

*TOWNSHIP OF MORRIS*

*COUNTY OF MORRIS*

*REPORT OF AUDIT*

*2022*

*NISIVOCCIA LLP  
CERTIFIED PUBLIC ACCOUNTANTS*

TOWNSHIP OF MORRIS  
COUNTY OF MORRIS  
REPORT OF AUDIT  
2022

TOWNSHIP OF MORRIS  
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TOWNSHIP OF MORRIS

PART I

FINANCIAL STATEMENTS AND SUPPLEMENTARY DATA

YEAR ENDED DECEMBER 31, 2022

## Independent Auditors' Report

The Honorable Mayor and Members  
of the Township Committee  
Township of Morris  
Morris, New Jersey

### **Report on the Audit of the Financial Statements**

#### ***Opinions***

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

#### *Unmodified Opinions on Regulatory Basis of Accounting*

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

#### *Adverse Opinion on U.S. Generally Accepted Accounting Principles*

In our opinion, because of the significance of the matter discussed in the Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles section of our report, the accompanying financial statements referred to above do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of each fund and account group of the Township as of December 31, 2022, or the changes in financial position or where applicable, cash flows thereof for the year then ended.

#### ***Basis for Opinions***

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

The Honorable Mayor and Members  
of the Township Committee  
Township of Morris  
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### ***Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles***

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

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

### ***Other Matters***

The financial statements of the Township as of December 31, 2021 were audited by other auditors whose report dated August 1, 2022 expressed an unmodified opinion on those statements.

### ***Responsibilities of Management for the Financial Statements***

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

### ***Auditor's Responsibilities for the Audit of the Financial Statements***

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

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

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

The Honorable Mayor and Members  
of the Township Committee  
Township of Morris  
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- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Township's ability to continue as a going concern for a reasonable period of time.

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

### ***Supplementary Information***

Our audit was conducted for the purpose of forming opinions on the financial statements of the various funds and account group that collectively comprise the Township's financial statements. The supplementary data schedules listed in the table of contents and the schedules of expenditures of federal and state awards, as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* ("Uniform Guidance") and New Jersey's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*, are presented for purposes of additional analysis and are not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the various fund and account group financial statements. The information has been subjected to the auditing procedures applied in the audit of the various fund financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the various fund and account group financial statements or to the various fund and account group financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary data schedules and the schedules of expenditures of federal and state awards are fairly stated, in all material respects, in relation to the various fund and account group financial statements as a whole.

### **Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated June 19, 2023 on our consideration of the Township's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Township's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Township's internal control over financial reporting and compliance.

Mount Arlington, New Jersey  
June 19, 2023

*Nisivoccia LLP*  
NISIVOCCIA LLP

*Valerie A. Dolan*  
\_\_\_\_\_  
Valerie A. Dolan  
Registered Municipal Accountant No. 548  
Certified Public Accountant

TOWNSHIP OF MORRIS  
COUNTY OF MORRIS  
2022  
CURRENT FUND

**TOWNSHIP OF MORRIS**  
**CURRENT FUND**  
**COMPARATIVE BALANCE SHEET - REGULATORY BASIS**

	Ref.	December 31,	
		2022	2021
<b><u>ASSETS</u></b>			
Regular Fund:			
Cash and Cash Equivalents		\$ 9,630,370.57	\$ 20,466,031.36
Investments		12,000,000.00	
	A-4	<u>21,630,370.57</u>	<u>20,466,031.36</u>
Change Fund		700.00	700.00
		<u>21,631,070.57</u>	<u>20,466,731.36</u>
Receivables and Other Assets with Full Reserves:			
Delinquent Property Taxes Receivable	A-7	627,007.38	570,550.84
Tax Title Liens Receivable	A-8	94,678.15	83,454.51
Property Acquired for Taxes at Assessed Valuation		36,475.00	36,475.00
Revenue Accounts Receivable	A-9	22,695.49	13,891.89
Other Accounts Receivable		15,650.00	15,650.00
Due Assessment Trust Fund	B	0.94	1.50
Due Other Trust Funds	B	77.61	76.96
Due Swimming Pool Utility Operating Fund	F	8,104.40	
		<u>804,688.97</u>	<u>720,100.70</u>
Total Receivables and Other Assets with Full Reserves			
Total Regular Fund		<u>22,435,759.54</u>	<u>21,186,832.06</u>
Federal and State Grant Fund:			
Due Current Fund	A	2,012,932.67	1,276,569.17
Due Other Trust Funds	B	8,762.44	
Grants Receivable	A-10	197,078.69	195,350.47
		<u>2,218,773.80</u>	<u>1,471,919.64</u>
Total Federal and State Grant Fund			
<b>TOTAL ASSETS</b>		<u><u>\$ 24,654,533.34</u></u>	<u><u>\$ 22,658,751.70</u></u>

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

	Ref.	December 31,	
		2022	2021
<b><u>LIABILITIES, RESERVES AND FUND BALANCE</u></b>			
Regular Fund:			
Appropriation Reserves:			
Encumbered	A-3;A-11	\$ 1,289,706.79	\$ 1,386,839.56
Unencumbered	A-3;A-11	1,324,162.06	1,180,209.03
		<u>2,613,868.85</u>	<u>2,567,048.59</u>
Other Encumbrances		1,785,664.99	1,801,272.29
Due State of New Jersey:			
Senior Citizens' and Veterans' Deductions		5,746.90	4,660.60
County Added and Omitted Taxes Payable		0.01	73,567.08
County PILOT Taxes Payable		56,431.10	28,474.85
Prepaid Taxes		983,863.15	837,984.35
Special Deposits		56,600.00	56,600.00
Due Federal and State Grant Fund	A	2,012,932.67	1,276,569.17
Due Other Trust Funds	B	1,337,200.00	936,900.00
Due Swimming Pool Utility Operating Fund	F		2,829.99
Reserve for Municipal Relief Fund Aid		171,094.46	
Reserve for Pending Tax Appeals		1,241,604.59	1,697,848.87
		<u>10,265,006.72</u>	<u>9,283,755.79</u>
Reserve for Receivables and Other Assets	A	804,688.97	720,100.70
Fund Balance	A-1	11,366,063.85	11,182,975.57
Total Regular Fund		<u>22,435,759.54</u>	<u>21,186,832.06</u>
Federal and State Grant Fund:			
Appropriated Reserves:			
Unencumbered	A-13	938,580.18	329,348.03
Encumbered		1,033,154.27	75,000.00
Unappropriated Reserves	A-14	247,039.35	1,067,571.61
Total Federal and State Grant Fund		<u>2,218,773.80</u>	<u>1,471,919.64</u>
<b>TOTAL LIABILITIES, RESERVES AND FUND BALANCE</b>		<u><u>\$ 24,654,533.34</u></u>	<u><u>\$ 22,658,751.70</u></u>

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

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

	Ref.	Year Ended December 31,	
		2022	2021
<u>Revenue and Other Income Realized</u>			
Fund Balance Utilized		\$ 5,800,000.00	\$ 6,400,000.00
Miscellaneous Revenue Anticipated		9,376,401.90	7,318,609.65
Receipts from:			
Delinquent Taxes		568,950.31	625,808.79
Current Taxes		105,142,400.10	102,785,550.30
Nonbudget Revenue		838,214.11	853,803.88
Other Credits to Income:			
Unexpended Balance of Appropriation Reserves		1,480,013.52	1,376,584.95
Prior Year Refunds			
Cancellations:			
Other Encumbrances		8,689.76	3,025.00
Voided Checks			2,854.96
Federal and State Grant Fund Appropriated Reserves		217.85	
Federal and State Grant Fund Unappropriated Reserves		4,000.00	
Interfunds and Other Receivables Returned		0.56	26,669.45
		<u>123,218,888.11</u>	<u>119,392,906.98</u>
<u>Expenditures</u>			
Budget Appropriations:			
Municipal Purposes		37,084,952.00	35,154,512.30
County Taxes		15,070,429.34	15,097,164.88
Regional School District Taxes		64,513,478.00	62,867,922.00
Local Open Space Taxes		543,412.22	108,578.09
Federal and State Grant Fund Receivables Canceled		8,818.10	
Prior Year Senior Citizens' and Veterans' Deductions Disallowed		3,823.29	3,750.00
Refund of Prior Year Revenue - Other		2,781.83	
Interfunds and Other Receivables Advanced		8,105.05	78.46
		<u>117,235,799.83</u>	<u>113,232,005.73</u>
Excess in Revenue/Statutory Excess to Fund Balance		5,983,088.28	6,160,901.25
<u>Fund Balance</u>			
Balance January 1		<u>11,182,975.57</u>	<u>11,422,074.32</u>
		17,166,063.85	17,582,975.57
Decreased by - Utilized as Anticipated Revenue		<u>5,800,000.00</u>	<u>6,400,000.00</u>
Balance December 31	A	<u>\$ 11,366,063.85</u>	<u>\$ 11,182,975.57</u>

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

**TOWNSHIP OF MORRIS**  
**CURRENT FUND**  
**STATEMENT OF REVENUE - REGULATORY BASIS**  
**YEAR ENDED DECEMBER 31, 2022**

	Budget	Added by NJSA 40A:4-87	Realized	Excess or Deficit *
Fund Balance Anticipated	\$ 5,800,000.00		\$ 5,800,000.00	
Miscellaneous Revenue:				
Licenses:				
Alcoholic Beverages	22,500.00		22,750.00	\$ 250.00
Other	15,000.00		18,735.00	3,735.00
Fees and Permits - Other	550,000.00		933,682.44	383,682.44
Fines and Costs - Municipal Court	160,000.00		149,831.70	10,168.30 *
Interest and Costs on Taxes	150,000.00		199,730.46	49,730.46
Interest on Investments and Deposits	125,000.00		81,428.34	43,571.66 *
Energy Receipts Tax	3,279,941.00		3,279,941.00	
Uniform Construction Code Fees	975,000.00		1,228,388.00	253,388.00
Recycling Tonnage Grant	25,108.73		25,108.73	
Clean Communities Grant		\$ 54,819.17	54,819.17	
Alcohol Education, Rehabilitation and Enforcement Fund		8,686.28	8,686.28	
Municipal Alliance on Alcoholism and Drug Abuse	17,405.00		17,405.00	
Division of Mental Health and Addiction Services (DMHAS) Youth Leadership Municipal Alliance		3,900.00	3,900.00	
Association of NJ Environmental Commissions Open Space Grant		1,000.00	1,000.00	
Pays to Plug In - EV Charging Stations		16,000.00	16,000.00	
Body Armor Replacement Fund	2,061.46		2,061.46	
Drive Sober or Get Pulled Over	1,362.76		1,362.76	
Bulletproof Vest Partnership Program	5,551.89	7,200.00	12,751.89	
American Rescue Plan:				
Coronavirus State and Local Fiscal Recovery Funds	1,700,000.00		1,700,000.00	
Parking Lot Utility Operating Surplus of Prior Year	50,000.00		50,000.00	
Sewer Utility Operating Surplus of Prior Year	250,000.00		250,000.00	
General Capital Fund - Fund Balance	50,000.00		50,000.00	
Reimbursement for Expenses:				
Police Outside Detail Trust Fund	150,500.00		150,500.00	
Recreation Trust Fund	50,000.00		50,000.00	
Payments in Lieu of Taxes	775,000.00		1,068,319.67	293,319.67
	<u>8,354,430.84</u>	<u>91,605.45</u>	<u>9,376,401.90</u>	<u>930,365.61</u>
Receipt from Delinquent Taxes	550,000.00		568,950.31	18,950.31
Amount to be Raised by Taxes for Support of Municipal Budget				
Local Tax for Municipal Purposes	23,913,269.95		26,279,106.40	2,365,836.45
Minimum Library Tax	1,935,974.14		1,935,974.14	
Total Amount to be Raised by Taxes for Support of Municipal Budget	<u>25,849,244.09</u>		<u>28,215,080.54</u>	<u>2,365,836.45</u>
Budget Totals	40,553,674.93	91,605.45	43,960,432.75	<u>\$ 3,315,152.37</u>
Nonbudget Revenue			838,214.11	
	<u>\$ 40,553,674.93</u>	<u>\$ 91,605.45</u>	<u>\$ 44,798,646.86</u>	

**TOWNSHIP OF MORRIS**  
**CURRENT FUND**  
**STATEMENT OF REVENUE - REGULATORY BASIS**  
**YEAR ENDED DECEMBER 31, 2022**  
(Continued)

Allocation of Current Tax Collections:

Revenue from Collection of Current Taxes	\$ 105,142,400.10
Allocated to County, Regional School District and Local Open Space Taxes	80,127,319.56
Balance for Support of Municipal Budget	25,015,080.54
Add: Appropriation "Reserve for Uncollected Taxes"	3,200,000.00
Realized for Support of Municipal Budget	\$ 28,215,080.54

Analysis of Interest on Investments and Deposits:

Collected/Received by Treasurer	\$ 81,399.79
Due from Assessment Trust Fund	0.94
Due from Other Trust Funds	27.61
	\$ 81,428.34

Analysis of Uniform Construction Code Fees:

Construction Code Official	\$ 1,229,265.00
Less: Refunds	877.00
	\$ 1,228,388.00

Analysis of Nonbudget Revenue:

Miscellaneous Revenue Not Anticipated:	
Treasurer:	
Cable TV Franchise Fees	\$ 341,846.80
Federal Emergency Management Agency Reimbursements:	
Tropical Storm Isaias	186,905.85
Severe Winter Storm and Snow Storm Orlena	38,703.77
Sale of Property/Auction	36,634.00
Urban Renewal Minimum Payment	35,693.18
Insurance Claims/Settlements	20,907.40
Construction Code:	
Continued Certificate of Occupancy Inspections	65,000.00
Penalties	8,400.00
Variations	250.00
Payments in Lieu of Taxes	23,871.25
State of New Jersey:	
Senior Citizens' and Veterans' Deductions Administrative Reimbursement	2,085.99
Homestead Rebate Administrative Reimbursement	566.40
Cell Tower Rents	64,598.55
Cancellation of Stale Dated Checks	1,509.44
Health Department	10,165.78
Chargepoint Fees	755.20
Returned Check Fees	140.00
Fire Department	22.50
Other Miscellaneous Revenue	158.00
	\$ 838,214.11

**TOWNSHIP OF MORRIS**  
**CURRENT FUND**  
**STATEMENT OF EXPENDITURES - REGULATORY BASIS**  
**YEAR ENDED DECEMBER 31, 2022**

	Appropriation		Expended By		Unexpended Balance Canceled
	Budget	Budget After Modification	Paid or Charged	Reserved	
GENERAL GOVERNMENT:					
General Administration:					
Salaries and Wages	\$ 368,674.15	\$ 368,674.15	\$ 357,158.89	\$ 11,515.26	
Other Expenses	123,000.00	123,000.00	108,365.79	14,634.21	
Mayor and Council:					
Salaries and Wages	35,746.42	35,746.42	35,196.88	549.54	
Other Expenses	500.00	500.00	200.00	300.00	
Municipal Clerk:					
Salaries and Wages	139,576.06	139,576.06	131,689.13	7,886.93	
Other Expenses	47,000.00	47,000.00	37,775.40	9,224.60	
Financial Administration:					
Salaries and Wages	186,566.00	186,566.00	182,263.28	4,302.72	
Other Expenses	94,600.00	94,600.00	83,510.91	11,089.09	
Annual Audit	32,000.00	32,000.00	32,000.00		
Computer Information Technology:					
Salaries and Wages	103,375.23	113,375.23	111,277.59	2,097.64	
Other Expenses	184,600.00	216,600.00	214,312.91	2,287.09	
Revenue Administration (Tax Collection):					
Salaries and Wages	96,546.80	96,546.80	93,634.29	2,912.51	
Other Expenses	17,700.00	17,700.00	16,247.59	1,452.41	
Tax Assessment Administration:					
Salaries and Wages	159,950.82	159,950.82	156,945.54	3,005.28	
Other Expenses	19,550.00	19,550.00	16,994.14	2,555.86	
Legal Services and Costs:					
Other Expenses	375,000.00	318,000.00	283,586.25	34,413.75	
Engineering Services and Costs:					
Salaries and Wages	493,582.71	493,582.71	462,661.14	30,921.57	
Other Expenses	66,850.00	66,850.00	60,634.57	6,215.43	
Historic Preservation Commission:					
Salaries and Wages	5,105.00	5,555.00	5,240.17	314.83	
Other Expenses	500.00	50.00	50.00		

**TOWNSHIP OF MORRIS**  
**CURRENT FUND**  
**STATEMENT OF EXPENDITURES - REGULATORY BASIS**  
**YEAR ENDED DECEMBER 31, 2022**  
(Continued)

	Appropriation		Expended By		Unexpended Balance Canceled
	Budget	Budget After Modification	Paid or Charged	Reserved	
GENERAL GOVERNMENT (Cont'd):					
Municipal Land Use Law (NJSA 40:55D-1):					
Planning Board:					
Salaries and Wages	\$ 59,120.57	\$ 59,120.57	\$ 57,173.87	\$ 1,946.70	
Other Expenses	50,950.00	50,950.00	39,555.99	11,394.01	
Board of Adjustment:					
Salaries and Wages	31,296.95	32,229.95	32,229.20	67.75	
Other Expenses	15,250.00	14,250.00	12,036.92	2,213.08	
INSURANCE:					
General Liability	479,800.00	479,800.00	479,501.42	298.58	
Workers Compensation	544,800.00	544,800.00	544,165.13	634.87	
Group Insurance - Hospital and Medical	2,670,500.00	2,620,500.00	2,474,025.71	146,474.29	
Health Benefit Waiver	71,000.00	71,000.00	54,000.00	17,000.00	
PUBLIC SAFETY:					
County Communications Expense	327,123.66	327,123.66	327,123.66		
Traffic Lights Maintenance Expense	35,000.00	35,000.00	27,584.49	7,415.51	
Aid to Volunteer Ambulance Company	55,000.00	55,000.00	55,000.00		
Fire:					
Salaries and Wages	2,301,677.44	2,287,477.44	2,223,956.95	63,520.49	
Other Expenses	220,450.00	230,450.00	222,035.61	8,414.39	
Fire Hydrant Services	26,000.00	48,200.00	41,370.40	6,829.60	
Municipal Prosecutor:					
Other Expenses	16,500.00	16,500.00	15,000.00	1,500.00	
Police:					
Salaries and Wages	4,826,853.12	4,826,853.12	4,732,584.09	94,269.03	
Other Expenses	216,430.00	215,430.00	215,040.25	389.75	
Purchase of Police Vehicle	150,500.00	150,500.00	142,118.73	8,381.27	
Emergency Management Services:					
Other Expenses	13,850.00	13,850.00	10,860.59	2,989.41	
Project Pride - Other Expenses	30,000.00	30,000.00	30,000.00		
PUBLIC WORKS:					
Road Repair and Maintenance:					
Salaries and Wages	2,468,786.67	2,405,786.67	2,346,094.75	59,691.92	
Other Expenses	440,400.00	462,400.00	447,910.72	14,489.28	

**TOWNSHIP OF MORRIS**  
**CURRENT FUND**  
**STATEMENT OF EXPENDITURES - REGULATORY BASIS**  
**YEAR ENDED DECEMBER 31, 2022**  
**(Continued)**

	Appropriation		Expended By		Unexpended Balance Canceled
	Budget	Budget After Modification	Paid or Charged	Reserved	
<b>PUBLIC WORKS:</b>					
Garbage and Trash Removal:					
Salaries and Wages	\$ 975,854.03	\$ 945,854.03	\$ 869,863.34	\$ 75,990.69	
Other Expenses	1,217,500.00	1,157,500.00	1,076,283.84	81,216.16	
<b>Public Buildings and Grounds:</b>					
Salaries and Wages	90,813.71	90,813.71	78,462.91	12,350.80	
Other Expenses	48,700.00	48,700.00	40,868.57	7,831.43	
<b>Vehicle Maintenance:</b>					
Salaries and Wages	777,997.47	772,997.47	720,345.33	52,652.14	
Other Expenses	383,500.00	435,500.00	395,241.90	40,258.10	
<b>Community Services Act-Condo Costs:</b>					
Other Expenses	67,000.00	67,000.00		67,000.00	
<b>HEALTH AND HUMAN SERVICES:</b>					
<b>Board of Health:</b>					
Salaries and Wages	280,039.42	280,039.42	267,248.73	12,790.69	
Other Expenses	98,100.00	98,100.00	87,379.82	10,720.18	
<b>Environmental Commission:</b>					
Salaries and Wages	5,105.00	5,605.00	4,770.94	834.06	
Other Expenses	6,500.00	6,000.00	3,072.20	2,927.80	
<b>Animal Control:</b>					
Other Expenses	14,500.00	14,500.00	14,500.00		
<b>Cooperative Transportation:</b>					
Other Expenses	9,000.00	9,000.00	8,737.92	262.08	
<b>COURT AND PUBLIC DEFENDER:</b>					
<b>Joint Municipal Court:</b>					
Other Expenses	363,000.00	363,000.00	336,151.21	26,848.79	
<b>RECREATION AND EDUCATION:</b>					
<b>Recreation Services and Programs:</b>					
Salaries and Wages	324,206.76	324,206.76	320,352.34	3,854.42	
Other Expenses	76,995.00	77,995.00	68,022.57	9,972.43	
	3,259.00	3,259.00		3,259.00	
<b>Handicapped Person's Recreation Opportunity Act - Township of Morris Share</b>					
<b>Maintenance of Parks:</b>					
Salaries and Wages	355,734.75	350,734.75	335,644.57	15,090.18	
Other Expenses	181,310.00	186,310.00	186,034.00	276.00	

**TOWNSHIP OF MORRIS**  
**CURRENT FUND**  
**STATEMENT OF EXPENDITURES - REGULATORY BASIS**  
**YEAR ENDED DECEMBER 31, 2022**  
**(Continued)**

	Appropriation		Expended By		Unexpended Balance Canceled
	Budget	Budget After Modification	Paid or Charged	Reserved	
UTILITIES:					
Electricity	\$ 168,000.00	164,000.00	\$ 146,992.25	\$ 17,007.75	
Street Lighting	160,000.00	160,000.00	147,145.00	12,855.00	
Telephone	123,000.00	123,000.00	88,754.53	34,245.47	
Water	15,700.00	15,700.00	15,648.44	51.56	
Natural Gas	88,000.00	88,000.00	84,933.70	3,066.30	
Gasoline, Diesel Fuel	335,000.00	470,000.00	385,287.38	84,712.62	
UNCLASSIFIED:					
Accumulated Leave Compensation - Salaries and Wages	85,000.00	85,000.00	85,000.00		
UNIFORM CONSTRUCTION CODE:					
Construction Official:					
Salaries and Wages	833,410.60	833,410.60	816,702.12	16,708.48	
Other Expenses	72,150.00	72,150.00	68,502.05	3,647.95	
Total Operations Within "CAPS"	24,761,087.34	24,761,087.34	23,571,058.61	1,190,028.73	
Detail:					
Salaries and Wages	15,076,019.68	14,970,769.68	14,480,496.05	490,273.63	
Other Expenses	9,685,067.66	9,790,317.66	9,090,562.56	699,755.10	
Deferred Charges & Statutory Expenditures - Municipal Within "CAPS":					
Deferred Charges:					
Anticipated Deficit Swimming Pool Utility Operating Fund	646,564.00	646,564.00	286,235.62		\$ 360,328.38
Statutory Expenditures:					
Contribution to:					
Public Employees' Retirement System	1,041,361.86	1,041,361.86	1,041,361.86		
Social Security System (O.A.S.I.)	1,145,000.00	1,145,000.00	1,058,884.17	86,115.83	
Police and Firemen's Retirement System of NJ	1,943,199.00	1,943,199.00	1,943,199.00		
Defined Contribution Retirement Program (DCRP)	4,000.00	4,000.00	4,000.00		
Total Deferred Charges and Statutory Expenditures - Municipal Within "CAPS"	4,780,124.86	4,780,124.86	4,333,680.65	86,115.83	360,328.38
Total General Appropriations for Municipal Purposes Within "CAPS"	29,541,212.20	29,541,212.20	27,904,759.26	1,276,144.56	360,328.38

**TOWNSHIP OF MORRIS**  
**CURRENT FUND**  
**STATEMENT OF EXPENDITURES - REGULATORY BASIS**  
**YEAR ENDED DECEMBER 31, 2022**  
**(Continued)**

	Appropriation		Expended By		Unexpended Balance Canceled
	Budget	Budget After Modification	Paid or Charged	Reserved	
Operations Excluded from "CAPS":					
Maintenance of Free Public Library - Proportionate Share (R.S. 40:54-29.17)	\$ 1,935,974.14	\$ 1,935,974.14	\$ 1,935,974.14		
Recycling Tax (PL 2007, c.311)	26,000.00	26,000.00	22,953.12	\$ 3,046.88	
Public and Private Programs Offset by Revenue:					
Recycling Tonnage Grant	25,108.73	25,108.73	25,108.73		
Clean Communities Program (NJSA 40A:4-87 +\$54,819.17)	54,819.17	54,819.17	54,819.17		
Municipal Alliance on Alcoholism and Drug Abuse	17,405.00	17,405.00	17,405.00		
Association of NJ Environmental Commissions Open Space Grant - (NJSA 40A:4-87 +\$1,000.00)	1,000.00	1,000.00	1,000.00		
Division of Mental Health and Addiction Services (DMHAS) Youth Leadership Municipal Alliance (NJSA 40A:4-87 +\$3,900.00)	3,900.00	3,900.00	3,900.00		
Bulletproof Vest Partnership Program (NJSA 40A:4-87 +\$7,200.00)	5,551.89	12,751.89	12,751.89		
Body Armor Replacement Fund	2,061.46	2,061.46	2,061.46		
Alcohol Education, Rehabilitation and Enforcement Fund (NJSA 40A:4-87 +\$8,686.28)	8,686.28	8,686.28	8,686.28		
Drive Sober or Get Pulled Over	1,362.76	1,362.76	1,362.76		
Pays to Plug In - EV Charging Stations (NJSA 40A:4-87 +\$16,000.00)	16,000.00	16,000.00	16,000.00		
Matching Funds for Grants - Municipal Alliance on Alcoholism and Drug Abuse	4,351.25	4,351.25	4,351.25		
American Rescue Plan - Coronavirus State and Local Fiscal Recovery Funds	1,700,000.00	1,700,000.00	1,700,000.00		
Total Public and Private Programs Offset by Revenues	1,755,841.09	1,847,446.54	1,847,446.54		
Total Operations Excluded from "CAPS"	3,717,815.23	3,809,420.68	3,806,373.80	3,046.88	
Detail:					
Other Expenses	3,717,815.23	3,809,420.68	3,806,373.80	3,046.88	
Capital Improvements - Excluded from "CAPS":					
Capital Improvement Fund	210,325.00	210,325.00	210,325.00		
Purchase of Police Equipment	17,000.00	17,000.00	17,000.00		
Improvements to Fire House	25,000.00	25,000.00	24,999.70	0.30	
Improvements to Parks and Playgrounds	26,500.00	26,500.00	18,401.80	8,098.20	
Improvements to DPW	32,000.00	32,000.00	30,222.88	1,777.12	
Improvements to Police Headquarters	7,500.00	7,500.00	7,500.00		
Emerald Ash Tree Removal	25,000.00	25,000.00	22,405.00	2,595.00	
Police Department and Municipal Building Parking Lots	25,000.00	25,000.00	25,000.00		
Total Capital Improvements - Excluded from "CAPS"	368,325.00	368,325.00	323,354.38	44,970.62	

**TOWNSHIP OF MORRIS**  
**CURRENT FUND**  
**STATEMENT OF EXPENDITURES - REGULATORY BASIS**  
**YEAR ENDED DECEMBER 31, 2022**  
(Continued)

	Appropriation		Expended By		Unexpended Balance Canceled
	Budget	Budget After Modification	Paid or Charged	Reserved	
Municipal Debt Service - Excluded from "CAPS":					
Payment of Bond Principal	\$ 3,299,000.00	\$ 3,299,000.00	\$ 3,299,000.00		
Interest on Bonds	427,322.50	427,322.50	427,322.50		
Total Municipal Debt Service - Excluded from "CAPS"	3,726,322.50	3,726,322.50	3,726,322.50		
Total General Appropriations - Excluded from "CAPS"	7,812,462.73	7,904,068.18	7,856,050.68	\$ 48,017.50	
Subtotal General Appropriations	37,353,674.93	37,445,280.38	35,760,789.94	1,324,162.06	\$ 360,328.38
Reserve for Uncollected Taxes	3,200,000.00	3,200,000.00	3,200,000.00		
Total General Appropriations	\$ 40,553,674.93	\$ 40,645,280.38	\$ 38,960,789.94	\$ 1,324,162.06	\$ 360,328.38

Ref.

A

**TOWNSHIP OF MORRIS**  
**CURRENT FUND**  
**STATEMENT OF EXPENDITURES - REGULATORY BASIS**  
**YEAR ENDED DECEMBER 31, 2022**  
**(Continued)**

		Analysis of	
	<u>Ref.</u>	Budget After Modification	Paid or Charged
Adopted Budget		\$ 40,553,674.93	
Added by NJSA 40A:4-87		91,605.45	
		\$ 40,645,280.38	
Reserve for Uncollected Taxes			\$ 3,200,000.00
Reserve for Encumbrances	A		1,289,706.79
Due Federal and State Grant Fund			1,847,446.54
Cash Disbursed			33,409,808.18
			39,746,961.51
Less: Appropriation Refunds Received			786,171.57
			\$ 38,960,789.94

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

TOWNSHIP OF MORRIS  
COUNTY OF MORRIS  
2022  
TRUST FUNDS

**TOWNSHIP OF MORRIS**  
**TRUST FUNDS**  
**COMPARATIVE BALANCE SHEET - REGULATORY BASIS**

		December 31,	
<u>ASSETS</u>	<u>Ref.</u>	2022	2021
Assessment Trust Fund:			
Cash and Cash Equivalents	B-4	\$ 0.94	\$ 1.50
Assessments Receivable	B-7	6,354.49	11,507.99
		6,355.43	11,509.49
Animal Control Fund:			
Cash and Cash Equivalents:			
Treasurer	B-4	14,800.98	21,718.55
Collector	B-4A	563.77	345.67
		15,364.75	22,064.22
Due State of New Jersey			3.60
		15,364.75	22,067.82
Other Trust Funds:			
Cash and Cash Equivalents	B-4	7,460,010.50	6,907,277.27
Due Current Fund	A	1,337,200.00	936,900.00
		8,797,210.50	7,844,177.27
<b>TOTAL ASSETS</b>		<b>\$ 8,818,930.68</b>	<b>\$ 7,877,754.58</b>

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

		December 31,	
	Ref.	2022	2021
<b><u>LIABILITIES AND RESERVES</u></b>			
Assessment Trust Fund:			
Due Current Fund	A	\$ 0.94	\$ 1.50
Due General Capital Fund	C	6,354.49	11,507.99
		6,355.43	11,509.49
Animal Control Fund:			
Due State of New Jersey		12.00	
Reserve for Animal Control Expenditures	B-6	15,352.75	22,067.82
		15,364.75	22,067.82
Other Trust Funds:			
Due State of New Jersey:			
Department of Community Affairs State Training Fees		4,868.00	4,868.00
Due Current Fund	A	77.61	76.96
Due Federal and State Grant Fund	A	8,762.44	
Special Deposits		166,489.99	156,989.99
Developers' Escrow Deposits		583,269.99	515,592.78
Clients' Escrow Deposits		703,207.31	738,125.34
Premium on Tax Sale Certificates		1,337,200.00	936,900.00
Reserve for:			
State Unemployment Insurance		336,564.47	321,379.11
Police Outside Detail		217,333.61	109,829.53
Recycling		6,403.42	3,384.26
Police Forfeited Assets		20,987.44	27,847.05
Municipal Court:			
Parking Offense Adjudication Act		14,398.51	14,272.51
Public Defender Fees		2,004.85	2,004.85
Municipal Drug Alliance		92,463.85	97,263.85
Municipal Open Space		2,137,470.50	1,838,485.73
Uniform Fire Safety Act		1,920.03	8,389.11
Recreation		111,974.21	75,719.81
Council on Affordable Housing (C.O.A.H.)		1,394,435.48	1,346,958.39
Accumulated Absences		212,603.26	222,849.42
Storm Recovery		1,442,302.28	1,416,571.33
Dedicated Fire Penalties		2,473.25	6,669.25
		8,797,210.50	7,844,177.27
<b>TOTAL LIABILITIES AND RESERVES</b>		<b>\$ 8,818,930.68</b>	<b>\$ 7,877,754.58</b>

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

**TOWNSHIP OF MORRIS**  
**ASSESSMENT TRUST FUND**  
**STATEMENT OF FUND BALANCE - REGULATORY BASIS**  
**YEAR ENDED DECEMBER 31, 2022**

NOT APPLICABLE

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

**TOWNSHIP OF MORRIS**  
**ASSESSMENT TRUST FUND**  
**STATEMENT OF REVENUE - REGULATORY BASIS**  
**YEAR ENDED DECEMBER 31, 2022**

NOT APPLICABLE

**ASSESSMENT TRUST FUND**  
**STATEMENT OF EXPENDITURES - REGULATORY BASIS**  
**YEAR ENDED DECEMBER 31, 2022**

NOT APPLICABLE

TOWNSHIP OF MORRIS  
COUNTY OF MORRIS  
2022  
GENERAL CAPITAL FUND

**TOWNSHIP OF MORRIS**  
**GENERAL CAPITAL FUND**  
**COMPARATIVE BALANCE SHEET - REGULATORY BASIS**

	Ref.	December 31,	
		2022	2021
<b><u>ASSETS</u></b>			
Cash and Cash Equivalents	C-2	\$ 1,965,526.62	\$ 3,711,965.89
Grants Receivable:			
New Jersey Department of Transportation		830,450.00	424,750.00
Due Assessment Trust Fund	B	6,354.49	11,507.99
Deferred Charges to Future Taxation:			
Funded		12,879,000.00	16,178,000.00
Unfunded	C-4	7,141,380.56	5,144,955.56
<b>TOTAL ASSETS</b>		<b><u>\$ 22,822,711.67</u></b>	<b><u>\$ 25,471,179.44</u></b>
<b><u>LIABILITIES, RESERVES AND FUND BALANCE</u></b>			
Serial Bonds Payable	C-8	\$ 12,879,000.00	\$ 16,178,000.00
Improvement Authorizations:			
Funded	C-5	5,492,056.80	5,035,182.32
Unfunded	C-5	4,211,182.35	3,284,824.60
Capital Improvement Fund	C-6	102,184.78	112,184.78
Reserve for:			
Sidewalks		21,794.44	21,794.44
Curbing		2,970.00	2,970.00
Trees		18,890.00	1,590.00
Road Opening Repairs		1,000.00	
Fund Balance	C-1	93,633.30	834,633.30
<b>TOTAL LIABILITIES, RESERVES AND FUND BALANCE</b>		<b><u>\$ 22,822,711.67</u></b>	<b><u>\$ 25,471,179.44</u></b>

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

**TOWNSHIP OF MORRIS**  
**GENERAL CAPITAL FUND**  
**STATEMENT OF FUND BALANCE - REGULATORY BASIS**

	<u>Ref.</u>	
Balance December 31, 2021	C	\$ 834,633.30
Decreased by:		
Anticipated in Current Fund Budget		50,000.00
Appropriated to Finance Improvement Authorizations		691,000.00
		741,000.00
Balance December 31, 2022	C	\$ 93,633.30

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

TOWNSHIP OF MORRIS  
COUNTY OF MORRIS  
2022  
WATER UTILITY FUND

NOT APPLICABLE

TOWNSHIP OF MORRIS  
COUNTY OF MORRIS  
2022  
SEWER UTILITY FUND

**TOWNSHIP OF MORRIS**  
**SEWER UTILITY FUND**  
**COMPARATIVE BALANCE SHEET - REGULATORY BASIS**

	Ref.	December 31,	
		2022	2021
<b><u>ASSETS</u></b>			
Operating Fund:			
Cash and Cash Equivalents:			
Treasurer	E-4	\$ 5,000,385.33	\$ 5,421,880.92
Due Swimming Pool Utility Operating Fund	F	200,000.00	300,000.00
		<u>5,200,385.33</u>	<u>5,721,880.92</u>
Receivables with Full Reserves:			
Consumer Accounts Receivable	E-6	5,176,524.01	5,147,607.47
		<u>5,176,524.01</u>	<u>5,147,607.47</u>
Total Receivables with Full Reserves		<u>5,176,524.01</u>	<u>5,147,607.47</u>
Total Operating Fund		<u>10,376,909.34</u>	<u>10,869,488.39</u>
Capital Fund:			
Cash and Cash Equivalents		7,792,514.31	9,460,914.55
Investments		2,000,000.00	
		<u>9,792,514.31</u>	<u>9,460,914.55</u>
Fixed Capital	E-7	91,805,127.92	91,805,127.92
Fixed Capital Authorized and Uncompleted	E-8	17,072,637.74	14,303,137.74
		<u>118,670,279.97</u>	<u>115,569,180.21</u>
Total Capital Fund		<u>118,670,279.97</u>	<u>115,569,180.21</u>
<b>TOTAL ASSETS</b>		<u><u>\$ 129,047,189.31</u></u>	<u><u>\$ 126,438,668.60</u></u>

**TOWNSHIP OF MORRIS**  
**SEWER UTILITY FUND**  
**COMPARATIVE BALANCE SHEET - REGULATORY BASIS**  
**(Continued)**

	Ref.	December 31,	
		2022	2021
<b><u>LIABILITIES, RESERVES AND FUND BALANCE</u></b>			
Operating Fund:			
Appropriation Reserves:			
Unencumbered	E-3;E-9	\$ 151,487.51	\$ 282,947.80
Encumbered	E-3;E-9	215,080.52	252,072.34
		<u>366,568.03</u>	<u>535,020.14</u>
Accounts Payable - Vendors		133,944.70	129,153.96
Accrued Interest on Bonds		43,879.78	48,129.69
Accrued Interest on Loans		11,770.83	12,937.50
		<u>556,163.34</u>	<u>725,241.29</u>
Reserve for Receivables	E	5,176,524.01	5,147,607.47
Fund Balance	E-1	4,644,221.99	4,996,639.63
		<u>10,376,909.34</u>	<u>10,869,488.39</u>
Total Operating Fund			
Capital Fund:			
Serial Bonds Payable	E-15	5,372,000.00	5,912,000.00
NJ Environmental Infrastructure Trust Loans Payable	E-16	3,042,380.61	3,332,118.65
Improvement Authorizations:			
Funded	E-10	8,639,766.61	7,508,166.85
Capital Improvement Fund	E-11	660,736.49	660,736.49
Reserve for Amortization	E-12	84,082,803.29	83,348,432.25
Deferred Reserve for Amortization	E-13	16,298,388.29	13,433,521.29
Fund Balance	E-1A	574,204.68	1,374,204.68
		<u>118,670,279.97</u>	<u>115,569,180.21</u>
Total Capital Fund			
TOTAL LIABILITIES, RESERVES AND FUND BALANCE		<u>\$ 129,047,189.31</u>	<u>\$ 126,438,668.60</u>

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

**TOWNSHIP OF MORRIS**  
**SEWER UTILITY OPERATING FUND**  
**COMPARATIVE STATEMENT OF OPERATIONS AND CHANGE IN**  
**FUND BALANCE - REGULATORY BASIS**

	Ref.	Year Ended December 31,	
		2022	2021
<u>Revenue and Other Income Realized</u>			
Fund Balance Utilized		\$ 548,737.23	\$ 1,036,192.70
Sewer User Charges		6,362,494.76	6,429,520.41
Miscellaneous Revenue Anticipated		183,828.22	505,314.90
Industrial Pretreatment Program		12,500.00	
Sewer User Charges - Borough of Morris Plains Contract		1,555,605.42	1,512,038.76
Township of Randolph - Annual Sewer User Charges		621,828.98	696,930.63
Other Credits to Income:			
Unexpended Balance of Appropriation Reserves		264,641.37	371,500.30
Prior Year Refunds/Void Checks			500.00
		<u>9,549,635.98</u>	<u>10,551,997.70</u>
<u>Expenditures</u>			
Budget Appropriations:			
Operating		5,651,718.91	5,482,152.65
Capital Improvements		1,969,500.00	2,441,000.00
Debt Service		1,035,089.70	1,261,110.99
Deferred Charges and Statutory Expenditures		447,007.78	414,231.75
Refund of Prior Year Revenue			1.20
		<u>9,103,316.39</u>	<u>9,598,496.59</u>
Excess in Revenue/Statutory Excess to Fund Balance		446,319.59	953,501.11
<u>Fund Balance</u>			
Balance January 1		4,996,639.63	5,329,331.22
		<u>5,442,959.22</u>	<u>6,282,832.33</u>
Decreased by:			
Utilized as Anticipated Revenue:			
Sewer Utility Operating Budget		548,737.23	1,036,192.70
Current Fund Budget		250,000.00	250,000.00
		<u>4,644,221.99</u>	<u>4,996,639.63</u>
Balance December 31	E	<u>\$ 4,644,221.99</u>	<u>\$ 4,996,639.63</u>

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

**TOWNSHIP OF MORRIS**  
**SEWER UTILITY CAPITAL FUND**  
**STATEMENT OF CAPITAL FUND BALANCE - REGULATORY BASIS**

	<u>Ref.</u>	
Balance December 31, 2021	E	\$ 1,374,204.68
Appropriated to Finance Improvement Authorizations		<u>800,000.00</u>
Balance December 31, 2022	E	<u>\$ 574,204.68</u>

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

**TOWNSHIP OF MORRIS**  
**SEWER UTILITY OPERATING FUND**  
**STATEMENT OF REVENUE - REGULATORY BASIS**  
**YEAR ENDED DECEMBER 31, 2022**

	Budget	Realized	Excess or Deficit*
Fund Balance Anticipated	\$ 548,737.23	\$ 548,737.23	
Sewer User Charges	6,400,000.00	6,362,494.76	\$ 37,505.24 *
Miscellaneous Revenue	110,000.00	183,828.22	73,828.22
Industrial Pretreatment Program	50,000.00	12,500.00	37,500.00 *
Sewer User Charges:			
Borough of Morris Plains Contract	1,400,000.00	1,555,605.42	155,605.42
Township of Randolph:			
Annual Sewer User Charges	600,000.00	621,828.98	21,828.98
	<u>\$ 9,108,737.23</u>	<u>\$ 9,284,994.61</u>	<u>\$ 176,257.38</u>

Analysis of Miscellaneous Revenue

Collector:

Connection Fees and Permits	\$ 84,589.72	
Interest and Costs on Delinquent Sewer User Charges	<u>52,012.92</u>	
		\$ 136,602.64

Treasurer:

Sewer Inspection Fees	400.00	
Prior Year Refunds/Stale Dated Checks Canceled	78.00	
Interest on Investments and Deposits:		
Collected/Received by Treasurer	<u>46,747.58</u>	
		<u>47,225.58</u>
		<u>\$ 183,828.22</u>

**TOWNSHIP OF MORRIS**  
**SEWER UTILITY OPERATING FUND**  
**STATEMENT OF EXPENDITURES - REGULATORY BASIS**  
**YEAR ENDED DECEMBER 31, 2022**

	Appropriation		Expended By		Unexpended Balance Canceled
	Budget	Budget After Modification	Paid or Charged	Reserved	
Operating:					
Salaries and Wages	\$ 2,128,862.91	\$ 2,128,862.91	\$ 2,092,241.06	\$ 36,621.85	
Other Expenses	3,522,856.00	3,522,856.00	3,410,551.41	112,304.59	
Capital Improvements:					
Capital Improvement Fund	1,969,500.00	1,969,500.00	1,969,500.00		
Debt Service:					
Payment of Bond Principal	540,000.00	540,000.00	540,000.00		
Interest on Bonds	179,722.50	179,722.50	175,472.59		\$ 4,249.91
NJ Environmental Infrastructure Trust Loans:					
Principal	289,738.04	289,738.04	289,738.04		
Interest	31,050.00	31,050.00	29,879.07		1,170.93
Statutory Expenditures:					
Contribution to:					
Public Employees' Retirement System	284,007.78	284,007.78	284,007.78		
Social Security System (O.A.S.I.)	163,000.00	163,000.00	160,438.93	2,561.07	
	<u>\$ 9,108,737.23</u>	<u>\$ 9,108,737.23</u>	<u>\$ 8,951,828.88</u>	<u>\$ 151,487.51</u>	<u>\$ 5,420.84</u>

Ref.

E

Cash Disbursed		\$ 8,579,817.58
Accrued Interest on:		
Bonds		175,472.59
Loans		29,879.07
Encumbrances Payable	E	<u>215,080.52</u>
		9,000,249.76
Less: Appropriation Refunds		<u>48,420.88</u>
		<u>\$ 8,951,828.88</u>

TOWNSHIP OF MORRIS  
COUNTY OF MORRIS  
2022  
SWIMMING POOL UTILITY FUND

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

	Ref.	December 31,	
		2022	2021
<b><u>ASSETS</u></b>			
Operating Fund:			
Cash and Cash Equivalents - Treasurer	F-4	\$ 67,782.80	\$ 43,584.52
Due Current Fund	A		2,829.99
Deferred Charges - Special Emergency Authorization		217,995.85	435,995.85
Total Operating Fund		<u>285,778.65</u>	<u>482,410.36</u>
Capital Fund:			
Cash and Cash Equivalents	F-4	237,312.29	494,951.12
Fixed Capital	F-7	7,593,006.31	7,593,006.31
Fixed Capital Authorized and Uncompleted	F-8	1,267,774.84	1,072,774.84
Total Capital Fund		<u>9,098,093.44</u>	<u>9,160,732.27</u>
<b>TOTAL ASSETS</b>		<u><u>\$ 9,383,872.09</u></u>	<u><u>\$ 9,643,142.63</u></u>
<b><u>LIABILITIES, RESERVES AND FUND BALANCE</u></b>			
Operating Fund:			
Appropriation Reserves:			
Unencumbered	F-3;F-9	\$ 17,773.99	\$ 129,119.91
Encumbered	F-3;F-9	47,893.25	39,741.78
		<u>65,667.24</u>	<u>168,861.69</u>
Accrued Interest on Bonds		7,291.67	8,833.33
Due Current Fund	A	8,104.40	
Due Sewer Utility Operating Fund	E	200,000.00	300,000.00
		<u>281,063.31</u>	<u>477,695.02</u>
Fund Balance	F-1	4,715.34	4,715.34
Total Operating Fund		<u>285,778.65</u>	<u>482,410.36</u>
Capital Fund:			
Serial Bonds Payable	F-15	1,620,000.00	1,990,000.00
Improvement Authorizations:			
Funded	F-10	450,137.10	473,829.40
Unfunded	F-10	257,981.47	306,678.00
Capital Improvement Fund	F-11	40,419.68	40,419.68
Reserve for Amortization	F-12	6,529,706.31	6,159,706.31
Deferred Reserve for Amortization	F-13	181,624.84	171,874.84
Fund Balance	F-1A	18,224.04	18,224.04
Total Capital Fund		<u>9,098,093.44</u>	<u>9,160,732.27</u>
<b>TOTAL LIABILITIES, RESERVES AND FUND BALANCE</b>		<u><u>\$ 9,383,872.09</u></u>	<u><u>\$ 9,643,142.63</u></u>

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

**TOWNSHIP OF MORRIS**  
**SWIMMING POOL UTILITY OPERATING FUND**  
**COMPARATIVE STATEMENT OF OPERATIONS AND CHANGE IN**  
**FUND BALANCE - REGULATORY BASIS**

	Ref.	Year Ended December 31,	
		2022	2021
<u>Revenue and Other Income Realized</u>			
Swimming Pool Fees		\$ 837,075.00	\$ 632,317.50
Miscellaneous Revenue Anticipated		49,531.93	36,452.82
American Rescue Plan:			
Coronavirus State and Local Fiscal Recovery Funds		218,000.00	
Deficit (General Budget)		286,235.62	526,429.99
Other Credits to Income:			
Voided Checks/Reconciling Items Canceled			415.71
Unexpended Balance of Appropriation Reserves		132,179.79	98,283.95
		<u>1,523,022.34</u>	<u>1,293,899.97</u>
Total Income		<u>1,523,022.34</u>	<u>1,293,899.97</u>
<u>Expenditures</u>			
Budget Appropriations:			
Operating		830,889.82	816,951.06
Capital Improvements		9,750.00	17,975.00
Debt Service		410,858.34	408,222.16
Deferred Charges and Statutory Expenditures		271,524.18	49,796.75
Refund of Prior Year Revenue			955.00
		<u>1,523,022.34</u>	<u>1,293,899.97</u>
Total Expenditures		<u>1,523,022.34</u>	<u>1,293,899.97</u>
Excess in Revenues/Statutory Excess to Fund Balance		-0-	-0-
<u>Fund Balance</u>			
Balance January 1		<u>4,715.34</u>	<u>4,715.34</u>
Balance December 31	F	<u>\$ 4,715.34</u>	<u>\$ 4,715.34</u>

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS  
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**TOWNSHIP OF MORRIS**  
**SWIMMING POOL UTILITY CAPITAL FUND**  
**STATEMENT OF CAPITAL FUND BALANCE - REGULATORY BASIS**

	<u>Ref.</u>	
Balance December 31, 2021	F	\$ 18,224.04
		<hr/>
Balance December 31, 2022	F	\$ 18,224.04
		<hr/> <hr/>

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

**TOWNSHIP OF MORRIS**  
**SWIMMING POOL UTILITY OPERATING FUND**  
**STATEMENT OF REVENUE - REGULATORY BASIS**  
**YEAR ENDED DECEMBER 31, 2022**

	<u>Budget</u>	<u>Realized</u>	<u>Excess or Deficit*</u>
Swimming Pool Fees	\$ 625,000.00	\$ 837,075.00	\$ 212,075.00
Miscellaneous Revenue	35,000.00	49,531.93	14,531.93
American Rescue Plan:			
Coronavirus State and Local Fiscal Recovery Funds	218,000.00	218,000.00	
Deficit (General Budget)	<u>646,564.00</u>	<u>286,235.62</u>	<u>360,328.38</u> *
	<u>\$ 1,524,564.00</u>	<u>\$ 1,390,842.55</u>	<u>\$ 133,721.45</u> *

Analysis of Swimming Pool Fees

Memberships	\$ 788,445.00
Guest Book	37,600.00
Babysitter	14,175.00
	<u>840,220.00</u>
Less: Refunds	3,145.00
	<u>\$ 837,075.00</u>

Analysis of Miscellaneous Revenue

Interest on Investments and Deposits:		
Collected/Received by Treasurer		\$ 2,554.76
Swim Team/Leases/Rentals	\$ 6,000.00	
Swimming Lessons	4,655.00	
Gate	17,595.00	
Concession Stand/Vending Machine	11,021.30	
Lost Cards	4,125.00	
Visitor Pass	630.00	
Stale Dated Checks/Reconciling Items Canceled	2,662.87	
Other Miscellaneous	<u>413.00</u>	
		<u>47,102.17</u>
		<u>49,656.93</u>
Less: Refunds		125.00
		<u>\$ 49,531.93</u>

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

**TOWNSHIP OF MORRIS**  
**SWIMMING POOL UTILITY OPERATING FUND**  
**STATEMENT OF EXPENDITURES - REGULATORY BASIS**  
**YEAR ENDED DECEMBER 31, 2022**

	Appropriation		Expended By		Unexpended Balance Canceled
	Budget	Budget After Modification	Paid or Charged	Reserved	
Operating:					
Salaries and Wages	\$ 303,939.82	\$ 296,439.82	\$ 295,589.32	\$ 850.50	
Salaries and Wages - American Rescue Plan	218,000.00	218,000.00	218,000.00		
Other Expenses	308,950.00	316,450.00	300,236.92	16,213.08	
Capital Improvements:					
Capital Improvement Fund	9,750.00	9,750.00	9,750.00		
Debt Service:					
Payment of Bonds	370,000.00	370,000.00	370,000.00		
Interest on Bonds	42,400.00	42,400.00	40,858.34		\$ 1,541.66
Deferred Charges:					
Special Emergency Authorizations	218,000.00	218,000.00	218,000.00		
Statutory Expenditures:					
Contribution to:					
Public Employees' Retirement System	13,524.18	13,524.18	13,524.18		
Social Security System (O.A.S.I.)	40,000.00	40,000.00	39,289.59	710.41	
	<u>\$ 1,524,564.00</u>	<u>\$ 1,524,564.00</u>	<u>\$ 1,505,248.35</u>	<u>\$ 17,773.99</u>	<u>\$ 1,541.66</u>

Ref.

F

Cash Disbursed		\$ 1,198,496.76
Deferred Charges:		
Emergency Authorizations		218,000.00
Accrued Interest on Bonds		40,858.34
Encumbrances	F	47,893.25
		<u>\$ 1,505,248.35</u>

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

TOWNSHIP OF MORRIS  
COUNTY OF MORRIS  
2022  
PARKING LOT UTILITY FUND

**TOWNSHIP OF MORRIS**  
**PARKING LOT UTILITY FUND**  
**COMPARATIVE BALANCE SHEET - REGULATORY BASIS**

	Ref.	December 31,	
		2022	2021
<b><u>ASSETS</u></b>			
Operating Fund:			
Cash and Cash Equivalents - Treasurer	G-4	\$ 429,535.77	\$ 407,399.12
Deferred Charges - Special Emergency Authorization		108,962.74	193,962.74
Total Operating Fund		<u>538,498.51</u>	<u>601,361.86</u>
Capital Fund:			
Cash and Cash Equivalents	G-4	237,774.65	257,774.65
Fixed Capital	G-7	1,612,810.77	1,654,201.12
Fixed Capital Authorized and Uncompleted	G-8	118,100.00	56,709.65
Total Capital Fund		<u>1,968,685.42</u>	<u>1,968,685.42</u>
<b>TOTAL ASSETS</b>		<u><u>\$ 2,507,183.93</u></u>	<u><u>\$ 2,570,047.28</u></u>
<b><u>LIABILITIES, RESERVES AND FUND BALANCE</u></b>			
Operating Fund:			
Appropriation Reserves:			
Unencumbered	G-3;G-9	\$ 32,877.27	\$ 44,375.14
Encumbered	G-3;G-9	4,184.27	5,423.75
		<u>37,061.54</u>	<u>49,798.89</u>
Accounts Payable - Vendors		916.00	916.00
Accrued Interest on Bonds		291.67	437.50
		<u>38,269.21</u>	<u>51,152.39</u>
Fund Balance	G-1	500,229.30	550,209.47
Total Operating Fund		<u>538,498.51</u>	<u>601,361.86</u>
Capital Fund:			
Serial Bonds Payable	G-15	70,000.00	105,000.00
Improvement Authorizations - Funded	G-10	60,106.00	60,106.00
Capital Improvement Fund	G-11	152,984.65	172,984.65
Reserve for Amortization	G-12	1,542,810.77	1,500,910.77
Deferred Reserve for Amortization	G-13	118,100.00	105,000.00
Fund Balance	G-1A	24,684.00	24,684.00
Total Capital Fund		<u>1,968,685.42</u>	<u>1,968,685.42</u>
<b>TOTAL LIABILITIES, RESERVES AND FUND BALANCE</b>		<u><u>\$ 2,507,183.93</u></u>	<u><u>\$ 2,570,047.28</u></u>

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

**TOWNSHIP OF MORRIS**  
**PARKING LOT UTILITY OPERATING FUND**  
**COMPARATIVE STATEMENT OF OPERATIONS AND CHANGE IN**  
**FUND BALANCE - REGULATORY BASIS**

	Ref.	<u>Year Ended December 31,</u>	
		<u>2022</u>	<u>2021</u>
<u>Revenue and Other Income Realized</u>			
Fund Balance Utilized		\$ 140,661.81	\$ 125,971.52
Parking Lot Fees and Permits		244,363.45	155,921.70
American Rescue Plan:			
Coronavirus State and Local Fiscal Recovery Funds		85,000.00	
Nonbudget Revenue		2,101.48	3,366.51
Other Credits to Income:			
Unexpended Balance of Appropriation Reserves		44,070.88	44,169.63
		<u>516,197.62</u>	<u>329,429.36</u>
<u>Expenditures</u>			
Budget Appropriations:			
Operating		233,337.63	229,682.77
Debt Service		36,954.17	57,136.00
Deferred Charges and Statutory Expenditures		105,224.18	18,796.75
		<u>375,515.98</u>	<u>305,615.52</u>
Excess in Revenues/Statutory Excess to Fund Balance		140,681.64	23,813.84
<u>Fund Balance</u>			
Balance January 1		<u>550,209.47</u>	<u>702,367.15</u>
		690,891.11	726,180.99
Decreased by:			
Utilized as Anticipated Revenue:			
Parking Lot Utility Operating Budget		140,661.81	125,971.52
Current Fund Budget		50,000.00	50,000.00
		<u>500,229.30</u>	<u>550,209.47</u>
Balance December 31	G	<u>\$ 500,229.30</u>	<u>\$ 550,209.47</u>

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

**TOWNSHIP OF MORRIS**  
**PARKING LOT UTILITY CAPITAL FUND**  
**STATEMENT OF CAPITAL FUND BALANCE - REGULATORY BASIS**

	<u>Ref.</u>	
Balance December 31, 2021	G	\$ 24,684.00
Balance December 31, 2022	G	<u>\$ 24,684.00</u>

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



**TOWNSHIP OF MORRIS**  
**PARKING LOT UTILITY OPERATING FUND**  
**STATEMENT OF EXPENDITURES - REGULATORY BASIS**  
**YEAR ENDED DECEMBER 31, 2022**

	Appropriation		Expended By		Unexpended Balance Canceled
	Budget	Budget After Modification	Paid or Charged	Reserved	
Operating:					
Salaries and Wages	\$ 87,060.63	\$ 87,060.63	\$ 64,448.31	\$ 22,612.32	
Other Expenses	61,277.00	61,277.00	52,781.75	8,495.25	
Other Expenses - American Rescue Plan	85,000.00	85,000.00	85,000.00		
Debt Service:					
Payment of Bonds	35,000.00	35,000.00	35,000.00		
Interest on Bonds	2,100.00	2,100.00	1,954.17		\$ 145.83
Deferred Charges:					
Special Emergency Authorizations	85,000.00	85,000.00	85,000.00		
Statutory Expenditures:					
Contribution to:					
Public Employees' Retirement System	13,524.18	13,524.18	13,524.18		
Social Security System (O.A.S.I.)	6,700.00	6,700.00	4,930.30	1,769.70	
	<u>\$ 375,661.81</u>	<u>\$ 375,661.81</u>	<u>\$ 342,638.71</u>	<u>\$ 32,877.27</u>	<u>\$ 145.83</u>

Ref.

G

Cash Disbursed		\$ 251,500.27
Deferred Charges:		
Emergency Authorizations		85,000.00
Accrued Interest on Bonds		1,954.17
Encumbrances	G	4,184.27
		<u>\$ 342,638.71</u>

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

TOWNSHIP OF MORRIS  
COUNTY OF MORRIS  
2022  
PUBLIC ASSISTANCE FUND

**TOWNSHIP OF MORRIS**  
**PUBLIC ASSISTANCE FUND**  
**COMPARATIVE BALANCE SHEET - REGULATORY BASIS**

	<u>Ref.</u>	<u>December 31,</u>	
		<u>2022</u>	<u>2021</u>
<b><u>ASSETS</u></b>			
Cash and Cash Equivalents:			
Treasurer	H-1	<u>\$ 55,815.79</u>	<u>\$ 55,815.79</u>
<b>TOTAL ASSETS</b>		<b><u><u>\$ 55,815.79</u></u></b>	<b><u><u>\$ 55,815.79</u></u></b>
<b><u>RESERVES</u></b>			
Reserve for Public Assistance Expenditures		<u>\$ 55,815.79</u>	<u>\$ 55,815.79</u>
<b>TOTAL RESERVES</b>		<b><u><u>\$ 55,815.79</u></u></b>	<b><u><u>\$ 55,815.79</u></u></b>

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

TOWNSHIP OF MORRIS  
COUNTY OF MORRIS  
2022  
GENERAL FIXED ASSETS ACCOUNT GROUP

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

<u>ASSETS</u>	December 31,	
	2022	2021
Land	\$ 17,025,241.00	\$ 17,025,241.00
Land Improvements	2,747,140.00	2,747,140.00
Buildings and Improvements	24,022,858.66	23,669,361.30
Equipment	8,040,427.49	6,491,839.12
<b>TOTAL ASSETS</b>	<b>\$ 51,835,667.15</b>	<b>\$ 49,933,581.42</b>
<u>RESERVES</u>		
Investment in Fixed Assets	\$ 51,835,667.15	\$ 49,933,581.42
<b>TOTAL RESERVES</b>	<b>\$ 51,835,667.15</b>	<b>\$ 49,933,581.42</b>

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

TOWNSHIP OF MORRIS  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2022

Note 1: Summary of Significant Accounting Policies

A. Reporting Entity

Except as noted below, the financial statements of the Township of Morris include every board, body, officer or commission supported and maintained wholly or in part by funds appropriated by the Township of Morris, as required by N.J.S. 40A:5-5. Accordingly, the financial statements of the Township of Morris do not include the operations of the joint Municipal Library, Volunteer Fire and First Aid Squads.

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

B. Description of Funds

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

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

Trust Fund - Receipt, custodianship and disbursement of funds in accordance with the purpose for which each reserve was created.

Assessment Trust Fund - Resources and expenditures for payment of Assessment Trust Fund debt.

TOWNSHIP OF MORRIS  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2022  
(Continued)

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

B. Description of Funds (Cont'd)

General Capital Fund - 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 - Account for the operations and acquisition of capital facilities of the municipally owned sewer utility.

Swimming Pool Utility Operating and Capital Funds - Account for the operations and acquisition of capital facilities of the municipally owned swimming pool utility.

Parking Lot Utility Operating and Capital Funds - Account for the operations and acquisition of capital facilities of the municipally owned parking lot utility.

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

General Fixed Assets Account Group (Unaudited) - Estimated values of land, buildings and certain fixed assets of the Township as discussed in Note 1E - "Other significant accounting policies".

C. Basis of Accounting

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

The following is a summary of the significant accounting policies.

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

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

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

TOWNSHIP OF MORRIS  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2022  
(Continued)

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

C. Basis of Accounting (Cont'd)

Expenditures, if any, in excess of appropriations, appropriation reserves or ordinances become deferred charges which must be raised by future taxes. Outstanding encumbrances at December 31 are reported as a cash liability in the financial statements and constitute part of the statutory appropriation reserve balance. Appropriation reserves covering unexpended appropriation balances are automatically created at December 31 of each year and recorded as liabilities, except for amounts which may be cancelled by the governing body. Appropriation reserves are available, until lapsed at the close of the succeeding year, to meet specific claims, commitments or contracts incurred during the preceding fiscal year. Lapsed appropriation reserves are recorded as income.

Had the Township's financial statements been prepared under accounting principles generally accepted in the United States of America, encumbrances would not be considered as expenditures; appropriation reserves would not be recorded; revenue susceptible to accrual would have been reflected without offsetting reserves; Federal and State grants and assistance would be recognized when earned, not when awarded; inventories would not be reflected as expenditures at the time of purchase; fixed assets purchased by the Utility Capital Funds would be depreciated; investments would generally be stated at fair value; and the Township's net pension liability and related deferred inflows and outflows, where applicable, would be recorded.

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

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

- E. Other significant accounting policies include:

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

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

Investments - Investments are stated at cost.

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

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

TOWNSHIP OF MORRIS  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2022  
(Continued)

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

E. Other significant accounting policies include: (Cont'd)

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

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

Interfunds - Interfund receivables in the Current Fund are recorded with offsetting reserves which are created by charges to operations. Income is recognized in the year the receivables are liquidated. Interfund receivables in the other funds are not offset by reserves.

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

General Fixed Assets

General fixed assets are recorded at historical cost or estimated historical cost except for land which is recorded at the assessed value at the time the independent appraisal was completed. Infrastructure assets are not included in general fixed assets, as per state directive. Major renewals and betterments are charged to the asset accounts; maintenance and minor repairs and replacements, which do not improve or extend the lives of the respective assets, are expensed currently. Donated fixed assets are valued at their fair market value on the date donated. No depreciation has been provided on general fixed assets. The total value recorded for general fixed assets is offset by a "Investment in Fixed Assets." When properties are retired or otherwise disposed of, the asset and the reserve are adjusted accordingly.

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

Property and equipment purchased by the Utility Funds is recorded in the Utility Capital accounts at cost and are not adjusted for disposition and abandonment. The amounts shown do not purport to represent replacement costs or current value. Contributions in aid of construction are not capitalized. The balances in the Reserve for Amortization and Deferred Reserve for Amortization accounts in the Utility Capital Funds represent charges to operations for the costs of acquisitions of property, equipment and improvements. The utilities do not record depreciation on fixed assets.

TOWNSHIP OF MORRIS  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2022  
(Continued)

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

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

Note 2: Long-Term Debt

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

Summary of Municipal Debt

	December 31,		
	2022	2021	2020
<u>Issued:</u>			
General:			
Bonds	\$ 12,879,000.00	\$ 16,178,000.00	\$ 19,791,000.00
Sewer Utility:			
Bonds and Loans	8,414,380.61	9,244,118.65	10,276,856.69
Swimming Pool Utility:			
Bonds	1,620,000.00	1,990,000.00	2,350,000.00
Parking Lot Utility:			
Bonds	70,000.00	105,000.00	159,000.00
Total Issued	<u>22,983,380.61</u>	<u>27,517,118.65</u>	<u>32,576,856.69</u>
<u>Authorized but not Issued:</u>			
General:			
Bonds and Notes	7,141,381.56	5,144,956.00	2,532,456.00
Sewer Utility:			
Bonds and Notes	82,193.47	82,193.00	82,193.00
Swimming Pool Utility:			
Bonds and Notes	529,450.00	344,200.00	116,675.00
Total Authorized but not Issued	<u>7,753,025.03</u>	<u>5,571,349.00</u>	<u>2,731,324.00</u>
Total Bonds, Notes and Loans Issued and Authorized but not Issued	<u>\$ 30,736,405.64</u>	<u>\$ 33,088,467.65</u>	<u>\$ 35,308,180.69</u>

TOWNSHIP OF MORRIS  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2022  
(Continued)

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

Summary of Municipal Debt Issued and Outstanding - Current and Prior Years

	Balance 12/31/21	Additions	Matured	Balance 12/31/22
Serial Bonds:				
General Capital Fund	\$ 16,178,000.00		\$ 3,299,000.00	\$ 12,879,000.00
Sewer Utility	5,912,000.00		540,000.00	5,372,000.00
Swimming Pool Utility	1,990,000.00		370,000.00	1,620,000.00
Parking Lot Utility	105,000.00		35,000.00	70,000.00
Loans Payable:				
Sewer Utility - NJEIT	3,332,118.65		289,738.04	3,042,380.61
Total	<u>\$ 27,517,118.65</u>	<u>\$ -0-</u>	<u>\$ 4,533,738.04</u>	<u>\$ 22,983,380.61</u>
	Balance 12/31/20	Additions	Matured	Balance 12/31/21
Serial Bonds:				
General Capital Fund	\$ 19,791,000.00		\$ 3,613,000.00	\$ 16,178,000.00
Sewer Utility	6,660,000.00		748,000.00	5,912,000.00
Swimming Pool Utility	2,350,000.00		360,000.00	1,990,000.00
Parking Lot Utility	159,000.00		54,000.00	105,000.00
Loans Payable:				
Sewer Utility - NJEIT	3,616,856.69		284,738.04	3,332,118.65
Total	<u>\$ 32,576,856.69</u>	<u>\$ -0-</u>	<u>\$ 5,059,738.04</u>	<u>\$ 27,517,118.65</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 setting up the Annual Debt Statement and indicates a statutory net debt of .378%.

	Gross Debt	Deductions	Net Debt
Sewer Utility Debt	\$ 8,496,574.08	\$ 8,496,574.08	
Swimming Pool Utility Debt	2,149,450.00		\$ 2,149,450.00
Parking Lot Utility Debt	70,000.00	70,000.00	
General Debt	20,020,381.56		20,020,381.56
	<u>\$ 30,736,405.64</u>	<u>\$ 8,566,574.08</u>	<u>\$ 22,169,831.56</u>

TOWNSHIP OF MORRIS  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2022  
(Continued)

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

Summary of Statutory Debt Condition - Annual Debt Statement (Cont'd)

Net Debt: \$22,169,831 divided by Average Equalized Valuations of \$5,867,670,780 of Real Property = .378%.

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

3-1/2% Average Equalized Valuation of Real Property	\$ 205,368,477.20
Net Debt	<u>22,169,831.56</u>
Remaining Borrowing Power	<u><u>\$ 183,198,645.64</u></u>

Footnote: If there is an "excess in revenue", all such utility debt is deductible. If there is a "deficit", then utility debt is not deductible to the extent of 20 times such deficit amount.

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

The Township's debt issued and outstanding on December 31, 2022 is described as follows:

<u>Purpose</u>	<u>General Capital Serial Bonds</u>		<u>Interest Rate</u>	<u>Balance Dec. 31, 2022</u>
	<u>Maturities of Bonds Outstanding</u>			
	<u>Date</u>	<u>Amount</u>		
2014 General Obligation	10/15/23	\$1,600,000.00	2.00%	
	10/15/24	1,589,000.00	2.00%	\$ 3,189,000.00
2019 General Obligation	10/1/23	1,200,000.00	3.00%	
	10/1/24	1,250,000.00	3.00%	
	10/1/24	1,450,000.00	3.00%	
	10/1/26-28	1,445,000.00	3.00%	
	10/1/29	1,455,000.00	3.00%	<u>9,690,000.00</u>
				<u><u>\$12,879,000.00</u></u>

TOWNSHIP OF MORRIS  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2022  
(Continued)

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

<u>Sewer Capital Serial Bonds</u>				
<u>Purpose</u>	<u>Maturities of Bonds Outstanding</u>		<u>Interest Rate</u>	<u>Balance Dec. 31, 2022</u>
	<u>Date</u>	<u>Amount</u>		
2009 Sewer Improvements	09/01/23-25	\$ 300,000.00	3.50%	\$ 2,100,000.00
	09/01/26-27	300,000.00	3.625%	
	09/01/28-29	300,000.00	3.75%	
2014 Sewer Improvements	10/15/23	250,000.00	2.00%	3,272,000.00
	10/15/24	260,000.00	2.00%	
	10/15/25	260,000.00	2.25%	
	10/15/26	270,000.00	2.375%	
	10/15/27-33	280,000.00	3.00%	
	10/15/34	272,000.00	3.00%	
				<u>\$ 5,372,000.00</u>
<u>Sewer Capital NJEIT Loans</u>				
<u>Purpose</u>	<u>Type</u>	<u>Final Maturity Date</u>	<u>Interest Rate</u>	<u>Balance Dec. 31, 2022</u>
Sewer Improvements	Trust Loan	08/01/32	3.00 %-5.00%	\$ 845,000.00
	Fund Loan	08/01/32	N/A	2,197,380.61
				<u>\$ 3,042,380.61</u>
<u>Swimming Pool Capital Serial Bonds</u>				
<u>Purpose</u>	<u>Maturities of Bonds Outstanding</u>		<u>Interest Rate</u>	<u>Balance Dec. 31, 2022</u>
	<u>Date</u>	<u>Amount</u>		
Swimming Pool Improvements	10/15/23	\$ 390,000.00	2.00%	\$ 1,620,000.00
	10/15/24	400,000.00	2.00%	
	10/15/25	410,000.00	2.25%	
	10/15/26	420,000.00	2.375%	
				<u>\$ 1,620,000.00</u>
<u>Parking Lot Capital Serial Bonds</u>				
<u>Purpose</u>	<u>Maturities of Bonds Outstanding</u>		<u>Interest Rate</u>	<u>Balance Dec. 31, 2022</u>
	<u>Date</u>	<u>Amount</u>		
Parking Lot Improvements	10/15/23-24	\$ 35,000.00	2.00%	\$ 70,000.00
				<u>\$ 70,000.00</u>
Total Debt Issued and Outstanding				<u>\$ 22,983,380.61</u>

TOWNSHIP OF MORRIS  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2022  
(Continued)

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

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

Calendar Year	General Capital		Sewer Utility Capital		Swimming Pool Capital	
	Principal	Interest	Principal	Interest	Principal	Interest
2023	\$ 2,800,000	\$ 354,480	\$ 839,738	\$ 193,423	\$ 390,000	\$ 35,000
2024	2,839,000	286,480	854,738	174,423	400,000	27,200
2025	1,450,000	217,200	859,738	154,973	410,000	19,200
2026	1,445,000	173,700	869,738	136,223	420,000	9,975
2027	1,445,000	130,350	884,738	116,535		
Thereafter:						
2028-2032	2,900,000	130,650	3,553,691	284,250		
2033-2034			552,000	24,720		
Total	\$ 12,879,000	\$ 1,292,860	\$ 8,414,381	\$ 1,084,547	\$ 1,620,000	\$ 91,375

Calendar Year	Parking Lot Capital		Total
	Principal	Interest	
2023	\$ 35,000	\$ 1,400	\$ 4,649,041
2024	35,000	700	4,617,541
2025			3,111,111
2026			3,054,636
2027			2,576,623
Thereafter:			
2028-2032			6,868,591
2033-2034			576,720
Total	\$ 70,000	\$ 2,100	\$ 25,454,263

NJ Environmental Infrastructure Trust (NJEIT) Loans

On January 16, 2013, the Township of Morris entered into NJ Environmental Infrastructure Financing Program loan agreements with the State of New Jersey, acting by and through the NJ Department of Environmental Protection. The Fund loan portion is \$4,321,515 and the Trust loan portion is \$1,440,505. The aggregate amount of \$5,762,020 represents direct obligations of the Township. The loan proceeds were obtained to finance a portion of the cost of the Woodland Sewer Treatment Plant upgrades project.

TOWNSHIP OF MORRIS  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2022  
(Continued)

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

NJ Environmental Infrastructure Trust (NJEIT) Loans (Cont'd)

At December 31, 2022, the Township had borrowed or "drawn down" the required amount for the project. Principal payments to the Fund are on a semiannual basis over 20 years at zero interest. Principal payments to the Trust are on a semiannual basis over 20 years at 3.00%-5.00% interest. It is expected that interest will be paid from trust bond proceeds on deposit in the capitalized interest account (as defined in the bond resolution), and earnings on the debt service reserve fund (as defined in the bond resolution) will be transferred to such capitalized interest account. The Township will nonetheless be responsible for all such interest payments to the extent such trust bond proceeds and interest earnings are not available from the capitalized interest account. Also, an annual administrative fee of up to one percent (1.0%) of the initial principal amount of the loan or such lesser amount, if any, as may be authorized by any act of the NJ State Legislature and as the State may approve from time to time is payable on this loan.

Note 3: Fund Balances Appropriated

Fund balances at December 31, 2022 which are appropriated and included in the 2023 adopted budget as anticipated revenue in their own respective funds for the year ending December 31, 2023 are as follows:

Current Fund	\$ 6,000,000.00
Sewer Utility Operating Fund	2,717,775.00
Parking Lot Utility Operating Fund	203,724.00
General Capital Fund Surplus Anticipated in Current Operating Budget	50,000.00
Utility Operating Fund Surplus Anticipated in Current Operating Budget:	
Sewer	250,000.00
Parking Lot	50,000.00

Note 4: Regional School District Taxes

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

The Township of Morris has elected not to defer school taxes.

TOWNSHIP OF MORRIS  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2022  
(Continued)

Note 5: Deferred Charges to be Raised in Succeeding Years

Certain expenditures are required to be deferred to budgets of the succeeding years. At December 31, 2022, the following deferred charges are shown on the balance sheet of the following fund:

	Balance Dec. 31, 2021	2022 Budget Appropriation	Balance Deferred to Succeeding Years' Budgets
Swimming Pool Utility Operating Fund:			
Emergency Appropriation - (N.J.S.A. 40A:4-47)	\$ 435,995.85	\$ 218,000.00	\$ 217,995.85
Parking Lot Utility Operating Fund:			
Emergency Appropriation - (N.J.S.A. 40A:4-47)	\$ 193,962.74	\$ 85,000.00	\$ 108,962.74

The 2023 Budget Appropriation is not less than that required by statute.

Note 6: Pension Plans

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

A. Public Employees’ Retirement System (PERS)

Plan Description

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

Benefits Provided

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

TOWNSHIP OF MORRIS  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2022  
(Continued)

Note 6: Pension Plans (Cont'd)

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

Benefits Provided (Cont'd)

The following represents the membership tiers for PERS:

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

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

Contributions

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

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

Township contributions to PERS amounted to \$1,352,418 for 2022. During the fiscal year ended June 30, 2022, the State of New Jersey contributed \$37,647 to the PERS for normal pension benefits on behalf of the Township.

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

TOWNSHIP OF MORRIS  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2022  
(Continued)

Note 6: Pension Plans (Cont'd)

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

Special Funding Situation

A special funding situation exists for certain local employers of the PERS. The State of New Jersey, as a nonemployer, is required to pay the additional costs incurred by local employers Chapter 133, P.L. 2001. The special funding situation for Chapter 133, P.L. 2001 is due to the State paying the additional normal cost related to benefit improvements from Chapter 133. Previously, this additional normal cost was paid from the Benefit Enhancement Fund (BEF). As of June 30, 2022, there is no net pension liability associated with this special funding situation and there was no accumulated difference between the annual additional normal cost under the special funding situation and the actual State contribution through the valuation date. The State special funding situation for the fiscal year ending June 30, 2022, is the actuarially determined contribution amount that the State owes for the fiscal year ending June 30, 2022. The pension expense is deemed to be a State administrative expense due to the special funding situation.

Pension Liabilities and Pension Expense

At June 30, 2022, the Township's liability was \$17,892,725 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2021 which was rolled forward to June 30, 2022. The Township's proportion of the net pension liability was based on a projection of the Township's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined. At June 30, 2022, the Township's proportion was .119%, which was an increase of 0.003% from its proportion measured as of June 30, 2021. The Township has rolled forward the net pension liability as of June 30, 2021 with no adjustments. The State of New Jersey Public Employees' Retirement System (PERS)' valuation cycle is July 1 instead of December 31. The roll forward methodology puts them a year in arrears in terms of valuation.

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

For the year ended December 31, 2022, the Township recognized actual pension expense in the amount of \$1,352,418.

Actuarial Assumptions

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

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

TOWNSHIP OF MORRIS  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2022  
(Continued)

Note 6: Pension Plans (Cont'd)

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

Actuarial Assumptions (Cont'd)

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

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

Long Term Expected Rate of Return

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

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

TOWNSHIP OF MORRIS  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2022  
(Continued)

Note 6: Pension Plans (Cont'd)

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

Discount Rate

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

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

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

	June 30, 2022		
	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Township's proportionate share of the Net Pension Liability	\$ 22,986,910	\$ 17,892,725	\$ 13,557,368

Pension Plan Fiduciary Net Position

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

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

Plan Description

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

TOWNSHIP OF MORRIS  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2022  
(Continued)

Note 6: Pension Plans (Cont'd)

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

Benefits Provided

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

The following represents the membership tiers for PFRS:

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

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

Contributions

The contribution policy for PFRS is set by N.J.S.A. 43:16A and requires contributions by active members and contributing members. State legislation has modified the amount that is contributed by the State. The State's contribution amount is based on an actuarially determined rate, which includes the normal costs and unfunded accrued liability. For fiscal year 2021, the State contributed an amount less than the actuarially determined amount.

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

Special Funding Situation

Under N.J.S.A. 43:16A-15, local participating employers are responsible for their own contributions based on actuarially determined amounts, except where legislation was passed which legally obligated the State if certain circumstances occurred. The legislation, which legally obligates the State, is as follows: Chapter 8, P.L. 2000, Chapter 318, P.L. 2001, Chapter 86, P.L. 2001, Chapter 511, P.L. 1991, Chapter 109, P.L. 1979, Chapter 247, P.L. 1993 and Chapter 201, P.L. 2001. The amounts contributed on behalf of the local participating employers under this legislation are considered to be a special

TOWNSHIP OF MORRIS  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2022  
(Continued)

Note 6: Pension Plans (Cont'd)

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

Special Funding Situation (Cont'd)

funding situation as defined by GASB Statement No. 68 and the State is treated as a nonemployer contributing entity. Since the local participating employers do not contribute under this legislation directly to the plan (except for employer specified financed amounts), there is no net pension liability or deferred outflows or inflows to report in the financial statements of the local participating employers related to this legislation. However, the notes to the financial statements of the local participating employers must disclose the portion of the nonemployer contributing entities' total proportionate share of the collective net pension liability that is associated with the local participating employer.

Township contributions to PFRS amounted to \$1,943,199 for the year ended December 31, 2022. During the fiscal year ended June 30, 2021, the State of New Jersey contributed \$297,745 to the PFRS for normal pension benefits on behalf of the Township, which is less than the contractually required contribution of \$381,724.

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

Pension Liabilities and Pension Expense

At June 30, 2021, the Township's liability for its proportionate share of the net pension liability was \$12,186,677. The net pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2020 which was rolled forward to June 30, 2021. The Township's proportion of the net pension liability was based on a projection of the Township's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined. At June 30, 2021, the Township's proportion was .1668%, which was an increase of .0018% from its proportion measured as of June 30, 2020. The Township has rolled forward the net pension liability as of June 30, 2021 with no adjustments. The State of New Jersey Police and Firemen's Retirement System (PFRS)' valuation cycle is July 1 instead of December 31. The roll forward methodology puts them a year in arrears in terms of valuation. The Division of Local Government Services, Department of Community Affairs, State of New Jersey is permitting municipalities and counties to include the June 30, 2021 information in the Notes to the Financial Statements as the June 30, 2022 information has not been released as of the date of this audit.

Additionally, the State's proportionate share of the net pension liability attributable to the Township is \$3,427,500 as of June 30, 2021. The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2020 which was rolled forward to June 30, 2021. The State's proportionate share of the net pension liability associated with the Township was based on a projection of the Township's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined. At June 30, 2021, the State's proportion was .1668%, which was an increase of .0018% from its proportion measured as of June 30, 2020 which is the same proportion as the Township's.

TOWNSHIP OF MORRIS  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2022  
(Continued)

Note 6: Pension Plans (Cont'd)

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

Pension Liabilities and Pension Expense (Cont'd)

Township's Proportionate Share of the Net Pension Liability	\$ 12,186,677
State's Proportionate Share of the Net Pension Liability Associated with the Township	<u>3,427,500</u>
Total Net Pension Liability	<u>\$ 15,614,177</u>

For the year ended December 31, 2022, the Township recognized total pension expense of \$1,943,199.

Actuarial Assumptions

The total pension liability for the June 30, 2021 measurement date was determined by an actuarial valuation as of July 1, 2020 which was rolled forward to June 30, 2021. This actuarial valuation used the following actuarial assumptions:

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

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

The actuarial assumptions used in the July 1, 2020 valuation were based on the results of an actuarial experience study for the period July 1, 2013 to June 30, 2018.

Long Term Expected Rate of Return

In accordance with State statute, the long-term expected rate of return on pension plan investments (7.00% at June 30, 2021) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the Board of Trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in PFRS’ target asset allocation as of June 30, 2021 are summarized in the following table:

TOWNSHIP OF MORRIS  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2022  
(Continued)

Note 6: Pension Plans (Cont'd)

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

Long Term Expected Rate of Return (Cont'd)

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
U.S. Equity	27.00%	8.09%
Non-U.S. Developed Market Equity	13.50%	8.71%
Emerging Markets Equity	5.50%	10.96%
Private Equity	13.00%	11.30%
Real Assets	3.00%	7.40%
Real Estate	8.00%	9.15%
High Yield	2.00%	3.75%
Private Credit	8.00%	7.60%
Investment Grade Credit	8.00%	1.68%
Cash Equivalents	4.00%	0.50%
U.S. Treasuries	5.00%	0.95%
Risk Mitigation Strategies	3.00%	3.35%

Discount Rate – PFRS

The discount rate used to measure the total pension liability was 7.00% as of June 30, 2021. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers and the nonemployer contributing entity will be based upon 100% of the actuarially determined contributions for the State employer and 100% of actuarially determined contributions for the local employers. Based on those assumptions, the plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all projected benefit payments to determine the total pension liability

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

The following presents the total net pension liability (including the State’s proportionate share of the net pension liability attributable to the Township) as of June 30, 2021 calculated using the discount rate as disclosed above, as well as what the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

TOWNSHIP OF MORRIS  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2022  
(Continued)

Note 6: Pension Plans (Cont'd)

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

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

	June 30, 2021		
	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Township's proportionate share of the Net Pension Liability and the State's proportionate share of the Net Pension Liability associated with the Township	\$ 23,709,640	\$ 15,614,177	\$ 8,875,579

Pension Plan Fiduciary Net Position - PFRS

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

C. Defined Contribution Retirement Program (DCRP)

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

The State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, issues publicly available financial reports that include the financial statements and required supplementary information of the DCRP. The financial reports may be obtained by writing to the State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, PO Box 295, Trenton, New Jersey, 08625-0295.

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

For DCRP, the Township recognized pension expense of \$4,000.00 for the year ended December 31, 2022. Employee contributions to DCRP amounted to \$7,088.66 for the year ended December 31, 2022.

TOWNSHIP OF MORRIS  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2022  
(Continued)

Note 7: Accrued Sick Benefits

Municipal employees are permitted to accrue unused sick time of which 40%, up to a maximum of 100 days, may be taken as time off or paid upon retirement at the employee's current rate of compensation upon such termination. It is estimated that the current cost of such unpaid compensation would approximate \$1,121,153. This amount is not reported either as an expenditure or liability. However, it is expected that the cost of such unpaid compensation will be included in the Township's budget operating expenditures in the year in which it is used.

The above amount is partially funded by the Reserve for Accumulated Absences of \$212,603.26 on the Other Trust Funds balance sheet at December 31, 2022.

Note 8: Deferred Compensation Plan

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

Note 9: Selected Tax Information

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

Comparative Schedule of Tax Rate Information

	<u>2022</u>	<u>2021</u>	<u>2020</u>
<u>Tax Rate</u>	\$ 1.953	\$ 1.912	\$ 1.862
<u>Apportionment of Tax Rate</u>			
Municipal	0.035	0.467	0.454
Municipal Open Space	0.011	0.002	0.002
Local School District	0.440		
County	0.278	0.279	0.278
Regional School District	1.189	1.164	1.128
<u>Assessed Valuations</u>			
2022	<u>\$ 5,426,750,138</u>		
2021		<u>\$ 5,402,534,838</u>	
2020			<u>\$ 5,395,254,038</u>

TOWNSHIP OF MORRIS  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2022  
(Continued)

Note 9: Selected Tax Information (Cont'd)

Comparison of Tax Levies and Collections Currently

A study of this tabulation could indicate a possible trend in future tax levies. A decrease in the percentage of current collection could be an indication of a probable increase in future tax levies.

<u>Year</u>	<u>Tax Levy</u>	<u>Currently</u>	
		<u>Cash Collections</u>	<u>Percentage of Collection</u>
2022	\$ 106,117,533	\$ 105,142,400	99.08%
2021	103,768,283	103,135,550	99.39%
2020	100,959,576	100,290,401	99.33%

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

Note 10: Cash and Cash Equivalents and Investments

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

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

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

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

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

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

Deposits

New Jersey statutes permit the deposit of public funds in institutions located in New Jersey, which are insured by the Federal Deposit Insurance Corporation (FDIC) or by any other agencies of the United States that insure deposits or the State of New Jersey Cash Management Fund.

TOWNSHIP OF MORRIS  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2022  
(Continued)

Note 10: Cash and Cash Equivalents and Investments (Cont'd)

Deposits (Cont'd)

New Jersey statutes require public depositories to maintain collateral for deposits of public funds that exceed insurance limits as noted in the section of this note on investments.

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

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

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

Investments

New Jersey statutes permit the Township to purchase the following types of securities:

- (1) Bonds or other obligations of the United States of America or obligations guaranteed by the United States of America;
- (2) Government money market mutual funds;
- (3) Any obligation that a federal agency or a federal instrumentality has issued in accordance with an act of Congress, which security has a maturity date not greater than 397 days from the date of purchase, provided that such obligation bears a fixed rate of interest not dependent on any index or other external factor;
- (4) Bonds or other obligations of the local unit or bonds or other obligations of school districts of which the local unit is a part or within which the school district is located;
- (5) Bonds or other obligations, having a maturity date not more than 397 days from the date of purchase, issued by New Jersey school districts, municipalities, counties, and entities subject to the "Local Authorities Fiscal Control Law" P.L. 1983, c. 313 (C.40A:5A-1 et seq.). Other bonds or obligations having a maturity date not more than 397 days from the date of purchase may be approved by the Division of Local Government Services in the Department of Community Affairs for investment by local units;
- (6) Local government investment pools;
- (7) Deposits with the State of New Jersey Cash Management Fund established pursuant to section 1 of P.L. 1977, c.281 (C.52:18A-90.4); or

New Jersey statutes permit the Township to purchase the following types of securities (Cont'd):

- (8) Agreements for the repurchase of fully collateralized securities if:
  - (a) the underlying securities are permitted investments pursuant to paragraphs (1) and (3) of this subsection a. or are bonds or other obligations, having a maturity date not more than 397 days from the date of purchase, issued by New Jersey school districts, municipalities, counties and entities subject to the "Local Authorities Fiscal Control Law", P.L. 1983 c.313 (C.40A:5A-1 et seq.);

TOWNSHIP OF MORRIS  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2022  
(Continued)

Note 10: Cash and Cash Equivalents and Investments (Cont'd)

Investments (Cont'd)

- (b) the custody of collateral is transferred to a third party;
- (c) the maturity of the agreement is not more than 30 days;
- (d) the underlying securities are purchased through a public depository as defined in section 1 of P.L. 1970, c.236 (C.17:9-41); and
- (e) a master repurchase agreement providing for the custody and security of collateral is executed.

As of December 31, 2022, cash and cash equivalents and investments of the Township of Morris consisted of the following:

<u>Fund</u>	<u>Cash on Hand</u>	<u>Checking Accounts</u>	<u>Investments</u>	<u>Total</u>
Current	\$ 700.00	\$ 9,630,370.57	\$ 12,000,000.00	\$ 21,631,070.57
Assessment Trust		0.94		0.94
Animal Control		15,364.75		15,364.75
Other Trust		7,460,010.50		7,460,010.50
General Capital		1,965,526.62		1,965,526.62
Utilities:				
Sewer Operating		5,000,385.33		5,000,385.33
Sewer Capital		7,792,514.31	2,000,000.00	9,792,514.31
Swimming Pool Operating		67,782.80		67,782.80
Swimming Pool Capital		237,312.29		237,312.29
Parking Lot Operating		429,535.77		429,535.77
Parking Lot Capital		237,774.65		237,774.65
Public Assistance		55,815.79		55,815.79
	<u>\$ 700.00</u>	<u>\$ 32,892,394.32</u>	<u>\$ 14,000,000.00</u>	<u>\$ 46,893,094.32</u>

During the period ended December 31, 2022, the Township did not hold any investments other than certificates of deposit. The carrying amount of the Township's cash and cash equivalents and investments at December 31, 2022, was \$46,893,094.32 and the bank balance was \$48,505,354.02.

TOWNSHIP OF MORRIS  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2022  
(Continued)

Note 11: Interfund Receivables and Payables

The following interfund balances remained on the balance sheet at December 31, 2022:

<u>Fund</u>	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
Current	\$ 8,182.95	\$ 3,350,132.67
Federal and State Grant	2,021,695.11	
Assessment Trust Fund		6,355.43
Other Trust	1,337,200.00	8,840.05
General Capital Fund	6,354.49	
Sewer Utility Operating	200,000.00	
Swimming Pool Utility Operating		208,104.40
	<u>\$ 3,573,432.55</u>	<u>\$ 3,573,432.55</u>

The Current Fund interfund receivable of \$8,182.95 is comprised of a \$8,104.40 interfund advance in excess of the actual deficit due from the Swimming Pool Utility Operating Fund, interest earnings of \$.94 due from the Assessment Trust Fund, and interest earnings of \$77.61 due from the Other Trust Funds. The Current Fund interfund payable is comprised of \$2,021,695.11 due to the Federal and State Grant Fund as a result of on-behalf grant receipt and disbursement activity and \$1,337,200.00 due to the Other Trust Funds for premiums on tax sale certificates. The General Capital Fund interfund receivable of \$6,354.49 represents assessments receivable due from the Assessment Trust Fund for local improvements. The Sewer Utility Operating Fund interfund receivable of \$200,000.00 represents prior year interfund.

Interest earned in the Capital Funds, General and Utility, was realized as revenue in the Current and Utility Operating Funds, respectively.

Note 12: Risk Management

The Township is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. Health benefits are provided to employees through the State of New Jersey Health Benefits Plan.

Property and Liability

The Township of Morris is a member of the Garden State Municipal Joint Insurance Fund (the "Fund"). The Fund is both an insured and self-administered group of municipalities established for the purpose of providing insurance for general liability, property and workers' compensation.

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

TOWNSHIP OF MORRIS  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2022  
(Continued)

Note 12: Risk Management (Cont'd)

Property and Liability (Cont'd)

The Fund can declare and distribute dividends to members upon approval of the State of New Jersey Department of Banking and Insurance. These distributions are divided amongst the members in the same ratio as their individual assessment relates to the total assessment of the membership body. The members may either receive payment or offset their subsequent year assessments with their respective share of the distribution.

The December 31, 2022 audit report of the Garden State Municipal Joint Insurance Fund is not filed as of the date of this audit. Selected financial information for the Fund as of December 31, 2021 is as follows:

Total Assets	\$ 67,014,327
Net Position	\$ 369,628
Total Revenue	\$ 35,838,488
Total Expenses	\$ 35,819,772
Members Dividends	\$ -0-
Change in Net Position	\$ 18,716

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

Garden State Municipal Joint Insurance Fund  
900 Route 9 North, Suite 503  
Woodbridge, NJ 07095  
(800) 446-7647, Ext. 251

New Jersey Unemployment Compensation Insurance

The Township has elected to fund its New Jersey Unemployment Compensation Insurance under the “Benefit Reimbursement Method”. Under this plan, the Township is required to reimburse the New Jersey Unemployment Trust Fund for benefits paid to its former employees and charged to its account with the State. The Township is billed quarterly for amounts due to the State. The following is a summary of Township and employee contributions, interest earned and reimbursements to the State for benefits paid and the ending balance of the Township’s expendable trust fund for the current and previous two years:

<u>Year</u>	<u>Township Contributions</u>	<u>Employee Contributions</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2022	\$ -0-	\$ 21,809.90	\$ 6,624.54	\$ 336,564.47
2021	-0-	23,372.66	7,704.73	321,379.11
2020	-0-	22,010.13	15,849.61	305,711.18

TOWNSHIP OF MORRIS  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2022  
 (Continued)

Note 13: Open Space Trust Fund

The Township created an Open Space Trust Fund with a tax levy of \$.02 per \$100 of assessed valuation in 1993. The funds collected are used to acquire and maintain open space property in the Township. To date, \$9,060,019.22 has been collected in taxes and the balances in the Open Space Trust Fund at December 31, 2022 and 2021 were \$2,137,470.50 and \$1,838,485.73, respectively.

Note 14: Economic Dependency

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

Note 15: Fixed Assets

The following schedule is a summarization of general fixed assets for the year ended December 31, 2022.

	Balance Dec. 31, 2021	Additions	Disposals	Balance Dec. 31, 2022
Land	\$ 17,025,241.00			\$ 17,025,241.00
Land Improvements	2,747,140.00			2,747,140.00
Buildings and Improvements	23,669,361.30	\$ 353,497.36		24,022,858.66
Equipment	6,491,839.12	1,876,364.87	\$ 327,776.50	8,040,427.49
	\$ 49,933,581.42	\$ 2,229,862.23	\$ 327,776.50	\$ 51,835,667.15

Note 16: Contingent Liabilities

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

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

Various tax appeals on assessed valuations have been filed against the Township and are awaiting tax court decisions. The ultimate outcome and effect of such appeals have not been determined; however, the Township Tax Assessor will aggressively defend the Township's assessments. The Township has established a reserve, which it feels is sufficient, for this contingency in the amount of \$1,241,604.59.

TOWNSHIP OF MORRIS  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2022  
(Continued)

Note 17: Postemployment Benefits Other Than Pensions (OPEB)

State Health Benefit Local Government Retired Employees Plan

General Information about the OPEB Plan

The State Health Benefit Local Government Retired Employees Plan (the Plan) is a cost sharing multiple employer defined benefit other postemployment benefit (OPEB) plan with a special funding situation. It covers employees of local government employers that have adopted a resolution to participate in the Plan. 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>.

Benefits Provided

The Plan provides medical and prescription drug coverage to retirees and their covered dependents of the participating employers. Under the provisions of Chapter 88, P.L. 1974 and Chapter 48, P.L. 1999, local government employers electing to provide 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.

Contributions

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

TOWNSHIP OF MORRIS  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2022  
(Continued)

Note 17: Postemployment Benefits Other Than Pensions (OPEB) (Cont'd)

State Health Benefit Local Government Retired Employees Plan (Cont'd)

Special Funding Situation

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

Therefore, these employers are considered to be in a special funding situation as defined by GASB Statement No. 75 and the State is treated as a nonemployer contributing entity. For New Jersey local governments who report under the regulatory basis of accounting, the net OPEB liability and related deferred inflows are not recorded in the financial statements and there is only note disclosure of this information. 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.

Allocation Methodology

GASB Statement No. 75 requires participating employers in the Plan to recognize their proportionate share of the collective net OPEB liability, collective deferred outflows of resources, collective deferred inflows of resources, and collective OPEB (benefit)/expense. The special funding situation's and nonspecial funding situation's net OPEB liability, deferred outflows of resources, deferred inflows of resources, and OPEB expense/(benefit) are based on separately calculated total OPEB liabilities. The nonspecial funding situation's net OPEB liability, deferred outflows of resources, deferred inflows of resources, and OPEB expense/(benefit) are further allocated to employers based on the ratio of the plan members of an individual employer to the total members of the Plan's nonspecial funding situation during the measurement period July 1, 2020 through June 30, 2021. Employer and nonemployer allocation percentages were rounded for presentation purposes; therefore, amounts presented in the schedule of OPEB amounts by employer and nonemployer may result in immaterial differences.

OPEB Expense Related to OPEB

The Township has rolled forward the net OPEB liability as of June 30, 2021 with no adjustments. The Division of Local Government Services, Department of Community Affairs, State of New Jersey, is permitting municipalities and counties to include the June 30, 2021 OPEB information in the Notes to the Financial Statements as the June 30, 2022 information has not been released as of the date of this report.

TOWNSHIP OF MORRIS  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2022  
(Continued)

Note 17: Postemployment Benefits Other Than Pensions (OPEB) (Cont'd)

State Health Benefit Local Government Retired Employees Plan (Cont'd)

OPEB Expense Related to OPEB (Cont'd)

The State's proportionate share of the net OPEB liability attributable to the Township at June 30, 2021 was \$27,803,476. At June 30, 2021, the State's proportion related to the Township was 0.720044%. This is the percentage of the total State Share of the net OPEB liability of the Plan.

For the year ended June 30, 2021, the State of New Jersey's OPEB benefit related to the Township was \$3,793,888.

Actuarial Assumptions and Other Inputs

The actuarial assumptions vary for each plan member depending on the pension plan the member is enrolled in. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement.

Inflation Rate	2.50%
Salary Increases*:	
Public Employees' Retirement System (PERS)	
Initial fiscal year applied	
Rate through 2026	2.00% - 6.00%
Rate thereafter	3.00% to 7.00%
Police and Firemen's Retirement System (PFRS)	
Rate for all future years	3.25% to 15.25%

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

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

Actuarial assumptions used in the June 30, 2020 valuation were based on the results of the PFRS and PERS experience studies prepared for July 1, 2013 to June 30, 2018 and July 1, 2014 – June 30, 2018, respectively.

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

TOWNSHIP OF MORRIS  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2022  
 (Continued)

Note 17: Postemployment Benefits Other Than Pensions (OPEB) (Cont'd)

State Health Benefit Local Government Retired Employees Plan (Cont'd)

Health Care Trend Assumptions

For pre-Medicare medical benefits, the trend rate is initially is 5.65% for fiscal year 2021 and decreases to a 4.5% long term trend rate after seven years. For PPO post 65 medical benefits, the trend rate is initially 13.08% and decreases to a 4.5% long term trend rate starting with fiscal year 2032 and later. For HMO Post 65 medical benefits, the trend rate is initially 13.76% and decreases to a 4.50% long term trend rate starting with fiscal year 2032 and later. For prescription drug benefits, the initial trend rate is 6.75% for fiscal year 2021 and decreases to a 4.5% long term rate after seven years.

Discount Rate

The discount rate for June 30, 2021 was 2.16%. This represents the municipal bond 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 18: Tax Abatements

As of December 31, 2022, the Township provides a tax abatement to The Collection, a luxury townhome community (the "Property") pursuant to the authority contained in the Redevelopment and Housing Law (N.J.S.A. 40A:12A-1) (the "Law") and agreements dated November 8, 2017 and amended on October 17, 2018. As of 12/31/2022, all 143 townhome units have been sold. In consideration of the full abatement of taxes, the entity is required to pay to the Township an annual service charge and an annual administrative fee. The annual service charge will be calculated in five stages. In 2022, the annual service charge was in stage one, which is 15% of the annual gross revenue. The annual administrative fee is 2% of the annual service charge. The Property shall be exempt from land taxes. The tax abatement provided under the agreement shall be terminated upon the 35th anniversary of the effective date, the 30th anniversary of the annual service charge commencement date or such other date pursuant to the terms hereof or pursuant to applicable Law, whichever is earlier.

The Township shall remit to the County of Morris 5% of the annual service charge received each year.

The Township recognized revenue in the amount of \$1,068,319.67 from this payment in lieu of taxes which is recorded as an anticipated miscellaneous revenue in the Current Fund. The taxes which would have been paid on this property for 2022 without the abatement would have been \$175,387 of which \$43,645 would have been for the local municipal tax, minimum library tax and municipal open space tax.

TOWNSHIP OF MORRIS

SUPPLEMENTARY DATA

**TOWNSHIP OF MORRIS**  
**OFFICIALS IN OFFICE AND SURETY BONDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2022**

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

Name		Amount of Bond
Mark J. Gyorfy	Mayor/Committeeman	
Catherine J. Wilson	Deputy Mayor/Committeewoman	
Peter V. Mancusco	Committeeman	
Tara Olivio-Moore	Committeewoman	
William Ravitz	Committeewoman	
Timothy F. Quinn	Township Administrator	(B)
Danielle Lewis	Township Clerk	(B)
Rebecca M. Roth	Tax Collector; Sewer Utility Collector; Tax Search Officer	(A)
Kathryn Viarengo	Tax Assessor	(B)
Francine DeAngelis	Director of Finance; Chief Financial Officer; Treasurer	(A)
Karen J. Carman	Purchasing Agent	(B)
Jarrid Kantor	Township Attorney	
Matthew R. Petracca	Municipal Prosecutor	
Albert Mastrobattista	Construction Code Official	(B)
James R. Slate	Engineer	(B)

(A) Surety bond coverage is provided as follows:

Garden State Municipal Joint Insurance Fund - \$50,000 Basic coverage

Municipal Excess Liability Joint Insurance Fund - \$950,000 Excess coverage

(B) All employees, who are not specifically bonded, are covered under \$50,000 and \$950,000 Faithful Performance Bonds provided by Garden State Municipal Joint Insurance Fund and the Municipal Excess Liability Joint Insurance Fund, respectively.

TOWNSHIP OF MORRIS  
COUNTY OF MORRIS  
2022  
CURRENT FUND

**TOWNSHIP OF MORRIS**  
**CURRENT FUND**  
**SCHEDULE OF CASH AND INVESTMENTS**

	<u>Ref.</u>	
Balance December 31, 2021	A	\$ 20,466,031.36
Increased by Receipts:		
Tax Collector	\$ 107,035,417.12	
Revenue Accounts Receivable	7,253,024.81	
Miscellaneous Revenue Not Anticipated	838,214.11	
Petty Cash Returned	1,200.00	
Interest on Investments and Deposits	81,399.79	
Reserve for Municipal Relief Fund Aid	171,094.46	
Due Federal and State Grant Fund:		
Current Year Grants Receivable	768,977.36	
Unappropriated Grant Funds Received	247,039.35	
Due Assessment Trust Fund - Interfund Returned	1.50	
Due Other Trust Funds - Interfund Returned	26.96	
Due State of New Jersey:		
Senior Citizens' and Veterans' Deductions	104,299.31	
County PILOT Taxes Payable	59,047.28	
Appropriation Refunds	786,171.57	
	117,345,913.62	117,345,913.62
		137,811,944.98
Decreased by Disbursements:		
2022 Appropriation Expenditures	33,409,808.18	
2021 Appropriation Reserve Expenditures	1,079,073.47	
Petty Cash Advanced	1,200.00	
Regional School District Taxes	64,513,478.00	
County Taxes	15,143,996.41	
County PILOT Taxes Payable	31,091.03	
Other Encumbrances	14,879.14	
Due Federal and State Grant Fund:		
Current Year Expenditures	255,092.27	
Prior Year Encumbrances	24,750.00	
Due Other Trust Funds:		
Municipal Open Space Tax Levy	543,412.22	
Premium on Tax Sale Certificates Refunded	452,800.00	
Due Federal and State Grant Fund:		
Interfund Advanced	8,762.44	
Due Swimming Pool Utility Operating Fund:		
Interfund Returned	2,829.99	
Interfund Advanced	8,104.40	
Third Party Tax Title Lien Redemptions	191,507.04	
Reserve for Pending Tax Appeals	456,244.28	
Refund of:		
Tax Overpayments	40,886.71	
Prior Year Revenue - Other	2,781.83	
Current Year Revenue:		
Uniform Construction Code Fees	877.00	
	116,181,574.41	116,181,574.41
Balance December 31, 2022	A	\$ 21,630,370.57

**TOWNSHIP OF MORRIS**  
**CURRENT FUND**  
**SCHEDULE OF CASH - COLLECTOR**  
**YEAR ENDED DECEMBER 31, 2022**

Increased by Receipts:

Taxes Receivable	\$ 104,766,329.76
Interest and Costs on Taxes	199,730.46
2023 Prepaid Taxes	983,863.15
Tax Overpayments	40,886.71
Third Party Tax Title Liens	191,507.04
Premium on Tax Sale Certificates - Due to Other Trust Fund	<u>853,100.00</u>

\$ 107,035,417.12

Decreased by:

Payments to Municipal Treasurer	<u><u>\$ 107,035,417.12</u></u>
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**CURRENT FUND**  
**SCHEDULE OF CASH - GRANT FUNDS**  
**YEAR ENDED DECEMBER 31, 2022**

NOT APPLICABLE

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

Year	Balance		2022 Levy		Collections		State of NJ Senior Citizens' and Veterans' Deductions	Canceled	Transferred to Tax Title Liens	Balance Dec. 31, 2022
	Dec. 31, 2021	2022 Levy	2021	2022	2021	2022				
2020	\$ 500.00			\$ 500.00						
2021	570,050.84			568,450.31			\$ (3,823.29)	\$ 5,072.57	\$ 101.25	\$ 250.00
	570,550.84			568,950.31			(3,823.29)	5,072.57	101.25	250.00
2022		\$ 106,117,532.62	\$ 837,984.35	104,197,379.45			107,036.30	337,297.72	11,077.42	626,757.38
	\$ 570,550.84	\$ 106,117,532.62	\$ 837,984.35	\$ 104,766,329.76			\$ 103,213.01	\$ 342,370.29	\$ 11,178.67	\$ 627,007.38

Ref. A

A

Analysis of 2022 Property Tax Levy

Tax Yield:	
General Purpose Tax	\$ 105,984,434.56
Added and Omitted Taxes	133,098.06
	<u>\$ 106,117,532.62</u>
Tax Levy:	
Regional School District Taxes	\$ 64,513,478.00
Local Open Space Taxes	543,412.22
County Taxes:	
General Tax	\$ 15,051,473.67
Due County for Added and Omitted Taxes	18,955.67
	<u>15,070,429.34</u>
	<u>80,127,319.56</u>
Local Tax for Municipal Purposes Levied	23,913,269.95
Minimum Library Tax Levied	1,935,974.14
	<u>25,849,244.09</u>
Add: Additional Tax Levied	140,968.97
	<u>25,990,213.06</u>
	<u>\$ 106,117,532.62</u>

**TOWNSHIP OF MORRIS**  
**CURRENT FUND**  
**SCHEDULE OF TAX TITLE LIENS**

	<u>Ref.</u>	
Balance December 31, 2021	A	\$ 83,454.51
Increased by:		
Transfer from Taxes Receivable		\$ 11,178.67
Interest and Costs Accrued at Tax Sale		44.97
		<hr style="width: 100%; border: 0.5px solid black;"/>
		11,223.64
		<hr style="width: 100%; border: 0.5px solid black;"/>
Balance December 31, 2022	A	<u><u>\$ 94,678.15</u></u>

**TOWNSHIP OF MORRIS**  
**CURRENT FUND**  
**SCHEDULE OF REVENUE ACCOUNTS RECEIVABLE**

	Balance Dec. 31, 2021	Accrued in 2022	Collected by Treasurer	Balance Dec. 31, 2022
Licenses:				
Alcoholic Beverages		\$ 22,750.00	\$ 22,750.00	
Other		18,735.00	18,735.00	
Fees and Permits - Other	\$ 1,885.00	934,102.44	933,682.44	\$ 2,305.00
Fines and Costs - Municipal Court	12,006.89	158,215.30	149,831.70	20,390.49
Energy Receipts Tax		3,279,941.00	3,279,941.00	
Uniform Construction Code Fees		1,229,265.00	1,229,265.00	
Parking Lot Utility Operating Surplus of Prior Year		50,000.00	50,000.00	
Sewer Utility Operating Surplus of Prior Year		250,000.00	250,000.00	
General Capital Fund - Fund Balance		50,000.00	50,000.00	
Reimbursement for Expenses:				
Police Outside Detail Trust Fund		150,500.00	150,500.00	
Recreation Trust Fund		50,000.00	50,000.00	
Payments in Lieu of Taxes		1,068,319.67	1,068,319.67	
	<u>\$ 13,891.89</u>	<u>\$ 7,261,828.41</u>	<u>\$ 7,253,024.81</u>	<u>\$ 22,695.49</u>

Ref.

A

A

**TOWNSHIP OF MORRIS**  
**FEDERAL AND STATE GRANT FUND**  
**SCHEDULE OF GRANTS RECEIVABLE**

Grant Description	Balance Dec. 31, 2021	Accrued in 2022	Received	Canceled to Current Fund Operations	Balance Dec. 31, 2022
Recycling Tonnage Grant		\$ 25,108.73	\$ 25,108.73		
Clean Communities Program		54,819.17	54,819.17		
Alcohol Education, Rehabilitation and Enforcement Fund		8,686.28	8,686.28		
Municipal Alliance on Alcoholism and Drug Abuse	\$ 23,240.36	17,405.00	17,404.29		\$ 23,241.07
Municipal Alliance on Alcoholism and Drug Abuse - Supplemental	4,000.00				4,000.00
Division of Mental Health and Addiction Services (DMHAS) Youth Leadership Municipal Alliance		3,900.00			3,900.00
Association of NJ Environmental Commissions Open Space Grant		1,000.00	750.00		250.00
Pays to Plug In - EV Charging Stations		16,000.00	16,000.00		
Body Armor Replacement Fund		2,061.46	2,061.46		
Drive Sober or Get Pulled Over		1,362.76	1,362.76		
Bulletproof Vests - Federal Grants	7,453.76	12,751.89	6,356.28	7,453.75	6,395.62
American Rescue Plan - Local Fiscal Recovery		1,700,000.00	1,700,000.00		
Local Efficiency Achievement Program (LEAP) Implementation Grant	90,000.00				90,000.00
Body Worn Cameras	69,292.00				69,292.00
Assistance to Firefighters COVID-19 Supplemental	1,364.35			1,364.35	
	<u>\$ 195,350.47</u>	<u>\$ 1,843,095.29</u>	<u>\$ 1,832,548.97</u>	<u>\$ 8,818.10</u>	<u>\$ 197,078.69</u>

Ref.                      A

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Original Budget	\$ 1,751,489.84
Added by NJSA 40A:4-87	91,605.45
	<u>\$ 1,843,095.29</u>

Received in Current Fund:	
Current Year Receivable	\$ 768,977.36
Transferred from Prior Year Unappropriated Reserves	1,063,571.61
	<u>\$ 1,832,548.97</u>

**TOWNSHIP OF MORRIS**  
**CURRENT FUND**  
**SCHEDULE OF 2021 APPROPRIATION RESERVES**  
**YEAR ENDED DECEMBER 31, 2022**

	Balance Dec. 31, 2022	Balance After Modification	Paid or Charged	Balance Lapsed
<b>GENERAL GOVERNMENT:</b>				
General Administration:				
Salaries and Wages	\$ 4,653.98	\$ 4,653.98		\$ 4,653.98
Other Expenses	38,155.59	38,155.59	\$ 34,163.02	3,992.57
Mayor and Township Committee:				
Salaries and Wages	0.13	0.13		0.13
Other Expenses	390.00	390.00		390.00
Municipal Clerk:				
Other Expenses	7,640.70	7,640.70	746.20	6,894.50
Financial Administration:				
Salaries and Wages	4,219.00	4,219.00		4,219.00
Other Expenses	42,570.57	42,570.57	4,830.57	37,740.00
Annual Audit	31,212.50	31,212.50	31,212.50	
Computer Information Technology:				
Salaries and Wages	1,876.56	1,876.56		1,876.56
Other Expenses	57,704.52	57,704.52	15,729.65	41,974.87
Revenue Administration (Tax Collection):				
Salaries and Wages	310.63	310.63		310.63
Other Expenses	1,948.17	1,948.17	40.86	1,907.31
Tax Assessment Administration:				
Salaries and Wages	7,040.13	7,040.13		7,040.13
Other Expenses	8,036.90	8,036.90	6,999.26	1,037.64
Legal Services and Costs:				
Other Expenses	197,666.71	197,666.71	49,139.25	148,527.46
Joint Municipal Court:				
Other Expenses	10,054.50	10,054.50	1,533.00	8,521.50
Engineering Services and Costs:				
Other Expenses	10,608.86	10,608.86	1,334.33	9,274.53
Historical Preservation Commission:				
Salaries and Wages	114.89	114.89		114.89
Other Expenses	325.00	325.00		325.00
<b>LAND USE ADMINISTRATION:</b>				
Municipal Land Use Law (NJSA 40:55D-1):				
Planning Board:				
Salaries and Wages	160.26	160.26		160.26
Other Expenses	28,368.27	28,368.27	1,929.54	26,438.73
Board of Adjustment:				
Other Expenses	3,032.17	3,032.17	531.87	2,500.30
<b>INSURANCE:</b>				
General Liability Insurance	73,241.91	73,241.91	5,603.22	67,638.69
Workers' Compensation Insurance	11,513.93	11,513.93		11,513.93
Group Insurance for Employees - Hospital and Medical	181,211.70	181,211.70		181,211.70

**TOWNSHIP OF MORRIS**  
**CURRENT FUND**  
**SCHEDULE OF 2021 APPROPRIATION RESERVES**  
**YEAR ENDED DECEMBER 31, 2022**  
**(Continued)**

	Balance Dec. 31, 2022	Balance After Modification	Paid or Charged	Balance Lapsed
<b>PUBLIC SAFETY:</b>				
Traffic Lights Maintenance Expense	\$ 22,154.48	\$ 22,154.48	\$ 20,312.40	\$ 1,842.08
Aid to Volunteer Ambulance Company	55,000.00	55,000.00	55,000.00	
<b>Fire:</b>				
Salaries and Wages	11,234.51	11,234.51		11,234.51
Other Expenses	31,946.15	31,946.15	31,144.95	801.20
Fire Hydrant Service	1,290.24	1,290.24	1,290.24	
<b>Municipal Prosecutor:</b>				
Other Expenses	9,000.00	9,000.00	6,000.00	3,000.00
<b>Police:</b>				
Salaries and Wages	205,690.55	205,690.55		205,690.55
Other Expenses	56,655.18	56,655.18	48,479.09	8,176.09
Purchase of Police Vehicles	46,522.08	46,522.08	45,160.37	1,361.71
<b>Emergency Management Services:</b>				
Other Expenses	5,248.27	5,248.27	4,039.89	1,208.38
<b>PUBLIC WORKS:</b>				
<b>Road Repairs and Maintenance:</b>				
Salaries and Wages	97,261.70	97,261.70		97,261.70
Other Expenses	186,691.02	186,691.02	176,199.25	10,491.77
<b>Garbage and Trash Removal:</b>				
Salaries and Wages	93,843.53	93,843.53		93,843.53
Other Expenses	275,255.35	275,255.35	206,164.16	69,091.19
<b>Public Buildings and Grounds:</b>				
Salaries and Wages	10,833.48	10,833.48		10,833.48
Other Expenses	10,249.93	10,249.93	5,370.16	4,879.77
<b>Vehicle Maintenance:</b>				
Salaries and Wages	25,272.15	25,272.15		25,272.15
Other Expenses	115,946.50	115,946.50	93,995.93	21,950.57
<b>Community Services Act - Condo Costs:</b>				
Other Expenses	67,000.00	67,000.00	40,796.53	26,203.47
<b>HEALTH AND HUMAN SERVICES:</b>				
<b>Board of Health:</b>				
Salaries and Wages	9,051.65	9,051.65		9,051.65
Other Expenses	14,451.97	14,451.97	530.51	13,921.46
<b>Environmental Commission:</b>				
Salaries and Wages	1,244.18	1,244.18		1,244.18
Other Expenses	4,086.94	4,086.94	851.22	3,235.72
<b>Cooperative Transportation:</b>				
Other Expenses	2,578.99	2,578.99		2,578.99
<b>RECREATION AND EDUCATION:</b>				
<b>Recreation Services and Programs:</b>				
Salaries and Wages	11,127.14	11,127.14		11,127.14
Other Expenses	40,940.09	40,940.09	13,327.18	27,612.91
<b>Handicapped Person's Recreation Opportunity Act- Township of Morris Share</b>				
	3,269.00	3,269.00		3,269.00
<b>Maintenance of Parks:</b>				
Salaries and Wages	19,711.79	19,711.79		19,711.79
Other Expenses	60,909.73	60,909.73	44,703.48	16,206.25

**TOWNSHIP OF MORRIS**  
**CURRENT FUND**  
**SCHEDULE OF 2021 APPROPRIATION RESERVES**  
**YEAR ENDED DECEMBER 31, 2022**  
**(Continued)**

	Balance Dec. 31, 2022	Balance After Modification	Paid or Charged	Balance Lapsed
UTILITIES:				
Electricity	\$ 45,167.05	\$ 45,167.05	\$ 13,959.48	\$ 31,207.57
Street Lighting	20,647.58	20,647.58	2,339.68	18,307.90
Telephone	55,755.35	55,755.35	13,201.75	42,553.60
Water	4,526.86	4,526.86	1,591.38	2,935.48
Natural Gas	23,083.87	23,083.87	14,449.04	8,634.83
Gasoline, Diesel Fuel	46,879.48	46,879.48	33,506.51	13,372.97
UNIFORM CONSTRUCTION CODE:				
Construction Official:				
Salaries and Wages	38,754.18	38,754.18		38,754.18
Other Expenses	36,296.08	36,296.08	36,228.63	67.45
Statutory Expenditures:				
Contribution to:				
Social Security System (O.A.S.I.)	50,243.18	50,243.18		50,243.18
Recycling Tax (P.L. 2007, c. 311)	6,266.28	6,266.28	2,042.97	4,223.31
Police Equipment	17,000.00	17,000.00	16,962.00	38.00
Improvements to Parks and Playgrounds	5,904.50	5,904.50	5,595.00	309.50
	<u>\$ 2,567,048.59</u>	<u>\$ 2,567,048.59</u>	<u>\$ 1,087,035.07</u>	<u>\$ 1,480,013.52</u>

Analysis of Balance December 31, 2021:

	<u>Ref.</u>		
Encumbered	A	\$ 1,180,209.03	
Unencumbered	A	1,386,839.56	
		<u>\$ 2,567,048.59</u>	
Cash Disbursed			\$ 1,079,073.47
Other Encumbrances			7,961.60
			<u>\$ 1,087,035.07</u>

**TOWNSHIP OF MORRIS**  
**CURRENT FUND**  
**SCHEDULE OF REGIONAL SCHOOL TAXES PAYABLE**  
**YEAR ENDED DECEMBER 31, 2022**

Increased by:

Levy - Calendar Year 2022

\$ 64,513,478.00

Decreased by:

Payments to Regional School District

\$ 64,513,478.00

**TOWNSHIP OF MORRIS**  
**FEDERAL AND STATE GRANT FUND**  
**SCHEDULE OF APPROPRIATED RESERVES**

	Balance		Transferred from		Expended	Canceled to Current Fund Operations	Balance Dec. 31, 2022
	Dec. 31, 2021		2022 Budget Appropriations				
Recycling Tonnage Grant	\$ 5,082.30	\$	\$ 25,108.73	\$	25,108.73		\$ 5,082.30
Drunk Driving Enforcement Fund	9,222.44				460.00		8,762.44
Clean Communities Program	128,109.24		54,819.17		48,441.72		134,486.69
Alcohol Education, Rehabilitation and Enforcement Fund	14,253.04		8,686.28				22,939.32
Association of NJ Environmental Commissions Open Space Grant			1,000.00		66.44		933.56
Body Armor Replacement Fund	4,013.81		2,061.46		874.35		5,200.92
Municipal Alliance on Alcoholism and Drug Abuse:							
Grant Funds	75,576.41		17,405.00		17,404.29		75,577.12
Matching Funds			4,351.25		2,110.71		2,240.54
Body Worn Cameras	69,292.00						69,292.00
Division of Mental Health and Addiction Services (DMHAS) Youth Leadership Municipal Alliance			3,900.00				3,900.00
Local Efficiency Achievement Program (LEAP) Implementation Grant	15,000.00						15,000.00
Bulletproof Vests - Federal Grants American Rescue Plan:	8,580.94		12,751.89		7,908.00		13,424.83
Coronavirus State and Local Fiscal Recovery Funds			1,700,000.00		1,134,259.54		565,740.46

**TOWNSHIP OF MORRIS**  
**FEDERAL AND STATE GRANT FUND**  
**SCHEDULE OF APPROPRIATED RESERVES**  
(Continued)

	Balance Dec. 31, 2021	Transferred from 2022 Budget Appropriations	Expended	Canceled to Current Fund Operations	Balance Dec. 31, 2022
Drive Sober or Get Pulled Over		\$ 1,362.76	\$ 1,362.76		
Pays to Plug In - EV Charging Stations		16,000.00			\$ 16,000.00
Assistance to Firefighters COVID-19 Supplemental	\$ 217.85			\$ 217.85	
	<u>\$ 329,348.03</u>	<u>\$ 1,847,446.54</u>	<u>\$ 1,237,996.54</u>	<u>\$ 217.85</u>	<u>\$ 938,580.18</u>

Ref. A

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Original Budget  
Added by NJSA 40A:4-87

\$ 1,751,489.84  
91,605.45  
1,843,095.29  
4,351.25  
\$ 1,847,446.54

Due from Current Fund - Matching Funds

Cash Disbursed - Due to Current Fund  
Encumbrances Payable

\$ 255,092.27  
982,904.27  
\$ 1,237,996.54

**TOWNSHIP OF MORRIS**  
**FEDERAL AND STATE GRANT FUND**  
**SCHEDULE OF UNAPPROPRIATED RESERVES**

	<u>Balance</u> <u>Dec. 31, 2021</u>	<u>Received in</u> <u>Current Fund</u>	<u>Transferred to</u> <u>2022 Budget</u> <u>Revenue</u>	<u>Canceled to</u> <u>Current Fund</u> <u>Operations</u>	<u>Balance</u> <u>Dec. 31, 2022</u>
Municipal Alliance on Alcoholism and Drug Abuse - Supplemental	\$ 4,000.00	\$ 4,000.00		\$ 4,000.00	\$ 4,000.00
Bulletproof Vests - Federal Grants	3,047.28		\$ 3,047.28		
Body Armor Replacement Fund		2,863.56			2,863.56
American Rescue Plan: Coronavirus State and Local Fiscal Recovery Funds	1,060,524.33	217,042.58	1,060,524.33		217,042.58
National Opioid Settlement		23,133.21			23,133.21
	<u>\$ 1,067,571.61</u>	<u>\$ 247,039.35</u>	<u>\$ 1,063,571.61</u>	<u>\$ 4,000.00</u>	<u>\$ 247,039.35</u>
<u>Ref.</u>	A				A

TOWNSHIP OF MORRIS  
COUNTY OF MORRIS  
2022  
TRUST FUNDS

**TOWNSHIP OF MORRIS**  
**TRUST FUNDS**  
**SCHEDULE OF CASH - TREASURER**

<u>Ref.</u>	<u>Assessment Trust Fund</u>	<u>Animal Control Fund</u>	<u>Other Trust Funds</u>
Balance December 31, 2021	\$ 1.50	\$ 21,718.55	\$ 6,907,277.27
Increased by Receipts:			
Assessments Receivable	\$ 5,153.50		
Collector		\$ 20,412.00	
Interest on Investments and Deposits		63.43	
Due to State of New Jersey:			
Department of Community Affairs State Training Fees			\$ 87,340.00
Budget Appropriations - Reserve for:			
Animal Control		14,500.00	
Due Current Fund:			
Interest Income	57.31		7,119.19
Municipal Open Space Tax Levy			543,412.22
Due Federal and State Grant Fund:			
Interfund Advanced			8,762.44
Special Deposits			13,500.00
Developers' Escrow Deposits			185,672.35
Clients' Escrow Deposits			269,728.75
Municipal Court:			
Parking Offense Adjudication Act Late Parking Fees			126.00
Deposits and Interest:			
State Unemployment Insurance			21,809.90
Police Outside Detail			1,296,823.50
Recycling			8,265.42
Police Forfeited Assets			2,452.21
C.O.A.H.			140,178.74
Municipal Open Space			5,572.55
Uniform Fire Safety Act			750.00
Recreation			174,489.26
Storm Recovery			75,077.83
Dedicated Fire Penalties			1,250.00
	<u>5,210.81</u>	<u>34,975.43</u>	<u>2,842,330.36</u>
	5,212.31	56,693.98	9,749,607.63

TOWNSHIP OF MORRIS  
TRUST FUNDS  
SCHEDULE OF CASH - TREASURER  
(Continued)

<u>Ref.</u>	<u>Assessment Trust Fund</u>	<u>Animal Control Fund</u>	<u>Other Trust Funds</u>
Decreased by Disbursements:			
Administrative Expenses			
Due to State of New Jersey:			
Department of Community Affairs State Training Fees	\$ 41,893.00		\$ 87,340.00
Due Current Fund:			
Interest Income	\$ 56.37		7,091.58
Interfund Returned	1.50		26.96
Anticipated in General Budget:			
Police Outside Detail			150,500.00
Recreation			50,000.00
Due General Capital Fund:			
Interfund Returned	5,153.50		
Special Deposits			4,000.00
Developers' Escrow Deposits			117,995.14
Clients' Escrow Deposits			304,646.78
State Unemployment Insurance			6,624.54
Police Outside Detail			1,038,819.42
Recycling			5,246.26
Police Forfeited Assets			9,311.82
Municipal Drug Alliance			4,800.00
C.O.A.H.			92,701.65
Municipal Open Space			250,000.00
Uniform Fire Safety Act			7,219.08
Recreation			88,234.86
Accumulated Absences Account			10,246.16
Storm Recovery			49,346.88
Dedicated Fire Penalties			5,446.00
	<u>\$ 5,211.37</u>	<u>\$ 41,893.00</u>	<u>\$ 2,289,597.13</u>
B	<u>\$ 0.94</u>	<u>\$ 14,800.98</u>	<u>\$ 7,460,010.50</u>
Balance December 31, 2022			

**TOWNSHIP OF MORRIS**  
**TRUST FUNDS**  
**SCHEDULE OF CASH - COLLECTOR**

	<u>Ref.</u>	
Balance December 31, 2021	B	\$ 345.67
Increased by:		
Animal Control License Fees - Municipal:		
Dog		\$ 17,808.00
Cat		2,073.00
Late and Other Fees		731.66
Interest on Investments and Deposits		5.44
		20,618.10
Animal Control License Fees - State		1,794.00
		22,757.77
Decreased by:		
Disbursed to:		
Treasurer - Animal Control Fund		20,412.00
State of New Jersey		1,782.00
		22,194.00
Balance December 31, 2022	B	\$ 563.77

TOWNSHIP OF MORRIS  
ASSESSMENT TRUST FUND  
ANALYSIS OF CASH

Improvement Description	Balance/ (Deficit) Dec. 31, 2021	Receipts		Disbursements Miscellaneous	Balance/ (Deficit) Dec. 31, 2022
		Assessments	Miscellaneous		
Due Current Fund	\$ 1.50		\$ 57.31	\$ 57.87	\$ 0.94
Due General Capital Fund	11,507.99			5,153.50	6,354.49
<u>Ord. # 14-16 Resurfacing of Old Army Post Road</u>	<u>(11,507.99)</u>	<u>\$ 5,153.50</u>			<u>(6,354.49)</u>
	<u>\$ 1.50</u>	<u>\$ 5,153.50</u>	<u>\$ 57.31</u>	<u>\$ 5,211.37</u>	<u>\$ 0.94</u>

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

	<u>Ref.</u>	
Balance December 31, 2021	B	\$ 22,067.82
Increased by:		
Collector:		
Animal Control Fees:		
Dog Licenses		\$ 17,808.00
Cat Licenses		2,073.00
Late and Other Fees		731.66
Interest on Investments and Deposits		5.44
		20,618.10
Treasurer:		
Interest on Investments and Deposits		63.43
Budget Appropriation		14,500.00
		35,181.53
		57,249.35
Decreased by:		
Animal Control Expenditures		41,893.00
Due State of New Jersey Canceled		3.60
		41,896.60
Balance December 31, 2022	B	\$ 15,352.75

License Fees Collected:

<u>Year</u>		
2020		\$ 14,817.40
2021		13,990.60
		\$ 28,808.00
Maximum Allowable Reserve		\$ 28,808.00

TOWNSHIP OF MORRIS  
ASSESSMENT TRUST FUND  
SCHEDULE OF ASSESSMENTS AND LIENS RECEIVABLE

Improvement Description	Date of Confirmation	Annual Installments	Balance		Collected	Balance Dec. 31, 2022	Balance Due to General Capital Fund
			Dec. 31, 2021	Dec. 31, 2022			
Resurfacing of Old Army Post Road	11/9/2016	7	\$ 11,507.99	\$ 6,354.49	\$ 5,153.50	\$ 6,354.49	\$ 6,354.49
			\$ 11,507.99	\$ 6,354.49	\$ 5,153.50	\$ 6,354.49	\$ 6,354.49

Ref.

B

B

TOWNSHIP OF MORRIS  
COUNTY OF MORRIS  
2022  
GENERAL CAPITAL FUND

**TOWNSHIP OF MORRIS**  
**GENERAL CAPITAL FUND**  
**SCHEDULE OF CASH**

	<u>Ref.</u>	
Balance December 31, 2021	C	\$ 3,711,965.89
Increased by Receipts:		
Grants Receivable:		
New Jersey Department of Transportation	\$ 225,000.00	
Budget Appropriation:		
Capital Improvement Fund	210,325.00	
Due Current Fund:		
Interest Income	9,180.83	
Due Assessment Trust Fund - Interfund Returned	5,153.50	
Reserve for:		
Trees	17,300.00	
Road Opening Repairs	1,000.00	
Improvement Authorization Refunds	20,221.40	
	<hr/>	<hr/>
		488,180.73
		4,200,146.62
Decreased by Disbursements:		
Improvement Authorization Expenditures	2,175,439.17	
Due Current Fund:		
Interest Income	9,180.83	
Fund Balance Anticipated in Current Fund Budget	50,000.00	
	<hr/>	<hr/>
		2,234,620.00
Balance December 31, 2022	C	<u><u>\$ 1,965,526.62</u></u>



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

Ord. No.	Improvement Description	Balance/ (Deficit) Dec. 31, 2021	Receipts		Disbursements		Transfers		Balance/ (Deficit) Dec. 31, 2022
			Budget Appropriation	Miscellaneous	Improvement Authorizations	Miscellaneous	From	To	
02-18	Various Improvements to Parks and Recreation Facilities	\$ 211,648.46			\$ 12,065.00				\$ 199,583.46
17-18	Various Capital Improvements and the Purchase of Equipment	375,952.45				\$ 200,000.00			175,952.45
18-18	Various Capital Improvements and the Purchase of Equipment	26,769.00			63,730.83				26,769.00
20-18	Various Capital Improvements	305,909.51			1,425.98				242,178.68
14-19	Various Capital Improvements	220,756.61							219,330.63
18-19	Various Capital Improvements	26,798.14							26,798.14
32-19	Various Capital Improvements	91,815.71							91,815.71
05-20	Purchase of Property and Portions of Property		\$ 11,698.00						11,698.00
11-20	Various Capital Improvements	541,675.06			78,386.91				463,288.15
12-20	Various Capital Improvements	561,163.42			249,795.02				311,368.40
13-20	Various Capital Improvements	(1,332,721.78)			2,680.10				(1,335,401.88)
02-21	Electric Car Charging Stations	100,000.00			100,000.00				
11-21	Various Capital Improvements	(527,409.18)			519,267.68				(1,046,676.86)
14-21	Various Capital Improvements	949,300.18			417,625.24				531,674.94
29-21	Removal of Underground Storage Tank, Relocation of Emergency Generator and Installation of Above Ground Storage Tank	300,000.00			653,194.47			\$ 105,075.00	300,000.00
09-22	Various Capital Improvements							1,321,700.00	(548,119.47)
11-22	Various Capital Improvements							115,250.00	1,321,700.00
14-22	Various Capital Improvements				72,275.44			319,877.00	42,974.56
23-22	Fire Apparatus Refurbish								319,877.00
		\$ 3,711,965.89	\$ 210,325.00	\$ 277,855.73	\$ 2,175,439.17	\$ 59,180.83	\$ 1,861,902.00	\$ 1,861,902.00	\$ 1,965,526.62

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

Ordinance No.	Improvement Description	Ordinance Date	Balance Dec. 31, 2021	2022 Improvement Authorizations	Balance Dec. 31, 2022	Analysis of Balance December 31, 2022		
						Expended	Unexpended Improvement Authorizations	
	<u>General Improvements</u>							
21-15	Various Capital Improvements	6/17/2015	\$ 280.56	\$	280.56	\$	280.56	
14-19	Various Capital Improvements	5/15/2019	425.00		425.00		425.00	
13-20	Various Capital Improvements	5/20/2020	2,531,750.00		2,531,750.00	\$ 1,335,401.88	1,196,348.12	
11-21	Various Capital Improvements	5/19/2021	2,612,500.00		2,612,500.00	1,046,676.86	1,565,823.14	
09-22	Various Capital Improvements	5/18/2022		\$ 1,996,425.00	1,996,425.00	548,119.47	1,448,305.53	
			<u>\$ 5,144,955.56</u>	<u>\$ 1,996,425.00</u>	<u>\$ 7,141,380.56</u>	<u>\$ 2,930,198.21</u>	<u>\$ 4,211,182.35</u>	
		<u>Ref.</u>	C		C			
	Improvement Authorizations - Unfunded							<u>\$ 4,211,182.35</u>

TOWNSHIP OF MORRIS  
GENERAL CAPITAL FUND  
SCHEDULE OF IMPROVEMENT AUTHORIZATIONS

Ord. No.	Improvement Description	Date	Ordinance Amount	Balance Dec. 31, 2021		Other Sources	2022 Authorizations		Paid or Charged	Balance Dec. 31, 2022	
				Funded	Unfunded		Deferred Charges to Future Taxation - Unfunded	Reappropriated		Funded	Unfunded
	General Improvements										
13-01	Various Capital Improvements	5/16/2001	\$ 1,674,000.00	\$ 30,613.86				\$ 30,613.86			
11-05	Various Capital Improvements	5/4/2005	1,270,850.00	25,000.00				25,000.00			
14-09	Various Capital Improvements	6/17/2009	2,440,500.00	232,481.28				227,488.78			
17-09	Various Projects & Purchases	6/17/2009	71,500.00	7.32				7.32			
08-13;		5/15/2013;	2,455,500.00								
17-14	Various Capital Improvements	8/27/2014		45,000.00				45,000.00			
21-15	Various Capital Improvements	6/17/2015	3,272,500.00	270,974.58	\$ 280.56		\$ (119,877.00)	(3,140.11)		\$ 280.56	
07-16	Various Capital Improvements	5/17/2016	718,000.00	78,030.00				78,030.00			
09-16;		5/17/2016;	321,500.00								
14-16	Various Capital Improvements	11/9/2016	(44,200.00)	91,015.80				91,015.80			
10-16	Various Capital Improvements	5/17/2016	2,429,500.00	102,001.35				102,001.35			
11-17	Various Capital Improvements and the Purchase of Equipment	5/17/2017	568,500.00	16,751.88				(5,383.29)		22,135.17	
15-17	Various Capital Improvements and the Purchase of Equipment	5/17/2017	2,422,000.00	431,517.71				431,517.71			
02-18	Various Improvements to Parks and Recreation Facilities	2/28/2018	440,000.00	211,648.46				12,065.00		199,583.46	
17-18	Various Capital Improvements and the Purchase of Equipment	6/20/2018	2,985,000.00	375,952.45			(200,000.00)	175,952.45			
18-18	Various Capital Improvements and the Purchase of Equipment	6/20/2018	215,000.00	26,769.00				26,769.00			
20-18	Various Capital Improvements	6/20/2018	587,000.00	305,909.51				63,730.83		242,178.68	
14-19	Various Capital Improvements	5/15/2019	2,700,000.00	220,756.61	425.00			1,425.98		219,330.63	425.00
18-19	Various Capital Improvements	5/15/2019	507,500.00	26,798.14				26,798.14			
32-19	Various Capital Improvements	12/18/2019	195,000.00	91,815.71				91,815.71			
05-20	Purchase of Property and Portions of Property	3/18/2020	350,000.00					(11,698.00)		11,698.00	
11-20	Various Capital Improvements	5/20/2020	666,500.00	541,675.06				78,386.91		463,288.15	
12-20	Various Capital Improvements	5/20/2020	1,220,000.00	561,163.42				249,795.02		311,368.40	
13-20	Various Capital Improvements	5/20/2020	2,665,000.00					2,680.10			1,196,348.12
02-21	Electric Car Charging Stations	2/17/2021	100,000.00	100,000.00				100,000.00			

**TOWNSHIP OF MORRIS**  
**GENERAL CAPITAL FUND**  
**SCHEDULE OF IMPROVEMENT AUTHORIZATIONS**  
**(Continued)**

Ord. No.	Improvement Description	Date	Ordinance Amount	Balance Dec. 31, 2021		Other Sources	2022 Authorizations		Paid or Charged	Balance Dec. 31, 2022	
				Funded	Unfunded		Deferred Charges to Future Taxation - Unfunded	Reappropriated		Funded	Unfunded
	<b>General Improvements</b>										
11-21	Various Capital Improvements	5/19/2021	\$ 2,750,000.00		\$ 2,085,090.82				\$ 519,267.68		\$ 1,565,823.14
14-21	Various Capital Improvements	5/19/2021	1,088,500.00	\$ 949,300.18					417,625.24	\$ 531,674.94	
29-21	Removal of Underground Storage Tank, Relocation of Emergency Generator and Installation of Above Ground Storage Tank	12/15/2021	300,000.00	300,000.00							300,000.00
09-22	Various Capital Improvements	5/18/2022	2,101,500.00			\$ 105,075.00	\$ 1,996,425.00		653,194.47		1,448,305.53
11-22	Various Capital Improvements	5/18/2022	1,321,700.00			1,321,700.00					1,321,700.00
14-22	Various Capital Improvements	5/18/2022	115,250.00			115,250.00			72,275.44		42,974.56
23-22	Fire Apparatus Refurbishment	11/9/2022	319,877.00					\$ 319,877.00			319,877.00
					\$ 5,035,182.32	\$ 3,284,824.60	\$ 1,542,025.00	\$ 1,996,425.00	\$ 2,155,217.77	\$ 5,492,056.80	\$ 4,211,182.35

Ref.	C	C
Capital Improvement Fund		\$ 220,325.00
Capital Fund Balance		691,000.00
NJ Department of Transportation Grants		630,700.00
		<u>\$ 1,542,025.00</u>

Cash Disbursed	\$ 2,175,439.17
Less: Refunds	<u>20,221.40</u>
	<u>\$ 2,155,217.77</u>

**TOWNSHIP OF MORRIS**  
**GENERAL CAPITAL FUND**  
**SCHEDULE OF CAPITAL IMPROVEMENT FUND**

	<u>Ref.</u>	
Balance December 31, 2021	C	\$ 112,184.78
Increased by:		
2022 Budget Appropriation		<u>210,325.00</u>
		322,509.78
Decreased by:		
Appropriated to Finance Improvement Authorizations		<u>220,325.00</u>
Balance December 31, 2022	C	<u><u>\$ 102,184.78</u></u>

**TOWNSHIP OF MORRIS**  
**GENERAL CAPITAL FUND**  
**SCHEDULE OF BOND ANTICIPATION NOTES PAYABLE**  
**YEAR ENDED DECEMBER 31, 2022**

NOT APPLICABLE

**TOWNSHIP OF MORRIS  
GENERAL CAPITAL FUND  
SCHEDULE OF SERIAL BONDS PAYABLE**

Purpose	Date of Issue	Amount of Original Issue	Maturities of Bonds Outstanding		Interest Rate	Balance Dec. 31, 2021	Matured	Balance Dec. 31, 2022
			Date	Amount				
General Obligation Bonds of 2009	9/1/2009	\$ 6,309,000				\$ 549,000.00	\$ 549,000.00	
General Obligation Bonds of 2014	10/15/2014	13,339,000	10/15/2023	\$ 1,600,000.00	2.00%			
			10/15/2024	1,589,000.00	2.00%	4,789,000.00	1,600,000.00	\$ 3,189,000.00
General Obligation Bonds of 2019	11/1/2019	12,543,000	10/1/2023	1,200,000.00	3.00%			
			10/1/2024	1,250,000.00	3.00%			
			10/1/2025	1,450,000.00	3.00%			
			10/1/2026-28	1,445,000.00	3.00%			
			10/1/2029	1,455,000.00	3.00%	10,840,000.00	1,150,000.00	9,690,000.00
						<u>\$ 16,178,000.00</u>	<u>\$ 3,299,000.00</u>	<u>\$ 12,879,000.00</u>

Ref.

C

C

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

<u>Ord. No.</u>	<u>Improvement Description</u>	<u>Balance Dec. 31, 2021</u>	<u>2022 Authorizations</u>	<u>Balance Dec. 31, 2022</u>
21-15	Various Capital Improvements	\$ 280.56		\$ 280.56
14-19	Various Capital Improvements	425.00		425.00
13-20	Various Capital Improvements	2,531,750.00		2,531,750.00
11-21	Various Capital Improvements	2,612,500.00		2,612,500.00
09-22	Various Capital Improvements		\$ 1,996,425.00	1,996,425.00
		<u>\$ 5,144,955.56</u>	<u>\$ 1,996,425.00</u>	<u>\$ 7,141,380.56</u>

TOWNSHIP OF MORRIS  
COUNTY OF MORRIS  
2022  
WATER UTILITY FUND

NOT APPLICABLE

TOWNSHIP OF MORRIS  
COUNTY OF MORRIS  
2022  
SEWER UTILITY FUND

**TOWNSHIP OF MORRIS**  
**SEWER UTILITY FUND**  
**SCHEDULE OF CASH AND INVESTMENTS - TREASURER**

	<u>Ref.</u>	<u>Operating</u>	<u>Capital</u>
Balance December 31, 2021	E	\$ 5,421,880.92	\$ 9,460,914.55
Increased by Receipts:			
Sewer Utility Collector		\$ 8,676,531.80	
Due Sewer Utility Capital Fund:			
Interest Earned		27,908.52	
Interest Earned		18,839.06	
Miscellaneous Revenue		478.00	
Industrial Pretreatment Program		12,500.00	
Appropriation Refunds		48,420.88	
Budget Appropriation:			
Capital Improvement Fund			\$ 1,969,500.00
Due Sewer Utility Operating Fund:			
Interest Earned			27,908.52
Due Swimming Pool Utility Operating Fund:			
Interfund Returned		100,000.00	
Improvement Authorization Refunds			
		<u>8,884,678.26</u>	<u>1,997,408.52</u>
		14,306,559.18	11,458,323.07
Decreased by Disbursements:			
2022 Appropriation Expenditures		8,579,817.58	
2021 Appropriation Reserve Expenditures		265,077.57	
Interest on Bonds		179,722.50	
Interest on Loans		31,045.74	
Accounts Payable		510.46	
Due Current Fund:			
Fund Balance Anticipated		250,000.00	
Due Sewer Utility Operating Fund:			
Interest Earned			27,908.52
Improvement Authorizations			1,637,900.24
		<u>9,306,173.85</u>	<u>1,665,808.76</u>
Balance December 31, 2022	E	<u>\$ 5,000,385.33</u>	<u>\$ 9,792,514.31</u>

**TOWNSHIP OF MORRIS**  
**SEWER UTILITY OPERATING FUND**  
**SCHEDULE OF CASH - COLLECTOR**  
**YEAR ENDED DECEMBER 31, 2022**

## Increased by Receipts:

## Consumer Accounts Receivable:

Sewer User Charges	\$ 6,362,494.76
Miscellaneous Revenue	136,602.64
Sewer User Charges - Borough of Morris Plains Contract	1,555,605.42
Township of Randolph - Annual Sewer User Charges	621,828.98

Total Consumer Accounts Receivable \$ 8,676,531.80

## Decreased by Disbursements:

Paid to Treasurer

\$ 8,676,531.80

TOWNSHIP OF MORRIS  
SEWER UTILITY CAPITAL FUND  
ANALYSIS OF CASH

Fund Balance	Balance/ (Deficit) Dec. 31, 2021	Receipts		Disbursements		Transfers		Balance/ (Deficit) Dec. 31, 2022
		Budget Appropriation	Miscellaneous	Improvement Authorizations	Miscellaneous	From	To	
Capital Improvement Fund	\$ 1,374,204.68							\$ 574,204.68
Due Sewer Utility Operating Fund	660,736.49	\$ 1,969,500.00	\$ 27,908.52		\$ 27,908.52	1,969,500.00		660,736.49
Ord. No.		Improvement Authorizations						
17-11;								
25-11	(82,193.47)							(82,193.47)
22-15	204,268.00		\$ 20,438.00					183,830.00
07-16	712,156.60		6,342.00					705,814.60
08-16	287,711.75		45,492.29					242,219.46
16-17				190,377.19				434,996.02
19-18								
16-19	748,254.60		37,133.00					711,121.60
14-20	673,255.54		367,538.86					305,716.68
13-21	1,816,147.15		713,451.75					1,102,695.40
12-22	2,441,000.00		257,127.15					2,183,872.85
28-22						\$ 1,969,500.00		1,969,500.00
						800,000.00		800,000.00
	\$ 9,460,914.55	\$ 1,969,500.00	\$ 27,908.52	\$ 1,637,900.24	\$ 27,908.52	\$ 2,769,500.00	\$ 2,769,500.00	\$ 9,792,514.31

**TOWNSHIP OF MORRIS**  
**SEWER UTILITY OPERATING FUND**  
**SCHEDULE OF CONSUMER ACCOUNTS RECEIVABLE**

	<u>Ref.</u>	
Balance December 31, 2021	E	\$ 5,147,607.47
Increased by:		
Sewer User Charges Levied		\$ 6,391,411.30
Miscellaneous Fees Levied		136,602.64
Sewer User Charges Levied - Borough of Morris Plains Contract		1,555,605.42
Township of Randolph - Annual Sewer User Charges Levied		621,828.98
		8,705,448.34
		13,853,055.81
Decreased by:		
Collections:		
Sewer User Charges		6,362,494.76
Miscellaneous Fees		136,602.64
Sewer User Charges - Borough of Morris Plains Contract		1,555,605.42
Township of Randolph - Annual Sewer User Charges Levied		621,828.98
		8,676,531.80
Balance December 31, 2022	E	\$ 5,176,524.01

**TOWNSHIP OF MORRIS**  
**SEWER UTILITY CAPITAL FUND**  
**SCHEDULE OF FIXED CAPITAL**

	<u>Ref.</u>	
Balance December 31, 2021	E	<u>\$ 91,805,127.92</u>
Balance December 31, 2022	E	<u><u>\$ 91,805,127.92</u></u>

**TOWNSHIP OF MORRIS**  
**SEWER UTILITY CAPITAL FUND**  
**SCHEDULE OF FIXED CAPITAL AUTHORIZED AND UNCOMPLETED**

Improvement Description	Ordinance		Balance Dec. 31, 2021	2022 Authorizations	Reclass Prior Improvement Authorizations Canceled	Balance Dec. 31, 2022
	Date	Amount				
Various Sewer Improvements	5/16/2012;	\$ 7,687,500.00				
	2/27/2013	500,000.00	\$ 10,000.00		\$ 10,000.00	
Various Sewer Improvements	6/17/2015	3,334,000.00	263,552.09		59,284.09	\$ 204,268.00
Various Sewer Improvements	5/17/2016	869,616.45	869,616.45		95,367.00	774,249.45
Various Sewer Improvements	5/17/2016	4,300,000.00	995,719.20		340,110.64	655,608.56
Old Glen Sewer Lining	4/19/2017	350,000.00	350,000.00		350,000.00	
Purchase of Equipment and Various Sewer Improvements	5/17/2017	4,904,500.00	4,889,500.00		4,635.55	4,884,864.45
Purchase of Equipment and Various Sewer Improvements	6/20/2018	1,622,750.00	1,622,750.00		157,249.87	1,465,500.13
Wastewater Treatment Plant and Sewer System Improvements	4/17/2019	2,103,500.00	2,103,500.00		42,000.00	2,061,500.00
Various Wastewater Treatment Plant and Sewer System Improvements	5/20/2020	3,360,000.00	757,500.00		(1,058,647.15)	1,816,147.15
Various Wastewater Treatment Plant and Sewer System Improvements	5/19/2021	2,441,000.00	2,441,000.00			2,441,000.00
Various Wastewater Treatment Plant and Sewer System Improvements	5/18/2022	1,969,500.00		\$ 1,969,500.00		1,969,500.00
Woodland Sewage Treatment Plant Internal Recycle System Improvements	12/21/2022	800,000.00		800,000.00		800,000.00
			\$ 14,303,137.74	\$ 2,769,500.00	\$ - 0 -	\$ 17,072,637.74

Ref.

E

E

**TOWNSHIP OF MORRIS**  
**SEWER UTILITY OPERATING FUND**  
**SCHEDULE OF 2021 APPROPRIATION RESERVES**  
**YEAR ENDED DECEMBER 31, 2022**

	<u>Balance Dec. 31, 2021</u>	<u>Balance After Modification</u>	<u>Paid or Charged</u>	<u>Balance Lapsed</u>
Operating:				
Salaries and Wages	\$ 56,531.12	\$ 56,531.12		\$ 56,531.12
Other Expenses	477,394.65	477,394.65	\$ 270,378.77	207,015.88
Statutory Expenditures:				
Contribution to:				
Social Security System (O.A.S.I.)	1,094.37	1,094.37		1,094.37
	<u>\$ 535,020.14</u>	<u>\$ 535,020.14</u>	<u>\$ 270,378.77</u>	<u>\$ 264,641.37</u>

Ref.

Analysis of Balance December 31, 2021:

Appropriation Reserves:

Unencumbered	E	\$ 282,947.80
Encumbered	E	252,072.34
		<u>\$ 535,020.14</u>

Cash Disbursed	\$ 265,077.57
Accounts Payable	5,301.20
	<u>\$ 270,378.77</u>

**TOWNSHIP OF MORRIS**  
**SEWER UTILITY CAPITAL FUND**  
**SCHEDULE OF IMPROVEMENT AUTHORIZATIONS**

Ord. No.	Improvement Description	Date	Ordinance	Amount	Balance		2022 Authorizations		Balance	
					Dec. 31, 2021		Capital Fund Balance	Capital Improvement Fund	Dec. 31, 2022	
					Funded				Capital Fund Balance	Capital Improvement Fund
22-15	Various Sewer Improvements	6/17/2015	\$ 3,334,000.00	\$	204,268.00	\$	20,438.00	\$	183,830.00	
07-16	Various Sewer Improvements	5/17/2016	869,616.45		712,156.60		6,342.00		705,814.60	
08-16	Various Sewer Improvements	5/17/2016	4,300,000.00		287,711.75		45,492.29		242,219.46	
16-17	Purchase of Equipment and Various Sewer Improvements	5/17/2017	4,904,500.00		625,373.21		190,377.19		434,996.02	
19-18	Purchase of Equipment and Various Sewer Improvements	6/20/2018	1,622,750.00		748,254.60		37,133.00		711,121.60	
16-19	Various Wastewater Treatment Plant and Sewer System Improvements	5/15/2019	2,103,500.00		673,255.54		367,538.86		305,716.68	
14-20	Various Wastewater Treatment Plant and Sewer System Improvements	5/20/2020	3,360,000.00		1,816,147.15		713,451.75		1,102,695.40	
13-21	Various Wastewater Treatment Plant and Sewer System Improvements	5/19/2021	2,441,000.00		2,441,000.00		257,127.15		2,183,872.85	
12-22	Various Wastewater Treatment Plant and Sewer System Improvements	5/18/2022	1,969,500.00			\$ 1,969,500.00			1,969,500.00	
28-22	Woodland Sewage Treatment Plant Internal Recycle System Improvements	12/21/2022	800,000.00			\$ 800,000.00			800,000.00	
						\$ 800,000.00		\$ 1,637,900.24	\$ 8,639,766.61	

Ref.

E

E

**TOWNSHIP OF MORRIS**  
**SEWER UTILITY CAPITAL FUND**  
**SCHEDULE OF CAPITAL IMPROVEMENT FUND**

	<u>Ref.</u>	
Balance December 31, 2021	E	\$ 660,736.49
Increased by:		
2022 Budget Appropriation		1,969,500.00
		<hr/> 2,630,236.49
Decreased by:		
Appropriated to Finance Improvement Authorizations		1,969,500.00
		<hr/> 1,969,500.00
Balance December 31, 2022	E	<hr/> <u>\$ 660,736.49</u>

**TOWNSHIP OF MORRIS**  
**SEWER UTILITY CAPITAL FUND**  
**SCHEDULE OF RESERVE FOR AMORTIZATION**

	<u>Ref.</u>	
Balance December 31, 2021	E	\$ 83,348,432.25
Increased by:		
Paid by Sewer Utility Operating Budget:		
Serial Bonds	\$ 540,000.00	
NJ Environmental Infrastructure Trust Loans	289,738.04	
		<hr style="width: 100%; border: 0.5px solid black;"/>
		829,738.04
		<hr style="width: 100%; border: 0.5px solid black;"/>
		84,178,170.29
Decreased by:		
Reclass Prior Improvement Authorizations Canceled		95,367.00
		<hr style="width: 100%; border: 0.5px solid black;"/>
Balance December 31, 2022	E	<u><u>\$ 84,082,803.29</u></u>

**TOWNSHIP OF MORRIS**  
**SEWER UTILITY CAPITAL FUND**  
**SCHEDULE OF DEFERRED RESERVE FOR AMORTIZATION**

Ord. No.	Improvement Description	Ordinance Date	Balance		2022 Authorizations	Reclass Prior Improvement Authorizations Canceled	Balance Dec. 31, 2022
			Dec. 31, 2021				
08-12;		5/16/2012;					
01-13	Various Sewer Improvements	2/27/2013	\$ 10,000.00		\$ 10,000.00		
22-15	Various Sewer Improvements	6/17/2015	263,552.09		59,284.09	\$ 204,268.00	
08-16	Various Sewer Improvements	5/17/2016	995,719.20		340,110.64	655,608.56	
09-17	Old Glen Sewer Lining	4/9/2017	350,000.00		350,000.00		
16-17	Purchase of Equipment and Various Sewer Improvements	5/17/2017	4,889,500.00		4,635.55	4,884,864.45	
19-18	Purchase of Equipment and Various Sewer Improvements	6/20/2018	1,622,750.00		157,249.87	1,465,500.13	
16-19	Wastewater Treatment Plant and Sewer System Improvements	4/17/2019	2,103,500.00		42,000.00	2,061,500.00	
14-20	Various Wastewater Treatment Plant and Sewer System Improvements	5/20/2020	757,500.00		(1,058,647.15)	1,816,147.15	
13-21	Various Wastewater Treatment Plant and Sewer System Improvements	5/19/2021	2,441,000.00			2,441,000.00	
12-22	Various Wastewater Treatment Plant and Sewer System Improvements	5/18/2022		\$ 1,969,500.00		1,969,500.00	
28-22	Woodland Sewage Treatment Plant Internal Recycle System Improvements	12/21/2022		800,000.00		800,000.00	
			<u>\$ 13,433,521.29</u>	<u>\$ 2,769,500.00</u>	<u>\$ (95,367.00)</u>	<u>\$ 16,298,388.29</u>	

Ref. E

E

**TOWNSHIP OF MORRIS**  
**SEWER UTILITY CAPITAL FUND**  
**SCHEDULE OF BOND ANTICIPATION NOTES PAYABLE**  
**YEAR ENDED DECEMBER 31, 2022**

NOT APPLICABLE

**TOWNSHIP OF MORRIS**  
**SEWER UTILITY CAPITAL FUND**  
**SCHEDULE OF SERIAL BONDS PAYABLE**

Purpose	Date of Issue	Amount of Original Issue	Maturities of Bonds Outstanding Dec. 31, 2022		Interest Rate	Balance Dec. 31, 2021	Matured	Balance Dec. 31, 2022
			Date	Amount				
Sewer Utility Bonds of 2009	9/1/2009	\$4,655,000.00	9/1/2023-25	\$ 300,000.00	3.500%	\$ 2,400,000.00	\$ 300,000.00	\$ 2,100,000.00
			9/1/2026-27	300,000.00	3.625%			
			9/1/2028-29	300,000.00	3.750%			
Sewer Utility Bonds of 2014	10/15/2014	4,807,000.00	10/15/2023	250,000.00	2.000%	3,512,000.00	240,000.00	3,272,000.00
			10/15/2024	260,000.00	2.000%			
			10/15/2025	260,000.00	2.250%			
			10/15/2026	270,000.00	2.375%			
			10/15/2027-33	280,000.00	3.000%			
			10/15/2034	272,000.00	3.000%			
						\$ 5,912,000.00	\$ 540,000.00	\$ 5,372,000.00

Ref.

E

E

**TOWNSHIP OF MORRIS**  
**SEWER UTILITY CAPITAL FUND**  
**SCHEDULE OF NEW JERSEY ENVIRONMENTAL**  
**INFRASTRUCTURE TRUST (NJEIT) LOANS PAYABLE**

	<u>Ref.</u>	
Balance December 31, 2021	E	\$ 3,332,118.65
Decreased by:		
Matured		289,738.04
Balance December 31, 2022	E	\$ 3,042,380.61

Schedule of Principal and Interest Payments Outstanding December 31, 2022

<u>Payment Number</u>	<u>Due</u>	<u>Fund Loan Principal</u>	<u>Trust Loan Principal</u>	<u>Trust Loan Interest</u>	<u>Loan Balance</u>
					\$ 3,042,380.61
20	2/1/2023	\$ 73,246.01		\$ 14,125.00	2,969,134.60
21	8/1/2023	146,492.03	\$ 70,000.00	14,125.00	2,752,642.57
22	2/1/2024	73,246.01		12,375.00	2,679,396.56
23	8/1/2024	146,492.03	75,000.00	12,375.00	2,457,904.53
24	2/1/2025	73,246.01		10,500.00	2,384,658.52
25	8/1/2025	146,492.03	80,000.00	10,500.00	2,158,166.49
26	2/1/2026	73,246.01		9,300.00	2,084,920.48
27	8/1/2026	146,492.03	80,000.00	9,300.00	1,858,428.45
28	2/1/2027	73,246.01		8,100.00	1,785,182.44
29	8/1/2027	146,492.03	85,000.00	8,100.00	1,553,690.41
30	2/1/2028	73,246.01		6,825.00	1,480,444.40
31	8/1/2028	146,492.03	85,000.00	6,825.00	1,248,952.37
32	2/1/2029	73,246.01		5,550.00	1,175,706.36
33	8/1/2029	146,492.03	90,000.00	5,550.00	939,214.33
34	2/1/2030	73,246.01		4,200.00	865,968.32
35	8/1/2030	146,492.03	90,000.00	4,200.00	629,476.29
36	2/1/2031	73,246.01		2,850.00	556,230.28
37	8/1/2031	146,492.03	95,000.00	2,850.00	314,738.25
38	2/1/2032	73,246.01		1,425.00	241,492.24
39	8/1/2032	146,492.24	95,000.00	1,425.00	
		\$ 2,197,380.61	\$ 845,000.00	\$ 150,500.00	

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

<u>Ord. No.</u>	<u>Improvement Description</u>	<u>Balance Dec. 31, 2021</u>	<u>Balance Dec. 31, 2022</u>
17-11; 25-11	Various Sewer Improvements	\$ 82,193.47	\$ 82,193.47
		<u>\$ 82,193.47</u>	<u>\$ 82,193.47</u>

TOWNSHIP OF MORRIS  
COUNTY OF MORRIS  
2022  
SWIMMING POOL UTILITY FUND

**TOWNSHIP OF MORRIS**  
**SWIMMING POOL UTILITY FUND**  
**SCHEDULE OF CASH - TREASURER**

	<u>Ref.</u>	<u>Operating</u>	<u>Capital</u>
Balance December 31, 2021	F	\$ 43,584.52	\$ 494,951.12
Increased by Receipts:			
Swimming Pool Fees		\$ 840,220.00	
Interest Earned		1,183.37	
Miscellaneous Revenue		47,102.17	
American Rescue Plan		218,000.00	
Deficit (General Budget)		286,235.62	
Change Fund Returned		200.00	
Budget Appropriation:			
Capital Improvement Fund			\$ 9,750.00
Due Current Fund:			
Interfund Returned		2,829.99	
Interfund Advanced		8,104.40	
Due Swimming Pool Utility Capital Fund:			
Interest Earned		1,371.39	
Due Swimming Pool Utility Operating Fund:			
Interest Earned			1,371.39
		<u>1,405,246.94</u>	<u>11,121.39</u>
		1,448,831.46	506,072.51
Decreased by Disbursements:			
2022 Appropriation Expenditures		1,198,496.76	
2021 Appropriation Reserve Expenditures		36,681.90	
Change Fund Advanced		200.00	
Interest on Bonds		42,400.00	
Refund of:			
Swimming Pool Fees		3,145.00	
Miscellaneous Revenue		125.00	
Due Sewer Utility Operating Fund:			
Interfund Returned		100,000.00	
Due Swimming Pool Utility Operating Fund:			
Interest Earned			1,371.39
Improvement Authorizations			267,388.83
		<u>1,381,048.66</u>	<u>268,760.22</u>
Balance December 31, 2022	F	<u>\$ 67,782.80</u>	<u>\$ 237,312.29</u>

TOWNSHIP OF MORRIS  
SWIMMING POOL UTILITY CAPITAL FUND  
ANALYSIS OF CASH

	Balance/ (Deficit) Dec. 31, 2021	Receipts		Disbursements		Transfers		Balance Dec. 31, 2022
		Budget Appropriation	Miscellaneous	Improvement Authorizations	Miscellaneous	From	To	
Fund Balance	\$ 18,224.04							\$ 18,224.04
Capital Improvement Fund	40,419.68	\$ 9,750.00				\$ 9,750.00		40,419.68
Due Swimming Pool Utility Operating Fund			\$ 1,371.39		\$ 1,371.39			
<u>Ord. No.</u>	<u>Improvement Authorizations</u>							
11-16	Swimming Pool Improvements and Purchase of Equipment							79,155.16
12-17	Swimming Pool Improvements and Purchase of Equipment			\$ 19,085.10				122,613.10
21-18	Swimming Pool Improvements and Purchase of Equipment							65,000.00
15-19	Swimming Pool Improvements							59,144.00
09-20; 30-20	Swimming Pool Improvements			64,160.00				(101,682.00)
12-21	Swimming Pool Improvements			94,146.99				(89,539.79)
15-21	Electrical Equipment Improvements at the Streeter Swim Pool Facility							124,224.84
10-22	Swimming Pool Improvements			89,996.74			\$ 9,750.00	(80,246.74)
		\$ 9,750.00	\$ 1,371.39	\$ 267,388.83	\$ 1,371.39	\$ 9,750.00	\$ 9,750.00	\$ 237,312.29

**TOWNSHIP OF MORRIS**  
**SWIMMING POOL UTILITY OPERATING FUND**  
**SCHEDULE OF CONSUMER ACCOUNTS RECEIVABLE**  
**YEAR ENDED DECEMBER 31, 2022**

NOT APPLICABLE

**TOWNSHIP OF MORRIS**  
**SWIMMING POOL UTILITY CAPITAL FUND**  
**SCHEDULE OF FIXED CAPITAL**

	<u>Ref.</u>	
Balance December 31, 2021	F	<u>\$ 7,593,006.31</u>
Balance December 31, 2022	F	<u><u>\$ 7,593,006.31</u></u>

**TOWNSHIP OF MORRIS**  
**SWIMMING POOL UTILITY CAPITAL FUND**  
**SCHEDULE OF FIXED CAPITAL AUTHORIZED AND UNCOMPLETED**

Improvement Description	Ordinance		Balance	2022	Balance
	Date	Amount	Dec. 31, 2021	Authorizations	Dec. 31, 2022
Swimming Pool Improvements and Purchase of Equipment	5/17/2016	\$ 235,000.00	\$ 235,000.00		\$ 235,000.00
Swimming Pool Improvements and Purchase of Equipment	5/17/2017	200,000.00	200,000.00		200,000.00
Swimming Pool Improvements and Purchase of Equipment	6/20/2018	65,000.00	65,000.00		65,000.00
Swimming Pool Improvements	5/15/2019	86,500.00	86,500.00		86,500.00
Swimming Pool Improvements	5/20/2020; 12/16/2020	122,500.00	122,500.00		122,500.00
Swimming Pool Improvements	5/19/2021	239,500.00	239,500.00		239,500.00
Electrical Equipment Improvements at the Streeter Swim Pool Facility	5/19/2021	124,274.84	124,274.84		124,274.84
Swimming Pool Improvements	5/18/2022	195,000.00		\$ 195,000.00	195,000.00
			<u>\$ 1,072,774.84</u>	<u>\$ 195,000.00</u>	<u>\$ 1,267,774.84</u>
			<u>Ref.</u>	F	F

**TOWNSHIP OF MORRIS**  
**SWIMMING POOL UTILITY OPERATING FUND**  
**SCHEDULE OF 2021 APPROPRIATION RESERVES**  
**YEAR ENDED DECEMBER 31, 2022**

	Balance Dec. 31, 2021	Balance After Modification	Paid or Charged	Balance Lapsed
Operating:				
Salaries and Wages	\$ 49,316.29	\$ 49,316.29		\$ 49,316.29
Other Expenses	117,532.60	117,532.60	\$ 36,681.90	80,850.70
Statutory Expenditures:				
Contribution to:				
Social Security System (O.A.S.I.)	2,012.80	2,012.80		2,012.80
	\$ 168,861.69	\$ 168,861.69	\$ 36,681.90	\$ 132,179.79

Ref.

Analysis of Balance December 31, 2021:

Appropriation Reserves:		
Unencumbered	F	\$ 129,119.91
Encumbered	F	39,741.78
		\$ 168,861.69

TOWNSHIP OF MORRIS  
SWIMMING POOL UTILITY CAPITAL FUND  
SCHEDULE OF IMPROVEMENT AUTHORIZATIONS

Ord.	Improvement Description	Date	Ordinance		Balance Dec. 31, 2021		2022 Authorizations		Balance Dec. 31, 2022	
			Amount	Funded	Unfunded	Capital Improvement	Deferred Charges to Future Revenue	Paid or Charged	Funded	Unfunded
11-16	Swimming Pool Improvements and Purchase of Equipment	5/17/2016	\$ 235,000.00	\$ 79,155.16				\$ 79,155.16		
12-17	Swimming Pool Improvements and Purchase of Equipment	5/17/2017	200,000.00	141,698.20			\$ 19,085.10	122,613.10		
21-18	Swimming Pool Improvements and Purchase of Equipment	6/20/2018	65,000.00	65,000.00				65,000.00		
15-19	Swimming Pool Improvements	5/15/2019	86,500.00	59,144.00	\$ 250.00			59,144.00	\$ 250.00	
09-20; 30-20	Swimming Pool Improvements	5/20/2020; 12/16/2020	122,500.00		78,853.00			64,160.00		14,693.00
12-21	Swimming Pool Improvements	5/19/2021	239,500.00	4,607.20	227,525.00			94,146.99		137,985.21
15-21	Electrical Equipment Improvements at the Streeter Swim Pool Facility	5/19/2021	124,274.84	124,224.84	50.00			124,224.84		50.00
10-22	Swimming Pool Improvements	5/18/2022	195,000.00			\$ 9,750.00	\$ 185,250.00	89,996.74		105,003.26
				\$ 473,829.40	\$ 306,678.00	\$ 9,750.00	\$ 185,250.00	\$ 267,388.83	\$ 450,137.10	\$ 257,981.47

Ref.

F

F

F

F

**TOWNSHIP OF MORRIS**  
**SWIMMING POOL UTILITY CAPITAL FUND**  
**SCHEDULE OF CAPITAL IMPROVEMENT FUND**

	<u>Ref.</u>	
Balance December 31, 2021	F	\$ 40,419.68
Increased by:		
2022 Budget Appropriation		9,750.00
		<u>50,169.68</u>
Decreased by:		
Appropriated to Finance Improvement Authorizations		9,750.00
		<u>9,750.00</u>
Balance December 31, 2022	F	<u>\$ 40,419.68</u>

**TOWNSHIP OF MORRIS**  
**SWIMMING POOL UTILITY CAPITAL FUND**  
**SCHEDULE OF RESERVE FOR AMORTIZATION**

	<u>Ref.</u>	
Balance December 31, 2021	F	\$ 6,159,706.31
Increased by:		
Serial Bonds Paid by Swimming Pool Utility Operating Budget		<u>370,000.00</u>
Balance December 31, 2022	F	<u>\$ 6,529,706.31</u>

**TOWNSHIP OF MORRIS**  
**SWIMMING POOL UTILITY CAPITAL FUND**  
**SCHEDULE OF DEFERRED RESERVE FOR AMORTIZATION**

<u>Improvement Description</u>	<u>Ordinance Date</u>	<u>Balance Dec. 31, 2021</u>	<u>2022 Authorizations</u>	<u>Balance Dec. 31, 2022</u>
Swimming Pool Improvements and Purchase of Equipment	5/17/2016	\$ 11,750.00		\$ 11,750.00
Swimming Pool Improvements and Purchase of Equipment	5/17/2017	10,000.00		10,000.00
Swimming Pool Improvements and Purchase of Equipment	6/20/2018	3,250.00		3,250.00
Swimming Pool Improvements	5/15/2019	4,500.00		4,500.00
Swimming Pool Improvements	5/20/2020; 12/16/2020	6,125.00		6,125.00
Swimming Pool Improvements	5/19/2021	11,975.00		11,975.00
Electrical Equipment Improvements at the Streeter Swim Pool Facility	5/19/2021	124,274.84		124,274.84
Swimming Pool Improvements	5/18/2022		\$ 9,750.00	9,750.00
		<u>\$ 171,874.84</u>	<u>\$ 9,750.00</u>	<u>\$ 181,624.84</u>
	<u>Ref.</u>	F		F

**TOWNSHIP OF MORRIS**  
**SWIMMING POOL UTILITY CAPITAL FUND**  
**SCHEDULE OF BOND ANTICIPATION NOTES PAYABLE**  
**YEAR ENDED DECEMBER 31, 2022**

NOT APPLICABLE

**TOWNSHIP OF MORRIS**  
**SWIMMING POOL UTILITY CAPITAL FUND**  
**SCHEDULE OF SERIAL BONDS PAYABLE**

Purpose	Date of Issue	Amount of Original Issue	Maturities of Bonds		Interest Rate	Balance Dec. 31, 2021	Matured	Balance Dec. 31, 2022
			Outstanding Date	Amount				
Swimming Pool Bonds of 2014	10/15/2014	\$3,855,000.00	10/15/2023	\$ 390,000.00	2.00%			
			10/15/2024	400,000.00	2.00%			
			10/15/2025	410,000.00	2.25%			
			10/15/2026	420,000.00	2.375%	\$ 1,990,000.00	\$ 370,000.00	\$ 1,620,000.00
						\$ 1,990,000.00	\$ 370,000.00	\$ 1,620,000.00

Ref.

F

F

**TOWNSHIP OF MORRIS**  
**SWIMMING POOL UTILITY CAPITAL FUND**  
**SCHEDULE OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED**

Ordinance No.	Improvement Description	Balance Dec. 31, 2021	2022 Authorizations	Balance Dec. 31, 2022
15-19	Swimming Pool Improvements	\$ 250.00		\$ 250.00
09-20; 30-20	Swimming Pool Improvements	116,375.00		116,375.00
12-21	Swimming Pool Improvements	227,525.00		227,525.00
15-21	Swimming Pool Improvements	50.00		50.00
10-22	Swimming Pool Improvements		\$ 185,250.00	185,250.00
		<u>\$ 344,200.00</u>	<u>\$ 185,250.00</u>	<u>\$ 529,450.00</u>

TOWNSHIP OF MORRIS  
COUNTY OF MORRIS  
2022  
PARKING LOT UTILITY FUND

**TOWNSHIP OF MORRIS**  
**PARKING LOT UTILITY FUND**  
**SCHEDULE OF CASH - TREASURER**

	<u>Ref.</u>	<u>Operating</u>	<u>Capital</u>
Balance December 31, 2021	G	\$ 407,399.12	\$ 257,774.65
Increased by Receipts:			
Due Parking Lot Utility Capital Fund:			
Interest Earned		\$ 773.44	
Interest Earned		1,288.04	
Miscellaneous		40.00	
Parking Lot Fees and Permits		245,897.20	
American Rescue Plan		85,000.00	
Due Parking Lot Utility Operating Fund:			
Interest Earned			\$ 773.44
		<u>332,998.68</u>	<u>773.44</u>
		740,397.80	258,548.09
Decreased by Disbursements:			
2022 Appropriation Expenditures		251,500.27	
2021 Appropriation Reserve Expenditures		5,728.01	
Interest on Bonds		2,100.00	
Due Current Fund:			
Fund Balance Anticipated		50,000.00	
Refund of Parking Lot Fees and Permits		1,533.75	
Due Parking Lot Utility Operating Fund:			
Interest Earned			773.44
Improvement Authorizations			20,000.00
		<u>310,862.03</u>	<u>20,773.44</u>
Balance December 31, 2022	G	<u>\$ 429,535.77</u>	<u>\$ 237,774.65</u>

**TOWNSHIP OF MORRIS**  
**PARKING LOT UTILITY CAPITAL FUND**  
**ANALYSIS OF CASH**

	Balance Dec. 31, 2021	Receipts		Disbursements		Transfers		Balance Dec. 31, 2022
		Miscellaneous	Improvement Authorizations	Miscellaneous	From	To		
Fund Balance	\$ 24,684.00							\$ 24,684.00
Capital Improvement Fund	172,984.65				\$ 20,000.00			152,984.65
Due Parking Lot Utility Operating Fund		\$ 773.44		\$ 773.44				
Ord. No.			Improvement Authorizations					
10-20	60,106.00		Improvements to Convent Train Station Parking Lot					60,106.00
13-22			Purchase and Installation of a New Boiler for the Convent Train Station House	\$ 20,000.00		\$ 20,000.00		
	\$ 257,774.65	\$ 773.44		\$ 773.44	\$ 20,000.00	\$ 20,000.00	\$ 20,000.00	\$ 237,774.65

**TOWNSHIP OF MORRIS**  
**PARKING LOT UTILITY OPERATING FUND**  
**SCHEDULE OF CONSUMER ACCOUNTS RECEIVABLE**  
**YEAR ENDED DECEMBER 31, 2022**

NOT APPLICABLE

**TOWNSHIP OF MORRIS**  
**PARKING LOT UTILITY CAPITAL FUND**  
**SCHEDULE OF FIXED CAPITAL**

	<u>Ref.</u>	
Balance December 31, 2021	G	\$ 1,654,201.12
Increased by:		
Additions by Ordinance		<u>20,000.00</u>
		1,674,201.12
Decreased by:		
Reclass Prior Additions by Ordinance		<u>61,390.35</u>
Balance December 31, 2022	G	<u><u>\$ 1,612,810.77</u></u>

**TOWNSHIP OF MORRIS  
PARKING LOT UTILITY CAPITAL FUND  
SCHEDULE OF FIXED CAPITAL AUTHORIZED AND UNCOMPLETED**

Improvement Description	Ordinance		Balance Dec. 31, 2021	2022 Authorizations	Reclass Prior		Costs to Fixed Capital	Balance Dec. 31, 2022
	Date	Amount			Costs to Fixed Capital	Costs to Fixed Capital		
Improvements to Convent Train Station Parking Lot	5/20/2020	\$ 130,000.00	\$ 56,709.65		\$ 61,390.35		\$ 118,100.00	
Purchase and Installation of a New Boiler for the Convent Train Station House	5/18/2022	20,000.00		\$ 20,000.00		\$ 20,000.00		
			\$ 56,709.65	\$ 20,000.00	\$ 61,390.35	\$ 20,000.00	\$ 118,100.00	

Ref.

G

G

**TOWNSHIP OF MORRIS**  
**PARKING LOT UTILITY OPERATING FUND**  
**SCHEDULE OF 2021 APPROPRIATION RESERVES**  
**YEAR ENDED DECEMBER 31, 2022**

	<u>Balance</u> <u>Dec. 31, 2021</u>	<u>Balance After</u> <u>Modification</u>	<u>Paid or</u> <u>Charged</u>	<u>Balance</u> <u>Lapsed</u>
Operating:				
Salaries and Wages	\$ 27,053.00	\$ 27,053.00		\$ 27,053.00
Other Expenses	20,649.29	20,649.29	\$ 5,728.01	14,921.28
Statutory Expenditures:				
Contribution to:				
Social Security System (O.A.S.I.)	2,096.60	2,096.60		2,096.60
	<u>\$ 49,798.89</u>	<u>\$ 49,798.89</u>	<u>\$ 5,728.01</u>	<u>\$ 44,070.88</u>

Ref.

Analysis of Balance December 31, 2021:

Appropriation Reserves:				
Unencumbered	G	\$ 44,375.14		
Encumbered	G	5,423.75		
		<u>\$ 49,798.89</u>		

TOWNSHIP OF MORRIS  
PARKING LOT UTILITY CAPITAL FUND  
SCHEDULE OF IMPROVEMENT AUTHORIZATIONS

Ord.	Improvement Description	Date	Amount	2021		2022		Balance Dec. 31, 2022
				Ordinance	Balance Dec. 31, 2021	Authorizations Capital Improvement	Fund	
10-20	Improvements to Convent Train Station Parking Lot	5/20/2020	\$ 130,000.00	\$ 60,106.00				\$ 60,106.00
13-22	Purchase and Installation of a New Boiler for the Convent Train Station House	5/18/2022	20,000.00		\$ 20,000.00	\$ 20,000.00		\$ 20,000.00
				\$ 60,106.00	\$ 20,000.00	\$ 20,000.00		\$ 60,106.00

Ref.

G

G

**TOWNSHIP OF MORRIS**  
**PARKING LOT UTILITY CAPITAL FUND**  
**SCHEDULE OF CAPITAL IMPROVEMENT FUND**

	<u>Ref.</u>	
Balance December 31, 2021	G	\$ 172,984.65
Decreased by:		
Appropriated to Finance Improvement Authorizations		<u>20,000.00</u>
Balance December 31, 2022	G	<u>\$ 152,984.65</u>

**TOWNSHIP OF MORRIS**  
**PARKING LOT UTILITY CAPITAL FUND**  
**SCHEDULE OF RESERVE FOR AMORTIZATION**

	<u>Ref.</u>	
Balance December 31, 2021	G	\$ 1,500,910.77
Increased by:		
Transfer from Deferred Reserve for Amortization		\$ 6,900.00
Serial Bonds Paid by Parking Lot Utility Operating Budget		35,000.00
		<u>41,900.00</u>
Balance December 31, 2022	G	<u>\$ 1,542,810.77</u>

TOWNSHIP OF MORRIS  
PARKING LOT UTILITY CAPITAL FUND  
SCHEDULE OF DEFERRED RESERVE FOR AMORTIZATION

Ord. No.	Improvement Description	Ordinance Date	Balance Dec. 31, 2021	2022 Authorizations	Transfer to Reserve for Amortization Fixed Capital	Balance Dec. 31, 2022
24-15	Improvements to Convent Train Station Parking Lot	6/17/2015	\$ 48,290.35		\$ 48,290.35	
17-19	Drainage Improvements at Convent Train Station Parking Lot	5/15/2019	5,175.00		5,175.00	
10-20	Improvements to Convent Train Station Parking Lot	5/20/2020	51,534.65		(66,565.35)	\$ 118,100.00
13-22	Purchase and Installation of a New Boiler for the Convent Train Station House	5/18/2022		\$ 20,000.00	20,000.00	
			<u>\$ 105,000.00</u>	<u>\$ 20,000.00</u>	<u>\$ 6,900.00</u>	<u>\$ 118,100.00</u>

Ref.

G

G

**TOWNSHIP OF MORRIS**  
**PARKING LOT UTILITY CAPITAL FUND**  
**SCHEDULE OF BOND ANTICIPATION NOTES PAYABLE**  
**YEAR ENDED DECEMBER 31, 2022**

NOT APPLICABLE

TOWNSHIP OF MORRIS  
PARKING LOT UTILITY CAPITAL FUND  
SCHEDULE OF SERIAL BONDS PAYABLE

Purpose	Date of Issue	Amount of Original Issue	Maturities of Bonds		Interest Rate	Balance	
			Outstanding Date	Amount		Dec. 31, 2021	Dec. 31, 2022
Parking Lot Bonds of 2014	10/15/2014	\$ 285,000.00	10/15/2023-24	\$ 35,000.00	2.00%	\$ 105,000.00	\$ 70,000.00
						<u>\$ 105,000.00</u>	<u>\$ 70,000.00</u>
					<u>Ref.</u>	G	G

**TOWNSHIP OF MORRIS**  
**PARKING LOT UTILITY CAPITAL FUND**  
**SCHEDULE OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED**  
**YEAR ENDED DECEMBER 31, 2022**

NOT APPLICABLE

TOWNSHIP OF MORRIS  
COUNTY OF MORRIS  
2022  
PUBLIC ASSISTANCE FUND

**TOWNSHIP OF MORRIS**  
**PUBLIC ASSISTANCE FUND**  
**SCHEDULE OF CASH - TREASURER**

	<u>Ref.</u>	<u>P.A.T.F. I</u>
Balance December 31, 2021	H	\$ 55,815.79
Increased by Receipts:		
Due Current Fund - Interest Earned		167.43
		<u>55,983.22</u>
Decreased by Disbursements:		
Due Current Fund - Interest Earned		167.43
Balance December 31, 2022	H	<u>\$ 55,815.79</u>

TOWNSHIP OF MORRIS

PART II

SINGLE AUDIT

YEAR ENDED DECEMBER 31, 2022

**TOWNSHIP OF MORRIS**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**YEAR ENDED DECEMBER 31, 2022**

Federal Department	Assistance Listing Number	State Program Account Number	Program	Grant Award	Grant Receipts	Grant Period		Grant Expenditures	MEMO Cumulative Total Expenditures	Amounts Provided to Subrecipients
						From	To			
U.S. Department of Justice: Office of Justice Programs	16.607	N/A	Bulletproof Vest Partnership Program	\$ 7,453.76 3,796.65 9,704.61	\$ 9,704.61 9,704.61	01/01/19 01/01/20 01/01/22	12/31/23 12/31/23 12/31/23	\$ 4,784.29 3,123.71 7,908.00	\$ 7,453.76 3,123.71 10,577.47	
Total U.S. Department of Justice				9,704.61	9,704.61			7,908.00	10,577.47	
U.S. Department of Transportation: (Passed through NJ Department of Law and Public Safety)	20.616	100-066-1160-157-031020	Drive Sober or Get Pulled Over	1,362.76	1,362.76	01/01/22	12/31/22	1,362.76	1,362.76	
Total U.S. Department of Transportation				1,362.76	1,362.76			1,362.76	1,362.76	
U.S. Department of Homeland Security (Passed through NJ Department of Law and Public Safety)	97.036		Disaster Grants - Public Assistance - F.E.M.A.:							
		100-066-1200-C73-069820	Tropical Storm Isaias	186,905.85	186,905.85	08/05/20	12/31/20	186,905.85 *	186,905.85	
		100-066-1200-C80-066290	Severe Winter Storm and Snow Storm Orlena	38,703.77	38,703.77	02/01/21	12/31/21	38,703.77 *	38,703.77	
Total U.S. Department of Homeland Security				225,609.62	225,609.62			225,609.62	225,609.62	
U.S. Department of Treasury: (Passed through NJ Department of Community Affairs)	21.027	100-022-8030-687-046010	COVID-19 - American Rescue Plan Act: Coronavirus State and Local Fiscal Recovery Funds	2,319,036.50	1,159,518.25	03/03/21	12/31/24	454,355.27	454,355.27	
Total U.S. Department of Treasury				1,159,518.25	1,159,518.25			454,355.27	454,355.27	
<b>TOTAL FEDERAL AWARDS</b>				<b>\$ 1,396,195.24</b>	<b>\$ 1,396,195.24</b>			<b>\$ 689,235.65</b>	<b>\$ 691,905.12</b>	<b>\$ -0-</b>

N/A - Not Applicable/Available  
\* - Expended in Prior Year(s).

SEE ACCOMPANYING NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS

**TOWNSHIP OF MORRIS**  
**SCHEDULE OF EXPENDITURES OF STATE AWARDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2022**

State Funding Department	State Program	Program Account No.	Grant Award	Grant Receipts	Grant Period		Grant Expenditures	MEMO Cumulative Total Expenditures
					From	To		
Department of Environmental Protection	Clean Communities Program	765-042-4900-	\$ 55,152.33		01/01/19	12/31/22	\$ 25,470.73	\$ 55,152.33
		004-178910	49,726.53		01/01/20	12/31/23	22,970.99	22,970.99
			\$ 54,819.17		01/01/22	12/31/23	48,441.72	78,123.32
	Recycling Tonnage Grant	100-042-4910-224-238490	25,108.73	25,108.73	01/01/22	12/31/22	25,108.73	25,108.73
	Total Department of Environmental Protection			79,927.90			73,550.45	103,232.05
Department of Law and Public Safety	Drunk Driving Enforcement Fund	100-066-1110-260-YYYY	10,827.49		01/01/19	12/31/23	460.00	2,065.05
			2,453.55		01/01/20	12/31/22	874.35	2,453.55
			2,061.46	2,061.46	01/01/22	12/31/23		
	Body Armor Replacement Fund	718-066-1020-001-090160	2,863.56	2,863.56	01/01/22	12/31/23	874.35	2,453.55
	Total Department of Law and Public Safety			4,925.02			1,334.35	4,518.60
Department of Treasury (Passed through the County of Morris)	Governor's Council on Alcoholism and Drug Abuse - Municipal Alliance Program	100-082-2000-044-995120	17,405.00	17,404.29	07/01/22	06/30/23	17,404.29	17,404.29
			4,000.00	4,000.00	07/01/22	06/30/23	17,404.29	17,404.29
				21,404.29				
	Total Department of Treasury			21,404.29			17,404.29	17,404.29
Department of Community Affairs	Local Efficiency Achievement Program (LEAP) Implementation	N/A	90,000.00		01/01/21	12/31/23	24,750.00	24,750.00
	Total Department of Community Affairs			- 0 -			24,750.00	24,750.00

N/A - Not Applicable/Available

**TOWNSHIP OF MORRIS**  
**SCHEDULE OF EXPENDITURES OF STATE AWARDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2022**  
 (Continued)

State Funding Department	State Program	Program Account No.	Grant Award	Grant Receipts	Grant Period		Grant Expenditures	MEMO Cumulative Total Expenditures
					From	To		
Department of Health and Senior Services	Alcohol Education, Rehabilitation and Enforcement Fund (Trust)	760-098-9735-001-060000	\$ 8,686.28	\$ 8,686.28	01/01/22	12/31/23		
	Total Department of Health and Senior Services			8,686.28			\$ - 0 -	\$ - 0 -
Department of Treasury - Division of Energy	Pays to Plug In - EV Charging Stations	N/A	16,000.00	16,000.00	01/01/21	12/31/23		
	Total Department of Treasury - Division of Energy			16,000.00			- 0 -	- 0 -
Department of Transportation	NJ Municipal Trust Fund Authority Act - Sherman Ave	480-078-6320-AN8-606280	300,000.00	225,000.00	01/01/20	12/31/23	249,795.02	249,795.02
	Total Department of Transportation			225,000.00			249,795.02	249,795.02
	<b>TOTAL STATE AWARDS</b>			\$ 355,943.49			\$ 366,834.11	\$ 399,699.96

N/A - Not Applicable/Available

SEE ACCOMPANYING NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS

TOWNSHIP OF MORRIS  
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS  
YEAR ENDED DECEMBER 31, 2022

A. BASIS OF PRESENTATION

The accompanying Schedules of Expenditures of Federal and State Awards (the “Schedules”) includes the federal and state grant activity of the Township of Morris under programs of the federal and state governments for the year ended December 31, 2022. The information in these schedules is presented in accordance with the requirements of the Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (“Uniform Guidance”) and New Jersey's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Because the schedules present only a selected portion of the operations of the Township of Morris, they are not intended to and do not present the financial position, changes in fund balance or cash flows of the Township of Morris.

B. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

C. RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

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

D. STATE LOANS OUTSTANDING

The Township of Morris has the following loans outstanding as of December 31, 2022:

Sewer Utility Capital Fund:	
NJEIT Loans	<u>\$ 3,042,380.61</u>

Currently, the Township is in the process of repaying the loan balances.

At December 31, 2022, the Township had received and reported as expended the entire \$5,762,020 of NJEIT Loan funds related to the Woodland Sewer Treatment Plant upgrades project which is now complete.

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

Independent Auditors' Report

The Honorable Mayor and Members  
of the Township Committee  
Township of Morris  
Morris, New Jersey

We have audited, in accordance with auditing standards generally accepted in the United States of America, audit requirements prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey (the "Division"), and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States, the financial statements - *regulatory basis* - of the various funds of the Township of Morris, in the County of Morris (the "Township") as of and for the year ended December 31, 2022, and the related notes to the financial statements and have issued our report thereon dated June 19, 2023. These financial statements have been prepared in accordance with accounting practices prescribed or permitted by the Division to demonstrate compliance with the Division's regulatory basis of accounting, and the budget laws of New Jersey, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

**Report on Internal Control Over Financial Reporting**

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

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

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

The Honorable Mayor and Members  
of the Township Committee  
Township of Morris  
Page 2

### **Report on Compliance and Other Matters**

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

### **Purpose of this Report**

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

Mount Arlington, New Jersey  
June 19, 2023

*Nisivoccia LLP*  
NISIVOCCIA LLP

*Valerie A. Dolan*

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Valerie A. Dolan  
Certified Public Accountant  
Registered Municipal Accountant No. 548

TOWNSHIP OF MORRIS  
SCHEDULE OF FINDINGS AND RESPONSES  
YEAR ENDED DECEMBER 31,2022

Summary of Auditors' Results:

- The Independent Auditors' Report expresses an unmodified opinion on the financial statements prepared in accordance with accounting practices prescribed or permitted by the Division of Local Government Services, Department of Community Affairs, State of New Jersey to demonstrate compliance with the Division's regulatory basis of accounting and the budget laws of New Jersey.
- A significant deficiency was disclosed during the audit of the financial statements as reported in the *Independent Auditors' Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards*. No material weaknesses are reported.
- No instances of noncompliance material to the financial statements of the Township which would be required to be reported in accordance with *Government Auditing Standards*, were disclosed during the audit.
- The Township was not subject to the single audit provisions of the Uniform Guidance and New Jersey OMB's Circular 15-08 for the year ended December 31, 2022 as both state and federal grant expenditures were less than the single audit thresholds of \$750,000 identified in the Uniform Guidance and NJOMB 15-08.

Findings Relating to the Financial Statements which are required to be Reported in Accordance with Generally Accepted Government Auditing Standards:

- The audit did not disclose any findings required to be reported under Generally Accepted Government Auditing Standards.

Findings and Questioned Costs for Federal Awards:

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

Findings and Questioned Costs for State Awards:

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

TOWNSHIP OF MORRIS  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS  
FOR THE YEAR ENDED DECEMBER 31, 2022

The Township had no prior year audit findings.

TOWNSHIP OF MORRIS

PART III

COMMENTS AND RECOMMENDATIONS

YEAR ENDED DECEMBER 31, 2022

TOWNSHIP OF MORRIS  
COMMENTS AND RECOMMENDATIONS

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

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

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

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

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

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

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

The governing body of the municipality has the responsibility of determining whether the expenditures in any category will exceed the bid threshold within the fiscal year. Where question arises as to whether any contract or agreement might result in violation of the statute, the Township Committee's opinion should be sought before a commitment is made.

TOWNSHIP OF MORRIS  
COMMENTS AND RECOMMENDATIONS  
(Continued)

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

The minutes indicated that bids were requested by public advertising per N.J.S.A. 40A:11-4. The minutes also indicated that resolutions were adopted and advertised authorizing the awarding of contracts or agreements for "Professional Services" and "Extraordinary Unspecifiable Services" per N.J.S.A. 40A:11-5.

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

New Jersey Administrative Code Accounting Requirements

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

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

The Township is currently in compliance with the above accounting requirements.

Municipal Court

Effective January 2014, the Township of Morris Municipal Court, along with three other courts, was combined with the Township of Madison Municipal Court as a Joint Municipal Court.

Collection of Interest on Delinquent Taxes, Utility Charges and Assessments

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

On January 3, 2022, the governing body adopted the following resolution authorizing interest to be charged on delinquent taxes and utility charges:

BE IT RESOLVED by the Township Committee of the Township of Morris, Morris County, New Jersey, that the rate of interest to be paid upon delinquent taxes and utility charges for the year 2022 shall be fixed at the rate of 8% per annum to \$1,500 and any amount in excess of \$1,500 shall be fixed at the rate of 18% per annum. However, interest shall not be collected upon taxes and utility charges that are not delinquent over ten (10) days. After the tenth day of "grace period", interest reverts back to the due date. An additional penalty of 6% will be imposed on tax delinquencies in excess of \$10,000 at year end.

It appears from a test of the Tax Collector's and Sewer Utility Collector's records that interest was generally collected in accordance with the foregoing resolution.

TOWNSHIP OF MORRIS  
COMMENTS AND RECOMMENDATIONS  
(Continued)

Delinquent Taxes and Tax Title Liens

The last tax sale was held on October 26, 2022 and all eligible properties were transferred to lien.

The following comparison is made of the number of tax title liens receivable on December 31, of the last three years:

<u>Year</u>	<u>Number of Liens</u>
2022	8
2021	7
2020	7

Management Suggestions

Improvement Authorizations

There are several ordinances, which are more than five years old. Additionally, some have a cash deficit balance as of December 31, 2022. This situation arises when expenditures are made from an ordinance without funding. It is suggested that all capital ordinances be reviewed in 2023 and either be canceled and/or funded.

Governmental Accounting Standards Board (GASB) Statements

GASB Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Arrangements*, is effective for the year ended December 31, 2023. This statement addresses issues related to public-private and public-public partnership agreements (PPP’s). A PPP is an arrangement in which a government (the transferor) contracts with an operator (a governmental or nongovernmental entity) to provide public services by conveying control of the right to operate or use a nonfinancial asset, such as infrastructure or other capital asset (the underlying PPP asset), for a period of time. This statement also provides guidance for accounting and financial reporting for availability payment arrangements (APA’s). An APA is an arrangement in which a government compensates an operator for services that may include designing, constructing, financing, maintaining, or operating an underlying nonfinancial asset or a period of time.

GASB Statement No. 96, *Subscription-Based Information Technology Arrangements* (SBITA’s), is effective for the year ended December 31, 2023. A SBITA is a contract that conveys control of the right to use another party’s (a SBITA vendor) information technology software, alone or in combination with tangible capital assets as specified in the related contract for a period of time. It is likely that a SBITA software or similar spreadsheets will need to be utilized to perform the various calculations necessary to implement this standard.

COVID-19 Federal Funding

It is possible that the Township will undergo some review of its COVID-19 funding by the federal government. We strongly suggest that the Township ensures that these funds are utilized in accordance with the applicable federal requirements especially with respect to procurement. Additionally, we strongly suggest that the Township ensures that these funds are separately accounted for in the Township’s accounting records and that any applicable Township policies are current with respect to federal grant requirements. Because of the nature of these funds, being new programs, generally of a significant dollar amount, and some of which may be expended over a period of years, they may be subject to federal or state audit several years from now. It is important that the grant files maintained by local governments be complete, self-explanatory, and fully document the program(s) undertaken as part of the funding.

TOWNSHIP OF MORRIS  
COMMENTS AND RECOMMENDATIONS  
(Continued)

Status of Prior Year Recommendations

There were no recommendations noted in the prior year audit; therefore, corrective action was not necessary during 2021.

TOWNSHIP OF MORRIS  
SUMMARY OF RECOMMENDATIONS

It is recommended that:

None.

\* \* \* \* \*