

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**FINANCIAL STATEMENTS**  
**AND SUPPLEMENTARY INFORMATION**  
**AND**  
**INDEPENDENT AUDITOR'S REPORTS**

**YEAR ENDED**

**DECEMBER 31, 2022**

***Oliwa & Company***  
Certified Public Accountants

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**FINANCIAL STATEMENTS**  
**AND SUPPLEMENTARY INFORMATION**  
**AND**  
**INDEPENDENT AUDITOR'S REPORTS**

**Year Ended December 31, 2022**

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**BOROUGH OF RED BANK**  
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**PART I**

**INDEPENDENT AUDITOR'S REPORTS**

**FINANCIAL STATEMENTS**

**NOTES TO FINANCIAL STATEMENTS**

**YEAR ENDED DECEMBER 31, 2022**

## **INDEPENDENT AUDITOR'S REPORT**

To the Honorable Mayor and  
Members of the Borough Council  
Borough of Red Bank  
County of Monmouth  
Red Bank, New Jersey

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

#### ***Opinions***

We have audited the accompanying balance sheets - regulatory basis of the various funds and the general fixed assets account group of the Borough of Red Bank, County of Monmouth, State of New Jersey (the "Borough") as of December 31, 2022, and the related statement of operations and change in fund balance - regulatory basis for the year then ended, the related statement of fund balance - regulatory basis for the year then ended, the statement of revenues - regulatory basis for the year then ended and the statement of expenditures - regulatory basis for the year then ended of the various funds, and the related notes to the financial statements, which collectively comprise the Borough's basic financial statements as listed in the table of contents.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the balance sheets - regulatory basis of the Current Fund, General Capital Fund, Water/Sewer Utility Fund, Parking Utility Fund, Payroll Fund and the General Fixed Assets Account Group of the Borough as of December 31, 2022, and the statement of operations and change in fund balance - regulatory basis for the year then ended, the statement of fund balance - regulatory basis for the year then ended, the statement of revenues - regulatory basis for the year then ended and the statement of expenditures - regulatory basis for the year then ended of the various funds in accordance with the financial reporting provisions of the Division of Local Government Services, Department of Community Affairs, State of New Jersey as described in Note 1.

#### ***Qualified Opinion on Regulatory Basis of Accounting***

In our opinion, except for the effects of the matter described in the Basis for Unmodified, Qualified and Adverse Opinions section of our report, the financial statements referred to above present fairly, in all material respects, the balance sheet - regulatory basis of the Trust Fund of the Borough as of December 31, 2022 in accordance with the financial reporting provisions of the Division of Local Government Services, Department of Community Affairs, State of New Jersey as described in Note 1.

## ***Opinions (continued)***

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

In our opinion, because of the significance of the matter described in the Basis for Unmodified, Qualified and Adverse Opinions section of our report, the 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 the Borough as of December 31, 2022, or the results its operations and the changes in fund balance for the years then ended.

### ***Basis for Unmodified, Qualified and Adverse Opinions***

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

### ***Matter Giving Rise to Qualified Opinion on Regulatory Basis of Accounting***

The financial statements of the Length of Service Award Program ("LOSAP") Fund have not been audited, and we were not required by the Division of Local Government Services, Department of Community Affairs, State of New Jersey to audit the LOSAP Fund financial statements as part of our audit of the Borough's financial statements. The LOSAP Fund financial activities are included in the Borough's Trust Fund and represent 19.77% of the assets and the liabilities and reserves of the Borough's Trust Fund as of December 31, 2022.

### ***Matter Giving Rise to Adverse Opinion on U.S. Generally Accepted Accounting Principles***

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

### ***Other Matter***

The financial statements of the Borough for the year ended December 31, 2021, were audited by another auditor, who expressed an adverse opinion as to conformity with accounting principles generally accepted in the United State of America and an unmodified opinion as to conformity with the financial reporting provisions of the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

## ***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 and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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

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

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

In performing an audit in accordance with generally accepted auditing standards and Government Auditing Standards, we:

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

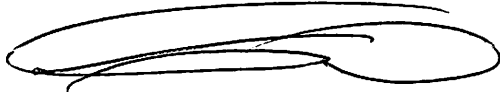
We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

### ***Supplementary Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Borough's basic financial statements. The accompanying supplementary schedules as listed in the table of contents are presented for purposes of additional analysis as required by the Division of Local Government Services, Department of Community Affairs, State of New Jersey and the schedule of expenditures of federal 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, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, except for the LOSAP Fund supplementary schedules, the supplementary schedules and the schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

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

In accordance with Government Auditing Standards, we have also issued our report dated September 28, 2023 on our consideration of the Borough's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness on the Borough'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 Borough's internal control over financial reporting and compliance.



Robert S. Oliwa  
Certified Public Accountant  
Registered Municipal Accountant #414

***Oliwa & Company***

Freehold, New Jersey  
September 28, 2023



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

To the Honorable Mayor and  
Members of the Borough Council  
Borough of Red Bank  
County of Monmouth  
Red Bank, New Jersey

We have audited, in accordance with auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States and the audit requirements prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey (the "Division"), the regulatory basis financial statements of the Borough of Red Bank, County of Monmouth, State of New Jersey (the "Borough") as of and for the year ended December 31, 2022, and the related notes to the regulatory basis financial statements, which collectively comprise the Borough's basic financial statements and have issued our report thereon dated September 28, 2023. We expressed an adverse opinion on the conformity of the Borough's regulatory basis financial statements with accounting principles generally accepted in the United States of America due to the differences between those principles and the financial reporting provisions of the Division. We expressed unmodified opinions on the regulatory basis financial statements of the Current Fund, General Capital Fund, Water/Sewer Utility Fund, Parking Utility Fund, Payroll Fund and the General Fixed Assets Account Group as to conformity with the financial reporting provisions of the Division, and expressed a qualified opinion on the regulatory basis financial statements of the Trust Fund because the Length of Service Award Program Fund was not audited.

***Report on Internal Control Over Financial Reporting***

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

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

### ***Report on Internal Control over Financial Reporting (continued)***

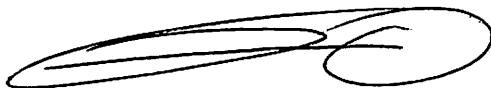
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not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

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

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

### ***Purpose of This Report***

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



Robert S. Oliwa  
Certified Public Accountant  
Registered Municipal Accountant #414

***Oliwa & Company***

Freehold, New Jersey  
September 28, 2023

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**CURRENT FUND**  
**COMPARATIVE BALANCE SHEET**  
**REGULATORY BASIS**  
**December 31, 2022 and 2021**

	<u>Ref.</u>	<u>2022</u>	<u>2021</u>
<b><u>Assets</u></b>			
Cash and Cash Equivalents:			
Cash	1-A	\$13,548,784.28	\$13,644,477.57
Change Funds		900.00	900.00
		<u>13,549,684.28</u>	<u>13,645,377.57</u>
Receivables and Other Assets with Full Reserves:			
Delinquent Property Taxes Receivable	2-A	627,021.31	656,025.72
Revenue Accounts Receivable	3-A	38,878.37	33,698.39
Demolition Liens		8,830.90	8,830.90
Payment in Lieu of Taxes Receivable		6,588.26	6,588.26
Due from Other Trust Fund		337.07	
Due from Animal Control Fund			0.79
Due from Water/Sewer Utility Operating Fund			6,851.83
Due from Parking Utility Operating Fund			29,103.04
Tax Title Liens	12-A	82,326.48	63,558.79
	A	<u>763,982.39</u>	<u>804,657.72</u>
		<u>14,313,666.67</u>	<u>14,450,035.29</u>
Deferred Charges:			
Special Emergency Authorization (40A:4-53)	13-A	128,000.00	160,000.00
		<u>14,441,666.67</u>	<u>14,610,035.29</u>
Federal and State Grant Fund:			
Cash	1-A	392,755.03	980,806.63
Grants Receivable	9-A	219,747.96	195,657.36
Due from Current Fund			5,303.07
		<u>612,502.99</u>	<u>1,181,767.06</u>
		<u>\$15,054,169.66</u>	<u>\$15,791,802.35</u>

See Accompanying Notes

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**CURRENT FUND**  
**COMPARATIVE BALANCE SHEET**  
**REGULATORY BASIS**  
**December 31, 2022 and 2021**

	<b><u>Ref.</u></b>	<b><u>2022</u></b>	<b><u>2021</u></b>
<b><u>Liabilities, Reserves and Fund Balance</u></b>			
Appropriation Reserves	A-3,4-A	\$1,588,097.70	\$2,271,026.49
Reserve for Encumbrances	A-3,4-A	357,246.15	408,603.24
Special Improvement District Taxes Payable	5-A	277.29	277.29
County Taxes Payable	6-A	30,624.21	27,954.47
Local District School Taxes Payable	7-A	3,186,576.19	3,001,420.69
Regional High School Taxes Payable	8-A	2,208,476.80	1,968,584.78
Various Reserves	14-A	795,783.62	648,297.63
Due to State of New Jersey (PL 1971, Ch.20)	15-A	5,500.00	2,290.92
Accounts Payable		25,436.60	707.90
Prepaid Taxes		398,147.54	444,509.05
Tax Overpayments			4,596.61
Due to Payroll Fund			199.43
Due to Other Trust Fund			13,263.72
Due to Federal and State Grant Fund			5,303.07
Due to General Capital Fund			87,273.84
Due to Monmouth County Regional Health Comm.		9,675.00	9,675.00
		<u>8,605,841.10</u>	<u>8,893,984.13</u>
Reserve for Receivables and Other Assets	A	763,982.39	804,657.72
Fund Balance	A-1	5,071,843.18	4,911,393.44
		<u>14,441,666.67</u>	<u>14,610,035.29</u>
Federal and State Grant Fund:			
Encumbrances Payable	10-A	55,535.32	70,558.34
Appropriated Reserves	10-A	527,476.07	474,659.67
Unappropriated Reserves	11-A	29,491.60	636,549.05
		<u>612,502.99</u>	<u>1,181,767.06</u>
		<u><u>\$15,054,169.66</u></u>	<u><u>\$15,791,802.35</u></u>

See Accompanying Notes

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**CURRENT FUND**  
**COMPARATIVE STATEMENT OF OPERATIONS AND CHANGE IN FUND BALANCE**  
**REGULATORY BASIS**  
**Years Ended December 31, 2022 and 2021**

	<b><u>Ref.</u></b>	<b><u>2022</u></b>	<b><u>2021</u></b>
<b><u>Revenue and Other Income Realized</u></b>			
Fund Balance Utilized	A-2	\$3,390,313.00	\$3,390,313.10
Miscellaneous Revenue Anticipated	A-2	6,790,075.58	4,790,124.29
Receipts from Current Taxes	A-2	53,607,278.39	53,418,705.78
Receipts from Delinquent Taxes	A-2	656,261.91	633,961.38
Non-Budget Revenues	A-2	445,801.93	1,794,426.97
Other Credits to Income:			
Unexpended Balance of Appropriation Reserves	4-A	1,801,478.23	1,449,517.66
Prior Year Interfunds Returned		35,644.73	22,683.44
Refund of Prior Year Expenditure			5,497.43
Prior Year Tax Overpayment Cancelled			3,650.15
Prior Year Adjustment	15-A	2,540.92	
Accounts Payable Cancelled		403.40	
Total Revenue		<u>66,729,798.09</u>	<u>65,508,880.20</u>
<b><u>Expenditures</u></b>			
Budget Appropriations Within CAPS:			
Operations:			
Salaries and Wages	A-3	8,809,396.00	8,912,826.00
Other Expenses	A-3	8,384,067.00	7,730,430.52
Deferred Charges and Statutory Expenditures	A-3	2,339,921.00	2,320,499.86
Budget Appropriations Excluded from CAPS:			
Operations:			
Salaries and Wages	A-3	909,800.00	260,551.00
Other Expenses	A-3	715,251.67	1,449,391.40
Capital Improvements	A-3	100,000.00	54,000.00
Municipal Debt Service	A-3	2,894,083.10	2,553,027.29
Deferred Charges	A-3	32,000.00	
Special District Taxes	5-A	579,970.00	564,970.00
County Taxes	6-A	6,366,484.58	6,674,203.53
Local District School Tax	7-A	19,197,996.00	18,811,527.00
Regional High School Tax	8-A	12,850,066.00	12,370,282.00
Interfunds Advanced			35,955.66
Total Expenditures		<u>63,179,035.35</u>	<u>61,737,664.26</u>
Excess in Revenue		3,550,762.74	3,771,215.94
Adjustments to Income before Fund Balance:			
Expenditures included above which are by Statute			160,000.00
Deferred Charges to Budgets of Succeeding Years			
Statutory Excess to Fund Balance		<u>3,550,762.74</u>	<u>3,931,215.94</u>
Fund Balance January 1	A	<u>4,911,393.44</u>	<u>4,370,490.60</u>
		8,462,156.18	8,301,706.54
Decreased by:			
Utilized as Anticipated Revenue	A-1	<u>3,390,313.00</u>	<u>3,390,313.10</u>
Fund Balance December 31	A	<u><u>\$5,071,843.18</u></u>	<u><u>\$4,911,393.44</u></u>

See Accompanying Notes

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**CURRENT FUND**  
**STATEMENT OF REVENUES**  
**REGULATORY BASIS**  
**Year Ended December 31, 2022**

		<u>Anticipated</u>			
	<u>Ref.</u>	<u>Budget</u>	<u>Special N.J.S. 40A:4-87</u>	<u>Realized</u>	<u>Excess or (Deficit)</u>
Fund Balance Anticipated	A-1	\$3,390,313.00		\$3,390,313.00	
Miscellaneous Revenues:					
Alcoholic Beverage Licenses	3-A	90,800.00		94,064.00	\$3,264.00
Other Licenses	3-A	50,700.00		41,595.00	(9,105.00)
Fees and Permits	3-A	295,377.00		285,398.82	(9,978.18)
Municipal Court Fines and Costs	3-A	520,571.00		475,171.15	(45,399.85)
Interest and Costs on Taxes	3-A	155,320.00		162,805.77	7,485.77
Interest on Investments and Deposits	3-A	9,700.00		309,513.85	299,813.85
Energy Receipts Tax	3-A	2,011,681.00		2,011,681.00	
Uniform Construction Code Fees	3-A	512,736.00		727,210.20	214,474.20
Code Enforcement - Property Maintenance Fees	3-A	54,960.00		50,858.75	(4,101.25)
Township of Shrewsbury - Municipal Court	3-A	7,000.00		7,000.00	
Borough of Little Silver - Fire Services	3-A	15,500.00		14,710.00	(790.00)
Red Bank Board of Education - Snow Plowing	3-A	15,843.00		15,466.00	(377.00)
Township of Shrewsbury - EMS Service	3-A	8,000.00		8,000.00	
US Older American Act - Senior Citizens	9-A	29,312.00		29,312.00	
Distracted Driving Grant	9-A	10,500.00		10,500.00	
Sustainable Jersey Grant	9-A	2,000.00		2,000.00	
Recycling Tonnage Grant	9-A	16,415.63		16,415.63	
Drunk Driving Enforcement Fund	9-A	5,423.16		5,423.16	
NJ State Body Armor Grant	9-A	4,810.14		4,810.14	
ARPA Community NJSL & Partners Literacy Grant	9-A	49,088.60		49,088.60	
Bulletproof Vest Partnership Grant	9-A		\$2,800.00	2,800.00	

See Accompanying Notes

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**CURRENT FUND**  
**STATEMENT OF REVENUES**  
**REGULATORY BASIS**  
**Year Ended December 31, 2022**

		<u>Anticipated</u>			
	<u>Ref.</u>	<u>Budget</u>	<u>Special N.J.S. 40A:4-87</u>	<u>Realized</u>	<u>Excess or (Deficit)</u>
Miscellaneous Revenues (continued):					
Utility Operating Surplus of Prior Year - Parking Utility	3-A	\$850,000.00		\$850,000.00	
Uniform Fire Safety Act	3-A	128,216.00		125,304.32	(\$2,911.68)
Franchise Tax Cable Television	3-A	166,965.61		166,965.61	
PILOT - Housing Authority/River Street/Habcore	3-A	168,202.00		221,095.43	52,893.43
Reserve for Payment of Bonds	3-A	172,673.00		172,673.00	
Landlord Registration Fees	3-A	14,800.00		16,695.00	1,895.00
Administrative Fee Off-Duty Police Services	3-A	70,000.00		126,397.07	56,397.07
RBC Field Rent	3-A	130,000.00		130,000.00	
Hotel Occupancy Tax	3-A	148,915.00		211,097.28	62,182.28
Riverview Hospital Bed Tax	3-A	440,190.00		446,023.80	5,833.80
	A-1	6,155,699.14	\$2,800.00	6,790,075.58	631,576.44
Receipts from Delinquent Taxes	A-1,A-2	640,000.00		656,261.91	16,261.91
Amount to be Raised by Taxes for Support of Municipal Budget:					
Local Tax for Municipal Purposes	2-A	14,186,719.82	-	-	-
Minimum Library Tax	2-A	855,545.14	-	-	-
Total Amount to be Raised by Taxes for Support of Municipal Budget:	A-2	15,042,264.96	-	15,637,571.24	595,306.28
Budget Totals		25,228,277.10	2,800.00	26,474,221.73	\$1,243,144.63
Non-Budget Revenues	A-1,A-2			445,801.93	
	<u>Ref.</u>	<u>\$25,228,277.10</u>	<u>\$2,800.00</u>	<u>\$26,920,023.66</u>	
	A-3		A-3		

See Accompanying Notes

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**CURRENT FUND**  
**STATEMENT OF REVENUES**  
**REGULATORY BASIS**  
**Year Ended December 31, 2022**

	<b><u>Ref.</u></b>	
<b><u>Analysis of Realized Revenues</u></b>		
Allocation of Current Tax Collections:		
Revenue from Collections	A-1,2-A	\$53,607,278.39
Allocated to School, County and Special District Taxes		<u>38,994,516.58</u>
Balance for Support of Municipal Budget Appropriations		14,612,761.81
Add: Appropriation "Reserve for Uncollected Taxes"	A-3	<u>1,024,809.43</u>
Amount for Support of Municipal Budget Appropriations	A-2	<u><u>\$15,637,571.24</u></u>
<b><u>Receipts from Delinquent Taxes:</u></b>		
Delinquent Tax Collections	2-A	\$656,261.91
Tax Title Lien Collections		-
	A-2	<u><u>\$656,261.91</u></u>

See Accompanying Notes



**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**CURRENT FUND**  
**STATEMENT OF REVENUES**  
**REGULATORY BASIS**  
**Year Ended December 31, 2022**

**Analysis of Non-Budget Revenues**

Insurance Dividend	\$152,864.00
Prior Year Library Fringe Benefits	81,889.38
Off Duty Police Administrative Fees	63,684.91
Recreation	60,175.00
Other	32,307.52
Police Records	16,621.70
Tax Sale Premium Forfeited	14,000.00
Refund Prior Year	8,066.10
Boat Club Donation	5,000.00
DMV Inspection Fees	3,200.00
Sidewalk Permits	3,170.00
Planning/Zoning Fees	2,518.82
Senior Citizens/Veterans Administrative Fee	780.00
Restitution	707.00
Old Outstanding Checks Cancelled	562.50
Returned Check Fees	220.00
Copies	25.00
Tax Searches	10.00
	<u>\$445,801.93</u>

**Ref.**      A-1,A-2,1-A

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

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Sheet 1 of 10

**CURRENT FUND**  
**STATEMENT OF EXPENDITURES**  
**REGULATORY BASIS**  
**Year Ended December 31, 2022**

	<u>Appropriated</u>		<u>Expended</u>		<u>Unexpended</u>
	<u>Budget</u>	<u>Budget after</u>	<u>Paid or</u>	<u>Reserved</u>	<u>Balance</u>
		<u>Modification</u>	<u>Charged</u>		<u>Cancelled</u>
<u>Operations Within "CAPS"</u>					
GENERAL GOVERNMENT					
General Administration:					
Salaries and Wages	\$118,000.00	\$119,500.00	\$116,683.42	\$2,816.58	
Other Expenses	59,200.00	59,200.00	42,317.06	16,882.94	
Audit Services:					
Salaries and Wages	20,962.00	20,962.00	20,504.52	457.48	
Other Expenses					
Municipal Clerk:					
Salaries and Wages	142,500.00	142,500.00	141,344.50	1,155.50	
Other Expenses	39,753.00	32,253.00	29,129.65	3,123.35	
Financial Administration:					
Salaries and Wages	95,500.00	84,000.00	76,107.77	7,892.23	
Other Expenses	211,155.00	238,655.00	224,789.10	13,865.90	
Audit Services:					
Other Expenses	30,000.00	30,000.00	25,806.16	4,193.84	
Revenue Administration					
Salaries and Wages	100,000.00	95,000.00	94,000.00	1,000.00	
Other Expenses	14,400.00	15,400.00	15,002.07	397.93	
Education and Technology					
Salaries and Wages	5,000.00	5,000.00		5,000.00	
Other Expenses	105,000.00	113,000.00	103,108.76	9,891.24	
Tax Assessment Administration:					
Salaries and Wages	95,000.00	91,000.00	88,330.12	2,669.88	
Other Expenses	20,150.00	36,650.00	34,190.22	2,459.78	

See Accompanying Notes

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

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Sheet 2 of 10

**CURRENT FUND**  
**STATEMENT OF EXPENDITURES**  
**REGULATORY BASIS**  
**Year Ended December 31, 2022**

	<u>Appropriated</u>		<u>Expended</u>		<u>Unexpended</u>
	<u>Budget</u>	<u>Budget after</u>	<u>Paid or</u>	<u>Reserved</u>	<u>Balance</u>
		<u>Modification</u>	<u>Charged</u>		<u>Cancelled</u>
<u>Operations Within "CAPS"</u>					
GENERAL GOVERNMENT (continued)					
Legal Services and Costs:					
Other Expenses	\$343,000.00	\$307,000.00	\$179,406.93	\$127,593.07	
Engineering Services:					
Other Expenses	90,000.00	90,000.00	66,133.70	23,866.30	
Codification of Ordinances					
Other Expenses	5,000.00	5,000.00	4,971.11	28.89	
LAND USE ADMINISTRATION					
Planning Board:					
Salaries and Wages	84,000.00	84,000.00	74,537.71	9,462.29	
Other Expenses	52,000.00	46,000.00	20,374.57	25,625.43	
Zoning Board of Adjustment					
Salaries and Wages	84,000.00	84,000.00	74,538.33	9,461.67	
Other Expenses	38,725.00	38,725.00	23,567.71	15,157.29	
Redevelopment Agency					
Salaries and Wages	8,250.00	8,250.00	5,875.00	2,375.00	
Other Expenses	500.00	500.00	110.50	389.50	
CODE ENFORCEMENT AND					
ADMINISTRATION					
Uniform Construction Code Official:					
Salaries and Wages	448,500.00	428,500.00	412,502.51	15,997.49	
Other Expenses	34,250.00	34,250.00	26,930.99	7,319.01	
Code Enforcement					
Salaries and Wages	80,500.00	94,500.00	94,459.99	40.01	
Other Expenses	8,500.00	8,500.00	8,500.00		

See Accompanying Notes

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

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Sheet 3 of 10

**CURRENT FUND**  
**STATEMENT OF EXPENDITURES**  
**REGULATORY BASIS**  
**Year Ended December 31, 2022**

	<b><u>Appropriated</u></b>		<b><u>Expended</u></b>		<b><u>Unexpended</u></b>
	<b><u>Budget</u></b>	<b><u>Budget after</u></b>	<b><u>Paid or</u></b>	<b><u>Reserved</u></b>	<b><u>Balance</u></b>
		<b><u>Modification</u></b>	<b><u>Charged</u></b>		<b><u>Cancelled</u></b>
<b><u>Operations Within "CAPS"</u></b>					
INSURANCE					
Liability Insurance	\$294,882.00	\$294,882.00	\$294,882.00		
Unemployment Insurance	5,000.00	5,000.00	5,000.00		
Worker's Compensation	375,102.00	375,102.00	375,097.15	\$4.85	
Employee Group Health	2,859,020.00	2,829,020.00	2,285,402.52	543,617.48	
Health Insurance Opt Out Payments	70,000.00	70,000.00	46,206.84	23,793.16	
PUBLIC SAFETY					
Fire Department:					
Other Expenses	181,175.00	171,175.00	170,162.26	1,012.74	
Uniform Fire Safety Act					
Salaries and Wages	219,900.00	220,400.00	219,029.11	1,370.89	
Other Expenses	20,225.00	20,225.00	20,050.64	174.36	
Police Department:					
Salaries and Wages	5,494,600.00	5,494,600.00	5,466,337.19	28,262.81	
Other Expenses	189,000.00	189,000.00	178,317.01	10,682.99	
Office of Emergency Management:					
Salaries and Wages	6,200.00	6,200.00	6,166.74	33.26	
Other Expenses	5,000.00	5,000.00	4,897.58	102.42	
Aid to Volunteer Ambulance Companies	135,000.00	135,000.00	134,276.87	723.13	

See Accompanying Notes

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

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Sheet 4 of 10

**CURRENT FUND**  
**STATEMENT OF EXPENDITURES**  
**REGULATORY BASIS**  
**Year Ended December 31, 2022**

	<b><u>Appropriated</u></b>		<b><u>Expended</u></b>		<b><u>Unexpended</u></b>
	<b><u>Budget</u></b>	<b><u>Budget after</u></b>	<b><u>Paid or</u></b>	<b><u>Reserved</u></b>	<b><u>Balance</u></b>
<b><u>Operations Within "CAPS"</u></b>		<b><u>Modification</u></b>	<b><u>Charged</u></b>		<b><u>Cancelled</u></b>
Rent Leveling Board					
Salaries and Wages	\$3,000.00	\$3,000.00	\$3,000.00		
Other Expenses	7,500.00	16,500.00	14,583.22	\$1,916.78	
MUNICIPAL COURT					
Salaries and Wages	252,500.00	252,500.00	252,500.00		
Other Expenses	39,100.00	39,100.00	28,194.39	10,905.61	
PUBLIC DEFENDER					
Other Expenses	23,700.00	23,700.00	23,700.00		
Municipal Prosecutor					
Other Expenses	36,000.00	36,000.00	36,000.00		
PUBLIC WORKS					
Streets and Road Maintenance:					
Salaries and Wages	933,000.00	933,000.00	919,803.69	13,196.31	
Other Expenses	400,700.00	400,700.00	186,160.88	214,539.12	
Sanitation					
Other Expenses	844,000.00	844,000.00	842,285.80	1,714.20	
Building and Grounds:					
Salaries and Wages	360,000.00	360,000.00	351,597.96	8,402.04	
Other Expenses	224,480.00	289,480.00	271,443.79	18,036.21	
Shade Tree					
Other Expenses	5,000.00	5,000.00	1,036.00	3,964.00	

See Accompanying Notes

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

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Sheet 5 of 10

**CURRENT FUND**  
**STATEMENT OF EXPENDITURES**  
**REGULATORY BASIS**  
**Year Ended December 31, 2022**

	<b><u>Appropriated</u></b>		<b><u>Expended</u></b>		<b><u>Unexpended</u></b>
	<b><u>Budget</u></b>	<b><u>Budget after Modification</u></b>	<b><u>Paid or Charged</u></b>	<b><u>Reserved</u></b>	<b><u>Balance Cancelled</u></b>
<u>Operations Within "CAPS"</u>					
HEALTH AND HUMAN SERVICES					
Animal Control Services:					
Other Expenses	\$65,000.00	\$60,000.00	\$52,800.00	\$7,200.00	
PARKS AND RECREATION					
Recreation and Services and Programs					
Salaries and Wages	269,300.00	257,484.00	212,196.13	45,287.87	
Other Expenses	105,450.00	105,450.00	83,397.25	22,052.75	
UNCLASSIFIED					
Utilization of Banked Sick Time	200,000.00	200,000.00	200,000.00		
Salary and Wage Adjustments	25,000.00	25,000.00		25,000.00	
Street Lighting	225,000.00	225,000.00	209,967.04	15,032.96	
Electricity	90,000.00	90,000.00	67,370.88	22,629.12	
Telephone (excluding equipment acquisition)	57,000.00	57,000.00	31,812.15	25,187.85	
Gas (Natural or Propane)	55,000.00	55,000.00	21,058.94	33,941.06	
Gasoline	131,600.00	131,600.00	115,164.77	16,435.23	
Landfill/Solid Waste Disposal Costs	655,000.00	655,000.00	623,008.51	31,991.49	
Total Operations Within "CAPS"	<u>17,196,279.00</u>	<u>17,192,463.00</u>	<u>15,756,129.71</u>	<u>1,436,333.29</u>	
Contingent	<u>1,000.00</u>	<u>1,000.00</u>		<u>1,000.00</u>	
Total Operations Including Contingent Within "CAPS"	<u>17,197,279.00</u>	<u>17,193,463.00</u>	<u>15,756,129.71</u>	<u>1,437,333.29</u>	
Detail:					
Salaries and Wages	8,845,712.00	8,809,396.00	8,629,514.69	179,881.31	
Other Expenses	<u>8,351,567.00</u>	<u>8,384,067.00</u>	<u>7,126,615.02</u>	<u>1,257,451.98</u>	

See Accompanying Notes

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

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**CURRENT FUND**  
**STATEMENT OF EXPENDITURES**  
**REGULATORY BASIS**  
**Year Ended December 31, 2022**

	<b><u>Appropriated</u></b>		<b><u>Expended</u></b>		<b><u>Unexpended</u></b>
	<b><u>Budget</u></b>	<b><u>Budget after</u></b>	<b><u>Paid or</u></b>	<b><u>Reserved</u></b>	<b><u>Balance</u></b>
		<b><u>Modification</u></b>	<b><u>Charged</u></b>		<b><u>Cancelled</u></b>
Operations Within "CAPS"					
DEFERRED CHARGES AND					
STATUTORY EXPENDITURES					
Contribution to:					
Public Employees' Retirement System	\$499,488.00	\$503,304.00	\$499,488.00	\$3,816.00	
Social Security System (O.A.S.I.)	455,000.00	455,000.00	455,000.00		
Police and Firemen's Retirement System of NJ	1,364,017.00	1,364,017.00	1,364,017.00		
Defined Contribution Retirement Program	17,600.00	17,600.00	14,170.50	3,429.50	
Total Deferred Charges and Statutory					
Expenditures - Municipal Within "CAPS"	2,336,105.00	2,339,921.00	2,332,675.50	7,245.50	
Total General Appropriations For					
Municipal Purposes Within "CAPS"	19,533,384.00	19,533,384.00	18,088,805.21	1,444,578.79	

See Accompanying Notes

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

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Sheet 7 of 10

**CURRENT FUND**  
**STATEMENT OF EXPENDITURES**  
**REGULATORY BASIS**  
**Year Ended December 31, 2022**

	<b><u>Appropriated</u></b>		<b><u>Expended</u></b>		<b><u>Unexpended</u></b>
	<b><u>Budget</u></b>	<b><u>Budget after</u></b>	<b><u>Paid or</u></b>	<b><u>Reserved</u></b>	<b><u>Balance</u></b>
<b><u>Operations Excluded from "CAPS"</u></b>		<b><u>Modification</u></b>	<b><u>Charged</u></b>		<b><u>Cancelled</u></b>
Maintenance of Free Public Library - Salaries and Wages	\$625,000.00	\$625,000.00	\$597,769.33	\$27,230.67	
Maintenance of Free Public Library - Other Expenses	230,545.14	230,545.14	144,716.27	85,828.87	
Interlocal Services:					
911 Emergency Services - Monmouth County	14,963.00	14,963.00	14,963.00		
LOSAP	30,000.00	30,000.00		30,000.00	
Group Insurance for Employees	23,980.00	23,980.00	23,980.00		
Recycling Tax	20,000.00	20,000.00	19,540.65	459.35	
Tax Appeal Refunds	80,000.00	80,000.00	80,000.00		
Total Other Operations Excluded from "CAPS"	<u>1,024,488.14</u>	<u>1,024,488.14</u>	<u>880,969.25</u>	<u>143,518.89</u>	
<b>SHARED SERVICE AGREEMENT</b>					
Board of Education - Snow Plowing					
Other Expenses	15,843.00	15,843.00	15,843.00		
Borough of Little Silver Fire Services					
Salaries and Wages	9,000.00	9,000.00	9,000.00		
Other Expenses	2,000.00	2,000.00	2,000.00		
Township of Shrewsbury Municipal Court					
Salaries and Wages	5,000.00	5,000.00	5,000.00		
Other Expenses	2,000.00	2,000.00	2,000.00		
Township of Shrewsbury - EMS Services					
Other Expenses	8,000.00	8,000.00	7,999.98	0.02	
Total Interlocal Municipal Service Agreements	<u>41,843.00</u>	<u>41,843.00</u>	<u>41,842.98</u>	<u>0.02</u>	

See Accompanying Notes



**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

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Sheet 8 of 10

**CURRENT FUND**  
**STATEMENT OF EXPENDITURES**  
**REGULATORY BASIS**  
**Year Ended December 31, 2022**

	<u>Appropriated</u>		<u>Expended</u>		<u>Unexpended</u>
	<u>Budget</u>	<u>Budget after Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>	<u>Balance Cancelled</u>
<u>Operations Excluded from "CAPS"</u>					
PUBLIC AND PRIVATE PROGRAMS					
OFFSET BY REVENUES					
NJ State Body Armor Grant	\$4,810.14	\$4,810.14	\$4,810.14		
Distracted Driving Grant	10,500.00	10,500.00	10,500.00		
Drunk Driving Enforcement - Police	5,423.16	5,423.16	5,423.16		
Recycling Tonnage Grant	16,415.63	16,415.63	16,415.63		
Sustainable Jersey Grant	2,000.00	2,000.00	2,000.00		
Senior Citizens Center					
Salaries and Wages	29,312.00	29,312.00	29,312.00		
U.S. Older American Act Grant - Local Match					
Salaries and Wages	241,488.00	241,488.00	241,488.00		
Other Expenses	196,883.00	196,883.00	196,883.00		
Bulletproof Vest		2,800.00	2,800.00		
ARPA NJSL & Partners Literacy Grant	49,088.60	49,088.60	49,088.60		
Total Public and Private Programs Offset by Revenues	<u>555,920.53</u>	<u>558,720.53</u>	<u>558,720.53</u>		
 Total Operations Excluded from "CAPS"	 <u>1,622,251.67</u>	 <u>1,625,051.67</u>	 <u>1,481,532.76</u>	 <u>\$143,518.91</u>	
 Detail:					
Salaries & Wages	909,800.00	909,800.00	882,569.33	27,230.67	
Other Expenses	<u>712,451.67</u>	<u>715,251.67</u>	<u>598,963.43</u>	<u>116,288.24</u>	

See Accompanying Notes

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

A-3  
Sheet 9 of 10

**CURRENT FUND**  
**STATEMENT OF EXPENDITURES**  
**REGULATORY BASIS**  
**Year Ended December 31, 2022**

	<u>Appropriated</u>		<u>Expended</u>		<u>Unexpended</u>
	<u>Budget</u>	<u>Budget after Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>	<u>Balance Cancelled</u>
<u>Capital Improvements Excluded from "CAPS"</u>					
Capital Improvement Fund	\$100,000.00	\$100,000.00	\$100,000.00		
Total Capital Improvements Excluded from "CAPS"	100,000.00	100,000.00	100,000.00		
<u>Municipal Debt Service Excluded from "CAPS"</u>					
Payment of Bond Principal	1,430,000.00	1,430,000.00	1,430,000.00		
Interest on Bonds	497,000.00	497,000.00	496,390.00		\$610.00
Interest on Notes	53,850.00	53,850.00	33,089.85		20,760.15
Green Trust Loan Program:					
Loan Repayments for Principal and Interest	11,162.00	11,162.00	11,160.62		1.38
Capital Lease Obligations:					
Principal	756,210.00	756,210.00	756,204.40		5.60
Interest	167,610.00	167,610.00	167,238.23		371.77
Total Municipal Debt Service					
Excluded from "CAPS"	2,915,832.00	2,915,832.00	2,894,083.10		21,748.90

See Accompanying Notes

**A-3**  
**Sheet 10 of 10**

		Appropriated		Expended		Unexpended
		Budget	Budget after Modification	Paid or Charged	Reserved	Balance Cancelled
DEFERRED CHARGES:						
Special Emergency Authorization - 5 Years (N.J.S.A. 40A:4-55)		\$32,000.00	\$32,000.00	\$32,000.00		
Total Deferred Charges - Municipal Excluded from "CAPS"		32,000.00	32,000.00	32,000.00		
Total General Appropriations for Municipal Purposes Excluded from "CAPS"		4,670,083.67	4,672,883.67	4,507,615.86	\$143,518.91	\$21,748.90
Subtotal General Appropriations		24,203,467.67	24,206,267.67	22,596,421.07	1,588,097.70	21,748.90
Reserve for Uncollected Taxes		1,024,809.43	1,024,809.43	1,024,809.43		
Total General Appropriations		<u>\$25,228,277.10</u>	<u>\$25,231,077.10</u>	<u>\$23,621,230.50</u>	<u>\$1,588,097.70</u>	<u>\$21,748.90</u>
	<u>Ref.</u>	A-2		A-1	A,A-1	
Budget	A-3		\$25,228,277.10			
Appropriation 40A:4-87	A-2		2,800.00			
			<u>\$25,231,077.10</u>			
			<u>Ref.</u>	<u>Paid or Charged</u>		
Reserve for Uncollected Taxes		A-2		\$1,024,809.43		
Cash Disbursed		1-A		21,568,454.39		
Appropriated Reserves for Federal and State Grants		10-A		558,720.53		
Encumbrances Payable		A		357,246.15		
Reserve for State Tax Appeals		14-A		80,000.00		
Deferred Charge - Emergency Authorization (40A:4-55)		13-A		32,000.00		
				<u>\$23,621,230.50</u>		
See Accompanying Notes						

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**TRUST FUND**  
**COMPARATIVE BALANCE SHEET**  
**REGULATORY BASIS**  
**December 31, 2022 and 2021**

	<b><u>Ref.</u></b>	<b><u>2022</u></b>	<b><u>2021</u></b>
<b><u>Assets</u></b>			
Animal Control Trust Fund:			
Cash and Cash Equivalents	1-B	<u>\$20,050.82</u>	<u>\$17,912.91</u>
Other Trust Fund:			
Cash and Cash Equivalents	1-B	3,558,236.90	3,337,721.14
Due from Current Fund			13,263.72
Due from Payroll Fund			306.71
		<u>3,558,236.90</u>	<u>3,351,291.57</u>
Length of Service Award Program Fund (LOSAP) - Unaudited:			
Investments	5-B	<u>881,716.45</u>	<u>1,054,283.35</u>
		<u>\$4,460,004.17</u>	<u>\$4,423,487.83</u>
<b><u>Liabilities and Reserves</u></b>			
Animal Control Fund:			
Due to State of New Jersey	2-B	\$430.20	\$514.80
Due to Current Fund			0.79
Reserve for Encumbrances	4-B	1,200.00	487.50
Reserve for Animal Control Fund Expenditures	4-B	<u>18,420.62</u>	<u>16,909.82</u>
		<u>20,050.82</u>	<u>17,912.91</u>
Other Trust Fund:			
Miscellaneous Reserves	3-B	3,501,863.94	3,061,551.70
Reserve for Encumbrances	3-B	56,035.89	289,739.87
Due to Current Fund	3-B	<u>337.07</u>	<u></u>
		<u>3,558,236.90</u>	<u>3,351,291.57</u>
Length of Service Award Program Fund (LOSAP) - Unaudited:			
Reserve for Length of Service Award Program Fund	6-B	<u>881,716.45</u>	<u>1,054,283.35</u>
		<u>\$4,460,004.17</u>	<u>\$4,423,487.83</u>

See Accompanying Notes

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**GENERAL CAPITAL FUND**  
**COMPARATIVE BALANCE SHEET**  
**REGULATORY BASIS**  
**December 31, 2022 and 2021**

	<b><u>Ref.</u></b>	<b><u>2022</u></b>	<b><u>2021</u></b>
<b><u>Assets</u></b>			
Cash and Cash Equivalents	1-C	\$6,345,842.08	\$5,070,047.59
Deferred Charges to Future Taxation:			
Funded	3-C	14,769,710.00	12,474,371.26
Unfunded	4-C		3,317,000.00
Grants Receivable	11-C	913,000.00	973,000.00
Due from River Center		141,535.20	160,767.60
Due from Current Fund			87,273.84
		<u>\$22,170,087.28</u>	<u>\$22,082,460.29</u>
<b><u>Liabilities, Reserves and Fund Balance</u></b>			
General Serial Bonds	5-C	\$14,702,000.00	\$12,397,000.00
Bond Anticipation Notes	6-C	4,187,000.00	3,317,000.00
Green Trust Loan Payable	7-C	67,710.00	77,371.26
Improvement Authorizations:			
Funded	8-C	1,144,464.38	513,523.14
Unfunded	8-C		1,110,140.05
Reserve for Encumbrances	8-C	980,425.84	2,656,900.99
Capital Improvement Fund	9-C	154,512.76	504,512.76
Miscellaneous Reserves	10-C	902,850.69	1,415,096.91
Fund Balance	C-1	31,123.61	90,915.18
		<u>\$22,170,087.28</u>	<u>\$22,082,460.29</u>

On December 31, 2022 and 2021, there were no bonds and notes authorized but not issued. (Schedule 12-C)

See Accompanying Notes

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**GENERAL CAPITAL FUND**  
**COMPARATIVE STATEMENT OF FUND BALANCE**  
**REGULATORY BASIS**  
**Years Ended December 31, 2022 and 2021**

	<b><u>Ref.</u></b>	<b><u>2022</u></b>	<b><u>2021</u></b>
Balance, January 1	C	<u>\$90,915.18</u>	<u>\$90,915.18</u>
Increased by:			
Premium on the Sale of Bonds	1-C	8,629.13	-
Premium on the Sale of Notes	1-C	22,301.61	-
Permanently Funded Improvement			
Authorization Cancelled	8-C	189,704.47	-
Miscellaneous Reserves Cancelled	10-C	<u>339,573.22</u>	<u>-</u>
		<u>560,208.43</u>	<u>-</u>
Decreased by:			
Appropriation to Finance Improvement			
Authorization	8-C	<u>620,000.00</u>	<u>-</u>
Balance, December 31	C	<u><u>\$31,123.61</u></u>	<u><u>\$90,915.18</u></u>

See Accompanying Notes

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**WATER/SEWER UTILITY FUND**  
**COMPARATIVE BALANCE SHEET**  
**REGULATORY BASIS**  
**December 31, 2022 and 2021**

	<b><u>Ref.</u></b>	<b><u>2022</u></b>	<b><u>2021</u></b>
<b><u>Assets</u></b>			
Operating Fund:			
Cash and Cash Equivalents:			
Cash	1-D	\$2,004,426.15	\$1,366,424.95
Change Fund		225.00	225.00
Due from Developers		7,680.00	7,680.00
		<u>2,012,331.15</u>	<u>1,374,329.95</u>
Receivables with Full Reserves:			
Consumer Accounts Receivable	3-D	617,283.11	726,451.81
Water/Sewer Utility Liens	4-D	6,521.32	3,192.53
Water/Sewer Line Repairs Receivable		22,847.36	69,198.38
	D	<u>646,651.79</u>	<u>798,842.72</u>
Total Operating Fund		<u>2,658,982.94</u>	<u>2,173,172.67</u>
Capital Fund:			
Cash and Cash Equivalents	1-D	3,337,003.30	2,189,563.58
Due from Water/Sewer Operating Fund			4,170.48
Fixed Capital	16-D	32,461,867.90	32,813,124.10
Fixed Capital Authorized and Uncompleted	17-D	5,657,903.92	3,542,440.00
Due from State of New Jersey Environmental			
Infrastructure Trust Fund	18-D	168,017.00	168,017.00
New Jersey Infrastructure Bank Loans Receivable	19-D	587,228.00	
United States Environmental Protection Agency			
Grant Receivable	20-D	250,000.00	
Total Capital Fund		<u>42,462,020.12</u>	<u>38,717,315.16</u>
		<u>\$45,121,003.06</u>	<u>\$40,890,487.83</u>

See Accompanying Notes

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**WATER/SEWER UTILITY FUND**  
**COMPARATIVE BALANCE SHEET**  
**REGULATORY BASIS**  
**December 31, 2022 and 2021**

	<b><u>Ref.</u></b>	<b><u>2022</u></b>	<b><u>2021</u></b>
<b><u>Liabilities, Reserves and Fund Balance</u></b>			
Operating Fund:			
Liabilities:			
Appropriation Reserves	D-4,5-D	\$605,565.58	\$758,506.19
Reserve for Encumbrances	D-4,5-D	176,713.65	74,146.69
Due to Current Fund			6,851.83
Due to Water/Sewer Utility Capital Fund			4,170.48
Accounts Payable			102.68
Water/Sewer Rent Overpayments		22,460.82	19,856.80
Accrued Interest Payable		60,413.57	57,274.73
Reserve for Water/Sewer Line Repairs			42,903.69
Reserve for Fees to Other Towns			117.78
		<u>865,153.62</u>	<u>963,930.87</u>
Reserve for Receivables	D	646,651.79	798,842.72
Fund Balance	D-1	1,147,177.53	410,399.08
Total Operating Fund		<u>2,658,982.94</u>	<u>2,173,172.67</u>
Capital Fund:			
Serial Bonds	8-D	12,751,266.42	10,331,816.70
Bond Anticipation Notes	9-D	2,777,000.00	2,777,000.00
Reserve for Preliminary Costs - Well	10-D	1,845.00	1,845.00
New Jersey Environmental Infrastructure Trust			
Short-Term Loan Payable	11-D		430,000.00
Capital Improvement Fund	6-D	3,074.00	3,074.00
Reserve for Amortization	7-D	23,325,700.48	22,380,667.40
Reserve for Deferred Amortization	14-D	1,700,903.92	335,440.00
Improvement Authorizations - Funded	15-D	109,460.92	424,501.82
Improvement Authorizations - Unfunded	15-D	470,952.75	738,338.38
Reserve for Encumbrances	15-D	451,439.92	1,181,248.74
Reserve for Grant Receivable	21-D	250,000.00	
Reserve to Pay Bond Anticipation Notes	22-D	252,000.00	
Reserve for Payment of Infrastructure Loans	23-D	89,356.00	
Fund Balance	D-2	279,020.71	113,383.12
Total Capital Fund		<u>42,462,020.12</u>	<u>38,717,315.16</u>
		<u>\$45,121,003.06</u>	<u>\$40,890,487.83</u>

On December 31, 2022, there were no bonds and notes authorized but not issued. On December 31, 2021, there were bonds and notes authorized but not issued of \$100,640.00. (Schedule 24-D)

See Accompanying Notes



**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**WATER/SEWER UTILITY OPERATING FUND**  
**COMPARATIVE STATEMENT OF OPERATIONS AND CHANGE IN FUND BALANCE**  
**REGULATORY BASIS**  
**Years Ended December 31, 2022 and 2021**

	<b><u>Ref.</u></b>	<b><u>2022</u></b>	<b><u>2021</u></b>
Revenue and Other Income Realized			
Fund Balance Utilized	D-3	\$92,400.00	
Water/Sewer Rents	D-3	6,497,304.64	\$6,690,179.63
Miscellaneous	D-3	47,554.79	253,321.46
Water/Sewer Line Repairs	D-3	80,409.75	
Water/Sewer Overpayments	D-3	54,314.75	
Interest on Investments	D-3	32,871.48	
Connection Fees	D-3	99,018.00	4,629.00
Riverview Hospital Settlement	D-3	85,000.00	
Reserve for Sewer Line Repairs	D-3	120,012.20	
Other Credits to Income:			
Accounts Payable Cancelled		102.68	
Reserve for Fees to Other Towns Cancelled		117.78	
Refunds of Prior Year Expenditures			3,421.80
Unexpended Balance of Appropriation Reserves	5-D	660,179.67	48,692.87
Total Revenue		<u>7,769,285.74</u>	<u>7,000,244.76</u>
Expenditures			
Operating	D-4	5,163,426.00	4,955,556.39
Capital Improvements	D-4	50,000.00	50,000.00
Debt Service	D-4	1,545,237.69	1,476,097.25
Statutory Expenditures	D-4	181,186.00	206,031.41
Refund of Prior Year Revenue	1-D	257.60	47.94
Total Expenditures		<u>6,940,107.29</u>	<u>6,687,732.99</u>
Excess in Revenue		829,178.45	312,511.77
Fund Balance January 1	D	410,399.08	97,887.31
		1,239,577.53	410,399.08
Decreased by:			
Utilized by Water/Sewer Utility Operating Budget	D-1,D-3	92,400.00	
Fund Balance December 31	D	<u>\$1,147,177.53</u>	<u>\$410,399.08</u>

See Accompanying Notes

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**WATER/SEWER UTILITY CAPITAL FUND**  
**COMPARATIVE STATEMENT OF FUND BALANCE**  
**REGULATORY BASIS**  
**Years Ended December 31, 2022 and 2021**

	<b><u>Ref.</u></b>	<b><u>2022</u></b>	<b><u>2021</u></b>
Balance, January 1	D	<u>\$113,383.12</u>	<u>\$113,383.12</u>
Increased by:			
Premium on Bonds Issued	1-D	5,227.99	
Premium on Notes Issued	1-D	17,238.67	
Funded Improvement Authorizations			
Cancelled	14-D	<u>256,170.93</u>	<u>                    </u>
		<u>278,637.59</u>	<u>-</u>
Decreased by:			
Appropriation to Finance			
Improvement Authorization	14-D	<u>113,000.00</u>	<u>-</u>
Balance, December 31	D	<u><u>\$279,020.71</u></u>	<u><u>\$113,383.12</u></u>

See Accompanying Notes

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**WATER/SEWER UTILITY OPERATING FUND**  
**STATEMENT OF REVENUES**  
**REGULATORY BASIS**  
**Year Ended December 31, 2022**

	<u>Ref.</u>	<u>Anticipated Budget</u>	<u>Realized</u>	<u>Excess or (Deficit)</u>
Operating Surplus Anticipated	D-1	\$92,400.00	\$92,400.00	
Rents	D-1,D-3	6,562,110.00	6,497,304.64	(\$64,805.36)
Miscellaneous	D-1,1-D	51,400.00	47,554.79	(3,845.21)
Water/Sewer Line Repairs	D-1,D-3	50,000.00	80,409.75	30,409.75
Water/Sewer Overpayments	D-1,1-D	25,000.00	54,314.75	29,314.75
Interest on Investments	D-1,1-D	1,700.00	32,871.48	31,171.48
Connection Fees	D-1,1-D	4,600.00	99,018.00	94,418.00
Riverview Hospital Settlement	D-1,1-D	85,000.00	85,000.00	
Reserve for Water/Sewer Line Repairs	D-1,D-3	100,000.00	120,012.20	20,012.20
	D-4	<u>\$6,972,210.00</u>	<u>\$7,108,885.61</u>	<u>\$136,675.61</u>
Analysis of Realized Revenue:				
Rents:				
Consumer Accounts Receivable:				
Collected	3-D		\$6,477,447.84	
Overpayments Applied	3-D		19,856.80	
	D-3		<u>\$6,497,304.64</u>	
Water/Sewer Line Repairs:				
Consumer Accounts Receivable:				
Collected	1-D		\$77,108.51	
Reserve for Water/Sewer Line Repairs Applied	D		42,903.69	
	D-3		<u>\$120,012.20</u>	

See Accompanying Notes

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**  
**WATER/SEWER UTILITY OPERATING FUND**  
**STATEMENT OF EXPENDITURES**  
**REGULATORY BASIS**  
**Year Ended December 31, 2022**

	<b>Appropriated</b>		<b>Expended</b>		<b>Unexpended</b>
	<b>Budget</b>	<b>Budget After Modification</b>	<b>Paid or Charged</b>	<b>Reserved</b>	<b>Balance Cancelled</b>
Operating:					
Salaries and Wages	\$861,000.00	\$861,000.00	\$792,440.05	\$68,559.95	
Other Expenses	2,093,426.00	2,093,426.00	1,918,580.79	174,845.21	
Regional Sewer Authority	1,450,000.00	1,450,000.00	1,294,956.93	155,043.07	
Manasquan River Water Purchases	739,000.00	739,000.00	598,277.72	140,722.28	
Accumulated Absences	10,000.00	10,000.00		10,000.00	
Salary and Wage Adjustments	10,000.00	10,000.00	10,000.00		
Total Operating	5,163,426.00	5,163,426.00	4,614,255.49	549,170.51	
Capital Improvements:					
Capital Outlay	50,000.00	50,000.00	5,554.73	44,445.27	
Debt Service:					
Payment of Bond Principal	1,195,650.00	1,195,650.00	1,195,649.28		\$0.72
Interest on Bonds	291,000.00	291,000.00	258,686.35		32,313.65
Interest on Notes	49,000.00	49,000.00	49,000.00		
Capital Lease Principal	32,848.00	32,848.00	32,847.20		0.80
Capital Lease Interest	9,100.00	9,100.00	9,054.86		45.14
Total Debt Service	1,577,598.00	1,577,598.00	1,545,237.69		32,360.31
Deferred Charges and Statutory Expenditures:					
Statutory Expenditures:					
Contributions to:					
Public Employees' Retirement System	116,186.00	116,186.00	116,186.00		
Social Security System (O.A.S.I.)	65,000.00	65,000.00	53,050.20	11,949.80	
Total Deferred Charges and Statutory Expenditures	181,186.00	181,186.00	169,236.20	11,949.80	

See Accompanying Notes

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**WATER/SEWER UTILITY OPERATING FUND**  
**STATEMENT OF EXPENDITURES**  
**REGULATORY BASIS**  
**Year Ended December 31, 2022**

	<u>Appropriated</u>		<u>Expended</u>		<u>Unexpended</u>
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>	<u>Balance Cancelled</u>
Deficit in Operations in Prior Years	-	-	-	-	-
	<u>\$6,972,210.00</u>	<u>\$6,972,210.00</u>	<u>\$6,334,284.11</u>	<u>\$605,565.58</u>	<u>\$32,360.31</u>
<b><u>Ref.</u></b>	D-3		D-1	D,D-1	
			<b><u>Paid or Charged</u></b>		
Cash Disbursements	1-D		\$5,849,884.11		
Reserve for Encumbrances	D		176,713.65		
Deferred Charges			-		
Interest on Bonds, Notes and Loans			307,686.35		
Deficit in Operations in Prior Years			-		
			<u>\$6,334,284.11</u>		

See Accompanying Notes

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**PARKING UTILITY FUND**  
**COMPARATIVE BALANCE SHEET**  
**REGULATORY BASIS**  
**December 31, 2022 and 2021**

	<u>Ref.</u>	<u>2022</u>	<u>2021</u>
<b><u>Assets</u></b>			
Operating Fund:			
Cash and Cash Equivalents:			
Cash	1-E	\$1,559,698.77	\$1,572,446.81
Change Fund		100.00	100.00
Due from Parking Utility Capital Fund			40,175.00
Total Operating Fund		<u>1,559,798.77</u>	<u>1,612,721.81</u>
Capital Fund:			
Cash and Cash Equivalents	1-E	1,786,076.79	1,840,646.93
Fixed Capital	4-E	4,791,488.21	4,791,488.21
Fixed Capital Authorized and Uncompleted	12-E	3,643,000.00	3,643,000.00
Total Capital Fund		<u>10,220,565.00</u>	<u>10,275,135.14</u>
		<u>\$11,780,363.77</u>	<u>\$11,887,856.95</u>

See Accompanying Notes

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**PARKING UTILITY FUND**  
**COMPARATIVE BALANCE SHEET**  
**REGULATORY BASIS**  
**December 31, 2022 and 2021**

	<u>Ref.</u>	<u>2022</u>	<u>2021</u>
<b><u>Liabilities, Reserves and Fund Balance</u></b>			
Operating Fund:			
Liabilities:			
Appropriation Reserves	E-4,6-E	\$210,187.98	\$149,431.35
Encumbrances Payable	E-4,6-E	29,420.87	21,326.15
Accrued Interest Payable	5-E	10,824.48	11,449.49
Due to Current Fund			29,103.04
Reserve for Parking Fee Variances		183,231.78	183,231.78
		433,665.11	394,541.81
Fund Balance	E-1	1,126,133.66	1,218,180.00
Total Operating Fund		1,559,798.77	1,612,721.81
Capital Fund:			
General Serial Bonds	7-E	3,160,000.00	3,345,000.00
Capital Improvement Fund	8-E	3,400.00	3,400.00
Reserve for Amortization	9-E	4,342,568.77	4,313,870.73
Reserve for Deferred Amortization	10-E	931,919.44	775,617.48
Improvement Authorizations - Funded	11-E	1,050,463.70	1,683,195.35
Reserve for Encumbrances	11-E	658,243.36	39,894.85
Reserve for Payment of Bonds		3,778.19	3,778.19
Due to Parking Utility Operating Fund			40,175.00
Fund Balance	E-2	70,191.54	70,203.54
Total Capital Fund		10,220,565.00	10,275,135.14
		<u>\$11,780,363.77</u>	<u>\$11,887,856.95</u>

On December 31, 2022 and December 31, 2021, there were no bonds and notes authorized but not issued.

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**PARKING UTILITY OPERATING FUND**  
**COMPARATIVE STATEMENT OF OPERATIONS AND CHANGE IN FUND BALANCE**  
**REGULATORY BASIS**  
**Years Ended December 31, 2022 and 2021**

	<u>Ref.</u>	<u>2022</u>	<u>2021</u>
Revenue and Other Income Realized:			
Fund Balance Utilized			\$137,986.80
Parking Fees	E-3	\$2,133,640.63	1,903,777.29
Riverview Hospital Lease Agreement			29,138.79
Interest on Investments	E-3	14,935.65	7,825.38
Miscellaneous	1-E	2,332.40	
Other Credits to Income:			
Unexpended Balance of Appropriation Reserves	6-E	143,017.87	184,838.56
Accounts Payable Cancelled			70.91
Total Revenues		<u>2,293,926.55</u>	<u>2,263,637.73</u>
Expenditures:			
Operating	E-4	1,124,612.00	894,096.41
Debt Service	E-4	327,216.89	336,721.65
Deferred Charges and Statutory Expenditures	E-4	84,141.00	64,861.72
Miscellaneous	1-E	3.00	
Total Expenditures		<u>1,535,972.89</u>	<u>1,295,679.78</u>
Excess in Revenue		757,953.66	967,957.95
Adjustments to Income before Fund Balance:			
Expenditures included above which are by Statute			
Deferred Charges to Budget of Succeeding Year:		<u>-</u>	<u>-</u>
Statutory Excess to Surplus		757,953.66	967,957.95
Fund Balance, January 1	E	<u>1,218,180.00</u>	<u>388,208.85</u>
		1,976,133.66	1,356,166.80
Decreased by:			
Utilization by Parking Operating Budget		-	137,986.80
Utilization by Current Budget	1-E	<u>850,000.00</u>	<u>-</u>
		850,000.00	137,986.80
Fund Balance, December 31	E	<u><u>\$1,126,133.66</u></u>	<u><u>\$1,218,180.00</u></u>

See Accompanying Notes



**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**PARKING UTILITY CAPITAL FUND**  
**COMPARATIVE STATEMENT OF FUND BALANCE**  
**REGULATORY BASIS**  
**Years Ended December 31, 2022 and 2021**

	<b><u>Ref.</u></b>	<b><u>2022</u></b>	<b><u>2021</u></b>
Balance, January 1	E	\$70,203.54	\$70,203.54
Decreased by:			
Miscellaneous	1-E	12.00	
Balance, December 31	E	<u>\$70,191.54</u>	<u>\$70,203.54</u>

See Accompanying Notes

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**PARKING UTILITY OPERATING FUND**  
**STATEMENT OF REVENUES**  
**REGULATORY BASIS**  
**Year Ended December 31, 2022**

	<b><u>Ref.</u></b>	<b><u>Anticipated Budget</u></b>	<b><u>Realized</u></b>	<b><u>Excess or (Deficit)</u></b>
Parking Fees	E-1,3-E	\$1,535,403.00	\$2,133,640.63	\$598,237.63
Interest on Investments	E-1,3-E	7,800.00	14,935.65	7,135.65
	E-4	<u>\$1,543,203.00</u>	<u>\$2,148,576.28</u>	<u>\$605,373.28</u>

See Accompanying Notes

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**PARKING UTILITY OPERATING FUND**  
**STATEMENT OF EXPENDITURES**  
**REGULATORY BASIS**  
**Year Ended December 31, 2022**

	<b>Appropriated</b>		<b>Expended</b>		<b>Unexpended</b>	<b>Over-</b>
	<b>Budget</b>	<b>Budget after Modification</b>	<b>Paid or Charged</b>	<b>Reserved</b>	<b>Balance Cancelled</b>	<b>expended</b>
Operating:						
Salaries and Wages	\$371,800.00	\$371,800.00	\$323,345.29	\$48,454.71		
Other Expenses	747,812.00	747,812.00	599,455.45	148,356.55		
Salary and Wage Adjustments	5,000.00	5,000.00		5,000.00		
Total Operating	<u>1,124,612.00</u>	<u>1,124,612.00</u>	<u>922,800.74</u>	<u>201,811.26</u>		
Debt Service:						
Payment of Bond Principal	185,000.00	185,000.00	185,000.00			
Interest on Bonds	144,000.00	144,000.00	136,768.75		\$7,231.25	
Capital Lease Principal	4,950.00	4,950.00	4,948.40		1.60	
Capital Lease Interest	500.00	500.00	499.74		0.26	
Total Debt Service	<u>334,450.00</u>	<u>334,450.00</u>	<u>327,216.89</u>		<u>7,233.11</u>	
Deferred Charges and Statutory Expenditures:						
Statutory Expenditures:						
Contribution to:						
Public Employees' Retirement System	53,641.00	53,641.00	53,641.00			
Social Security System (O.A.S.I.)	30,000.00	30,000.00	22,123.28	7,876.72		
Unemployment Compensation Insurance	500.00	500.00		500.00		
Total Deferred Charges and Statutory Expenditures	<u>84,141.00</u>	<u>84,141.00</u>	<u>75,764.28</u>	<u>8,376.72</u>		
	<u>\$1,543,203.00</u>	<u>\$1,543,203.00</u>	<u>\$1,325,781.91</u>	<u>\$210,187.98</u>	<u>\$7,233.11</u>	<u>-</u>

**Ref.**

E-3

E-1

E,E-1

Cash Disbursements  
Accrued Interest Payable  
Encumbrances Payable

1-E  
5-E  
E

**Paid or  
Charged**

\$1,159,592.29  
136,768.75  
29,420.87  
\$1,325,781.91

See Accompanying Notes

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**PAYROLL FUND**  
**COMPARATIVE BALANCE SHEET**  
**REGULATORY BASIS**  
**December 31, 2022 AND 2021**

	<b><u>Ref.</u></b>	<b><u>2022</u></b>	<b><u>2021</u></b>
<b><u>Assets</u></b>			
Cash	1-F	\$84,635.76	\$166,096.63
Due from Current Fund			199.43
		<b><u>\$84,635.76</u></b>	<b><u>\$166,296.06</u></b>
<b><u>Liabilities</u></b>			
Payroll Liabilities		\$69,477.34	\$155,848.35
Miscellaneous		15,158.42	10,141.00
Due to Other Trust Fund			306.71
		<b><u>\$84,635.76</u></b>	<b><u>\$166,296.06</u></b>

See Accompanying Notes

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**GENERAL FIXED ASSETS ACCOUNT GROUP**  
**COMPARATIVE BALANCE SHEET**  
**REGULATORY BASIS**  
**December 31, 2022 and 2021**

	<b><u>Ref.</u></b>	<b><u>2022</u></b>	<b><u>2021</u></b>
<b><u>Assets</u></b>			
General Fixed Assets:			
Land and Buildings		\$10,681,381.27	\$9,983,664.00
Furniture, Fixtures and Equipment		14,256,625.03	14,226,888.70
		<u>\$24,938,006.30</u>	<u>\$24,210,552.70</u>
<b><u>Liabilities and Reserves</u></b>			
Investment in General Fixed Assets	1-G	<u>\$24,938,006.30</u>	<u>\$24,210,552.70</u>

See Accompanying Notes

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2022**

**NOTE 1.     SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A.     Reporting Entity**

This report include the financial statements of the Borough of Red Bank ("Borough"), within the County of Monmouth, in the State of New Jersey, and reflects the activities of the municipality which is under the control of the Mayor and Borough Council. The financial statements of the Board of Education, Housing Authority, and the Public Library are reported separately based on management's interpretation of Government Accounting Standard Board ("GASB") Standard No. 61.

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

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

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

**B.     Basis of Presentation**

The GASB is the recognized standard setting body for establishing governmental accounting and financial reporting principles generally accepted in the United States of America. The GASB codification establishes certain fund types to be used by general purpose governmental units when reporting financial position and results of operations in accordance with accounting principles generally accepted in the United States of America ("GAAP").

The accounting policies of the Borough conform to the accounting principles and practices prescribed by the Division. Such principles and practices are designed primarily for determining compliance with legal provisions and budgetary restrictions and as a means of reporting on the stewardship of public officials with respect to public funds. Under this method of accounting, the Borough accounts for its financial transactions through the following separate funds which differ from the fund structure required by GAAP.

**Current Fund** – used to record revenues and expenditures for governmental operations of a general nature, including federal and state grant funds.

**Animal Control Fund** – used to record animal license revenues and expenditures.

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2022**

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**B. Basis of Presentation (continued)**

**Other Trust Fund** – used to record assets held by the Borough in a trustee capacity or as an agent for individuals and other governmental agencies.

**Length of Service Award Program Fund** – used to record Borough contributions, changes in market value and administrative charges for program-eligible volunteers.

**General Capital Fund** – used to record resources, including federal and state grants in aid of construction, and expenditures for the acquisition of general capital facilities, other than those acquired through the Current Fund, including the status of bonds and notes authorized for said purposes.

**Water/Sewer Utility Operating and Capital Funds** – used to record the operations and acquisition of capital facilities of the Borough's water/sewer utility.

**Parking Utility Operating and Capital Funds** – used to record the operations and acquisition of capital facilities of the Borough's parking utility.

**Payroll Fund** – used to record receipts and disbursements related to employee payroll deductions.

**General Fixed Assets Account Group** – used to record fixed assets utilized in general government operations.

**C. Basis of Accounting**

The accounting principles and practices prescribed for municipalities by the Division differ in certain respects from GAAP applicable to local governmental units. A modified accrual basis of accounting is followed with minor exceptions. The more significant differences are as follows:

**Property Taxes and Other Revenues** – Property taxes and other revenues are recognized on a cash basis. Receivables for property taxes and other items that are susceptible to accrual are recorded with offsetting reserves on the balance sheet of the Borough's Current Fund. GAAP requires such revenue to be recognized in the accounting period when they become susceptible to accrual, reduced by an allowance for doubtful accounts.

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2022**

**NOTE 1.     SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**C.     Basis of Accounting (continued)**

**Grant Revenues** – Federal and State grants, entitlement or shared revenues received for purposes normally financed through the Current Fund are recognized when anticipated in the Borough’s budget. Federal and State grant revenues received for purposes of capital projects financed by capital ordinances are recognized when received. GAAP requires such revenues to be recognized in the accounting period when they become susceptible to accrual.

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

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

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

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



**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2022**

**NOTE 1.      SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**C.      Basis of Accounting (continued)**

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

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

**Sale of Municipal Assets** – Cash proceeds from the sale of Borough owned property may be reserved until utilized as an item of anticipated revenue in a subsequent year budget. Year end balances of such proceeds are reported as a cash liability in the Current Fund. GAAP requires that revenue be recognized in the accounting period when the terms of the sales contract become legally enforceable.

**Interfunds** – Advances in the Current Fund are reported as interfund receivables with offsetting reserves, which are created by charges to operations. Income is recognized in the year the receivables are liquidated. GAAP does not require the establishment of an offsetting reserve.

**Inventories of Supplies** – The costs of inventories of supplies for all funds are recorded as expenditures at the time of purchase. The costs of inventories are not included on the various balance sheets.

**General Fixed Assets** – In accordance with N.J.A.C. 5:30-5.6, issued by the Local Finance Board, Department of Community Affairs, State of New Jersey, which differs in certain respects from GAAP, all local units shall have and maintain a general fixed assets accounting and reporting system.

Fixed assets used in governmental operations (general fixed assets) are required to be accounted for in the General Fixed Assets Account Group. Public domain (infrastructure) general fixed assets consisting of certain improvements other than buildings, such as roads, bridges, curbs and gutters, streets and sidewalks and drainage systems are not capitalized.

The Borough has adopted a capitalization threshold of \$5,000.00. For fixed assets acquired through December 31, 1985, valuation is required at historical cost or estimated historical cost if actual historical cost is not available. For assets acquired beginning on January 1, 1986, the required basis for valuation is historical cost. Depreciation is not required. GAAP requires fixed assets to be valued at cost and be depreciated.

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2022**

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**C. Basis of Accounting (continued)**

**Capital Leases** – Capital lease liabilities and assets are not recorded in the financial statements. GAAP requires that a lessee recognize a lease liability and a lease asset at the commencement of the lease term, unless the lease is a short-term lease, and measured at the present value of payments expected to be made during the lease term (less any lease incentives).

**Utility Fixed Assets** – Property and equipment purchased by the Utility Funds are recorded in the capital accounts at cost and are adjusted for disposition and abandonment. The amounts shown do not purport to represent replacement costs or current value. 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 acquisition of property and equipment, and improvements, and contributed capital.

**D. Financial Statements**

The GASB Codification also defines the financial statements of a governmental unit to be presented in general purpose financial statements in accordance with GAAP. The Borough presents its financial statements, as listed in the table of contents, as required by the Division, which differ from the financial statements required by GAAP. In addition, the Division requires the financial statements to be referenced to the supplementary schedules. This practice differs from GAAP.

**E. Budgets and Budgetary Accounting**

An annual budget is required to be adopted and integrated into the accounting system to provide budgetary control over revenues and expenditures. Budget amounts presented in the accompanying financial statements represent amounts adopted by the Borough and approved by the Division in accordance with applicable statutes.

**F. Impact of Recently Issued GASB Accounting Pronouncements**

Management has determined that recently issued GASB accounting pronouncements, effective for the year ended December 31, 2022, would not have a significant impact upon the Borough's 2022 regulatory basis financial statements.

**G. Reclassifications**

Certain prior year amounts have been reclassified to conform with the current year financial statements presentation. The reclassifications had no impact upon previously reported fund balances.

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2022**

**NOTE 2. CASH AND CASH EQUIVALENTS AND INVESTMENTS**

Cash and cash equivalents include cash on hand, change funds, amounts on deposit and highly liquid investments with original maturities of three months or less at the time of purchase.

**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 insures deposits or the State of New Jersey Cash Management Fund.

The Governmental Unit Deposit Protection Act ("GUDPA") is a supplemental insurance program set forth by the New Jersey Legislature to protect deposits of municipalities and local government agencies. The program is administered by the Commissioner of the New Jersey Department of Banking and Insurance. GUDPA requires public depositories to maintain collateral for deposit of public funds that exceed insurance limits. GUDPA requires that the market value of the collateral must equal five percent of the average daily balance of public funds; or if the public funds deposited exceed seventy-five percent of the capital funds of the depository, the depository must provide collateral having a market value equal to one hundred percent of the amount exceeding seventy-five percent. 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 \$25,000,000.00.

Custodial Credit Risk - The custodial credit risk for deposits is the risk that in the event of a bank failure, the Borough's deposits may not be returned to it. Although the Borough does not have a formal deposit policy for custodial credit risk, N.J.S.A. 17:9-41 et seq. requires that governmental units shall deposit public funds in public depositories protected from loss under the provisions of GUDPA. Public funds owned by the municipality in excess of FDIC insured amounts are protected by GUDPA. However, GUDPA does not protect intermingled trust funds such as salary withholdings, bail funds, or funds that may pass to the municipality relative to the happening of a future condition.

As of December 31, 2022 and 2021, the Borough's bank balances were \$32,703,834.37 and \$30,675,491.79 respectively, and were exposed to custodial credit risk as follows:

	<u>December 31, 2022</u>	<u>December 31, 2021</u>
Uninsured and Uncollateralized	\$910,011.33	\$413,258.45
Insured by FDIC	580,783.40	864,234.51
GUDPA Insured and Collateralized with Securities Held by Pledging Financial Institutions	31,213,039.64	29,397,998.83
	<u>\$32,703,834.37</u>	<u>\$30,675,491.79</u>

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2022**

**NOTE 2. CASH AND CASH EQUIVALENTS AND INVESTMENTS (CONTINUED)**

**Investments**

a. When authorized by a cash management plan approved pursuant to N.J.S. 40A:5-14, the Borough may use available funds for the purchase of the following types of securities, which, if suitable for registry, may be registered in the name of the Borough:

- (1) Bonds or other obligations of the United States or obligations guaranteed by the United States.
- (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 Borough, or bonds or other obligations of school districts of which the Borough 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, approved by the Division of Investments, New Jersey Department of the Treasury.
- (6) Local government investment pools, subject to certain requirements.
- (7) Deposits with the State of New Jersey Cash Management Fund established pursuant to section 1 of P. L. 1977, c. 281; or
- (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 section;
  - (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 GUDPA bank;
  - (e) a master repurchase agreement providing for the custody and security of collateral is executed.

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2022**

**NOTE 2. CASH AND CASH EQUIVALENTS AND INVESTMENTS (CONTINUED)**

**Investments (continued)**

b. Any investment instruments in which the security is not physically held by the Borough shall be covered by a third party custodial agreement, which shall provide for the designation of such investments in the name of the Borough and prevent unauthorized use of such investments.

c. Investments are further regulated and restricted in accordance with N. J. S. 40A:5-15.1.

**Custodial Credit Risk**

The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, a government will not be able to recover the value of investment or collateral securities that are in the possession of an outside party. Length of Service Award Program Fund investments were exposed to custodial credit risk and are invested at the discretion of each individual participant and not the Borough. The fair value of Length of Service Award Program Fund investments at December 31, 2022 and 2021 was \$881,716.45 and \$1,054,283.35, respectively.

**Credit Risk**

State law limits investments as described in prior sections of this note to the financial statements. As of December 31, 2022 and 2021, no such investments were held by the Borough.

**Interest Rate Risk**

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment.

**NOTE 3. TAXES COLLECTED IN ADVANCE**

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

	<u>Balance December 31,</u>	
	<u>2022</u>	<u>2021</u>
Prepaid Taxes	\$398,147.54	\$444,509.05

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
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**NOTE 4. DEBT**

The Local Bond Law governs the issuance of bonds and notes to finance general municipal capital expenditures. Bonds are retired in serial installments within the statutory period of usefulness. Bonds issued by the Borough are general obligation bonds, backed by the full faith and credit of the Borough. Bond anticipation notes (the “notes”) are issued to temporarily finance capital projects prior to the issuance of serial bonds. The term of the notes cannot exceed one year but the notes may be renewed from time to time for a period not exceeding one year. All notes, including renewals, shall mature and be paid not later than the first day of the fifth month following the close of the tenth fiscal year next following the date of the original notes. No notes shall be renewed beyond the third anniversary date of the original notes unless an amount of such notes, at least equal to the first legally payable installment of the bonds in anticipation of which the notes are issued, is paid and retired on or before each subsequent anniversary date beyond which such notes are renewed from funds other than the proceeds of obligations. Tax anticipation notes are issued if the cash on hand is not sufficient to continue normal operations of the municipality at any time during the year. Such notes are authorized by a resolution adopted by the governing body.

**A. Long-Term Debt**

The Borough’s long-term debt consisted of the following at December 31, 2022:

**General Capital Fund Serial Bonds**

\$5,637,000.00 2012 bonds due in annual installments of \$555,000.00	
\$612,000.00 through October 2025 at an interest rate of 2.00%	\$1,742,000.00
\$5,785,000.00 2015 bonds due in annual installments of \$415,000.00 to	
\$612,000.00 through 2029 at an interest rate of 5.00%	3,380,000.00
\$2,610,000.00 2019 bonds due in annual installments of \$165,000.00 to	
\$195,000.00 through 2034 at interest rates ranging from 2.00% to 4.00%	2,220,000.00
\$2,270,000.00 Revenue Bonds Series 2019B due in annual installments of	
\$185,000.00 to \$260,000.00 through 2030 at an interest rate of 5.00%	1,765,000.00
\$2,635,000.00 Revenue Bonds Series 2020 due in annual installments of	
\$150,000.00 to \$230,000.00 through 2032 at interest rates ranging from	
4.00% to 5.00%	1,860,000.00
\$3,735,000.00 bonds Series 2022 due in annual installments of \$220,000.00	
to \$375,000.00 through 2035 at interest rates ranging from 4.00% to 5.00%	3,735,000.00
	<u>\$14,702,000.00</u>

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**NOTE 4. DEBT (CONTINUED)**

**A. Long-Term Debt (continued)**

**Water/Sewer Utility Capital Fund Serial Bonds**

\$680,000.00 2009 Series A NJEIT Trust Loan Bonds due in annual installments ranging from \$40,000.00 to \$50,000.00 through August 2029 at interest rates ranging from 3.75% to 4.00%	\$315,000.00
\$2,040,227.00 2009 NJEIT Series A Fund Loan Bonds due in annual installments of \$34,580.13 through August 2029 at an interest rate of 0.00%	242,061.02
\$2,662,000.00 2012 bonds due in annual installments of \$215,000.00 to \$252,000.00 through October 2027 at interest rates ranging from 2.00% to 2.10%	1,167,000.00
\$3,775,000.00 2015 bonds due in annual installments of \$165,000.00 to \$260,000.00 through 2035 at interest rates ranging from 3.50% to 5.00%	2,815,000.00
\$425,000.00 2018 NJ Infrastructure Bank Loan Series 2018A-2 due in annual installments of \$15,000.00 to \$30,000.00 through 2038 at interest rates ranging from 4.00% to 5.00%	380,000.00
\$1,289,360.00 2018 NJ Infrastructure Fund Loan Series 2018A-2 due in annual installments of \$66,069.15 through 2038 at an interest rate of 0.00%	1,057,106.40
\$3,565,000.00 bonds Series 2019 due in annual installments of \$190,000.00 to \$270,000.00 through 2034 at interest rates ranging from 2.125% to 5.00%	3,160,000.00
\$2,100,000.00 Water/Sewer Bonds Series 2022 due in annual installments of \$75,000.00 to \$150,000.00 through 2042 at an interest rate of 5.00%	2,100,000.00
\$715,000.00 2022 NJ Infrastructure Bank Loan Series 2022A-2 due in annual installments of \$20,000.00 to \$55,000.00 from 2024 through 2042 at an interest rate of 5.00%	715,000.00
\$800,099.00 2022 NJ Infrastructure Fund Loan Series 2022A-2 due in annual installments of \$27,122.00 in 2023 and \$40,063.00 from 2024 through 2042 at an interest rate of 0.00%	800,099.00
	<u>\$12,751,266.42</u>

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**NOTE 4. DEBT (CONTINUED)**

**A. Long-Term Debt (continued)**

Parking Utility Capital Fund Serial Bonds

\$280,000.00 2015 bonds due in annual installments of \$15,000.00 to \$20,000.00 through 2035 at an interest rates ranging from 3.50% to 5.00%	\$210,000.00
\$705,000.00 2019 bonds due in annual installments of \$45,000.00 to \$50,000.00 through 2034 at an interest rates ranging from 2.00% to 4.00%	575,000.00
\$2,6365,000.00 2020 bonds due in annual installments of \$135,000.00 to \$235,000.00 through 2035 at interest rates ranging from 3.00% to 5.00%	2,375,000.00
	<u><u>\$3,160,000.00</u></u>

Long-term debt service requirements are as follows:

General Capital Fund Serial Bonds

<u>Year(s)</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2023	\$1,715,000.00	\$614,296.25	\$2,329,296.25
2024	1,775,000.00	557,640.00	2,332,640.00
2025	1,862,000.00	488,040.00	2,350,040.00
2026	1,300,000.00	415,200.00	1,715,200.00
2027	1,360,000.00	352,100.00	1,712,100.00
2028-2032	5,285,000.00	885,800.00	6,170,800.00
2033-2035	1,405,000.00	116,500.00	1,521,500.00
	<u>\$14,702,000.00</u>	<u>\$3,429,576.25</u>	<u>\$18,131,576.25</u>

Water/Sewer Utility Capital Fund Serial Bonds

<u>Year(s)</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2023	\$907,771.28	\$380,121.58	\$1,287,892.86
2024	966,332.28	367,714.50	1,334,046.78
2025	991,332.28	336,464.50	1,327,796.78
2026	1,001,332.28	304,277.00	1,305,609.28
2027	1,014,821.30	271,242.00	1,286,063.30
2028-2032	3,656,432.10	984,337.50	4,640,769.60
2033-2037	2,953,760.75	453,500.00	3,407,260.75
2038-2042	1,259,484.15	148,700.00	1,408,184.15
	<u>\$12,751,266.42</u>	<u>\$3,246,357.08</u>	<u>\$15,997,623.50</u>



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**NOTE 4. DEBT (CONTINUED)**

**A. Long-Term Debt (continued)**

Long-term debt service requirements are as follows: (continued)

<u>Parking Utility Capital Fund Serial Bonds</u>			
<u>Year(s)</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2023	\$190,000.00	\$129,893.76	\$319,893.76
2024	200,000.00	120,843.76	320,843.76
2025	215,000.00	111,293.76	326,293.76
2026	220,000.00	101,043.76	321,043.76
2027	230,000.00	90,543.75	320,543.75
2028-2032	1,265,000.00	320,575.05	1,585,575.05
2033-2035	840,000.00	27,012.50	867,012.50
	<u>\$3,160,000.00</u>	<u>\$901,206.34</u>	<u>\$4,061,206.34</u>

**General Capital Fund Green Trust Loan**

Green Trust Loan Program for Waterfront Acquisition. Principal is paid semiannually. Annual debt service requirements for principal ranges from \$5,525.06 to \$10,886.54 through 2029 at an interest rate of 2.00%.

\$67,710.00

Long-term debt service requirements are as follows:

<u>General Capital Fund Green Trust Loan</u>			
<u>Year(s)</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2023	\$9,855.45	\$1,305.17	\$11,160.62
2024	10,053.54	1,107.08	11,160.62
2025	10,255.62	905.00	11,160.62
2026	10,461.75	698.89	11,160.64
2027	10,672.07	488.58	11,160.65
2028-2029	16,411.57	329.32	16,740.89
	<u>\$67,710.00</u>	<u>\$4,834.04</u>	<u>\$72,544.04</u>

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**NOTE 4. DEBT (CONTINUED)**

**A. Long-Term Debt (continued)**

Long-term debt transactions for the years ended December 31, 2022 and 2021 are summarized as follows:

	Balance			Balance
<u>Fund</u>	<u>Dec. 31, 2021</u>	<u>Additions</u>	<u>Deductions</u>	<u>Dec. 31, 2022</u>
General Capital	\$12,474,371.26	\$3,735,000.00	\$1,439,661.26	\$14,769,710.00
Water/Sewer Utility Capital	10,331,816.70	3,615,099.00	1,195,649.28	12,751,266.42
Parking Utility Capital	3,345,000.00		185,000.00	3,160,000.00
	<u>\$26,151,187.96</u>	<u>\$7,350,099.00</u>	<u>\$2,635,310.54</u>	<u>\$30,680,976.42</u>

	Balance			Balance
<u>Fund</u>	<u>Dec. 31, 2020</u>	<u>Additions</u>	<u>Deductions</u>	<u>Dec. 31, 2021</u>
General Capital	\$13,829,842.16		\$1,355,470.90	\$12,474,371.26
Water/Sewer Utility Capital	11,492,465.98		1,160,649.28	10,331,816.70
Parking Utility Capital	3,530,000.00		185,000.00	3,345,000.00
	<u>\$28,852,308.14</u>	<u>-</u>	<u>\$2,516,120.18</u>	<u>\$26,151,187.96</u>

**B. Short-Term Debt**

On December 31, 2022 and 2021, the Borough's outstanding bond anticipation notes were as follows:

<u>Fund</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	<u>Balance Dec. 31, 2022</u>
General Capital	9/27/22	1/27/23	3.50%	<u>\$4,187,000.00</u>
Water/Sewer Utility Capital	9/27/22	1/27/23	3.50%	<u>\$2,777,000.00</u>

<u>Fund</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	<u>Balance Dec. 31, 2021</u>
General Capital	6/22/01	1/31/22	0.27%	<u>\$3,317,000.00</u>
Water/Sewer Utility Capital	2/1/21	1/31/22	0.56%	\$1,020,000.00
Water/Sewer Utility Capital	6/22/21	1/31/22	0.27%	<u>1,757,000.00</u>
				<u>\$2,777,000.00</u>

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**NOTE 4. DEBT (CONTINUED)**

**B. Short-Term Debt (continued)**

Short-term debt transactions for the years ended December 31, 2022 and 2021 are summarized as follows:

<u>Fund</u>	<u>Balance Dec. 31, 2021</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance Dec. 31, 2022</u>
General Capital	\$3,317,000.00	\$7,504,000.00	\$6,634,000.00	\$4,187,000.00
Water/Sewer Utility Capital	2,777,000.00	5,554,000.00	5,554,000.00	2,777,000.00
	<u>\$6,094,000.00</u>	<u>\$13,058,000.00</u>	<u>\$12,188,000.00</u>	<u>\$6,964,000.00</u>

<u>Fund</u>	<u>Balance Dec. 31, 2020</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance Dec. 31, 2021</u>
General Capital	\$2,664,000.00	\$3,317,000.00	\$2,664,000.00	\$3,317,000.00
Water/Sewer Utility Capital	1,450,000.00	2,777,000.00	1,450,000.00	2,777,000.00
Parking Capital	3,221,000.00		3,221,000.00	
	<u>\$7,335,000.00</u>	<u>\$6,094,000.00</u>	<u>\$7,335,000.00</u>	<u>\$6,094,000.00</u>

**C. Bonds and Notes Authorized but Unissued**

On December 31, 2022 and 2021, the Borough had bonds and notes authorized but not issued as follows:

<u>Fund</u>	<u>Balance Dec. 31, 2022</u>	<u>Balance Dec. 31, 2021</u>
General Capital	-	-
Water/Sewer Utility Capital	-	\$100,640.00
Parking Utility Capital	-	-

**D. Borrowing Power**

New Jersey statutes limit the debt of a municipality to 3.500% of the equalized valuation basis. The Borough's net debt expressed as a percentage of the equalized valuation basis at December 31, 2022 and 2021 was .561% and .639%, respectively. The net debt of the Borough at December 31, 2022 and 2021 was \$14,769,710.00 and \$15,791,371.26 respectively, and the Borough's remaining borrowing power at December 31, 2022 and 2021 was \$77,308,918.74 and \$70,655,231.74, respectively.

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**NOTE 4. DEBT (CONTINUED)**

**E. Capital Leases**

The Borough participates in the Capital Equipment Lease Program of the Monmouth County Improvement Authority (the "Authority"). The Authority has issued revenue bonds in which the Borough pays the debt service as part of the lease agreements. The leases are for various equipment that is owned by the Authority and to which the Borough has a bargain purchase option at the end of the lease periods in the amount of \$1.00.

Minimum future lease payments due to the Authority are as follows:

Year	General Capital Fund		
	Principal	Interest	Total
2023	\$599,727.30	\$130,823.42	\$730,550.72
2024	593,293.60	103,337.20	696,630.80
2025	435,538.00	73,672.52	509,210.52
2026	419,063.60	52,374.77	471,438.37
2027	227,487.20	33,843.91	261,331.11
2028	184,507.00	22,946.93	207,453.93
2029	187,087.00	14,216.65	201,303.65
2030	47,739.00	4,862.30	52,601.30
2031	49,507.00	2,475.35	51,982.35
	<u>\$2,743,949.70</u>	<u>\$438,553.05</u>	<u>\$3,182,502.75</u>

Year	Water/Sewer Utility Capital Fund		
	Principal	Interest	Total
2023	\$29,652.90	\$7,389.26	\$37,042.16
2024	31,068.80	5,961.00	37,029.80
2025	31,572.00	4,407.56	35,979.56
2026	33,010.80	2,840.91	35,851.71
2027	7,551.60	1,508.05	9,059.65
2028	6,493.00	1,193.07	7,686.07
2029	5,913.00	993.35	6,906.35
2030	6,261.00	637.70	6,898.70
2031	6,493.00	324.65	6,817.65
	<u>\$158,016.10</u>	<u>\$25,255.55</u>	<u>\$183,271.65</u>

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**NOTE 4. DEBT (CONTINUED)**

**E. Capital Leases (continued)**

Year	Parking Utility Capital Fund		
	Principal	Interest	Total
2023	\$1,619.80	\$252.32	\$1,872.12
2024	1,637.60	211.82	1,849.42
2025	890.00	129.94	1,019.94
2026	925.60	94.34	1,019.94
2027	961.20	48.06	1,009.26
	<u>\$6,034.20</u>	<u>\$736.48</u>	<u>\$6,770.68</u>

**NOTE 5. DEFERRED CHARGES TO FUTURE TAXATION FUNDED AND UNFUNDED**

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

**NOTE 6. DEFERRED CHARGES TO BE RAISED IN SUCCEEDING BUDGETS**

As of December 31, 2022 and 2021, a deferred charge of \$128,000.00 and \$160,000.00 respectively, was reflected on the balance sheet of the current fund. The special emergency authorization was adopted in 2021 in the amount of \$160,000.00 under the provisions of N.J.S.A. 40A:4-55, and has been covered by appropriation in each succeeding budget in an amount not less than that required by such statute.

**NOTE 7. SCHOOL TAXES**

Regulations provide for deferral of not more than fifty percent of the annual levy when school taxes are raised for a school year and have not been requisitioned by the school district. The Borough raises its local school district taxes and its share of regional high school taxes on a school year basis and has elected to defer these taxes at December 31, 2022 and 2021 as follows:

	Local District School Tax		Regional High School Tax	
	2022	2021	2022	2021
Balance of Tax	\$9,443,300.69	\$9,258,145.19	\$6,425,033.16	\$6,185,141.14
Deferred	<u>6,256,724.50</u>	<u>6,256,724.50</u>	<u>4,216,556.36</u>	<u>4,216,556.36</u>
Tax Payable	<u>\$3,186,576.19</u>	<u>\$3,001,420.69</u>	<u>\$2,208,476.80</u>	<u>\$1,968,584.78</u>

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**NOTE 8. DEFERRED COMPENSATION**

The Borough has adopted a Deferred Compensation Plan (the "Plan") in accordance with the provisions of N.J.S 43:15B-1, et seq., and the provisions of Section 457 of the Internal Revenue Code. Statutory and regulatory requirements governing the establishment and operation of Deferred Compensation Plans have been codified in the New Jersey Administrative Code under the reference N.J.A.C. 5:37. The Plan enables the Borough's employees to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death or unforeseeable emergency. The administrator of the Plan is VALIC and AXA advisors. The Plan's assets are not the property of the Borough and therefore are not presented in the financial statements.

**NOTE 9. FUND BALANCES APPROPRIATED**

Fund balances at December 31, 2022, utilized as anticipated revenue in the Borough's adopted budget for the year ended December 31, 2023 were as follows:

Current Fund	\$3,080,500.00
Water/Sewer Utility Operating Fund	355,000.00
Parking Utility Operating Fund	-

Fund balances at December 31, 2021, utilized as anticipated revenue in the Borough's adopted budget for the year ended December 31, 2022 were as follows:

Current Fund	\$3,390,313.00
Water/Sewer Utility Operating Fund	92,400.00
Parking Utility Operating Fund	-

**NOTE 10. GENERAL FIXED ASSETS**

The following is a summary of changes in the general fixed assets account group for the years ended December 31, 2022 and 2021:

	<u>Balance</u> <u>Dec. 31, 2021</u>	<u>Additions/</u> <u>Adjustments</u>	<u>Dispositions/</u> <u>Adjustments</u>	<u>Balance</u> <u>Dec. 31, 2022</u>
Land and Buildings	\$9,974,598.00	\$711,316.27	\$4,533.00	\$10,681,381.27
Furniture, Fixtures and Equipment	14,235,954.70	287,182.33	266,512.00	14,256,625.03
	<u>\$24,210,552.70</u>	<u>\$998,498.60</u>	<u>\$271,045.00</u>	<u>\$24,938,006.30</u>
	<u>Balance</u> <u>Dec. 31, 2020</u>	<u>Additions/</u> <u>Adjustments</u>	<u>Dispositions/</u> <u>Adjustments</u>	<u>Balance</u> <u>Dec. 31, 2021</u>
Land and Buildings	\$9,979,131.00		\$4,533.00	\$9,974,598.00
Furniture, Fixtures and Equipment	10,944,639.96	\$3,548,967.74	257,653.00	14,235,954.70
	<u>\$20,923,770.96</u>	<u>\$3,548,967.74</u>	<u>\$262,186.00</u>	<u>\$24,210,552.70</u>

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**NOTE 11. PENSION PLANS**

**Description of Systems**

The Borough contributes to the Public Employees' Retirement System ("PERS"), and the Police and Firemen's Retirement System ("PFRS"), cost-sharing multiple employer defined benefit pension plans administered by the Division of Pensions and Benefits in the Department of the Treasury, State of New Jersey. The plans provide retirement, death, disability benefits and medical benefits to certain qualifying members and beneficiaries. PERS was established on January 1, 1955 under the provisions of N.J.S.A. 43:15A. PFRS was established on July 1, 1944, under the provisions of N.J.S.A. 43:16A. PERS and PFRS issue publicly available financial reports that include financial statements and required supplementary information. These reports may be obtained by writing to the State of New Jersey, Division of Pensions and Benefits.

**Funding Policy**

PERS employee contributions were 7.50% of base wages. PERS prosecutor employee contributions were 10.00% of base wages. PFRS employee contributions were 10.00% of base wages. The Division of Pensions actuarially determines employer's contributions annually.

**Defined Contribution Retirement Program**

The Defined Contribution Retirement Program ("DCRP") is a cost-sharing multiple employer defined contribution pension fund which was established in 2007 under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007. DCRP provides eligible members with a tax sheltered, defined contribution retirement benefit, along with life insurance and disability coverage.

Employee contributions to DCRP are five and one-half percent (5.50%) of base wages. Member contributions are matched by a three percent (3.00%) employer contribution.

**Unfunded Pension Liability**

Under accounting principles and practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, any unfunded net pension liability of the Borough, allocated by the State of New Jersey, is not required to be reported in the financial statements as presented and any pension contributions required to be paid are raised in that year's budget and no liability is accrued at December 31, 2022.

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**NOTE 11. PENSION PLANS (CONTINUED)**

**Public Employees' Retirement System (PERS)**

At June 30, 2022, the State reported a net pension liability of \$8,372,224.00 for the Borough's proportionate share of the total net pension liability. 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. The Borough's proportion of the net pension liability was based on a projection of the Borough's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2022, the Borough's proportion was 0.0554768722 percent, which was a decrease of 0.001675013 percent from its proportion measured as of June 30, 2021. The pension expense recognized in the Borough's financial statements based on the April 1, 2022 billing was \$669,315.00.

**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 rolled forward to June 30, 2022. The total pension liability for the June 30, 2021 measurement date was determined by an actuarial valuation as of July 1, 2020. These actuarial valuations used the following assumptions:

	<u>June 30, 2022</u>	<u>June 30, 2021</u>
Inflation Rate		
Price	2.75%	2.75%
Wage	3.25%	3.25%
Salary Increases		
Through 2026		2.00% - 6.00%
Thereafter	2.75% - 6.55%	3.00% - 7.00%
Investment Rate of Return	7.00%	7.00%

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



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**NOTE 11. PENSION PLANS (CONTINUED)**

**Public Employees' Retirement System (PERS) (continued)**

**Long-Term Rate of Return**

In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2022) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic rates of return for each major asset class included in PERS's target asset allocation as of June 30, 2022 and June 30, 2021 are summarized in the following table:

<u>Asset Class</u>	<u>June 30, 2022</u>		<u>June 30, 2021</u>	
	<u>Target</u>	<u>Long-Term</u> <u>Expected Real</u> <u>Rate of Return</u>	<u>Target</u>	<u>Long-Term</u> <u>Expected Real</u> <u>Rate of Return</u>
U.S. Equity	27.00%	8.12%	27.00%	8.09%
Non-U.S. Developed Market Equity	13.50%	8.38%	13.50%	8.71%
Emerging Markets Equity	5.50%	10.33%	5.50%	10.96%
Private Equity	13.00%	11.80%	13.00%	11.30%
Real Estate	8.00%	11.19%	8.00%	9.15%
Real Assets	3.00%	7.60%	3.00%	7.40%
High Yield	4.00%	4.95%	2.00%	3.75%
Private Credit	8.00%	8.10%	8.00%	7.60%
Investment Grade Credit	7.00%	3.38%	8.00%	1.68%
Cash Equivalents	4.00%	1.75%	4.00%	0.50%
U.S. Treasuries	4.00%	1.75%	5.00%	0.95%
Risk Mitigation Strategies	3.00%	4.91%	3.00%	3.35%
	<u>100.00%</u>		<u>100.00%</u>	

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**NOTE 11. PENSION PLANS (CONTINUED)**

**Public Employees' Retirement System (PERS) (continued)**

**Discount Rate**

The discount rate used to measure the total pension liability was 7.00% and 7.00% as of June 30, 2022 and 2021, respectively. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers and the nonemployer contributing entity will be based on 100% of the actuarially determined contributions for the State employer and 100% of actuarially determined contributions for the local employers. Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all projected benefit payments to determine the total pension liability.

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

The following presents the collective net pension liability of the participating employers as of June 30, 2022 and 2021, calculated using the discount rate as disclosed above as well as what the collective net pension liability would be if it was calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher than the current rate:

	June 30, 2022		
	1% Decrease <u>6.00%</u>	At Current Discount Rate <u>7.00%</u>	1% Increase <u>8.00%</u>
Borough's proportionate share of the pension liability	\$10,755,855.00	\$8,372,224.00	\$6,343,658.00
	June 30, 2021		
	1% Decrease <u>6.00%</u>	At Current Discount Rate <u>7.00%</u>	1% Increase <u>8.00%</u>
Borough's proportionate share of the pension liability	\$9,220,045.00	\$6,770,498.00	\$4,691,710.00

**Pension Plan Fiduciary Net Position**

Detailed information about the pension plan's fiduciary net position is available in the separately issued Financial Report for the State of New Jersey Public Employees Retirement System.

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**NOTE 11. PENSION PLANS (CONTINUED)**

Public Employees' Retirement System (PERS) (continued)

Deferred Inflows of Resources and Deferred Outflows of Resources

At June 30, 2022 and 2021, the State reported deferred inflows of resources and deferred outflows of resources related to PERS from the following sources:

	June 30, 2022		June 30, 2021	
	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources
Difference between expected and actual experience	\$53,288.00	\$60,427.00	\$48,469.00	\$106,779.00
Changes of assumptions	1,253,653.00	25,940.00	2,410,341.00	35,261.00
Net difference between projected and actual earnings on pension plan investments		346,519.00	1,783,527.00	
Changes in proportion and differences between Borough's contributions and proportionate share of contributions	869,330.00	116,125.00	864,953.00	270,209.00
	<u>\$2,176,271.00</u>	<u>\$549,011.00</u>	<u>\$5,107,290.00</u>	<u>\$412,249.00</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to PERS will be recognized in pension expense (benefit) as follows:

Year Ending June 30,	
2023	(\$1,005,201.00)
2024	(690,021.00)
2025	(260,600.00)
2026	312,897.00
2027	15,665.00
	<u>(\$1,627,260.00)</u>

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**NOTE 11. PENSION PLANS (CONTINUED)**

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

At June 30, 2022, the State reported a net pension liability of \$13,782,503.00 for the Borough's proportionate share of the total PFRS net pension liability. 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. The Borough's proportion of the net pension liability was based on a projection of the Borough's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2022, the Borough's proportion was 0.12040952 percent, which was an increase of 0.0033731609 percent from its proportion measured as of June 30, 2021. The pension expense recognized in the Borough's financial statement based on the April 1, 2022 billing was \$1,364,017.00.

**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 rolled forward to June 30, 2022. The total pension liability for the June 30, 2021 measurement date was determined by an actuarial valuation as of July 1, 2020. This actuarial valuation used the following assumptions:

	<u>June 30, 2022</u>	<u>June 30, 2021</u>
Inflation Rate		2.75%
Price	2.75%	
Wage	3.25%	
Salary Increases		
Through all future years	3.25% - 16.25%	3.25% - 15.25%
Investment Rate of Return	7.00%	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, 2021 valuation were based on the results of an actuarial experience study for the period July 1, 2018 to June 30, 2021.

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**NOTE 11. PENSION PLANS (CONTINUED)**

**Police and Firemen's Retirement System (PFRS) (continued)**

**Long Term Expected Rate of Return**

In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2022) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic rates of return for each major asset class included in PFRS's target asset allocation as of June 30, 2022 and June 30, 2021 are summarized in the following table:

<u>Asset Class</u>	<u>June 30, 2022</u>		<u>June 30, 2021</u>	
	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
U.S. Equity	27.00%	8.12%	27.00%	8.09%
Non-U.S. Developed Markets Equity	13.50%	8.38%	13.50%	8.71%
Emerging Markets Equity	5.50%	10.33%	5.50%	10.96%
Private Equity	13.00%	11.80%	13.00%	11.30%
Real Estate	8.00%	11.19%	8.00%	9.15%
Real Assets	3.00%	7.60%	3.00%	7.40%
High Yield	4.00%	4.95%	2.00%	3.75%
Private Credit	8.00%	8.10%	8.00%	7.60%
Investment Grade Credit	7.00%	3.38%	8.00%	1.68%
Cash Equivalents	4.00%	1.75%	4.00%	0.50%
U.S. Treasuries	4.00%	1.75%	5.00%	0.95%
Risk Mitigation Strategies	3.00%	4.91%	3.00%	3.35%
	<u>100.00%</u>		<u>100.00%</u>	

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**NOTE 11. PENSION PLANS (CONTINUED)**

**Police and Firemen's Retirement System (PFRS) (continued)**

**Discount Rate**

The discount rate used to measure the total pension liability was 7.00% and 7.00% as of June 30, 2022 and 2021, respectively. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers and the nonemployer contributing entity will be based on 100% of the actuarially determined contributions for the State employer and 100% of actuarially determined contributions for the local employers. Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all projected benefit payments to determine the total pension liability.

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

The following presents the collective net pension liability of the participating employers as of June 30, 2022 and 2021, calculated using the discount rate as disclosed above as well as what the collective net pension liability would be if it was calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher than the current rate:

	<u>June 30, 2022</u>		
	<u>1%</u>	<u>At Current</u>	<u>1%</u>
	<u>Decrease</u>	<u>Discount Rate</u>	<u>Increase</u>
	<u>6.00%</u>	<u>7.00%</u>	<u>8.00%</u>
Borough's proportionate share of the pension liability	\$18,911,082.00	\$13,782,503.00	\$9,512,935.00
	<u>June 30, 2021</u>		
	<u>1%</u>	<u>At Current</u>	<u>1%</u>
	<u>Decrease</u>	<u>Discount Rate</u>	<u>Increase</u>
	<u>6.00%</u>	<u>7.00%</u>	<u>8.00%</u>
Borough's proportionate share of the pension liability	\$12,989,536.00	\$8,554,365.00	\$4,862,565.00

**Pension Plan Fiduciary Net Position**

Detailed information about the pension plan's fiduciary net position is available in the separately issued Financial Report for the State of New Jersey Police and Firemen's Retirement System.

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**NOTE 11. PENSION PLANS (CONTINUED)**

**Police and Firemen's Retirement System (PFRS) (continued)**

**Deferred Inflows of Resources and Deferred Outflows of Resources**

At June 30, 2022 and 2021, the State reported deferred inflows of resources and deferred outflows of resources related to PFRS from the following sources:

	<u>June 30, 2022</u>		<u>June 30, 2021</u>	
	<u>Deferred Inflows of Resources</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>	<u>Deferred Outflows of Resources</u>
Difference between expected and actual experience	\$844,366.00	\$623,833.00	\$1,024,725.00	\$97,595.00
Changes of assumptions	1,734,945.00	37,772.00	2,563,704.00	45,519.00
Net difference between projected and actual earnings on pension plan investments		1,262,072.00	3,645,293.00	
Changes in proportion and differences between Borough's contributions and proportionate share of contributions	<u>950,864.00</u>	<u>527,324.00</u>	<u>1,307,306.00</u>	<u>249,967.00</u>
	<u>\$3,530,175.00</u>	<u>\$2,451,001.00</u>	<u>\$8,541,028.00</u>	<u>\$393,081.00</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to PFRS will be recognized in pension expense (benefit) as follows:

Year Ending June 30,	
2023	(\$324,154.00)
2024	(249,189.00)
2025	(190,802.00)
2026	(136,382.00)
2027	(95,542.00)
2028	<u>(83,105.00)</u>
	<u>(\$1,079,174.00)</u>

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**NOTE 11. PENSION PLANS (CONTINUED)**

**Police and Firemen's Retirement System (PFRS) (continued)**

**Special Funding Situation**

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

At June 30, 2022, the State's proportionate share of the net pension liability attributable to the Borough for the PFRS special funding situation is \$2,452,881.00.

Borough's Proportionate Share of Net Pension Liability	\$13,782,503.00
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State of New Jersey Proportionate Share of Net Pension Liability Associated with the Borough	<u>2,452,881.00</u> <u>\$16,235,384.00</u>
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**Pension plan fiduciary net position**

Detailed information about the pension plan's fiduciary net position is available in the separately issued Financial Report for the State of New Jersey Police and Firemen's Retirement System.



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**NOTE 12. POSTEMPLOYMENT RETIREMENT HEALTH BENEFITS**

**Plan Description**

The Borough provides post-employment health care benefits (OPEB) for retired employees by administering a single-employer defined benefit plan (“the Plan”) in accordance with New Jersey Statute 40A:10-23. No assets are accumulated in a trust that meets the criteria in paragraph 4 of statement 75. The costs of the plan are funded on a pay-as-you-go basis. The Borough does not issue a separate financial report for the retiree healthcare plan.

**Benefits Provided**

The plan provides medical, prescription drug, dental and vision benefits to eligible retirees. Benefit provisions are established through collective bargaining agreements and other Borough agreements. The complete benefit plan is on file in the Borough’s Administrative office.

**Eligibility Requirements**

Borough employees are eligible for all coverage upon retirement from active service after completing 25 years of service in the New Jersey Public Employees Retirement System, fifteen with the Borough. They are eligible for coverage upon disability retirement or death while in active service after completing 10 years of service. They are not eligible for dental and vision benefits. Retiree coverage continues for the life of the retiree. Spouse and surviving spouse coverage continues for the life of the spouse. Dependent child coverage continues until age 26 for full-time students.

Members of the police department are eligible for all coverage upon retirement from active service after completing 25 years of service in the New Jersey Police and Fire Retirement System. They are eligible for all coverages upon disability retirement or death while in active service after completing 10 years of service. Retiree coverage continues for the life of the retiree. Spouse and surviving spouse coverage continues for the life of the spouse. Dependent child coverage continues until age 26 for full-time students.

Eligibility requirements are also subject to the following requirements: Employees hired after January 1, 2019 shall not be entitled to retiree health benefits, for employees hired prior to January 1, 2019, in accordance with N.J.S.A. 40A:10-23, the Borough will provide paid medical benefits for the retiring employee and spouse for those employees as follows:

- Retire on a disability pension approved by the Public Employees Retirement System;
- Retire with twenty-five (25) years of service credit in the Public Employees Retirement System with the last twenty (20) consecutive year of employment with the Borough at the time of retirement;

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**NOTE 12. POSTEMPLOYMENT RETIREMENT HEALTH BENEFITS (CONTINUED)**

Eligibility Requirements (continued)

- Upon reaching the age of sixty-two (62) years of age or older with the last twenty (20) years of service credit in the Public Employees Retirement System with the last (15) years of service with the Borough at the time of retirement.
- If the retiree is eligible for free insurance through other employment, the Borough will not carry him/her. The retiree would be required to sign an affidavit stating that he/she does not have other coverage. This shall apply to those who retire after January 1, 1982;
- Any other full-time employee may continue on a full contributory basis;
- Part-time employees who have participated in the Borough's Group Health Plan during employment may continue in the plan on a full contributory basis upon retirement.

Employees Covered by Benefit Terms

At December 31, 2021 the following employees were covered by the benefit terms:

Inactive employees or beneficiaries	127
Active employees	<u>103</u>
	<u><u>230</u></u>

OPEB Liability

The Borough's OPEB liability of \$67,804,198.00 was measured as of December 31, 2021, and was determined by an actuarial valuation at that date.

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**NOTE 12. POSTEMPLOYMENT RETIREMENT HEALTH BENEFITS (CONTINUED)**

**Actuarial Assumptions and Other Inputs**

Actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified, an inflation rate of 2.50%, an annual discount rate of 2.06%, salary increases of 2.50%, healthcare cost trend rates of 5.50% decreasing by .02% per year to an ultimate rate of 4.50% in 2026 and later years Retirees' share of benefit-related costs Based on Chapter 78 contribution formulas for PERS. The discount rate was based on the 20-year Bond Buyer index. Mortality rates are based on the RP 2000 combined healthy male mortality rates set forward one year and adjusted for generational improvements. The valuation is based on the Entry Age Normal Funding Method based on a level percentage of salary. In 2021 the covered payroll was \$8,152,000.

**Changes in the Total OPEB Liability**

Balance January 1, 2021	<u>\$72,354,418.00</u>
Changes for the year:	
Service Cost	847,446.00
Interest Cost	1,537,748.00
Difference between Actual and Expected Experience	-
Assumption Changes	(5,602,250.00)
Benefits Paid	<u>(1,333,164.00)</u>
Net Change in OPEB Liability	<u>(4,550,220.00)</u>
Balance December 31, 2021	<u><u>\$67,804,198.00</u></u>

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**NOTE 12. POSTEMPLOYMENT RETIREMENT HEALTH BENEFITS (CONTINUED)**

**Sensitivity of the Total OPEB Liability to Changes in the Discount Rate and Healthcare Cost Trend Rates**

The following presents the total OPEB liability of the Borough, as well as what the Borough's total OPEB 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 discount rate:

	December 31, 2021		
	1% Decrease 1.06%	At Current Discount Rate 2.06%	1% Increase 3.06%
Net OPEB Liability	\$77,143,034.00	\$67,804,198.00	\$60,342,036.00

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

	December 31, 2021		
	1% Decrease 1.00%	At Current Discount Rate 2.00%	1% Increase 3.00%
Net OPEB Liability	\$61,180,983.00	\$67,804,198.00	\$76,022,698.00

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**NOTE 12. POSTEMPLOYMENT RETIREMENT HEALTH BENEFITS (CONTINUED)**

**OPEB Expense and Deferred Inflows of Resources and Deferred Outflows of Resources**

For the year ended December 31, 2021, the actuarially determined OPEB expense reflected in the Plan report was \$2,892,934.00. At December 31, 2021, the Plan reported deferred inflows of resources and deferred outflows of resources related to OPEB from the following sources:

	<u>Deferred Inflows of Resources</u>	<u>Deferred Outflows of Resources</u>
Difference between expected and actual experience	-	-
Changes of assumptions	\$5,166,853.00	\$9,587,821.00
Net difference between projected and actual earnings on OPEB plan investments	-	-
	<u>\$5,166,853.00</u>	<u>\$9,587,821.00</u>

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

<u>Year Ending December 31,</u>	<u>Amount</u>
2022	\$507,740.00
2023	507,740.00
2024	507,740.00
2025	507,740.00
2026	507,740.00
Thereafter	1,882,268.00
	<u>\$4,420,968.00</u>

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**NOTE 13.     RISK MANAGEMENT**

The Borough is exposed to various risks of loss related to torts, theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disaster. The Borough is a member of the Central Jersey Joint Insurance Fund (the "JIF"). This public entity risk pool is both an insured and self-administered group of public entities established for the purpose of insuring against property damage, general liability, motor vehicles and equipment liability and workmen's compensation. The JIF is sustained through member premiums. In addition, the JIF participates in the Municipal Excess Liability Insurance program. There were no settlements in excess of insurance coverage in 2022, 2021 and 2020.

**NOTE 14.     LENGTH OF SERVICE AWARD PLAN PROGRAM**

The Borough has created a Length of Service Award Program (LOSAP) in accordance with N.J.S.A. 40A:14-183 et, seq., to reward members of the Borough's Volunteer Fire Department and the Volunteer First Aid Squad (inclusive of the fire companies and first aid squads recognized and sanctioned by the Borough) for their loyal, diligent and devoted services to the residents of the Borough. The LOSAP provides for fixed annual contributions of \$1,150.00 for each eligible member. The LOSAP shall be administered in accordance with the laws of the State of New Jersey and the U.S. Internal Revenue Code.

Appropriations - Appropriations for the purpose of funding the Borough's LOSAP are included as a separate line item in the Borough's budget.

**NOTE 15.     PENDING TAX APPEALS**

As of the date of issuance of these financial statements, there were various tax appeal cases pending against the Borough in the Tax Court of New Jersey requesting reductions of assessed valuation for the year 2023 and for prior years. The Borough is vigorously defending its assessments in each of these tax appeal cases. Under accounting principles prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, the Borough does not recognize a liability, if any, until a tax appeal case has been adjudicated. Tax appeal judgments adverse to the Borough may be funded by an established reserve for state tax appeals, succeeding year budgets, fund balance or through the issuance of refunding bonds per N.J.S. 40A:2-51. As of December 31, 2022, the Borough's reserve for state tax appeals was \$154,003.07.

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2022**

**NOTE 16. INTERFUND BALANCES**

The balances of interfund receivables and payables at December 31, 2022 and 2021 are presented below:

	<u>2022</u>	<u>2021</u>
<b><u>Receivables</u></b>		
Current Fund	\$337.03	\$35,955.66
Federal and State Grant Fund		5,303.07
Other Trust Fund		13,570.43
General Capital Fund		87,273.84
Water/Sewer Utility Capital Fund		4,170.48
Parking Utility Operating Fund		40,175.00
Payroll Fund		199.43
	<u>\$337.03</u>	<u>\$186,647.91</u>
<b><u>Payables</u></b>		
Current Fund		\$106,040.06
Water/Sewer Utility Operating Fund		11,022.31
Animal Control Fund		0.79
Parking Utility Operating Fund		29,103.04
Parking Utility Capital Fund		40,175.00
Payroll Fund	\$337.03	306.71
	<u>\$337.03</u>	<u>\$186,647.91</u>

As of December 31, 2022, interfund balances resulted from the time lag between the dates that receipts were collected, and payments were made between funds. As of December 31, 2021, interfund balances resulted from short-term borrowings between funds.

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2022**

**NOTE 17. TAX ABATEMENTS**

The Borough negotiates tax abatements under the State of New Jersey State Constitution, the Local Redevelopment and Housing Law (NJSA 40A:12A-1 et seq), New Jersey Revised Statutes Title 54, Section 54:4-3.6, Tax Exempt Property and Title 55, Section 55:14K-1, Tenement Houses and Public Housing. These abatements include specifically the Five-Year Exemption and Abatement Law (NJSA 40A:21-1 et seq) and the Long Term Tax Exemption Law (NJSA 40A:20-1 et seq). The purposes for which a tax abatement may be considered for approval in the Borough encompasses residential, commercial and industrial development that addresses a need identified by the Borough Redevelopment Plans, the Borough Affordable Housing Plan or other specific projects as described in the above-referenced laws. The Borough has not made any commitments as part of the tax abatement agreements other than to reduce taxes.

For the year ended December 31, 2022, the Borough abated property taxes of \$536,591.22 under the tax abatement agreements. Of the property taxes abated, \$399,409.32 was attributable to two tax abatement agreements that each exceeded 10 percent of the total taxes abated in 2022.

**NOTE 18. CONTINGENT LIABILITIES**

**Compensated Absences**

The Borough permits its employees to accumulate unused sick and vacation pay, which may be taken as time off or paid at a later date at an agreed upon rate. The Borough's management estimates that the costs of such unpaid compensation at December 31, 2022 and 2021 were \$1,622,939.74 and \$1,591,799.98, respectively. In accordance with accounting principles and practices prescribed by the Division, these estimated amounts are not reported as an expenditure or liability in the accompanying financial statements and are not subject to audit.

**Unemployment Compensation Insurance**

Effective January 1, 1978, most municipal employees were eligible for unemployment compensation insurance (N.J.S.A. 43:21-3 et. seq.). The Borough has elected to fund a self- insured plan whereby the municipal cost and employee contributions are deposited in a trust fund from which claims, if any, will be paid. The reserve for unemployment compensation insurance at December 31, 2022 and 2021 was \$69,450.90 and \$57,785.65, respectively.

**Grant Financial Assistance**

The Borough receives certain financial assistance from grants. Entitlement to the funds is generally conditional upon compliance with the terms of the financial assistance agreements and applicable regulations, including the expenditure of the funds for eligible purposes. Substantially all grants, entitlements and cost reimbursements are subject to financial and compliance audits by grantors. Therefore, costs previously reimbursed may be disallowed and require repayment to the grantor. The Borough's management anticipates that no material liabilities will result from such audits.



**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2022**

**NOTE 18.     CONTINGENT LIABILITIES (CONTINUED)**

**Legal Proceedings**

Based upon all information available as of September 28, 2023, the Borough's management does not anticipate that there are any legal matters pending that would have a material adverse effect on the Borough's financial position and the Borough's ability to levy, collect, and enforce the collection of taxes or other revenue for the repayment of its bonds and other obligations.

**NOTE 19.     SUBSEQUENT EVENTS**

Management has evaluated subsequent events occurring after December 31, 2022 and through September 28, 2023, which is the date that the financial statements were available to be issued.

**Authorization of Bonds or Notes**

On February 22, 2023, the Borough adopted an ordinance to authorize the issuance of bonds or notes of \$2,400,000.00 to finance the cost of the Lead Service Line Replacement Project.

On April 26, 2023, the Borough adopted an ordinance to authorize the issuance of bonds or notes of \$332,500.00 to finance a portion of the costs for Preliminary Expenses related to Redevelopment by and in the Borough.

On April 26, 2023, the Borough adopted an ordinance to authorize the issuance of bonds or notes of \$931,000. 00 to finance a portion of the costs for Improvements to South Street.

On May 10, 2023, the Borough adopted an ordinance amending and supplementing the Lead Service Line Replacement Project finally that was finally adopted on February 22, 2023, and to increase the appropriation therein to \$3,840,000.00 and to increase the authorization of bonds or notes to \$3,840,000.00.

On August 10, 2023, the Borough adopted an ordinance to authorize the issuance of bonds or notes of \$720,000.00 to finance the cost of various improvements by the water and sewer utility of the Borough.

On August 24, 2023, the Borough adopted an ordinance to authorize the issuance of bonds or notes of \$547,950.00 to finance a portion of the costs for various road improvements within the Borough.

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2022**

**NOTE 19.     SUBSEQUENT EVENTS (CONTINUED)**

Authorization of the Leasing of Certain Capital Equipment

On August 10, 2023, the Borough adopted an ordinance authorizing the leasing of certain items of capital equipment from the Monmouth County Improvement Authority (the "Authority"). The Borough's lease payment under the lease will be based, in part, on the amount of bonds issued by the Authority to finance the acquisition of the leased equipment and the interest thereon. The maximum amount of bonds which the Authority shall issue to finance the acquisition of the equipment to be leased to the Borough shall not exceed \$2,200,000.00 and the interest rate on said bonds shall not exceed five and fifty hundredths percent (5.50%) per annum.

Change in the Borough's Form of Government

On November 8, 2022, voters in the Borough approved a public ballot question to change the Borough's form of government from the Borough form to the Council-Manager form under the Optional Municipal Charter Law. Under the Council-Manager form of government, the Borough will be governed by a Council of seven (7) members, which includes a directly elected Mayor, who serves as a voting member of the Council. The Council will exercise legislative powers and set municipal policy for the Borough. The Council shall appoint a Municipal Manager, who will exercise all executive and administrative powers. The Municipal Manager will serve at the will of the Council, subject to removal by a simple majority vote.

On May 9, 2023, the Borough held a non-partisan election, whereby a Mayor was directly elected by the voters for a term of four (4) years, and the remainder of the Council members were elected for staggered terms of four (4) years each. Four (4) of the Council members elected will serve for only two (2) years, as was determined by lot at the Borough's Municipal Council meeting of July 6, 2023. The remaining two (2) Council members and Mayor will serve an initial four (4) year term, with a municipal election held every two (2) years.

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**PART II**

**SUPPLEMENTARY SCHEDULES**

**YEAR ENDED DECEMBER 31, 2022**

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**CURRENT FUND**  
**SCHEDULE OF CASH**  
**Year Ended December 31, 2022**

	<b><u>Ref.</u></b>	<b><u>Current Fund</u></b>	<b><u>Federal and State Grant Fund</u></b>
Balance, December 31, 2021	A	\$13,644,477.57	\$980,806.63
Increased by:			
Non-Budget Revenue	A-2	\$445,801.93	
State of New Jersey (PL 1971, Ch. 20)	15-A	39,000.00	
Taxes Receivable	2-A	53,775,684.64	
Revenue Accounts Receivable	3-A	6,669,726.05	
Grants Receivable	9-A		\$85,941.84
Unappropriated Reserves	11-A		29,491.60
Prepaid Taxes		398,147.54	
Various Reserves	14-A	184,401.42	
Refunds and Reimbursements		5,189.07	
Due from Current Fund			5,303.07
Transfer from Current Fund for Local Match			438,371.00
Due from Animal Control Fund		0.79	
Due from Water/Sewer Utility Operating Fund		6,851.83	
Due from Parking Utility Operating Fund		29,103.04	
		<u>61,553,906.31</u>	<u>559,107.51</u>
		75,198,383.88	1,539,914.14

See Independent Auditor's Report

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**CURRENT FUND**  
**SCHEDULE OF CASH**  
**Year Ended December 31, 2022**

	<b><u>Ref.</u></b>	<b><u>Current Fund</u></b>	<b><u>Federal and State Grant Fund</u></b>
Decreased by:			
Budget Appropriations	A-3	\$21,568,454.39	
Appropriation Reserves	4-A	676,482.36	
Special Improvement District Tax	5-A	579,970.00	
County Taxes Payable	6-A	6,363,814.84	
Local District School Tax	7-A	19,012,840.50	
Regional High School Tax	8-A	12,610,173.98	
Appropriated Reserves	10-A		\$520,927.15
Transfer to Water/Sewer Utility Capital Fund	11-A		626,231.96
Various Reserves	14-A	293,147.97	
Transfer to Federal and State Grant Fund		438,371.00	
Accounts Payable		304.50	
Due to Federal and State Grant Fund		5,303.07	
Due to Payroll Fund		199.43	
Due to Other Trust Fund		13,263.72	
Due to General Capital Fund		87,273.84	
		<u>\$61,649,599.60</u>	<u>\$1,147,159.11</u>
Balance, December 31, 2022	A	<u><u>\$13,548,784.28</u></u>	<u><u>\$392,755.03</u></u>

See Independent Auditor's Report

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

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

Year	Balance Dec. 31, 2021	2022 Levy	Added Taxes	Collections		Senior Citizens and Veterans Deductions	Canceled	Overpayments Applied	Transfer to Tax Title Liens	Balance Dec. 31, 2022
				2021	2022					
Prior	\$0.16				\$0.16					
2021	656,025.56		\$236.19		656,261.75					
	656,025.72		236.19		656,261.91					
2022		\$54,284,056.56		\$444,509.05	53,119,422.73	\$38,750.00	\$38,030.81	\$4,596.61	\$11,726.05	\$627,021.31
	<u>\$656,025.72</u>	<u>\$54,284,056.56</u>	<u>\$236.19</u>	<u>\$444,509.05</u>	<u>\$53,775,684.64</u>	<u>\$38,750.00</u>	<u>\$38,030.81</u>	<u>\$4,596.61</u>	<u>\$11,726.05</u>	<u>\$627,021.31</u>
<b>Ref.</b>	A				1-A	15-A			12-A	A

**Analysis of 2022 Property Tax Levy**

**Tax Yield:**

General Purpose Tax	\$53,443,288.59
Added Taxes (54:4-63.1 Et Seq.)	220,668.15
Omitted Taxes (54:4-63.12 Et Seq.)	35,556.74
Special District Taxes	584,543.08
	<u>\$54,284,056.56</u>

**Ref.**

**Tax Levy:**

Local District School Tax	7-A	\$19,197,996.00
Regional High School Tax	8-A	12,850,066.00
County Taxes:		
County Tax	6-A	\$5,508,605.84
County Health Tax	6-A	113,503.84
County Open Space Preservation Tax	6-A	713,750.69
Due County for Added and Omitted Taxes	6-A	<u>30,624.21</u>
		6,366,484.58
Special Improvement District Taxes	5-A	579,970.00
Local Tax for Municipal Purposes	A-2	14,186,719.82
Minimum Library Tax	A-2	855,545.14
Add: Additional Tax Levied		<u>247,275.02</u>
		<u>15,289,539.98</u>
		<u>\$54,284,056.56</u>

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

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

	<b><u>Ref.</u></b>	<b><u>Balance</u></b> <b><u>Dec. 31, 2021</u></b>	<b><u>Accrued</u></b> <b><u>in 2022</u></b>	<b><u>Realized/</u></b> <b><u>Collected</u></b>	<b><u>Balance</u></b> <b><u>Dec. 31, 2022</u></b>
Alcoholic Beverage Licenses	A-2		\$94,064.00	\$94,064.00	
Other Licenses	A-2		41,595.00	41,595.00	
Fees and Permits	A-2		285,398.82	285,398.82	
Municipal Court Fines and Costs	A-2	\$33,698.39	480,351.13	475,171.15	\$38,878.37
Interest and Costs on Taxes	A-2		162,805.77	162,805.77	
Interest on Investments and Deposits	A-2		309,513.85	309,513.85	
Energy Receipts Tax	A-2		2,011,681.00	2,011,681.00	
Uniform Construction Code Fees	A-2		727,210.20	727,210.20	
Code Enforcement - Property Maintenance Fees	A-2		50,858.75	50,858.75	
Township of Shrewsbury - Municipal Court	A-2		7,000.00	7,000.00	
Borough of Little Silver - Fire Services	A-2		14,710.00	14,710.00	
Red Bank Board of Education - Snow Plowing	A-2		15,466.00	15,466.00	
Township of Shrewsbury - EMS Service	A-2		8,000.00	8,000.00	
Utility Operating Surplus of Prior Year - Parking Utility	A-2		850,000.00	850,000.00	
Uniform Fire Safety Act	A-2		125,304.32	125,304.32	
Franchise Tax Cable Television	A-2		166,965.61	166,965.61	
PILOT - Housing Authority/River Street/Habcore	A-2		221,095.43	221,095.43	
Reserve for Payment of Bonds	A-2		172,673.00	172,673.00	
Landlord Registration Fees	A-2		16,695.00	16,695.00	
Administrative Fee Off-Duty Police Services	A-2		126,397.07	126,397.07	
RBC Field Rent	A-2		130,000.00	130,000.00	
Hotel Occupancy Tax	A-2		211,097.28	211,097.28	
Riverview Hospital Bed Tax	A-2		446,023.80	446,023.80	
		<u>\$33,698.39</u>	<u>\$6,674,906.03</u>	<u>\$6,669,726.05</u>	<u>\$38,878.37</u>
	<b><u>Ref.</u></b>	<b><u>A</u></b>		<b><u>1-A</u></b>	<b><u>A</u></b>

See Independent Auditor's Report

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

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

	<b>Balance Dec. 31, 2021</b>	<b>Transfer from Encumbrances Payable</b>	<b>Balance after Transfers</b>	<b>Paid or Charged</b>	<b>Balance Lapsed</b>
General Administration:					
Salaries and Wages	\$34,701.29		\$34,701.29		\$34,701.29
Other Expenses	11,962.71	\$509.30	12,472.01	\$651.94	11,820.07
Municipal Clerk:					
Salaries and Wages	247.61		247.61		247.61
Other Expenses	18,136.97	4,864.40	23,001.37	6,782.75	16,218.62
Financial Administration:					
Salaries and Wages	919.98		919.98		919.98
Other Expenses	26,208.71	21,242.73	47,451.44	25,171.48	22,279.96
Audit Services:					
Other Expenses	30,000.00		30,000.00	30,000.00	
Mayor and Council:					
Salaries and Wages	283.36		283.36		283.36
Tax Assessment Administration:					
Salaries and Wages	4,810.55		4,810.55		4,810.55
Other Expenses	10,260.19		10,260.19		10,260.19
Salary and Wage Adjustments		48,046.99	48,046.99	48,046.99	
Revenue Administration:					
Salaries and Wages	4,037.38		4,037.38		4,037.38
Other Expenses	6,287.27		6,287.27	743.00	5,544.27
Legal Services:					
Other Expenses	74,457.48	60,839.51	135,296.99	26,356.61	108,940.38
Engineering Services:					
Other Expenses	36,302.00	34,934.89	71,236.89	27,112.25	44,124.64
Codification of Ordinances					
Other Expenses	3,805.00	1,195.00	5,000.00	1,195.00	3,805.00
Planning Board:					
Salaries and Wages	2,635.31		2,635.31		2,635.31
Other Expenses	29,372.58	283.27	29,655.85	587.45	29,068.40
Zoning Board of Adjustment					
Salaries and Wages	2,374.60		2,374.60		2,374.60
Other Expenses	14,663.11	2,326.00	16,989.11	2,682.00	14,307.11



**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

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

	<b>Balance Dec. 31, 2021</b>	<b>Transfer from Encumbrances Payable</b>	<b>Balance after Transfers</b>	<b>Paid or Charged</b>	<b>Balance Lapsed</b>
Insurance					
Liability Insurance	\$15,790.47		\$15,790.47		\$15,790.47
Workers Compensation	4,915.82		4,915.82		4,915.82
Employee Group Insurance	800,829.08		800,829.08		800,829.08
Health Insurance Opt Out	15,021.39		15,021.39		15,021.39
Fire Department					
Other Expenses	4,915.80	\$29,654.81	34,570.61	\$34,437.59	133.02
Uniform Fire Safety Act					
Salaries and Wages	1,704.07		1,704.07		1,704.07
Other Expenses	0.47	11,734.65	11,735.12	11,734.44	0.68
Police Department:					
Salaries and Wages	168,508.70		168,508.70	11,463.43	157,045.27
Other Expenses	9,528.98	44,616.62	54,145.60	54,047.57	98.03
Volunteer Ambulance Companies					
Other Expenses	4,570.79	3,083.27	7,654.06	5,789.68	1,864.38
Office of Emergency Management:					
Salaries and Wages	389.63		389.63		389.63
Other Expenses	0.60	3,598.32	3,598.92	3,598.32	0.60
Rent Leveling					
Other Expenses	1,390.80		1,390.80		1,390.80
Streets and Road Maintenance:					
Salaries and Wages	11,517.18		11,517.18	841.00	10,676.18
Other Expenses	122,925.53	39,697.11	162,622.64	119,282.63	43,340.01
Sanitation					
Other Expenses	83.30		83.30		83.30
Buildings and Grounds:					
Salaries and Wages	680.27		680.27		680.27
Other Expenses	30,553.92	46,518.75	77,072.67	44,752.42	32,320.25
Landfill					
Other Expenses	191,618.44	42,359.64	233,978.08	52,607.73	181,370.35
Code Enforcement					
Salaries and Wages	1,443.88		1,443.88	779.24	664.64

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

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

	<b>Balance Dec. 31, 2021</b>	<b>Transfer from Encumbrances Payable</b>	<b>Balance after Transfers</b>	<b>Paid or Charged</b>	<b>Balance Lapsed</b>
Animal Control Services:					
Salaries and Wages	\$439.48		\$439.48		\$439.48
Other Expenses	4,800.00		4,800.00	\$4,800.00	
Shade Tree					
Other Expenses	1,000.00		1,000.00		1,000.00
Recreation Services					
Salaries and Wages	16,552.84		16,552.84	2,511.33	14,041.51
Other Expenses	20,722.82	\$6,082.96	26,805.78	17,656.46	9,149.32
Street Lighting	48,223.13		48,223.13	38,924.91	9,298.22
Electricity	33,408.25		33,408.25	18,296.36	15,111.89
Telephone	37,400.80		37,400.80	91.39	37,309.41
Natural Gas	26,150.30		26,150.30	1,077.38	25,072.92
Gasoline	1,900.00		1,900.00		1,900.00
Redevelopment Agency					
Salaries and Wages	471.69		471.69		471.69
Other Expenses	12,575.85		12,575.85	6,472.50	6,103.35
Uniform Construction Code					
Salaries and Wages	8,007.87		8,007.87	5,003.88	3,003.99
Other Expenses	10,727.44	3,220.87	13,948.31	4,652.30	9,296.01
Education and Technology					
Salaries and Wages	399.56		399.56		399.56
Other Expenses	28,154.23	264.65	28,418.88	2,537.10	25,881.78
Municipal Court					
Salaries and Wages	765.20		765.20	252.00	513.20
Other Expenses	2,747.92	1,861.87	4,609.79	952.89	3,656.90
Municipal Public Defender					
Other Expenses	7,400.00		7,400.00		7,400.00
Contingent	1,000.00		1,000.00		1,000.00
PERS	3,160.00		3,160.00	3,154.45	5.55
Social Security System (O.A.S.I)	3,226.21		3,226.21		3,226.21
Defined Contribution Program	3,363.70		3,363.70		3,363.70
Maintenance of Public Library	261,823.85		261,823.85	261,823.85	
911 System - Monmouth County	75.00		75.00		75.00
Recycling Tax	13,671.52	1,667.63	15,339.15	1,281.18	14,057.97

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

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

	Balance Dec. 31, 2021	Transfer from Encumbrances Payable	Balance after Transfers	Paid or Charged	Balance Lapsed
Board of Ed. - Snow Plowing					
Other Expenses	\$15,089.00		\$15,089.00		\$15,089.00
Little Silver Borough Fire Services					
Salaries and Wages	2,989.63		2,989.63		2,989.63
Other Expenses	2,000.00		2,000.00		2,000.00
Township of Shrewsbury - Court					
Salaries and Wages	2,855.00		2,855.00		2,855.00
Other Expenses	2,069.98		2,069.98		2,069.98
	<u>\$2,271,026.49</u>	<u>\$408,603.24</u>	<u>\$2,679,629.73</u>	<u>\$878,151.50</u>	<u>\$1,801,478.23</u>

<b><u>Ref.</u></b>	A	A		<b><u>Ref</u></b>		A-1
Cash Disbursements				1-A	\$676,482.36	
Reserve for Library Expenditures				14-A	176,232.54	
Accounts Payable				A	25,436.60	
					<u>\$878,151.50</u>	

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**CURRENT FUND**  
**SCHEDULE OF SPECIAL IMPROVEMENT DISTRICT TAXES PAYABLE**  
**Year Ended December 31, 2022**

	<b><u>Ref.</u></b>	
Balance, December 31, 2021	A	\$277.29
Increased by:		
2022 Tax Levy	A-1,2-A	<u>579,970.00</u> 580,247.29
Decreased by:		
Payments	1-A	<u>579,970.00</u>
Balance, December 31, 2022	A	<u><u>\$277.29</u></u>

See Independent Auditor's Report

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

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

	<b><u>Ref.</u></b>		
Balance, December 31, 2021	A		\$27,954.47
Increased by:			
County Tax	2-A	\$5,508,605.84	
County Health Tax	2-A	113,503.84	
County Open Space Preservation Tax	2-A	713,750.69	
Due County for Added and Omitted Taxes	2-A	<u>30,624.21</u>	
	A-1		<u>6,366,484.58</u>
			<u>6,394,439.05</u>
Decreased by:			
Payments	1-A		<u>6,363,814.84</u>
Balance, December 31, 2022	A		<u><u>\$30,624.21</u></u>

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**CURRENT FUND**  
**SCHEDULE OF LOCAL DISTRICT SCHOOL TAX PAYABLE**  
**Year Ended December 31, 2022**

	<b><u>Ref.</u></b>		
Balance, December 31, 2021:			
School Tax Payable	A	\$3,001,420.69	
School Tax Deferred		<u>6,256,724.50</u>	
			\$9,258,145.19
Increased by:			
Levy - School Year July 1, 2022 to June 30, 2023	2-A	<u>19,197,996.00</u>	
			28,456,141.19
Decreased by:			
Payments	1-A	<u>19,012,840.50</u>	
Balance, December 31, 2022:			
School Tax Payable	A	3,186,576.19	
School Tax Deferred		<u>6,256,724.50</u>	
			<u><u>\$9,443,300.69</u></u>
 <b><u>2022 Liability for Local District School Tax</u></b>			
Tax Paid	7-A	\$19,012,840.50	
School Tax Payable, December 31, 2022	7-A	<u>3,186,576.19</u>	
			22,199,416.69
Less: School Tax Payable, December 31, 2021	7-A	<u>3,001,420.69</u>	
Amount Charged to 2022 Operations	A-1	<u><u>\$19,197,996.00</u></u>	

See Independent Auditor's Report

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**CURRENT FUND**  
**SCHEDULE OF REGIONAL HIGH SCHOOL TAX PAYABLE**  
**Year Ended December 31, 2022**

	<b><u>Ref.</u></b>		
Balance, December 31, 2021:			
School Tax Payable	A	\$1,968,584.78	
School Tax Deferred		<u>4,216,556.36</u>	
			\$6,185,141.14
Increased by:			
Levy - School Year July 1, 2022 to June 30, 2023	2-A	<u>12,850,066.00</u>	
			19,035,207.14
Decreased by:			
Payments	1-A	<u>12,610,173.98</u>	
Balance, December 31, 2022:			
School Tax Payable	A	2,208,476.80	
School Tax Deferred		<u>4,216,556.36</u>	
			<u><u>\$6,425,033.16</u></u>
 <b><u>2022 Liability for Regional High School Tax</u></b>			
Tax Paid	8-A	\$12,610,173.98	
School Tax Payable, December 31, 2022	8-A	<u>2,208,476.80</u>	
			14,818,650.78
Less: School Tax Payable, December 31, 2021	8-A	<u>1,968,584.78</u>	
Amount Charged to 2022 Operations	A-1	<u><u>\$12,850,066.00</u></u>	

See Independent Auditor's Report

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

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

<b>Grant</b>	<b>Ref.</b>	<b>Balance Dec. 31, 2021</b>	<b>2022 Anticipated Revenue</b>	<b>Received</b>	<b>Cancelled</b>	<b>Transferred from Unappropriated Reserves</b>	<b>Balance Dec. 31, 2022</b>
Bullet Proof Vest Partnership	A-2	\$6,000.00	\$2,800.00				\$8,800.00
US Older American Act - Senior Citizens	A-2	45,652.00	29,312.00	\$33,461.00			41,503.00
Distracted Driving Grant	A-2	2,200.00	10,500.00	7,070.00			5,630.00
Drive Sober or Get Pulled Over		4,320.00					4,320.00
Recycling Tonnage Grant	A-2		16,415.63	16,415.63			
Drunk Driving Enforcement Fund	A-2		5,423.16			\$5,423.16	
NJ State Body Armor Grant	A-2		4,810.14	1,916.21		2,893.93	
Clean Communities		2,665.36					2,665.36
NJ Forest Service Community Forestry		30,000.00					30,000.00
Distracted Driving Grant		3,200.00					3,200.00
Pedestrian Safety, Education and Enforcement		15,000.00		10,775.00			4,225.00
Body Worn Camera		81,520.00		16,304.00			65,216.00
Summer Jazz Series - Monmouth Arts		100.00					100.00
Sustainable Jersey - PSE&G	A-2	5,000.00	2,000.00			2,000.00	5,000.00
ARPA Community NJSL & Partners Literacy	A-2		49,088.60				49,088.60
		<u>\$195,657.36</u>	<u>\$120,349.53</u>	<u>\$85,941.84</u>	<u>-</u>	<u>\$10,317.09</u>	<u>\$219,747.96</u>
	<b><u>Ref.</u></b>	<b>A</b>		<b>1-A</b>		<b>11-A</b>	<b>A</b>



**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**FEDERAL AND STATE GRANT FUND**  
**SCHEDULE OF APPROPRIATED RESERVES**  
**Year Ended December 31, 2022**

Grant	Balance Dec. 31, 2021		2022 Budget Appropriations	Cash Disbursements	Balance Dec. 31, 2022		Over- expended
	Appropriated Reserves	Encumbrances Payable			Encumbrances Payable	Appropriated Reserves	
U.S. Older American Act	\$164,415.16	\$1,736.74	\$438,371.00	\$413,147.57	\$1,780.73	\$189,594.60	
Senior Citizens Center	37,482.00		29,312.00	29,312.00		37,482.00	
Distracted Driving Grant	2,200.00		10,500.00	7,070.00		5,630.00	
Drive Sober or Get Pulled Over	4,320.00					4,320.00	
Bulletproof Vest	1,653.00	4,347.00	2,800.00	4,769.65		4,030.35	
Clean Communities	68,861.03			1,752.78		67,108.25	
NJ Forest Service Community Forestry	30,000.00					30,000.00	
Drunk Driving Enforcement	8,834.24		5,423.16	1,833.00		12,424.40	
Alcohol Education and Rehabilitation	42,308.36				1,300.00	41,008.36	
Recycling Tonnage Grant	62,051.54		16,415.63	7,559.88		70,907.29	
NJ State Body Armor Grant	268.94	2,000.00	4,810.14	2,165.99		4,913.09	
Body Worn Camera	19,045.40	62,474.60		10,039.00	52,454.59	19,026.41	
Pedestrian Safety	10,200.00			5,975.00		4,225.00	
Red Bank Safe Teen Driving Initiative	5,000.00					5,000.00	
Summer Jazz Series - Monmouth Arts	1,000.00			1,000.00			
Summer Jazz Series - Local Match	2,000.00			1,800.00		200.00	
AARP Comm. Challenge - Local Match	5,020.00					5,020.00	
Sustainable Jersey Grant	10,000.00		2,000.00			12,000.00	
ARPA NJSL & Partners Literacy			49,088.60	34,502.28		14,586.32	
	<u>\$474,659.67</u>	<u>\$70,558.34</u>	<u>\$558,720.53</u>	<u>\$520,927.15</u>	<u>\$55,535.32</u>	<u>\$527,476.07</u>	<u>-</u>
Ref.	A	A	A-3	1-A	A	A	

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

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

<b><u>Grant</u></b>	<b><u>Balance</u></b> <b><u>Dec. 31, 2021</u></b>	<b><u>Received</u></b>	<b><u>Appropriated</u></b>	<b><u>Balance</u></b> <b><u>Dec. 31, 2022</u></b>
Drunk Driving Enforcement Fund	\$5,423.16		\$5,423.16	
NJ Body Armor Replacement	2,893.93	\$2,648.69	2,893.93	\$2,648.69
Sustainable Jersey Grant	2,000.00		2,000.00	
American Rescue Plan	626,231.96		626,231.96	
Clean Communities		24,237.03		24,237.03
Alcohol Education and Rehabilitation		2,605.88		2,605.88
	<u>\$636,549.05</u>	<u>\$29,491.60</u>	<u>\$636,549.05</u>	<u>\$29,491.60</u>
<b><u>Ref.</u></b>	A	1-A	9-A	A
Transfer to Water/Sewer Capital Fund		<b><u>Ref.</u></b> 1-A	\$626,231.96	
Federal and State Grant Receivable		9-A	10,317.09	
			<u>\$636,549.05</u>	

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

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

Balance, December 31, 2021	<u>Ref.</u> A		\$63,558.79
Increased by:			
Transfers from Taxes Receivable	2-A	\$11,726.05	
Adjustments		<u>7,041.64</u>	
			<u>18,767.69</u>
			82,326.48
Decreased by:			
Collection			<u>-</u>
Balance, December 31, 2022	A		<u><u>\$82,326.48</u></u>

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**CURRENT FUND**  
**SCHEDULE OF DEFERRED CHARGES**  
**N.J.S. 40A:4-53 SPECIAL EMERGENCY**  
**Year Ended December 31, 2022**

<b>Purpose</b>	<b>Date Authorized</b>	<b>Net Amount Authorized</b>	<b>1/5 of Net Amount Authorized</b>	<b>Balance Dec. 31, 2021</b>	<b>Budget Appropriation 2022</b>	<b>Balance Dec. 31, 2022</b>
Preparation of a Master Plan	10/20/21	<u>\$160,000.00</u>	<u>\$32,000.00</u>	<u>\$160,000.00</u>	<u>\$32,000.00</u>	<u>\$128,000.00</u>
	<b><u>Ref.</u></b>			A	A-3	A

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

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

	<b><u>Balance</u></b> <b><u>Dec. 31, 2021</u></b>	<b><u>Increased</u></b>	<b><u>Decreased</u></b>	<b><u>Balance</u></b> <b><u>Dec. 31, 2022</u></b>
Reserve for:				
Revaluation	\$1,877.73			\$1,877.73
Tax Map	160,000.00		\$127,500.00	32,500.00
State Tax Appeals	75,024.55	\$80,000.00	1,021.48	154,003.07
Sale of Municipal Assets	129,584.00			129,584.00
Severance Liabilities	150,150.84			150,150.84
Library Expenditures	112,960.51	176,232.54	125,186.49	164,006.56
Municipal Relief Fund Aid		104,937.08		104,937.08
National Opioid Settlement		46,996.34		46,996.34
Due to the State of New Jersey:				
Burial Fees Payable	10.00	30.00	5.00	35.00
DCA Fees Payable	15,540.00	31,173.00	36,560.00	10,153.00
Marriage License Fees Payable	3,150.00	1,265.00	2,875.00	1,540.00
	<u>\$648,297.63</u>	<u>\$440,633.96</u>	<u>\$293,147.97</u>	<u>\$795,783.62</u>
<b><u>Ref.</u></b>	<b><u>A</u></b>	<b><u>1-A</u></b>	<b><u>1-A</u></b>	<b><u>A</u></b>
Cash Receipts	A-4	\$184,401.42		
2021 Appropriation Reserves	4-A	176,232.54		
2022 Appropriations	A-3	80,000.00		
		<u>\$440,633.96</u>		
Cash Disbursements	A-4		\$293,147.97	
Realized as Revenue	A-7		-	
Cancelled	A-1		-	
			<u>\$293,147.97</u>	

See Independent Auditor's Report

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**CURRENT FUND**  
**SCHEDULE OF DUE TO STATE OF NEW JERSEY (PL 1971, Ch. 20)**  
**Year Ended December 31, 2022**

	<b><u>Ref.</u></b>		
Balance, December 31, 2021	A		\$2,290.92
Increased by:			
Received from State of New Jersey	1-A	\$39,000.00	
Deductions Disallowed by Collector - 2021 Taxes		<u>5,500.00</u>	
			<u>44,500.00</u>
			46,790.92
Decreased by:			
Deductions per Tax Duplicate:			
Senior Citizens		6,000.00	
Veterans		32,250.00	
Deductions Allowed by Collector		<u>1,000.00</u>	
		<u>39,250.00</u>	
Add:			
Deductions Disallowed by Collector		500.00	
	2-A	<u>38,750.00</u>	
Add:			
Prior Year Adjustment	A-1	<u>2,540.92</u>	
			<u>41,290.92</u>
Balance, December 31, 2022	A		<u><u>\$5,500.00</u></u>

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

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

	<b><u>Ref.</u></b>	<b><u>Animal Control Trust Fund</u></b>	<b><u>Other Trust Fund</u></b>
Balance, December 31, 2021	B	\$17,912.91	\$3,337,721.14
Increased by Receipts:			
Animal Control Fees	2-B	\$430.20	
Miscellaneous Reserves	3-B		\$2,610,766.96
Due from Current Fund			13,263.72
Due from Payroll Fund			306.71
Dog License Fees	4-B	<u>4,319.80</u>	
		<u>4,750.00</u>	<u>2,624,337.39</u>
		22,662.91	5,962,058.53
Decreased by Disbursements:			
State Dog License Fees	2-B	514.80	
Animal Control Fund			
Expenditures (R.S. 4:19-15.11)	4-B	1,609.00	
Due to Current Fund		0.79	
Reserve for Encumbrances		487.50	
Miscellaneous Reserves	3-B	<u></u>	<u>2,403,821.63</u>
		<u>2,612.09</u>	<u>2,403,821.63</u>
Balance, December 31, 2022	B	<u><u>\$20,050.82</u></u>	<u><u>\$3,558,236.90</u></u>

See Independent Auditor's Report

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**ANIMAL CONTROL FUND**  
**SCHEDULE OF DUE TO STATE OF NEW JERSEY**  
**Year Ended December 31, 2022**

	<b><u>Ref.</u></b>	
Balance, December 31, 2021	B	\$514.80
Increased by:		
Receipts	1-B	430.20
		<u>945.00</u>
Decreased by:		
Cash Disbursements	1-B	514.80
		<u>514.80</u>
Balance, December 31, 2022	B	<u><u>\$430.20</u></u>

See Independent Auditor's Report



**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**OTHER TRUST FUND**  
**SCHEDULE OF MISCELLANEOUS RESERVES**  
**Year Ended December 31, 2022**

	<b><u>Balance</u></b> <b><u>Dec. 31, 2021</u></b>	<b><u>Increased by</u></b>	<b><u>Decreased by</u></b>	<b><u>Balance</u></b> <b><u>Dec. 31, 2022</u></b>
<i>Other:</i>				
Police - Extra Duty Pay	\$149,764.48	\$725,637.50	\$841,946.98	\$33,455.00
Accumulated Absence Liability	542,029.20	210,000.00	84,815.47	667,213.73
Storm Recovery	67,756.51	97,379.72	63,449.98	101,686.25
Police Donations	15,587.14	4,525.00	5,268.99	14,843.15
Shade Tree	26,100.00	2,500.00		28,600.00
OEM Trust	10.00			10.00
Recycling	7,153.33	8,533.63	5,689.00	9,997.96
Uniform Fire Safety/ Act Penalty Monies	43,540.21	1,398.11	1,398.11	43,540.21
Tax Sale Premium	396,700.00	588,200.00	336,000.00	648,900.00
County Basie 365	1,702.41			1,702.41
Eisner Foundation: Charitable Scientific	301,453.55			301,453.55
Eisner Foundation: Riverside Garden Maintenance	8,464.62			8,464.62
Parking Offenses Adjudication Act	12,878.47	4,960.00		17,838.47
Bid Deposits	2,650.00			2,650.00
Dedicated Fire Penalty	3,937.76	72.00	100.00	3,909.76
Public Defender Fees	3,165.76	4,856.00	305.00	7,716.76
Donations to Public Library	5,246.30			5,246.30
Police - Forfeited Property	13,043.40	3,024.58		16,067.98
Vehicle Impound - Trucks	17,118.72	16,590.00	3,500.00	30,208.72
Wayfinding Signs	4,330.00			4,330.00
Four Connections Fiberoptics	6,691.00			6,691.00
Human Relations	1,906.81			1,906.81
Yard Sales	132.74			132.74
Donations to Fire Department	1,597.00			1,597.00
Environmental Commission	115.73			115.73
Community Garden	633.23			633.23
Reserve for UCC Penalty Fees	2,500.00	13,289.00	15,789.00	
Redevelopment Impact Fees		93,362.23	18,630.00	74,732.23
	<u>1,636,208.37</u>	<u>1,774,327.77</u>	<u>1,376,892.53</u>	<u>2,033,643.61</u>
<i>Miscellaneous:</i>				
Tax Title Lien Redemptions	6,882.02	256,064.20	247,566.78	15,379.44
Manalapan RCA Agreement	77,619.03	284.26	8,856.39	69,046.90
Law Enforcement Trust	11,416.63	5,096.02	1,306.63	15,206.02
Unemployment Trust	57,785.65	21,988.91	10,323.66	69,450.90
Council on Affordable Housing Development	496,618.54	17,965.92	56,394.00	458,190.46
Online Tax Sale - Pass Through	143.87		0.02	143.85
	<u>650,465.74</u>	<u>301,399.31</u>	<u>324,447.48</u>	<u>627,417.57</u>
<i>Developers Escrow:</i>				
Inspection Fees Escrow	47,750.36	47,231.79	27,560.03	67,422.12
Performance & Maintenance Escrow	160,183.64	18,611.34	73,168.65	105,626.33
Review Escrow	140,730.84	227,142.21	198,739.37	169,133.68
Redevelopment Escrow	10,062.80	18.78	1,275.00	8,806.58
Other Escrow		6,576.59	337.07	6,239.52
	<u>358,727.64</u>	<u>299,580.71</u>	<u>301,080.12</u>	<u>357,228.23</u>
<i>Parks and Recreation:</i>				
Parks & Recreation Trust - Green Acres	281,625.14	416,356.83	374,892.13	323,089.84
Parks & Recreation Trust (Recreation Trust)	134,524.81	108,842.21	82,882.33	160,484.69
	<u>416,149.95</u>	<u>525,199.04</u>	<u>457,774.46</u>	<u>483,574.53</u>
Total Other Trust Fund	<u>\$3,061,551.70</u>	<u>\$2,900,506.83</u>	<u>\$2,460,194.59</u>	<u>\$3,501,863.94</u>
	<b><u>B</u></b>			<b><u>B</u></b>
Cash Receipts	<b><u>Ref.</u></b> 1-B	\$2,610,766.96		
Cash Disbursements	1-B		\$2,403,821.63	
Due to Current Fund	B		337.07	
Reserve for Encumbrances	B	289,739.87	56,035.89	
		<u>\$2,900,506.83</u>	<u>\$2,460,194.59</u>	

See Independent Auditor's Report

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**ANIMAL CONTROL FUND**  
**SCHEDULE OF RESERVE FOR ANIMAL CONTROL FUND EXPENDITURES**  
**Year Ended December 31, 2022**

	<u>Ref.</u>		
Balance, December 31, 2021	B		\$16,909.82
Increased by:			
Animal Control Fees	1-B		4,319.80
			<u>21,229.62</u>
Decreased by:			
Expenditures under R.S. 4:19-15.11:			
Cash	1-B	\$1,609.00	
Reserve for Encumbrances	B	<u>1,200.00</u>	
			<u>2,809.00</u>
Balance, December 31, 2022	B		<u><u>\$18,420.62</u></u>

License Fees Collected:

<u>Year</u>	<u>Amount</u>
2021	\$14,373.64
2020	<u>24,317.53</u>
	<u><u>\$38,691.17</u></u>

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**TRUST FUND**  
**SCHEDULE OF LENGTH OF SERVICE AWARD**  
**PROGRAM FUND INVESTMENTS**  
**Year Ended December 31, 2022**

	<b><u>Ref.</u></b>		
Balance, December 31, 2021	B		\$1,054,283.35
Increased by:			
Interest Earned	6-B	\$7,866.17	
Borough Contributions		<u>-</u>	
			<u>7,866.17</u>
			1,062,149.52
Decreased by:			
Distributions	6-B	62,198.97	
Change in Market Value	6-B	<u>118,234.10</u>	
			<u>180,433.07</u>
Balance, December 31, 2022	B		<u><u>\$881,716.45</u></u>

See Independent Auditor's Report

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**TRUST FUND**  
**SCHEDULE OF RESERVE FOR LENGTH OF SERVICE AWARD**  
**PROGRAM FUND**  
**Year Ended December 31, 2022**

	<b><u>Ref.</u></b>		
Balance, December 31, 2021	B		\$1,054,283.35
Increased by:			
Interest Earned		\$7,866.17	
Borough Contributions		<u>-</u>	<u>7,866.17</u>
			1,062,149.52
Decreased by:			
Distributions	5-B	62,198.97	
Change in Market Value	5-B	<u>118,234.10</u>	<u>180,433.07</u>
Balance, December 31, 2022	B		<u><u>\$881,716.45</u></u>

See Independent Auditor's Report

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

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

	<b><u>Ref.</u></b>	
Balance, December 31, 2021	C	\$5,070,047.59
Increased by Receipts:		
Budget Appropriations:		
Capital Improvement Fund	9-C	\$100,000.00
Bond Anticipation Notes	6-C	7,504,000.00
General Serial Bonds	5-C	3,735,000.00
Premium on the Sale of Notes	C-1	22,301.61
Premium on Bonds Issued:		
Deferred Charges to Future Taxation		
Unfunded	4-C	452,000.00
Fund Balance	C-1	8,629.13
Grants Receivable	11-C	60,000.00
Due from River Center	10-C	19,232.40
Due from Current Fund		87,273.84
		<u>11,988,436.98</u>
		17,058,484.57
Decreased by Disbursements:		
Bond Anticipation Notes	6-C	6,634,000.00
Improvement Authorizations	8-C	3,905,969.49
Reserve for Payment of Bonds		
to Current Fund	10-C	<u>172,673.00</u>
		10,712,642.49
Balance, December 31, 2022	C	<u><u>\$6,345,842.08</u></u>

See Independent Auditor's Report

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**GENERAL CAPITAL FUND**  
**SCHEDULE OF ANALYSIS OF GENERAL CAPITAL FUND CASH**  
**December 31, 2022**

	<b><u>Balance</u></b> <b><u>Dec. 31, 2022</u></b>
Fund Balance	\$31,123.61
Reserve for Encumbrances	980,425.84
Capital Improvement Fund	154,512.76
Miscellaneous Reserves	902,850.69
Cash on Hand to Pay Notes	4,187,000.00
Due from River Center	(141,535.20)
Grants Receivable	(913,000.00)

Improvement Authorizations:

<b><u>Ordinance</u></b> <b><u>Number</u></b>	<b><u>Improvement Description</u></b>	
17-09	Various Park Improvements Including at Count Bassie and Eastside Park	4.46
17-22	Various Roadway Improvements	0.01
18-33	2018 Capital Improvement Fund	40,870.26
19-21	2019 Capital Improvement Fund	1,006.36
21-01	2021 Various Capital Improvements	566,293.29
2022-03	Rehabilitation and Reconstruction of the Senior Center	536,290.00
		<b><u>\$6,345,842.08</u></b>

**Ref.**

C

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

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

	<b><u>Ref.</u></b>	
Balance, December 31, 2021	C	\$12,474,371.26
Increased by:		
Improvement Cost Funded by:		
Serial Bonds Issued	4-C	<div style="display: flex; justify-content: flex-end;"> <div style="text-align: right; margin-right: 10px;">3,735,000.00</div> <div style="border-top: 1px solid black; width: 100px;"></div> </div>
		16,209,371.26
Decreased by:		
2022 Budget Appropriations to Pay:		
Municipal Bonds	5-C	\$1,430,000.00
Green Trust Loan	7-C	<div style="display: flex; justify-content: flex-end;"> <div style="text-align: right; margin-right: 10px;">9,661.26</div> <div style="border-top: 1px solid black; width: 100px;"></div> </div>
		<div style="display: flex; justify-content: flex-end;"> <div style="text-align: right; margin-right: 10px;">1,439,661.26</div> <div style="border-top: 1px solid black; width: 100px;"></div> </div>
Balance, December 31, 2022	C	<div style="display: flex; justify-content: flex-end;"> <div style="text-align: right; margin-right: 10px;">\$14,769,710.00</div> <div style="border-top: 1px solid black; border-bottom: 3px double black; width: 100px;"></div> </div>

See Independent Auditor's Report

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

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

Ordinance Number	Improvement Description	Balance Dec. 31, 2021	2022 Authorizations	Notes Paid by Budget Appropriation	Transferred to Deferred Taxation - Funded	Premium on the Sale of Bonds	Balance Dec. 31, 2022	Analysis of Balance Dec. 31, 2022	
								Financed by Bond Anticipation Notes	Unexpended Improvement Authorizations
21-01	Various Capital Improvements	\$3,317,000.00			\$2,959,920.00	\$357,080.00			
2022-03	Reconstruction and Rehabilitation of the Senior Center		\$870,000.00		775,080.00	94,920.00			
		<u>\$3,317,000.00</u>	<u>\$870,000.00</u>	<u>-</u>	<u>\$3,735,000.00</u>	<u>\$452,000.00</u>	<u>\$0.00</u>	<u>-</u>	<u>-</u>
	<u>Ref.</u>	C	8-C		3-C	1-C	C		



**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

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

Purpose	Date of Issue	Original Issue	Maturities of Bonds Outstanding Dec. 31, 2022		Interest Rate	Balance Dec. 31, 2021	Increased	Decreased	Balance Dec. 31, 2022
			Date	Amount					
General Improvement Bonds	11/1/12	\$5,637,000.00	2023	\$555,000.00	2.00%	\$2,272,000.00		\$530,000.00	\$1,742,000.00
			2024	575,000.00	2.00%				
			2025	612,000.00	2.00%				
Pooled Government Loan Revenue Bonds	12/23/15	5,785,000.00	2023	415,000.00	5.00%	3,775,000.00		395,000.00	3,380,000.00
			2024	435,000.00	5.00%				
			2025	460,000.00	5.00%				
			2026	480,000.00	5.00%				
			2027	505,000.00	5.00%				
			2028	530,000.00	5.00%				
			2029	555,000.00	5.00%				
General Improvement Bonds Series 2019	11/26/19	2,610,000.00	2023-26	190,000.00	4.00%	2,410,000.00		190,000.00	2,220,000.00
			2027-28	190,000.00	2.00%				
			2029-30	195,000.00	2.00%				
			2031	190,000.00	2.125%				
			2032-33	165,000.00	2.25%				
			2034	170,000.00	2.375%				

See Independent Auditor's Report

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

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

Purpose	Date of Issue	Original Issue	Maturities of Bonds Outstanding Dec. 31, 2022		Interest Rate	Balance Dec. 31, 2021	Increased	Decreased	Balance Dec. 31, 2022
			Date	Amount					
Pooled Governmental Revenue Bonds Series 2019B	12/23/19	\$2,270,000.00	2023	\$185,000.00	5.00%	\$1,940,000.00		\$175,000.00	\$1,765,000.00
			2024	195,000.00	5.00%				
			2025	205,000.00	5.00%				
			2026	215,000.00	5.00%				
			2027	225,000.00	5.00%				
			2028	235,000.00	5.00%				
			2029	245,000.00	5.00%				
			2030	260,000.00	5.00%				
MCIA Governmental Pooled Loan	12/23/20	2,635,000.00	2023	150,000.00	5.00%	2,000,000.00		140,000.00	1,860,000.00
			2024	155,000.00	5.00%				
			2025	160,000.00	5.00%				
			2026	170,000.00	5.00%				
			2027	180,000.00	5.00%				
			2028	190,000.00	5.00%				
			2029	200,000.00	5.00%				
			2030	205,000.00	5.00%				
			2031	220,000.00	5.00%				
			2032	230,000.00	4.00%				

See Independent Auditor's Report

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

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

Purpose	Date of Issue	Original Issue	Maturities of Bonds Outstanding Dec. 31, 2022		Interest Rate	Balance Dec. 31, 2021	Increased	Decreased	Balance Dec. 31, 2022
			Date	Amount					
MCIA Pooled Governmental Loan Program	12/22/22	\$3,735,000.00	2023	\$220,000.00	5.00%		\$3,735,000.00		\$3,735,000.00
			2024	225,000.00	5.00%				
			2025	235,000.00	5.00%				
			2026	245,000.00	5.00%				
			2027	260,000.00	5.00%				
			2028	270,000.00	5.00%				
			2029	285,000.00	5.00%				
			2030	300,000.00	5.00%				
			2031	305,000.00	5.00%				
			2032	320,000.00	4.00%				
			2033	340,000.00	5.00%				
			2034	355,000.00	5.00%				
			2035	375,000.00	4.00%				
						<u>\$12,397,000.00</u>	<u>\$3,735,000.00</u>	<u>\$1,430,000.00</u>	<u>\$14,702,000.00</u>
					<u>Ref.</u>	C	1-C	3-C	C

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

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

<b>Ordinance Number</b>	<b>Improvement Description</b>	<b>Date of Issue of Original Note</b>	<b>Date of Issue</b>	<b>Date of Maturity</b>	<b>Interest Rate</b>	<b>Balance Dec. 31, 2021</b>	<b>Increased</b>	<b>Decreased</b>	<b>Balance Dec. 31, 2022</b>
21-01	Various Capital Improvements	7/13/20	6/22/01	1/31/22	0.27%	\$3,317,000.00		\$3,317,000.00	
21-01	Various Capital Improvements	7/13/20	1/28/22	9/28/22	1.25%		\$3,317,000.00	3,317,000.00	
21-01	Various Capital Improvements	7/13/20	9/27/22	1/27/23	3.50%		3,317,000.00		\$3,317,000.00
22-03	Rehabilitation and Reconstruction of the Senior Center	9/27/22	9/27/22	1/27/23	3.50%		870,000.00		870,000.00
						<u>\$3,317,000.00</u>	<u>\$7,504,000.00</u>	<u>\$6,634,000.00</u>	<u>\$4,187,000.00</u>
						<b>Ref.</b>			
						C			C
						Issued for Cash	\$7,504,000.00		
						Cash Disbursements	-	\$6,634,000.00	
						Non-Cash Roll Over	-	-	
							<u>\$7,504,000.00</u>	<u>\$6,634,000.00</u>	

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**GENERAL CAPITAL FUND**  
**SCHEDULE OF GREEN TRUST LOAN PAYABLE**  
**Year ended December 31, 2022**

	<b><u>Ref.</u></b>	
Balance, December 31, 2021	C	\$77,371.26
Decreased by:		
Loan Repayments	3-C	<u>9,661.26</u>
Balance, December 31, 2022	C	<u><u>\$67,710.00</u></u>

See Independent Auditor's Report

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

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

Ordinance Number	Improvement Description	Balance Dec. 31, 2021		2022 Authoriz- ations	Reserve for Encumbrances	Expended	Cancelled	Reserve for Encumbrances	Balance Dec. 31, 2022	
		Funded	Unfunded						Funded	Unfunded
5-39/9-09	Improvements and Renovations to Marine Park	\$589.22					\$589.22			
6-32/9-42/ 10-10/15-12	Conversion of Municipal Land to Waterfront Park	59,054.31					59,054.31			
12-4	Count Bassie Park Phase III	125.72					125.72			
13-15/15-14 16-15	Acquisition of Various Capital Equipment and the Completion of Various Capital Improvements	98,449.14			\$6,295.13		98,449.14	\$6,295.13		
14-8/14-11/ 18-21	Acquisition of Various Capital Equipment and the Completion of Various Capital Projects	31,486.08					31,486.08			
17-09	Various Park Improvements Including at Count Bassie Park and Eastside Park	6,570.09				\$6,565.63			\$4.46	
15-08/17-15	Various Roadway Improvements	45,658.23			172,601.12	178,963.91		39,295.44		
17-22	Various Roadway Improvements	8,626.10			38,324.73	46,950.82			0.01	
18-33	2018 Capital Improvement Fund	45,765.40			123,486.12	116,716.43		11,664.83	40,870.26	
19-21	2019 Capital Improvement Fund	217,198.85			674,166.72	857,622.96		32,736.25	1,006.36	
21-01	2021 Various Capital Improvements		\$1,110,140.05		1,642,027.17	1,986,123.47		199,750.46	566,293.29	
2022-03	Rehabilitation and Reconstruction of the Senior Center			\$1,940,000.00		713,026.27		690,683.73	536,290.00	
		<u>\$513,523.14</u>	<u>\$1,110,140.05</u>	<u>\$1,940,000.00</u>	<u>\$2,656,900.99</u>	<u>\$3,905,969.49</u>	<u>\$189,704.47</u>	<u>\$980,425.84</u>	<u>\$1,144,464.38</u>	<u>-</u>
	<u>Ref.</u>	C	C		C	1-C	C-1	C	C	C
			<u>Ref.</u>							
	Deferred Charges to Future Taxation - Unfunded		4-C	\$870,000.00						
	Capital Improvement Fund		9-C	450,000.00						
	Capital Surplus		C-1	620,000.00						
				<u>\$1,940,000.00</u>						

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

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

	<b><u>Ref.</u></b>	
Balance, December 31, 2021	C	\$504,512.76
Increased by:		
2022 Budget Appropriation	1-C	<div style="display: flex; justify-content: flex-end;"> <div style="text-align: right; margin-right: 10px;">100,000.00</div> <div style="border-top: 1px solid black; width: 100px;"></div> </div>
		604,512.76
Decreased by:		
Appropriation to Finance Improvement Authorizations	8-C	<div style="display: flex; justify-content: flex-end;"> <div style="text-align: right; margin-right: 10px;">450,000.00</div> <div style="border-top: 1px solid black; width: 100px;"></div> </div>
Balance, December 31, 2022	C	<div style="display: flex; justify-content: flex-end;"> <div style="text-align: right; margin-right: 10px;">\$154,512.76</div> <div style="border-top: 1px solid black; border-bottom: 3px double black; width: 100px;"></div> </div>

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**GENRAL CAPITAL FUND**  
**SCHEDULE OF MISCELLANEOUS RESERVES**  
**Year Ended December 31, 2022**

<b>Description</b>	<b>Balance Dec. 31, 2021</b>	<b>Increased</b>	<b>Decreased</b>	<b>Balance Dec. 31, 2022</b>
Reserve for:				
Future Boat Improvement Ramp	\$196,667.40		\$196,667.40	
Marine Park Improvement Donation	5,000.00			\$5,000.00
Down Payment on Improvements	2,061.64		2,061.64	
Debt Service	909,756.09	\$19,232.40	172,673.00	756,315.49
Preliminary Expense - Improvements to DPW Facilities at Chestnut Street	20,461.00		20,461.00	
Insurance Claims	91,408.28		91,408.28	
Costs of Bond Issuance	28,974.90		28,974.90	
Due from River Center	160,767.60		19,232.40	141,535.20
	<u>\$1,415,096.91</u>	<u>\$19,232.40</u>	<u>\$531,478.62</u>	<u>\$902,850.69</u>
<b>Ref.</b>	<b>C</b>	<b>1-C</b>		<b>C</b>
Payment to Current Fund as Anticipated Revenue			\$172,673.00	
Reserve for Due from River Center			19,232.40	
Cancelled to Fund Balance			339,573.22	
			<u>\$531,478.62</u>	

See Independent Auditor's Report



**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**GENERAL CAPITAL FUND**  
**SCHEDULE OF GRANTS RECEIVABLE**  
**Year Ended December 31, 2022**

<b>Ordinance Number</b>	<b>Grant Description</b>	<b>Balance Dec. 31, 2021</b>	<b>2022 Grant Awards</b>	<b>Receipts</b>	<b>Adjustments</b>	<b>Balance Dec. 31, 2022</b>
17-09	Monmouth County Open Space Grant	\$223,000.00				\$223,000.00
18-33	New Jersey Department of Transportation	350,000.00		\$60,000.00		290,000.00
21-01	New Jersey Department of Transportation	220,000.00				220,000.00
21-01	NJDEP 2018 NJUCF Stewardship - Reforestation	30,000.00				30,000.00
21-01	New Jersey Library Construction Bond Act	150,000.00				150,000.00
		<u>\$973,000.00</u>	<u>-</u>	<u>\$60,000.00</u>	<u>-</u>	<u>\$913,000.00</u>
<b><u>Ref.</u></b>		C		1-C		C

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

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

<b><u>Ordinance Number</u></b>	<b><u>Improvement Description</u></b>	<b><u>Balance Dec. 31, 2021</u></b>	<b><u>2022 Authorizations</u></b>	<b><u>Bonds Issued</u></b>	<b><u>Premium on the Sale of Bonds</u></b>	<b><u>Balance Dec. 31, 2022</u></b>
2022-03	Rehabilitation and Reconstruction of the Senior Center		\$870,000.00	\$775,080.00	\$94,920.00	
		<u>\$0.00</u>	<u>\$870,000.00</u>	<u>\$775,080.00</u>	<u>\$94,920.00</u>	<u>\$0.00</u>
	<b><u>Ref.</u></b>	(Footnote C)	8-C			(Footnote C)

See Independent Auditor's Report

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**WATER/SEWER UTILITY FUND**  
**SCHEDULE OF CASH**  
**Year Ended December 31, 2022**

	<b><u>Ref.</u></b>	<b><u>Operating</u></b>	<b><u>Capital</u></b>
Balance, December 31, 2021	D	\$1,366,424.95	\$2,189,563.58
Increased by Receipts:			
Consumer Accounts Receivable	3-D	\$6,477,447.84	
Miscellaneous Revenue	D-3	47,554.79	
Water/Sewer Rent Overpayments	D-3	54,314.75	
Water/Sewer Line Repairs	D-3	80,409.75	
Interest on Investments	D-3	32,871.48	
Connection Fees	D-3	99,018.00	
Riverview Hospital Settlement	D-3	85,000.00	
Reserve for Sewer Line Repairs	D-3	77,108.51	
Water/Sewer Rent Overpayments		22,460.82	
Serial Bonds	8-D		\$2,100,000.00
Bond Anticipation Notes	9-D		5,554,000.00
Premium on Bonds Issued	D-2		5,227.99
Premium on Notes Issued	D-2		17,238.67
New Jersey Infrastructure Bank Loans Receivable	19-D		587,227.00
Deferred Reserve for Amortization	14-D		1,252,463.92
Reserve for Payment of Bond Anticipation Notes	22-D		252,000.00
Due from Water/Sewer Operating Utility Fund			4,170.48
		<u>6,976,185.94</u>	<u>9,772,328.06</u>
		8,342,610.89	11,961,891.64

See Independent Auditor's Report

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**WATER/SEWER UTILITY FUND**  
**SCHEDULE OF CASH**  
**Year Ended December 31, 2022**

	<b><u>Ref.</u></b>	<b><u>Operating</u></b>	<b><u>Capital</u></b>
Decreased by Disbursements:			
Appropriations	D-4	\$5,849,884.11	
Appropriation Reserves	5-D	172,473.21	
Accrued Interest Payable		304,547.51	
Due to Current Fund		6,851.83	
Due to Water/Sewer Utility Capital Fund		4,170.48	
Refund of Prior Year Revenue	D-1	257.60	
Improvement Authorizations	15-D		\$3,070,888.34
Bond Anticipation Notes	9-D		<u>5,554,000.00</u>
		<u>\$6,338,184.74</u>	<u>\$8,624,888.34</u>
Balance, December 31, 2022	D	<u><u>\$2,004,426.15</u></u>	<u><u>\$3,337,003.30</u></u>

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**WATER/SEWER UTILITY CAPITAL FUND**  
**SCHEDULE OF ANALYSIS OF WATER/SEWER UTILITY CAPITAL FUND CASH**  
**December 31, 2022**

	<b>Balance December 31, 2022</b>
Capital Improvement Fund	\$3,074.00
Fund Balance	279,020.71
Reserve for Encumbrances	451,439.92
Due from State of New Jersey Environmental Infrastructure Trust Fund	(168,017.00)
Reserve to Pay Notes	252,000.00
Cash on Hand to Pay Notes	1,937,227.00
Reserve for Preliminary Costs - Well	1,845.00
Improvement Authorizations	
General Improvements:	
Ordinance Number	
8-24 Various 2008 Capital Improvements	14,750.00
13-14/15-11 Various 2013 Capital Improvements	85,111.13
15-10/17-16 Various 2015 Capital Improvements	2,480.72
16-02 Water and Sewer Utility Meters	7,119.07
17-21/18-09/18-27 Various Water/Sewer Improvements	6,629.54
21-02 Various Water/Sewer Improvements	3,997.34
2022-14 Various Improvements	460,325.87
	<u>\$3,337,003.30</u>
<b><u>Ref.</u></b>	<b>D</b>

See Independent Auditor's Report

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**WATER/SEWER UTILITY OPERATING FUND**  
**SCHEDULE OF CONSUMER ACCOUNTS RECEIVABLE**  
**Year Ended December 31, 2022**

	<b><u>Ref.</u></b>	
Balance, December 31, 2021	D	\$726,451.81
Increased by:		
Water/Sewer Rents Levied		<div style="display: flex; justify-content: flex-end;"> <div style="text-align: right; margin-right: 10px;">6,388,135.94</div> <div style="border-top: 1px solid black; width: 100px;"></div> </div>
		7,114,587.75
Decreased by:		
Collections	D-3,1-D	\$6,477,447.84
Overpayments Applied	D-3	<div style="display: flex; justify-content: flex-end;"> <div style="text-align: right; margin-right: 10px;">19,856.80</div> <div style="border-top: 1px solid black; width: 100px;"></div> </div>
		<div style="display: flex; justify-content: flex-end;"> <div style="border-top: 1px solid black; width: 100px;"></div> <div style="text-align: right; margin-right: 10px;">6,497,304.64</div> </div>
Balance, December 31, 2022	D	<div style="display: flex; justify-content: flex-end;"> <div style="border-top: 1px solid black; width: 100px;"></div> <div style="border-bottom: 3px double black; text-align: right; width: 100px;"></div> </div>
		\$617,283.11

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**WATER/SEWER UTILITY OPERATING FUND**  
**SCHEDULE OF WATER/SEWER UTILITY LIENS**  
**Year Ended December 31, 2022**

	<b><u>Ref.</u></b>	
Balance, December 31, 2021	D	\$3,192.53
Increased by:		
Adjustments		<u>3,328.79</u>
Balance, December 31, 2022	D	<u><u>\$6,521.32</u></u>

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**WATER/SEWER UTILITY OPERATING FUND**  
**SCHEDULE OF APPROPRIATION RESERVES**  
**Year Ended December 31, 2022**

	<b><u>Balance</u></b> <b><u>Dec. 31, 2021</u></b>	<b><u>Balance After</u></b> <b><u>Transfers</u></b>	<b><u>Paid or</u></b> <b><u>Charged</u></b>	<b><u>Balance</u></b> <b><u>Lapsed</u></b>
Operating:				
Salaries and Wages	\$34,615.11	\$34,615.11		\$34,615.11
Other Expenses	496,790.45	496,790.45	\$86,781.80	410,008.65
Regional Sewer Authority	104,454.18	104,454.18		104,454.18
Manasquan River Water Purchase	96,045.18	96,045.18	74,842.79	21,202.39
Accumulated Absence	30,000.00	30,000.00		30,000.00
Salary and Wage Adjustments	11,391.53	11,391.53	10,848.62	542.91
Capital Outlay	50,000.00	50,000.00		50,000.00
Contribution to:				
Social Security System (O.A.S.I.)	7,356.43	7,356.43		7,356.43
Unemployment Compensation Insurance	2,000.00	2,000.00		2,000.00
	<u>\$832,652.88</u>	<u>\$830,652.88</u>	<u>\$172,473.21</u>	<u>\$660,179.67</u>
			1-D	D-1
Appropriation Reserves	D	\$758,506.19		
Reserve for Encumbrances	D	<u>74,146.69</u>		
		<u>\$832,652.88</u>		

See Independent Auditor's Report



**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

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

	<b><u>Ref.</u></b>	
Balance, December 31, 2022 and 2021	D	<u><u>\$3,074.00</u></u>

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

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

	<b><u>Ref.</u></b>	
Balance, December 31, 2021	D	\$22,380,667.40
Increased by:		
Serial Bonds Paid by Operating Budget	8-D	\$1,195,649.28
Capital Outlay Operating Budget	16-D	5,554.73
Transfer from Deferred Reserve for Amortization		-
		<u>1,201,204.01</u>
		23,581,871.41
Decreased by:		
Prior Year Adjustment	14-D	<u>256,170.93</u>
Balance, December 31, 2022	D	<u><u>\$23,325,700.48</u></u>

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**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**  
  
**WATER/SEWER UTILITY CAPITAL FUND**  
**SCHEDULE OF SERIAL BONDS**  
**Year Ended December 31, 2022**

Purpose	Date of Issue	Original Issue	Maturities of Bonds		Interest Rate	Balance Dec. 31, 2021	Increased	Decreased	Balance Dec. 31, 2022
			Outstanding Dec. 31, 2022	Date					
NJEIT Trust Loan Bonds	11/23/09	\$680,000.00	8/1/23-24	\$40,000.00	4.00%	\$355,000.00		\$40,000.00	\$315,000.00
			8/1/25	45,000.00	3.75%				
			8/1/26-27	45,000.00	4.00%				
			8/1/28-29	50,000.00	4.00%				
NJEIT Fund Loan Bonds	11/23/09	2,040,227.00	2/1/23-29	11,526.71	0.00%	276,641.15		34,580.13	242,061.02
			8/1/23-29	23,053.42	0.00%				
Water/Sewer Bonds	11/10/12	2,662,000.00	10/1/23	215,000.00	2.00%	1,362,000.00		195,000.00	1,167,000.00
			10/1/24	230,000.00	2.00%				
			10/1/25	235,000.00	2.00%				
			10/1/26	235,000.00	2.10%				
			10/1/27	252,000.00	2.10%				
MCIA Water/Sewer Bonds	12/23/15	3,775,000.00	12/1/23	165,000.00	5.00%	2,970,000.00		155,000.00	2,815,000.00
			12/1/24	170,000.00	5.00%				
			12/1/25	180,000.00	5.00%				
			12/1/26	190,000.00	5.00%				
			12/1/27	200,000.00	5.00%				
			12/1/28	210,000.00	5.00%				
			12/1/29	220,000.00	5.00%				
			12/1/30	230,000.00	3.50%				
			12/1/31	235,000.00	3.50%				
			12/1/32	245,000.00	3.50%				
			12/1/33	250,000.00	3.50%				
			12/1/34-35	260,000.00	3.50%				

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

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

Purpose	Date of Issue	Original Issue	Maturities of Bonds		Interest Rate	Balance Dec. 31, 2021	Increased	Decreased	Balance Dec. 31, 2022
			Outstanding Dec. 31, 2022	Date					
MCIA Water/Sewer Refunding Bonds	6/25/15	\$3,084,478.50				\$555,000.00		\$555,000.00	
N.J. Infrastructure Bank Loan Series 2018A-2	11/29/18	425,000.00	8/1/23	\$15,000.00	5.00%	395,000.00		15,000.00	\$380,000.00
			8/1/24-27	20,000.00	5.00%				
			8/1/28-29	20,000.00	4.00%				
			8/1/30-34	25,000.00	4.00%				
			8/1/35-38	30,000.00	4.00%				
N.J. Infrastructure Bank Loan Series 2018A-2	11/29/18	1,299,360.00	2/1/23-38	22,023.05	0.00%	1,123,175.55		66,069.15	1,057,106.40
			8/1/23-38	44,046.10	0.00%				
Water/Sewer Bonds Series 2019	12/10/19	3,565,000.00	12/1/23-26	270,000.00	4.00%	3,295,000.00		135,000.00	3,160,000.00
			12/1/27-30	270,000.00	4.00%				
			12/1/31	270,000.00	2.125%				
			12/1/22-33	270,000.00	2.25%				
			12/1/34	190,000.00	2.375%				
N.J. Infrastructure Bank Loan Series 2022A-2	12/22/22	715,000.00	8/1/24	20,000.00	5.00%		\$715,000.00		715,000.00
			8/1/25-27	25,000.00	5.00%				
			8/1/28-30	30,000.00	5.00%				
			8/1/31-33	35,000.00	5.00%				
			8/1/34-35	40,000.00	5.00%				
			8/1/36-38	45,000.00	5.00%				
			8/1/39-40	50,000.00	5.00%				
			8/1/41-42	55,000.00	5.00%				
N.J. Infrastructure Bank Fund Loan Series 2022A-2	12/22/22	800,099.00	8/1/23-42	27,122.00	0.00%		800,099.00		800,099.00
			8/1/24-42	13,561.00	0.00%				

See Independent Auditor's Report

**BOROUGH OF RED BANK  
COUNTY OF MONMOUTH  
STATE OF NEW JERSEY**

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

Purpose	Date of Issue	Original Issue	Maturities of Bonds		Interest Rate	Balance Dec. 31, 2021	Increased	Decreased	Balance Dec. 31, 2022
			Outstanding Dec. 31, 2022	Date					
Water/Sewer Utility Bonds Series 2022	12/22/22	\$2,100,000.00	12/1/23-28	\$75,000.00	5.00%		\$2,100,000.00		\$2,100,000.00
			12/1/29	85,000.00	5.00%				
			12/1/30	90,000.00	5.00%				
			12/1/31	95,000.00	5.00%				
			12/1/32	100,000.00	5.00%				
			12/1/33	105,000.00	5.00%				
			12/1/34	110,000.00	5.00%				
			12/1/35	115,000.00	5.00%				
			12/1/36	120,000.00	5.00%				
			12/1/37	125,000.00	5.00%				
			12/1/38	130,000.00	5.00%				
			12/1/39-40	140,000.00	5.00%				
			12/1/41	145,000.00	5.00%				
			12/1/42	150,000.00	5.00%				
						<u>\$10,331,816.70</u>	<u>\$3,615,099.00</u>	<u>\$1,195,649.28</u>	<u>\$12,751,266.42</u>
					<u>Ref.</u>	D			D
		Issued for Cash			1-D		\$2,100,000.00		
		NJ Infrastructure Bank Loan			12-D		715,000.00		
		NJ Infrastructure Bank Fund Loan			13-D		800,099.00		
							<u>\$3,615,099.00</u>		
		Paid by Budget Appropriation			7-D			<u>\$1,195,649.28</u>	

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

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

<b><u>Ordinance Number</u></b>	<b><u>Improvement Description</u></b>	<b><u>Date of Issue of Original Note</u></b>	<b><u>Date of Issue</u></b>	<b><u>Date of Maturity</u></b>	<b><u>Interest Rate</u></b>	<b><u>Balance Dec. 31, 2021</u></b>	<b><u>Increased</u></b>	<b><u>Decreased</u></b>	<b><u>Balance Dec. 31, 2022</u></b>
18-34	Various Water/Sewer Improvements	7/13/20	2/1/21	1/31/22	0.56%	\$1,020,000.00		\$1,020,000.00	
21-02	Various Water/Sewer Improvements	6/22/01	6/22/21	1/31/22	0.27%	1,757,000.00		1,757,000.00	
18-34	Various Water/Sewer Improvements	7/13/20	1/28/22	9/28/22	1.25%		\$1,020,000.00	1,020,000.00	
21-02	Various Water/Sewer Improvements	6/22/01	1/28/22	9/28/22	1.25%		1,757,000.00	1,757,000.00	
18-34	Various Water/Sewer Improvements	7/13/20	9/27/22	1/27/23	3.50%		1,020,000.00		\$1,020,000.00
21-02	Various Water/Sewer Improvements	6/22/01	9/27/22	1/27/23	3.50%		1,757,000.00		1,757,000.00
						<u>\$2,777,000.00</u>	<u>\$5,554,000.00</u>	<u>\$5,554,000.00</u>	<u>\$2,777,000.00</u>
					<b><u>Ref.</u></b>	D			D
					Issued for Cash	1-D	\$5,554,000.00		
					Cash Disbursements	1-D		\$5,554,000.00	
							<u>\$5,554,000.00</u>	<u>\$5,554,000.00</u>	

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**WATER/SEWER UTILITY CAPITAL FUND**  
**SCHEDULE OF RESERVE FOR PRELIMINARY COSTS - WELL**  
**Year Ended December 31, 2022**

Balance, December 31, 2022 and 2021	<b><u>Ref.</u></b> D	<u><u>\$1,845.00</u></u>
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**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**WATER/SEWER UTILITY CAPITAL FUND**  
**SCHEDULE OF STATE OF NEW JERSEY ENVIRONMENTAL**  
**INFRASTRUCTURE TRUST SHORT-TERM LOAN PAYABLE**  
**Year Ended December 31, 2022**

	<b><u>Ref.</u></b>	
Balance, December 31, 2021	D	\$430,000.00
Decreased by:		
New Jersey Infrastructure Bank Loan	12-D	212,871.00
New Jersey Infrastructure Bank Fund Loan	13-D	212,871.00
Reserve for Payment of Infrastructure Loans	23-D	4,258.00
		<u>430,000.00</u>
Balance, December 31, 2022	D	<u><u>\$0.00</u></u>

See Independent Auditor's Report



**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

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

	<b><u>Ref.</u></b>	
Balance, December 31, 2021	D	-
Increased by:		
Loan Issued in 2022	19-D	\$587,227.00
Loan Issued in 2021	11-D	212,871.00
		<u>800,098.00</u>
Decreased by:		
Transfer to Serial Bonds	8-D	715,000.00
Loan Forgiven	23-D	85,098.00
		<u>800,098.00</u>
Balance, December 31, 2022	D	<u><u>\$0.00</u></u>

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**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**WATER/SEWER UTILITY CAPITAL FUND**  
**SCHDEDULE OF NEW JERSEY INFRASTRUCTURE BANK FUND LOAN**  
**Year Ended December 31, 2022**

	<b><u>Ref.</u></b>	
Balance, December 31, 2021	D	-
Increased by:		
Loan Issued in 2022	19-D	\$587,228.00
Loan Issued in 2021	11-D	212,871.00
		<u>800,099.00</u>
Decreased by:		
Transfer to Serial Bonds	8-D	<u>800,899.00</u>
Balance, December 31, 2022	D	<u><u>\$0.00</u></u>

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**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**WATER/SEWER UTILITY CAPITAL FUND**  
**SCHEDULE OF DEFERRED RESERVE FOR AMORTIZATION**  
**Year Ended December 31, 2022**

<b>Ordinance Number</b>	<b>Improvement Description</b>	<b>Ordinance Date</b>	<b>Balance Dec. 31, 2021</b>	<b>Fixed Capital Authorized</b>	<b>Prior Year Adjustment</b>	<b>To Fund Balance</b>	<b>Balance Dec. 31, 2022</b>
<i>General Improvements</i>							
13-14/15-11	Various Water Utility Improvements along Maple Avenue	7/10/2013/ 4/22/15	\$335,440.00				\$335,440.00
16-01	Water Plant Improvement at Chestnut Street and Tower Hill	1/27/16			\$256,170.93	\$256,170.93	
2022-01/ 2022-11	Replacement of the Water Main and Water Laterals on Broad Street	2/9/2022/ 6/8/22		\$1,365,463.92			1,365,463.92
			<u>\$335,440.00</u>	<u>\$1,365,463.92</u>	<u>\$256,170.93</u>	<u>\$256,170.93</u>	<u>\$1,700,903.92</u>
		<b><u>Ref.</u></b>				D-2	D
	American Rescue Plan Act of 2021 Fund Balance	1-D,15-D D-2,15-D		\$1,252,463.92			
				<u>113,000.00</u>			
				<u>\$1,365,463.92</u>			

**BOROUGH OF RED BANK  
COUNTY OF MONMOUTH  
STATE OF NEW JERSEY**

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

Ordinance Number	Improvement Description	Ordinance		Balance Dec. 31, 2021		Increased by		Decreased by		Balance Dec. 31, 2022	
		Date	Amount	Funded	Unfunded	2022 Authoriz- ations	Reserve for Encumbrances	Paid or Charged	Authorization Cancelled	Funded	Unfunded
General Improvements											
6-10	Various Facilities Improvements	3/13/26	\$2,425,000.00	\$14,508.13				\$14,508.13			
8-24	Various 2008 Capital Improvements	9/25/08	3,291,000.00	14,750.00						\$14,750.00	
13-14/15-11	Various 2013 Capital Improvements	7/10/13	205,440.00								
		4/22/15	130,000.00	85,111.13						85,111.13	
14-03	Various 2014 Water Sewer Utility Improvements	2/26/14	2,208,000.00	6,224.86			\$12,967.64	19,192.50			
15-10/17-16	Various 2015 Capital Improvements	4/22/15	877,000.00	39,853.57				37,372.85		2,480.72	
16-01	Water Plant Improvement at Chestnut Street and Tower Hill	1/27/16	1,825,000.00	256,170.93	\$100,640.00				\$356,810.93		
16-02	Water and Sewer Utility Meters	1/27/16	1,900,000.00	7,883.20			18,488.49	19,252.62		7,119.07	
17-21/18-09/ 18-27	Various Water/Sewer Improvements	7/26/17	600,000.00								
		3/28/18	225,000.00								
		10/10/18	575,000.00		19,015.72			12,386.18			\$6,629.54
18-34	Various Water/Sewer Improvements	11/28/18	1,450,000.00		33,855.00		539,072.81	572,927.81			
21-02	Various Water/Sewer Improvements	1/27/21	1,757,000.00		584,827.66		610,719.80	1,191,550.12			3,997.34
2022-01/	Replacement of the Water Main and	2/9/22	1,288,446.65								
2022-11	Water Laterals on Broad Street	6/8/22	77,017.27			\$1,365,463.92		1,365,463.92			
2022-14	Various Improvements	6/22/22	750,000.00			750,000.00		289,674.13			460,325.87
				<u>\$424,501.82</u>	<u>\$738,338.38</u>	<u>\$2,115,463.92</u>	<u>\$1,181,248.74</u>	<u>\$3,522,328.26</u>	<u>\$356,810.93</u>	<u>\$109,460.92</u>	<u>\$470,952.75</u>
	<u>Ref.</u>			D	D		D		17-D	D	D
	14-D,17-D	American Rescue Plan Act of 2021				\$1,252,463.92					
	14-D,17-D	Fund Balance				113,000.00					
	17-D	Deferred Charges to Future Revenue				750,000.00					
						<u>\$2,115,463.92</u>					
	1-D	Cash Disbursements						\$3,070,888.34			
	D	Reserve for Encumbrances						451,439.92			
								<u>\$3,522,328.26</u>			

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**WATER/SEWER UTILITY CAPITAL FUND**  
**SCHEDULE OF FIXED CAPITAL**  
**Year Ended December 31, 2022**

	<b><u>Ref.</u></b>	
Balance, December 31, 2021	D	\$32,813,124.10
Increased by:		
2022 Budget Appropriation - Capital Outlay	D-4	5,554.73
		<u>32,818,678.83</u>
Decreased by:		
Prior Year Adjustment	17-D	<u>356,810.93</u>
Balance, December 31, 2022	D	<u><u>\$32,461,867.90</u></u>

See Independent Auditor's Report

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

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

Ordinance Number	Improvement Description	Ordinance		Balance Dec. 31, 2021	Prior Year Adjustment	2022 Authorizations		Authorizations Cancelled	Balance Dec. 31, 2022
		Date	Amount			Deferred Reserve for Amortization	Deferred Charges to Future Revenue		
General Improvements									
13-14/ 15-11	Various Water Utility Improvements along Maple Avenue	7/10/13 4/22/15	\$205,440.00 130,000.00	\$335,440.00					\$335,440.00
16-01	Water Plant Improvement at Chestnut Street and Tower Hill	1/27/16	1,825,000.00		\$356,810.93			\$356,810.93	
18-34	Various Water/Sewer Improvements	11/28/18	1,450,000.00	1,450,000.00					1,450,000.00
21-02	Various Water/Sewer Improvements	1/27/21	1,757,000.00	1,757,000.00					1,757,000.00
2022-01/ 2022-11	Replacement of the Water Main and Water Laterals on Broad Street	2/9/22 6/8/22	1,288,446.65 77,017.27			\$1,365,463.92			1,365,463.92
22-14	Various Improvements	6/22/22	750,000.00				\$750,000.00		750,000.00
				<u>\$3,542,440.00</u>	<u>\$356,810.93</u>	<u>\$1,365,463.92</u>	<u>\$750,000.00</u>	<u>\$356,810.93</u>	<u>\$5,657,903.92</u>
			Ref.	D	16-D	15-D	15-D	15-D	D

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**WATER/SEWER UTILITY CAPITAL FUND**  
**SCHEDULE OF DUE FROM STATE OF NEW JERSEY ENVIRONMENTAL**  
**INFRASTRUCTURE TRUST FUND**  
**Year Ended December 31, 2022**

	<b><u>Ref.</u></b>	
Balance, December 31, 2022 and 2021	D	<u><u>\$168,017.00</u></u>

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**WATER/SEWER UTILITY CAPITAL FUND**  
**SCHEDULE OF NEW JERSEY INFRASTRUCTURE BANK LOANS RECEIVABLE**  
**Year Ended December 31, 2022**

	<u>Ref.</u>	
Balance, December 31, 2021	D	-
Increased by:		
New Jersey Infrastructure Bank Loan	12-D	\$587,227.00
New Jersey Infrastructure Bank Fund Loan	13-D	587,228.00
		<u>1,174,455.00</u>
Decreased by:		
Cash Receipts	1-D	<u>587,227.00</u>
Balance, December 31, 2022	D	<u><u>\$587,228.00</u></u>



**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**WATER/SEWER UTILITY CAPITAL FUND**  
**SCHEDULE OF UNITED STATES DEPARTMENT OF ENVIRONMENTAL PROTECTION**  
**GRANT RECEIVABLE**  
**Year Ended December 31, 2022**

	<b><u>Ref.</u></b>	
Balance, December 31, 2021	D	-
Increased by:		
Ordinance Number 2022-14	21-D	<u>\$250,000.00</u>
Balance, December 31, 2022	D	<u><u>\$250,000.00</u></u>

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**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**WATER/SEWER UTILITY CAPITAL FUND**  
**SCHEDULE OF RESERVE FOR GRANT RECEIVABLE**  
**Year Ended December 31, 2022**

	<b><u>Ref.</u></b>	
Balance, December 31, 2021	D	-
Increased by:		
Ordinance Number 2022-14	20-D	<u>\$250,000.00</u>
Balance, December 31, 2022	D	<u><u>\$250,000.00</u></u>

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**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**WATER/SEWER UTILITY CAPITAL FUND**  
**SCHEDULE OF RESERVE FOR PAYMENT OF BOND ANTICIPATION NOTES**  
**Year Ended December 31, 2022**

	<b><u>Ref.</u></b>	
Balance, December 31, 2021	D	-
Increased by:		
Premium on Sale of Serial Bonds	1-D	<u>\$252,000.00</u>
Balance, December 31, 2022	D	<u><u>\$252,000.00</u></u>

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**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**WATER/SEWER UTILITY CAPITAL FUND**  
**SCHEDULE OF RESERVE FOR PAYMENT OF INFRASTRUCTURE LOANS**  
**Year Ended December 31, 2022**

	<b><u>Ref.</u></b>	
Balance, December 31, 2021	D	-
Increased by:		
New Jersey Infrastructure Bank Loan Forgiven	12-D	\$85,098.00
New Jersey Infrastructure Loans Payable	11-D	<u>4,258.00</u>
Balance, December 31, 2022	D	<u><u>\$89,356.00</u></u>

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**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

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

<b><u>Ordinance Number</u></b>	<b><u>Improvement Description</u></b>	<b><u>Balance Dec. 31, 2021</u></b>	<b><u>2022 Authorizations</u></b>	<b><u>Bonds Issued</u></b>	<b><u>Authorizations Cancelled</u></b>	<b><u>Balance Dec. 31, 2022</u></b>
16-01	Water Plant Improvements at Chestnut Street and Tower Hill	\$100,640.00			\$100,640.00	
2022-14	Various Improvements	<u>\$100,640.00</u>	<u>\$750,000.00</u>	<u>\$750,000.00</u>	<u>\$100,640.00</u>	<u>\$0.00</u>
<b><u>Ref.</u></b>	(Footnote D)		15-D	8-D	15-D	(Footnote D)

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**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**PARKING UTILITY FUND**  
**SCHEDULE OF CASH**  
**Year Ended December 31, 2022**

	<b><u>Ref.</u></b>	<b><u>Operating</u></b>	<b><u>Capital</u></b>
Balance, December 31, 2021	E	\$1,572,446.81	\$1,840,646.93
Increased by Receipts:			
Consumer Accounts Receivable	3-E	\$2,133,640.63	
Interest on Investments	E-3	14,935.65	
Miscellaneous	E-1	2,332.40	
Due from Parking Utility Capital Fund		40,175.00	
		<u>2,191,083.68</u>	
		3,763,530.49	<u>1,840,646.93</u>
Decreased by Disbursements:			
Appropriations	E-4	1,159,592.29	
Accrued Interest Payable	5-E	137,393.76	
Appropriation Reserves	6-E	27,739.63	
Parking Surplus to Current Fund	E-1	850,000.00	
Due to Current Fund		29,103.04	
Miscellaneous	E-1	3.00	
Miscellaneous	E-2		\$12.00
Improvement Authorizations	11-E		14,383.14
Due to Parking Utility Capital Fund			40,175.00
		<u>2,203,831.72</u>	<u>54,570.14</u>
Balance, December 31, 2022	E	<u>\$1,559,698.77</u>	<u>\$1,786,076.79</u>

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**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**PARKING UTILITY CAPITAL FUND**  
**SCHEDULE OF ANALYSIS OF PARKING UTILITY CAPITAL FUND CASH**  
**December 31, 2022**

		<b>Balance</b>
		<b>December 31,</b>
		<b>2022</b>
Capital Improvement Fund		\$3,400.00
Fund Balance		70,191.54
Reserve for Encumbrances		658,243.36
Reserve for Payment of Bonds		3,778.19
General Improvements:		
Ordinance Number		
18-35	Various Parking Utility Improvements	182,195.27
19-73	Various Parking Utility Improvements	868,268.43
		<u>\$1,786,076.79</u>
		E
		<b><u>Ref.</u></b>

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**PARKING UTILITY OPERATING FUND**  
**SCHEDULE OF CONSUMER ACCOUNTS RECEIVABLE**  
**Year Ended December 31, 2022**

	<b><u>Ref.</u></b>		
Balance, December 31, 2021	E		\$0.00
Increased by:			
Parking Fees			2,133,640.63
			<u>2,133,640.63</u>
Decreased by:			
Collection	E-3,1-E	\$2,133,640.63	
Overpayments Applied		<u>-</u>	
			<u>2,133,640.63</u>
Balance, December 31, 2022	E		<u><u>\$0.00</u></u>

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**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**PARKING UTILITY CAPITAL FUND**  
**SCHEDULE OF FIXED CAPITAL**  
**Year Ended December 31, 2022**

**Ref.**

Balance, December 31, 2022 and 2021

E

\$4,791,488.21

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**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**PARKING UTILITY OPERATING FUND**  
**SCHEDULE OF ACCRUED INTEREST PAYABLE**  
**Year Ended December 31, 2022**

	<b><u>Ref.</u></b>	
Balance, December 31, 2021	E	\$11,449.49
Increased by:		
Budget Appropriations	E-4	<div style="display: flex; justify-content: flex-end;"> <div style="text-align: right; margin-right: 10px;">136,768.75</div> <div style="border-top: 1px solid black; width: 100px;"></div> </div>
		148,218.24
Decreased by:		
Interest Paid	1-E	<div style="display: flex; justify-content: flex-end;"> <div style="text-align: right; margin-right: 10px;">137,393.76</div> <div style="border-top: 1px solid black; width: 100px;"></div> </div>
Balance, December 31, 2022	E	<div style="display: flex; justify-content: flex-end;"> <div style="text-align: right; margin-right: 10px;">\$10,824.48</div> <div style="border-top: 1px solid black; border-bottom: 3px double black; width: 100px;"></div> </div>

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**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**PARKING UTILITY OPERATING FUND**  
**SCHEDULE OF APPROPRIATION RESERVES**  
**Year Ended December 31, 2022**

	<u>Balance</u> <u>Dec. 31, 2021</u>	<u>Balance</u> <u>After</u> <u>Transfers</u>	<u>Paid or</u> <u>Charged</u>	<u>Balance</u> <u>Lapsed</u>
Operating:				
Salaries and Wages	\$2,077.38	\$2,077.38	\$1,186.25	\$891.13
Other Expenses	165,458.14	165,458.14	26,553.38	138,904.76
Statutory Expenditures:				
Social Security System (O.A.S.I.)	2,721.98	2,721.98		2,721.98
Unemployment Compensation Insurance	500.00	500.00		500.00
	<u>\$170,757.50</u>	<u>\$170,257.50</u>	<u>\$27,739.63</u>	<u>\$143,017.87</u>
	<b><u>Ref.</u></b>		1-E	E-1
Appropriation Reserves	E	\$149,431.35		
Encumbrances Payable	E	<u>21,326.15</u>		
		<u>\$170,757.50</u>		

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**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

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

Purpose	Date of Issue	Original Issue	Maturities of Bonds		Interest Rate	Balance Dec. 31, 2021	Increased	Decreased	Balance Dec. 31, 2022						
			Outstanding Dec. 31, 2022	Date											
MCIA Parking Utility Bonds	12/23/15	\$280,000.00	2023	\$10,000.00	5.00%	\$220,000.00		\$10,000.00	\$210,000.00						
			2024-29	15,000.00	5.00%										
			2030-31	15,000.00	3.50%										
			2032-35	20,000.00	3.50%										
Parking Improvements	12/23/15	705,000.00	2023-24	45,000.00	4.00%	620,000.00		45,000.00	575,000.00						
			2025-26	50,000.00	4.00%										
			2027-28	50,000.00	2.00%										
			2029-30	45,000.00	2.00%										
			2031	45,000.00	2.125%										
			2032-33	50,000.00	2.25%										
			2034	50,000.00	2.375%										
MCIA Governmental Pooled Loan Revenue Bonds	12/23/20	2,635,000.00	2023	135,000.00	4.00%	2,505,000.00		130,000.00	2,375,000.00						
			2024	140,000.00	5.00%										
			2025	150,000.00	5.00%										
			2026	155,000.00	5.00%										
			2027	165,000.00	5.00%										
			2028	170,000.00	5.00%										
			2029	180,000.00	5.00%										
			2030	190,000.00	5.00%										
			2031	200,000.00	5.00%										
			2032	210,000.00	4.00%										
			2033	220,000.00	4.00%										
			2034	225,000.00	3.00%										
			2035	235,000.00	3.00%										
										<u>\$3,345,000.00</u>	<u>-</u>	<u>\$185,000.00</u>	<u>\$3,160,000.00</u>		
										<u>Ref.</u>	<u>E</u>		<u>E</u>		
Paid by Budget Appropriation					9-E,10-E		<u>\$185,000.00</u>								

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**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

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

	<b><u>Ref.</u></b>	
Balance, December 31, 2021	E	\$3,400.00
Increased by:		
Budget Appropriation		<div style="display: flex; justify-content: flex-end; align-items: center;"> <div style="border-top: 1px solid black; width: 50px;"></div> <div style="margin-left: 5px;">-</div> </div>
		3,400.00
Decreased by:		
Appropriation to Finance Improvement		
Authorizations		<div style="display: flex; justify-content: flex-end; align-items: center;"> <div style="border-top: 1px solid black; width: 50px;"></div> <div style="margin-left: 5px;">-</div> </div>
Balance, December 31, 2022	E	<div style="display: flex; justify-content: flex-end; align-items: center;"> <div style="border-bottom: 3px double black; width: 50px;"></div> <div style="margin-left: 5px;">\$3,400.00</div> </div>

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**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

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

	<b><u>Ref.</u></b>	
Balance, December 31, 2021	E	\$4,313,870.73
Increased by:		
Bonds Paid by Operating Budget	7-E	<u>28,698.04</u>
Balance, December 31, 2022	E	<u><u>\$4,342,568.77</u></u>

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**PARKING UTILITY CAPITAL FUND**  
**SCHEDULE OF DEFERRED RESERVE FOR AMORTIZATION**  
**Year Ended December 31, 2022**

<b>Ordinance Number</b>	<b>Improvement Description</b>	<b>Ordinance Date</b>	<b>Balance Dec. 31, 2021</b>	<b>Fixed Capital Authorized</b>	<b>Paid from Operating Budget Bonds</b>	<b>Balance Dec. 31, 2022</b>
<i>General Improvements</i>						
18-35	Various Parking Utility Improvements	11/28/18	\$59,617.48		\$26,301.96	\$85,919.44
19-73	Various Parking Utility Improvements	12/11/19	716,000.00		130,000.00	846,000.00
			<u>\$775,617.48</u>	<u>-</u>	<u>\$156,301.96</u>	<u>\$931,919.44</u>
		<b><u>Ref.</u></b>	<b><u>E</u></b>		<b><u>7-E</u></b>	<b><u>E</u></b>

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**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

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

<b>Ordinance Number</b>	<b>Improvement Description</b>	<b>Ordinance Date</b>	<b>Ordinance Amount</b>	<b>Balance Dec. 31, 2021 Funded</b>	<b>2022 Authoriz- ations</b>	<b>Reserve for Encumbrances</b>	<b>Paid or Charged</b>	<b>Reserve for Encumbrances</b>	<b>Balance Dec. 31, 2022 Funded</b>
<i>General Improvements</i>									
18-35	Various Parking Utility Improvements	11/28/18	\$422,000.00	\$182,195.27					\$182,195.27
19-73	Various Parking Utility Improvements	12/11/19	3,221,000.00	1,501,000.08		\$39,894.85	\$14,383.14	\$658,243.36	868,268.43
				<u>\$1,683,195.35</u>	<u>-</u>	<u>\$39,894.85</u>	<u>\$14,383.14</u>	<u>\$658,243.36</u>	<u>\$1,050,463.70</u>
			<b><u>Ref.</u></b>	<b>E</b>		<b>E</b>		<b>E</b>	<b>E</b>
						<b><u>Ref.</u></b>			
					Expended in Parking Capital Fund	1-E	<u>\$14,383.14</u>		



**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

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

Ordinance Number	Improvement Description	Ordinance		Balance Dec. 31, 2021	2022 Authorizations		Balance Dec. 31, 2022
		Date	Amount		Deferred Reserve for Amortization	Deferred Charges to Future Revenue	
<i>General Improvements</i>							
18-35	Various Parking Utility Improvements	11/28/18	\$422,000.00	\$422,000.00			\$422,000.00
19-73	Various Parking Utility Improvements	12/11/19	3,221,000.00	3,221,000.00			3,221,000.00
				<u>\$3,643,000.00</u>	<u>-</u>	<u>-</u>	<u>\$3,643,000.00</u>
			<b>Ref.</b>	E			E

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**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**PAYROLL FUND**  
**SCHEDULE OF CASH**  
**Year Ended December 31, 2022**

	<b><u>Ref.</u></b>	
Balance, December 31, 2021	F	\$166,096.63
Increased by:		
Payroll Deductions Payable	\$14,823,967.78	
Due from Current Fund	199.43	
Reserve for Payroll	5,017.42	
		<u>14,829,184.63</u> <u>14,995,281.26</u>
Decreased by;		
Payroll Deductions Payable	14,910,338.79	
Due to Current Fund	306.71	
		<u>14,910,645.50</u>
Balance, December 31, 2022	F	<u><u>\$84,635.76</u></u>

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**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**GENERAL FIXED ASSETS ACCOUNT GROUP**  
**SCHEDULE OF INVESTMENT IN GENERAL FIXED ASSETS**  
**Year Ended December 31, 2022**

	<b><u>Balance</u></b> <b><u>Dec. 31, 2021</u></b>	<b><u>Adjustments/</u></b> <b><u>Additions</u></b>	<b><u>Adjustments/</u></b> <b><u>Dispositions</u></b>	<b><u>Balance</u></b> <b><u>Dec. 31, 2022</u></b>
General Fixed Assets:				
Land and Buildings	\$9,974,598.00	\$711,316.27	\$4,533.00	\$10,681,381.27
Furniture, Fixtures and Equipment	14,235,954.70	287,182.33	266,512.00	14,256,625.03
	<u>\$24,210,552.70</u>	<u>\$998,498.60</u>	<u>\$271,045.00</u>	<u>\$24,938,006.30</u>
<b><u>Ref.</u></b>	G			G

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**PART III**

**COMMENTS**

**YEAR ENDED DECEMBER 31, 2022**

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**  
**COMMENTS**  
**YEAR ENDED DECEMBER 31 2022**

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

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

The governing body of the municipality has the responsibility of determining whether the expenditures in any category will exceed the bid threshold within the year. Where questions arise as to whether any contract or agreement might result in violation of the statute, the municipal attorney’s opinion should be sought before a commitment is made. Our audit of expenditures did not reveal any individual payments in excess of the statutory limit for the performance of any work or the furnishing of any goods or services other than those where bids had been previously sought by public advertisement or where a resolution had been previously adopted under the provisions of N.J.S. 40A:11-6.

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

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

N.J.S. 40A:11-6.1 states, “For all contracts that in the aggregate are less than the bid threshold but exceed 15 percent or more of that amount, and for those contracts that are for subject matter enumerated in subsection (1) of section 5 of P.L. 1971, c. 198 (C.40A:11-5), except for paragraph (a) of that subsection concerning professional services and paragraph (b) of that subsection concerning work by employees of the contracting unit, the contracting agent shall award the contract after soliciting at least two competitive quotations, if practicable. The award shall be made to a vendor whose response is most advantageous, price and other factors considered. The contracting agent shall retain the record of the quotation solicitation and shall include a copy of the record with the voucher used to pay the vendor.” In the auditing of the Borough’s expenditures, we performed tests of the Borough’s compliance with N.J.S. 40A:11-6.1 and noted no exceptions.

**Examination of Claims**

In the auditing the Borough’s expenditures, we did not and were not required to determine or establish proof of rendition, character or extent of services, nor quantities, nature, propriety of prices or receipt of materials, these elements being subject to the Borough’s system of internal control over the approval and payment of claims in accordance with N.J.S.A. 40A:5-16. However, we tested the Borough’s compliance with its established internal control system over the approval and payment of claims and noted no exceptions.

**Payroll Withholdings**

We did not and were not required to determine the propriety of withholdings from individual employee salaries for pensions, income taxes, social security and medicare taxes, and for other purposes.

## **COMMENTS (continued)**

### **Collection of Interest on Delinquent Taxes, Utility and Other Municipal Assessments**

N.J.S.A. 54:4-67 provides the method for authorizing interest and the maximum rates to be charged for the nonpayment of taxes, assessments, or other municipal liens or charges, unless otherwise provided by law, on or before the date when they would become delinquent.

On January 1, 2022, the governing body adopted the following resolution fixing the rate of interest to be charged on delinquent taxes, utility and other municipal assessments:

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

WHEREAS, NJSA 54:4-67 has been amended to permit the fixing of said rate of 8% per annum on the first \$1,500.00 of the delinquency and 18% per annum on any amount in excess of \$1,500.00; and allows for an additional penalty of 6% to be collected against a delinquency in excess of \$10,000.00 on properties that fail to pay the delinquency prior to the end of the calendar year;

NOW, THEREFORE, BE IT RESOLVED by the Mayor and Municipal Council of the Borough of Red Bank, County of Monmouth, State of New Jersey as follows:

1. The Tax Collector is hereby authorized and directed to charge 8% per annum on the first \$1,500.00 of taxes, utility and all other municipal charges becoming delinquent after due date and 18% per annum on any amount of taxes in excess of \$1,500.00 becoming delinquent after due date and if a delinquency is in excess of \$10,000.00 and remains in arrears beyond December 31<sup>st</sup>, an additional penalty of 6% shall be charged against the delinquency;
2. Effective January 1, 2022, there will be a ten (10) day grace period of quarterly tax payments made by cash, check or money order and a thirty (30) day grace period of quarterly utility payments and for all other municipal charges;
3. Any payment not made in accordance with paragraph two of this resolution shall be charged interest from the due date as set forth in paragraph one of this resolution;
4. A certified copy of this resolution shall be provided by the Borough Clerk to the Tax Collector, Borough Attorney and Borough Auditor for the Borough of Red Bank.

Based upon our audit of the tax collector's records, interest on delinquent taxes was charged in accordance with the foregoing resolution.

## COMMENTS (continued)

### Tax Title Liens

The Borough's last tax and utility lien sale was held on October 24, 2022 and was complete. The following table details the number of tax title liens receivable on December 31 of the last three years:

2022	3
2021	3
2020	2

### COMPARATIVE SCHEDULE OF FUND BALANCE AT DECEMBER 31

<u>Year</u>	<u>Current Fund Balance</u>	<u>Utilized in Budget of Succeeding Year</u>
2022	\$5,071,843.18	\$3,080,500.00
2021	4,911,592.87	3,390,313.10
2020	4,370,490.60	3,390,313.10

<u>Year</u>	<u>Water/Sewer Utility Operating Fund Balance</u>	<u>Utilized in Budget of Succeeding Year</u>
2022	\$1,099,622.74	\$355,000.00
2021	410,399.08	92,400.00
2020	97,887.31	-

<u>Year</u>	<u>Parking Utility Operating Fund Balance</u>	<u>Utilized in Budget of Succeeding Year</u>
2022	\$1,216,133.66	-
2021	1,218,180.00	-
2020	388,208.85	\$137,986.80

**COMMENTS (continued)****COMPARISON OF UTILITY CHARGES****Water/Sewer Utility Fund**

<u>Year</u>	<u>Water/Sewer Levy</u>	<u>Cash Collections*</u>
2022	\$6,388,135.94	\$6,497,304.64
2021	6,219,588.37	6,690,179.63
2020	6,615,129.59	6,011,052.76

\*Annual amounts include the collection of prior year receivables.

**Parking Utility Fund**

<u>Year</u>	<u>Parking Fees</u>	<u>Cash Collections</u>
2022	\$2,133,640.63	\$2,133,640.63
2021	1,903,777.29	1,903,777.29
2020	706,095.27	706,095.27

**COMPARATIVE SCHEDULE OF TAX RATE INFORMATION AND  
APPORTIONMENT (EXCLUDING SPECIAL IMPROVEMENT DISTRICTS)**

	<u>2022</u>	<u>2021</u>	<u>2020</u>
Municipal Purposes	\$0.533	\$0.614	\$0.619
Municipal Library	0.032	0.035	0.035
County Purposes	0.207	0.245	0.249
County Health	0.004	0.005	-
County Open Space	0.027	0.030	0.029
Local School	0.721	0.789	0.814
Regional School	0.483	0.519	0.526
Total Tax Rate	<u>\$2.007</u>	<u>\$2.237</u>	<u>\$2.272</u>

**ASSESSED VALUATIONS (NET VALUATION TAXABLE)**

<u>Year</u>	<u>Net Valuation Taxable</u>
2022	\$2,662,844,382.00
2021	2,383,028,687.00
2020	2,281,440,815.00



**COMMENTS (continued)****COMPARISON OF TAX LEVIES AND COLLECTIONS CURRENTLY**

<u>Year</u>	<u>Tax Levy</u>	<u>Currently</u>	
		<u>Cash Collections</u>	<u>Percentage of Collections</u>
2022	\$54,284,056.56	\$53,607,278.39	98.75%
2021	54,117,455.29	53,418,705.78	98.71%
2020	53,007,998.50	52,298,245.67	98.66%

**DELINQUENT TAXES AND TAX TITLE LIENS**

This tabulation includes a comparison, expressed in percentage, of the total of delinquent taxes and tax title liens at December 31, in relation to the tax levies of the last three years.

	<u>2022</u>	<u>2021</u>	<u>2020</u>
Delinquent Taxes	\$627,021.31	\$656,025.72	\$661,266.97
Tax Title Liens	<u>82,326.48</u>	<u>63,558.79</u>	<u>50,065.41</u>
Total Delinquent	<u>\$709,347.79</u>	<u>\$719,584.51</u>	<u>\$711,332.38</u>
Percentage of Tax Levy	1.31%	1.33%	1.34%

**COMMENTS (continued)****SUMMARY OF MUNICIPAL DEBT**

<b><u>Issued</u></b>	<b><u>2022</u></b>	<b><u>2021</u></b>	<b><u>2020</u></b>
General Bonds, Notes and Loans	\$18,956,710.00	\$15,791,371.26	\$16,493,842.16
Water/Sewer Utility Bonds, Notes and Loans	15,528,266.42	13,553,816.70	12,942,465.98
Parking Utility Bonds, Notes and Loans	3,160,000.00	3,345,000.00	6,751,000.00
Total Issued	<u>37,644,976.42</u>	<u>32,690,187.96</u>	<u>36,187,308.14</u>
Less:			
Cash on Hand to Pay Notes	6,376,227.00	-	-
Total Deductions	<u>6,376,227.00</u>	<u>-</u>	<u>-</u>
Net Debt Issued	<u>31,268,749.42</u>	<u>32,690,187.96</u>	<u>36,187,308.14</u>
<b><u>Authorized but not Issued</u></b>			
Water/Sewer Utility Bonds, Notes and Loans	-	100,640.00	100,640.00
Parking Utility Bonds, Notes and Loans	-	-	3,221,000.00
Total Authorized but not Issued	<u>-</u>	<u>100,640.00</u>	<u>3,321,640.00</u>
Net Bonds and Notes Issued and Authorized but not Issued	<u>\$31,268,749.42</u>	<u>\$32,790,827.96</u>	<u>\$39,508,948.14</u>

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 .561%.

	<b><u>Gross Debt</u></b>	<b><u>Deductions</u></b>	<b><u>Net Debt</u></b>
General Debt	\$18,956,710.00	\$4,187,000.00	\$14,769,710.00
Water/Sewer Utility Debt	15,528,266.42	15,528,266.42	
Parking Utility Debt	3,160,000.00	3,160,000.00	
	<u>\$37,644,976.42</u>	<u>\$22,875,266.42</u>	<u>\$14,769,710.00</u>

Net Debt \$14,769,710.00 divided by Equalized Valuation basis per N.J.S. 40A:2-2 as amended, \$2,630,817,964.00 equals .561%.

**BORROWING POWER UNDER N.J.S. 40A:2-6 AS AMENDED**

3½% of Equalized Valuation Basis	\$92,078,628.74
Net Debt	<u>14,769,710.00</u>
Remaining Borrowing Power	<u>\$77,308,918.74</u>

**COMMENTS (continued)**

**CALCULATION OF "SELF-LIQUIDATING PURPOSE" WATER/SEWER UTILITY PER  
N.J.S. 40A:2-45**

Cash Receipts from Fees, Rents or Charges for Year		\$7,108,885.61
Deductions:		
Operating and Maintenance Cost	\$5,344,612.00	
Debt Service	<u>1,545,237.69</u>	
Total Deductions		<u>6,889,849.69</u>
Excess in Revenue		<u>\$219,035.92</u>

**CALCULATION OF "SELF-LIQUIDATING PURPOSE" PARKING UTILITY PER  
N.J.S. 40A:2-45**

Cash Receipts from Fees, Rents or Charges for Year		\$2,150,908.68
Deductions:		
Operating and Maintenance Cost	\$1,208,753.00	
Debt Service	<u>327,216.89</u>	
Total Deductions		<u>1,535,969.89</u>
Excess in Revenue		<u>\$614,938.79</u>

## **COMMENTS (continued)**

### **OFFICIALS IN OFFICE AND SURETY BONDS**

The following officials were in office during the year ended December 31, 2022:

<b><u>Name</u></b>	<b><u>Title</u></b>
Pasquale Menna	Mayor
Kate Triggiano	Councilwoman, Council President
Kathleen Horgan	Councilwoman
Eric Yngstrom	Councilman (to January 19, 2022)
Angela Mirandi	Councilwoman (from February 9, 2022)
Michael Ballard	Councilman
Edward Zipprich	Councilman
Jacqueline Sturdivant	Councilwoman
Ashlesha Deshpande	Tax Collector, Utility Collector
Thomas Seaman	Chief Financial Officer from (November 1, 2022)
Robert Swisher	Acting Chief Financial Officer (to October 31, 2022)
Pamela Borghi	Borough Clerk (to March 1, 2022)
Laura Reinertsen	Borough Clerk (from April 1, 2022)
Bonnie Thomas	Deputy Clerk
Frank La Rocca	Magistrate
Cathleen Gerber	Court Administrator
Susan Milnes	Deputy Court Clerk
Darren McConnell	Interim Borough Administrator
Gregory Cannon	Municipal Attorney

All employees are covered by a public employee dishonesty bond in the amount of \$50,000.00 by the Monmouth County Joint Insurance Fund. In addition, Borough employees are covered by a public employee dishonesty and faithful performance bond in the amount of \$1,000,000.00 by the Municipal Excess Liability Joint Insurance Fund.

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**PART IV**

**SINGLE AUDIT SECTION**

**YEAR ENDED DECEMBER 31, 2022**

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR  
EACH MAJOR PROGRAM AND ON INTERNAL CONTROL  
OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE  
AND STATE OF NEW JERSEY CIRCULAR 15-08-OMB**

To the Honorable Mayor and  
Members of the Borough Council  
Borough of Red Bank  
County of Monmouth  
Red Bank, New Jersey

**Report on Compliance for Each Major Federal and State Program**

**Opinion on Each Major Federal Program**

We have audited the Borough of Red Bank's compliance with the types of compliance requirements identified as subject to audit in the OMB Compliance Supplement and the New Jersey State Grant Compliance Supplement that could have a direct and material effect on each of the Borough of Red Bank's major federal and state programs for the year ended December 31, 2022. The Borough of Red Bank's major federal and state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the Borough of Red Bank complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major federal and state programs for the year ended December 31, 2022.

**Basis for Opinion on Each Major Federal and State Program**

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements of Federal Awards (Uniform Guidance) and State of New Jersey Circular 15-08-OMB, Single Audit Policy for Recipients of Federal Grants, State Grants, and State Aid. Our responsibilities under those standards, the Uniform Guidance and State of New Jersey Circular 15-08-OMB are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

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

## **Responsibilities of Management for Compliance**

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

## **Auditor's Responsibilities for the Audit of Compliance**

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the Borough of Red Bank's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, Government Auditing Standards, the Uniform Guidance and State of New Jersey Circular 15-08-OMB will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the Borough of Red Bank's compliance with the requirements of each major federal and state program as a whole.

In performing an audit in accordance with generally accepted auditing standards, Government Auditing Standards, the Uniform Guidance and State of New Jersey Circular OMB 15-08-OMB, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the Borough of Red Bank's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the Borough of Red Bank's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance and State of New Jersey Circular OMB 15-08-OMB, but not for the purpose of expressing an opinion on the effectiveness of the Borough of Red Bank's internal control over compliance. Accordingly, no such opinion is expressed.

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

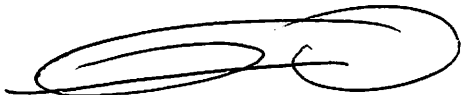
## Report on Internal Control Over Compliance

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

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance and State of New Jersey Circular 15-08-OMB. Accordingly, this report is not suitable for any other purpose.



Robert S. Oliwa  
Certified Public Accountant  
Registered Municipal Accountant #414

*Oliwa & Company*

Freehold, New Jersey  
September 28, 2023



**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2022**

Federal Grantor/ Pass-through Grantor/ Program Title	Federal Assist- ance Listing Number	Pass- through Entity Identifying Number	Grant Period	Grant Award Amount	(Memo Only) Cash Received	Federal Expenditures	(Memo Only) Cumulative Expenditures
United States Department of the Treasury Passed-through State of New Jersey Department of Community Affairs Coronavirus State and Local Fiscal Recovery Funds	21.027	100-022-0830- 687-046010	03/03/21- 12/31/24	\$1,252,463.92	<u>\$626,231.96</u>	<u>\$1,252,463.92</u>	<u>\$1,252,463.92</u>
United States Department of Health and Human Services Passed-through the County of Monmouth Senior Citizens Grant Title III: Part B Senior Citizen Grant	93.044	13-001	01/01/22- 12/31/22	29,312.00	<u>29,312.00</u>	<u>29,312.00</u>	<u>29,312.00</u>
United States Department of Transportation Passed-through State of New Jersey Department of Law and Public Safety Division of Highway Safety 2022 Distracted Driving Crackdown Grant	20.600	PT-22-03-04-31	10/01/21- 09/30/22	10,500.00	<u>7,070.00</u>	<u>7,070.00</u>	<u>7,070.00</u>
United States Department of Justice  2020 Bulletproof Vest Partnership Grant	16.607	N/A	09/01/21- 08/31/22	3,200.00	-	3,200.00	3,200.00
2021 Bulletproof Vest Partnership Grant	16.607	N/A	09/01/22- 08/31/23	2,800.00	-	1,569.95	1,569.95
Total United States Department of Justice					<u>-</u>	<u>4,769.95</u>	<u>4,769.95</u>
Total Federal Awards					<u>\$662,613.96</u>	<u>\$1,293,615.87</u>	<u>\$1,293,615.87</u>

Note: There were no awards passed through to subrecipients.

N/A - Not Available/Not Applicable

See accompanying notes to schedule of expenditures of federal awards and schedule of expenditures of state financial assistance.

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE**  
**FOR THE YEAR ENDED DECEMBER 31, 2022**

State Grantor Department/ Pass-through Grantor/ Program Title	State Grant Award Number or Account Number	Grant/Loan Award Period	Grant/Loan Award	State Expenditures	Cumulative Expenditures
New Jersey Department of Law and Public Safety					
Drunk Driving Enforcement Fund - 2020	066-6400-100-078	Open	\$9,280.24	\$1,833.00	\$2,279.00
Drunk Driving Enforcement Fund - 2022	066-6400-100-078	Open	5,423.16		
Alcohol Education, Rehabilitation and Enforcement - 2018 and Prior	98-9735-760-001	Open	33,942.82		1,950.00
Alcohol Education, Rehabilitation and Enforcement - 2020	98-9735-760-001	Open	8,384.35		
Alcohol Education, Rehabilitation and Enforcement - 2021	98-9735-760-001	Open	1,931.19		
Body Armor Replacement Grant - 2020	066-1020-718-001	Open	7,913.40	2,165.99	7,810.45
Body Armor Replacement Grant - 2022	066-1020-718-001	Open	4,810.14		
Body Worn Camera Grant - 2021	066-1020-495-092120	01/01/21-12/31/22	81,520.00	10,039.00	10,039.00
Pedestrian Safety, Enforcement and Education - 2021	066-1160-100-131	7/1/21-5/31/22	15,000.00	5,975.00	10,775.00
Total New Jersey Department of Law and Public Safety			<u>168,205.30</u>	<u>20,012.99</u>	<u>32,853.45</u>
New Jersey Department of Environmental Protection					
Clean Communities Program - 2018 and Prior	042-4900-765-004	Open	22,856.83	676.42	22,856.83
Clean Communities Program - 2020	042-4900-765-004	Open	45,310.48	1,076.36	1,076.36
Clean Communities Program - 2021	042-4900-765-004	Open	22,874.13		
Recycling Tonnage Grant - 2018 and Prior	042-4910-100-224	Open	35,661.52	7,079.11	35,661.52
Recycling Tonnage Grant - 2020	042-4910-100-224	Open	38,338.48	480.77	480.77
Recycling Tonnage Grant - 2021	042-4910-100-224	Open	16,633.95		
Recycling Tonnage Grant - 2022	042-4910-100-224	Open	16,415.63		
Green Acres Loan Program	042-4800-533-002	N/A	175,694.15	9,661.26	107,984.15
Urban & Community Forestry Program	N/A	Open	30,000.00		
New Jersey Environmental Infrastructure Financing Program - White Street Water and Sewer Improvements and Broad Street Sanitary Sewer Improvements	S340528-01	N/A	<u>1,600,197.00</u>	<u>1,174,455.00</u>	<u>1,600,197.00</u>
Total New Jersey Department of Environmental Protection			<u>2,003,982.17</u>	<u>1,193,428.92</u>	<u>1,768,256.63</u>
New Jersey Department of Transportation 2021 Municipal Aid Program	480-078-6320	Open	<u>220,000.00</u>		
Total State Awards			<u>\$2,392,187.47</u>	<u>\$1,213,441.91</u>	<u>\$1,801,110.08</u>

N/A - Not Available/Not Applicable

See accompanying notes to schedule of expenditures of federal awards and schedule of expenditures of state financial assistance.

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND  
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE  
FOR THE YEAR ENDED DECEMBER 31, 2022**

**NOTE 1: BASIS OF PRESENTATION**

The accompanying schedule of expenditures of federal awards and schedule of expenditures of state financial assistance (the "Schedules") include the federal and state award activity of the Borough of Red Bank (the "Borough") under programs of the federal government and state government for the year ended December 31, 2022. The Borough is defined in Note 1(A) to the Borough's financial statements. The information in these Schedules is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance) and State of New Jersey Circular 15-08-OMB, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid. All federal and state financial assistance passed through other government agencies are included in the Schedules. Because the Schedules present only a selected portion of the operations of the Borough, it is not intended to and does not present the financial position, changes in net position, or cash flows of the Borough.

**NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Current year and cumulative expenditures on the Schedules are reported on the basis of accounting as described in Note 1 to the Borough's regulatory basis financial statements. 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.

**NOTE 3: INDIRECT COST RATE**

The Borough has elected not to use the 10% de minimis indirect cost rate allowed under the Uniform Guidance.

**NOTE 4: RELATIONSHIP TO THE REGULATORY BASIS FINANCIAL STATEMENTS**

The amounts reported in the accompanying Schedules agree with amounts reported in the Borough's regulatory basis financial statements.

**NOTE 5: RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS**

The amounts reported in the accompanying Schedules agree with amounts reported in the related federal and state financial reports.

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND  
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE  
FOR THE YEAR ENDED DECEMBER 31, 2022  
(Continued)**

NOTE 6: LOANS OUTSTANDING

The Borough had the following loans outstanding as of December 31, 2022:

Water/Sewer Utility Capital Fund	
New Jersey Environmental Infrastructure Loans	<u>\$3,509,266.42</u>
General Capital Fund	
Green Trust Loan	<u>\$67,710.00</u>

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

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

**SECTION I – SUMMARY OF AUDITOR’S RESULTS**

1. The independent auditor’s report expressed an adverse opinion on the conformity of the regulatory basis financial statements with accounting principles generally accepted in the United States of America. We expressed unmodified opinions on the regulatory basis financial statements of the Current Fund, General Capital Fund, Water/Sewer Utility Fund, Parking Utility Fund, Payroll Fund and the General Fixed Assets Account Group, and a qualified opinion on the Trust Fund.
2. No material weaknesses or significant deficiencies relative to internal control over financial reporting were identified.
3. No instances of noncompliance material to the financial statements were noted.
4. No material weaknesses or significant deficiencies in internal control over major federal and state program compliance were identified.
5. The independent auditor’s report on compliance for major federal and state award programs expresses an unmodified opinion.
6. There were no audit findings that are required to be reported in accordance with 2 CFR section 200.516(a) of the Uniform Guidance or in accordance with State of New Jersey Circular 15-08-OMB.
7. The programs tested as a major federal and state programs were:

<u>Federal Program</u>	<u>Listing Number</u>
United States Department of the Treasury Coronavirus State and Local Fiscal Recovery Funds	21.027
	State
<u>State Program</u>	<u>Account Number</u>
New Jersey Department of Environmental Protection New Jersey Environmental Infrastructure Financing Program White Street Water and Sewer Improvements and Broad Street Sanitary Sewer Improvements	S340528-01

8. The threshold used for distinguishing between Type A and B federal and state programs was \$750,000.00.
9. The Borough does not qualify as a low-risk auditee for federal and state programs.

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2022**  
**(Continued)**

**SECTION II – FINANCIAL STATEMENT FINDINGS**

No financial statement findings were identified.

**SECTION III – FEDERAL AND STATE PROGRAMS FINDINGS AND QUESTIONED COSTS**

No findings or questioned costs were identified.

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**SCHEDULE OF PRIOR YEAR AUDIT FINDINGS**  
**FOR THE YEAR ENDED DECEMBER 31, 2022**

**STATUS OF PRIOR YEAR AUDIT FINDINGS**

There were no prior year audit findings.

**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**PART V**

**COMMENTS AND RECOMMENDATIONS**

**YEAR ENDED DECEMBER 31, 2022**



**BOROUGH OF RED BANK**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**COMMENTS AND RECOMMENDATIONS**  
**YEAR ENDED DECEMBER 31, 2022**

**Current Year Recommendations**

There are no current year recommendations.

**Status of Prior Year Recommendation**

Corrective action has been taken by the Borough on the prior year recommendation relative to the updating of policies and procedures to include provisions for the taking of a physical inventory of fixed assets.