Financial Statements of the Borough, Note 9 to Financial Statements).

Population (1)

2020 Federal Census	21,641
2010 Federal Census	17,613
2000 Federal Census	17,416
1990 Federal Census	18,734
1980 Federal Census	18,196

Selected Census 2024 Data for the Borough (1)

Median household income	\$55,954
Per capita income	\$29,458

Labor Force (2)

The following table discloses annual average labor force data for the Borough, County and State.

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Borough					
Labor Force	11,819	11,768	11,536	11,478	11,388
Employed	11,260	11,219	11,013	10,557	10,256
Unemployed	559	549	523	921	1,132
Unemployment Rate	4.7%	4.7%	4.5%	8.0%	9.9%
County					
Labor Force	274,870	273,180	266,723	263,373	262,597
Employment	261,252	260,285	255,431	244,488	236,927
Unemployment	13,618	12,895	11,292	18,885	25,670
Unemployment Rate	5.0%	4.7%	4.2%	7.2%	9.8%
State					
Labor Force	4,898,008	4,867,113	4,756,002	4,654,243	4,643,700
Employment	4,676,064	4,659,779	4,572,879	4,342,075	4,204,301
Unemployment	221,944	207,334	183,123	312,168	439,399
Unemployment Rate	4.5%	4.5%	3.9%	6.7%	9.5%

Housing Stock

There are approximately 3,540 houses and condominiums in the Borough and 4,936 apartment homes.

Business and Industry

There are several small shopping centers located strategically throughout the Borough. The Borough has a small industrial park for light industry.

(1) Source: U.S. Department of Commerce, Bureau of Census

(2) Source: State Department of Labor, U.S. Bureau of Labor Statistics

Economic Development

The governing body of the Borough, in furtherance of its plans for the revitalization of the Borough, adopted, pursuant to the Local Redevelopment and Housing Law, N.J.S.A. 40A:12A-1 et seq., a redevelopment plan for the rehabilitation of multi-family residential buildings on Gibbsboro Road designated as the "Arborwood Redevelopment Area". The Borough engaged, AW Urban Renewal, LLC, as the redeveloper for the Project and entered into a Redevelopment Agreement for the Arborwood Redevelopment Project dated August 8, 2018.

In January 2022, the Redeveloper and the Borough memorialized their respective obligations and the Arborwood Redevelopment Project was completed with 622 condominium units converted to apartments. Apartment name was changed to Pinewood Estates.

Future Economic Development

The Borough will continue its efforts to seek opportunities through government programs as well as meet and brainstorm with potential developers and investors for other areas in town in need of redevelopment and rehabilitation. In addition to working with other government agencies to assist with attracting potentially new business to the Borough.

Building, Zoning and Development Codes

The Borough has established development regulations governing the size of lots for various types of construction. The land requirements are based on the type and nature of the building. The Borough building codes conform to standards of New Jersey Uniform Construction Code. These codes and other municipal codes are codified as a basis for improved administration and regulation.

The Borough adopted the Municipal Land Use Law on January 22, 1979. The Municipal Land Use Law gave the Borough Planning Board and the Borough Zoning Board of Adjustment authority to regulate most land use other than single family residential use. However, in 2013, both Boards were dismantled by Ordinance creating a Municipal Joint Land Use Board. In this way, the Borough is able to guide the approximate use or development of land to promote the public health, safety, morals and general welfare.

Transportation

The Borough has the largest transportation hub in Southern New Jersey. Transportation lines include PATCO Hi Speed Line, Atlantic City Rail Line and New Jersey Transit Bus Depot.

Building Permits (1)

<u>Year</u>	<u>Number of Permits Issued</u>	<u>Value of Construction</u>
2026 (2)	39	\$ 7,549
2025	1,355	290,829
2024	1,167	262,084
2023	721	174,756
2022	665	223,233
2021	775	235,340

(1) Source: Borough Construction Office

(2) As of February 15, 2026

TEN LARGEST NON-GOVERNMENTAL EMPLOYERS (1)

<u>Employer</u>	<u>Nature of Business</u>	<u>Employees</u>
Cobblestone	Software	148
Wawa	Convenience Store	50+
Advanced Scales	Sales, Service and Rentals	50
McDonald's	Fast Food Restaurant	48
Deterding's Market	Food Market	40
Green Lawn Fertilizing	Lawn Care Services	40
Virtua Primary Care	Medical	20
Popeyes	Fast Food Restaurant	20
La Esperanza	Mexican Restaurant	20
Walgreen's	Drug Store	18

EDUCATION (2)

Lindenwold Board of Education

The public school system (the "School System") is comprised of five school buildings and one administration building. There is one central board office for the administration of public schools, which is directly responsible to an elected Board of Education. The School System provides regionally recognized educational programs, ranging from advanced curriculum for the educationally gifted to specialized programs for the functionally impaired student.

The School District is a Pre-K to 12th grade school district. There is one leased Preschool Building, two Elementary K-4 grade schools, one middle school for grades 5-8, and a high school for grades 9-12.

The School District passed a Bond Referendum vote to issue \$34,247,000 for a new early childhood learning center building project. The new building is necessary to relieve the District overcrowding from Preschool through 8th grade. The vote was passed by the community. The building opened in September 2025.

School District Enrollments (2)

<u>Grade</u>	<u>October 15,</u>				
	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>
Pre-K	150	105	107	103	106
K	184	253	202	250	252
1	245	207	257	271	223
2	178	234	262	208	228
3	223	221	210	208	208
4	226	221	203	199	203
5	207	202	191	191	197
6	188	188	187	210	197
7	173	192	197	190	221
8	197	192	188	201	188
9	140	179	213	202	209
10	168	188	186	168	132
11	168	158	118	107	126
12	148	157	113	138	94
Special Education	<u>424</u>	<u>442</u>	<u>430</u>	<u>407</u>	<u>406</u>
Total	<u>3,019</u>	<u>3,139</u>	<u>3,064</u>	<u>3,053</u>	<u>2,990</u>

(1) Source: Borough officials

(2) Source: School District officials

Present School Facilities, Enrollment and Capacity

<u>Facilities</u>	<u>Date Constructed</u>	<u>Renovations/ Additions</u>	<u>Grades</u>	<u>Enrollment 10/15/25</u>	<u>Functional Capacity</u>
Preschool	2025		Pre-K-1	679	785
No. 4 School	1956	1989/1998/1999	2-3	458	374
No. 5 School	1965	1989/1998	4-5	499	388
Lindenwold MS	1939		6-8	656	653
Lindenwold HS	2001		9-12	<u>727</u>	998
				<u>3,019</u>	

OTHER EDUCATION FACILITIES

Rutgers University-Camden Campus

Rutgers University-Camden ("Rutgers"), a comprehensive, publicly-supported, co-educational four-year institution accredited by the Middle States Association of Colleges and Secondary Schools and funded primarily by the State, was founded in 1950 on a 23.8 acre campus in the City of Camden. For the 2024-2025 school year, there were approximately 3,857 undergraduate students and 1,818 graduate students.

Camden County College

Fully accredited by the Middle States Association of Colleges and Secondary Schools, Camden County College ("College") is a comprehensive publicly supported, co-educational two-year institution developed under the State Department of Higher Education. It is funded in part by the Camden County Board of Commissioners who appoint an eleven (11) member Board of Trustees. The College has three distinct campuses in Blackwood, Camden, and Cherry Hill – along with its satellite locations in Lakeland, Sicklerville and elsewhere throughout the County.

For the academic year 2024-2025, full time enrollment was 3,358 and part-time enrollment was 4,264 for a total of 7,622.

Camden County Technical Schools

From a vocational school that opened with 400 students in 12 trade areas in 1928, Camden County Technical Schools ("CCTS") has grown to be one of the largest and most comprehensive technical schools in the nation. The district today encompasses a full range of day and evening programs at campuses in Pennsauken and Gloucester Township. Beginning in 2012, the adult programs were operated by Camden County College as part of the Camden County shared services agreement.

For high school students, there are over 30 career programs from which to choose. For the 2024-2025 school year, 1,403 students are enrolled at the Gloucester Township Campus, and 769 at the Pennsauken Campus. Seniors are offered the opportunity to participate in several of our school-to-career programs and are offered lifetime job placement assistance. In addition, students are offered a full-range of athletics and activities to complement their education. Through Camden County College, high school juniors and seniors at CCTS have various opportunities to earn college credit for college level work completed while in high school. Students may bank the credits earned for future enrollment at colleges and universities.

In addition to the facilities mentioned above, Stockton University, University of Pennsylvania, Temple University, LaSalle University, Villanova University, St. Joseph's University, Drexel University, and Rowan University are all within a commuting distance from the Borough.

CERTAIN TAX INFORMATION

TEN LARGEST REAL PROPERTY TAXPAYERS(1)

<u>Name of Taxpayer</u>	<u>Nature of Business</u>	2026 <u>Assessed Valuation</u>
Pine Lake Landings LLC	Apartments	\$60,804,200
Woodland Village	Apartments	53,646,700
Hamilton Stonington LLC	Apartments	39,429,000
Emerald Ridge Apartments LLC	Apartments	39,261,400
Kingsrow NJ LLC	Apartments	25,556,200
550 Bilper, LLC	Apartments	24,719,800
Timber Ridge LLC	Apartments	24,599,800
Heathers Realty, LLC c/o SEB Realty	Apartments	21,141,900
Hillcrest Oak	Apartments	19,699,900
Gibbsboro Realty LLC	Apartments	15,331,200

CURRENT TAX COLLECTIONS(2)

<u>Year</u>	<u>Tax Levy</u>	<u>Current Collections</u>		<u>Balance Dec. 31</u>	
		<u>Amount</u>	<u>Percentage</u>	<u>Amount</u>	<u>Percentage</u>
2025 (3)	\$31,745,636	\$31,233,551	98.39%	\$467,351	1.47%
2024	31,526,344	31,036,712	98.45%	391,854	1.24%
2023	31,883,727	30,955,154	97.09%	798,173	2.50%
2022	33,092,440	32,094,256	96.98%	890,493	2.69%
2021	30,211,947	29,525,953	97.73%	527,689	1.75%

DELINQUENT TAXES(2)

<u>Year</u>	<u>Balance</u>		<u>Collected</u>		<u>Transfer to Liens</u>	<u>Other Credits</u>	<u>Balance Dec. 31</u>
	<u>Jan. 1</u>	<u>Added</u>	<u>Amount</u>	<u>Percentage</u>			
2025 (3)	\$403,667	\$1,938	\$403,296	99.43%	\$1,378	-	\$931
2024	807,846	2,500	796,604	98.30%	1,929	-	11,813
2023	919,019	1,750	910,273	98.86%	823	-	9,673
2022	547,417	554,025	1,069,440	97.09%	1,941	\$1,535	28,526
2021	611,533	212,184	764,769	92.84%	1,461	37,759	19,729

(1) Source: Borough Tax Assessor

(2) Source: Borough Reports of Audit, unless otherwise noted

(3) Information from Annual Compiled Financial Statement

TAX TITLE LIENS(1)

<u>Year</u>	<u>Balance Jan. 1</u>	<u>Added by Sale & Transfers</u>	<u>Collections</u>	<u>Cancelations & Transfers</u>	<u>Balance Dec. 31</u>
2025 (3)	\$187,923	\$9,015	\$4,107	\$8,605	\$184,226
2024	180,488	10,284	2,848	-	187,923
2023	1,122,275	27,978	29,010	940,755	180,488
2022	1,102,791	90,164	62,196	8,484	1,122,275
2021	1,435,928	99,436	432,319	253	1,102,791

FORECLOSED PROPERTY(1)(2)

<u>Year</u>	<u>Balance Jan. 1</u>	<u>Transfers from Taxes and Liens Receivable</u>	<u>Cash Sales</u>	<u>Adjustments</u>	<u>Balance Dec. 31</u>
2025 (3)	\$2,922,550	-	-	-	\$2,922,550
2024	2,922,550	-	-	-	2,922,550
2023	1,509,750	\$956,979	-	\$455,821	2,922,550
2022	1,509,750	-	-	-	1,509,750
2021	1,509,750	-	-	-	1,509,750

CURRENT SEWER COLLECTIONS(1)

<u>Year</u>	<u>Beginning</u>		<u>Collected in Year of Levy</u>		<u>Outstanding Dec. 31</u>	
	<u>Balance</u>	<u>Total Levy</u>	<u>Amount</u>	<u>Percentage</u>	<u>Amount</u>	<u>Percentage</u>
2025 (3)	\$81,667	\$2,077,674	\$2,050,884	94.98%	\$108,457	5.02%
2024	71,514	1,955,777	1,945,624	95.97%	81,667	4.03%
2023	71,258	1,832,373	1,831,125	96.19%	71,514	3.76%
2022	53,265	1,677,254	1,655,191	95.65%	71,258	4.12%
2021	76,770	1,506,455	1,527,708	96.49%	53,265	3.36%

(1) Source: Borough Reports of Audit, unless otherwise noted

(2) These amounts are reflected on the basis of assessed value in the year of acquisition in accordance with the regulation of the Division of Local Government Services.

(3) Information from Annual Compiled Financial Statement

SEWER UTILITY LIENS(1)

<u>Year</u>	<u>Balance Jan. 1</u>	<u>Added by</u>		<u>Balance Dec. 31</u>
		<u>Sale & Transfers</u>	<u>Cancellations & Transfers</u>	
2025 (2)	\$8,138	-	-	\$8,138
2024	8,138	-	-	\$8,138
2023	22,606	\$262	\$664	8,138
2022	21,651	955	-	22,606
2021	61,083	2,252	837	21,651

NET ASSESSED VALUATIONS AND ANNUAL TAX RATES (3)

<u>Year</u>	<u>Net Valuation Taxable</u>	<u>Tax Rate(4)</u>					<u>County Open Space</u>
		<u>Total</u>	<u>County</u>	<u>Local School</u>	<u>Municipal</u>	<u>Fire District</u>	
2026 (5)	\$1,325,536,384	N/A	N/A	N/A	N/A	N/A	N/A
2025	637,360,284	\$4.971	\$0.840	\$2.146	\$1.754	\$0.202	\$0.029
2024	636,737,184	4.945	0.853	2.130	1.733	0.202	0.027
2023	630,115,684	4.972	0.882	2.152	1.714	0.199	0.025
2022	613,966,000	4.967	0.849	2.209	1.694	0.193	0.022

**RATIO OF ASSESSED VALUATION TO TRUE VALUE
AND TRUE VALUE PER CAPITA (6)**

<u>Year</u>	<u>Real Property Assessed Valuation</u>	<u>Percentage of True Value</u>	<u>True Value</u>	<u>True Value Per Capita (7)</u>
2026 (5)	\$1,325,536,300	N/A	N/A	N/A
2025	637,360,200	59.98%	\$1,062,621,207	\$49,102
2024	636,737,100	76.00%	837,811,974	38,714
2023	630,115,600	84.85%	742,622,982	34,316
2022	613,965,800	93.06%	659,752,633	30,486

(1) Source: Borough Reports of Audit, unless otherwise noted

(2) Information from Annual Compiled Financial Statement

(3) Source: Borough Tax Collector

(4) Per \$100 of assessed valuation

(5) Revaluation

(6) Source: State of New Jersey, Division of Taxation

(7) Based on Federal Census 2020 of 21,641

REAL PROPERTY CLASSIFICATION (1)

<u>Year</u>	<u>Assessed Value of Land and Improvements</u>	<u>Vacant Land</u>	<u>Residential</u>	<u>Commercial</u>	<u>Industrial</u>	<u>Apartments</u>
2026 (2)	\$1,325,536,300	\$10,891,000	\$817,590,100	\$99,654,700	\$3,317,100	\$394,083,400
2025	637,360,200	6,009,400	390,470,000	57,013,500	2,179,600	181,687,700
2024	636,737,100	7,806,000	388,694,500	56,732,000	2,179,600	181,325,000
2023	630,115,600	7,948,200	383,517,100	57,225,500	2,179,600	179,245,200
2022	613,965,800	7,602,400	381,383,600	56,385,000	2,179,600	166,415,200

(1) Source: Borough Tax Assessor

(2) Source: Revaluation

**BOROUGH OF LINDENWOLD
STATEMENT OF INDEBTEDNESS (1)**

The following table summarizes the direct debt of the Borough of Lindenwold as of December 31, 2025. The gross debt comprises short and long-term debt issued and debt authorized but not issued, including General, debt of the School District and debt of the Sewer Utility. Deductions from gross debt to arrive at net debt include deductible school district debt, as well as debt that is considered to be self-liquidating. The resulting net debt of \$6,380,020 represents 0.680% of the average of equalized valuations for the Borough for the last three years, within the 3.5% limit imposed by N.J.S.A. 40A:2-6.

	<u>Debt Issued</u>		<u>Debt Authorized But Not Issued</u>	<u>Gross Debt</u>	<u>Deductions</u>		<u>Net Debt</u>
	<u>Bonds</u>	<u>Notes</u>			<u>School Debt</u>	<u>Self- Liquidating</u>	
General	\$ 1,988,360	\$ 4,319,900	\$ 71,760	\$ 6,380,020			\$ 6,380,020
School - Local	31,347,000			31,347,000	\$ 31,347,000		
Sewer Utility	991,640	1,975,000	836	2,967,476		\$ 2,967,476	
	<u>\$ 34,327,000</u>	<u>\$ 6,294,900</u>	<u>\$ 72,596</u>	<u>\$ 40,694,496</u>	<u>\$ 31,347,000</u>	<u>\$ 2,967,476</u>	<u>\$ 6,380,020</u>

(1) As of December 31, 2025

Source: Annual Debt Statement

DEBT RATIOS AND VALUATIONS (1) (2)

Average of Equalized Valuations of Real Property with Improvements and Second Class Railroad for 2023, 2024 and 2025	\$938,265,210
Statutory Net Debt as a Percentage of the Average of Equalized Valuations of Real Property with Improvements for 2023, 2024 and 2025	0.680%
2025 Net Valuation Taxable	\$637,360,284
2025 Equalized Valuation of Real Property and Taxable Personal Property Used in Communications	\$1,062,621,291
Gross Debt (3):	
As a percentage of 2025 Net Valuation Taxable	6.38%
As a percentage of 2025 Equalized Valuation of Real Property and Taxable Personal Property Used in Communications	3.83%
Net Debt (3):	
As a percentage of 2025 Net Valuation Taxable	1.00%
As a percentage of 2025 Equalized Valuation of Real Property and Taxable Personal Property Used in Communications	0.60%
Gross Debt Per Capita (4)	\$1,880
Net Debt Per Capita (4)	\$295

BOROUGH BORROWING CAPACITY(1)(2)

3.5% of Averaged (2023-25) Equalized Valuation of Real Property including Improvements (\$938,265,210)	\$32,839,282
Net Debt	<u>6,380,020</u>
Remaining Borrowing Capacity	<u><u>\$26,459,262</u></u>

LOCAL BOARD OF EDUCATION BORROWING CAPACITY(1)(2)

4% of Averaged (2023-25) Equalized Valuation of Real Property including Improvements (\$938,265,210)	\$37,530,608
School Debt	<u>31,347,000</u>
Remaining Borrowing Capacity	<u><u>\$6,183,608</u></u>

(1) As of December 31, 2025
(2) Source: Borough Auditor
(3) Excluding overlapping debt
(4) Based on 2020 Federal Census of 21,641

**BOROUGH OF LINDENWOLD
OVERLAPPING DEBT AS OF DECEMBER 31, 2025**

	DEBT ISSUED				
	<u>Debt Outstanding</u>	<u>Deductions</u>	<u>Statutory Net Debt Outstanding</u>	<u>Net Debt Outstanding Allocated to the Issuer</u>	<u>Debt Auth. but not Issued</u>
County of Camden(1):					
General:					
Bonds	\$ 58,967,466	\$ 51,909,486 (2)	\$ 7,057,980	\$ 108,693 (4)	\$ 60,765,099
Loan Agreements	279,385,000		279,385,000	4,302,529 (4)	
Bonds Issued by Other Public Bodies Guaranteed by the County	191,674,387	191,674,387 (3)			
	<u>\$ 530,026,853</u>	<u>\$ 243,583,873</u>	<u>\$ 286,442,980</u>	<u>\$ 4,411,222</u>	<u>\$ 60,765,099</u>

(1) Source: County of Camden

(2) Includes Reserve for Payment of Bonds, Other Accounts Receivable and General Obligation Pension Refunding Bonds.

(3) Deductible in accordance with N.J.S. 40:37A-80.

(4) Such debt is allocated as a proportion of the Issuer's share of the total 2025 Net Valuation on which County taxes are apportioned, which is 1.54%.

Camden County Municipal Utilities Authority

The CCMUA is a public body corporate and politic of the State and was originally created as the Camden County Sewerage Authority ("Sewerage Authority") by a resolution of the County adopted on December 5, 1967. The Sewerage Authority was reorganized in 1972 as a utilities authority and changed its name to the Camden County Municipal Utilities Authority pursuant to a resolution of the County adopted on April 13, 1972. The CCMUA operates under the supervision of nine commissioners who are appointed by the Board for five-year staggered terms. The County has entered into a deficiency agreement with the CCMUA ("Deficiency Agreement") whereby the County is obligated to pay to the CCMUA any annual charges equal to any deficits in CCMUA revenues necessary to pay or provide for: (i) operation and maintenance expenses of the CCMUA's regional sewer system, (ii) principal and interest payments on bonds and notes of the CCMUA in an aggregate principal amount not to exceed \$685,500,000, and (iii) the maintenance of reserves required under the bond resolution securing the CCMUA's bonds and notes. The obligation of the County pursuant to the provisions of the Deficiency Agreement is a direct and general obligation of the County, and any annual charges are ultimately payable by the County from the levy of *ad valorem* taxes on all the taxable real property within the jurisdiction of the County in amounts sufficient to enable the County to meet its obligations under the Deficiency Agreement. **To date, no payments have been required to be made by the County pursuant to the Deficiency Agreement.** The County and the CCMUA may agree to amend the Deficiency Agreement at any time to increase the obligations of the County thereunder.

The CCMUA owns and operates a sewage collection and treatment system which serves all County residents connected to local sewer collection systems. The CCMUA's system does not include the local sewage collection system of any CCMUA participant, but it owns and operates interceptor sewer lines connecting the local systems to the CCMUA's sewage treatment facilities.

The CCMUA is required to charge and collect service charges for the use of its facilities such that revenues of the CCMUA will at all times be adequate to pay all operating and maintenance expenses, including reserves, insurance, extensions and replacements, and to pay punctually the principal of and interest on any bonds and notes of the CCMUA and to maintain reserves and sinking funds therefor as may be required by the terms of any agreements with the holders thereof.

The gross debt as of December 31, 2024 for the CCMUA was \$235,196,095. The County guarantees up to \$685,500,000 of debt issued by the CCMUA.

Camden County Improvement Authority

The Camden County Improvement Authority ("CCIA") is a public body corporate and politic of the State and was created by a resolution of the County Board. The CCIA operates under the supervision of a five (5) member Board who are appointed for five (5) year staggered terms by the County Board. The CCIA has from time to time issued its revenue bonds for projects involving the County and for which the County has a repayment obligation or guaranty. The CCIA also issues conduit debt from time to time which is not included in the overlapping debt as there is no obligation by the taxpayers to repay the associated debt service.

The amount of debt which the County has guaranteed or for which it has a repayment obligation as of December 31, 2024 was \$322,575,816.

**BOROUGH OF LINDENWOLD
SCHEDULE OF DEBT SERVICE**

Year	Existing Debt (1)							Grand Total
	General			Sewer				
	Principal	Interest	Total	Principal	Interest	Total		
2026	\$ 643,360	\$ 39,667	\$ 683,027	\$ 371,640	\$ 19,483	\$ 391,123	\$ 1,074,150	
2027	665,000	24,481	689,481	310,000	11,238	321,238	1,010,719	
2028	680,000	8,500	688,500	310,000	3,875	313,875	1,002,375	
	<u>\$ 1,988,360</u>	<u>\$ 72,648</u>	<u>\$ 2,061,008</u>	<u>\$ 991,640</u>	<u>\$ 34,595</u>	<u>\$ 1,026,235</u>	<u>\$ 3,087,244</u>	

(1) As of December 31, 2025

Source: Borough Auditor

**BOROUGH OF LINDENWOLD
2025 MUNICIPAL BUDGET**

CURRENT FUND

Anticipated Revenues:

Fund Balance	\$ 5,333,000
Miscellaneous Revenues:	
Local Revenues	618,000
State Aid Without Offsetting Appropriations	2,100,400
Uniform Construction Code Fees	200,000
Shared Services Agreements	181,797
Public and Private Programs	216,047
Other Special Items	90,000
Receipts from Delinquent Taxes	355,000
Amount to be Raised by Taxation for Municipal Purpose	<u>11,177,884</u>
Total Anticipated Revenues	<u><u>\$ 20,272,128</u></u>

Appropriations:

Within "CAPS":	
Operations	\$ 17,931,141
Excluded from "CAPS":	
Other Operations	212,076
Shared Services Agreements	199,297
Public and Private Programs Off-Set by Revenues	216,047
Capital Improvements	103,255
Debt Service	807,372
Deferred Charges	80,000
Reserve for Uncollected Taxes	<u>722,941</u>
Total Appropriations	<u><u>\$ 20,272,128</u></u>

SEWER UTILITY FUND

Anticipated Revenues:

Fund Balance	\$ 288,418
Rents	1,450,000
Miscellaneous	<u>50,000</u>
Total Anticipated Revenues	<u><u>\$ 1,788,418</u></u>

Appropriations:

Operating	\$ 1,258,874
Debt Service	492,288
Social Security	<u>37,256</u>
Total Appropriations	<u><u>\$ 1,788,418</u></u>

**BOROUGH OF LINDENWOLD
CAPITAL PROGRAM 2025-2030**

<u>Project Title</u>	<u>Estimated Cost</u>	<u>Capital Improvement Fund</u>	<u>Bonds and Notes</u>	
			<u>General</u>	<u>Self-Liquidating</u>
Public Works				
Front Load Trash Truck	\$ 1,000,000	\$ 50,000	\$ 950,000	
Asphalt Hot Patch Dump Trailer	40,000	2,000	38,000	
Public Buildings				
Community Center - Upgrades (paving/flooring)	5,000	250	4,750	
Other Improvements				
Upgrade of Municipal Website	20,100	1,005	19,095	
Reconstruction of Various Municipal Roads	400,000	20,000	380,000	
Sewer Improvements				
Sewer Force Main Replacement	2,500,000			\$ 2,500,000
	<u>\$ 3,965,100</u>	<u>\$ 73,255</u>	<u>\$ 1,391,845</u>	<u>\$ 2,500,000</u>

APPENDIX B

FINANCIAL STATEMENTS OF THE BOROUGH OF LINDENWOLD

FOR THE YEAR ENDED 2025
COMPILED FINANCIAL STATEMENTS



INDEPENDENT ACCOUNTANTS' COMPILATION REPORT

Honorable Mayor and Members
of the Borough Council
Borough of Lindenwold
Lindenwold, New Jersey

Management is responsible for the accompanying balance sheets – regulatory basis of the various funds of the Borough of Lindenwold (“Borough”), as of December 31, 2025 and the related statements of operations and changes in fund balance – regulatory basis, the statements of changes in fund balance, the statements of revenues – regulatory basis and statements of expenditures – regulatory basis of the various funds for the year then ended in accordance with the regulatory basis of accounting. We have performed the compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements - regulatory basis nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any assurance on these financial statements.

The financial statements are prepared in accordance with the financial and accounting reporting provisions and practices that demonstrate compliance with the regulatory basis of accounting and budget laws prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

Management has elected to omit substantially all the disclosures ordinarily included in financial statements prepared in accordance with the regulatory basis of accounting. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the Borough's assets, liabilities, fund balances, revenues and expenditures and results of operations. Accordingly, the financial statements are not designed for those who are not informed about such matters.

PKF O'Connor Davies, LLP

Voorhees, New Jersey
March 9, 2026

Todd R. Saler

Todd R. Saler, CPA
Registered Municipal Accountant, No. 476

PKF O'CONNOR DAVIES, LLP
601 White Horse Road, Voorhees, NJ 08043 | Tel: 856.435.6200 | Fax: 856.435.0440 | www.pkfod.com

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BOROUGH OF LINDENWOLD
CURRENT FUND
 Balance Sheet - Regulatory Basis
 As of December 31, 2025 (Unaudited)

<u>ASSETS AND DEFERRED CHARGES</u>	<u>2025</u>
Current Fund:	
Cash--Treasurer	\$ 6,549,480.96
Change Funds	<u>500.00</u>
	<u>6,549,980.96</u>
Receivables and Other Assets with Full Reserves:	
Delinquent Property Taxes Receivable	468,282.13
Tax Title Liens Receivable	184,225.73
Solid Waste Liens Receivable	447.03
Property Acquired for Taxes--Assessed Valuation	2,922,550.00
Revenue Accounts Receivable	133,755.94
Due from Federal and State Grant Fund	134,563.86
Due from Animal Control Fund	<u>4,867.99</u>
	<u>3,848,692.68</u>
Deferred Charges:	
Special Emergency Authorization	<u>320,000.00</u>
	<u>320,000.00</u>
	<u>10,718,673.64</u>
Federal, State and Local Grant Fund:	
Cash--Treasurer	12,932.43
Federal, State and Local Grant Fund	2,109,097.13
Due from General Capital Fund	<u>17,966.84</u>
	<u>2,139,996.40</u>
	<u>\$ 12,858,670.04</u>

BOROUGH OF LINDENWOLD
CURRENT FUND
 Balance Sheet - Regulatory Basis
 As of December 31, 2025 (Unaudited)

<u>LIABILITIES, RESERVES AND FUND BALANCE</u>	<u>2025</u>
Current Fund:	
Liabilities:	
Due to Trust Other Fund	\$ 157,187.87
Due to General Capital Fund	235,096.37
Appropriation Reserves	1,410,290.77
Reserve for Encumbrances	469,454.65
Prepaid Taxes	264,053.76
Tax Overpayments	29,005.07
Due to State of New Jersey:	
Marriage/Civil Union License Fees	600.00
Veteran's and Senior Citizen Deductions	9,393.57
Accounts Payable	74,200.75
Due County for Added and Omitted Taxes	10,922.84
Due to Municipal Court	3,238.26
Reserve for Maintenance of Free Public Library with State Aid	9,384.84
Reserve for Revaluation	<u>77,664.00</u>
	2,750,492.75
Reserve for Receivables and Other Assets	3,848,692.68
Fund Balance	<u>4,119,488.21</u>
	<u>10,718,673.64</u>
Federal, State and Local Grant Fund:	
Reserve for Federal, State and Local Grants:	
Unappropriated	81,177.73
Appropriated	1,901,212.45
Due to Current Fund	134,563.86
Accounts Payable:	
Due to Grantor	10,111.19
Interest Earned on Grant Funds	<u>12,931.17</u>
	<u>2,139,996.40</u>
	<u>\$ 12,858,670.04</u>

BOROUGH OF LINDENWOLD
CURRENT FUND
 Statements of Operations and Changes in Fund Balance - Regulatory Basis
 For the Year Ended December 31, 2025 (Unaudited)

	<u>2025</u>
<u>Revenue and Other Income Realized</u>	
Fund Balance Utilized	\$ 5,333,000.00
Miscellaneous Revenue Anticipated	4,370,824.09
Receipts from Delinquent Taxes	407,402.76
Receipts from Current Taxes	31,233,551.20
Non-Budget Revenue	1,130,675.08
Other Credits to Income:	
Unexpended Balance of Appropriation Reserves	822,395.79
Accounts Payable Canceled	29,286.35
Canceled Grant Fund Appropriated Reserves	930.00
Statutory Excess in Animal Control Fund	4,848.60
Liquidation of Reserves for:	
Due Trust Other Fund	22,403.94
	<u>43,355,317.81</u>
Total Income	<u>43,355,317.81</u>
<u>Expenditures</u>	
Budget and Emergency Appropriations:	
Operations--Within "CAPS":	
Salaries and Wages	7,786,143.90
Other Expenses	7,445,825.75
Deferred Charges and Statutory Expenditures	
Municipal--Within "CAPS"	2,699,171.18
Operations--Excluded from "CAPS":	
Salaries and Wages	250,182.00
Other Expenses	587,563.13
Capital Improvements--Excluded from "CAPS"	645,623.00
Municipal Debt Service--Excluded from "CAPS"	807,068.75
Deferred Charges--Excluded from "CAPS"	80,000.00
Fire District Taxes	1,286,418.00
County Taxes	5,535,035.92
Due County for Added and Omitted Taxes	10,922.84
Local School Taxes	13,680,775.00
Refund of Prior Year Revenue:	
Disbursed	13,351.60

BOROUGH OF LINDENWOLD
CURRENT FUND
 Statements of Operations and Changes in Fund Balance - Regulatory Basis
 For the Year Ended December 31, 2025 (Unaudited)

	<u>2025</u>
<u>Expenditures (Cont'd)</u>	
Veterans and Senior Citizens Deductions Disallowed	
By Tax Collector (Net)--Prior Year Taxes	\$ 1,937.50
Canceled Federal, State and Local Grants Receivable	930.00
Creation of Reserves for:	
Due from Federal, State and Local Grant Fund	134,563.86
Due from Animal Control Fund	<u>3,137.47</u>
Total Expenditures	<u>40,968,649.90</u>
Excess in Revenue	2,386,667.91
<u>Fund Balance</u>	
Balance Jan. 1	<u>7,065,820.30</u>
	9,452,488.21
Decreased by:	
Utilized as Anticipated Revenue	<u>5,333,000.00</u>
Balance Dec. 31	<u><u>\$ 4,119,488.21</u></u>

BOROUGH OF LINDENWOLD
CURRENT FUND
 Statement of Revenues - Regulatory Basis
 For the Year Ended December 31, 2025 (Unaudited)

	Modified <u>Budget</u>	<u>Realized</u>	Excess or <u>(Deficit)</u>
Fund Balance Anticipated	\$ 5,333,000.00	\$ 5,333,000.00	
Miscellaneous Revenues	4,158,937.45	4,370,824.09	\$ 211,886.64
Receipts from Delinquent Taxes	355,000.00	407,402.76	52,402.76
Amount to be Raised by Taxes for Support of Municipal Budget:			
Local Tax for Municipal Purposes including Reserve for Uncollected Taxes	<u>11,177,883.80</u>	<u>11,443,340.03</u>	<u>265,456.23</u>
Total General Revenues	<u>21,024,821.25</u>	<u>21,554,566.88</u>	<u>529,745.63</u>
Non-Budget Revenues	<u>-</u>	<u>1,130,675.08</u>	<u>1,130,675.08</u>
	<u>\$ 21,024,821.25</u>	<u>\$ 22,685,241.96</u>	<u>\$ 1,660,420.71</u>

BOROUGH OF LINDENWOLD
CURRENT FUND
Statement of Revenues - Regulatory Basis
Miscellaneous Revenues Realized
For the Year Ended December 31, 2025 (Unaudited)

	<u>Budget</u>	<u>Chapter 159</u>	<u>Realized</u>	<u>Excess or (Deficit)</u>
Miscellaneous Revenues:				
Licenses:				
Alcoholic Beverages	\$ 20,000.00		\$ 22,208.00	\$ 2,208.00
Other	30,000.00		31,371.00	1,371.00
Fees and Permits	255,000.00		345,416.53	90,416.53
Fines and Costs:				
Municipal Court	57,000.00		54,264.27	(2,735.73)
Interest and Costs on Taxes	130,000.00		112,074.99	(17,925.01)
Interest on Investments and Deposits	100,000.00		168,013.84	68,013.84
Foreclosed Property Fees	26,000.00		21,500.00	(4,500.00)
Consolidated Municipal Property Tax Relief Aid				
Energy Receipts Tax	2,100,400.00		2,100,400.25	0.25
Dedicated Uniform Construction Code Fees offset with Appropriations (N.J.S. 40A:4-36 and N.J.A.C. 5:23-4.17):				
Uniform Construction Code Fees	200,000.00		278,015.00	78,015.00
Special Items of General Revenues Anticipated with Prior Written Consent of Director of Local Government Services:				
Shared Service Agreements:				
Assessment of Taxes--Pine Hill Borough	17,861.00		14,884.10	(2,976.90)
Police--Lindenwold Borough School District - SRO	117,388.00		117,387.66	(0.34)
Police--Lindenwold Borough School District - SLEO	46,548.00		46,548.00	
Public and Private Revenues Off-Set with Appropriations:				
Safe and Secure Communities Program	67,725.00		67,725.00	
Body Armor Replacement Grant	3,453.36		3,453.36	
Distracted Driving Grant - U Drive. U Text. U Pay.	7,000.00		7,000.00	
Drunk Driving Enforcement Fund	1,960.00		1,960.00	
Local Law Enforcement Grant - Justice Assistance Grant		\$ 31,435.00	31,435.00	
Local Recreation Improvement Grant		89,980.00	89,980.00	
Lindenwold Park Bikeway Connector Program		275,000.00	275,000.00	
Horizon Foundation Grant		40,000.00	40,000.00	
NJDOT Local Municipal Aid Program		267,368.00	267,368.00	
Camden County Youth Services Commission:				
Community Partnership Grant 2025	30,000.00		30,000.00	
Clean Communities Program		48,910.25	48,910.25	
National Opioid Settlement Funds	105,908.84		105,908.84	
Other Special Items:				
Delaware River Port Authority Community Impact	90,000.00		90,000.00	
Miscellaneous Revenues	<u>\$ 3,406,244.20</u>	<u>\$ 752,693.25</u>	<u>\$ 4,370,824.09</u>	<u>\$ 211,886.64</u>

BOROUGH OF LINDENWOLD
CURRENT FUND
Statement of Revenues - Regulatory Basis
Analysis of Realized Tax Collections
For the Year Ended December 31, 2025 (Unaudited)

Allocation of Current Tax Collections:	
Revenue from Collections	\$ 31,233,551.20
Allocated to:	
Local School, County and Fire District Taxes	<u>20,513,151.76</u>
Balance for Support of Municipal Budget Appropriations	10,720,399.44
Add: Appropriation "Reserve for Uncollected Taxes"	<u>722,940.59</u>
Amount for Support of Municipal Budget Appropriations	<u><u>\$ 11,443,340.03</u></u>
 Receipts from Delinquent Taxes:	
Delinquent Tax Collections	\$ 403,296.08
Tax Title Lien Collections	<u>4,106.68</u>
	<u><u>\$ 407,402.76</u></u>

BOROUGH OF LINDENWOLD
CURRENT FUND
Statement of Revenues - Regulatory Basis
Analysis of Non-Budget Revenues
For the Year Ended December 31, 2025 (Unaudited)

Miscellaneous Revenue Not Anticipated:

Clerk:		
Other	\$	143.80
Board of Health:		
Certified Copies		3,192.00
EFT Fees		243.00
Police Department:		
Accident Reports		1,708.75
Treasurer:		
Tower Rentals		29,384.09
Cable Franchise Fee		40,645.08
Trash Collection Fees		356,832.00
Payments in Lieu of Taxes (PILOTs)		610,482.48
Sale of Borough Assets		5,551.74
Other Miscellaneous Fees		225.15
Various Refunds		3,745.69
Election Polling Places		825.00
Fuel Reimbursements		2,609.81
NJDOT Highway Planning & Construction		1,000.00
Dumpster Application Fees		775.00
Insurance Dividends		8,529.00
Vacant Property Fees		16,000.00
Library Fees		2,342.00
Insurance Proceeds		7,651.00
Administrative Fees:		
Senior Citizens and Veterans Deductions		857.50
PILOT Renewal Fees		8,420.00
Outstanding Checks Canceled		136.00
Collector:		
Copies		200.00
Duplicate Certificate/Bill Fees		10.00
NSF Fees		140.00
Special Charges		9,825.99
Forfeited Tax Sale Redemptions and Premiums		19,200.00
		<u>1,130,675.08</u>
	\$	<u>1,130,675.08</u>

See Independent Accountants' Compilation Report

BOROUGH OF LINDENWOLD
CURRENT FUND
Statement of Expenditures - Regulatory Basis
For the Year Ended December 31, 2025 (Unaudited)

	Appropriations		Expended		Unexpended Balance Canceled
	Budget	Budget After Modification	Paid or Charged	Encumbered Reserved	
<u>OPERATIONS--WITHIN "CAPS"</u>					
<u>GENERAL GOVERNMENT FUNCTIONS</u>					
Administrative and Executive					
Salaries and Wages	\$ 20,245.00	\$ 20,245.00	\$ 13,826.00		\$ 6,419.00
Other Expenses	50,000.00	67,500.00	51,822.19	\$ 586.13	15,091.68
Mayor and Council					
Salaries and Wages	64,000.00	64,000.00	57,800.24		6,199.76
Other Expenses	12,000.00	12,000.00	5,374.47	303.39	6,322.14
Elections					
Other Expenses	15,000.00	15,000.00	12,458.41		2,541.59
Municipal Clerk					
Salaries and Wages	158,345.00	108,345.00	79,214.36		29,130.64
Other Expenses	20,000.00	20,000.00	9,881.08	297.84	9,821.08
Financial Administration					
Salaries and Wages	201,048.00	184,548.00	129,152.86		55,395.14
Other Expenses	47,000.00	47,000.00	33,766.90	5,037.69	8,195.41
Audit Services	65,000.00	65,000.00	65,000.00		
Computerized Data Processing	59,000.00	70,500.00	41,529.85	586.62	28,383.53
Collection of Taxes					
Salaries and Wages	153,838.00	153,838.00	97,123.84		56,714.16
Other Expenses	28,525.00	28,525.00	21,117.18		7,407.82
Assessment of Taxes					
Salaries and Wages	93,689.00	93,689.00	79,716.50		13,972.50
Other Expenses	24,000.00	24,000.00	12,482.43		11,517.57
Legal Services and Costs					
Other Expenses	150,000.00	150,000.00	132,351.90		17,648.10
Liquidation of Tax Title Liens					
Other Expenses	1.00	1.00			1.00
Engineering Services and Costs					
Other Expenses	90,000.00	90,000.00	58,123.92		31,876.08
<u>LAND USE ADMINISTRATION</u>					
Municipal Land Use Law (N.J.S.A. 44:55D-1)					
Joint Land Use Board					
Salaries and Wages	50,284.00	50,284.00	47,055.50		3,228.50
Other Expenses	18,000.00	23,000.00	16,735.75	3,710.90	2,553.35
<u>CODE ENFORCEMENT AND ADMINISTRATION</u>					
Compliance Officer					
Salaries and Wages	270,039.00	270,039.00	235,109.43		34,929.57
Other Expenses	141,357.43	74,857.43	39,340.66	213.10	35,303.67
<u>INSURANCE</u>					
General Liability	441,741.00	441,741.00	436,317.01		5,423.99
Workers Compensation	251,391.00	251,391.00	251,391.00		
Employee Group Insurance	2,471,828.32	2,521,828.32	2,123,301.87	366,330.41	32,196.04
Health Benefit Waiver	73,462.00	73,462.00	61,378.65		12,083.35
<u>PUBLIC SAFETY FUNCTIONS</u>					
Police					
Salaries and Wages	4,858,966.90	4,858,966.90	4,729,024.94	10,799.48	119,142.48
Other Expenses	694,035.00	694,035.00	547,347.58	42,794.27	103,893.15
Emergency Management Services					
Salaries and Wages	12,240.00	12,240.00	700.00		11,540.00
Other Expenses	4,200.00	4,200.00	2,264.16	47.67	1,888.17
Ambulance Services					
Other Expenses	50,000.00	50,000.00	41,667.51		8,332.49

BOROUGH OF LINDENWOLD
CURRENT FUND
Statement of Expenditures - Regulatory Basis
For the Year Ended December 31, 2025 (Unaudited)

	Appropriations		Paid or Charged	Expended		Unexpended Balance Canceled
	Budget	Budget After Modification		Encumbered	Reserved	
<u>OPERATIONS--WITHIN "CAPS" (CONTD)</u>						
<u>PUBLIC WORKS FUNCTIONS</u>						
Road Repairs and Maintenance						
Salaries and Wages	\$ 527,967.00	\$ 471,967.00	\$ 396,833.83		\$ 75,133.17	
Other Expenses	200,262.00	208,262.00	176,200.08	\$ 3,613.12		28,448.80
Shade Tree Commission						
Other Expenses	16,000.00	16,000.00	6,000.00			10,000.00
Traffic Lights and Alarm System	54,300.00	54,300.00	1,365.08			52,934.92
Solid Waste Collection						
Salaries and Wages	576,540.00	576,540.00	504,578.68			71,961.32
Other Expenses	162,500.00	162,500.00	86,102.25			76,397.75
Public Buildings and Grounds						
Salaries and Wages	161,984.00	161,984.00	156,525.92			5,458.08
Other Expenses	129,711.00	129,711.00	73,347.83			56,363.17
Vehicle Maintenance	230,000.00	240,000.00	221,380.97			18,619.03
Municipal Services Act	30,000.00	30,000.00				30,000.00
<u>HEALTH AND HUMAN SERVICES FUNCTIONS</u>						
Board of Health						
Other Expenses	800.00	800.00	125.00			675.00
Animal Control						
Other Expenses	175,200.00	179,200.00	172,319.23	1,933.99		4,946.78
Senior Citizens' Activities						
Other Expenses	4,500.00	4,500.00	1,805.01			2,694.99
<u>PARKS AND RECREATION FUNCTIONS</u>						
Parks and Playgrounds						
Salaries and Wages	216,763.00	219,763.00	219,752.62			10.38
Other Expenses	72,924.00	72,924.00	58,823.17			14,100.83
<u>EDUCATION FUNCTIONS</u>						
Expenses of Participation in Free County Library						
Salaries and Wages	124,271.00	124,271.00	77,444.64			46,826.36
Other Expenses	18,250.00	18,250.00	10,467.93	603.24		7,178.83
<u>OTHER COMMON OPERATING FUNCTIONS</u>						
Accumulated Leave Compensation	10,000.00	10,000.00	10,000.00			
Celebration of Public Event, Anniversary or Holiday						
Other Expenses	18,000.00	18,000.00	4,995.39	798.64		12,205.97
<u>UTILITY EXPENSES AND BULK PURCHASES</u>						
Electricity	105,000.00	125,000.00	101,694.02	10,160.74		13,145.24
Street Lighting	160,000.00	195,000.00	180,900.18	14,011.14		88.68
Telephone and Telegraph	80,000.00	95,000.00	93,865.90	507.10		627.00
Water	25,000.00	25,000.00	21,126.44	1,127.41		2,746.15
Fuel Oil	52,000.00	52,000.00	42,239.13	3,209.36		6,551.51
Sewer	6,000.00	6,000.00	2,980.81	1,485.49		1,533.70
Gasoline	215,000.00	215,000.00	186,128.79			28,871.21
<u>LANDFILL/SOLID WASTE DISPOSAL COSTS</u>						
Garbage and Trash Removal						
Landfill/Solid Waste	851,400.00	861,400.00	789,734.96			71,665.04
<u>MUNICIPAL COURT</u>						
Municipal Court						
Salaries and Wages	171,872.00	171,872.00	164,371.90			7,500.10
Other Expenses	56,200.00	56,200.00	43,140.53	1,254.30		11,805.17
Public Defender						
Other Expenses	9,000.00	9,000.00	9,000.00			

BOROUGH OF LINDENWOLD
CURRENT FUND
Statement of Expenditures - Regulatory Basis
For the Year Ended December 31, 2025 (Unaudited)

	Appropriations		Paid or Charged	Expended		Unexpended Balance Canceled
	Budget	Budget After Modification		Encumbered	Reserved	
<u>OPERATIONS--WITHIN "CAPS" (CONTD)</u>						
<u>UNIFORM CONSTRUCTION CODE</u>						
State Uniform Construction Code						
Construction Code Official						
Salaries and Wages	\$ 170,090.00	\$ 170,090.00	\$ 149,777.89		\$ 20,312.11	
Other Expenses	11,200.00	11,200.00	9,312.23	\$ 42.62	1,845.15	
Total Operations--Within "CAPS"	15,231,969.65	15,231,969.65	13,404,716.60	469,454.65	1,357,798.40	\$ -
Detail:						
Salaries and Wages	7,905,643.90	7,786,143.90	7,199,387.80	10,799.48	575,956.62	-
Other Expenses	7,326,325.75	7,445,825.75	6,205,328.80	458,655.17	781,841.78	-
<u>DEFERRED CHARGES AND STATUTORY EXPENDITURES--</u>						
<u>MUNICIPAL--WITHIN "CAPS"</u>						
Statutory Expenditures:						
Contribution to:						
Public Employees' Retirement System	490,879.00	490,879.00	490,879.00			
Social Security System (O.A.S.I.)	624,456.18	624,456.18	580,775.33		43,680.85	
Police and Firemen's Retirement System of NJ	1,572,336.00	1,572,336.00	1,572,336.00			
Unemployment Compensation Insurance	5,000.00	5,000.00	5,000.00			
Defined Contribution Retirement Program	6,500.00	6,500.00	4,126.58		2,373.42	
Total Deferred Charges and Statutory Expenditures - Municipal Within "CAPS"	2,699,171.18	2,699,171.18	2,653,116.91	-	46,054.27	-
Total General Appropriations for Municipal Purposes Within "CAPS"	17,931,140.83	17,931,140.83	16,057,833.51	469,454.65	1,403,852.67	-
<u>OPERATIONS--EXCLUDED FROM "CAPS"</u>						
Insurance:						
Employee Group Health	166,287.68	166,287.68	166,287.68			
SFSP Fire District Payment	7,885.00	7,885.00	7,885.00			
Reserve for Tax Appeals	2,000.00	2,000.00			2,000.00	
Recycling Tax	27,500.00	27,500.00	23,061.90		4,438.10	
Liability Insurance	8,403.00	8,403.00	8,403.00			
Shared Service Agreements:						
Assessment of Taxes--Pine Hill Borough						
Salaries and Wages	16,561.00	16,561.00	16,561.00			
Other Expenses	1,300.00	1,300.00	1,300.00			
Parks and Playgrounds--Lindenwold Borough School District						
Other Expenses	15,000.00	15,000.00	15,000.00			
Police--Lindenwold Borough School District						
Salaries and Wages	117,388.00	117,388.00	117,388.00			
Police--Lindenwold Borough School District - SLEO						
Salaries and Wages	46,548.00	46,548.00	46,548.00			
Purchasing - QPA - Brooklawn Borough						
Other Expenses	2,500.00	2,500.00	2,500.00			

BOROUGH OF LINDENWOLD
CURRENT FUND
Statement of Expenditures - Regulatory Basis
For the Year Ended December 31, 2025 (Unaudited)

	Appropriations		Paid or Charged	Expended		Unexpended Balance Canceled
	Budget	Budget After Modification		Encumbered	Reserved	
OPERATIONS--EXCLUDED FROM "CAPS"						
Public and Private Programs Off-Set by Revenues:						
Drunk Driving Enforcement Fund	\$ 1,960.00	\$ 1,960.00	\$ 1,960.00			
Aggressive Driver Program	7,000.00	7,000.00	7,000.00			
Safe and Secure Communities Program	67,725.00	67,725.00	67,725.00			
Local Law Enforcement Block Grant - Justice Assistance Grant		31,435.00	31,435.00			
Camden County Youth Services Commission:						
Community Partnership Grant 2025	30,000.00	30,000.00	30,000.00			
National Opioid Settlement Funds	105,908.84	105,908.84	105,908.84			
Horizon Foundation Grant		40,000.00	40,000.00			
Local Recreation Improvement Grant		89,980.00	89,980.00			
Clean Communities Program		48,910.25	48,910.25			
Total Operations--Excluded from "CAPS"	627,419.88	837,745.13	831,307.03	\$ -	\$ 6,438.10	\$ -
Detail:						
Salaries and Wages	257,182.00	250,182.00	250,182.00	-	-	-
Other Expenses	370,237.88	587,563.13	581,125.03	-	6,438.10	-
CAPITAL IMPROVEMENTS--EXCLUDED FROM "CAPS"						
Capital Improvement Fund	103,255.00	103,255.00	103,255.00			
Public and Private Programs Offset by Revenues:						
NJDOT Local Municipal Aid Program (40A:4-87, \$267,368.00+)		267,368.00	267,368.00			
Lindenwold Park Bikeway Connector Program		275,000.00	275,000.00			
Total Capital Improvements--Excluded from "CAPS"	103,255.00	645,623.00	645,623.00	-	-	-
MUNICIPAL DEBT SERVICE--EXCLUDED FROM "CAPS"						
Payment of Bond Principal	625,000.00	625,000.00	625,000.00			
Interest on Bonds	54,871.70	54,871.70	54,871.70			
Interest on Notes	127,500.00	127,500.00	127,197.05			302.95
Total Municipal Debt Service--Excluded from "CAPS"	807,371.70	807,371.70	807,068.75	-	-	302.95
DEFERRED CHARGES - MUNICIPAL - EXCLUDED FROM "CAPS"						
Special Emergency Authorizations - 5 years	80,000.00	80,000.00	80,000.00			
Total Deferred Charges - Municipal - Excluded from "CAPS"	80,000.00	80,000.00	80,000.00	-	-	-
Total General Appropriations--Excluded from "CAPS"	1,618,046.58	2,370,739.83	2,363,998.78	-	6,438.10	302.95
Subtotal General Appropriations	19,549,187.41	20,301,880.66	18,421,832.29	469,454.65	1,410,290.77	302.95
Reserve for Uncollected Taxes	722,940.59	722,940.59	722,940.59	-	-	-
Total General Appropriations	\$ 20,272,128.00	\$ 21,024,821.25	\$ 19,144,772.88	\$ 469,454.65	\$ 1,410,290.77	\$ 302.95
Adopted Budget		\$ 20,272,128.00				
Appropriation by Chapter 159		752,693.25				
		<u>\$ 21,024,821.25</u>				
Reserve for Federal and State Grants			\$ 968,740.45			
Reserve for Uncollected Taxes			722,940.59			
Deferred Charges:						
Special Emergency Authorization			80,000.00			
Due to Trust Other Funds			4,126.58			
Budget Refunds Collected by Trust Other Finds			11,386.31			
Budget Refunds			(733,874.80)			
Disbursed			18,091,453.75			
			<u>\$ 19,144,772.88</u>			

BOROUGH OF LINDENWOLD
TRUST FUND
Balance Sheet - Regulatory Basis
As of December 31, 2025 (Unaudited)

<u>ASSETS</u>	<u>2025</u>
Animal Control Fund:	
Cash	\$ 17,124.04
Other Funds:	
Cash--Treasurer	714,907.12
Cash--Collector	610,846.44
Due from Current Fund	157,187.87
	1,482,941.43
	\$ 1,500,065.47
<u>LIABILITIES AND RESERVES</u>	
Animal Control Fund:	
Reserve for Animal Control Fund Expenditures	\$ 12,248.25
Due to State of New Jersey	7.80
Due to Current Fund	4,867.99
	17,124.04
Other Funds:	
Due to State of New Jersey--Excess Public Defender Fees	1,764.40
Due to Sewer Utility Capital Fund	13,823.67
Payroll Deductions Payable	124,792.09
Premiums Received at Tax Sale	609,900.00
Reserve for Accumulated Leave Compensation	156,911.90
Reserve for Annual Recognition Dinner	614.73
Reserve for Apartment Escrow	100.00
Cash Performance Bonds	80,034.30
Reserve for Crime Prevention Program	4,060.93
Reserve for Escrow Deposits	154,738.06
Reserve for Federal Forfeitures	1,081.09
Reserve for Library Donations	3,870.18
Reserve for Municipal Drug Alliance	34,142.90
Reserve for New Jersey Unemployment Compensation Insurance	86,977.28
Reserve for Parks and Ball Fields Recreation	10,511.54
Reserve for POAA Fees	28.00
Reserve for Police Outside Services	82,862.36
Reserve for Public Defender Fees	4,886.50
Reserve for Recycling Program	62,656.27
Reserve for Senior Citizen Building Rentals	1,276.25
Reserve for Sewer Review	2,851.13
Reserve for Special Law Enforcement	32,677.85
Reserve for Street Opening Deposits	12,380.00
	1,482,941.43
	\$ 1,500,065.47

See Independent Accountants' Compilation Report

BOROUGH OF LINDENWOLD
GENERAL CAPITAL FUND
Balance Sheet - Regulatory Basis
As of December 31, 2025 (Unaudited)

<u>ASSETS</u>	<u>2025</u>
Cash	\$ 812,651.91
Deferred Charges to Future Taxation:	
Unfunded	4,391,660.00
Funded	1,988,360.00
Grants Receivable	238,729.13
Due from Current Fund	<u>235,096.37</u>
	<u>\$ 7,666,497.41</u>
 <u>LIABILITIES, RESERVES AND FUND BALANCE</u>	
Bond Anticipation Notes	\$ 4,319,900.00
General Serial Bonds	1,988,360.00
Improvement Authorizations:	
Funded	377,876.08
Unfunded	726,381.12
Reserve for Encumbrances	70,417.29
Capital Improvement Fund	103,255.00
Due to Federal, State and Local Grant Fund	17,966.84
Due to Sewer Utility Capital Fund	4,463.50
Fund Balance	<u>57,877.58</u>
	<u>\$ 7,666,497.41</u>
 Bonds and Notes Authorized But Not Issued	 <u>\$ 71,760.00</u>

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BOROUGH OF LINDENWOLD
GENERAL CAPITAL FUND
 Statement of Fund Balance - Regulatory Basis
 For the Year Ended December 31, 2025 (Unaudited)

Balance December 31, 2024	\$	48,114.61
Increased by:		
Receipts		
Premium on Sale of Bond Anticipation Notes		9,762.97
		9,762.97
Balance December 31, 2025	\$	57,877.58

BOROUGH OF LINDENWOLD
SEWER UTILITY FUND
 Balance Sheet - Regulatory Basis
 As of December 31, 2025 (Unaudited)

<u>ASSETS</u>	<u>2025</u>
Operating Fund:	
Cash	\$ 5,032,003.02
Change Fund	250.00
Due from Sewer Capital Fund	26,883.12
	5,059,136.14
Receivables with Full Reserves:	
Consumer Accounts Receivable	108,457.11
Sewer Liens Receivable	8,138.48
	116,595.59
Total Operating Fund	5,175,731.73
Capital Fund:	
Cash	2,012,665.49
Fixed Capital	13,226,828.44
Fixed Capital Authorized and Uncompleted	2,528,415.74
Due from General Capital Fund	4,463.50
Due from Trust Other Fund	13,823.67
	17,786,196.84
Total Capital Fund	17,786,196.84
Total Assets	\$ 22,961,928.57

BOROUGH OF LINDENWOLD
SEWER UTILITY FUND
Balance Sheet - Regulatory Basis
As of December 31, 2025 (Unaudited)

<u>LIABILITIES, RESERVES AND FUND BALANCE</u>	<u>2025</u>
Operating Fund:	
Appropriation Reserves	\$ 284,624.21
Reserve for Encumbrances	4,859.02
Sewer Rental Overpayments	2,301.04
Sewer Rental Prepayments	421,536.53
Accrued Interest on Bonds and Notes	<u>53,780.84</u>
	767,101.64
Reserves for Receivables	116,595.59
Fund Balance	<u>4,292,034.50</u>
Total Operating Fund	<u>5,175,731.73</u>
Capital Fund:	
Due Sewer Utility Operating Fund	26,883.12
Reserve for Amortization	12,787,768.18
Improvement Authorizations:	
Funded	424,391.57
Unfunded	1,531,163.59
Reserve for Encumbrances	9,850.00
Sewer Serial Bonds	991,640.00
Bond Anticipation Notes	1,975,000.00
Fund Balance	<u>39,500.38</u>
Total Capital Fund	<u>17,786,196.84</u>
Total Liabilities, Reserves and Fund Balances	<u>\$ 22,961,928.57</u>
Bonds and Notes Authorized but Not Issued	<u>\$ 836.00</u>

BOROUGH OF LINDENWOLD
SEWER UTILITY OPERATING FUND
 Statement of Operations and Changes in Fund Balance - Regulatory Basis
 For the Year Ended December 31, 2025 (Unaudited)

<u>Revenue and Other Income Realized</u>	<u>2025</u>
Fund Balance	\$ 288,418.00
Rents	2,050,884.39
Miscellaneous	146,201.32
Other Credits to Income:	
Unexpended Balance of Appropriation Reserves	111,606.38
Total Income	2,597,110.09
 <u>Expenditures</u>	
Budget Appropriations:	
Operating	1,258,874.00
Debt Service	466,507.11
Deferred Charges and Statutory Expenditures	37,256.34
Total Expenditures	1,762,637.45
Excess in Revenue	834,472.64
 <u>Fund Balance</u>	
Balance January 1	3,745,979.86
	4,580,452.50
Decreased by:	
Utilized as Revenue in Sewer Utility Operating Budget	288,418.00
Balance December 31	\$ 4,292,034.50

See Independent Accountants' Compilation Report

BOROUGH OF LINDENWOLD
SEWER UTILITY CAPITAL FUND
 Statement of Fund Balance - Regulatory Basis
 For the Year Ended December 31, 2025 (Unaudited)

Balance December 31, 2024	\$ 35,036.88
Increased by:	
Premium on Sale of Bond Anticipation Note	4,463.50
Balance December 31, 2025	\$ 39,500.38

See Independent Accountants' Compilation Report

BOROUGH OF LINDENWOLD
SEWER UTILITY OPERATING FUND
 Statement of Revenues - Regulatory Basis
 For the Year Ended December 31, 2025 (Unaudited)

	<u>Budget</u>	<u>Realized</u>	Excess or <u>(Deficit)</u>
Fund Balance	\$ 288,418.00	\$ 288,418.00	
Rents	1,450,000.00	2,050,884.39	\$ 600,884.39
Miscellaneous	50,000.00	146,201.32	96,201.32
	<u>\$ 1,788,418.00</u>	<u>\$ 2,485,503.71</u>	<u>\$ 697,085.71</u>

Analysis of Realized Revenues

Rents:

Consumer Accounts Receivable:

Collected	\$ 1,686,593.04
Prepayments Applied	358,221.70
	<u>\$ 2,050,884.39</u>

Miscellaneous Revenues Anticipated:

Treasurer:

Interest on Investments:

Collected	\$ 71,709.13
Due Sewer Utility Capital Fund	34,201.63

Collector:

Interest on Delinquent Accounts:

Collected	34,217.79
Service Agreements	2,162.71
Service Calls	1,310.06
Connection Fees	2,600.00
	<u>\$ 146,201.32</u>

BOROUGH OF LINDENWOLD
SEWER UTILITY OPERATING FUND
 Statement of Expenditures - Regulatory Basis
 For the Year Ended December 31, 2025 (Unaudited)

	<u>Budget</u>	<u>Budget After Modification</u>	<u>Expended</u>			<u>Unexpended Balance Canceled</u>
			<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	
Operating:						
Salaries and Wages	\$ 487,011.00	\$ 487,011.00	\$ 471,698.58		\$ 15,312.42	
Other Expenses	<u>771,863.00</u>	<u>771,863.00</u>	<u>500,211.50</u>	\$ 4,859.02	<u>266,792.48</u>	
Total Operating	<u>1,258,874.00</u>	<u>1,258,874.00</u>	<u>971,910.08</u>	<u>4,859.02</u>	<u>282,104.90</u>	\$ -
Debt Service:						
Payment of Bond Principal	360,000.00	360,000.00	360,000.00			
Interest on Bonds	27,287.66	27,287.66	27,287.66			
Interest on Notes	<u>105,000.00</u>	<u>105,000.00</u>	<u>79,219.45</u>			<u>25,780.55</u>
Total Debt Service	<u>492,287.66</u>	<u>492,287.66</u>	<u>466,507.11</u>	-	-	<u>25,780.55</u>
Deferred Charges and Statutory Expenditures:						
Statutory Expenditures:						
Contribution to:						
Social Security System (O.A.S.I.)	<u>37,256.34</u>	<u>37,256.34</u>	<u>34,737.03</u>		<u>2,519.31</u>	
	<u>\$ 1,788,418.00</u>	<u>\$ 1,788,418.00</u>	<u>\$ 1,473,154.22</u>	<u>\$ 4,859.02</u>	<u>\$ 284,624.21</u>	<u>\$ 25,780.55</u>
Disbursed			\$ 1,397,986.72			
Budget Refunds			(31,339.61)			
Accrued Interest on Bonds and Notes			<u>106,507.11</u>			
			<u>\$ 1,473,154.22</u>			

See Independent Accountants' Compilation Report

FOR THE YEARS ENDED 2024 AND 2023
AUDITED FINANCIAL STATEMENTS

INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and
Members of the Borough Council
Borough of Lindenwold
Lindenwold, New Jersey 08021

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying statements of assets, liabilities, reserves and fund balance - regulatory basis of the various funds of the Borough of Lindenwold, in the County of Camden, State of New Jersey, as of December 31, 2024 and 2023, and the related statements of operations and changes in fund balance - regulatory basis for the years then ended, and the related statement of revenues - regulatory basis, statement of expenditures - regulatory basis, and statement of general fixed asset group of accounts - regulatory basis for the year ended December 31, 2024, and the related notes to the financial statements, which collectively comprise the Borough's basic financial statements as listed in the table of contents.

Unmodified Opinions on Regulatory Basis of Accounting

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the assets, liabilities, reserves and fund balance - regulatory basis of the various funds of the Borough of Lindenwold, in the County of Camden, State of New Jersey, as of December 31, 2024 and 2023, and the results of its operations and changes in fund balance - regulatory basis of such funds for the years then ended, and the revenues - regulatory basis and expenditures - regulatory basis of the various funds, and general fixed asset group of accounts - regulatory basis, for the year ended December 31, 2024, in conformity with accounting principles and practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, as described in note 1.

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

In our opinion, because of the significance of the matter discussed in the *Basis for Adverse Opinion on Accounting Principles Generally Accepted in the United States of America* section of our report, the accompanying financial statements referred to above do not present fairly the financial position of the Borough of Lindenwold, in the County of Camden, State of New Jersey, as of December 31, 2024 and 2023, or the results of its operations and changes in fund balance for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions on Regulatory Basis of Accounting

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; and in compliance with audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to meet the requirements of the State of New Jersey. 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 Borough 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 Accounting Principles Generally Accepted in the United States of America

As described in note 1 to the financial statements, the financial statements are prepared by the Borough on the basis of the financial reporting provisions of the Division of Local Government Services, Department of Community Affairs, State of New Jersey, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to meet the requirements of the State of New Jersey. The effects on the financial statements of the variances between the regulatory basis of accounting described in note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material and pervasive.

Emphasis of Matter

Change in Accounting Principle

As discussed in note 1 to the financial statements, during the year ended December 31, 2024, the Borough adopted new accounting guidance, Governmental Accounting Standards Board (GASB) Statement No. 101, *Compensated Absences*. The adoption of this new accounting principle resulted in an updated measurement of compensated absences in accordance with the Statement (note 11). As a result of the regulatory basis of accounting, described in the previous paragraph, the implementation of this Statement only impacted financial statement disclosures. Our opinions are not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with auditing standards generally accepted in the United States of America, we:

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

Respectfully submitted,

Handwritten signature in cursive script that reads "Bowman & Company LLP".

BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants

Handwritten signature in cursive script that reads "Todd R. Saler".

Todd R. Saler
Certified Public Accountant
Registered Municipal Accountant

Voorhees, New Jersey
July 30, 2025

BOROUGH OF LINDENWOLD
CURRENT FUND
 Statements of Assets, Liabilities, Reserves and Fund Balance--Regulatory Basis
 As of December 31, 2024 and 2023

<u>ASSETS</u>	<u>Ref.</u>	<u>2024</u>	<u>2023</u>
Current Fund:			
Cash--Treasurer	SA-1	\$ 9,629,198.43	\$ 10,870,799.61
Change Funds	SA-3	<u>500.00</u>	<u>500.00</u>
		<u>9,629,698.43</u>	<u>10,871,299.61</u>
Receivables and Other Assets with Full Reserves:			
Delinquent Property Taxes Receivable	SA-6	403,667.42	807,846.31
Tax Title Liens Receivable	SA-7	187,923.08	180,487.82
Solid Waste Liens Receivable	A	447.03	447.03
Property Acquired for Taxes--Assessed Valuation	A	2,922,550.00	2,922,550.00
Revenue Accounts Receivable	SA-8	227,575.42	47,202.93
Due from Federal and State Grant Fund	SA-25		190,695.70
Due from Animal Control Fund	SB-6	1,730.52	17.54
Due from Trust Other Funds	SB-3	22,403.94	
Due from General Capital Fund	SC-5		<u>53,274.89</u>
		<u>3,766,297.41</u>	<u>4,202,522.22</u>
Deferred Charges:			
Special Emergency Authorization	SA-5	400,000.00	
Emergency Authorization	A-3		<u>50,000.00</u>
		<u>400,000.00</u>	<u>50,000.00</u>
		<u>13,795,995.84</u>	<u>15,123,821.83</u>
Federal, State and Local Grant Fund:			
Cash--Treasurer	SA-1	12,932.43	12,732.77
Federal, State and Local Grants Receivable	SA-21	1,570,597.90	998,544.34
Due from Current Fund	SA-25	316,473.43	
Due from General Capital Fund	SC-7	<u>17,966.84</u>	
		<u>1,917,970.60</u>	<u>1,011,277.11</u>
		<u>\$ 15,713,966.44</u>	<u>\$ 16,135,098.94</u>

(Continued)

BOROUGH OF LINDENWOLD

CURRENT FUND

Statements of Assets, Liabilities, Reserves and Fund Balance--Regulatory Basis

As of December 31, 2024 and 2023

<u>LIABILITIES, RESERVES AND FUND BALANCE</u>	<u>Ref.</u>	<u>2024</u>	<u>2023</u>
Current Fund:			
Liabilities:			
Due to Trust Other Fund	SB-3		\$ 7,665.83
Due to General Capital Fund	SC-5	\$ 1,285.28	
Due to Sewer Utility Capital Fund	SD-9	2,863.75	
Due to Federal and State Grant Fund	SA-25	316,473.43	
Due to Sewer Utility Operating Fund	SA-1	41,540.00	
Reserve for Municipal Relief Fund Aid	A-2		216,502.10
Reserve for Revaluation	A-3	400,000.00	
Appropriation Reserves	A-3; SA-9	1,107,568.77	1,305,554.89
Reserve for Encumbrances	A-3; SA-9	513,172.38	445,773.02
Prepaid Taxes	SA-10	319,875.41	337,444.71
Tax Overpayments	SA-11	25,495.73	30,580.71
Due to State of New Jersey:			
Marriage/Civil Union License Fees	SA-12	2,575.00	675.00
State Training Fees	SA-13	3,483.00	1,986.00
Veteran's and Senior Citizen Deductions	SA-19	6,956.07	8,393.57
Accounts Payable	SA-14	89,344.55	58,572.86
Prepaid Tower Rental Fees	SA-1; SA-8	2,098.81	1,825.05
Prepaid Trash Collection Fees	SA-1; A-2	111,636.00	142,381.00
Due County for Added and Omitted Taxes	SA-17	6,575.30	29,099.62
Local School Taxes Payable	SA-18		1.50
Due to Municipal Court	SA-1	3,238.26	
Reserve for Maintenance of Free Public Library with State Aid	SA-20	9,696.39	8,610.47
		<u>2,963,878.13</u>	<u>2,595,066.33</u>
Reserve for Receivables and Other Assets	A	3,766,297.41	4,202,522.22
Fund Balance	A-1	<u>7,065,820.30</u>	<u>8,326,233.28</u>
		<u>13,795,995.84</u>	<u>15,123,821.83</u>
Federal, State and Local Grant Fund:			
Reserve for Federal, State and Local Grants:			
Unappropriated	SA-22	118,322.46	59,236.65
Appropriated	SA-23	1,763,250.42	738,322.06
Reserve for Encumbrances	SA-24	13,355.36	179.00
Due to Current Fund	SA-25		190,695.70
Due to General Capital Fund	SC-7		1.00
Accounts Payable:			
Due to Grantor	A	10,111.19	10,111.19
Interest Earned on Grant Funds	SA-26	12,931.17	12,731.51
		<u>1,917,970.60</u>	<u>1,011,277.11</u>
		<u>\$ 15,713,966.44</u>	<u>\$ 16,135,098.94</u>

The accompanying Notes to Financial Statements are an integral part of these statements.

BOROUGH OF LINDENWOLD
CURRENT FUND
 Statements of Operations and Changes in Fund Balance--Regulatory Basis
 For the Years Ended December 31, 2024 and 2023

	<u>2024</u>	<u>2023</u>
<u>Revenue and Other</u>		
<u>Income Realized</u>		
Fund Balance Utilized	\$ 4,676,500.00	\$ 4,556,900.00
Miscellaneous Revenue Anticipated	5,087,463.68	4,652,454.03
Receipts from Delinquent Taxes	799,452.22	939,283.10
Receipts from Current Taxes	31,036,712.04	30,955,154.12
Non-Budget Revenue	858,799.42	1,100,609.17
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	1,133,515.23	1,074,819.79
Tax Overpayments Canceled	3,784.58	
Accounts Payable Canceled		5,540.17
Canceled Grant Fund Appropriated Reserves		142,251.32
Refund of Prior Year Expenditures		20,734.64
Statutory Excess in Animal Control Fund	1,697.80	
Liquidation of Reserves for:		
Due Federal, State and Local Grant Fund	190,695.70	203,921.96
Due Animal Control Fund		3,404.07
Due Trust Other Fund		18,645.01
Due General Capital Fund	<u>53,274.89</u>	
Total Income	<u>43,841,895.56</u>	<u>43,673,717.38</u>
<u>Expenditures</u>		
Budget and Emergency Appropriations:		
Operations--Within "CAPS":		
Salaries and Wages	7,721,705.00	7,676,868.00
Other Expenses	7,340,136.36	6,429,097.92
Deferred Charges and Statutory Expenditures		
Municipal--Within "CAPS"	2,602,137.92	2,374,611.02
Operations--Excluded from "CAPS":		
Salaries and Wages	269,441.00	222,384.00
Other Expenses	406,275.16	577,647.49
Capital Improvements--Excluded from "CAPS"		
Municipal Debt Service--Excluded from "CAPS"	1,208,983.00	703,782.00
Deferred Charges--Excluded from "CAPS"	745,471.70	676,194.60
Deferred Charges--Excluded from "CAPS"	50,325.00	280,000.00
Fire District Taxes	1,282,997.00	1,248,718.00
County Taxes	5,599,711.76	5,715,737.51
Due County for Added and Omitted Taxes	6,575.30	29,099.62
Local School Taxes	13,561,154.00	13,561,154.00
Refund of Prior Year Revenue:		
Disbursed	4,278.42	

(Continued)

BOROUGH OF LINDENWOLD
CURRENT FUND
 Statements of Operations and Changes in Fund Balance--Regulatory Basis
 For the Years Ended December 31, 2024 and 2023

	<u>2024</u>	<u>2023</u>
<u>Expenditures (Cont'd)</u>		
Veterans and Senior Citizens Deductions Disallowed		
By Tax Collector (Net)--Prior Year Taxes	\$ 2,500.00	\$ 1,750.00
Canceled Federal, State and Local Grants Receivable		39,447.27
Creation of Reserves for:		
Due Animal Control Fund	1,712.98	
Due Trust Other Funds	22,403.94	
Due General Capital Fund		52,225.44
	40,825,808.54	39,588,716.87
Total Expenditures		
Excess in Revenue	3,016,087.02	4,085,000.51
Adjustments to Income before Fund Balance:		
Expenditures included above which are by		
Statute Deferred Charges to Budget of		
Succeeding Year	400,000.00	50,000.00
Statutory Excess to Fund Balance	3,416,087.02	4,135,000.51
<u>Fund Balance</u>		
Balance Jan. 1	8,326,233.28	8,748,132.77
	11,742,320.30	12,883,133.28
Decreased by:		
Utilized as Revenue	4,676,500.00	4,556,900.00
Balance Dec. 31	\$ 7,065,820.30	\$ 8,326,233.28

The accompanying Notes to Financial Statements are an integral part of these statements.

BOROUGH OF LINDENWOLD
CURRENT FUND
Statement of Revenue--Regulatory Basis
For the Year Ended December 31, 2024

	<u>Anticipated</u>		<u>Realized</u>	<u>Excess or (Deficit)</u>
	<u>Budget</u>	<u>Special N.J.S.40A:4-87</u>		
Fund Balance Anticipated	\$ 4,676,500.00	-	\$ 4,676,500.00	-
Miscellaneous Revenues:				
Licenses:				
Alcoholic Beverages	20,000.00		24,188.00	\$ 4,188.00
Other	38,000.00		30,223.10	(7,776.90)
Fees and Permits	155,000.00		407,436.91	252,436.91
Fines and Costs:				
Municipal Court	57,000.00		72,241.21	15,241.21
Interest and Costs on Taxes	130,000.00		162,978.47	32,978.47
Interest on Investments and Deposits	75,000.00		194,310.73	119,310.73
Foreclosed Property Fees	30,000.00		26,500.00	(3,500.00)
Energy Receipts Tax	2,100,400.00		2,100,400.25	0.25
Reserve for Municipal Relief Fund Aid	216,502.10		216,502.10	
Dedicated Uniform Construction Code Fees offset with Appropriations (N.J.S. 40A:4-36 and N.J.A.C. 5:23-4.17):				
Uniform Construction Code Fees	160,000.00		271,247.00	111,247.00
Special Items of General Revenues Anticipated with Prior Written Consent of Director of Local Government Services:				
Shared Service Agreements:				
Assessment of Taxes--Pine Hill Borough	17,861.00		17,860.92	(0.08)
Police--Lindenwold Borough School District - SRO	113,805.00		113,805.42	0.42
Police--Lindenwold Borough School District - SLEO	46,548.00		46,548.00	
Public and Private Revenues Off-Set with Appropriations:				
Safe and Secure Communities Program	67,725.00		67,725.00	
Body Armor Replacement Grant	3,123.51		3,123.51	
Distressed Driving Grant - U Drive. U Text. U Pay.	7,000.00		7,000.00	
Drunk Driving Enforcement Fund	1,610.00		1,610.00	
Recycling Tonnage Grant	27,063.42		27,063.42	
Community Development Block Grant		\$ 118,665.00	118,665.00	
Local Recreation Improvement Grant		73,000.00	73,000.00	
Safe Routes to School Grant		725,000.00	725,000.00	
NJDOT Local Municipal Aid Program		246,218.00	246,218.00	
Camden County Youth Services Commission:				
Community Partnership Grant	30,000.00		30,000.00	
Clean Communities Program		49,313.76	49,313.76	
National Opioid Settlement Funds	54,502.88		54,502.88	
Special Items of General Revenues Anticipated with Prior Written Consent of Director of Local Government Services:				
Other Special Items:				
Delaware River Port Authority Community Impact	90,000.00			(90,000.00)
Total Miscellaneous Revenues	<u>3,441,140.91</u>	<u>1,212,196.76</u>	<u>5,087,463.68</u>	<u>434,126.01</u>
Receipts from Delinquent Taxes	<u>575,000.00</u>	<u>-</u>	<u>799,452.22</u>	<u>224,452.22</u>
Amount to be Raised by Taxes for Support of Municipal Budget:				
Local Tax for Municipal Purposes including Reserve for Uncollected Taxes	<u>11,038,371.09</u>	<u>-</u>	<u>11,584,757.60</u>	<u>546,386.51</u>
Budget Totals	<u>19,731,012.00</u>	<u>1,212,196.76</u>	<u>22,148,173.50</u>	<u>1,204,964.74</u>
Non Budget Revenues	<u>-</u>	<u>-</u>	<u>858,799.42</u>	<u>858,799.42</u>
	<u>\$ 19,731,012.00</u>	<u>\$ 1,212,196.76</u>	<u>\$ 23,006,972.92</u>	<u>\$ 2,063,764.16</u>

(Continued)

BOROUGH OF LINDENWOLD
CURRENT FUND
 Statement of Revenues--Regulatory Basis
 For the Year Ended December 31, 2024

Analysis of Realized Revenues

Allocation of Current Tax Collections:	
Revenue from Collections	\$ 31,036,712.04
Allocated to:	
Local School, County and Fire District Taxes	<u>20,450,438.06</u>
Balance for Support of Municipal Budget Appropriations	10,586,273.98
Add: Appropriation "Reserve for Uncollected Taxes"	<u>998,483.62</u>
Amount for Support of Municipal Budget Appropriations	<u><u>\$ 11,584,757.60</u></u>
Receipts from Delinquent Taxes:	
Delinquent Tax Collections	\$ 796,603.88
Tax Title Lien Collections	<u>2,848.34</u>
	<u><u>\$ 799,452.22</u></u>
Licenses--Other:	
Clerk:	
Cat	\$ 1,690.00
Other	414.60
Taxicab	4,200.00
Compliance Officer:	
Mercantile	21,778.50
Board of Health:	
Marriage/Civil Union	750.00
Sanitary Code	1,320.00
Swimming Pool	<u>70.00</u>
	<u><u>\$ 30,223.10</u></u>

(Continued)

BOROUGH OF LINDENWOLD
CURRENT FUND
 Statement of Revenues--Regulatory Basis
 For the Year Ended December 31, 2024

Analysis of Realized Revenues

Fees and Permits:

Clerk:

Property Maintenance Inspections	\$ 55,440.00
Searches for Municipal Improvements	160.00
Smoke Detector Inspections	20,310.00
Street Opening Permits	20,750.00
Ballfield Rental Permits	30,600.00

Construction Code Official:

Rental Registration Fees	280,176.91
	\$ 407,436.91

Miscellaneous Revenue Not Anticipated:

Revenue Accounts Receivable:

Board of Health:

Certified Copies	\$ 3,227.00
Other	271.00

Police Department:

Accident Reports	1,281.35
Firearm Permits	17,575.80

Treasurer:

Tower Rentals	24,090.68
Cable Franchise Fee	44,729.63
Payments in Lieu of Taxes (PILOTs)	443,691.29

\$ 534,866.75

BOROUGH OF LINDENWOLD
CURRENT FUND
 Statement of Revenues--Regulatory Basis
 For the Year Ended December 31, 2024

Analysis of Realized Revenues

Miscellaneous Revenue Not Anticipated (Cont'd):

Treasurer:

Tax Proceeds		
Bail Forfeitures	\$	385.00
Return Check Fees		5.00
Duplicate Cert Fees		20.00
Various Refunds		2,517.10
Sale of Assets		79,709.13
Polling Places		900.00
Urban Renewal Admin Fee		8,420.00
Dumpster Fees		400.00
Outstanding Checks Canceled		833.00
Scrap Metal Proceeds		47.25
Insurance Reimbursements		38,706.28
Review Applications		6,650.00
Ordinance Fees		4,800.00
Vacant Property Fees		11,500.00
Property Listings		360.00
Variance Fees		600.00
Library Fees		5,387.66
Trash Collection Fees		142,381.00
Fofeited Tax Title Liens		19,000.00
Administrative Fees:		
Senior Citizens and Veterans		1,311.25
		323,932.67
		\$ 323,932.67

Revenue Accounts Receivable		\$ 534,866.75
Treasurer:		
Collected	\$	162,551.67
Due from Trust Other Funds		19,000.00
Prepaid Miscellaneous Revenues Applied		142,381.00
		323,932.67
		\$ 858,799.42

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

BOROUGH OF LINDENWOLD
CURRENT FUND
 Statement of Expenditures -- Regulatory Basis
 For the Year Ended December 31, 2024

	Appropriations		Expended			Unexpended Balance Canceled
	Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	
<u>OPERATIONS--WITHIN "CAPS"</u>						
<u>GENERAL GOVERNMENT FUNCTIONS</u>						
Administrative and Executive						
Salaries and Wages	\$ 19,848.00	\$ 19,848.00	\$ 12,862.11		\$ 6,985.89	
Other Expenses	50,000.00	54,500.00	49,129.97	\$ 91.49	5,278.54	
Mayor and Council						
Salaries and Wages	58,500.00	58,500.00	57,100.00		1,400.00	
Other Expenses	12,000.00	12,000.00	4,657.26		7,342.74	
Elections						
Other Expenses	13,000.00	13,000.00	11,463.02		1,536.98	
Municipal Clerk						
Salaries and Wages	154,898.00	100,398.00	66,704.42		33,693.58	
Other Expenses	16,920.00	31,920.00	22,046.70		9,873.30	
Financial Administration						
Salaries and Wages	175,759.00	175,759.00	150,557.81		25,201.19	
Other Expenses	47,000.00	47,000.00	34,003.37		12,996.63	
Audit Services	63,500.00	63,500.00	63,500.00			
Computerized Data Processing	52,000.00	59,500.00	49,092.74		10,407.26	
Collection of Taxes						
Salaries and Wages	150,875.00	150,875.00	101,973.20		48,901.80	
Other Expenses	28,525.00	28,525.00	20,997.46		7,527.54	
Assessment of Taxes						
Salaries and Wages	91,407.00	95,707.00	90,905.90		4,801.10	
Other Expenses	24,000.00	24,000.00	7,682.04	4,698.01	11,619.95	
Revaluation (Special Emergency \$400,000.00)						
Salaries and Wages		18,500.00	18,500.00			
Other Expenses		381,500.00	381,500.00			
Legal Services and Costs						
Other Expenses	150,000.00	150,000.00	125,144.33		24,855.67	
Liquidation of Tax Title Liens						
Other Expenses	12,000.00	12,000.00			12,000.00	
Engineering Services and Costs						
Other Expenses	40,000.00	40,000.00	5,471.39		34,528.61	

BOROUGH OF LINDENWOLD
CURRENT FUND
 Statement of Expenditures -- Regulatory Basis
 For the Year Ended December 31, 2024

	Appropriations		Expended			Unexpended Balance Canceled
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	
<u>OPERATIONS--WITHIN "CAPS" (CONT'D)</u>						
<u>LAND USE ADMINISTRATION</u>						
Municipal Land Use Law (N.J.S.44:55D-1)						
Joint Land Use Board						
Salaries and Wages	\$ 46,798.00	\$ 46,798.00	\$ 44,484.15		\$ 2,313.85	
Other Expenses	18,000.00	18,000.00	8,231.68	\$ 3,113.50	6,654.82	
<u>CODE ENFORCEMENT AND ADMINISTRATION</u>						
Compliance Officer						
Salaries and Wages	280,429.00	280,429.00	256,677.28		23,751.72	
Other Expenses	149,964.45	113,964.45	45,786.42		68,178.03	
<u>INSURANCE</u>						
General Liability	388,669.00	388,669.00	383,118.04		5,550.96	
Workers Compensation	251,390.00	251,390.00	251,390.00			
Employee Group Insurance	2,302,305.41	2,302,305.41	1,955,817.79	345,461.55	1,026.07	
Health Benefit Waiver	70,000.00	70,000.00	58,414.53		11,585.47	
<u>PUBLIC SAFETY FUNCTIONS</u>						
Police						
Salaries and Wages	4,946,505.00	4,946,505.00	4,916,035.05	506.06	29,963.89	
Other Expenses	565,115.50	570,115.50	529,067.56	32,869.11	8,178.83	
Emergency Management Services						
Salaries and Wages	11,999.00	11,999.00	10,125.00		1,874.00	
Other Expenses	4,200.00	4,200.00	2,195.74		2,004.26	
Ambulance Services						
Other Expenses	50,000.00	50,000.00	37,500.84		12,499.16	

BOROUGH OF LINDENWOLD
CURRENT FUND
 Statement of Expenditures -- Regulatory Basis
 For the Year Ended December 31, 2024

	Appropriations		Expended			Unexpended Balance Canceled
	Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	
<u>OPERATIONS--WITHIN "CAPS" (CONT'D)</u>						
<u>PUBLIC WORKS FUNCTIONS</u>						
Road Repairs and Maintenance						
Salaries and Wages	\$ 489,552.00	\$ 436,752.00	\$ 405,504.26		\$ 31,247.74	
Other Expenses	164,262.00	174,762.00	164,423.18	\$ 471.03	9,867.79	
Shade Tree Commission						
Other Expenses	16,000.00	16,000.00			16,000.00	
Traffic Lights and Alarm System	59,300.00	59,300.00	8,644.97		50,655.03	
Solid Waste Collection						
Salaries and Wages	544,341.00	514,341.00	421,514.23		92,826.77	
Other Expenses	187,500.00	187,500.00	111,282.79	7,493.60	68,723.61	
Public Buildings and Grounds						
Salaries and Wages	158,906.00	161,906.00	155,972.48		5,933.52	
Other Expenses	129,711.00	129,711.00	95,863.19	18,061.60	15,786.21	
Vehicle Maintenance	215,000.00	245,000.00	231,622.64	10,641.88	2,735.48	
Municipal Services Act	40,000.00	40,000.00	3,000.00		37,000.00	
<u>HEALTH AND HUMAN SERVICES FUNCTIONS</u>						
Board of Health						
Other Expenses	800.00	800.00	125.00		675.00	
Animal Control						
Other Expenses	139,200.00	139,200.00	99,769.24		39,430.76	
Senior Citizens' Activities						
Other Expenses	1,000.00	2,500.00	2,198.14		301.86	
<u>PARKS AND RECREATION FUNCTIONS</u>						
Parks and Playgrounds						
Salaries and Wages	188,362.00	197,362.00	187,523.11		9,838.89	
Other Expenses	63,324.00	63,324.00	18,403.73	700.14	44,220.13	
<u>EDUCATION FUNCTIONS</u>						
Expenses of Participation in Free County Library						
Salaries and Wages	100,901.00	100,901.00	77,164.90		23,736.10	
Other Expenses	18,250.00	18,250.00	11,728.68	984.58	5,536.74	

BOROUGH OF LINDENWOLD
CURRENT FUND
 Statement of Expenditures -- Regulatory Basis
 For the Year Ended December 31, 2024

	Appropriations		Expended			Unexpended Balance Canceled
	Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	
<u>OPERATIONS--WITHIN "CAPS" (CONT'D)</u>						
<u>OTHER COMMON OPERATING FUNCTIONS</u>						
Accumulated Leave Compensation	\$ 10,000.00	\$ 20,000.00	\$ 20,000.00			
Celebration of Public Event, Anniversary or Holiday						
Other Expenses	20,000.00	20,000.00	4,730.71	\$ 83.98	\$ 15,185.31	
<u>UTILITY EXPENSES AND BULK PURCHASES</u>						
Electricity	102,000.00	112,000.00	101,455.45		10,544.55	
Street Lighting	153,000.00	173,000.00	158,637.14		14,362.86	
Telephone and Telegraph	75,000.00	97,500.00	96,231.65		1,268.35	
Water	25,000.00	25,000.00	18,479.65		6,520.35	
Fuel Oil	52,000.00	62,000.00	34,664.32	937.02	26,398.66	
Sewer	6,000.00	6,000.00	4,667.62		1,332.38	
Gasoline	205,000.00	215,000.00	201,060.30	7,575.38	6,364.32	
<u>LANDFILL/SOLID WASTE DISPOSAL COSTS</u>						
Garbage and Trash Removal						
Landfill/Solid Waste	841,400.00	841,400.00	767,029.81	73,049.45	1,320.74	
<u>MUNICIPAL COURT</u>						
Municipal Court						
Salaries and Wages	168,256.00	168,256.00	161,626.73		6,629.27	
Other Expenses	56,200.00	56,200.00	34,684.13	3,973.85	17,542.02	
Public Defender						
Other Expenses	8,400.00	8,400.00	7,000.00		1,400.00	
<u>UNIFORM CONSTRUCTION CODE</u>						
State Uniform Construction Code (N.J.S. 52:27D-120 et seq.)						
Construction Code Official						
Salaries and Wages	166,869.00	166,869.00	112,996.03		53,872.97	
Other Expenses	11,200.00	11,200.00	6,498.90		4,701.10	
Total Operations--Within "CAPS"	14,662,341.36	15,061,841.36	13,496,638.78	510,712.23	1,054,490.35	\$ -

BOROUGH OF LINDENWOLD
CURRENT FUND
 Statement of Expenditures -- Regulatory Basis
 For the Year Ended December 31, 2024

	Appropriations		Expended			Unexpended Balance Canceled
	Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	
Detail:						
Salaries and Wages	\$ 7,824,205.00	\$ 7,721,705.00	\$ 7,306,641.19	\$ 506.06	\$ 414,557.75	\$ -
Other Expenses	6,838,136.36	7,340,136.36	6,189,997.59	510,206.17	639,932.60	-
<u>DEFERRED CHARGES AND STATUTORY EXPENDITURES--</u>						
<u>MUNICIPAL--WITHIN "CAPS"</u>						
Statutory Expenditures:						
Contribution to:						
Public Employees' Retirement System	445,209.00	445,209.00	445,209.00			
Social Security System (O.A.S.I.)	619,163.92	619,163.92	574,556.17		44,607.75	
Police and Firemen's Retirement System of NJ	1,526,265.00	1,526,265.00	1,526,265.00			
Unemployment Compensation Insurance	5,000.00	5,000.00			5,000.00	
Defined Contribution Retirement Program	6,500.00	6,500.00	5,072.08		1,427.92	
Total Deferred Changes and Statutory Expenditures - Municipal Within "CAPS"	2,602,137.92	2,602,137.92	2,551,102.25	-	51,035.67	-
Total General Appropriations for Municipal Purposes Within "CAPS"	17,264,479.28	17,663,979.28	16,047,741.03	510,712.23	1,105,526.02	-
<u>OPERATIONS--EXCLUDED FROM "CAPS"</u>						
Insurance:						
Employee Group Health	74,452.59	74,452.59	74,452.59			
Interest on Tax Appeals	2,000.00	2,000.00			2,000.00	
SFSP Fire District Payment	7,885.00	7,885.00	7,885.00			
Recycling Tax	27,500.00	28,000.00	25,497.18	2,460.15	42.67	
Liability Insurance	38,134.00	38,134.00	38,134.00			
Solid Waste Collection - Salaries and Wages	16,192.00	16,192.00	16,192.00			

BOROUGH OF LINDENWOLD
CURRENT FUND
 Statement of Expenditures -- Regulatory Basis
 For the Year Ended December 31, 2024

	Appropriations		Expended		Unexpended Balance Canceled
	Budget	Budget After Modification	Paid or Charged	Encumbered	
<u>OPERATIONS--EXCLUDED FROM "CAPS" (CONT'D)</u>					
Shared Service Agreements:					
Assessment of Taxes--Pine Hill Borough					
Salaries and Wages	\$ 16,561.00	\$ 16,561.00	\$ 16,560.92		\$ 0.08
Other Expenses	1,300.00	1,300.00	1,300.00		
Parks and Playgrounds--Lindenwold Borough School District					
Other Expenses	15,000.00	15,000.00	15,000.00		
Police--Lindenwold Borough School District					
Salaries and Wages	113,805.00	113,805.00	113,805.00		
Police--Lindenwold Borough School District - SLEO					
Salaries and Wages	46,548.00	46,548.00	46,548.00		
Purchasing - QPA - Brooklawn Borough					
Other Expenses	2,500.00	2,500.00	2,500.00		
Public and Private Programs Off-Set by Revenues:					
Drunk Driving Enforcement Fund	1,610.00	1,610.00	1,610.00		
Safe and Secure Communities Program	67,725.00	67,725.00	67,725.00		
Body Armor Replacement Grant	3,123.51	3,123.51	3,123.51		
National Opioid Settlement Funds	54,502.88	54,502.88	54,502.88		
Distracted Driving Grant - U Drive. U Text. U Pay.	7,000.00	7,000.00	7,000.00		
Community Partnership Grant	30,000.00	30,000.00	30,000.00		
Recycling Tonnage Grant	27,063.42	27,063.42	27,063.42		
Local Recreation Improvement Grant (40A:4-87, \$73,000.00+)		73,000.00	73,000.00		
Clean Communities Program (40A:4-87, \$43,313.76+)		49,313.76	49,313.76		
Total Operations--Excluded from "CAPS"	552,902.40	675,716.16	671,213.26	\$ 2,460.15	2,042.75
Detail:					
Salaries and Wages	269,441.00	269,441.00	269,440.92	-	0.08
Other Expenses	283,461.40	406,275.16	401,772.34	2,460.15	2,042.67

BOROUGH OF LINDENWOLD
CURRENT FUND
 Statement of Expenditures -- Regulatory Basis
 For the Year Ended December 31, 2024

	Appropriations		Expended		Unexpended Balance Canceled
	Budget	Budget After Modification	Paid or Charged	Encumbered	
<u>CAPITAL IMPROVEMENTS--EXCLUDED FROM "CAPS"</u>					
Capital Improvement Fund	\$ 119,100.00	\$ 119,100.00	\$ 119,100.00		
Public and Private Programs Offset by Revenues:					
NJDOT Local Municipal Aid Program (40A:4-87, \$246,218.00+)		246,218.00	246,218.00		
Federal Highway Administration:					
Safe Routes to School Grant (40A:4-87, \$725,000.00+)		725,000.00	725,000.00		
Community Development Block Grant (40A:4-87, \$118,665.00+)		118,665.00	118,665.00		
Total Capital Improvements--Excluded from "CAPS"	<u>119,100.00</u>	<u>1,208,983.00</u>	<u>1,208,983.00</u>	<u>\$ -</u>	<u>\$ -</u>
<u>MUNICIPAL DEBT SERVICE--EXCLUDED FROM "CAPS"</u>					
Payment of Bond Principal	610,000.00	610,000.00	610,000.00		
Interest on Bonds	69,721.70	69,721.70	69,721.70		
Interest on Notes	66,000.00	66,000.00	65,750.00		250.00
Total Municipal Debt Service--Excluded from "CAPS"	<u>745,721.70</u>	<u>745,721.70</u>	<u>745,471.70</u>	<u>-</u>	<u>250.00</u>
<u>DEFERRED CHARGES - MUNICIPAL - EXCLUDED FROM "CAPS"</u>					
Emergency Authorizations	50,000.00	50,000.00	50,000.00		
Deferred Charges to Future Taxation -- Unfunded					
Ord. 2014-02	325.00	325.00	325.00		
Total Deferred Charges - Municipal - Excluded from "CAPS"	<u>50,325.00</u>	<u>50,325.00</u>	<u>50,325.00</u>	<u>-</u>	<u>-</u>
Total General Appropriations--Excluded from "CAPS"	<u>1,468,049.10</u>	<u>2,680,745.86</u>	<u>2,675,992.96</u>	<u>2,460.15</u>	<u>2,042.75</u>
Subtotal General Appropriations	<u>18,732,528.38</u>	<u>20,344,725.14</u>	<u>18,723,733.99</u>	<u>513,172.38</u>	<u>1,107,568.77</u>
Reserve for Uncollected Taxes	998,483.62	998,483.62	998,483.62	-	-
Total General Appropriations	<u>\$ 19,731,012.00</u>	<u>\$ 21,343,208.76</u>	<u>\$ 19,722,217.61</u>	<u>\$ 513,172.38</u>	<u>\$ 1,107,568.77</u>

BOROUGH OF LINDENWOLD
CURRENT FUND
 Statement of Expenditures -- Regulatory Basis
 For the Year Ended December 31, 2024

	Appropriations		Expended		Unexpended	
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	<u>Balance Canceled</u>
Budget		\$ 19,731,012.00				
Appropriation by N.J.S.A. 40A:4-87		1,212,196.76				
Special Emergency Appropriation 40A:4-55		400,000.00				
		\$ 21,343,208.76				
Reserve for Federal and State Grants			\$ 1,403,221.57			
Reserve for Revaluation			400,000.00			
Reserve for Uncollected Taxes			998,483.62			
Deferred Charges:						
Emergency Authorization			50,000.00			
Due to Trust Other Funds			1,908.81			
Due to General Capital Fund			325.00			
Budget Refunds			(718,865.10)			
Disbursed			17,587,143.71			
			\$ 19,722,217.61			

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

BOROUGH OF LINDENWOLD
TRUST FUND
Statements of Assets, Liabilities, Reserves and Fund Balance--Regulatory Basis
As of December 31, 2024 and 2023

<u>ASSETS</u>	<u>Ref.</u>	<u>2024</u>	<u>2023</u>
Animal Control Fund:			
Cash	SB-1	\$ 11,350.52	\$ 5,088.05
Other Funds:			
Cash--Treasurer	SB-1	920,997.28	968,501.67
Cash--Collector	SB-2	544,454.74	475,754.74
Due from Current Fund	SB-3		7,665.83
		<u>1,465,452.02</u>	<u>1,451,922.24</u>
		<u>\$ 1,476,802.54</u>	<u>\$ 1,457,010.29</u>
 <u>LIABILITIES AND RESERVES</u>			
Animal Control Fund:			
Reserve for Animal Control Fund Expenditures	SB-4	\$ 9,610.40	\$ 5,044.71
Due to State of New Jersey	SB-5	9.60	25.80
Due to Current Fund	SB-6	1,730.52	17.54
		<u>11,350.52</u>	<u>5,088.05</u>
Other Funds:			
Due to Current Fund	SB-3	22,403.94	
Due to Sewer Utility Operating Fund	SB-1	5,462.79	
Due to State of New Jersey--Excess Public Defender Fees	B	1,764.40	1,764.40
Payroll Deductions Payable	SB-7	190,594.14	111,694.09
Premiums Received at Tax Sale	SB-8	525,400.00	475,700.00
Reserve for Tax Title Lien Redemption	SB-8	54.74	54.74
Reserve for Accumulated Leave Compensation	SB-8	8,508.64	71,912.26
Reserve for Annual Recognition Dinner	SB-8	643.46	993.46
Reserve for Apartment Escrow	SB-8	100.00	100.00
Cash Performance Bonds	SB-8	80,965.97	82,170.97
Reserve for Crime Prevention Program	SB-8	4,060.93	4,060.93
Reserve for Escrow Deposits	SB-8	128,119.51	120,979.21
Reserve for Federal Forfeitures	SB-8	1,065.05	1,048.61
Reserve for Library Donations	SB-8	3,870.18	3,870.18
Reserve for Municipal Drug Alliance	SB-8	34,142.90	34,142.90
Reserve for New Jersey Unemployment Compensation Insurance	SB-8	101,489.09	180,607.79
Reserve for Parks and Ball Fields Recreation	SB-8	10,236.54	10,161.54
Reserve for POAA Fees	SB-8	26.00	26.00
Reserve for Police Outside Services	SB-8	236,946.27	242,909.48
Reserve for Public Defender Fees	SB-8	2,225.00	
Reserve for Recycling Program	SB-8	49,137.57	43,281.47
Reserve for Senior Citizen Building Rentals	SB-8	1,276.25	1,276.25
Reserve for Sewer Review	SB-8	2,851.13	2,851.13
Reserve for Special Law Enforcement	SB-8	40,727.52	49,936.83
Reserve for Street Opening Deposits	SB-8	13,380.00	12,380.00
		<u>1,465,452.02</u>	<u>1,451,922.24</u>
		<u>\$ 1,476,802.54</u>	<u>\$ 1,457,010.29</u>

The accompanying Notes to Financial Statements are an integral part of these statements.

BOROUGH OF LINDENWOLD
GENERAL CAPITAL FUND
 Statements of Assets, Liabilities, Reserves and Fund Balance--Regulatory Basis
 As of December 31, 2024 and 2023

<u>ASSETS</u>	<u>Ref.</u>	<u>2024</u>	<u>2023</u>
Cash	SC-1; SC-2	\$ 2,488,009.53	\$ 1,426,159.29
Due Federal, State and Local Grant Fund	SC-7		1.00
Deferred Charges to Future Taxation:			
Unfunded	SC-3	4,391,660.00	2,072,085.00
Funded	SC-4	2,613,360.00	3,223,360.00
Grants Receivable	SC-9	500,000.00	
Due from Current Fund	SC-5	1,285.28	
		<u>\$ 9,994,314.81</u>	<u>\$ 6,721,605.29</u>
<u>LIABILITIES, RESERVES</u>			
<u>AND FUND BALANCE</u>			
Bond Anticipation Notes	SC-11	\$ 4,319,900.00	\$ 2,000,000.00
General Serial Bonds	SC-10	2,613,360.00	3,223,360.00
Improvement Authorizations:			
Funded	SC-9	669,988.89	688,136.75
Unfunded	SC-9	2,030,185.67	695,880.77
Reserve for Encumbrances	SC-6	294,798.80	16,102.12
Capital Improvement Fund	SC-8		3,000.00
Due Federal, State and Local Grant Fund	SC-7	17,966.84	
Due to Current Fund	SC-5		53,274.89
Fund Balance	C-1	48,114.61	41,850.76
		<u>\$ 9,994,314.81</u>	<u>\$ 6,721,605.29</u>

The accompanying Notes to Financial Statements are an integral part of these statements.

BOROUGH OF LINDENWOLD
GENERAL CAPITAL FUND
 Statement of Fund Balance--Regulatory Basis
 For the Year Ended December 31, 2024

Balance December 31, 2023	\$ 41,850.76
Increased by:	
Collected by Current Fund:	
Premium on Sale of Bond Anticipation Notes	6,263.85
Balance December 31, 2024	\$ 48,114.61

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

BOROUGH OF LINDENWOLD
SEWER UTILITY FUND

Statements of Assets, Liabilities, Reserves and Fund Balance--Regulatory Basis
As of December 31, 2024 and 2023

<u>ASSETS</u>	<u>Ref.</u>	<u>2024</u>	<u>2023</u>
Operating Fund:			
Cash	SD-1	\$ 4,198,288.26	\$ 3,746,249.46
Change Fund	SD-4	250.00	250.00
Due from Current Fund	SD-1	41,540.00	
Due from Trust Other Fund	SD-1	5,462.79	
		<u>4,245,541.05</u>	<u>3,746,499.46</u>
Receivables with Full Reserves:			
Consumer Accounts Receivable	SD-5	81,667.32	71,514.11
Sewer Liens Receivable	D	8,138.48	8,138.48
		<u>89,805.80</u>	<u>79,652.59</u>
Total Operating Fund		<u>4,335,346.85</u>	<u>3,826,152.05</u>
Capital Fund:			
Cash	SD-1; SD-2	2,559,752.87	1,019,344.42
Fixed Capital	SD-11	13,226,828.44	11,979,905.92
Fixed Capital Authorized and Uncompleted	SD-12	2,528,415.74	1,800,338.26
Due from Current Fund	SD-9	2,863.75	
Total Capital Fund		<u>18,317,860.80</u>	<u>14,799,588.60</u>
		<u>\$ 22,653,207.65</u>	<u>\$ 18,625,740.65</u>

(Continued)

BOROUGH OF LINDENWOLD
SEWER UTILITY FUND

Statements of Assets, Liabilities, Reserves and Fund Balance--Regulatory Basis
 As of December 31, 2024 and 2023

<u>LIABILITIES, RESERVES AND FUND BALANCE</u>	<u>Ref.</u>	<u>2024</u>	<u>2023</u>
Operating Fund:			
Appropriation Reserves	D-3; SD-7	\$ 111,696.62	\$ 167,229.55
Reserve for Encumbrances	D-3; SD-7	13,745.84	14,332.01
Sewer Rental Overpayments	SD-6	8,370.69	4,111.89
Accounts Payable	SD-10		111.23
Sewer Rental Prepayments	SD-8	358,221.70	472,457.38
Accrued Interest on Bonds and Notes	SD-13	7,526.34	9,067.98
		<u>499,561.19</u>	<u>667,310.04</u>
Reserves for Receivables	D	89,805.80	79,652.59
Fund Balance	D-1	<u>3,745,979.86</u>	<u>3,079,189.42</u>
Total Operating Fund		<u>4,335,346.85</u>	<u>3,826,152.05</u>
Capital Fund:			
Accrued Interest on Bonds and Notes	SD-13	26,772.22	
Reserve for Amortization	SD-14	12,427,768.18	12,077,768.18
Improvement Authorizations:			
Funded	SD-15	591,731.74	987,171.29
Unfunded	SD-15	1,909,911.78	836.00
Sewer Serial Bonds	SD-16	1,351,640.00	1,701,640.00
Bond Anticipation Notes	SD-17	1,975,000.00	
Fund Balance	D-4	<u>35,036.88</u>	<u>32,173.13</u>
Total Capital Fund		<u>18,317,860.80</u>	<u>14,799,588.60</u>
		<u>\$ 22,653,207.65</u>	<u>\$ 18,625,740.65</u>

The accompanying Notes to Financial Statements are an integral part of these statements.

BOROUGH OF LINDENWOLD
SEWER UTILITY OPERATING FUND
 Statements of Operations and Changes in Fund Balance--Regulatory Basis
 For the Years Ended December 31, 2024 and 2023

<u>Revenue and Other Income Realized</u>	<u>2024</u>	<u>2023</u>
Fund Balance	\$ 158,462.00	\$ 135,126.00
Rents	1,945,624.22	1,831,788.93
Miscellaneous	130,987.52	101,847.99
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	164,163.80	54,624.07
Canceled Accounts Payable	111.23	
	2,399,348.77	2,123,386.99
Total Income	2,399,348.77	2,123,386.99
 <u>Expenditures</u>		
Budget Appropriations:		
Operating	1,151,495.00	1,108,048.00
Debt Service	386,461.66	384,919.97
Deferred Charges and Statutory Expenditures	35,505.33	37,158.00
Refund of Prior Year Revenue	634.34	
	1,574,096.33	1,530,125.97
Total Expenditures	1,574,096.33	1,530,125.97
Excess in Revenue	825,252.44	593,261.02
 <u>Fund Balance</u>		
Balance January 1	3,079,189.42	2,621,054.39
	3,904,441.86	3,214,315.42
Decreased by:		
Utilized as Revenue in Sewer Utility Operating Budget	158,462.00	135,126.00
	158,462.00	135,126.00
Balance December 31	\$ 3,745,979.86	\$ 3,079,189.42

The accompanying Notes to Financial Statements are an integral part of these statements.

BOROUGH OF LINDENWOLD
SEWER UTILITY FUND
 Statement of Revenues--Regulatory Basis
 For the Year Ended December 31, 2024

	<u>Anticipated</u>	<u>Realized</u>	<u>Excess or (Deficit)</u>
Fund Balance	\$ 158,462.00	\$ 158,462.00	
Rents	1,365,000.00	1,945,624.22	\$ 580,624.22
Miscellaneous	<u>50,000.00</u>	<u>130,987.52</u>	<u>80,987.52</u>
Total Revenues	<u>\$ 1,573,462.00</u>	<u>\$ 2,235,073.74</u>	<u>\$ 661,611.74</u>

Analysis of Realized Revenues

Rents:

Consumer Accounts Receivable:

Collected

\$ 1,473,166.84

Prepayments Applied

472,457.38

\$ 1,945,624.22

Miscellaneous Revenues Anticipated:

Treasurer:

Interest on Investments:

Collected

\$ 97,103.47

Collector:

Interest on Delinquent Accounts:

Collected

25,753.61

Service Agreements

4,056.55

Service Calls

1,473.89

Connection Fees

2,600.00

\$ 130,987.52

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

BOROUGH OF LINDENWOLD
SEWER UTILITY FUND
 Statement of Expenditures--Regulatory Basis
 For the Year Ended December 31, 2024

	<u>Budget</u>	<u>Budget After Modification</u>	<u>Expended</u>			<u>Unexpended Balance Canceled</u>
			<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	
Operating:						
Salaries and Wages	\$ 464,121.00	\$ 464,121.00	\$ 460,588.73		\$ 3,532.27	
Other Expenses	687,374.00	687,374.00	566,477.54	\$ 13,745.84	107,150.62	
<u>Total Operating</u>	<u>1,151,495.00</u>	<u>1,151,495.00</u>	<u>1,027,066.27</u>	<u>13,745.84</u>	<u>110,682.89</u>	<u>\$ -</u>
Debt Service:						
Payment of Bond Principal	350,000.00	350,000.00	350,000.00			
Interest on Bonds	36,461.67	36,461.67	36,461.66			0.01
<u>Total Debt Service</u>	<u>386,461.67</u>	<u>386,461.67</u>	<u>386,461.66</u>	<u>-</u>	<u>-</u>	<u>0.01</u>
Deferred Charges and Statutory Expenditures:						
Statutory Expenditures:						
Contribution to:						
Social Security System (O.A.S.I.)	35,505.33	35,505.33	34,491.60		1,013.73	
<u>Total</u>	<u>\$ 1,573,462.00</u>	<u>\$ 1,573,462.00</u>	<u>\$ 1,448,019.53</u>	<u>\$ 13,745.84</u>	<u>\$ 111,696.62</u>	<u>\$ 0.01</u>
Disbursed			\$ 1,426,788.79			
Budget Refunds			(15,230.92)			
Accrued Interest on Bonds and Notes			36,461.66			
			<u>\$ 1,448,019.53</u>			

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

BOROUGH OF LINDENWOLD
SEWER UTILITY CAPITAL FUND
 Statement of Fund Balance--Regulatory Basis
 For the Year Ended December 31, 2024

Balance December 31, 2023	\$ 32,173.13
Increased by:	
Collected by Current Fund:	
Premium on Bond Anticipation Note	2,863.75
Balance December 31, 2024	\$ 35,036.88

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

BOROUGH OF LINDENWOLD
GENERAL FIXED ASSET ACCOUNT GROUP
Statement of General Fixed Asset Group of Accounts--Regulatory Basis
For the Year Ended December 31, 2024

	Balance <u>Dec. 31, 2023</u>	<u>Additions</u>	<u>Deletions</u>	Balance <u>Dec. 31, 2024</u>
General Fixed Assets:				
Land	\$ 2,581,056.72			\$ 2,581,056.72
Building	1,148,564.45			1,148,564.45
Improvements--Other than Building	756,900.15			756,900.15
Equipment	<u>5,683,927.04</u>	<u>\$ 2,735,723.59</u>	<u>\$ 413,969.92</u>	<u>8,005,680.71</u>
Total General Fixed Assets	<u><u>\$ 10,170,448.36</u></u>	<u><u>\$ 2,735,723.59</u></u>	<u><u>\$ 413,969.92</u></u>	<u><u>\$ 12,492,202.03</u></u>
 Total Investments in General Fixed Assets	 <u><u>\$ 10,170,448.36</u></u>	 <u><u>\$ 2,735,723.59</u></u>	 <u><u>\$ 413,969.92</u></u>	 <u><u>\$ 12,492,202.03</u></u>

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

BOROUGH OF LINDENWOLD
Notes to Financial Statements
For the Year Ended December 31, 2024

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Description of Financial Reporting Entity - The Borough of Lindenwold (hereafter referred to as the "Borough") was incorporated in January 1929 and is located in southwest New Jersey approximately twenty miles southeast of the City of Philadelphia. According to the 2020 census, the population is 21,641.

The Borough operates under a Mayor-Council form of government. The Mayor is chief executive officer of the Borough and is elected by general election for a four year term. The Council is the legislative body of the Borough and consists of six members elected by popular vote to three-year terms. Administrative responsibilities are assigned to the Borough Administrator. Policy is determined by Council and the Administrator is responsible for carrying out such policy.

Measurement Focus, Basis of Accounting and Financial Statement Presentation - The financial statements of the Borough contain all funds and account groups in accordance with the *Requirements of Audit* (the "*Requirements*") as promulgated by the State of New Jersey, Department of Community Affairs, Division of Local Government Services. The principles and practices established by the *Requirements* are designed primarily for determining compliance with legal provisions and budgetary restrictions and as a means of reporting on the stewardship of public officials with respect to public funds. Generally, the financial statements are presented using the flow of current financial resources measurement focus and modified accrual basis of accounting with minor exceptions as mandated by these *Requirements*. In addition, the prescribed accounting principles previously referred to differ in certain respects from accounting principles generally accepted in the United States of America applicable to local government units. The more significant differences are explained in this note.

In accordance with the *Requirements*, the Borough accounts for its financial transactions through the use of separate funds and an account group which are described as follows:

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

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

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

Sewer Utility Operating and Capital Funds - The sewer utility operating and capital funds account for the operations and acquisition of capital facilities of the municipally owned sewer operations.

General Fixed Asset Group of Accounts - The general fixed asset group of accounts is utilized to account for property, land, buildings, and equipment that have been acquired by other governmental funds.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Budgets and Budgetary Accounting - The Borough must adopt an annual budget for its current and sewer utility funds in accordance with N.J.S.A. 40A:4 et seq. N.J.S.A. 40A:4-5 requires the governing body to introduce and approve the annual municipal budget no later than February 10 of each year. At introduction, the governing body shall fix the time and place for a public hearing on the budget and must advertise the time and place at least ten days prior to the hearing in a newspaper published and circulating in the 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. Amendments to adopted budgets, if any, are detailed in the statements of revenues and expenditures.

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

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

Cash, Cash Equivalents and Investments - Cash and cash equivalents include petty cash, change funds and cash on deposit with public depositories. All certificates of deposit are recorded as cash regardless of the date of maturity. Investments are stated at cost; therefore, unrealized gains or losses on investments have not been recorded.

New Jersey municipal units are required by N.J.S.A. 40A:5-14 to deposit public funds in a bank or trust company having its place of business in the State of New Jersey and organized under the laws of the United States or of the State of New Jersey or in the New Jersey Cash Management Fund. N.J.S.A. 40A:5-15.1 provides a list of investments which may be purchased by New Jersey municipal units. In addition, other State statutes permit investments in obligations issued by local authorities and other state agencies.

N.J.S.A. 17:9-41 et seq. establishes the requirements for the security of deposits of governmental units. The statute requires that no governmental unit shall deposit public funds in a public depository unless such funds are secured in accordance with the Governmental Unit Deposit Protection Act ("GUDPA"), a multiple financial institutional collateral pool, which was enacted in 1970 to protect governmental units from a loss of funds on deposit with a failed banking institution in New Jersey. Public depositories include State or federally chartered banks, savings banks or associations located in or having a branch office in the State of New Jersey, the deposits of which are federally insured. All public depositories must pledge collateral, having a market value at least equal to five percent of the average daily balance of collected public funds, to secure the deposits of governmental units. If a public depository fails, the collateral it has pledged, plus the collateral of all other public depositories, is available to pay the amount of their deposits to the governmental units.

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

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

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

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

General Fixed Assets - Accounting for governmental fixed assets, as required by N.J.A.C. 5:30-5.6, differs in certain respects from accounting principles generally accepted in the United States of America. In accordance with the regulations, all local units, including municipalities, must maintain a general fixed assets reporting system that establishes and maintains a physical inventory of nonexpendable, tangible property as defined and limited by the U.S. Office of Management and *Budget's Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (2 CFR Part 225), except that the useful life of such property is at least five years. The Borough has adopted a capitalization threshold of \$5,000.00, the maximum amount allowed by the Uniform Guidance. Generally, assets are valued at historical cost; however, assets acquired prior to December 31, 1985 are valued at actual historical cost or estimated historical cost. 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 Borough is required to maintain a subsidiary ledger detailing fixed assets records to control additions, retirements, and transfers of fixed assets. In addition, a statement of general fixed asset group of accounts, reflecting the activity for the year, must be included in the Borough's basic financial statements.

The regulations require that general fixed assets, whether constructed or acquired through purchase, grant or gift be included in the aforementioned inventory. In addition, property management standards must be maintained that 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.

Utility Fixed Assets - 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.

Foreclosed Property - Foreclosed property is recorded in the current fund at the assessed valuation when such property was acquired and is fully reserved. Ordinarily it is the intention of the municipality to resell foreclosed property in order to recover all or a portion of the delinquent taxes or assessments and to return the property to a taxpaying basis. For this reason, the value of foreclosed property has not been included in the general fixed asset group of accounts. If such property is converted to a municipal use, it will be recorded in the general fixed asset group of accounts.

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

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

Fund Balance - Fund balances included in the current fund and sewer utility operating fund represent amounts available for anticipation as revenue in future years' budgets, with certain restrictions.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

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

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

School Taxes - The Borough is responsible for levying, collecting, and remitting school taxes for the Borough of Lindenwold School District. Operations is charged for the full amount required to be raised from taxation to operate the local school district for the period from January 1 to December 31.

County Taxes - The municipality is responsible for levying, collecting, and remitting county taxes for the County of Burlington. County taxes are determined on a calendar year by the County Board of Taxation based upon the ratables required to be certified to them on January 10 of each year. Operations is charged for the amount due to the County for the year, based upon the ratables required to be certified to the County Board of Taxation by January 10 of the current year. In addition, operations is charged for the County share of added and omitted taxes certified to the County Board of Taxation by October 10 of the current year, and due to be paid to the County by February 15 of the following year.

Fire District Taxes - The municipality is responsible for levying, collecting, and remitting fire district taxes for the Borough of Lindenwold Fire District. Operations is charged for the full amount required to be raised from taxation to operate the Fire District for the period from January 1 to December 31

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

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

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

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

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

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

Compensated Absences and Postemployment Benefits - Compensated absences for paid time off (PTO), sick leave, vacation leave, compensatory time, and certain types of sabbatical leave, and other compensated absences are recorded and provided for in the annual budget in the year in which they are paid, on a pay-as-you-go basis. Likewise, no accrual is made for postemployment benefits, if any, which are also funded on a pay-as-you-go basis.

Impact of Recently Issued Accounting Principles**Recently Issued and Adopted Accounting Pronouncements**

The Borough implemented the following GASB Statement for the year ended December 31, 2024.

Statement No. 101, *Compensated Absences*. The objective of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. As a result of the regulatory basis of accounting previously described in note 1, the implementation of this Statement only impacted financial statement disclosures. There exists no impact on the financial statements of the Borough.

Because of the implementation of GASB Statement No. 101, the Borough has updated the measurement of compensated absences in accordance with the Statement (note 11).

Note 2: CASH AND CASH EQUIVALENTS

Custodial Credit Risk Related to Deposits - Custodial credit risk is the risk that, in the event of a bank failure, the Borough's deposits might not be recovered. Although the Borough 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 the Act, the first \$250,000.00 of governmental deposits in each insured depository is protected by the Federal Deposit Insurance Corporation (FDIC). Public funds owned by the municipality in excess of FDIC insured amounts are protected by GUDPA. However, GUDPA does not protect intermingled agency funds such as salary withholdings, bail funds, or funds that may pass to the municipality relative to the happening of a future condition. Such funds are classified as uninsured and uncollateralized.

Note 2: CASH AND CASH EQUIVALENTS (CONT'D)

As of December 31, 2024, the Borough's bank balances of \$20,328,295.87 were exposed to custodial credit risk as follows:

Insured by FDIC and GUDPA	\$ 19,779,507.77
Uninsured and Uncollateralized	<u>548,788.10</u>
Total	<u>\$ 20,328,295.87</u>

New Jersey Cash Management Fund - During the year, the Borough participated in the New Jersey Cash Management Fund. The Fund is governed by regulations of the State Investment Council, who prescribe standards designed to insure the quality of investments in order to minimize risk to the Funds participants. Deposits with the New Jersey Cash Management Fund are not subject to custodial credit risk as defined above. At December 31, 2024, the Borough's deposits with the New Jersey Cash Management Fund were \$210,616.72.

Note 3: PROPERTY TAXES

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

Comparative Schedule of Tax Rates

	<u>Year Ended</u>				
	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Tax Rate	<u>\$ 4.945</u>	<u>\$ 4.972</u>	<u>\$ 4.967</u>	<u>\$ 5.104</u>	<u>\$ 5.074</u>
Apportionment of Tax Rate:					
Municipal	\$ 1.733	\$ 1.714	\$ 1.694	\$ 1.714	\$ 1.699
County	0.880	0.907	0.871	0.861	0.852
Local School District	2.130	2.152	2.209	2.329	2.327
Fire District	0.202	0.199	0.193	0.200	0.196

Assessed Valuation

<u>Year</u>	<u>Amount</u>
2024	\$ 636,737,184.00
2023	630,115,684.00
2022	613,966,000.00
2021	587,446,700.00
2020	597,041,100.00

Note 3: PROPERTY TAXES (CONT'D)

The following is a five-year comparison of certain statistical information relative to property taxes and property tax collections for the current and previous four calendar years (cont'd):

Comparison of Tax Levies and Collections

<u>Year</u>	<u>Tax Levy</u>	<u>Collections</u>	<u>Percentage of Collections</u>
2024	\$ 31,526,344.15	\$ 31,036,712.04	98.45%
2023	31,883,727.30	30,955,154.12	97.09%
2022	33,092,439.66	32,094,256.25	96.98%
2021	30,211,946.89	29,525,952.90	97.73%
2020	30,358,340.48	29,647,248.49	97.66%

Delinquent Taxes and Tax Title Liens

<u>Year</u>	<u>Tax Title Liens</u>	<u>Delinquent Taxes</u>	<u>Total Delinquent</u>	<u>Percentage of Tax Levy</u>
2024	\$ 187,923.08	\$ 403,667.42	\$ 591,590.50	1.88%
2023	180,487.82	807,846.31	988,334.13	3.10%
2022	1,122,274.95	919,018.55	2,041,293.50	6.17%
2021	1,102,791.19	547,417.41	1,650,208.60	5.46%
2020	1,435,927.58	611,533.02	2,047,460.60	6.74%

The following comparison is made of the number of tax title liens receivable on December 31 for the current and previous four calendar years:

<u>Year</u>	<u>Number</u>
2024	10
2023	11
2022	67
2021	73
2020	108

Note 4: PROPERTY ACQUIRED BY TAX TITLE LIEN LIQUIDATION

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

<u>Year</u>	<u>Amount</u>
2024	\$ 2,922,550.00
2023	2,922,550.00
2022	1,509,750.00
2021	1,509,750.00
2020	1,509,750.00

Note 5: SEWER UTILITY SERVICE CHARGES

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

<u>Year</u>	<u>Balance Beginning of Year</u>		<u>Levy</u>	<u>Total</u>	<u>Cash Collections</u>
	<u>Receivable</u>	<u>Liens</u>			
2024	\$ 71,514.11	\$ 8,138.48	\$ 1,955,777.43	\$ 2,035,430.02	\$ 1,945,624.22
2023	71,257.72	22,606.05	1,832,373.07	1,926,236.84	1,831,788.93
2022	53,265.42	21,651.05	1,677,253.56	1,752,170.03	1,655,190.83
2021	76,770.41	61,082.93	1,506,647.55	1,644,500.89	1,528,544.92
2020	83,593.60	212,516.52	1,512,399.52	1,808,509.64	1,514,802.77

Note 6: LEASE RECEIVABLE

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

Cell Towers Lease - On April 12, 2004, the Borough entered into an agreement with T-Mobile USA, Inc. for the lease of cell towers which has been extended through March 1, 2034. Based on this agreement, the Borough is receiving the following monthly payments, with an incremental borrowing rate of 7.8%:

<u>Contract Period</u>	<u>Term</u>	<u>Amount</u>
4/1/24 to 3/1/29	60 Months	\$ 2,098.81
4/1/29 to 3/1/34	60 Months	2,413.63

Under the provisions of GASB 87, as of December 31, 2024, the balance of the lease receivable is \$176,803.92. As a result of the regulatory basis of accounting previously described in note 1, such balance is not recorded on the Statements of Assets, Liabilities, Reserves and Fund Balance - Regulatory Basis of the current fund.

Note 6: LEASE RECEIVABLE (CONT'D)

Cell Towers Lease (Cont'd) - The following is a summary of the lease as of December 31, 2024:

<u>Lease Description</u>	<u>Lease Receivable</u>	<u>Lease Revenue</u>	<u>Lease Interest Revenue</u>
Cell Tower	\$ 176,803.92	\$ 10,117.40	\$ 13,973.28

Under the provisions of GASB 87, for the year ended December 31, 2024, the Borough would have recognized \$10,117.40 in a reduction of lease receivable and \$13,973.28 in interest revenue related to the leases. In addition, \$7,019.40 would have been recognized as both lease revenue and a reduction in deferred inflows of resources related to leases.

As a result of the regulatory basis of accounting previously described in note 1, the rental payments collected of \$24,090.68 were reported as revenue in the current fund.

The following schedule represents the remaining future rental payments under obligations, as of December 31, 2024:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 11,811.34	\$ 13,374.38	\$ 25,185.72
2026	12,766.28	12,419.44	25,185.72
2027	13,798.43	11,387.29	25,185.72
2028	14,914.05	10,271.67	25,185.72
2029	19,028.00	8,991.10	28,019.10
2030-2034	104,485.82	18,609.64	123,095.46
Total	\$ 176,803.92	\$ 75,053.52	\$ 251,857.44

Note 7: FUND BALANCES APPROPRIATED

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

Current Fund

<u>Year</u>	<u>Balance December 31,</u>	<u>Utilized in Budget of Succeeding Year</u>	<u>Percentage of Fund Balance Used</u>
2024	\$ 7,065,820.30	\$ 5,333,000.00	75.48%
2023	8,326,233.28	4,676,500.00	56.17%
2022	8,748,132.77	4,556,900.00	52.09%
2021	6,571,425.27	3,644,000.00	55.45%
2020	5,507,016.67	2,969,000.00	53.91%

Note 7: FUND BALANCES APPROPRIATED (CONT'D)

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

Sewer Utility Fund

<u>Year</u>	<u>Balance December 31,</u>	<u>Utilized in Budget of Succeeding Year</u>	<u>Percentage of Fund Balance Used</u>
2024	\$ 3,745,979.86	\$ 288,418.00	7.70%
2023	3,079,189.42	158,462.00	5.15%
2022	2,621,054.39	135,126.00	5.16%
2021	2,311,896.84	173,383.00	7.50%
2020	1,962,134.43	121,000.00	6.17%

Note 8: INTERFUND RECEIVABLES AND PAYABLES

The following interfund balances were recorded on the various statements of assets, liabilities, reserves and fund balance as of December 31, 2024:

<u>Fund</u>	<u>Interfunds Receivable</u>	<u>Interfunds Payable</u>
Current	\$ 24,134.46	\$ 362,162.46
Federal and State Grant	334,440.27	
Trust - Animal Control		1,730.52
Trust - Other		27,866.73
General Capital	1,285.28	17,966.84
Sewer Operating	47,002.79	
Sewer Capital	2,863.75	
Totals	<u>\$ 409,726.55</u>	<u>\$ 409,726.55</u>

The interfund receivables and payables above predominately resulted from collections and payments made by certain funds on behalf of other funds. During the year 2025, the Borough expects to liquidate such interfunds, depending upon the availability of cash flow.

Note 9: PENSION PLANS

N.J.A.C. 5:30-6.1 allows local units to disclose the most recently available information as it relates to the New Jersey Division of Pension's reporting on GASB No. 68, *Accounting and Financial Reporting for Pensions*. As of the date of this report, the information for the measurement period ended June 30, 2024 was not available; therefore, the information from the measurement period June 30, 2023 is disclosed below.

Note 9: PENSION PLANS (CONT'D)

A substantial number of the Borough's employees participate in one of the following defined benefit pension plans: the Public Employees' Retirement System ("PERS") and the Police and Firemen's Retirement System ("PFRS"), which are administered by the New Jersey Division of Pensions and Benefits. In addition, several Borough employees participate in the Defined Contribution Retirement Program ("DCRP"), which is a defined contribution pension plan. This Plan is administered by Empower (formerly Prudential Financial) for the New Jersey Division of Pensions and Benefits. Each Plan has a Board of Trustees that is primarily responsible for its administration. As a local participation employer of these pension plans, the Borough is referred to as "Employer" throughout this note. The Division issues a publicly available financial report that includes financial statements, required supplementary information and detailed information about the PERS and PFRS plans' fiduciary net position which can be obtained by writing to or at the following website:

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

<https://www.state.nj.us/treasury/pensions/financial-reports.shtml>

General Information about the Pension Plans**Plan Descriptions**

Public Employees' Retirement System - The Public Employees' Retirement System is a cost-sharing multiple-employer defined benefit pension plan, which was established as of January 1, 1955, under the provisions of N.J.S.A. 43:15A. The PERS' designated purpose is to provide retirement, death, and disability benefits to certain qualified members. Membership in the PERS is mandatory for substantially all full-time employees of the Employer, provided the employee is not required to be a member of another state-administered retirement system or other state pensions fund or local jurisdiction's pension fund. The PERS' Board of Trustees is primarily responsible for the administration of the PERS.

Police and Firemen's Retirement System - The Police and Firemen's Retirement System is a cost-sharing multiple-employer defined benefit pension plan, which was established as of July 1, 1944, under the provisions of N.J.S.A. 43:16A. The PFRS' designated purpose is to provide retirement, death, and disability benefits to certain qualified members. Membership in the PFRS is mandatory for substantially all full-time police and firemen of the Employer. The PFRS' Board of Trustees is primarily responsible for the administration of the PFRS.

Defined Contribution Retirement Program - The Defined Contribution Retirement Program is a multiple-employer defined contribution pension fund established on July 1, 2007 under the provisions of P.L. 2007, c. 92 and P.L. 2007, c. 103, and expanded under the provisions of P.L. 2008, c. 89 and P.L. 2010, c. 1. The DCRP is a tax-qualified defined contribution money purchase pension plan under Internal Revenue Code (IRC) § 401(a) et seq., and is a "governmental plan" within the meaning of IRC § 414(d). The DCRP provides retirement benefits for eligible employees and their beneficiaries. Individuals covered under DCRP are state or local officials who are elected or appointed on or after July 1, 2007; employees enrolled in PERS on or after July 1, 2007, who earn salary in excess of established "maximum compensation" limits; employees enrolled in New Jersey State Police Retirement System (SPRS) or the Police and Firemen's Retirement System (PFRS) after May 21, 2010, who earn salary in excess of established "maximum compensation" limits; employees otherwise eligible to enroll in PERS on or after November 2, 2008, who do not earn the minimum annual salary for tier 3 enrollment but who earn salary of at least \$5,000.00 annually; and employees otherwise eligible to enroll in PERS after May 21, 2010 who do not work the minimum number of hours per week required for tiers 4 or 5 enrollment, but who earn salary of at least \$5,000.00 annually.

Note 9: PENSION PLANS (CONT'D)**General Information about the Pension Plans (Cont'd)****Vesting and Benefit Provisions**

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

The following represents the membership tiers for PERS:

Tier Definition

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

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 or more years of service credit before age 65. Benefits are reduced by a fraction of a percent for each month that a member retires prior to the age at which a member can receive full early retirement benefits in accordance with their respective tier. Tier 1 members can receive an unreduced benefit from age 55 to age 60 if they have at least 25 years of service. Deferred retirement is available to members who have at least 10 years of service credit and have not reached the service retirement age for the respective tier.

Police and Firemen's Retirement System - The vesting and benefit provisions are set by N.J.S.A. 43:16A. The PFRS provides retirement, death and disability benefits. All benefits vest after 10 years of service, except disability benefits, which vest after four years of service.

The following represents the membership tiers for PFRS:

Tier Definition

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

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

Note 9: PENSION PLANS (CONT'D)**General Information about the Pension Plans (Cont'd)****Vesting and Benefit Provisions (Cont'd)**

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

Contributions

Public Employees' Retirement System - The contribution policy is set by N.J.S.A. 43:15A and requires contributions by active members and contributing employers. Pursuant to the provisions of P.L. 2011, C. 78, the member contribution rate is currently 7.50% of base salary, effective July 1, 2018. The rate for members who are eligible for the Prosecutors Part of PERS (P.L. 2001, C. 366) is 10.0%. Employers' contributions are based on an actuarially determined amount, which includes the normal cost and unfunded accrued liability.

Special Funding Situation Component - Under N.J.S.A. 43:15A, 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. One of such legislations, which legally obligate the State, is Chapter 133, P.L. 2001. This legislation increased the accrual rate from 1/60 to 1/55. In addition, it lowered the age required for a veteran benefit equal to 1/55 of highest 12-month compensation for each year of service from 60 to 55. Chapter 133, P.L. 2001 also established the Benefit Enhancement Fund (BEF) to fund the additional annual employer normal contribution due to the State's increased benefits. If the assets in the BEF are insufficient to cover the normal contribution for the increased benefits for a valuation period, the State will pay such amount for both the State and local employers.

The amounts contributed on behalf of the local participating employers under this legislation is considered to be a *special funding situation* as defined by GASB Statement No. 68 and the State is treated as a nonemployer contributing entity. Since the local participating employers do not contribute under this legislation directly to the Plan (except for employer specific financed amounts), there is no net pension liability or deferred outflows or inflows to disclose in the notes to the financial statements of the local participating employers related to this legislation.

The Employer's contractually required contribution rate for the year ended December 31, 2023 was 16.40% of the Employer's covered payroll. This amount was actuarially determined as the amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, including an additional amount to finance any unfunded accrued liability.

Based on the most recent PERS measurement date of June 30, 2023, the Employer's contractually required contribution to the pension plan for the year ended December 31, 2023 is \$432,160.00, and is payable by April 1, 2024. Due to the basis of accounting described in note 1, no liability has been recorded in the financial statements for this amount. For the prior year measurement date of June 30, 2022, the Employer's contractually required contribution to the pension plan for the year ended December 31, 2022 was \$422,070.00, which was paid on April 1, 2023.

Note 9: PENSION PLANS (CONT'D)**General Information about the Pension Plans (Cont'd)****Contributions (Cont'd)**

Public Employees' Retirement System (Cont'd) - Employee contributions to the Plan for the year ended December 31, 2023 were \$204,856.54.

The amount of contractually required contribution for the State of New Jersey's proportionate share, associated with the Employer, under Chapter 133, P.L. 2001, for the year ended December 31, 2023 was .55% of the Employer's covered payroll.

Based on the most recent PERS measurement date of June 30, 2023, the State's contractually required contribution, under Chapter 133, P.L. 2001, on-behalf of the Employer, to the pension plan for the year ended December 31, 2023 was \$14,606.00. For the prior year measurement date of June 30, 2022, the State's contractually required contribution, under Chapter 133, P.L. 2001, on-behalf of the Employer, to the pension plan for the year ended December 31, 2022 was \$10,628.00.

Police and Firemen's Retirement System - The contribution policy for PFRS is set by N.J.S.A. 43:16A and requires contributions by active members and contributing employers. Pursuant to the provisions of P.L. 2011, C. 78, the member contribution rate is currently 10.0% of base salary. 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.

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

The Employer's contractually required contribution rate for the year ended December 31, 2023 was 35.33% of the Employer's covered payroll. This amount was actuarially determined as the amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability.

Based on the most recent PFRS measurement date of June 30, 2023, the Employer's contractually required contribution to the pension plan for the year ended December 31, 2023 is \$1,470,155.00, and is payable by April 1, 2024. Due to the basis of accounting described in note 1, no liability has been recorded in the financial statements for this amount. For the prior year measurement date of June 30, 2022, the Employer's contractually required contribution to the pension plan for the year ended December 31, 2022 was \$1,291,773.00, which was paid on April 1, 2023.

Employee contributions to the Plan for the year ended December 31, 2023 were \$417,897.78.

Note 9: PENSION PLANS (CONT'D)**General Information about the Pension Plans (Cont'd)****Contributions (Cont'd)**

Police and Firemen's Retirement System (Cont'd) - The amount of contractually required contribution for the State of New Jersey's proportionate share, associated with the Employer, for the year ended December 31, 2023 was 6.18% of the Employer's covered payroll.

Based on the most recent PFRS measurement date of June 30, 2023, the State's contractually required contribution, on-behalf of the Employer, to the pension plan for the year ended December 31, 2023 was \$257,128.00, and is payable by April 1, 2024. For the prior year measurement date of June 30, 2022, the State's contractually required contribution, on-behalf of the Employer, to the pension plan for the year ended December 31, 2022 was \$251,899.00, which was paid on April 1, 2023.

Defined Contribution Retirement Program - The contribution policy is set by N.J.S.A. 43:15C-3 and requires contributions by active members and contributing employers. In accordance with Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007, Plan members are required to contribute 5.5% of their annual covered salary. In addition to the employee contributions, the Employer contributes 3% of the employees' base salary, for each pay period.

For the year ended December 31, 2024, employee contributions totaled \$8,216.31, and the Employer's contributions were \$5,072.08. There were no forfeitures during the year.

Pension Liabilities, Pension (Benefit) Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions**Public Employees' Retirement System**

Pension Liability - As of December 31, 2023, there is no net pension liability associated with the special funding situation under Chapter 133, P.L. 2001, as there was no accumulated difference between the annual additional normal cost and the actual State contribution through the valuation date. The Employer's proportionate share of the PERS net pension liability was \$4,683,456.00. The net pension liability was measured as of June 30, 2023 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2022. The total pension liability was calculated through the use of updated procedures to roll forward from the actuarial valuation date to the measurement date of June 30, 2023. The Employer's proportion of the net pension liability was based on a projection of the Employer's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. For the June 30, 2023 measurement date, the Employer's proportion was .0323345444%, which was a decrease of .0011352357% from its proportion measured as of June 30, 2022.

Pension (Benefit) Expense - For the year ended December 31, 2023, the Employer's proportionate share of the PERS pension (benefit) expense, calculated by the Plan as of the June 30, 2023 measurement date was \$86,202.00. This (benefit) expense is not recognized by the Employer because of the regulatory basis of accounting as described in note 1; however, as previously mentioned, for the year ended December 31, 2023, the Employer's contribution to PERS was \$422,070.00, and was paid on April 1, 2023.

Note 9: PENSION PLANS (CONT'D)**Pension Liabilities, Pension (Benefit) Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)****Public Employees' Retirement System (Cont'd)**

Pension (Benefit) Expense (Cont'd) - For the year ended December 31, 2023, the State's proportionate share of the PERS pension (benefit) expense, associated with the Employer, under Chapter 133, P.L. 2001, calculated by the Plan as of the June 30, 2023 measurement date, was \$14,606.00. This on-behalf (benefit) expense is not recognized by the Employer because of the regulatory basis of accounting as described in note 1.

Police and Firemen's Retirement System

Pension Liability - As of December 31, 2023, the Employer's and State of New Jersey's proportionate share of the PFRS net pension liability were as follows:

Proportionate Share of Net Pension Liability	\$ 12,202,081.00
State of New Jersey's Proportionate Share of Net Pension Liability Associated with the Employer	<u>2,248,375.00</u>
	<u>\$ 14,450,456.00</u>

The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2022. The total pension liability was calculated through the use of updated procedures to roll forward from the actuarial valuation date to the measurement date of June 30, 2023. The Employer's proportion of the net pension liability was based on a projection of the Employer's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers and the State of New Jersey, actuarially determined. For the June 30, 2023 measurement date, the Employer's proportion was .1104382400%, which was an increase of .0111133600% from its proportion measured as of June 30, 2022. At June 30, 2023, the State of New Jersey's proportion, on-behalf of the Employer, was .1104384400%, which was an increase of .0111134900% from its proportion, on-behalf of the Employer, measured as of June 30, 2022.

Pension (Benefit) Expense - For the year ended December 31, 2023, the Employer's proportionate share of the PFRS pension (benefit) expense, calculated by the Plan as of the June 30, 2023 measurement date was \$752,010.00. This (benefit) expense is not recognized by the Employer because of the regulatory basis of accounting as described in note 1; however, as previously mentioned, for the year ended December 31, 2023, the Employer's contribution to PFRS was \$1,291,773.00, and was paid on April 1, 2023.

For the year ended December 31, 2023, the State's proportionate share of the PFRS pension (benefit) expense, associated with the Employer, calculated by the Plan as of the June 30, 2023 measurement date, was \$255,748.00. This on-behalf (benefit) expense is not recognized by the Employer because of the regulatory basis of accounting as described in note 1.

Note 9: PENSION PLANS (CONT'D)**Pension Liabilities, Pension (Benefit) Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)**

Deferred Outflows of Resources and Deferred Inflows of Resources - As of December 31, 2023, the Employer had deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources			Deferred Inflows of Resources		
	PERS	PFRS	Total	PERS	PFRS	Total
Differences between Expected and Actual Experience	\$ 44,780.00	\$ 522,469.00	\$ 567,249.00	\$ 19,144.00	\$ 581,931.00	\$ 601,075.00
Changes of Assumptions	10,289.00	26,336.00	36,625.00	283,838.00	823,933.00	1,107,771.00
Net Difference between Projected and Actual Earnings on Pension Plan Investments	21,568.00	621,429.00	642,997.00	-	-	-
Changes in Proportion and Differences between Contributions and Proportionate Share of Contributions	220,826.00	1,185,253.00	1,406,079.00	209,355.00	752,304.00	961,659.00
Contributions Subsequent to the Measurement Date	216,080.00	735,078.00	951,158.00	-	-	-
	<u>\$ 513,543.00</u>	<u>\$ 3,090,565.00</u>	<u>\$ 3,604,108.00</u>	<u>\$ 512,337.00</u>	<u>\$ 2,158,168.00</u>	<u>\$ 2,670,505.00</u>

Deferred outflows of resources in the amounts of \$216,080.00 and \$735,078.00 for PERS and PFRS, respectively, will be included as a reduction of the net pension liability during the year ending December 31, 2024. These amounts were based on an estimated April 1, 2025 contractually required contribution, prorated from the pension plans' measurement date of June 30, 2023 to the Employer's year end of December 31, 2023.

Note 9: PENSION PLANS (CONT'D)**Pension Liabilities, Pension (Benefit) Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)**

The Employer will amortize the other deferred outflows of resources and deferred inflows of resources related to pensions over the following number of years:

	PERS		PFRS	
	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between Expected and Actual Experience				
Year of Pension Plan Deferral:				
June 30, 2018	-	5.63	5.73	-
June 30, 2019	5.21	-	-	5.92
June 30, 2020	5.16	-	5.90	-
June 30, 2021	-	5.13	-	6.17
June 30, 2022	-	5.04	6.22	-
June 30, 2023	5.08	-	6.16	-
Changes of Assumptions				
Year of Pension Plan Deferral:				
June 30, 2018	-	5.63	-	5.73
June 30, 2019	-	5.21	-	5.92
June 30, 2020	-	5.16	-	5.90
June 30, 2021	5.13	-	6.17	-
June 30, 2022	-	5.04	-	6.22
Difference between Projected and Actual Earnings on Pension Plan Investments				
Year of Pension Plan Deferral:				
June 30, 2019	5.00	-	5.00	-
June 30, 2020	5.00	-	5.00	-
June 30, 2021	5.00	-	5.00	-
June 30, 2022	5.00	-	5.00	-
June 30, 2023	5.00	-	5.00	-
Changes in Proportion				
Year of Pension Plan Deferral:				
June 30, 2018	5.63	5.63	5.73	5.73
June 30, 2019	5.21	5.21	5.92	5.92
June 30, 2020	5.16	5.16	5.90	5.90
June 30, 2021	5.13	5.13	6.17	6.17
June 30, 2022	5.04	5.04	6.22	6.22
June 30, 2023	5.08	5.08	6.16	6.16

Note 9: PENSION PLANS (CONT'D)**Pension Liabilities, Pension (Benefit) Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)**

Deferred Outflows of Resources and Deferred Inflows of Resources (Cont'd) - Other amounts included as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in future periods as follows:

Year Ending Dec 31,	<u>PERS</u>	<u>PFRS</u>	<u>Total</u>
2024	\$ (143,625.00)	\$ (417,252.00)	\$ (560,877.00)
2025	(140,653.00)	(463,818.00)	(604,471.00)
2026	144,159.00	754,609.00	898,768.00
2027	(72,360.00)	63,136.00	(9,224.00)
2028	(2,395.00)	223,728.00	221,333.00
Thereafter	-	36,916.00	36,916.00
	<u>\$ (214,874.00)</u>	<u>\$ 197,319.00</u>	<u>\$ (17,555.00)</u>

Actuarial Assumptions

The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2022. The total pension liability was calculated through the use of updated procedures to roll forward from the actuarial valuation date to the measurement date of June 30, 2023. This actuarial valuation used the following actuarial assumptions, applied to all periods included in the measurement:

	<u>PERS</u>	<u>PFRS</u>
Inflation Rate:		
Price	2.75%	2.75%
Wage	3.25%	3.25%
Salary Increases:	2.75% - 6.55%	3.25% - 16.25%
	Based on Years of Service	Based on Years of Service
Investment Rate of Return	7.00%	7.00%
Period of Actuarial Experience		
Study upon which Actuarial Assumptions were Based	July 1, 2018 - June 30, 2021	July 1, 2018 - June 30, 2021

Note 9: PENSION PLANS (CONT'D)**Actuarial Assumptions (Cont'd)****Public Employees' Retirement System**

Pre-retirement mortality rates were based on the Pub-2010 General Below-Median Income Employee mortality table with an 82.2% adjustment for males and 101.4% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Post-retirement mortality rates were based on the Pub-2010 General Below-Median Income Healthy Retiree mortality table with a 91.4% adjustment for males and 99.7% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Disability retirement rates used to value disabled retirees were based on the Pub-2010 Non-Safety Disabled Retiree mortality table with a 127.7% adjustment for males and 117.2% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Mortality improvement is based on Scale MP-2021.

Police and Firemen's Retirement System

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

For both PERS and PFRS, 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. Best estimates of arithmetic rates of return for each major asset class included in PERS' and PFRS' target asset allocation as of June 30, 2023 are summarized in the table that follows:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
U.S. Equity	28.00%	8.98%
Non-US Developed Markets Equity	12.75%	9.22%
International Small Cap Equity	1.25%	9.22%
Emerging Market Equity	5.50%	11.13%
Private Equity	13.00%	12.50%
Real Estate	8.00%	8.58%
Real Assets	3.00%	8.40%
High Yield	4.50%	6.97%
Private Credit	8.00%	9.20%
Investment Grade Credit	7.00%	5.19%
Cash Equivalents	2.00%	3.31%
U.S. Treasuries	4.00%	3.31%
Risk Mitigation Strategies	3.00%	6.21%
	<u>100.00%</u>	

Note 9: PENSION PLANS (CONT'D)**Actuarial Assumptions (Cont'd)****Discount Rate -**

For both PERS and PFRS, the discount rate used to measure the total pension liability was 7.00% as of June 30, 2023. 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 would be based on 100% of the actuarially determined contributions for the State employer and 100% of actuarially determined contributions for the local employers. Based on those assumptions, the Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on Plan investments was applied to all projected benefit payments to determine the total pension liability.

Sensitivity of Proportionate Share of Net Pension Liability to Changes in the Discount Rate

Public Employees' Retirement System (PERS) - The following presents the Employer's proportionate share of the net pension liability as of the June 30, 2023 measurement date, calculated using a discount rate of 7.00%, as well as what the Employer's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1% lower or 1% higher than the current rates used:

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Proportionate Share of the Net Pension Liability	\$ 6,096,864.00	\$ 4,683,456.00	\$ 3,480,460.00

Police and Firemen's Retirement System (PFRS) - As previously mentioned, PFRS has a special funding situation, where the State of New Jersey pays a portion of the Employer's annual required contribution. As such, the net pension liability as of the June 30, 2023 measurement date, for the Employer and the State of New Jersey, calculated using a discount rate of 7.00%, as well as using a discount rate that is 1% lower or 1% higher than the current rates used, is as follows:

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Proportionate Share of the Net Pension Liability	\$ 17,001,464.00	\$ 12,202,081.00	\$ 8,205,342.00
State of New Jersey's Proportionate Share of Net Pension Liability	3,132,717.00	2,248,375.00	1,511,930.00
	<u>\$ 20,134,181.00</u>	<u>\$ 14,450,456.00</u>	<u>\$ 9,717,272.00</u>

Note 9: PENSION PLANS (CONT'D)**Pension Plan Fiduciary Net Position**

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension (benefit) expense, information about the respective fiduciary net position of the PERS and PFRS and additions to/deductions from PERS and PFRS' respective fiduciary net position have been determined on the same basis as they are reported by PERS and PFRS. Accordingly, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Supplementary Pension Information

In accordance with GASBS 68, the following information is also presented for the PERS and PFRS pension plans. These schedules are presented to illustrate the requirements to show information for 10 years.

Schedule of the Proportionate Share of the Net Pension Liability - Public Employees' Retirement System (PERS) (Last Ten Plan Years)

	<u>Measurement Date Ended June 30,</u>				
	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Proportion of the Net Pension Liability	0.0323345444%	0.0334697801%	0.0338669204%	0.0332295027%	0.0300069260%
Proportionate Share of the Net Pension Liability	\$ 4,683,456.00	\$ 5,051,051.00	\$ 4,012,044.00	\$ 5,418,863.00	\$ 5,406,793.00
Covered Payroll (Plan Measurement Period)	\$ 2,468,632.00	\$ 2,466,692.00	\$ 2,473,396.00	\$ 2,300,001.64	\$ 2,145,992.00
Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	189.72%	204.77%	162.21%	235.60%	251.95%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	65.23%	62.91%	70.33%	58.32%	56.27%
	<u>Measurement Date Ended June 30,</u>				
	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Proportion of the Net Pension Liability	0.0313026264%	0.0283599879%	0.0302540884%	0.0276091915%	0.0252115037%
Proportionate Share of the Net Pension Liability	\$ 6,163,331.00	\$ 6,601,752.00	\$ 8,960,393.00	\$ 6,197,710.00	\$ 4,720,283.00
Covered Payroll (Plan Measurement Period)	\$ 2,175,692.00	\$ 1,936,388.00	\$ 2,028,924.00	\$ 1,874,052.00	\$ 1,724,448.00
Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	283.28%	340.93%	441.63%	330.71%	273.73%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	53.60%	48.10%	40.14%	47.93%	52.08%

Note 9: PENSION PLANS (CONT'D)**Supplementary Pension Information (Cont'd)*****Schedule of Contributions - Public Employees' Retirement System (PERS) (Last Ten Years)***

	Year Ended December 31,				
	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Contractually Required Contribution	\$ 432,160.00	\$ 422,070.00	\$ 396,621.00	\$ 363,514.00	\$ 291,879.00
Contribution in Relation to the Contractually Required Contribution	(432,160.00)	(422,070.00)	(396,621.00)	(363,514.00)	(291,879.00)
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -
Covered Payroll (Calendar Year)	\$ 2,634,565.00	\$ 2,501,417.00	\$ 2,496,165.00	\$ 2,451,445.00	\$ 2,341,434.41
Contributions as a Percentage of Covered Payroll	16.40%	16.87%	15.89%	14.83%	12.47%
	Year Ended December 31,				
	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Contractually Required Contribution	\$ 311,360.00	\$ 262,725.00	\$ 268,773.00	\$ 237,365.00	\$ 207,840.00
Contribution in Relation to the Contractually Required Contribution	(311,360.00)	(262,725.00)	(268,773.00)	(237,365.00)	(207,840.00)
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -
Covered Payroll (Calendar Year)	\$ 2,184,826.00	\$ 2,158,908.00	\$ 1,926,211.00	\$ 1,994,624.00	\$ 1,889,455.00
Contributions as a Percentage of Covered Payroll	14.25%	12.17%	13.95%	11.90%	11.00%

Note 9: PENSION PLANS (CONT'D)**Supplementary Pension Information (Cont'd)*****Schedule of Proportionate Share of the Net Pension Liability - Police and Firemen's Retirement System (PFRS) (Last Ten Plan Years)***

	<u>Measurement Date Ended June 30,</u>				
	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Proportion of the Net Pension Liability	0.1104382400%	0.0993248800%	0.1025201703%	0.1075419212%	0.1087577939%
Proportionate Share of the Net Pension Liability	\$ 12,202,081.00	\$ 11,369,079.00	\$ 7,493,355.00	\$ 13,895,835.00	\$ 13,309,582.00
State's Proportionate Share of the Net Pension Liability	<u>2,248,375.00</u>	<u>2,023,363.00</u>	<u>2,107,505.00</u>	<u>2,156,570.00</u>	<u>2,101,608.00</u>
Total	<u>\$ 14,450,456.00</u>	<u>\$ 13,392,442.00</u>	<u>\$ 9,600,860.00</u>	<u>\$ 16,052,405.00</u>	<u>\$ 15,411,190.00</u>
Covered Payroll (Plan Measurement Period)	\$ 3,990,788.00	\$ 3,539,492.00	\$ 3,593,860.00	\$ 3,560,599.20	\$ 3,654,572.00
Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	305.76%	321.21%	208.50%	390.27%	364.19%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	70.16%	68.33%	77.26%	63.52%	65.00%
	<u>Measurement Date Ended June 30,</u>				
	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Proportion of the Net Pension Liability	0.1059532374%	0.1048147631%	0.1051276003%	0.1014838092%	0.0941653597%
Proportionate Share of the Net Pension Liability	\$ 14,337,220.00	\$ 16,181,373.00	\$ 20,082,061.00	\$ 16,903,665.00	\$ 11,845,129.00
State's Proportionate Share of the Net Pension Liability	<u>1,947,474.00</u>	<u>1,812,450.00</u>	<u>1,686,395.00</u>	<u>1,482,395.00</u>	<u>1,275,521.00</u>
Total	<u>\$ 16,284,694.00</u>	<u>\$ 17,993,823.00</u>	<u>\$ 21,768,456.00</u>	<u>\$ 18,386,060.00</u>	<u>\$ 13,120,650.00</u>
Covered Payroll (Plan Measurement Period)	\$ 3,485,840.00	\$ 3,351,484.00	\$ 3,444,976.00	\$ 3,300,512.00	\$ 3,040,612.00
Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	411.30%	482.81%	582.94%	512.15%	389.56%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	62.48%	58.60%	52.01%	56.31%	62.41%

Note 9: PENSION PLANS (CONT'D)**Supplementary Pension Information (Cont'd)*****Schedule of Contributions - Police and Firemen's Retirement System (PFRS) (Last Ten Years)***

	<u>Year Ended December 31,</u>				
	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Contractually Required Contribution	\$ 1,470,155.00	\$ 1,291,773.00	\$ 1,194,836.00	\$ 1,201,427.00	\$ 1,098,574.00
Contribution in Relation to the Contractually Required Contribution	<u>(1,470,155.00)</u>	<u>(1,291,773.00)</u>	<u>(1,194,836.00)</u>	<u>(1,201,427.00)</u>	<u>(1,098,574.00)</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered Payroll (Calendar Year)	\$ 4,161,381.00	\$ 4,012,080.00	\$ 3,638,001.00	\$ 3,578,353.00	\$ 3,658,660.80
Contributions as a Percentage of Covered Payroll	35.33%	32.20%	32.84%	33.57%	30.03%
	<u>Year Ended December 31,</u>				
	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Contractually Required Contribution	\$ 1,035,849.00	\$ 927,630.00	\$ 857,148.00	\$ 824,912.00	\$ 723,255.00
Contribution in Relation to the Contractually Required Contribution	<u>(1,035,849.00)</u>	<u>(927,630.00)</u>	<u>(857,148.00)</u>	<u>(824,912.00)</u>	<u>(723,255.00)</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered Payroll (Calendar Year)	\$ 3,606,627.00	\$ 3,555,837.00	\$ 3,457,094.00	\$ 3,425,026.00	\$ 3,323,558.00
Contributions as a Percentage of Covered Payroll	28.72%	26.09%	24.79%	24.08%	21.76%

Note 9: PENSION PLANS (CONT'D)**Supplementary Pension Information (Cont'd)****Other Notes to Supplementary Pension Information*****Public Employees' Retirement System (PERS)*****Changes in Benefit Terms**

The Division of Pensions and Benefits adopted a new policy regarding the crediting of interest on member contributions for the purpose of refund of accumulated deductions. Previously, after termination of employment, but prior to retirement or death, interest was credited on member accumulated deductions at the valuation interest rate for the entire period. Effective July 1, 2018, interest is only credited at the valuation interest rate for the first two years of inactivity prior to retirement or death.

Changes in Assumptions

The discount rate and long-term expected rate of return used as of June 30 measurement date are as follows:

Discount Rate				Long-term Expected Rate of Return			
<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>
2023	7.00%	2018	5.66%	2023	7.00%	2018	7.00%
2022	7.00%	2017	5.00%	2022	7.00%	2017	7.00%
2021	7.00%	2016	3.98%	2021	7.00%	2016	7.65%
2020	7.00%	2015	4.90%	2020	7.00%	2015	7.90%
2019	6.28%	2014	5.39%	2019	7.00%	2014	7.90%

Police and Firemen's Retirement System (PFRS)**Changes in Benefit Terms**

The June 30, 2023 measurement date include the following plan amendment: Chapter 92, P.L. 2023 establishing an extension of the previous plan amendment Chapter 52, P.L. 2021, allowing members enrolled between January 18, 2000 and April 19, 2021 to retire prior to age 55 if they have attained 20 years of creditable service and retire by May 1, 2026.

Changes in Assumptions

The discount rate and long-term expected rate of return used as of June 30 measurement date are as follows:

Discount Rate				Long-term Expected Rate of Return			
<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>
2023	7.00%	2018	6.51%	2023	7.00%	2018	7.00%
2022	7.00%	2017	6.14%	2022	7.00%	2017	7.00%
2021	7.00%	2016	5.55%	2021	7.00%	2016	7.65%
2020	7.00%	2015	5.79%	2020	7.00%	2015	7.90%
2019	6.85%	2014	6.32%	2019	7.00%	2014	7.90%

Note 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS

BOROUGH OF LINDENWOLD POSTEMPLOYMENT HEALTH BENEFIT PLAN

Plan Description and Benefits Provided - The Borough's defined benefit postemployment healthcare plan, the Lindenwold Borough Postemployment Benefits Plan (the "Borough Plan"), allows retiring employees to receive paid dental benefits up to three years based on years of service, and employees retiring on a disability pension to receive paid dental benefits for life.

The Borough Plan is an agent multiple-employer postemployment healthcare plan administered by the Municipal Reinsurance Health Insurance Fund (the "MRHIF"). The benefit provisions of the plans that participate may be established or amended by the respective employer entities; for the Borough Plan that authority rests with the Borough Council. The plan does not issue a separate financial report. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75.

Employees Covered by Benefit Terms - As of December 31, 2024, the most recent actuarial valuation date, the following employees were covered by the benefit terms:

Active Employees	76
Retirees and Covered Spouses	58
	134

Actuarial Assumptions and Other Inputs - The following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Mortality	PUB 2010 "General" classification headcount weighted mortality with generational improvement using Scale MP-2021
Turnover	NJ State Pensions Ultimate Withdrawal Rates - prior to benefits eligibility
Assumed Retirement Age	At first eligibility after completing 25 years of service
Full Attribution Period	Service to Assumed Retirement Age
Annual Discount Rate	3.26% Based on the Bond Buyer 20 Index December 31, 2023 4.08% Based on the Bond Buyer 20 Index December 31, 2024
CPI Increase	2.50%
Rate of Salary Increase	2.50%
Dental Trend	3.5% per annum
Cost Aging Factor	None
Attribution Period	The attribution period begins with the date of hire and ends with full benefits eligibility date.
Per Capita Cost Methods	The valuation reflects per capita net premium costs based on actual 2024 dental premiums and the plan option selected. The age specific cost was derived based on per person costs at the average age of the active population (40) and scaled to each age based on the cost aging factors. Beyond age 65 per person costs are no longer scaled.
Actuarial Valuation Method	Entry Age Normal Funding Method based on a level percentage of salary.

Note 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)

BOROUGH OF LINDENWOLD POSTEMPLOYMENT HEALTH BENEFIT PLAN (CONT'D)

Actuarial Assumptions and Other Inputs (Cont'd) - The following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified (cont'd):

Retiree Contributions	NJ Chapter 78 requires that certain future retirees contribute toward the cost of their benefits. Specifically, those who had retired prior to passage of Chapter 78 and those employees that had more than 25 years of service on the date of passage are grandfathered. All others are subject to the contribution rates in effect when they retire, but not less than 1.5% of their annual retirement allowance from the Public Employees Retirement System. For purposes of this valuation and for conservatism, we have assumed that future retiree contributions percentage rates will not increase. Thus, we assumed that a future retiree will contribute his/her current employee contribution as reported by The Borough increased annually by the rate of dental trend.
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Total OPEB Liability

The Borough's total OPEB liability of \$886,635.00 was measured as of December 31, 2024, and was determined by an actuarial valuation as December 31, 2024.

Changes in Total OPEB Liability

Balance at December 31, 2023	\$ 815,532.00
Changes for the Year:	
Service Cost	\$ 13,021.00
Interest Cost	26,535.00
Benefit Payments	(29,124.00)
Changes in Assumptions	(52,381.00)
Difference between Expected and Actual Experience	<u>113,052.00</u>
Net Changes	<u>71,103.00</u>
Balance at December 31, 2024	<u><u>\$ 886,635.00</u></u>

Changes of assumptions reflect a change in the discount rate from 3.26% at December 31, 2023 to 4.08% at December 31, 2024. There was no change in benefit terms.

Note 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**BOROUGH OF LINDENWOLD POSTEMPLOYMENT HEALTH BENEFIT PLAN (CONT'D)**

Sensitivity of Total OPEB Liability to Changes in Discount Rate - The following presents the total OPEB liability of the Borough at December 31, 2024, as well as what the Borough's total OPEB liability would be if it were calculated for using a discount rate that is 1-percentage -point lower or 1-percentage-point higher than the current discount rate:

	1.00% Decrease <u>(3.08%)</u>	Current Discount Rate <u>(4.08%)</u>	1.00% Increase <u>(5.08%)</u>
Total OPEB Liability	<u>\$ 957,954.00</u>	<u>\$ 886,635.00</u>	<u>\$ 827,708.00</u>

The following presents the total OPEB liability of the Borough at December 31, 2024, as well as what the Borough's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

	1.00% Decrease	Healthcare Cost Trend Rates	1.00% Increase
Total OPEB Liability	<u>\$ 838,885.00</u>	<u>\$ 886,635.00</u>	<u>\$ 946,448.00</u>

OPEB (Benefit) Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB - For the year ended December 31, 2024, the Borough recognized OPEB (benefit) expense of \$41,831.00. As of December 31, 2024 the Borough reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes of Assumptions	\$ 81,229.00	\$ 249,059.00
Difference Between Expected and Actual Experience	<u>198,439.00</u>	<u>16,582.00</u>
	<u>\$ 279,668.00</u>	<u>\$ 265,641.00</u>

Note 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**BOROUGH OF LINDENWOLD POSTEMPLOYMENT HEALTH BENEFIT PLAN (CONT'D)**

OPEB (Benefit) Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Cont'd) - Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB (benefit) expense as follows:

Year Ending	
<u>Dec 31,</u>	
2025	\$ 2,275.00
2026	2,275.00
2027	2,275.00
2028	2,275.00
2029	2,275.00
Thereafter	<u>2,652.00</u>
	<u><u>\$ 14,027.00</u></u>

Supplementary OPEB Information

In accordance with GASB No. 75, the following information is also presented for the Borough's OPEB Plan. These schedules are presented to illustrate the requirements 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.

Note 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**BOROUGH OF LINDENWOLD POSTEMPLOYMENT HEALTH BENEFIT PLAN (CONT'D)****Supplementary OPEB Information (Cont'd)*****Schedule of Changes in the Borough's Total OPEB Liability and Related Ratios (Last Seven Years)***

	<u>Plan Measurement Date December 31,</u>			
	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>
Total OPEB Liability				
Service Cost	\$ 13,021.00	\$ 13,159.00	\$ 13,159.00	\$ 20,519.00
Interest Cost	26,535.00	30,270.00	19,086.00	19,470.00
Benefit Payments	(29,124.00)	(26,506.00)	(31,752.00)	(19,932.00)
Changes in Assumptions	113,052.00	-	110,958.00	1,347.00
Difference Between Expected and Actual Experience	<u>(52,381.00)</u>	<u>(15,182.00)</u>	<u>(226,884.00)</u>	<u>-</u>
Net Change in Total OPEB Liability	71,103.00	1,741.00	(115,433.00)	21,404.00
Total OPEB Liability - Beginning of Year	<u>815,532.00</u>	<u>813,791.00</u>	<u>929,224.00</u>	<u>907,820.00</u>
Total OPEB Liability - End of Year	<u>\$ 886,635.00</u>	<u>\$ 815,532.00</u>	<u>\$ 813,791.00</u>	<u>\$ 929,224.00</u>
Covered-Employee Payroll	\$ 6,546,000.00	\$ 6,279,000.00	\$ 5,972,000.00	\$ 5,914,000.00
Total OPEB Liability as a Percentage of Covered Payroll	13.54%	12.99%	13.63%	15.71%
	<u>Plan Measurement Date December 31,</u>			
	<u>2020</u>	<u>2019</u>	<u>2018</u>	
Total OPEB Liability				
Service Cost	\$ 20,519.00	\$ 18,997.00	\$ 19,848.00	
Interest Cost	22,899.00	31,892.00	30,709.00	
Benefit Payments	(27,972.00)	(22,334.00)	(19,356.00)	
Changes in Assumptions	63,187.00	58,078.00	-	
Difference Between Expected and Actual Experience	<u>-</u>	<u>(27,472.00)</u>	<u>-</u>	
Net Change in Total OPEB Liability	78,633.00	59,161.00	31,201.00	
Total OPEB Liability - Beginning of Year	<u>829,187.00</u>	<u>770,026.00</u>	<u>738,825.00</u>	
Total OPEB Liability - End of Year	<u>\$ 907,820.00</u>	<u>\$ 829,187.00</u>	<u>\$ 770,026.00</u>	
Covered-Employee Payroll	\$ 5,712,000.00	\$ 5,810,000.00	\$ 5,852,000.00	
Total OPEB Liability as a Percentage of Covered Payroll	15.89%	14.27%	13.16%	

Note 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)

BOROUGH OF LINDENWOLD POSTEMPLOYMENT HEALTH BENEFIT PLAN (CONT'D)

Other Notes to Supplementary OPEB Information

Changes in Benefit Terms - None.

Changes in Assumptions - Changes of assumptions and other inputs reflect the effects of changes in the discount rate each period. The following are the discount rates used in each period:

<u>Year</u>	<u>Percentage</u>
2024	4.08%
2023	3.26%
2022	3.72%
2021	2.06%
2020	2.12%
2019	2.74%
2018	4.10%

STATE HEALTH BENEFITS LOCAL GOVERNMENT RETIRED EMPLOYEES PLAN

N.J.A.C. 5:30-6.1 allows local units to disclose the most recently available information as it relates to the New Jersey Division of Pension's reporting on GASB No. 75, *Accounting and Financial Reporting for Postemployment Benefits other than Pensions*. As of the date of this report, the information for the measurement period ended June 30, 2024 was not available; therefore, the information from the measurement period June 30, 2023 is disclosed below.

General Information about the State Health Benefit Local Government Retired Employees Plan

Plan Description and Benefits Provided - The Borough contributes to the State Health Benefits Local Government Retired Employees Plan (the "Plan"), which 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 the 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 statements, which can be found at <https://www.state.nj.us/treasury/pensions/financial-reports.shtml>. As a local participating employer of the Plan, the Borough referred to as "Employer" throughout this note.

Note 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**STATE HEALTH BENEFITS LOCAL GOVERNMENT RETIRED EMPLOYEES PLAN (CONT'D)****General Information about the State Health Benefit Local Government Retired Employees Plan (Cont'd)**

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

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

Pursuant to Chapter 78, P.L. 2011, future retirees eligible for postretirement medical coverage who have less than 20 years of creditable service on June 28, 2011 will be required to pay a percentage of the cost of their health care coverage in retirement provided they retire with 25 or more years of pension service credit. The percentage of the premium for which the retiree will be responsible will be determined based on the retiree's annual retirement benefit and level of coverage.

Contributions - The funding policy for the OPEB plan is pay-as-you-go; therefore, there is no prefunding of the liability. However, due to premium rates being set prior to each calendar year, there is a minimal amount of net position available to cover benefits in future years. Contributions to pay for the health benefit premiums of participating employees in the OPEB plan are collected from the State of New Jersey, participating local employers, and retired members.

The Employer was billed monthly by the Plan and paid \$368,231.39, for the year ended December 31, 2023, representing 5.42% of the Employer's covered payroll. Retirees were not required to contribute to the Plan.

Note 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**STATE HEALTH BENEFITS LOCAL GOVERNMENT RETIRED EMPLOYEES PLAN (CONT'D)****General Information about the State Health Benefit Local Government Retired Employees Plan (Cont'd)**

Special Funding Situation Component - The State of New Jersey makes contributions to cover those employees eligible under Chapter 330, P.L. 1997. Local employers remit employer contributions on a monthly basis. Retired member contributions are generally received on a monthly basis. Partially funded benefits are also available to local police officers and firefighters who retire with 25 years of service or on disability from an employer who does not provide coverage under the provisions of Chapter 330, P.L. 1997. Upon retirement, these individuals must enroll in the OPEB Plan.

Under Chapter 330, P.L. 1997, the State shall pay the premium or periodic charges for the qualified local police and firefighter retirees and dependents equal to 80% 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. The participating employer is required to disclose in their respective notes to the financial statements, an expense and corresponding revenue, and their proportionate share of the OPEB expense allocated to the State under the special funding situation.

The amount of actual contributions to the OPEB Plan made by the State, on-behalf of the Employer, is not known; however, under the special funding situation, the State's OPEB expense, on-behalf of the Employer, is \$(610,530.00) for the year ended December 31, 2023, representing -8.98% of the Employer's covered payroll.

OPEB Liability, OPEB (Benefit) Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources

OPEB Liability - At December 31, 2023, the Employer's and State's proportionate share of the net OPEB liability were as follows:

Proportionate Share of Net OPEB Liability	\$ 17,272,977.00
State of New Jersey's Proportionate Share of Net OPEB Liability Associated with the Employer	<u>3,367,149.00</u>
	<u>\$ 20,640,126.00</u>

The net OPEB liability was measured as of June 30, 2023, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of July 1, 2022, which was rolled forward to June 30, 2023.

Note 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**STATE HEALTH BENEFITS LOCAL GOVERNMENT RETIRED EMPLOYEES PLAN (CONT'D)****OPEB Liability, OPEB (Benefit) Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources (Cont'd)**

OPEB Liability (Cont'd) - The Employer's proportion of the net OPEB liability was based on the ratio of the Plan members of an individual employer to the total members of the Plan's nonspecial funding situation during the measurement period July 1, 2022 through June 30, 2023. For the June 30, 2023 measurement date, the Employer's proportion was .115103%, which was an increase of .012519% from its proportion measured as of the June 30, 2022 measurement date.

The State's proportion of the net OPEB liability, on-behalf of the Employer was based on the ratio of the Plan members of an individual employer to the total members of the Plan's special funding situation during the measurement period July 1, 2022 through June 30, 2023. For the June 30, 2023 measurement date, the State's proportion on-behalf of the Employer was .096505%, which was a decrease of .000819% from its proportion measured as of the June 30, 2022 measurement date.

OPEB (Benefit) Expense - At December 31, 2023, the Employer's proportionate share of the OPEB (benefit) expense, calculated by the Plan as of the June 30, 2023 measurement date, is \$875,300.00. This (benefit) expense is not recognized by the Employer because of the regulatory basis of accounting as described in note 1; however, as previously mentioned, for the year ended December 31, 2023, the Employer made contributions to the Plan totaling \$368,231.39.

Deferred Outflows of Resources and Deferred Inflows of Resources - At December 31, 2023, the Employer had deferred outflows of resources and deferred inflows of resources from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between Expected and Actual Experience	\$ 796,541.00	\$ 4,690,776.00
Changes of Assumptions	2,237,499.00	4,882,518.00
Net Difference between Projected and Actual Earnings on OPEB Plan Investments	-	2,850.00
Changes in Proportion	8,207,637.00	550,268.00
Contributions Subsequent to the Measurement Date	191,608.94	-
	<u>\$ 11,433,285.94</u>	<u>\$ 10,126,412.00</u>

Note 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)

STATE HEALTH BENEFITS LOCAL GOVERNMENT RETIRED EMPLOYEES PLAN (CONT'D)

OPEB Liability, OPEB (Benefit) Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources (Cont'd)

Deferred outflows of resources in the amount of \$191,608.94 will be included as a reduction of the Employer's net OPEB liability during the year ending December 31, 2024. The Employer will amortize the above other deferred outflows of resources and deferred inflows of resources related to the OPEB liability over the following number of years:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>		<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between Expected and Actual Experience			Net Difference between Projected and Actual Investment Earnings on OPEB Plan Investments		
Year of OPEB Plan Deferral:			Year of OPEB Plan Deferral:		
June 30, 2018	-	8.14	June 30, 2018	5.00	-
June 30, 2019	-	8.05	June 30, 2019	5.00	-
June 30, 2020	7.87	-	June 30, 2020	5.00	-
June 30, 2021	-	7.82	June 30, 2021	5.00	-
June 30, 2022	7.82	-	June 30, 2022	5.00	-
June 30, 2023	-	7.89	June 30, 2023	5.00	-
Changes of Assumptions			Changes in Proportion		
Year of OPEB Plan Deferral:			Year of OPEB Plan Deferral:		
June 30, 2017	-	8.04	June 30, 2017	8.04	8.04
June 30, 2018	-	8.14	June 30, 2018	8.14	8.14
June 30, 2019	-	8.05	June 30, 2019	8.05	8.05
June 30, 2020	7.87	-	June 30, 2020	7.87	7.87
June 30, 2021	7.82	-	June 30, 2021	7.82	7.82
June 30, 2022	-	7.82	June 30, 2022	7.82	7.82
June 30, 2023	7.89	-	June 30, 2023	7.89	7.89

Other amounts included as deferred outflows of resources and deferred inflows of resources related to the OPEB liability will be recognized in future periods as follows:

<u>Year Ending Dec. 31,</u>	
2024	\$ (530,087.00)
2025	(115,931.00)
2026	673,295.00
2027	1,048,869.00
2028	310,155.00
Thereafter	<u>(271,036.00)</u>
	<u>\$ 1,115,265.00</u>

Note 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**STATE HEALTH BENEFITS LOCAL GOVERNMENT RETIRED EMPLOYEES PLAN (CONT'D)****Actuarial Assumptions**

The actuarial assumptions vary for each plan member depending on the pension plan in which the member is enrolled. The actuarial valuation as of July 1, 2022, which was rolled forward to June 30, 2023, used the following actuarial assumptions, applied to all periods in the measurement:

Salary Increases *

PERS - Rates for all future years	2.75% to 6.55% based on years of service
PFRS - Rates for all future years	3.25% to 16.25% based on years of service

Mortality:

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

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

* salary increases are based on years of service within the respective Plan

Actuarial assumptions used in the 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.

All of the Plan's investments are in the State of New Jersey Cash Management Fund (the "CMF"). The New Jersey Division of Investments manages the CMF, which is available on a voluntary basis for investment by State and certain non-State participants. The CMF is considered to be an investment trust fund as defined in GASB Statement No. 31, *Certain Investments and External Investment Pools*. The CMF invests in U.S. government and agency obligations, commercial paper, corporate obligations and certificates of deposit. Units of ownership in the CMF may be purchased or redeemed on any given business day (excluding State holidays) at the unit cost of value of \$1.00. Participant shares are valued on a fair value basis. The CMF pays interest to participants on a monthly basis.

Discount Rate - The discount rate used to measure the OPEB liability at June 30, 2023 was 3.65%. 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.

Note 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**STATE HEALTH BENEFITS LOCAL GOVERNMENT RETIRED EMPLOYEES PLAN (CONT'D)**

Health Care Trend Assumptions - The health care trend assumptions used is as follows:

Fiscal Year Ending	Annual Rate of Increase					
	Medical Trend			Prescription Drug Trend		
	Pre-65	PPO Post-65	HMO Post-65	Pre-65	Post-65	EGWP
2024	6.50%	-5.63%	-6.04%	14.00%	9.50%	14.28%
2025	6.25%	8.22%	8.33%	10.00%	8.75%	11.21%
2026	6.00%	16.85%	17.28%	7.50%	7.50%	7.50%
2027	5.75%	14.31%	14.65%	6.75%	6.75%	6.75%
2028	5.50%	12.43%	12.71%	6.00%	6.00%	6.00%
2029	5.25%	11.02%	11.24%	5.25%	5.25%	5.25%
2030	5.00%	9.91%	10.09%	4.50%	4.50%	4.50%
2031	4.75%	8.98%	9.14%	4.50%	4.50%	4.50%
2032	4.50%	6.46%	6.53%	4.50%	4.50%	4.50%
2033 and Later	4.50%	4.50%	4.50%	4.50%	4.50%	4.50%

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

The net OPEB liability, calculated using a discount rate of 3.65%, as well as using a discount rate that is 1% lower or 1% higher than the current rate used, is as follows:

	1% Decrease <u>(2.65%)</u>	Current Discount Rate <u>(3.65%)</u>	1% Increase <u>(4.65%)</u>
Proportionate Share of the Net OPEB Liability	\$ 20,007,613.00	\$ 17,272,977.00	\$ 15,073,384.00
State of New Jersey's Proportionate Share of the Net OPEB Liability Associated with the Employer	3,900,232.00	3,367,149.00	2,938,366.00
	<u>\$ 23,907,845.00</u>	<u>\$ 20,640,126.00</u>	<u>\$ 18,011,750.00</u>

Note 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**STATE HEALTH BENEFITS LOCAL GOVERNMENT RETIRED EMPLOYEES PLAN (CONT'D)****Sensitivity of the Net OPEB Liability to Changes in the Healthcare Cost Trend Rate**

The net OPEB liability, using a healthcare cost trend rate that is 1% lower or 1% higher than the current healthcare cost trend rate used, is as follows:

	<u>1% Decrease</u>	<u>Healthcare Cost Trend Rate</u>	<u>1% Increase</u>
Proportionate Share of the Net OPEB Liability	\$ 14,679,998.00	\$ 17,272,977.00	\$ 20,592,783.00
State of New Jersey's Proportionate Share of the Net OPEB Liability Associated with the Employer	<u>2,861,680.00</u>	<u>3,367,149.00</u>	<u>4,014,303.00</u>
	<u>\$ 17,541,678.00</u>	<u>\$ 20,640,126.00</u>	<u>\$ 24,607,086.00</u>

OPEB Plan Fiduciary Net Position

For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB (benefit) expense, information about the respective fiduciary net position of the State Health Benefits Local Government Retired Employees Plan and additions to/deductions from the Plan's respective fiduciary net position have been determined on the same basis as they are reported by the Plan. Accordingly, contributions (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Note 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**STATE HEALTH BENEFITS LOCAL GOVERNMENT RETIRED EMPLOYEES PLAN (CONT'D)****Supplementary OPEB Information**

In accordance with GASBS No. 75, the following information is also presented for the State Health Benefits Local Government Retired Employees Plan. These schedules are presented to illustrate the requirements 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 Proportionate Share of the Net OPEB Liability (Last Seven Plan Years)

	<u>Measurement Date Ended June 30,</u>			
	<u>2023</u>	<u>2022</u>	<u>2021 (a)</u>	<u>2020</u>
Proportion of the Net OPEB Liability	0.115103%	0.102584%	0.104796%	0.068138%
Proportionate Share of the Net OPEB Liability	\$ 17,272,977.00	\$ 16,566,901.00	\$ 18,863,051.00	\$ 12,228,463.00
State's Proportionate Share of the Net OPEB Liability Associated with the Employer	3,367,149.00	3,283,526.00	3,235,702.00	12,141,444.00
Total	\$ 20,640,126.00	\$ 19,850,427.00	\$ 22,098,753.00	\$ 24,369,907.00
Covered Payroll (Plan Measurement Period)	\$ 6,766,785.00	\$ 6,301,911.00	\$ 6,007,566.00	\$ 6,117,594.00
Proportionate Share of the Net OPEB Liability as a Percentage of Covered Payroll	255.26%	262.89%	313.99%	199.89%
Plan Fiduciary Net Position (Deficit) as a Percentage of the Total OPEB Liability	-0.79%	-0.36%	0.28%	0.91%
	<u>Measurement Date Ended June 30,</u>			
	<u>2019</u>	<u>2018</u>	<u>2017</u>	
Proportion of the Net OPEB Liability	0.062594%	0.059867%	0.061954%	
Proportionate Share of the Net OPEB Liability	\$ 8,479,028.00	\$ 9,379,134.00	\$ 12,648,398.00	
State's Proportionate Share of the Net OPEB Liability Associated with the Employer	10,009,011.00	11,371,025.00	16,244,336.00	
Total	\$ 18,488,039.00	\$ 20,750,159.00	\$ 28,892,734.00	
Covered Payroll (Plan Measurement Period)	\$ 5,819,836.21	\$ 5,796,023.00	\$ 5,573,946.00	
Proportionate Share of the Net OPEB Liability as a Percentage of Covered Payroll	145.69%	161.82%	226.92%	
Plan Fiduciary Net Position (Deficit) as a Percentage of the Total OPEB Liability	1.98%	1.97%	1.03%	

(a) The Proportionate Share of the June 30, 2021 Net OPEB Liability was adjusted within the June 30, 2022 Plan Audit.

Note 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**STATE HEALTH BENEFITS LOCAL GOVERNMENT RETIRED EMPLOYEES PLAN (CONT'D)****Supplementary OPEB Information (Cont'd)*****Schedule of Contributions (Last Seven Years)***

	<u>Year Ended December 31,</u>			
	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Required Contributions	\$ 368,231.39	\$ 359,057.95	\$ 343,865.88	\$ 301,468.62
Actual Contributions in Relation to the Required Contribution	<u>(368,231.39)</u>	<u>(359,057.95)</u>	<u>(343,865.88)</u>	<u>(301,468.62)</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered Payroll (Calendar Year)	\$ 6,795,946.00	\$ 6,513,497.00	\$ 6,134,166.00	\$ 6,029,798.00
Contributions as a Percentage of Covered Payroll	5.42%	5.51%	5.61%	5.00%
	<u>Year Ended December 31,</u>			
	<u>2019</u>	<u>2018</u>	<u>2017</u>	
Required Contributions	\$ 258,968.54	\$ 412,804.68	\$ 433,977.55	
Actual Contributions in Relation to the Required Contribution	<u>(258,968.54)</u>	<u>(412,804.68)</u>	<u>(433,977.55)</u>	
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	
Covered Payroll (Calendar Year)	\$ 6,000,095.21	\$ 5,791,453.00	\$ 5,714,745.00	
Contributions as a Percentage of Covered Payroll	4.32%	7.13%	7.59%	

Other Notes to Supplementary OPEB Information

Changes in Benefit Terms - The actuarial valuation as of July 1, 2022, which was rolled forward to June 30, 2023, included changes due to employers adopting and /or changing Chapter 48 provisions.

Note 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**STATE HEALTH BENEFITS LOCAL GOVERNMENT RETIRED EMPLOYEES PLAN (CONT'D)****Other Notes to Supplementary OPEB Information (Cont'd)**

Changes in Assumptions - The discount rate used as of the June 30 measurement date is as follows:

<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>
2023	3.65%	2019	3.50%
2022	3.54%	2018	3.87%
2021	2.16%	2017	3.58%
2020	2.21%		

The expected investment rate of return is based on guidance provided by the State. These expected rates of return are the same as the discount rates listed above.

In addition to changes in the discount rate, other factors that affected the valuation of the net OPEB liability included changes in the trend update.

There were no changes to mortality projections.

Note 11: COMPENSATED ABSENCES

Full-time employees are entitled to paid unused sick leave, vacation days and compensatory time in various amounts as outlined in the Borough code and contracts between the Borough and union agreements. Unused sick leave, vacation days and compensatory time may be accumulated and carried forward to the subsequent year, subject to conditions outlined in the Borough code and contracts. Upon retirement, employees may be compensated for accumulated unused sick leave, vacation days and compensatory time in accordance with formulas and limits established in the Borough code and contracts.

The Borough does not record accrued expenses related to compensated absences. However, it is estimated that, at December 31, 2024, accrued benefits for compensated absences, including the Borough's share of social security taxes, are valued at \$1,471,903.60.

The Borough has established a Trust Fund to set aside funds for future payments of compensated absences. At December 31, 2024, the balance of the fund was \$8,508.64.

Note 12: DEFERRED COMPENSATION SALARY ACCOUNT

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

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

Note 13: LEASE LIABILITIES AND LEASE ASSETS

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

Mail Machine - The Borough is leasing a mail machine with a total lease liability of \$4,385.81. The lease began in October 2022 for a term of five years. The implied interest rate is based on the Borough's estimated incremental borrowing rate of 5.73%. This lease can be extended on a month-to-month basis at the expiration of the lease agreement. Based on this lease, the Borough is making payments through September 30, 2027. The Borough paid \$899.88 of lease payments during the year ended December 31, 2022 which were budgeted and paid from the current fund.

Copiers - The Borough is leasing the following copiers:

Description	Total Lease Liability	Term	Implied Interest Rate	
3 Copiers	\$ 22,919.26	June 2021 - May 2026	3.33%	Estimated Incremental Borrowing Rate
1 Copier	4,880.45	Jan. 2022 - Dec. 2026	3.25%	Estimated Incremental Borrowing Rate

These leases can be extended on a month-to-month basis at the expiration of the lease agreements. The Borough paid \$6,024.00 of lease payments during the year ended December 31, 2024, which were budgeted and paid from the current fund.

Vehicles - The Borough is leasing the following vehicles:

Description	Total Lease Liability	Term	Implied Interest Rate	Total 2024 Payments	
3 2020 Chevy Tahoes	\$ 211,585.05	Apr. 2020 - Mar. 2025	4.00%	Estimated Incremental Borrowing Rate	\$ 44,408.52
1 2020 Chevy Tahoe	42,582.74	May 2020 - Apr. 2025	4.00%	Estimated Incremental Borrowing Rate	9,021.36
1 2020 Chevy Tahoe	36,140.62	May 2020 - Apr. 2025	4.00%	Estimated Incremental Borrowing Rate	9,097.68
1 2020 Chevy Tahoe	70,668.93	June 2020 - May 2025	4.00%	Estimated Incremental Borrowing Rate	14,678.52
1 2020 F-Ford 350	50,924.18	Oct. 2020 - Sept. 2025	4.00%	Estimated Incremental Borrowing Rate	8,981.64
1 2020 F-Ford 250	39,222.72	Oct. 2020 - Sept. 2025	4.00%	Estimated Incremental Borrowing Rate	8,164.56
1 2020 Ford Transit	27,460.05	Nov. 2020 - Oct. 2025	4.00%	Estimated Incremental Borrowing Rate	5,819.28
1 2021 Chevy Tahoe	44,686.72	Sept. 2021 - Aug 2026	4.00%	Estimated Incremental Borrowing Rate	9,651.60
1 2021 Chevy Tahoe	45,141.79	Oct. 2021 - Sept. 2026	4.00%	Estimated Incremental Borrowing Rate	9,691.44
5 2021 Chevy Tahoes	255,395.38	Nov. 2021 - Oct. 2026	4.00%	Estimated Incremental Borrowing Rate	53,167.20
1 2022 F-Ford 250	53,450.69	Sept. 2022 - Aug. 2027	4.00%	Estimated Incremental Borrowing Rate	10,474.80
1 2022 F-Ford 450	119,406.29	Sept. 2022 - Aug. 2027	4.00%	Estimated Incremental Borrowing Rate	18,423.12
1 2022 F-Ford 350	61,638.15	Sept. 2022 - Aug. 2027	4.00%	Estimated Incremental Borrowing Rate	10,760.52
1 2022 F-Ford 250	46,133.64	Oct. 2022 - Sept. 2027	4.00%	Estimated Incremental Borrowing Rate	9,595.80
3 2022 Ford Escapes	75,499.04	Dec. 2022 - Nov. 2027	4.00%	Estimated Incremental Borrowing Rate	15,416.04
1 2022 Ford Escapes	26,877.02	Sept. 2023 - Dec. 2027	4.00%	Estimated Incremental Borrowing Rate	6,743.28
1 2023 Ford Explorer	45,795.83	Mar. 2023 - Feb. 2028	4.00%	Estimated Incremental Borrowing Rate	9,527.04
1 2023 Ford Explorer	46,118.11	Apr. 2023 - Mar. 2028	4.00%	Estimated Incremental Borrowing Rate	9,590.64
1 2023 F-450 Chasis	88,834.51	Jan. 2024 - Dec. 2029	4.00%	Estimated Incremental Borrowing Rate	31,326.24
2 2023 Ford F-150	119,333.70	Mar. 2024 - Feb. 2029	4.00%	Estimated Incremental Borrowing Rate	22,948.94
1 2023 Ford F-150, 2 F-450 Chasis'	244,846.54	Apr. 2024 - Mar. 2029	4.00%	Estimated Incremental Borrowing Rate	72,536.67
2 2023 Ford F-150	130,444.30	May 2024 - Apr. 2029	4.00%	Estimated Incremental Borrowing Rate	28,998.81
1 2023 Ford F-150	65,300.88	July 2024 - June 2029	4.00%	Estimated Incremental Borrowing Rate	12,292.75
1 Ford F-250, 4 Ford Interceptors	318,217.76	Aug. 2024 - July 2029	4.00%	Estimated Incremental Borrowing Rate	56,293.53
3 Ford Interceptors	188,638.87	Sept. 2024 - Dec. 2029	4.00%	Estimated Incremental Borrowing Rate	33,757.95

As a result of the regulatory basis of accounting previously described in note 1, for the year ended December 31, 2024, rental payments of \$443,141.26 were budgeted and paid from the current fund and \$56,987.57 were budgeted and paid from the sewer utility operating fund.

Note 13: LEASE LIABILITIES AND LEASE ASSETS (CONT'D)

Summary of Leases - Under the provisions of GASB 87, as of December 31, 2024, the balance of the Borough's lease liabilities is \$1,336,858.25, and the balance of the related right to use leased assets is \$1,464,103.85. The leases are summarized as follows:

<u>Description</u>	<u>Lease Liability</u>	<u>Lease Asset</u>
Mail Machine	\$ 2,434.93	\$ 2,412.20
Copiers	8,907.69	8,445.90
Vehicles	<u>1,325,515.63</u>	<u>1,453,245.75</u>
	<u>\$ 1,336,858.25</u>	<u>\$ 1,464,103.85</u>

As a result of the regulatory basis of accounting previously described in note 1, the Borough has not reported lease liabilities right to use leased assets.

Under the provisions of GASB 87, annual requirements to amortize lease obligations and related interest are as follows:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 390,527.39	\$ 45,865.65	\$ 436,393.04
2026	349,527.75	31,210.34	380,738.09
2027	284,480.12	18,471.96	302,952.08
2028	222,977.94	8,371.91	231,349.85
2029	<u>89,345.05</u>	<u>1,058.69</u>	<u>90,403.74</u>
Total	<u>\$ 1,336,858.25</u>	<u>\$ 103,919.86</u>	<u>\$ 1,351,433.06</u>

Under the provisions of GASB 87, for the year ended December 31, 2024, the Borough would have recognized \$409,580.20 in amortization of lease liability and \$42,140.66 in interest on leases.

Note 14: SUBSCRIPTION-BASED INFORMATION TECHNOLOGY ARRANGEMENTS (SBITA'S)

The Borough has entered into an arrangement for data integration and hosting services which meets the requirements of SBITA's under the provisions of GASB Statement No. 96, *Subscription-Based Information Technology Arrangements*.

As a result of the regulatory basis of accounting previously described in note 1, the Borough has not reported subscription assets or subscription liabilities for this arrangement, however, under the provisions of GASB Statement No. 96, the balance of subscription assets was \$67,086.77.

The data integration and hosting service arrangement is a five-year agreement that commenced in 2022. The Borough paid the arrangement in its entirety at the commencement of the agreement. As such, there is no subscription liability associated with the agreement as of December 31, 2024. There is no option to purchase the software.

Note 15: CAPITAL DEBT**General Improvement Bonds**

General Obligation Bonds, Series 2012 - On June 7, 2012, the Borough issued \$4,415,000.00 of general obligation bonds, consisting of \$2,373,360.00 General Improvement Bonds and \$2,041,640.00 Sewer Utility Bonds, at interest rates varying from 2.00% to 3.25%. The bonds were issued for the purpose of funding various capital projects in the Borough. The final maturity of the bonds is June 1, 2026.

General Obligation Bonds, Series 2017 - On September 28, 2017, the Borough issued \$7,018,000.00 of general obligation bonds, consisting of \$4,791,000.00 General Improvement Bonds and \$2,227,000.00 Sewer Utility Bonds, at interest rates varying from 1.00% to 2.50%. The bonds were issued for the purpose of funding various capital projects in the Borough. The final maturity of the bonds is March 15, 2028.

The following schedules represent the remaining debt service, through maturity, for the general and sewer utility improvement bonds:

<u>Year</u>	<u>General Improvements</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 625,000.00	\$ 54,871.70	\$ 679,871.70
2026	643,360.00	39,667.10	683,027.10
2027	665,000.00	24,481.25	689,481.25
2028	680,000.00	8,500.00	688,500.00
Totals	<u>\$ 2,613,360.00</u>	<u>\$ 127,520.05</u>	<u>\$ 2,740,880.05</u>

<u>Year</u>	<u>Sewer Utility Improvements</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 360,000.00	\$ 28,872.05	\$ 388,872.05
2026	371,640.00	19,482.90	391,122.90
2027	310,000.00	11,237.50	321,237.50
2028	310,000.00	3,875.00	313,875.00
Totals	<u>\$ 1,351,640.00</u>	<u>\$ 63,467.45</u>	<u>\$ 1,415,107.45</u>

Note 15: CAPITAL DEBT (CONT'D)

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

Summary of Debt

	<u>2024</u>	<u>2023</u>	<u>2022</u>
<u>Issued</u>			
General:			
Bonds and Notes	\$ 6,933,260.00	\$ 5,223,360.00	\$ 3,816,055.97
Sewer Utility:			
Bonds and Notes	3,326,640.00	1,701,640.00	2,041,640.00
Total Issued	<u>10,259,900.00</u>	<u>6,925,000.00</u>	<u>5,857,695.97</u>
<u>Authorized but not Issued</u>			
General:			
Bonds, Loans and Notes	71,760.00	72,085.00	2,072,085.00
Sewer Utility:			
Bonds and Notes	836.00	836.00	836.00
Total Authorized but not Issued	<u>72,596.00</u>	<u>72,921.00</u>	<u>2,072,921.00</u>
Total Issued and Authorized but not Issued	<u>10,332,496.00</u>	<u>6,997,921.00</u>	<u>7,930,616.97</u>
<u>Deductions</u>			
Sewer Utility:			
Self-Liquidating Debt	3,327,476.00	1,702,476.00	2,042,476.00
Total Deductions	<u>3,327,476.00</u>	<u>1,702,476.00</u>	<u>2,042,476.00</u>
Net Debt	<u>\$ 7,005,020.00</u>	<u>\$ 5,295,445.00</u>	<u>\$ 5,888,140.97</u>

Summary of Statutory Debt Condition - Annual Debt Statement

The summarized statement of debt condition which follows is prepared in accordance with the required method of completing the Annual Debt Statement and indicated a statutory net debt of 0.894%.

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
Local School District	\$ 33,382,000.00	\$ 33,010,187.36	\$ 371,812.64
Sewer Utility	3,327,476.00	3,327,476.00	
General	7,005,020.00		7,005,020.00
	<u>\$ 43,714,496.00</u>	<u>\$ 36,337,663.36</u>	<u>\$ 7,376,832.64</u>

Net debt \$7,376,832.64 divided by the equalized valuation basis per N.J.S.A.40A:2-2, as amended, \$825,254,684.00, equals 0.894%.

Note 15: CAPITAL DEBT (CONT'D)

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

3 1/2% of Equalized Valuation Basis (Municipal)	\$ 28,883,913.94
Less: Net Debt	<u>7,376,832.64</u>
Remaining Borrowing Power	<u>\$ 21,507,081.30</u>

**Calculation of "Self-Liquidating Purpose,"
Sewer Utility Per N.J.S.A. 40:2-45**

Cash Receipts from Fees, Rents, Fund Balance Anticipated, Interest and Other Investment Income, and Other Charges for the Year	\$ 2,235,073.74
Deductions:	
Operating and Maintenance Costs	\$ 1,187,000.33
Debt Service	<u>386,461.66</u>
Total Deductions	<u>1,573,461.99</u>
Excess in Revenue	<u>\$ 661,611.75</u>

Note 16: DEFERRED CHARGES TO BE RAISED IN SUCCEEDING BUDGETS

Certain expenditures are required to be deferred to budgets of succeeding years. At December 31, 2024, the following deferred charge is shown on the statement of assets, liabilities, reserves and fund balance of the following fund:

<u>Description</u>	<u>Balance December 31, 2024</u>	<u>2025 Budget Appropriation</u>	<u>Balance to Succeeding Years' Budgets</u>
Current Fund:			
Special Emergency Authorization	<u>\$ 400,000.00</u>	<u>\$ 80,000.00</u>	<u>\$ 320,000.00</u>

The required appropriation in the 2025 Budget as adopted is not less than that required by the statutes.

Note 17: RISK MANAGEMENT

The Borough is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters.

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

Note 17: RISK MANAGEMENT (CONT'D)

New Jersey Unemployment Compensation Insurance (Cont'd) - The following is a summary of the activity and the ending balance of the Borough's trust fund for the current and previous two years:

<u>Year</u>	<u>Borough Contributions</u>	<u>Employee Contributions</u>	<u>Interest Earnings</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2024		\$ 12,485.51	\$ 1,991.45	\$ 93,595.66	\$ 101,489.09
2023		12,507.02	2,615.13	25,724.47	180,607.79
2022	\$ 10,000.00	11,760.99	882.95	8,636.32	191,210.11

It is estimated that there are no unreimbursed payments on behalf of the Borough at December 31, 2024.

Joint Insurance Pool - The Borough of Lindenwold is a member of the Camden County Municipal Joint Insurance Fund. The Fund offers its members the following coverage:

- Workers' Compensation
- General Liability
- Auto Liability
- Property/Boiler and Machinery
- Auto Physical Damage
- Public Officials
- Environmental Impairment Liability

Contributions to the Fund, including a reserve for contingencies, are payable in two installments and are based on actuarial assumptions determined by the Fund's actuary. The Commissioner of Insurance may order additional assessments to supplement the Fund's claim, loss retention or administrative accounts to assure the payment of the Fund's obligations.

The Fund provides the Borough with the following coverage:

- Property Insurance
- Business Automobile Insurance
- Workers Compensation Insurance
- Environmental Legal Liability Insurance
- Underground Storage Tank Policy
- Excess Workers Compensation and Employer's Liability Insurance
- Excess Public Officials and Employment Liability Insurance

The Fund publishes its own financial report for the year ended December 31, 2024, which can be obtained at www.camdenmunicpaljif.org.

The Borough of Lindenwold is also a member of the Southern New Jersey Regional Employee Benefits Fund. The Fund provides its members with health benefits coverage, including dental coverage for the Borough.

Contributions to the Fund, including a reserve for contingencies, are payable in twelve installments and are based on actuarial assumptions determined by the Fund's actuary. The Commissioner of Insurance may order additional assessments to supplement the Fund's claim, loss retention or administrative accounts to assure the payment of the Fund's obligations.

The Fund publishes its own financial report for the year ended December 31, 2024, which can be obtained at www.snjrebf.com.

Note 18: CONTINGENCIES

Grantor Agencies - Amounts received or receivable from grantor agencies could be subject to audit and adjustment by grantor agencies. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time, although the Borough expects such amount, if any, to be immaterial.

Litigation - The Borough is a defendant in several legal proceedings, including tax appeals, that are in various stages of litigation. It is believed that the outcome, or exposure to the Borough, from such litigation is either unknown or potential losses, if any, would not be material to the financial statements.

Note 19: CONCENTRATIONS

The Borough depends on financial resources flowing from, or associated with, both the federal government and the State of New Jersey. As a result of this dependency, the Borough is subject to changes in specific flows of intergovernmental revenues based on modifications to federal and State laws and federal and State appropriations.

Note 20: TAX ABATEMENTS

The Borough has entered into property tax abatement agreements with certain entities under Section 37 of the New Jersey Housing and Mortgage Finance Agency Law of 1983 (N.J.S.A. 55:14K-1 et seq.) and/or the Long Term Tax Exemption Law (N.J.S.A. 40A:20-1, et seq.). Under these statutes, tax abatements are granted typically to businesses and/or developers to encourage them to make improvements to property or to locate a project in a distressed or blighted area of the Borough.

The Borough negotiates property tax abatement agreements on an individual basis. The Borough has the following long term tax abatement agreements with the following entities as of December 31, 2024:

<u>Purpose</u>	<u>Percentage of Municipal Taxes Abated During 2024</u>	<u>Amount of Municipal Taxes Abated During 2024</u>	<u>Payments In Lieu of Taxes Accrued For 2024</u>
Affordable Housing - Lindenwold Towers	100%	\$ 104,302.34	\$ 20,000.00
Affordable Housing - Harvest House	100%	173,426.51	73,168.00
Affordable Housing - Linden Lakes	100%	89,986.03	33,517.69
Affordable Housing - AW Urban Renewal	100%	107,446.00	390,173.60
		<u>\$ 475,160.87</u>	<u>\$ 516,859.29</u>

APPENDIX C
FORM OF BOND COUNSEL OPINION



April __, 2026

Mayor and Borough Council
of the Borough of Lindenwold
15 N. White Horse Pike
Lindenwold, New Jersey

**RE: \$13,930,000 BOROUGH OF LINDENWOLD, COUNTY OF CAMDEN,
NEW JERSEY, GENERAL OBLIGATION BONDS, SERIES 2026**

Mayor and Borough Council:

We have served as Bond Counsel in connection with the authorization, issuance, sale and delivery of the above-referenced obligations ("Bonds") by the Borough of Lindenwold, County of Camden, New Jersey ("Borough"). The Bonds consist of: (i) \$8,260,000 General Improvement Bonds; and (ii) \$5,670,000 Sewer Utility Bonds.

The Bonds are authorized pursuant to and in accordance with: (i) the Local Bond Law, constituting Chapter 169 of the Laws of 1960 of the State of New Jersey, as amended and supplemented ("Local Bond Law"); (ii) the bond ordinances set forth in the Resolution (hereinafter defined), each duly and finally adopted by the Borough Council and published in accordance with the Local Bond Law (collectively, the "Bond Ordinances"); (iii) a resolution adopted by the Borough Council on March 11, 2026 ("Resolution"); and (iv) a Certificate of Determination and Award executed by the Chief Financial Officer of the Borough on April __, 2026 ("Award Certificate").

The Bonds are dated their date of delivery, mature on April 15 in each of the years and in the respective principal amounts set opposite each such year in the table below and bear interest at the interest rates per annum in the table below, payable semi-annually on April 15 and October 15, commencing April 15, 2027, in each year until maturity or earlier redemption.

<u>Year</u>	<u>General Improvement Bonds</u>	<u>Water & Sewer Utility Bonds</u>	<u>Total Principal Amount</u>	<u>Interest Rate</u>
2027	\$350,000	\$210,000	\$560,000	%
2028	350,000	210,000	560,000	
2029	620,000	345,000	965,000	
2030	655,000	360,000	1,015,000	
2031	685,000	380,000	1,065,000	
2032	700,000	395,000	1,095,000	
2033	700,000	410,000	1,110,000	
2034	700,000	420,000	1,120,000	
2035	700,000	420,000	1,120,000	
2036	700,000	420,000	1,120,000	
2037	700,000	420,000	1,120,000	
2038	700,000	420,000	1,120,000	



<u>Year</u>	<u>General Improvement Bonds</u>	<u>Water & Sewer Utility Bonds</u>	<u>Total Principal Amount</u>	<u>Interest Rate</u>
2039	\$700,000	\$420,000	\$1,120,000	%
2040		420,000	420,000	
2041		420,000	420,000	

The Bonds are issued in fully registered book-entry-only form without coupons, and are subject to redemption prior to maturity on the terms and conditions stated therein.

The Bonds are being issued to provide funds which will be used to: (i) permanently finance the costs of various capital improvements by the repayment, at maturity, of the principal of certain bond anticipation notes of the Borough; (ii) permanently finance the costs of various capital improvements for which obligations have been authorized, but not yet issued; and (iii) pay certain costs and expenses incidental to the issuance and delivery of the Bonds.

As the basis for the opinions set forth below, we have examined such matters of law as we have deemed necessary including, *inter alia*, the Constitution of the State of New Jersey, the Internal Revenue Code of 1986, as amended ("Code"), and the Local Bond Law. We have also examined such documents, certifications and instruments as we have deemed necessary including, without limitation, the Bond Ordinances, the Resolution, the Award Certificate, the representations and covenants of the Borough given pursuant to the Code as set forth in the Certificate as to Nonarbitrage and other Tax Matters ("Nonarbitrage Certificate"), and the other certifications, opinions and instruments listed in the closing agenda prepared in connection with the settlement for the Bonds.

In rendering the following opinion, we have relied upon the authenticity, truthfulness and completeness of all documents, instruments, certifications and opinions examined including, without limiting the generality of the foregoing, the Nonarbitrage Certificate.

Based upon and subject to the foregoing, we are of the following opinion:

1. The Bonds are legal, valid and binding obligations of the Borough enforceable in accordance with the terms thereof, except to the extent that enforcement thereof may be limited by bankruptcy, insolvency, moratorium or other laws or equitable principles affecting the enforcement of creditors' rights generally ("Creditors' Rights Limitations").

2. For the payment of principal and interest on the Bonds, the Borough has the power and is obligated, to the extent payment is not otherwise provided, to levy *ad valorem* taxes upon all taxable real property within the Borough without limitation as to rate or amount, except to the extent that enforcement thereof may be affected by Creditors' Rights Limitations.

3. Interest on the Bonds is not included for federal income tax purposes in the gross income of the owners thereof pursuant to Section 103 of the Code and will not constitute a tax preference item for purposes of the alternative minimum tax imposed on individuals; however, such interest is taken into account in determining the annual adjusted financial statement income of certain

corporations for the purpose of computing the alternative minimum tax imposed on such corporations.

Section 884 of the Code imposes on certain foreign corporations a branch profits tax equal to thirty percent (30%) of the "dividend equivalent amount" for the taxable year. Interest on the Bonds received or accrued by a foreign corporation subject to the branch profits tax will be included in computing the "dividend equivalent amount" of such corporation.

In addition, passive investment income, including interest on the Bonds, may be subject to federal income taxation under Section 1375 of the Code for any S corporation that has Subchapter C earnings and profits at the close of the taxable year if more than twenty-five percent (25%) of the gross receipts of such S corporation is passive investment income.

In rendering this opinion, we have assumed continuing compliance by the Borough that it will comply with the applicable requirements of the Code, including requirements relating to, *inter alia*, the use and investment of proceeds of the Bonds and rebate to the United States Treasury of specified arbitrage earnings, if any, under Section 148(f) of the Code. Failure of the Borough to comply with such covenants could result in the interest on the Bonds being subject to federal income tax from the date of issue. We have not undertaken to monitor compliance with such covenants or to advise any party as to changes in the law after the date hereof that affect the tax-exempt status of the interest on the Bonds.

Ownership of the Bonds may result in collateral federal income tax consequences to certain taxpayers including, without limitation, certain holders of an interest in a financial asset securitization investment trust, property and casualty insurance companies, controlled foreign corporations, individual recipients of Social Security or Railroad Retirement benefits, individuals who otherwise qualify for the earned income credit, and to individuals and families that qualify for a premium assistance credit amount under Section 36B of the Code. The Code denies the earned income credit to an individual who is otherwise eligible if the aggregate amount of disqualified income of the taxpayer for the taxable year exceeds certain limits set forth in Sections 32(i) and (j) of the Code. Interest on the Bonds will constitute disqualified income for this purpose. The Code also provides that the earned income credit is phased out if the modified adjusted gross income of the taxpayer exceeds certain amounts. Interest on the Bonds is included in determining the modified adjusted gross income of the taxpayer. Section 36B of the Code provides that the amount of the premium assistance credit amount is in part determined by household income. Section 36B(d) of the Code provides that household income consists of the "modified adjusted gross income" of the taxpayer and certain other individuals. "Modified adjusted gross income" means adjusted gross income increased by certain amounts, including interest received or accrued by the taxpayer which is exempt from tax, such as the interest on the Bonds.

In addition, attention is called to the fact that Section 265(b)(1) of the Code eliminates the interest deduction otherwise allowable with respect to indebtedness deemed incurred by banks, thrift institutions and other financial institutions to purchase or to carry tax-exempt obligations acquired after August 7, 1986 other than "qualified tax-exempt obligations" as defined in Section 265(b)(3)



of the Code. The Borough has not designated the Bonds as "qualified tax-exempt obligations" for purposes of Section 265(b)(3) of the Code.

Owners of the Bonds should consult their own tax advisers as to the applicability and effect on their federal income taxes of the alternative minimum tax, the branch profits tax and the tax on passive investment income of S corporations, as well as the applicability and effect of any other collateral federal income tax consequences.

4. Interest on the Bonds and any gain from the sale thereof are not included in the gross income of the owners thereof under the New Jersey Gross Income Tax Act, as enacted and construed on the date hereof.

We express no opinion as to any matter not set forth in the numbered paragraphs above including, without limitation, any financial or other information which has been or may be supplied to purchasers of the Bonds.

The opinions expressed in the numbered paragraphs above are being rendered on the basis of federal law and the laws of the State of New Jersey, as presently enacted and construed, and we assume no responsibility to advise any party as to any changes in law or fact subsequent to the date hereof.

This is only an opinion letter and not a warranty or guaranty of the matters discussed above.

This letter is being provided solely for the benefit of the Borough and may not be relied upon by any other person, party, firm or organization without our prior written consent.

Very truly yours,

APPENDIX D

FORM OF CONTINUING DISCLOSURE AGREEMENT

CONTINUING DISCLOSURE AGREEMENT

THIS CONTINUING DISCLOSURE AGREEMENT ("Disclosure Agreement") is made on this __ day of April, 2026, between the Borough of Lindenwold, County of Camden, New Jersey ("Borough") and the Dissemination Agent (hereinafter defined). This Disclosure Agreement is entered into in connection with the issuance and sale by the Borough of its General Obligation Bonds, Series 2026, in the principal amount of \$13,930,000 ("Bonds"). The Bonds consist of: (i) \$8,260,000 General Improvement Bonds; and (ii) \$5,670,000 Sewer Utility Bonds.

SECTION 1. Purpose of the Disclosure Agreement. This Disclosure Agreement is being executed and delivered for the benefit of the holders and beneficial owners of the Bonds (collectively, the "Bondholders") and in compliance with the provisions of Rule 15c2-12(b)(5), promulgated by the Securities and Exchange Commission ("Commission") pursuant to the Securities Exchange Act of 1934, as it may be amended from time to time, including administrative or judicial interpretations thereof, as it applies to the Bonds ("Rule").

SECTION 2. Definitions. Capitalized terms, not otherwise defined herein, shall, for purposes of this Disclosure Agreement, have the following meanings:

"Annual Report" shall mean, the Borough's Annual Report provided pursuant to, and as described in, Sections 3 and 4 of this Disclosure Agreement.

"Commission" shall have the meaning set forth in Section 1 of this Disclosure Agreement

"Business Day" shall mean any day other than a Saturday, Sunday or a day on which the Borough or the Dissemination Agent is authorized by law or contract to remain closed.

"Continuing Disclosure Information" shall mean: (i) the Annual Report; (ii) any notice required to be filed with the National Repository pursuant to Section 5 hereof; and (iii) any notice of an event required to be filed with the National Repository pursuant to Section 3(c) hereof.

"Dissemination Agent" shall mean Phoenix Advisors, a division of First Security Municipal Advisors, Inc., Hamilton, New Jersey, or any successor Dissemination Agent designated in writing by the Borough and which has filed with the Borough a written acceptance of such designation.

"EMMA" shall mean the Electronic Municipal Market Access System, an internet based filing system created and maintained by the MSRB in accordance with Release No. 34-59062 of the Commission, dated December 5, 2008, pursuant to which issuers of tax-exempt bonds, including the Bonds, and other filers on behalf of such issuers shall upload Continuing Disclosure Information to assist underwriters in complying with the Rule and to provide the general public with access to such Continuing Disclosure Information.

"Listed Events" shall mean any of the events listed in Section 5(a) of this Disclosure Agreement.

"MSRB" shall mean the Municipal Securities Rulemaking Board.

"National Repository" shall mean the MSRB, through the internet facilities of EMMA, or any other public or private repository or entity that shall hereafter be designated by the Commission as a repository for purposes of the Rule.

"Official Statement" shall mean the Official Statement of the Borough, dated April 14, 2026, relating to the Bonds.

"Opinion of Counsel" shall mean a written opinion of counsel expert in federal securities law acceptable to the Borough.

"Rule" shall have the meaning set forth in Section 1 of this Disclosure Agreement.

SECTION 3. Provision of Annual Report.

(a) The Borough shall not later than two hundred seventy (270) days after the end of its fiscal year (currently December 31) for each fiscal year until termination of the Borough's reporting obligations under this Disclosure Agreement pursuant to the provisions of Section 6 hereof provide to the Dissemination Agent the Annual Report prepared for the preceding fiscal year of the Borough (commencing for the fiscal year ending December 31, 2025). Each Annual Report provided to the Dissemination Agent by the Borough shall comply with the requirements of Section 4 of this Disclosure Agreement but may be submitted as a single document or as separate documents comprising a package and may cross-reference other information submitted to the National Repository. Any and all items that must be included in the Annual Report may be incorporated by reference from other information that is available to the public on EMMA, or that has been filed with the Commission.

(b) The Dissemination Agent, promptly (within fifteen (15) Business Days) after receiving the Annual Report from the Borough, shall submit each Annual Report received by it to the National Repository and thereafter shall file a written report with the Borough certifying that the Annual Report has been provided pursuant to this Disclosure Agreement to the National Repository and stating the date it was provided to the National Repository.

(c) If the Borough fails to provide the Annual Report to the Dissemination Agent by the date required in subsection (a) of this Section 3, the Dissemination Agent shall send a notice to the Borough advising of such failure. Whether or not such notice is given or received, if the Borough thereafter fails to submit the Annual Report to the Dissemination Agent within fifteen (15) Business Days after the Annual Report was due pursuant to the provisions of subsection (a) of this Section 3, the Dissemination Agent shall promptly send a notice (with a copy of said notice to the Borough) to the National Repository in substantially the form attached as EXHIBIT "A" hereto.

SECTION 4. Contents of Annual Report. Annual Report shall mean: (i) the Borough's annual financial statements, substantially in the form set forth in Appendix B to the Official Statement, audited by an independent certified public accountant, provided that the annual audited financial statements of the Borough may be submitted separately from the balance of the Annual Report and later than the date required in Section 3(a) hereof for the filing of the Annual Report if the annual audited financial statements are not available by that date, but only if the unaudited financial statements of the Borough are included in the Annual Report; and (ii) certain financial information and operating data of the Borough consisting of Borough indebtedness, property valuation information, and tax rate, levy and collection data. Each annual audited financial

statements will conform to generally accepted accounting principles applicable to governmental units or will be prepared in accordance with the standards of the Governmental Accounting Standards Board and requirements of the Division of Local Government Services in the New Jersey Department of Community Affairs as such principles, standards and requirements exist at the time of the filing of the particular annual audited financial statements.

SECTION 5. Reporting of Significant Events.

(a) This Section 5 shall govern the giving of notices of the occurrence of any of the following listed events ("Listed Events"):

- (1) principal and interest payment delinquencies;
- (2) non-payment related defaults, if material;
- (3) unscheduled draws on debt service reserves reflecting financial difficulties;
- (4) unscheduled draws on credit enhancements reflecting financial difficulties;
- (5) substitution of credit or liquidity providers or their failure to perform;
- (6) adverse tax opinions, the issuance by the Internal Revenue Service of proposed or final determinations of taxability, Notices of Proposed Issue (IRS Form 5701-TEB) or other material notices or determinations with respect to the tax status of the Bonds, or other material events affecting the tax status of the Bonds;
- (7) modifications to the rights of Bondholders, if material;
- (8) Bond calls (excluding mandatory sinking fund redemptions), if material, or tender offers;
- (9) defeasances;
- (10) release, substitution, or sale of property securing repayment of the Bonds, if material;
- (11) rating changes;
- (12) bankruptcy, insolvency, receivership or similar event of the obligated person;
- (13) the consummation of a merger, consolidation, or acquisition involving an obligated person or the sale of all or substantially all of the assets of the obligated person, other than in the ordinary course of business, the entry into a definitive agreement to undertake such an action or the termination of a definitive agreement relating to any such actions, other than pursuant to its terms, if material;
- (14) appointment of a successor or additional trustee or the change of name of a trustee, if material;
- (15) incurrence of a financial obligation¹ of the obligated person, if material, or agreement to covenants, events of default, remedies, priority rights, or other similar terms of a financial obligation of the obligated person, any of which affect security holders, if material; and
- (16) default, event of acceleration, termination event, modification of terms, or other similar events under the terms of a financial obligation of the obligated person, any of which reflect financial difficulties.

(b) The Borough shall within ten (10) Business Days of the occurrence of any of the Listed Events, notify the Dissemination Agent in writing to report the event pursuant to subsection (c) of this Section 5. In determining the materiality of a Listed Event specified clauses (2), (7), (8),

¹ The term "financial obligation" means a (i) debt obligation; (ii) derivative instrument entered into in connection with, or pledged as security or a source of payment for, an existing or planned debt obligation; or (iii) guarantee of (i) or (ii). The term financial obligation shall not include municipal securities as to which a final official statement has been provided to the Municipal Securities Rulemaking Board consistent with Rule 15c2-12.

(10), (13), (14) or (15) of subsection (a) of this Section 5, the Borough may, but shall not be required to, rely conclusively on an Opinion of Counsel.

(c) If the Dissemination Agent has been instructed by the Borough to report the occurrence of a Listed Event, the Dissemination Agent shall file a notice of such occurrence with the National Repository within two (2) Business Days of the receipt of such instruction, with a copy of such notice provided by the Dissemination Agent to the Borough.

SECTION 6. Termination of Reporting Obligations. The reporting obligations of the Borough under this Disclosure Agreement shall terminate upon the defeasance, prior redemption or payment in full of all of the Bonds or when the Borough is no longer an Obligated Person (as defined in the Rule) with respect to the Bonds.

SECTION 7. Amendment; Waiver. Notwithstanding any other provision of this Disclosure Agreement, the Borough may amend this Disclosure Agreement and any provision of this Disclosure Agreement may be waived, if such amendment or waiver is supported by an Opinion of Counsel to the effect that such amendment or waiver will not, in and of itself, cause the undertakings herein to violate the Rule. No amendment to this Disclosure Agreement shall change or modify the rights or obligations of the Dissemination Agent without its written assent thereto. The Borough shall give notice of such amendment or waiver to this Disclosure Agreement to the Dissemination Agent and the Dissemination Agent shall file such notice with the National Repository.

SECTION 8. Additional Information. Nothing in this Disclosure Agreement shall be deemed to prevent the Borough from disseminating any other information, using the means of dissemination set forth in this Disclosure Agreement or any other means of communication, or including any other information in any Annual Report or notice of occurrence of a Listed Event, in addition to that which is required by this Disclosure Agreement. If the Borough chooses to include any information in any Annual Report or notice of occurrence of a Listed Event in addition to that which is specifically required by this Disclosure Agreement, it shall not have any obligation under this Disclosure Agreement to update such information or include it in any future Annual Report or notice of occurrence of a Listed Event.

SECTION 9. Default and Remedies. In the event of a failure of the Borough to comply with any provision of this Disclosure Agreement, the Dissemination Agent may (and, at the request of the Bondholders of at least twenty-five percent (25%) in aggregate principal amount of the outstanding Bonds and provision of indemnity and security for expenses satisfactory to it, shall), or any beneficial owner of the Bonds may, take such actions as may be necessary and appropriate, including seeking mandamus or specific performance by court order, to cause the Borough to comply with its obligations under this Disclosure Agreement. A failure of the Borough to comply with any provision of this Disclosure Agreement shall not be deemed to be a default under the Bonds. The sole remedy under this Disclosure Agreement in the event of any failure of the Borough to comply with this Disclosure Agreement shall be an action to compel performance.

SECTION 10. Notices. All notices and other communications required or permitted under this Disclosure Agreement shall be in writing and shall be deemed to have been duly given, made and received only when delivered (personally, by recognized national or regional courier service, or by other messenger, for delivery to the intended addressee) or when deposited in the United States

mail, registered or certified mail, postage prepaid, return receipt requested, addressed as set forth below:

- (i) If to the Borough:

Borough of Lindenwold
15 N. White Horse Pike
Lindenwold, New Jersey 08021
Attention: Chief Financial Officer

- (ii) If to the Dissemination Agent:

Phoenix Advisors,
a division of First Security Municipal Advisors, Inc.
2000 Waterview Drive, Suite 101
Hamilton, New Jersey 08691
Attention: Bryan Morris, Managing Director

Any party may alter the address to which communications are to be sent by giving notice of such change of address in conformity with the provision of this Section 10 for the giving of notice.

SECTION 11. Beneficiaries. This Disclosure Agreement shall inure solely to the benefit of the Borough, the Dissemination Agent and the Bondholders and nothing herein contained shall confer any right upon any other person.

SECTION 12. Submission of Information to MSRB. Any Continuing Disclosure Information filed with the MSRB in accordance with this Disclosure Agreement shall be in electronic format as shall be prescribed by the MSRB or such other format as the Rule may require or permit, and shall be accompanied by such identifying information as shall be prescribed by the MSRB or as may otherwise be required by the Rule.

SECTION 13. Compensation. The Borough shall pay the Dissemination Agent from time to time reasonable compensation for all services rendered under this Disclosure Agreement, and also all reasonable expenses, charges, counsel fees and other disbursements, including those of its attorneys, agents and employees, incurred in and about the performance of its powers and duties under this Disclosure Agreement.

SECTION 14. Successors and Assigns. All of the covenants, promises and agreements contained in this Disclosure Agreement by or on behalf of the Borough or by or on behalf of the Dissemination Agent shall bind and inure to the benefit of their respective successors and assigns, whether so expressed or not.

SECTION 15. Headings for Convenience Only. The descriptive headings in this Disclosure Agreement are inserted for convenience of reference only and shall not control or affect the meaning or construction of any of the provisions hereof.

SECTION 16. Counterparts. This Disclosure Agreement may be executed in several counterparts, each of which shall be an original and all of which shall constitute but one and the same instrument.

SECTION 17. Severability. If any provision of this Disclosure Agreement, or the application of any such provision in any jurisdiction or to any person or circumstance, shall be held invalid or unenforceable, the remaining provisions of this Disclosure Agreement, or the application of such provision as is held invalid or unenforceable in jurisdictions or to persons or circumstances other than those in or as to which it is held invalid or unenforceable, shall not be affected thereby.

SECTION 18. Governing Law. This Disclosure Agreement shall be governed by and construed in accordance with the laws of the State of New Jersey.

[REMAINDER OF PAGE INTENTIONALLY LEFT BLANK]

IN WITNESS WHEREOF, the parties hereto have executed this Disclosure Agreement as of the date first above written.

BOROUGH OF LINDENWOLD, NEW JERSEY

By: _____
DAWN S. THOMPSON, Chief Financial Officer

**PHOENIX ADVISORS,
a division of First Security Municipal Advisors, Inc.
as Dissemination Agent**

By: _____
BRYAN MORRIS, Managing Director

EXHIBIT A

NOTICE TO NATIONAL REPOSITORY OF FAILURE TO FILE AN ANNUAL REPORT

Name of Issuer: Borough of Lindenwold, County of Camden, New Jersey

Name of Bond Issues Affected: General Obligation Bonds, Series 2026

Date of Issuance of the Affected
Bond Issue: April 30, 2026

NOTICE IS HEREBY GIVEN that the Issuer has not provided an Annual Report with respect to the above named Bond issue as required by Section 3 of the Continuing Disclosure Agreement, dated April 30, 2026, between the Borough and the Dissemination Agent. [TO BE INCLUDED ONLY IF THE DISSEMINATION AGENT HAS BEEN ADVISED OF THE EXPECTED FILING DATE - The Issuer anticipates that such Annual Report will be filed by _____.]

Dated: _____

PHOENIX ADVISORS, a division of First
Security Municipal Advisors, Inc.

as Dissemination Agent

cc: Borough of Lindenwold, New Jersey