PKF O'CONNOR DAVIES
ACCOUNTANTS AND ADVISORS

TOWNSHIP OF FLORENCE
COUNTY OF BURLINGTON, NEW JERSEY

REPORT OF AUDIT

FOR THE YEAR ENDED
DECEMBER 31, 2025

KNOW GREATER VALUE™

TOWNSHIP OF FLORENCE
TABLE OF CONTENTS

Exhibit No.		Page No.
	PART 1	
	Independent Auditors' Report	2
	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	5
	CURRENT FUND	
A	Balance Sheets--Regulatory Basis	7
A-1	Statements of Operations and Changes in Fund Balance--Regulatory Basis	9
A-2	Statement of Revenues--Regulatory Basis	11
A-3	Statement of Expenditures--Regulatory Basis	13
	TRUST FUND	
B	Balance Sheets--Regulatory Basis	20
B-1	Municipal Open Space Trust Fund--Statements of Operations and Changes In Reserve for Future Use--Regulatory Basis	22
B-2	Municipal Open Space Trust Fund--Statement of Revenues--Regulatory Basis	23
B-3	Municipal Open Space Trust Fund--Statement of Expenditures--Regulatory Basis	24
	GENERAL CAPITAL FUND	
C	Balance Sheets--Regulatory Basis	25
C-1	Statement of Fund Balance--Regulatory Basis	26
	WATER & SEWER UTILITY FUND	
D	Balance Sheets--Regulatory Basis	27
D-1	Water & Sewer Utility Operating Fund--Statements of Operations and Changes in Operating Fund Balance--Regulatory Basis	29
D-2	Water & Sewer Utility Capital Fund--Statement of Fund Balance--Regulatory Basis	30
D-3	Water & Sewer Utility Operating Fund--Statement of Revenues--Regulatory Basis	31
D-4	Water & Sewer Utility Operating Fund--Statement of Expenditures--Regulatory Basis	32
	GENERAL FIXED ASSET GROUP OF ACCOUNTS	
E	Statement of General Fixed Asset Account Group -- Regulatory Basis	33
	Notes to Financial Statements	34

TOWNSHIP OF FLORENCE
TABLE OF CONTENTS (CONT'D)

Exhibit No.		Page No.
	SUPPLEMENTAL EXHIBITS	
	CURRENT FUND	
SA-1	Statement of Current Cash Per N.J.S.A. 40A:5-5--Treasurer	67
SA-2	Statement of Current Cash Per N.J.S.A. 40A:5-5--Collector	69
SA-3	Schedule of Change Funds	70
SA-4	Statement of Due to State of New Jersey DCA Training Fees	70
SA-5	Statement of Taxes Receivable and Analysis of Property Tax Levy	71
SA-6	Statement of Tax Title Liens	72
SA-7	Statement of Revenue Accounts Receivable	73
SA-8	Statement of 2024 Appropriation Reserves	74
SA-9	Statement of Due to State of New Jersey Veterans' and Senior Citizens' Deductions	76
SA-10	Statement of Prepaid Taxes	77
SA-11	Statement of Tax Overpayments	77
SA-12	Statement of Due County for Added and Omitted Taxes	78
SA-13	Statement of Accounts Payable	78
SA-14	Statement of Due County for PILOT Collections	79
SA-15	Statement of County Taxes Payable	80
SA-16	Statement of Local District School Tax Payable	80
SA-17	Statement of Municipal Open Space Taxes Payable	81
SA-18	Statement of Fire District Taxes Payable	81
SA-19	Statement of Due to State of New Jersey--Marriage Licenses and Burial Permit Fees	82
SA-20	Statement of Reserve for Library Aid	82
SA-21	Statement of Due to State of New Jersey Lead Inspections Fees	83
SA-22	Statement of Reserve for Land Lease	83
SA-23	Federal, State and Local Grant Fund--Statement of Due from Current Fund	84
SA-24	Federal, State and Local Grant Fund--Statement of Federal, State and Local Grants Receivable	85
SA-25	Federal, State and Local Grant Fund--Statement of Reserve for Federal, State and Local Grants--Unappropriated	86
SA-26	Federal, State and Local Grant Fund--Statement of Reserve for Federal, State and Local Grants--Appropriated	87

TOWNSHIP OF FLORENCE
TABLE OF CONTENTS (CONT'D)

Exhibit No.		Page No.
	TRUST FUND	
SB-1	Statement of Trust Cash Per N.J.S.A. 40A:5-5--Treasurer	89
SB-2	Trust Other Fund--Statement of Trust Cash Per N.J.S.A. 40A:5-5--Collector	90
SB-3	Trust Other Fund--Statement of Due to Current Fund	91
SB-4	Animal Control Fund--Statement of Due to Current Fund	92
SB-5	Animal Control Fund--Statement of Reserve for Dog Fund Expenditures	93
SB-6	Animal Control Fund--Statement of Due to State of New Jersey	93
SB-7	Trust Other Fund--Statement of Payroll Deductions Payable	94
SB-8	Municipal Open Space Trust Fund--Statement of Due from Current Fund	95
SB-9	Trust Other Fund--Statement of Changes in Miscellaneous Trust Other Reserves	96
SB-10	Trust Other Fund--Statement of Accounts Receivable	97
	GENERAL CAPITAL FUND	
SC-1	Statement of General Capital Cash Per N.J.S.A. 40A:5-5--Treasurer	99
SC-2	Analysis of General Capital Cash and Investments	100
SC-3	Statement of Due from / (to) Current Fund	102
SC-4	Statement of Deferred Charges to Future Taxation--Funded	102
SC-5	Statement of Deferred Charges to Future Taxation--Unfunded	103
SC-6	Statement of Improvement Authorizations	104
SC-7	Statement of Reserve for Payment of Bonds and Notes	105
SC-8	Statement of Capital Improvement Fund	105
SC-9	Statement of Grants Receivable	106
SC-10	Statement of General Serial Bonds	107
SC-11	Statement of Bond Anticipation Notes	109
SC-12	Statement of Bonds and Notes Authorized But Not Issued	110
	WATER & SEWER UTILITY FUND	
SD-1	Statement of Water & Sewer Utility Cash Per N.J.S.A. 40A:5-5--Treasurer	112
SD-2	Water & Sewer Utility Operating Fund--Statement of Water & Sewer Utility Operating Cash Per N.J.S.A. 40A:5-5--Water & Sewer Collector	113
SD-3	Water & Sewer Utility Capital Fund--Analysis of Water & Sewer Utility Capital Cash	114
SD-4	Water & Sewer Utility Capital Fund--Analysis of Water & Sewer Utility Assessment Trust Cash	115
SD-5	Water & Sewer Utility Operating Fund--Statement of Consumer Accounts Receivable	116
SD-6	Water & Sewer Utility Operating Fund--Statement of Water & Sewer Utility Liens Receivable	116

TOWNSHIP OF FLORENCE
TABLE OF CONTENTS (CONT'D)

Exhibit No.		Page No.
	WATER & SEWER UTILITY FUND (CONT'D)	
SD-7	Water & Sewer Utility Capital Fund--Statement of Due to General Capital Fund	117
SD-8	Water & Sewer Assessment Trust Fund--Statement of Due to Current Fund	117
SD-9	Water & Sewer Utility Operating Fund--Statement of 2024 Appropriation Reserves	118
SD-10	Water & Sewer Utility Capital Fund--Statement of Fixed Capital	119
SD-11	Water & Sewer Utility Capital Fund--Statement of Fixed Capital Authorized and Uncompleted	120
SD-12	Water & Sewer Utility Operating Fund--Statement of Prepaid Water & Sewer Rents	121
SD-13	Water & Sewer Utility Operating Fund--Statement of Water & Sewer Rental Overpayments	121
SD-14	Water & Sewer Utility Operating Fund--Statement of Due from Water & Sewer Utility Capital Fund	122
SD-15	Water & Sewer Utility Operating Fund--Statement of Due to Current Fund	122
SD-16	Water & Sewer Utility Operating Fund--Statement of Due from General Capital Fund	123
SD-17	Water & Sewer Utility Operating Fund--Statement of Due from Open Space Trust Fund	123
SD-18	Water & Sewer Utility Capital Fund--Statement of Due to Water & Sewer Utility Operating Fund	123
SD-19	Water & Sewer Utility Assessment Trust Fund--Statement of Due to Water and Sewer Utility Operating Fund	124
SD-20	Water & Sewer Utility Operating Fund--Statement of Accrued Interest on Loans, Bonds and Notes and Analysis of Balance	125
SD-21	Water & Sewer Utility Capital Fund--Statement of Improvement Authorizations	126
SD-22	Water & Sewer Utility Capital Fund--Statement of Reserve for Amortization	127
SD-23	Water & Sewer Utility Capital Fund-Statement of Deferred Reserve for Amortization	128
SD-24	Water & Sewer Utility Capital Fund--Statement of Serial Bonds	129
SD-25	Water & Sewer Utility Capital Fund--Statement of Bonds and Notes Authorized but Not Issued	130
	PART 2	
	Schedule of Findings and Recommendations	132
	Summary Schedule of Prior Year Audit Findings and Recommendations as Prepared by Management	133
	OFFICIALS IN OFFICE AND SURETY BONDS	134
	APPRECIATION	135

TOWNSHIP OF FLORENCE

PART I

REPORT OF AUDIT OF FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2025

PKF O'CONNOR DAVIES
ACCOUNTANTS AND ADVISORS

INDEPENDENT AUDITORS' REPORT

The Honorable Mayor and
Members of the Township Council
Township of Florence
Florence, New Jersey

Report on the Audit of the Regulatory Basis Financial Statements

Opinions

We have audited the accompanying balance sheets - regulatory basis of the various funds of the Township of Florence, in the County of Burlington, State of New Jersey ("Township"), as of December 31, 2025, the related statements of operations and changes in reserve for future use and fund balance - regulatory basis, the related statements of revenues - regulatory basis, statements of expenditures - regulatory basis, and statement of general fixed asset group of accounts - regulatory basis for the year ended December 31, 2025, and the related notes to the financial statements, which collectively comprise the Township's basic financial statements as listed in the table of contents.

Unmodified Opinions on Regulatory Basis of Accounting

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

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

In our opinion, because of the significance of the matter discussed in the *Basis for Adverse Opinion on Accounting Principles Generally Accepted in the United States of America* section of our report, the accompanying financial statements referred to above do not present fairly the financial position of the Township, as of December 31, 2025, or the results of its operations and changes in fund balance for the year then ended, in accordance with accounting principles generally accepted in the United States of America.

PKF O'Connor Davies LLP is a member firm of the PKF International Limited network of legally independent firms and does not accept any responsibility or liability for the actions or inactions on the part of any other individual member firm or firms.

Basis for Opinions on Regulatory Basis of Accounting

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

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

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

Report on Prior Year Financial Statements

The financial statements of the Township, as of and for the year ended December 31, 2024, were audited by Bowman & Company LLP whose owners became partners with PKF O'Connor Davies, LLP, and whose report dated June 25, 2025, expressed an unmodified opinion on the regulatory basis of accounting and an adverse opinion on accounting principles generally accepted in the United States of America.

Responsibilities of Management for the Financial Statements

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

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

Auditors' 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 auditors' report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with auditing standards generally accepted in the United States of America, requirements prescribed by the Division, 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 auditing standards generally accepted in the United States of America, requirements prescribed by the Division, 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 Township's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Township's ability to continue as a going concern for a reasonable period of time.

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Township's basic financial statements. The accompanying supplemental statements and schedules presented for the various funds, as listed in the table of contents, are presented for purposes of additional analysis as required by the Division, and are not a required part of the basic financial statements.

Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying supplemental statements and schedules 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 August 25, 2026 on our consideration of the Township's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Township's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Township's internal control over financial reporting and compliance.

PKF O'Connor Davies, LLP

PKF O'Connor Davies, LLP
Voorhees, New Jersey
August 25, 2026

Todd R. Saler
Certified Public Accountant
Registered Municipal Accountant

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

INDEPENDENT AUDITORS' REPORT

The Honorable Mayor and
Members of the Township Council
Township of Florence
Florence, New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America, the standards applicable to financial statement audits contained in *Government Auditing Standards,* issued by the Comptroller General of the United States, and audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey ("Division"), the financial statements prepared on a regulatory basis of accounting prescribed by the Division, of the Township of Florence, in the County of Burlington, State of New Jersey ("Township"), as of and for the year ended December 31, 2025, and the related notes to the financial statements, which collectively comprise the Township's basic financial statements, and have issued our report thereon dated August 25, 2026. That report indicated that the Township's financial statements were not prepared in accordance with accounting principles generally accepted in the United States of America, but were prepared on a regulatory basis of accounting prescribed by the Division.

Report on Internal Control over Financial Reporting

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

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

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

PKF O'Connor Davies LLP is a member firm of the PKF International Limited network of legally independent firms and does not accept any responsibility or liability for the actions or inactions on the part of any other individual member firm or firms.

Report on Compliance and Other Matters

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

Purpose of this Report

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

PKF O'Connor Davies, LLP

PKF O'Connor Davies, LLP
Voorhees, New Jersey
August 25, 2026

Todd R. Saler
Certified Public Accountant
Registered Municipal Accountant

TOWNSHIP OF FLORENCE
CURRENT FUND
Balance Sheets -- Regulatory Basis
As of December 31, 2025 and 2024

	Ref.	2025	2024
ASSETS			
Current Fund:			
Cash	SA-1	$ 6,201,612.78	$ 6,987,974.85
Change Funds	SA-3	550.00	550.00
		6,202,162.78	6,988,524.85
Receivables and Other Assets with Full Reserves:			
Delinquent Property Taxes Receivable	SA-5	428,675.36	258,514.76
Tax Title Liens Receivable	SA-6	307,579.44	289,649.78
Property Acquired for Taxes--Assessed Valuation	A	39,100.00	39,100.00
Revenue Accounts Receivable	SA-7	96,388.21	98,050.34
Due from Animal Control Fund	SB-4	180.91	702.48
Due from Assessment Trust Fund	SB-1	144.43	222.71
Due from Trust Other Funds	SB-3	694.33	156,944.39
Due from General Capital Fund	SC-3	116,244.75	
Due from Water & Sewer Utility Operating Fund	SD-15	22,803.77	287,153.35
Due from Water & Sewer Assessment Trust Fund	SD-8		79,747.64
		1,011,811.20	1,210,085.45
		7,213,973.98	8,198,610.30
Federal, State and Local Grant Fund:			
Federal, State and Local Grants Receivable	SA-22	54,909.35	67,954.65
Due from Current Fund	SA-23	968,480.75	557,446.25
		1,023,390.10	625,400.90
		$ 8,237,364.08	$ 8,824,011.20

(Continued)

TOWNSHIP OF FLORENCE
CURRENT FUND
Balance Sheets -- Regulatory Basis
As of December 31, 2025 and 2024

	Ref.	2025	2024
LIABILITIES, RESERVES AND FUND BALANCE			
Current Fund:			
Liabilities:			
Appropriation Reserves	A-3; SA-8	$ 1,001,696.40	$ 1,129,169.42
Reserve for Encumbrances	A-3; SA-8	246,645.23	82,976.76
Prepaid Taxes	SA-10	331,240.11	349,445.11
Tax Overpayments	SA-11	19,080.14	15,023.02
Due County For Added and Omitted Taxes	SA-12	11,501.18	71,137.64
Accounts Payable	SA-13	775.00	13,902.57
Due to County for PILOT Collections	SA-14	154,718.86	358,566.01
Local District School Tax Payable	SA-16	1,718,949.52	1.52
Reserve for Tax Appeals	A	16,560.30	16,560.30
Reserve for Library Aid	SA-20	11,919.67	9,988.67
Reserve for Land Lease	SA-22	45,500.00	42,000.00
Due to State of New Jersey:			
DCA Training Fees	SA-4	7,910.00	5,968.00
Veterans and Senior Citizens Deductions	SA-9	65,753.68	62,107.93
Marriage Licenses and Burial Permit Fees	SA-19	1,000.00	1,225.00
Lead Inspections Fees	SA-21	4,420.00	4,520.00
Due to Federal, State and Local Grant Fund	SA-23	968,480.75	557,446.25
Due to Open Space Trust Fund	SB-8	282.63	1,976.99
Due to General Capital Fund	SC-3		960,303.22
Due to Water & Sewer Utility Capital Fund	SD-14		1,781,732.99
		4,606,433.47	5,464,051.40
Reserve for Receivables and Other Assets	A	1,011,811.20	1,210,085.45
Fund Balance	A-1	1,595,729.31	1,524,473.45
		7,213,973.98	8,198,610.30
Federal, State and Local Grant Fund:			
Due to General Capital Fund	C	261,891.57	261,891.57
Reserve for Federal, State and Local Grants:			
Unappropriated	SA-25	71,872.13	46,935.63
Appropriated	SA-26	662,994.59	316,417.70
Reserve for Encumbrances	SA-26	26,631.81	156.00
		1,023,390.10	625,400.90
		$ 8,237,364.08	$ 8,824,011.20

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

TOWNSHIP OF FLORENCE
CURRENT FUND
Statements of Operations and Changes in Fund Balance -- Regulatory Basis
For the Years Ended December 31, 2025 and 2024

	Ref.	2025	2024
Revenue and Other Income Realized			
Fund Balance Utilized	A-2	$ 725,000.00	$ 900,000.00
Miscellaneous Revenue Anticipated	A-2	7,768,050.92	7,253,574.07
Receipts from Delinquent Taxes	A-2	260,138.42	314,257.16
Receipts from Current Taxes	A-2	41,163,381.09	37,511,585.02
Non-Budget Revenues	A-2	118,475.16	129,543.03
Other Credits to Income:			
Unexpended Balance of Appropriation Reserves	SA-8	1,029,737.12	374,966.76
Cancelation of:			
Accounts Payable	SA-13	20,107.57	
Reserves Liquidated:			
Due Animal Control Fund	A	521.57	
Due Trust Assessment Fund	A	78.28	12,131.02
Total Income		51,085,490.13	46,496,057.06
Expenditures			
Budget and Emergency Appropriations:			
Operations Within "CAPS":			
Salaries and Wages	A-3	6,994,914.18	6,558,786.69
Other Expenses	A-3	3,981,600.00	3,741,668.50
Deferred Charges and Statutory Expenditures Within "CAPS"	A-3	1,827,191.00	1,755,161.00
Operations--Excluded from "CAPS":			
Salaries and Wages	A-3	78,626.66	76,947.81
Other Expenses	A-3	479,062.97	291,202.48
Capital Improvements--Excluded from "CAPS"	A-3	50,000.00	100,000.00
Municipal Debt Service--Excluded from "CAPS"	A-3	2,196,589.45	2,004,937.50
Deferred Charges Municipal--Excluded from "CAPS"	A-3		27.89
County Taxes	SA-15	5,475,715.95	5,507,395.67
County Share of Added and Omitted Taxes	SA-12	11,501.18	71,137.64
Local District School Tax	SA-16	24,453,665.00	20,864,236.00
Municipal Open Space Tax	SA-17	134,787.55	135,809.27
Fire District Taxes	SA-18	3,971,121.80	3,784,396.93
Refund of Prior Year Revenue:			
Prior Year County PILOT	SA-14	489,595.82	
Disbursed	SA-1	501.87	32,012.70
Other	SA-11	1,734.61	
Veterans and Senior Citizens Deductions Disallowed:			
By Tax Collector (Net)--Prior Year Taxes	SA-9	1,911.00	633.56
Reimbursement due to State Taxation Audit	SA-9	1,000.00	1,000.00

(Continued)

TOWNSHIP OF FLORENCE
CURRENT FUND
Statements of Operations and Changes in Fund Balance -- Regulatory Basis
For the Years Ended December 31, 2025 and 2024

	Ref.	2025	2024
Expenditures (Cont'd)			
Reserves Created:			
Due Animal Control Fund	A		$ 253.77
Due Trust Other Funds	A	$ 666.71	
Due from Assessment Trust Fund	A		159.61
Due General Capital Fund	A	116,244.75	
Due Water/Sewer Utility Assessment Fund	A		46,000.00
Due Water/Sewer Utility Operating Fund	A	22,803.77	192,383.98
Total Expenditures		50,289,234.27	45,164,151.00
Excess In Revenue		796,255.86	1,331,906.06
Fund Balance			
Balance Jan. 1	A	1,524,473.45	1,092,567.39
		2,320,729.31	2,424,473.45
Decreased by:			
Utilized as Revenue	A-2	725,000.00	900,000.00
Balance Dec. 31	A	$ 1,595,729.31	$ 1,524,473.45

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

TOWNSHIP OF FLORENCE
CURRENT FUND
Statement of Revenues -- Regulatory Basis
For the Year Ended December 31, 2025

	Ref.	Budget	Special N.J.S.40A:4-87	Realized	Excess or (Deficit)
Fund Balance Anticipated	A-1	$ 725,000.00	$ -	$ 725,000.00	$ -
Miscellaneous Revenues:					
Licenses:					
Alcoholic Beverages	SA-7	28,300.00		22,500.00	(5,800.00)
Fees and Permits	SA-7	400,000.00		438,290.42	38,290.42
Fines and Costs:					
Municipal Court	SA-7	150,000.00		134,247.65	(15,752.35)
Interest and Costs on Taxes	SA-7	75,000.00		54,423.69	(20,576.31)
Interest on Investments and Deposits	SA-7	200,000.00		230,822.94	30,822.94
Energy Receipts Tax	SA-7	1,367,477.00		1,367,477.08	0.08
Uniform Construction Code Fees	SA-7	370,000.00		537,866.60	167,866.60
Special Items of General Revenue Anticipated with Prior Written					
Consent of Director of Local Government Services:					
Public and Private Revenues Off-Set with Appropriations:					
Recycling Tonnage Grant	A-3		49,225.28	49,225.28	
2023 Local Recreation Improvement Grant	A-3		32,805.25	32,805.25	
2024 Local Recreation Improvement Grant	A-3		375,000.00	375,000.00	
Body Armor Replacement Grant	A-3	2,647.90		2,647.90	
National Opioid Settlement Proceeds	A-3	10,284.35	2,211.47	12,495.82	
Bulletproof Vest Program	A-3	4,277.00		4,277.00	
Municipal Drug Alliance Program	A-3	325.00		325.00	
Clean Communities Program	A-3	29,401.38		29,401.38	
Other Special Items:					
PILOT Programs	SA-7	2,970,000.00		3,040,067.91	70,067.91
General Capital Surplus	SA-7	400,000.00		400,000.00	
Landfill Fees - Host Community Benefits - 2025	SA-7	208,945.51		237,929.42	28,983.91
Fees - Host Community Benefits - 2024 Received in 2025	SA-7	98,505.34		98,505.34	
Interfunds - Water & Sewer Operating Fund	SA-7	287,153.35		287,153.35	
Interfunds - Water & Sewer Assessment Fund	SA-7	79,747.64		79,747.64	
Interfunds - Trust Other Fund	SA-7	179,875.17		156,944.39	(22,930.78)
Off-Duty Police Administrative Fees	SA-7	61,000.00		97,896.86	36,896.86
Reserve for Payment of Bonds	SA-7	78,000.00		78,000.00	
Total Miscellaneous Revenues		7,000,939.64	459,242.00	7,768,050.92	307,869.28
Receipts from Delinquent Taxes	A-2a	255,000.00	-	260,138.42	5,138.42
Amount to be Raised by Taxes for Support of Municipal Budget:					
Local Tax for Municipal Purposes Including Reserve for Uncollected Taxes	A-2a	7,475,364.33	-	7,424,140.77	(51,223.56)
Budget Totals		15,456,303.97	459,242.00	16,177,330.11	261,784.14
Non-Budget Revenue	A-2a	-	-	118,475.16	118,475.16
		$ 15,456,303.97	$ 459,242.00	$ 16,295,805.27	$ 380,259.30

(Continued)

TOWNSHIP OF FLORENCE
CURRENT FUND
Statement of Revenues -- Regulatory Basis
For the Year Ended December 31, 2025

Analysis of Realized Revenues	Ref.		
Allocation of Current Tax Collections:			
Revenue from Collections	SA-5		$ 41,163,381.09
Allocated to:			
County, School, Municipal Open Space and Fire District Taxes	SA-5		34,046,791.48
Balance for Support of Municipal Budget Appropriations			7,116,589.61
Add: Appropriation "Reserve for Uncollected Taxes"	A-3		307,551.16
Amount for Support of Municipal Budget Appropriations			$ 7,424,140.77
Receipts from Delinquent Taxes:			
Delinquent Tax Collections	SA-5		$ 260,138.42
Fees and Permits:			
Clerk			$ 20,720.00
Tower Rentals			194,767.91
Cable Franchise			41,890.99
Community Center Rentals			500.00
Vacant Property			26,250.00
Landlord			30,125.00
Lead Inspections			1,540.00
Zoning			10,475.00
Housing Inspections			75,490.00
Registrar of Vital Statistics			6,503.00
Police Reports			22,171.42
Clerk Reports			397.10
Other			7,460.00
	SA-7		$ 438,290.42
Miscellaneous Revenue Not Anticipated:			
Treasurer:			
Administrative Fees:			
Senior Citizen and Veteran Deductions		$ 1,477.25	
JIF Awards and Reimbursements		67,220.70	
Book Recycling		26.98	
Used Clothing Recycling		614.74	
Recycling Fees		6,867.90	
DMV Inspection Fines		200.00	
Other Miscellaneous		42,067.59	
	A-2		$ 118,475.16

TOWNSHIP OF FLORENCE
CURRENT FUND
Statement of Expenditures -- Regulatory Basis
For the Year Ended December 31, 2025

	Appropriations		Expended			Unexpended
	Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	Balance Canceled
OPERATIONS--WITHIN "CAPS"						
GENERAL GOVERNTMENT						
DIVISION OF ADMINISTRATION AND FINANCE						
Business Administration Office						
Salaries and Wages	$ 294,125.77	$ 294,125.77	$ 290,035.27		$ 4,090.50	
Other Expenses	50,500.00	50,500.00	36,774.69	$ 7,155.14	6,570.17	
Mayor and Council						
Salaries and Wages	40,654.00	40,654.00	40,653.96		0.04	
Other Expenses	10,550.00	10,550.00	3,518.44	332.58	6,698.98	
Office of the Municipal Clerk						
Salaries and Wages	120,995.00	120,995.00	120,993.29		1.71	
Other Expenses	26,355.00	26,355.00	25,294.45	190.44	870.11	
DEPARTMENT OF THE TREASURY						
Treasurer						
Salaries and Wages	37,571.00	37,571.00	37,570.18		0.82	
Other Expenses	35,470.00	35,470.00	30,427.39	86.95	4,955.66	
DIVISION OF ACCOUNTS AND COTROLS						
Municipal Auditor						
Other Expenses	30,000.00	30,000.00	29,160.00	550.00	290.00	
DIVISION OF REVENUES						
Office of Tax Collector						
Salaries and Wages	66,519.00	66,519.00	66,459.92		59.08	
Other Expenses	17,200.00	17,200.00	12,278.23		4,921.77	
Office of Tax Assessor						
Salaries and Wages	75,350.00	75,350.00	74,166.28		1,183.72	
Other Expenses	26,050.00	26,050.00	21,310.00		4,740.00	
Tax Map Revisions	5,000.00	5,000.00			5,000.00	
DIVISION OF LAW						
Township Solicitor						
Other Expenses	60,000.00	60,000.00	55,319.00	4,640.60	40.40	
Special Counsel						
Other Expenses	51,500.00	51,500.00	26,169.05	300.00	25,030.95	

(Continued)

TOWNSHIP OF FLORENCE
CURRENT FUND
Statement of Expenditures -- Regulatory Basis
For the Year Ended December 31, 2025

	Appropriations		Expended			Unexpended
	Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	Balance Canceled
OPERATIONS--WITHIN "CAPS" (CONT'D)						
DIVISION OF ENGINEERING						
Township Engineer						
Other Expenses	$ 125,000.00	$ 125,000.00	$ 65,403.86	$ 36,407.43	$ 23,188.71	
Industrial Development Promotion						
Other Expenses	19,500.00	19,500.00		4,500.00	15,000.00	
LAND USE ADMINISTRATION						
DIVISION OF PLANNING AND DEVELOPMENT						
Municipal Land Use Law (N.J.S.A. 40:55D-1)						
Planning Board						
Salaries and Wages	15,000.00	15,000.00	13,713.35		1,286.65	
Other Expenses	15,700.00	15,700.00	8,583.96		7,116.04	
Board of Adjustment						
Other Expenses	11,800.00	11,800.00	5,990.88		5,809.12	
INSURANCE						
Group Insurance Plan for Employees	929,050.00	929,050.00	828,099.20	69,480.66	31,470.14	
Workers Compensation Insurance	169,000.00	169,000.00	168,895.00		105.00	
Liability Insurance	142,580.00	142,580.00	132,601.55		9,978.45	
Health Benefit Waiver	36,000.00	38,000.00	38,000.00			
PUBLIC SAFETY						
DEPARTMENT OF POLICE FORCE						
Police Force						
Salaries and Wages	4,493,654.41	4,470,654.41	4,141,947.03		328,707.38	
Other Expenses	331,670.00	331,670.00	263,688.56	26,198.83	41,782.61	
Office of Emergency Management Services						
Salaries and Wages	5,300.00	5,300.00	5,300.00			
Other Expenses	2,250.00	2,250.00			2,250.00	
Municipal Prosecutor						
Salaries and Wages	24,000.00	24,000.00	20,833.30	3,166.69	0.01	

(Continued)

TOWNSHIP OF FLORENCE
CURRENT FUND
Statement of Expenditures -- Regulatory Basis
For the Year Ended December 31, 2025

	Appropriations		Expended			Unexpended
	Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	Balance Canceled
OPERATIONS--WITHIN "CAPS" (CONT'D)						
PUBLIC WORKS						
DEPARTMENT OF PUBLIC WORKS						
Road Repair and Maintenance						
Salaries and Wages	$ 263,678.00	$ 256,678.00	$ 253,293.16		$ 3,384.84	
Other Expenses	177,860.00	177,860.00	101,694.07	$ 30,894.63	45,271.30	
Maintenance of Traffic Lights						
Other Expenses	4,100.00	5,100.00	4,093.38	245.90	760.72	
Shade Tree						
Other Expenses	44,600.00	44,600.00	33,304.84		11,295.16	
Sanitation						
Salaries and Wages	576,633.00	581,633.00	571,656.16		9,976.84	
Other Expenses	58,370.00	58,370.00	56,031.78	1,647.53	690.69	
Contractual	505,000.00	505,000.00	491,162.25		13,837.75	
Public Buildings and Grounds						
Salaries and Wages	55,882.00	49,882.00	48,312.10		1,569.90	
Other Expenses	137,965.00	137,965.00	68,522.62	5,620.50	63,821.88	
Condominium Services						
Other Expenses	92,500.00	92,500.00	12,516.04		79,983.96	
HEALTH AND HUMAN SERVICES						
DIVISION OF HEALTH AND WELFARE						
Board of Health						
Salaries and Wages	4,444.00	4,444.00	4,444.00			
Other Expenses	1,325.00	1,325.00	1,296.17		28.83	
Environmental Commission (N.J.S.A. 40:56A et. seq.)						
Other Expenses	1,425.00	1,425.00	63.77		1,361.23	
Animal Control						
Other Expenses	35,000.00	35,000.00	10,607.63	3,925.00	20,467.37	

(Continued)

TOWNSHIP OF FLORENCE
CURRENT FUND
Statement of Expenditures -- Regulatory Basis
For the Year Ended December 31, 2025

	Appropriations		Expended			Unexpended
	Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	Balance Canceled
OPERATIONS--WITHIN "CAPS" (CONT'D)						
RECREATION						
DIVISION OF RECREATION						
Recreation						
Other Expenses	$ 77,100.00	$ 77,100.00	$ 43,683.21	$ 1,350.00	$ 32,066.79	
Celebration of Public Events, Anniversary or Holiday						
Other Expenses	9,500.00	9,500.00	4,203.97	39.23	5,256.80	
Parks and Playgrounds						
Salaries and Wages	142,577.00	127,577.00	119,256.14		8,320.86	
Other Expenses	83,280.00	83,280.00	34,072.25	9.99	49,197.76	
EDUCATION						
Expense At Participation of Free County Library						
Salaries and Wages	129,800.00	129,800.00	129,800.00			
Other Expenses	21,780.00	21,780.00	17,052.20	2,781.04	1,946.76	
UTILITIES AND BULK PURCHASES						
UTILITY EXPENSES						
Electricity and Natural Gas	140,000.00	140,000.00	125,572.31	10,966.65	3,461.04	
Street Lighting	195,000.00	215,000.00	194,794.79	20,205.21		
Telecommunications	39,500.00	44,500.00	38,860.76	1,014.26	4,624.98	
Petroleum Products	167,000.00	139,000.00	80,870.89	11,901.39	46,227.72	
RECYCLING AND LANDFILL						
Solid Waste Disposal Fee	8,200.00	8,200.00	4,594.47	205.78	3,399.75	
COURT AND PUBLIC DEFENDER						
Municipal Court						
Salaries and Wages	231,386.00	231,386.00	227,509.31		3,876.69	
Other Expenses	22,420.00	22,420.00	13,058.16	67.50	9,294.34	

(Continued)

TOWNSHIP OF FLORENCE
CURRENT FUND
Statement of Expenditures -- Regulatory Basis
For the Year Ended December 31, 2025

	Appropriations		Expended			Unexpended
	Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	Balance Canceled
OPERATIONS--WITHIN "CAPS" (CONT'D)						
STATE UNIFORM CONSTRUCTION CODE						
Construction Official						
Salaries and Wages	$ 435,345.00	$ 425,345.00	$ 415,789.18		$ 9,555.82	
Other Expenses	94,000.00	94,000.00	75,259.94	$ 951.20	17,788.86	
Contributions to Senior Citizens Centers (N.J.S.A. 40:48-94)						
Florence Center	4,250.00	4,250.00	4,250.00			
Roebling Center	4,250.00	4,250.00	4,250.00			
Total Operations--Within "CAPS"	11,032,514.18	10,976,514.18	9,753,062.39	244,835.13	978,616.66	$ -
Detail:						
Salaries and Wages	7,048,914.18	6,994,914.18	6,619,732.63	3,166.69	372,014.86	-
Other Expenses	3,983,600.00	3,981,600.00	3,133,329.76	241,668.44	606,601.80	-
DEFERRED CHARGES AND STATUTORY EXPENDITURES--MUNICIPAL WITHIN "CAPS"						
Statutory Expenditures:						
Contribution to:						
Public Employees' Retirement System	324,007.00	324,007.00	324,007.00			
Social Security System (O.A.S.I.)	247,525.00	303,525.00	294,451.91		9,073.09	
Police and Firemen's Retirement System of New Jersey	1,190,159.00	1,190,159.00	1,190,159.00			
Defined Contribution Retirement Program	9,500.00	9,500.00	9,388.46		111.54	
Total Deferred Charges and Statutory Expenditures Municipal--Within "CAPS"	1,771,191.00	1,827,191.00	1,818,006.37	-	9,184.63	-
Total General Appropriations for Municipal Purposes Within "CAPS"	12,803,705.18	12,803,705.18	11,571,068.76	244,835.13	987,801.29	-

(Continued)

TOWNSHIP OF FLORENCE
CURRENT FUND
Statement of Expenditures -- Regulatory Basis
For the Year Ended December 31, 2025

	Appropriations		Expended			Unexpended
	Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	Balance Canceled
OPERATIONS--EXCLUDED FROM "CAPS"						
SFSP Fire District Payment	$ 4,012.00	$ 4,012.00			$ 4,012.00	
Recycling Tax	47,500.00	47,500.00	$ 35,806.79	$ 1,810.10	9,883.11	
Public and Private Programs Offset by Revenues:						
Recycling Tonnage Grant (N.J.S.A. 40A: 4-87, $49,225.28+)		49,225.28	49,225.28			
National Opioid Settlement Proceeds (N.J.S.A. 40A: 4-87, $2,211.48+)	10,284.35	12,495.82	12,495.82			
2023 Local Recreation Improvement Grant (N.J.S.A. 40A: 4-87, $32,805.25+)		32,805.25	32,805.25			
2024 Local Recreation Improvement Grant (N.J.S.A. 40A: 4-87, $375,000.00+)		375,000.00	375,000.00			
Municipal Drug Alliance Program	325.00	325.00	325.00			
Body Armor Replacement Grant	2,647.90	2,647.90	2,647.90			
Bulletproof Vest Program	4,277.00	4,277.00	4,277.00			
Clean Communities Program	29,401.38	29,401.38	29,401.38			
Total Operations Excluded From "CAPS"	98,447.63	557,689.63	541,984.42	1,810.10	13,895.11	$ -
Detail:						
Salaries and Wages	29,401.38	78,626.66	78,626.66	-	-	-
Other Expenses	69,046.25	479,062.97	463,357.76	1,810.10	13,895.11	-
CAPITAL IMPROVEMENTS--EXCLUDED FROM "CAPS"						
Capital Improvement Fund	50,000.00	50,000.00	50,000.00			
Total Capital Improvements--Excluded from "CAPS"	50,000.00	50,000.00	50,000.00	-	-	-

(Continued)

TOWNSHIP OF FLORENCE
CURRENT FUND
Statement of Expenditures -- Regulatory Basis
For the Year Ended December 31, 2025

		Appropriations		Expended			Unexpended
		Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	Balance Canceled
OPERATIONS--EXCLUDED FROM "CAPS"							
MUNICIPAL DEBT SERVICE--EXCLUDED FROM "CAPS"							
Payment of Bond Principal		$ 1,290,000.00	$ 1,290,000.00	$ 1,290,000.00			
Interest on Bonds		906,600.00	906,600.00	906,589.45			$ 10.55
Total Municipal Debt Service--Excluded from "CAPS"		2,196,600.00	2,196,600.00	2,196,589.45	$ -	$ -	10.55
Total General Appropriations for Municipal Purposes Excluded from "CAPS"		2,345,047.63	2,804,289.63	2,788,573.87	1,810.10	13,895.11	10.55
Subtotal General Appropriations		15,148,752.81	15,607,994.81	14,359,642.63	246,645.23	1,001,696.40	10.55
Reserve for Uncollected Taxes		307,551.16	307,551.16	307,551.16			
Total General Appropriations		$ 15,456,303.97	$ 15,915,545.97	$ 14,667,193.79	$ 246,645.23	$ 1,001,696.40	$ 10.55
	Ref.				A	A	
Budget	A-2		$ 15,456,303.97				
Appropriation by 40A:4-87	A-2		459,242.00				
			$ 15,915,545.97				
Reserve for Federal And State Grants--Appropriated	SA-26			$ 506,177.63			
Reserve for Uncollected Taxes	A-3			307,551.16			
Due Trust Other Funds	SB-3			92,061.57			
Refunded	SA-1			(2,976,631.95)			
Disbursed	SA-1			16,738,035.38			
				$ 14,667,193.79			

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

TOWNSHIP OF FLORENCE
TRUST FUND
Balance Sheets -- Regulatory Basis
As of December 31, 2025 and 2024

	Ref.	2025	2024
ASSETS			
Asessment Trust Fund:			
Cash--Treasurer	SB-1	$ 9,486.20	$ 9,564.48
Total Assessment Trust Fund		9,486.20	9,564.48
Animal Control Fund:			
Cash--Treasurer	SB-1	7,010.19	7,119.91
Total Animal Control Fund		7,010.19	7,119.91
Open Space Trust Fund:			
Cash--Treasurer	SB-1	136,268.14	242,252.19
Due from Current Fund	SB-8	282.63	1,976.99
Total Open Space Trust Fund		136,550.77	244,229.18
Other Funds:			
Cash--Treasurer	SB-1	3,610,265.57	4,161,124.52
Cash--Collector	SB-2	254,221.06	187,045.20
Due from Water & Sewer Uility Operating Fund	SB-7	22,581.56	
Accounts Receivable	SB-10		78,549.49
Total Other Funds		3,887,068.19	4,426,719.21
		$ 4,040,115.35	$ 4,687,632.78
LIABILITIES, RESERVES AND FUND BALANCE			
Asessment Trust Fund:			
Due to Current Fund	SB-1	$ 144.43	$ 222.71
Fund Balance	B	9,341.77	9,341.77
Total Assessment Trust Fund		9,486.20	9,564.48
Animal Control Fund:			
Due to Current Fund	SB-4	180.91	702.48
Reserve for Dog Fund Expenditures	SB-5	6,829.28	4,162.43
Reserve for Encumbrances	SB-5		2,255.00
Total Animal Control Fund		7,010.19	7,119.91

(Continued)

TOWNSHIP OF FLORENCE
TRUST FUND
Balance Sheets -- Regulatory Basis
As of December 31, 2025 and 2024

	Ref.	2025	2024
LIABILITIES, RESERVES AND FUND BALANCE (CONT'D)			
Open Space Trust Fund:			
Due to Water & Sewer Utility Operating Fund	SD-17		$ 144,375.00
Reserve for Future Use	B-1	$ 136,550.77	99,854.18
Total Open Space Trust Fund		136,550.77	244,229.18
Other Funds:			
Due to Current Fund	SB-3	694.33	156,944.39
Reserve for Encumbrances	SB-1		10,777.20
Due to General Capital Fund	SB-1		25,000.00
Payroll Deductions Payable	SB-7	67,576.00	59,918.48
Reserve for New Jersey State Unemployment Compensation Insurance	SB-9	71,349.88	67,301.05
Premiums Received at Tax Sales	SB-9	181,200.00	160,300.00
Reserve for Redemption of Tax Title Liens	SB-9	69,598.30	21,932.39
Reserve for FSH Developer Contributions	SB-9	2,957,630.26	3,410,928.91
Reserve for FSH In Lieu of Contributions	SB-9	5,326.95	5,326.95
Reserve for Special Law Enforcement	SB-9	3,345.81	604.46
Reserve for Land Use Escrow Deposits	SB-9	219,147.76	193,687.38
Reserve for Flexible Spending	SB-9	1,443.38	2,174.79
Reserve for Performance Bonds	SB-9	219,851.80	140,903.80
Reserve for Steet Opening Deposits	SB-9	11,018.75	5,018.75
Reserve for Police Quasi Duty	SB-9		62,221.54
Reserve for Parking Offenses Adjudication Act	SB-9	3,982.12	3,798.12
Reserve for Engineering Escrow Deposits	SB-9	6,766.91	8,195.20
Reserve for Miscellaneous Escrow	SB-9	6,408.57	6,408.57
Reserve for Patritotic Celebration	SB-9	15,961.14	2,347.24
Reserve for K-9 Care and Treatment	SB-9	5,429.87	10,537.00
Reserve for Municipal Sponsored Events	SB-9	514.81	8,580.06
Reserve for Public Defender	SB-9	10,752.00	7,702.00
Reserve for Accumulated Leave	SB-9		27,541.38
Reserve for Police Donations	SB-9	3,000.00	2,500.00
Reserve for CDBG	SB-9	26,069.55	26,069.55
Total Other Funds		3,887,068.19	4,426,719.21
		$ 4,040,115.35	$ 4,687,632.78

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

TOWNSHIP OF FLORENCE
MUNICIPAL OPEN SPACE TRUST FUND
Statements of Operations and Changes in Reserve for Future Use - Regulatory Basis
For the Years Ended December 31, 2025 and 2024

	Ref.	2025	2024
REVENUE REALIZED:			
Amount to be Raised by Taxation	B-2	$ 134,787.55	$ 135,809.27
Reserve for Future Use	B-2	99,854.18	66,756.93
Miscellaneous	B-2	2,246.54	425.48
Total Income		236,888.27	202,991.68
EXPENDITURES			
Budget Appropriations:			
Debt Service	B-3	100,337.50	103,137.50
Total Expenditures		100,337.50	103,137.50
Excess to Reserve		136,550.77	99,854.18
RESERVE FOR FUTURE USE:			
Balance January 1	B	99,854.18	66,756.93
		236,404.95	166,611.11
Decreased by:			
Reserve for Future Use Anticipated		99,854.18	66,756.93
Balance December 31	B	$ 136,550.77	$ 99,854.18

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

TOWNSHIP OF FLORENCE
MUNICIPAL OPEN SPACE TRUST FUND
Statement of Revenues - Regulatory Basis
For the Year Ended December 31, 2025

	Ref.	Anticipated Budget	Realized	Excess or (Deficit)
Amount to be Raised by Taxation	B-1	$ 134,504.92	$ 134,787.55	$ 282.63
Reserve for Future Use	B-1	99,854.18	99,854.18	
Miscellaneous	B-1		2,246.54	2,246.54
		$ 234,359.10	$ 236,888.27	$ 2,529.17
	Ref.	B-3		

Analysis of Realized Revenues

Amount to be Raised by Taxation:		
Current Year Levy		$ 134,504.92
Added/Omitted Levy		282.63
	B-2	$ 134,787.55
Miscellaneous:		
Interest on Investments	B-2	$ 2,246.54

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

TOWNSHIP OF FLORENCE
MUNICIPAL OPEN SPACE TRUST FUND
Statement of Expenditures - Regulatory Basis
For the Year Ended December 31, 2025

		Appropriations		Expended	Unexpended Balance
		Original Budget	Budget After Modification	Disbursed	Canceled
Debt Service					
Payment of Bond Principal		$ 70,000.00	$ 70,000.00	$ 70,000.00	
Interest on Bonds		30,337.50	30,337.50	30,337.50	
Reserve for Future Use		134,021.60	134,021.60		$ 134,021.60
		$ 234,359.10	$ 234,359.10	$ 100,337.50	$ 134,021.60
	Ref.	B-2		SB-1	

TOWNSHIP OF FLORENCE
GENERAL CAPITAL FUND
Balance Sheets -- Regulatory Basis
As of December 31, 2025 and 2024

ASSETS	Ref.	2025	2024
Cash--Treasurer	SC-1; SC-2	$ 7,064,130.16	$ 3,959,058.59
Grants Receivable	SC-9	669,606.15	1,078,825.01
Deferred Charges to Future Taxation:			
Funded	SC-4	25,060,000.00	26,420,000.00
Unfunded	SC-5	8,661,273.62	9,400,475.73
Due from Current Fund	SC-3		960,303.22
Due from Federal, State and Local Grant Fund	A	261,891.57	261,891.57
Due from Trust Other Fund	B		25,000.00
Due from Water & Sewer Utility Capital Fund	SD-7		79,247.17
		$ 41,716,901.50	$ 42,184,801.29
LIABILITIES, RESERVES AND FUND BALANCE			
Bond Anticipation Notes	SC-11	$ 3,344,000.00	
General Serial Bonds	SC-10	25,060,000.00	$ 26,420,000.00
Capital Improvement Fund	SC-8	30,304.85	22,054.85
Improvement Authorizations:			
Funded	SC-6	2,738,757.44	3,472,577.76
Unfunded	SC-6	6,087,322.60	8,879,417.78
Due to Current Fund	SC-3	116,244.75	
Reserve for Encumbrances	SC-6	1,068,812.24	1,051,945.43
Reserve for:			
Environmental Remediation Encumbrances	C	687.50	687.50
Recreation Improvements - Unappropriated	C	78,099.98	78,099.98
Developer Impact Fees - Unappropriated	C	97,000.00	97,000.00
Sidewalk Improvements - Unappropriated	C	62,130.00	62,130.00
Reserve for Grants Receivable	SC-9	669,329.14	669,329.14
Reserve for Payment of Bonds	SC-7	639,690.69	717,690.69
Reserve for Payment of Notes	SC-7	172,236.07	76,750.00
Due to Water & Sewer Utility Operating Fund	SD-16		36,803.64
Fund Balance	C-1	1,552,286.24	600,314.52
		$ 41,716,901.50	$ 42,184,801.29
Bonds and Notes Authorized But Not Issued	SC-12	$ 5,317,273.62	$ 9,400,475.73

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

TOWNSHIP OF FLORENCE
GENERAL CAPITAL FUND
Statement of Fund Balance -- Regulatory Basis
For the Year Ended December 31, 2025

	Ref.		
Balance December 31, 2024			$ 600,314.52
Increased by:			
Improvement Authorizations Canceled	SC-6	$ 1,324,785.00	
Premiums on Bond Anticipation Notes Issued:			
Received	SC-1	27,186.72	
			1,351,971.72
			1,952,286.24
Decreased by:			
Disbursed:			
Realized as Miscellaneous Revenue in Current Fund Budget	A-2		400,000.00
Balance December 31, 2025			$ 1,552,286.24

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

TOWNSHIP OF FLORENCE
WATER & SEWER UTILITY FUND
Balance Sheets -- Regulatory Basis
As of December 31, 2025 and 2024

	Ref.	2025	2024
ASSETS			
Operating Fund:			
Cash--Treasurer	SD-1	$ 3,606,754.82	$ 3,038,082.21
Due from Open Space Trust Fund	SD-17		144,375.00
Due from General Capital Fund	SD-16		36,803.64
Due from Water & Sewer Utility Assessment Fund	SD-19	2,323.89	6,873.50
Due from Water & Sewer Utility Capital Fund	SD-18	141,323.83	498,735.31
		3,750,402.54	3,724,869.66
Receivables with Full Reserves:			
Consumer Accounts Receivable	SD-5	383,243.30	347,779.25
Water & Sewer Utility Liens Receivable	SD-6	4,938.48	4,289.92
		388,181.78	352,069.17
Total Operating Fund		4,138,584.32	4,076,938.83
Assessment Trust Fund:			
Cash--Treasurer	SD-1; SD-4	128,388.92	212,686.17
Total Assessment Trust Fund		128,388.92	212,686.17
Capital Fund:			
Cash--Treasurer	SD-1; SD-3	5,820,597.13	4,092,808.28
Fixed Capital	SD-10	44,500,609.57	39,769,447.45
Fixed Capital Authorized and Uncompleted	SD-11	11,950,000.00	17,120,000.00
Due from Current Fund	SD-1		1,781,732.99
Total Capital Fund		62,271,206.70	62,763,988.72
		$ 66,538,179.94	$ 67,053,613.72

(Continued)

TOWNSHIP OF FLORENCE
WATER & SEWER UTILITY FUND
Balance Sheets -- Regulatory Basis
As of December 31, 2025 and 2024

	Ref.	2025	2024
LIABILITIES, RESERVES AND FUND BALANCE			
Operating Fund:			
Liabilities:			
Appropriation Reserves	D-4; SD-9	$ 1,319,001.16	$ 1,124,603.45
Reserve for Encumbrances	D-4; SD-9	198,685.98	298,544.64
Prepaid Water & Sewer Rents	SD-12	8,728.45	8,129.85
Accounts Payable	SD-9	2,245.53	
Water & Sewer Rental Overpayments	SD-13	18,871.12	21,927.51
Due to Current Fund	SD-15	22,803.77	287,153.35
Due to Trust Other Fund	D-4, SB-7	22,581.56	
Accrued Interest on Loans, Bonds and Notes	SD-20	220,498.96	312,792.22
		1,813,416.53	2,053,151.02
Reserve for Receivables	D	388,181.78	352,069.17
Fund Balance	D-1	1,936,986.01	1,671,718.64
Total Operating Fund		4,138,584.32	4,076,938.83
Assessment Trust Fund:			
Due to Current Fund	SD-8		79,747.64
Due to Water & Sewer Utility Operating Fund	SD-19	2,323.89	6,873.50
Fund Balance	D	126,065.03	126,065.03
Total Assessment Trust Fund:		128,388.92	212,686.17
Capital Fund:			
Due to General Capital Fund	SD-7		79,247.17
Due to Water/ Sewer Utility Operating Fund	SD-14	141,323.83	498,735.31
Improvement Authorizations:			
Funded	SD-21	3,154,894.99	4,302,925.11
Unfunded	SD-21	1,533,000.00	1,635,000.00
Reserve for:			
Encumbrances	SD-21	377,563.43	116,866.50
Amortization	SD-22	38,502,609.57	37,262,535.45
Deferred Amortization	SD-23	115,000.00	961,912.00
Developer Contributions	D	25,000.00	25,000.00
Serial Bonds	SD-24	16,300,000.00	17,030,000.00
Capital Improvement Fund	D	259,140.62	259,140.62
Reserve for PFAS Improvements	SD-1	1,433,209.82	
Fund Balance	D-2	429,464.44	592,626.56
Total Capital Fund		62,271,206.70	62,763,988.72
		$ 66,538,179.94	$ 67,053,613.72
Bonds and Notes Authorized But Not Issued	SD-25	$ 1,533,000.00	$ 1,635,000.00

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

TOWNSHIP OF FLORENCE
WATER & SEWER UTILITY OPERATING FUND
Statements of Operations and Changes in Operating Fund Balance -- Regulatory Basis
For the Years Ended December 31, 2025 and 2024

Revenue and Other Income Realized	Ref.	2025	2024
Operating Surplus Anticipated	D-3	$ 835,837.00	$ 1,343,314.00
Water & Sewer Utility Capital Surplus	D-3	500,000.00	250,000.00
Rents/Additional Rents	D-3	5,499,107.40	5,026,507.01
Miscellaneous	D-3	793,932.73	589,083.88
Other Credits to Income:			
Reserves Liquidated:			
Unexpended Balance of Appropriation Reserves	SD-9	1,018,114.18	783,646.02
Total Income		8,646,991.31	7,992,550.91
Expenditures			
Budget Appropriations:			
Operating	D-4	5,643,459.00	5,674,106.00
Capital Improvements	D-4	154,000.00	
Debt Service	D-4	1,340,549.94	1,150,264.29
Deferred Charges and Statutory Expenditures	D-4	407,878.00	645,708.69
Total Expenditures		7,545,886.94	7,470,078.98
Excess in Revenue		1,101,104.37	522,471.93
Fund Balance			
Balance Jan. 1	D	1,671,718.64	2,492,560.71
		2,772,823.01	3,015,032.64
Decreased by:			
Utilized As Revenue:			
Water & Sewer Utility Operating Fund	D-3	835,837.00	1,343,314.00
Balance Dec. 31	D	$ 1,936,986.01	$ 1,671,718.64

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

Exhibit D-2

TOWNSHIP OF FLORENCE
WATER & SEWER UTILITY CAPITAL FUND
Statement of Fund Balance -- Regulatory Basis
For the Year Ended December 31, 2025

	Ref.	
Balance December 31, 2024	D	$ 592,626.56
Increased by:		
Improvement Authorizations Canceled	SD-21	336,837.88
		929,464.44
Decreased by:		
Disbursed:		
Realized as Miscellaneous Revenue in Operating Budget	D-3	500,000.00
Balance December 31, 2025	D	$ 429,464.44

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

TOWNSHIP OF FLORENCE
WATER & SEWER UTILITY OPERATING FUND
Statement of Revenues -- Regulatory Basis
For the Year Ended December 31, 2025

	Ref.	Anticipated	Realized	Excess or (Deficit)
Water & Sewer Utility Surplus	D-1	$ 835,837.00	$ 835,837.00	
Water & Sewer Utility Capital Surplus	D-1	500,000.00	500,000.00	
Rents	D-1	5,026,500.00	5,026,500.00	
Additional Rents	D-1	672,000.00	472,607.40	$ (199,392.60)
Miscellaneous	D-1	512,000.00	793,932.73	281,932.73
Total Revenues		$ 7,546,337.00	$ 7,628,877.13	$ 82,540.13
	Ref.	D-4		
Analysis of Realized Revenues				
Rents / Additional Rents:				
Consumer Accounts Receivable:				
Collected	SD-5		$ 5,487,921.16	
Prepayments Applied	SD-5		8,129.85	
Overpayments Applied	SD-5		3,056.39	
	D-1		$ 5,499,107.40	
Miscellaneous Revenues Anticipated:				
Collector:				
Interest on Delinquent Accounts	SD-2		$ 32,822.76	
Connection Fees	SD-2		167,946.66	
Sludge Dumping	SD-2		335,139.52	
Miscellaneous	SD-2		30,198.15	
Treasurer:				
Interest Earned on Deposits:				
Collected:	SD-1	$ 84,177.92		
Due from:				
Water & Sewer Capital Fund	SD-1	141,323.83		
Water & Sewer Assessment Fund	SD-1	2,323.89		
			227,825.64	
			$ 793,932.73	

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

TOWNSHIP OF FLORENCE
WATER & SEWER UTILITY OPERATING FUND
Statement of Expenditures -- Regulatory Basis
For the Year Ended December 31, 2025

	Appropriations		Expended			Unexpended Balance
	Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	Canceled
Operating:						
Salaries and Wages	$ 1,751,170.00	$ 1,751,170.00	$ 1,697,847.04		$ 53,322.96	
Other Expenses	3,166,439.00	3,087,339.00	1,850,452.35	$ 184,105.43	1,052,781.22	
Group Insurance Plan For Employees	741,950.00	804,950.00	771,677.48	14,580.55	18,691.97	
Total Operating	5,659,559.00	5,643,459.00	4,319,976.87	198,685.98	1,124,796.15	$ -
Capital Improvements:						
Water Meter Replacements	154,000.00	154,000.00	-	-	154,000.00	-
Debt Service:						
Payment on Bond Principal	730,000.00	730,000.00	730,000.00			
Interest on Bonds	611,000.00	611,000.00	610,549.94			450.06
Total Debt Service	1,341,000.00	1,341,000.00	1,340,549.94	-	-	450.06
Deferred Charges and Statutory Expenditures:						
Statutory Expenditures:						
Contribution to:						
Public Employees' Retirement System	254,538.00	254,538.00	254,538.00			
Social Security System (O.A.S.I.)	137,240.00	153,340.00	113,134.99		40,205.01	
Total Deferred Charges and Statutory Expenditures	391,778.00	407,878.00	367,672.99	-	40,205.01	-
	$ 7,546,337.00	$ 7,546,337.00	$ 6,028,199.80	$ 198,685.98	$ 1,319,001.16	$ 450.06
	Ref.	D-3		D	D	

Disbursed - Water & Sewer Operating Fund	SD-1	$ 5,451,363.88
Disbursed - Trust Other Fund	SB-1	22,581.56
Disbursed - Current Fund	SA-1	22,803.77
Refunded	SD-1	(79,099.35)
Accrued Interest on Bonds and Notes	SD-20	610,549.94
		$ 6,028,199.80

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

Exhibit E

TOWNSHIP OF FLORENCE
GENERAL FIXED ASSET GROUP OF ACCOUNTS
Statement of General Fixed Asset Account Group -- Regulatory Basis
For the Year Ended December 31, 2025

	Balance Dec. 31, 2024	Additions	Balance Dec. 31, 2025
General Fixed Assets:			
Land	$ 22,228,900.00		$ 22,228,900.00
Buildings	13,305,100.00	$ 35,834.94	13,340,934.94
Vehicles and Equipment	3,155,094.81	195,006.96	3,350,101.77
Total General Fixed Assets	$ 38,689,094.81	$ 230,841.90	$ 38,919,936.71
Total Investments in General Fixed Assets	$ 38,689,094.81	$ 230,841.90	$ 38,919,936.71

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

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Description of Financial Reporting Entity - The Township of Florence (hereafter referred to as the "Township") was incorporated as a township on March 7, 1872. The Township, located in Burlington County, New Jersey, has a total area of approximately 10.17 square miles and is located approximately 12 miles south of Trenton and 20 miles north of the cities of Camden and Philadelphia. The Township consists of three areas: Florence, the Historic Village of Roebling and Bustleton. According to the 2020 census, the population was 12,812.

The present form of government is the Mayor-Council Plan F under the provisions of the Faulkner Act, Chapter 210 of the 1971 laws of New Jersey, as amended, N.J.S.A. 40:69A-1 et seq. Under this form of government, the voters elect a Mayor for a 4-year term and 2 Councilmen-At-Large and 3 Councilmen from the 3 Wards, for overlapping terms of 4 years. The legislative power is vested in the Council, and the executive power is vested in the Mayor. The Mayor appoints a professionally qualified Township Administrator with the advice and consent of the Council.

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

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

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

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

Trust Assessment Fund – The trust assessment fund accounts for special assessments levied against property for the cost of an improvement (i.e. new sidewalk for a community), including debt service.

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

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

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

In accordance with the *Requirements*, the Township accounts for its financial transactions through the use of separate funds and an account group which are described as follows (cont'd):

Water & Sewer Utility Assessment Fund - The water & sewer utility assessment fund accounts for all local improvements assessed for municipally owned utility purposes.

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

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

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

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

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

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

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

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

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

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

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

General Fixed Assets - Accounting for governmental fixed assets, as required by N.J.A.C. 5:30-5.6, differs in certain respects from accounting principles generally accepted in the United States of America. In accordance with the regulations, all local units, including municipalities, must maintain a general fixed assets reporting system that establishes and maintains a physical inventory of nonexpendable, tangible property as defined and limited by the U.S. Office of Management and *Budget's Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (2 CFR Part 200), except that the useful life of such property is at least five years. The Township has adopted a capitalization threshold of $5,000.00. Generally, assets are valued at historical cost; however, assets acquired prior to December 31, 1985 are valued at actual historical cost or estimated historical cost. No depreciation of general fixed assets is recorded. Donated general fixed assets are recorded at acquisition value as of the date of the transaction. Interest costs relative to the acquisition of general fixed assets are recorded as expenditures when paid. Public domain ("infrastructure") general fixed assets consisting of certain improvements such as roads, bridges, curbs and gutters, streets and sidewalks and drainage systems are not capitalized. Expenditures for construction in progress are recorded in the capital funds until such time as the construction is completed and put into operation. The Township is required to maintain a subsidiary ledger detailing fixed assets records to control additions, retirements, and transfers of fixed assets. In addition, a statement of general fixed asset group of accounts, reflecting the activity for the year, must be included in the Township's basic financial statements.

The regulations require that general fixed assets, whether constructed or acquired through purchase, grant or gift be included in the aforementioned inventory. In addition, property management standards must be maintained that include accurate records indicating asset description, source, ownership, acquisition cost and date, the percentage of Federal participation (if any), and the location, use, and condition of the asset. Periodically, physical inventories must be taken and reconciled with these records. Lastly, all fixed assets must be adequately controlled to safeguard against loss, damage, or theft.

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

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

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

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

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

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

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

Property Tax Revenues - Property tax revenues are collected in quarterly installments due February 1, May 1, August 1, and November 1. The amount of tax levied includes not only the amount required in support of the Township's annual budget, but also the amounts required in support of the budgets of the County of Burlington, the Township of Florence School District and the Township of Florence Fire District No. 1. Unpaid property taxes are subject to tax sale in accordance with the statutes.

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

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

Fire District Taxes - The municipality is responsible for levying, collecting, and remitting fire district taxes for the Township of Florence Fire District No. 1. Operations is charged for the full amount required to be raised from taxation to operate the Fire District for the period from January 1 to December 31.

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

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

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

Expenditures (Cont'd) - Appropriations for principal payments on outstanding general capital and utility bonds and notes are provided on the cash basis; interest on general capital indebtedness is on the cash basis, whereas interest on utility indebtedness is on the accrual basis.

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

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

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

Impact of Recently Issued Accounting Principles

Recently Issued Accounting Pronouncements

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

Statement No. 105, *Subsequent Events*. The objective of this Statement is to improve financial reporting requirements for subsequent events. The purposes of the improvements are to (a) clarify the subsequent events time frame and the subsequent events that constitute recognized and nonrecognized events and (b) specify the information items that are required to be disclosed about subsequent events. The Statement will become effective for the Township in the year ending December 31, 2027. Management is currently evaluating whether or not this Statement will have an impact on the basic financial statements of the Township.

Note 2: CASH AND CASH EQUIVALENTS

Custodial Credit Risk Related to Deposits - Custodial credit risk is the risk that, in the event of a bank failure, the Township's deposits might not be recovered. Although the Township does not have a formal policy regarding custodial credit risk, N.J.S.A. 17:9-41 et seq. requires that governmental units shall deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act (GUDPA). Under the Act, the first $250,000.00 of governmental deposits in each insured depository is protected by the Federal Deposit Insurance Corporation (FDIC). Public funds owned by the municipality in excess of FDIC insured amounts are protected by GUDPA. However, GUDPA does not protect intermingled agency funds such as salary withholdings, bail funds, or funds that may pass to the municipality relative to the happening of a future condition. Such funds are classified as uninsured and uncollateralized.

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

As of December 31, 2025, the Township's bank balances of $ 13,920,933.62 were exposed to custodial credit risk as follows:

Insured by FDIC and GUDPA	$ 13,892,042.36
Uninsured and Uncollateralized	28,891.26
Total	$ 13,920,933.62

New Jersey Cash Management Fund - During the year, the Township participated in the New Jersey Cash Management Fund. The Fund is governed by regulations of the State Investment Council, who prescribe standards designed to insure the quality of investments in order to minimize risk to the Funds participants. Deposits with the New Jersey Cash Management Fund are not subject to custodial credit risk as defined above. At December 31, 2025, the Township's deposits with the New Jersey Cash Management Fund were $ 1,644,046.75.

Note 3: PROPERTY TAXES

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

Comparative Schedule of Tax Rates

	Year Ended				
	2025	2024	2023	2022	2021
Tax Rate	$ 3.086	$ 2.787	$ 2.668	$ 2.611	$ 2.588
Apportionment of Tax Rate:					
Municipal	$ .556	$ .526	$ .466	$ .459	$ .439
Municipal Open Space	.010	.010	.010	.010	.010
County	.407	.411	.390	.392	.409
Local School	1.817	1.557	1.537	1.554	1.547
Fire District	.296	.283	.265	.196	.183

Assessed Valuation

Year	Amount
2025	$ 1,345,940,400.00
2024	1,340,307,100.00
2023	1,337,542,400.00
2022	1,294,928,300.00
2021	1,274,255,100.00

Note 3: PROPERTY TAXES (CONT'D)

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

Comparison of Tax Levies and Collections

Year	Tax Levy	Collections	Percentage of Collections
2025	$ 41,646,656.86	$ 41,163,381.09	98.84%
2024	37,802,464.19	37,511,585.02	99.23%
2023	35,741,042.47	35,363,278.49	98.94%
2022	34,572,508.68	34,224,775.95	98.99%
2021	33,245,492.94	32,897,495.89	98.95%

Delinquent Taxes and Tax Title Liens

Year	Tax Title Liens	Delinquent Taxes	Total Delinquent	Percentage of Tax Levy
2025	$ 307,579.44	$ 428,675.36	$ 736,254.80	1.77%
2024	289,649.78	258,514.76	548,164.54	1.45%
2023	273,457.29	317,116.55	590,573.84	1.65%
2022	259,237.32	325,816.01	585,053.33	1.69%
2021	283,130.92	326,445.84	609,576.76	1.83%

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

Year	Number
2025	14
2024	14
2023	14
2022	19
2021	21

Note 4: PROPERTY ACQUIRED BY TAX TITLE LIEN LIQUIDATION

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

Year	Amount
2025	$ 39,100.00
2024	39,100.00
2023	39,100.00
2022	39,100.00
2021	-

Note 5: WATER & SEWER UTILITY SERVICE CHARGES

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

	Balance Beginning of Year				Cash
Year	Receivable	Liens	Levy	Total	Collections
2025	$ 347,779.25	$ 4,289.92	$ 5,535,220.01	$ 5,887,289.18	$ 5,499,107.40
2024	281,841.67	18,097.40	5,078,637.11	5,378,576.18	5,026,507.01
2023	274,968.64	16,717.40	4,464,702.20	4,756,388.24	4,456,449.17
2022	393,028.57	15,337.40	4,928,449.74	5,336,815.71	5,045,129.67
2021	380,316.79	13,919.45	4,892,202.71	5,286,438.95	4,878,072.98

Note 6: FUND BALANCES APPROPRIATED

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

Current Fund

Year	Balance December 31,	Utilized in Budget of Succeeding Year	Percentage of Fund Balance Used
2025	$ 1,595,729.31	$ 725,000.00	45.43%
2024	1,524,473.45	725,000.00	47.56%
2023	1,092,567.39	900,000.00	82.37%
2022	2,235,809.74	1,890,000.00	84.53%
2021	2,551,936.81	1,875,000.00	73.47%

Note 6: FUND BALANCES APPROPRIATED (CONT'D)

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

Water & Sewer Utility Fund

Year	Balance December 31,	Utilized in Budget of Succeeding Year	Percentage of Fund Balance Used
2025	$ 1,936,986.01	$ 1,528,244.00	78.90%
2024	1,671,718.64	835,837.00	50.00%
2023	2,492,560.71	1,343,314.00	53.89%
2022	3,030,457.40	1,481,667.00	48.89%
2021	3,298,390.17	1,361,657.00	41.28%

Note 7: INTERFUND RECEIVABLES AND PAYABLES

The following interfund balances were recorded on the various balance sheets as of December 31, 2025:

Fund	Interfunds Receivable	Interfunds Payable
Current	$ 140,068.19	$ 968,763.38
Federal, State and Local Grant	968,480.75	261,891.57
Trust - Assessment		144.43
Trust - Animal Control		180.91
Trust - Other	22,581.56	694.33
Municipal Open Space Trust	282.63	
General Capital	261,891.57	116,244.75
Water & Sewer Utility - Operating	143,647.72	45,385.33
Water & Sewer Utility - Capital		141,323.83
Water & Sewer Utility - Assessment		2,323.89
Totals	$ 1,536,952.42	$ 1,536,952.42

The interfund receivables and payables above predominantly resulted from collections and payments made by certain funds on behalf of other funds. During the year 2026, the Township expects to liquidate such interfunds, depending upon the availability of cash flow.

Note 8: PENSION PLANS

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

State of New Jersey
Division of Pensions and Benefits
P.O. Box 295
Trenton, New Jersey 08625-0295
https://www.state.nj.us/treasury/pensions/financial-reports.shtml

General Information about the Pension Plans (Cont'd)

Plan Descriptions

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

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

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

Note 8: PENSION PLANS (CONT'D)

General Information about the Pension Plans

Vesting and Benefit Provisions

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

The following represents the membership tiers for PERS:

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

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

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

The following represents the membership tiers for PFRS:

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

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

Note 8: PENSION PLANS (CONT'D)

General Information about the Pension Plans (Cont'd)

Vesting and Benefit Provisions (Cont'd)

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

Contributions

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

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

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

The Employer's contractually required contribution rate for the year ended December 31, 2025 was 15.47% of the Employer's covered payroll. This amount was actuarially determined as the amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, including an additional amount to finance any unfunded accrued liability.

Note 8: PENSION PLANS (CONT'D)

General Information about the Pension Plans (Cont'd)

Contributions (Cont'd)

Public Employees' Retirement System (Cont'd) - *Special Funding Situation Component (Cont'd)* - Based on the PERS measurement date of June 30, 2025, the Employer's contractually required contribution to the pension plan for the year ended December 31, 2025 is $577,326.00, and is payable by April 1, 2026. Due to the basis of accounting described in Note 1, no liability has been recorded in the financial statements for this amount. For the prior year measurement date of June 30, 2024, the Employer's contractually required contribution to the pension plan for the year ended December 31, 2024 was $578,539.00, which was paid on April 1, 2025.

Employee contributions to the Plan for the year ended December 31, 2025 were $280,803.30.

The amount of contractually required contribution for the State of New Jersey's proportionate share, associated with the Employer, under Chapter 133, P.L. 2001, for the year ended December 31, 2025 was .48% of the Employer's covered payroll.

Based on the PERS measurement date of June 30, 2025, the State's contractually required contribution, under Chapter 133, P.L. 2001, on-behalf of the Employer, to the pension plan for the year ended December 31, 2025 was $17,851.00. For the prior year measurement date of June 30, 2024, the State's contractually required contribution, under Chapter 133, P.L. 2001, on-behalf of the Employer, to the pension plan for the year ended December 31, 2024 was $18,626.00.

Police and Firemen's Retirement System - The contribution policy for PFRS is set by N.J.S.A 43:16A and requires contributions by active members and contributing employers. Pursuant to the provisions of P.L. 2011, C. 78, the member contribution rate is currently 10.0% of base salary. State legislation has modified the amount that is contributed by the State. The State's contribution amount is based on an actuarially determined rate, which includes the normal cost and unfunded accrued liability.

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

The Employer's contractually required contribution rate for the year ended December 31, 2025 was 32.93% of the Employer's covered payroll. This amount was actuarially determined as the amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability.

Note 8: PENSION PLANS (CONT'D)

General Information about the Pension Plans (Cont'd)

Contributions (Cont'd)

Police and Firemen's Retirement System (Cont'd) - *Special Funding Situation Component (Cont'd)* - Based on the PFRS measurement date of June 30, 2025, the Employer's contractually required contribution to the pension plan for the year ended December 31, 2025 is $1,207,225.00, and is payable by April 1, 2026. Due to the basis of accounting described in Note 1, no liability has been recorded in the financial statements for this amount. For the prior year measurement date of June 30, 2024, the Employer's contractually required contribution to the pension plan for the year ended December 31, 2024 was $1,190,159.00, which was paid on April 1, 2025.

Employee contributions to the Plan for the year ended December 31, 2025 were $370,897.78.

The amount of contractually required contribution for the State of New Jersey's proportionate share, associated with the Employer, for the year ended December 31, 2025 was 5.56% of the Employer's covered payroll.

Based on the PFRS measurement date of June 30, 2025, the State's contractually required contribution, on-behalf of the Employer, to the pension plan for the year ended December 31, 2025 was $203,890.00, and is payable by April 1, 2026. For the prior year measurement date of June 30, 2024, the State's contractually required contribution, on-behalf of the Employer, to the pension plan for the year ended December 31, 2024 was $201,518.00, which was paid on April 1, 2025.

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

For the year ended December 31, 2025, employee contributions totaled $13,097.55, and the Employer's contributions were $9,388.46. There were no forfeitures during the year.

Pension Liabilities, Pension (Benefit) Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

Public Employees' Retirement System

Pension Liability - As of December 31, 2025, there is no net pension liability associated with the special funding situation under Chapter 133, P.L. 2001, as there was no accumulated difference between the annual additional normal cost and the actual State contribution through the valuation date. The Employer's proportionate share of the PERS net pension liability was $5,195,338.00. The net pension liability was measured as of June 30, 2025 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2024. The total pension liability was calculated through the use of updated procedures to roll forward from the actuarial valuation date to the measurement date of June 30, 2025. The Employer's proportion of the net pension liability was based on a projection of the Employer's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. For the June 30, 2025 measurement date, the Employer's proportion was .0422431596%, which was a decrease of .0002739490% from its proportion measured as of June 30, 2024.

Note 8: PENSION PLANS (CONT'D)

Pension Liabilities, Pension (Benefit) Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)

Public Employees' Retirement System (Cont'd)

Pension (Benefit) Expense - For the year ended December 31, 2025, the Employer's proportionate share of the PERS pension (benefit) expense, calculated by the Plan as of the June 30, 2025 measurement date was $144,551.00. This (benefit) expense is not recognized by the Employer because of the regulatory basis of accounting as described in Note 1; however, as previously mentioned, for the year ended December 31, 2025, the Employer's contribution to PERS was $578,539.00, and was paid on April 1, 2025.

For the year ended December 31, 2025, the State's proportionate share of the PERS pension (benefit) expense, associated with the Employer, under Chapter 133, P.L. 2001, calculated by the Plan as of the June 30, 2025 measurement date, was $17,851.00. This on-behalf (benefit) expense is not recognized by the Employer because of the regulatory basis of accounting as described in Note 1.

Police and Firemen's Retirement System

Pension Liability - As of December 31, 2025, the Employer's and State of New Jersey's proportionate share of the PFRS net pension liability were as follows:

Employer's Proportionate Share of Net Pension Liability	$ 8,473,849.00
State of New Jersey's Proportionate Share of Net Pension Liability Associated with the Employer	1,720,169.00
	$ 10,194,018.00

The net pension liability was measured as of June 30, 2025, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2024. The total pension liability was calculated through the use of updated procedures to roll forward from the actuarial valuation date to the measurement date of June 30, 2025. The Employer's proportion of the net pension liability was based on a projection of the Employer's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers and the State of New Jersey, actuarially determined. For the June 30, 2025 measurement date, the Employer's proportion was .0844931800%, which was a decrease of .0015482500% from its proportion measured as of June 30, 2024. Likewise, at June 30, 2025, the State of New Jersey's proportion, on-behalf of the Employer, was .0844929800%, which was a decrease of .0015486100%from its proportion, on-behalf of the Employer, measured as of June 30, 2024.

Note 8: PENSION PLANS (CONT'D)

Pension Liabilities, Pension (Benefit) Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)

Police and Firemen's Retirement System (Cont'd)

Pension (Benefit) Expense - For the year ended December 31, 2025, the Employer's proportionate share of the PFRS pension (benefit) expense, calculated by the Plan as of the June 30, 2025 measurement date was $735,145.00. This (benefit) expense is not recognized by the Employer because of the regulatory basis of accounting as described in Note 1; however, as previously mentioned, for the year ended December 31, 2025, the Employer's contribution to PFRS was $1,190,159.00, and was paid on April 1, 2025.

For the year ended December 31, 2025, the State's proportionate share of the PFRS pension (benefit) expense, associated with the Employer, calculated by the Plan as of the June 30, 2025 measurement date, was $203,890.00. This on-behalf (benefit) expense is not recognized by the Employer because of the regulatory basis of accounting as described in Note 1.

Deferred Outflows of Resources and Deferred Inflows of Resources - As of December 31, 2025, the Employer had deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources			Deferred Inflows of Resources		
	PERS	PFRS	Total	PERS	PFRS	Total
Differences between Expected and Actual Experience	$ 148,129.00	$ 694,233.00	$ 842,362.00	$ 5,552.00	$ 161,053.00	$ 166,605.00
Changes of Assumptions	820.00	423,860.00	424,680.00	59,855.00	107,126.00	166,981.00
Net Difference between Projected and Actual Earnings on Pension Plan Investments	-	-	-	433,223.00	415,113.00	848,336.00
Changes in Proportion and Differences between Contributions and Proportionate Share of Contributions	64,709.00	623,566.00	688,275.00	164,702.00	363,898.00	528,600.00
Employer's Contributions Subsequent to the Measurement Date	288,663.00	603,613.00	892,276.00	-	-	-
	$ 502,321.00	$ 2,345,272.00	$ 2,847,593.00	$ 663,332.00	$ 1,047,190.00	$ 1,710,522.00

Deferred outflows of resources in the amounts of $288,663.00 and $603,613.00 for PERS and PFRS, respectively, will be included as a reduction of the net pension liability during the year ending December 31, 2026. These amounts were based on an estimated April 1, 2027 contractually required contribution, prorated from the pension plans' measurement date of June 30, 2025 to the Employer's year end of December 31, 2025.

Note 8: PENSION PLANS (CONT'D)

Pension Liabilities, Pension (Benefit) Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)

Deferred Outflows of Resources and Deferred Inflows of Resources (Cont'd) - The Employer will amortize the other deferred outflows of resources and deferred inflows of resources related to pensions over the following number of years:

	PERS		PFRS	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between Expected and Actual Experience				
Year of Pension Plan Deferral:				
June 30, 2020	5.16	-	5.90	-
June 30, 2021	-	5.13	-	6.17
June 30, 2022	-	5.04	6.22	-
June 30, 2023	5.08	-	6.16	-
June 30, 2024	5.08	-	6.09	-
June 30, 2025	5.15	-	5.86	-
Changes of Assumptions				
Year of Pension Plan Deferral:				
June 30, 2020	-	5.16	-	5.90
June 30, 2021	5.13	-	6.17	-
June 30, 2022	-	5.04	-	6.22
June 30, 2025	-	5.15	5.86	-
Difference between Projected and Actual Earnings on Pension Plan Investments				
Year of Pension Plan Deferral:				
June 30, 2021	-	5.00	-	5.00
June 30, 2022	5.00	-	5.00	-
June 30, 2023	-	5.00	-	5.00
June 30, 2024	-	5.00	-	5.00
June 30, 2025	-	5.00	-	5.00
Changes in Proportion				
Year of Pension Plan Deferral:				
June 30, 2020	5.16	5.16	5.90	5.90
June 30, 2021	5.13	5.13	6.17	6.17
June 30, 2022	5.04	5.04	6.22	6.22
June 30, 2023	5.08	5.08	6.16	6.16
June 30, 2024	5.08	5.08	6.09	6.09
June 30, 2025	5.15	5.15	5.86	5.86

Note 8: PENSION PLANS (CONT'D)

Pension Liabilities, Pension (Benefit) Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)

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

Year Ending Dec 31,	PERS	PFRS	Total
2026	$ 64,802.00	$ 565,378.00	$ 630,180.00
2027	(216,227.00)	37,150.00	(179,077.00)
2028	(196,644.00)	(6,148.00)	(202,792.00)
2029	(101,119.00)	(5,172.00)	(106,291.00)
2030	(486.00)	103,261.00	102,775.00
	$ (449,674.00)	$ 694,469.00	$ 244,795.00

Actuarial Assumptions

The net pension liability was measured as of June 30, 2025, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2024. The total pension liability was calculated through the use of updated procedures to roll forward from the actuarial valuation date to the measurement date of June 30, 2025. This actuarial valuation used the following actuarial assumptions, applied to all periods included in the measurement:

	PERS	PFRS
Inflation Rate:		
Price	2.75%	2.50%
Wage	3.25%	3.00%
Salary Increases:	3.25% - 7.75% Based on Years of Service	4.00% - 17.50% Based on Years of Service
Investment Rate of Return	7.00%	7.00%
Period of Actuarial Experience Study upon which Actuarial Assumptions were Based	July 1, 2021 - June 30, 2024	July 1, 2021 - June 30, 2024

Note 8: PENSION PLANS (CONT'D)

Actuarial Assumptions (Cont'd)

Public Employees' Retirement System

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

Police and Firemen's Retirement System

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

For both PERS and PFRS, in accordance with State statute, the long-term expected rate of return on Plan investments (7.00% at June 30, 2025) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension Plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

Note 8: PENSION PLANS (CONT'D)

Actuarial Assumptions (Cont'd)

Police and Firemen's Retirement System (Cont'd)

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

PERS Asset Class	Target Allocation	Long-Term Expected Real Rate of Return	PFRS Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
U.S. Equity	28.00%	8.55%	U.S. Large-Cap Equity	24.00%	6.90%
Non-U.S. Developed Markets Equity	12.75%	8.77%	U.S. Small/Mid Cap Equity	4.00%	7.40%
International Small Cap Equity	1.25%	8.77%	Non-U.S. Developed Large-Cap Equity	9.50%	6.70%
Emerging Markets Equity	5.50%	10.30%	Non-U.S. Developed Small-Cap Equity	2.00%	7.50%
Private Equity	13.00%	12.00%	Emerging Markets Large-Cap Equity	6.00%	9.60%
Real Estate	8.00%	10.78%	Emerging Markets Small-Cap Equity	1.50%	9.60%
Real Assets	3.00%	7.90%	U.S. Treasury Bond	7.00%	4.10%
High Yield	4.50%	6.63%	U.S. Corporate Bond	5.00%	5.90%
Private Credit	8.00%	9.00%	U.S. Mortgage-Backed Securities	5.00%	4.40%
Investment Grade Credit	7.00%	5.47%	Global Multisector Fixed Income	6.00%	6.50%
Cash Equivalents	2.00%	3.61%	Cash	2.00%	3.40%
U.S. Treasuries	4.00%	3.61%	Real Estate Core	3.00%	5.10%
Risk Mitigation Strategies	3.00%	7.26%	Real Estate Non-Core	4.00%	6.50%
			Infrastructure	3.00%	7.00%
	100.00%		Private Debt/Credit	8.00%	9.10%
			Private Equity	10.00%	10.10%
				100.00%	

Discount Rate -

For both PERS and PFRS, the discount rate used to measure the total pension liability was 7.00% as of June 30, 2025. The projection of cash flows used to determine the discount rate assumed that contributions from Plan members will be made at the current member contribution rates and that contributions from employers and the nonemployer contributing entity would be based on 100% of the actuarially determined contributions for the State employer and 100% of actuarially determined contributions for the local employers. Based on those assumptions, the Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on Plan investments was applied to all projected benefit payments to determine the total pension liability.

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

Public Employees' Retirement System (PERS) - The following presents the Employer's proportionate share of the net pension liability as of the June 30, 2025 measurement date, calculated using a discount rate of 7.00%, as well as what the Employer's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1% lower or 1% higher than the current rate used:

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Employer's Proportionate Share of the Net Pension Liability	$ 7,112,109.00	$ 5,195,338.00	$ 3,561,741.00

Note 8: PENSION PLANS (CONT'D)

Sensitivity of Proportionate Share of Net Pension Liability to Changes in the Discount Rate (Cont'd)

Police and Firemen's Retirement System (PFRS) - As previously mentioned, PFRS has a special funding situation, where the State of New Jersey pays a portion of the Employer's annual required contribution. As such, the net pension liability as of the June 30, 2025 measurement date, for the Employer and the State of New Jersey, calculated using a discount rate of 7.00%, as well as using a discount rate that is 1% lower or 1% higher than the current rate used, is as follows:

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Employer's Proportionate Share of the Net Pension Liability	$ 12,327,294.00	$ 8,473,849.00	$ 5,258,862.00
State of New Jersey's Proportionate Share of Net Pension Liability	2,502,408.00	1,720,169.00	1,067,535.00
	$ 14,829,702.00	$ 10,194,018.00	$ 6,326,397.00

Pension Plan Fiduciary Net Position

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

Note 9: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS

N.J.A.C. 5:30-6.1(c) allows local units to disclose the most recently available information as it relates to the New Jersey Division of Pension's reporting on GASB No. 75, *Accounting and Financial Reporting for Postemployment Benefits other than Pensions*. The information for the measurement period ended June 30, 2025 was not available; therefore, the information from the measurement period June 30, 2024 is disclosed below.

Note 9: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)

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

Plan Description and Benefits Provided - The Township does not provide postemployment benefits to its retirees; however, the State of New Jersey (the "State") provides these benefits to certain Township retirees and their dependents under a special funding situation as described below.

The State, on-behalf of the Township, contributes to the State Health Benefits Local Government Retired Employees Plan (the "Plan"), which is a cost-sharing multiple-employer defined benefit other postemployment benefit ("OPEB") plan with a special funding situation. It covers employees of local government employers that have adopted a resolution to participate in the Plan. The Plan meets the definition of an equivalent arrangement as defined in paragraph 4 of GASB Statement No. 75, *Accounting and Financial Reporting for the Postemployment Benefits Other Than Pensions* (GASB Statement No. 75); therefore, assets are accumulated to pay associated benefits. For additional information about the Plan, please refer to the State of New Jersey (the "State"), Division of Pensions and Benefits' (the "Division") annual financial statements, which can be found at the following website: https://www.state.nj.us/treasury/pensions/financial-reports.shtml. As a local participating employer of the Plan, the Township is referred to as "Employer" throughout this Note.

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

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

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

Note 9: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)

General Information about the State Health Benefit Local Government Retired Employees Plan (Cont'd)

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

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

Therefore, these employers are considered to be in a special funding situation as defined by GASB Statement No. 75 and the State is treated as a nonemployer contributing entity. Since the local participating employers do not contribute under this legislation directly to the Plan, there is no net OPEB liability, deferred outflows of resources or deferred inflows of resources to report in the financial statements of the local participating employers related to this legislation. However, the notes to the financial statements of the local participating employers must disclose the portion of the nonemployer contributing entities' total proportionate share of the collective net OPEB liability that is associated with the local participating employer. The participating employer is required to disclose in their respective notes to the financial statements, an expense and corresponding revenue, and their proportionate share of the OPEB expense allocated to the State under the special funding situation.

The amount of actual contributions to the OPEB Plan made by the State, on-behalf of the Employer, is not known; however, under the special funding situation, the State's OPEB expense, on-behalf of the Employer, is $(1,011,405.00) for the year ended December 31, 2024, representing -31.04% of the Employer's covered payroll.

OPEB Liability and OPEB Expense

OPEB Liability - At December 31, 2024, the State's proportionate share of the net OPEB liability associated with the Employer was $10,439,434.00. The net OPEB liability was measured as of June 30, 2024, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of July 1, 2023, which was rolled forward to June 30, 2024.

The State's proportion of the net OPEB liability, associated with the Employer, was based on the ratio of the Plan members of an individual employer to the total members of the Plan's special funding situation during the measurement period July 1, 2023 through June 30, 2024. For the June 30, 2024 measurement date, the State's proportion on-behalf of the Employer was .214070%, which was an increase of .000742% from its proportion measured as of the June 30, 2023 measurement date.

Note 9: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)

Actuarial Assumptions

The actuarial assumptions vary for each plan member depending on the pension plan in which the member is enrolled. The actuarial valuation as of July 1, 2023, which was rolled forward to June 30, 2024, used the following actuarial assumptions, applied to all periods in the measurement:

Salary Increases *	
PFRS – Rates for all future years	3.25% to 16.25% based on years of service
Mortality	
Pre-Retirement Healthy – PFRS	PUB-2010 "Safety" classification headcount-weighted mortality table with fully generational mortality improvement projections from the central year using Scale MP-2021
Post-Retirement Healthy – Chapter 330 Retirees	
Disabled Retiree – PFRS Future Retirees	
Disabled Retiree – Chapter 330 Retirees	

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

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

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

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

Discount Rate - The discount rate used to measure the OPEB liability at June 30, 2024 was 3.93%. This represents the municipal bond return rate as chosen by the State. The source is the Bond Buyer Go 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. As the long-term rate of return is less than the municipal bond rate, it is not considered in the calculation of the discount rate, rather the discount rate is set at the municipal bond rate.

The health care trend assumptions used is as follows:

	Annual Rate of Increase					
	Medical Trend			Prescription Drug Trend		
Fiscal Year Ending	Pre-65	PPO Post-65	HMO Post-65	Pre-65	Post-65	EGWP
2025	7.50%	2.42%	2.25%	12.75%	12.25%	21.78%
2026	7.00%	19.38%	20.15%	12.25%	11.75%	10.92%
2027	6.50%	22.62%	23.58%	11.25%	10.75%	8.19%
2028	6.00%	14.93%	15.47%	10.00%	9.75%	9.79%
2029	5.50%	12.87%	13.31%	9.00%	9.00%	8.92%
2030	5.25%	11.35%	11.71%	8.00%	8.00%	5.74%
2031	5.00%	10.16%	10.46%	7.00%	7.00%	4.87%
2032	4.75%	9.18%	9.44%	6.00%	6.00%	6.00%
2033	4.50%	6.54%	6.65%	5.00%	5.00%	5.00%
2034 and Later	4.50%	4.50%	4.50%	4.50%	4.50%	4.50%

Note 9: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)

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

The net OPEB liability, calculated using a discount rate of 3.93%, as well as using a discount rate that is 1% lower or 1% higher than the current rate used, is as follows:

	1% Decrease (2.93%)	Current Discount Rate (3.93%)	1% Increase (4.93%)
State of New Jersey's Proportionate Share of the Net OPEB Liability Associated with the Employer	$ 12,160,816.00	$ 10,439,434.00	$ 9,060,760.00

Sensitivity of the Net OPEB Liability to Changes in the Healthcare Cost Trend Rates

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

	1% Decrease	Healthcare Cost Trend Rate	1% Increase
State of New Jersey's Proportionate Share of the Net OPEB Liability Associated with the Employer	$ 8,829,630.00	$ 10,439,434.00	$ 12,509,189.00

OPEB Plan Fiduciary Net Position

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

Note 10: COMPENSATED ABSENCES

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

The Township does not record accrued expenses related to compensated absences. However, it is estimated that, at December 31, 2025, accrued benefits for compensated absences, including the Township's share of social security taxes, are valued at $3,738,832.58.

The Township has established a Trust Fund to set aside funds for future payments of compensated absences. There was no balance in the fund at December 31, 2025.

Note 11: DEFERRED COMPENSATION SALARY ACCOUNT

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

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

Note 12: CAPITAL DEBT

General Improvement Bonds Issued

General Improvement Bonds, Series 2019 - On December 5, 2019, the Township issued $1,425,000.00 of general improvement bonds, with interest rates ranging from 2.125% to 4.000%. The final maturity of the bonds is November 1, 2037.

General Improvement Bonds, Series 2021 - On January 6, 2021, the Township issued $9,720,000.00 in general improvement refunding bonds, with interest rates ranging from 2.00% to 4.00%. The final maturity of the bonds is January 15, 2041.

General Improvement Bonds, Series 2022 - On June 7, 2022, the Township issued $11,360,000.00 of general improvement refunding bonds, with interest rates ranging from 3.00% to 5.00%. The final maturity of the bonds is March 1, 2041.

General Improvement Bonds, Series 2024 - On May 30, 2024, the Township issued $6,055,000.00 of general improvement refunding bonds, with an annual interest rate of 4.0%. The final maturity of the bonds is February 1, 2039.

The following schedule represents the remaining debt service, through maturity, for the general improvement bonds:

Year	Principal	Interest	Total
2026	$ 1,425,000.00	$ 833,987.50	$ 2,258,987.50
2027	1,445,000.00	770,287.50	2,215,287.50
2028	1,505,000.00	705,737.50	2,210,737.50
2029	1,530,000.00	644,087.50	2,174,087.50
2030	1,560,000.00	592,937.50	2,152,937.50
2031-2035	8,220,000.00	2,188,356.26	10,408,356.26
2036-2040	8,135,000.00	812,925.00	8,947,925.00
2041	1,240,000.00	18,700.00	1,258,700.00
Totals	$ 25,060,000.00	$ 6,567,018.76	$ 31,627,018.76

Note 12: CAPITAL DEBT (CONT'D)

Water & Sewer Utility Bonds Issued

Water & Sewer Utility Bonds, Series 2019 - On December 5, 2019, the Township issued $6,460,000.00 of water & sewer utility improvement bonds, with interest rates ranging from 2.125% to 4.000%. The final maturity of the bonds is November 1, 2034.

Water & Sewer Utility Bonds, Series 2024 - On May 30, 2024, the Township issued $12,445,000.00 of water & sewer utility improvement refunding bonds, with an annual interest rate of 4.0%. The final maturity of the bonds is February 1, 2044.

The following schedule represents the remaining debt service, through maturity, for the water & sewer utility bonds:

Year	Principal	Interest	Total
2026	$ 1,005,000.00	$ 583,993.76	$ 1,588,993.76
2027	1,035,000.00	543,393.76	1,578,393.76
2028	1,075,000.00	505,743.76	1,580,743.76
2029	1,090,000.00	467,043.76	1,557,043.76
2030	1,105,000.00	431,881.26	1,536,881.26
2031-2035	5,185,000.00	1,604,930.26	6,789,930.26
2036-2040	3,225,000.00	838,500.00	4,063,500.00
2041-2044	2,580,000.00	206,400.00	2,786,400.00
Totals	$ 16,300,000.00	$ 5,181,886.56	$ 21,481,886.56

Bond Anticipation Notes Issued

Bond Anticipation Notes, Series 2025 - On December 23, 2025, the Township issued $3,344,000.00 of bond anticipation notes, with an interest rate of 3.75%. The maturity date of the notes is November 20, 2026. The Notes were issued to: (i) provide new money in the amount of $3,344,000 to finance various general improvements in and by the Township; and (ii) pay the costs associated with the issuance of the Notes.

Note 12: CAPITAL DEBT (CONT'D)

Summary of Statutory Debt

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

	2025	2024	2023
Issued			
General:			
Bonds and Notes	$ 28,404,000.00	$ 26,420,000.00	$ 24,495,000.00
Water & Sewer Utility:			
Bonds and Notes	16,300,000.00	17,030,000.00	16,420,000.00
Total Issued	44,704,000.00	43,450,000.00	40,915,000.00
Authorized but not Issued			
General:			
Bonds and Notes	5,317,273.62	9,400,475.73	12,549,755.19
Water & Sewer Utility:			
Bonds and Notes	1,533,000.00	1,635,000.00	3,098,000.00
Total Authorized but not Issued	6,850,273.62	11,035,475.73	15,647,755.19
Total Issued and Authorized but not Issued	51,554,273.62	54,485,475.73	56,562,755.19
Deductions			
General:			
Reserve for Payment of Debt	811,926.76	794,440.69	794,440.69
Water & Sewer Utility:			
Self-Liquidating	17,833,000.00	18,528,332.00	16,829,635.40
Total Deductions	18,644,926.76	19,322,772.69	17,624,076.09
Net Debt	$ 32,909,346.86	$ 35,162,703.04	$ 38,938,679.10

Summary of Statutory Debt Condition - Annual Debt Statement

The summarized statement of debt condition which follows is prepared in accordance with the required method of setting up the annual debt statement and indicated a statutory net debt of 2.044%.

	Gross Debt	Deductions	Net Debt
School Purposes	$ 10,345,000.00	$ 10,345,000.00	
Self-Liquidating	17,833,000.00	17,833,000.00	
General	33,721,273.62	811,926.76	$ 32,909,346.86
	$ 61,899,273.62	$ 28,989,926.76	$ 32,909,346.86

Net debt $32,909,346.86 divided by the equalized valuation basis per N.J.S.A. 40A:2-2, as amended, $1,609,730,914.00, equals 2.044%.

Note 12: CAPITAL DEBT (CONT'D)

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

3 1/2% of Equalized Valuation Basis (Municipal)		$ 56,340,581.99
Less: Net Debt		32,909,346.86
Remaining Borrowing Power		$ 23,431,235.13

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

Fund Balance Anticipated, Cash Receipts from Fees, Rents, Interest and Other Miscellaneous Income, and Other Charges for the Year		$ 7,628,877.13
Deductions:		
Operating and Maintenance Costs	$ 6,051,337.00	
Debt Service	1,340,549.94	
Total Deductions		7,391,886.94
Excess in Revenue		$ 236,990.19

Note 13: RISK MANAGEMENT

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

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

The following is a summary of the activity and the ending balance of the Township's trust fund for the current and previous two years:

Year	Employee Contributions	Interest Earnings	Amount Reimbursed	Ending Balance
2025	$ 12,161.23	$ 741.28	$ 8,853.68	$ 71,349.88
2024	14,044.08	1,003.74	28,145.62	67,301.05
2023	9,990.34	185.11	778.66	80,398.85

It is estimated that there are no unreimbursed payments on behalf of the Township at December 31, 2025.

Note 13: RISK MANAGEMENT (CONT'D)

Joint Insurance Pool - The Township is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. Employee health and accident insurance and public officials bonds in amounts required by New Jersey statutes are provided through a third party- administrator. Unemployment compensation benefits are provided by the State of New Jersey, supported by mandatory contributions by the Township. The Township is a member of the Burlington County Municipal Joint Insurance Fund (the "JIF") and the Municipal Excess Liability Joint Fund (the "MEL"), both public entity risk pools. Covered losses not provided by either the JIF or MEL are covered by reinsurance policies in varying amounts. The following coverage is provided by the JIF and MEL:

Public Officials Bonds in excess of amounts statutorily required
Public Employees Dishonesty Bonds
Automobile Liability
Workers' Compensation and Employer's Liability
Commercial Property
General Liability
Public Officials Liability
Employment Practices Liability
Environmental Liability

Contributions to the JIF and MEL, including a reserve for contingencies are based on actuarial assumptions determined by each of the fund's actuaries. The Commissioner of Insurance may order additional assessments to supplement the Fund's claim, loss retention or administrative accounts to assure the payment of the Fund's obligations. The Funds publish their own financial reports, which can be obtained from:

Burlington County Municipal Joint Insurance Fund
P.O. Box 325
Hammonton, NJ 08037

Municipal Excess Liability Joint Insurance Fund
Park 80 West Plaza I
Saddle Brook, NJ 07663

Self-Insurance Plan - The Township contracts with a third-party administrator to provide health and prescription benefits. Per the contract, there is a stop loss deductible of $75,000.00 per individual and a $2,000,000.00 aggregate of 125% of projected claims. At December 31, 2025, the balance of the estimated claims payable was $160,017.86, as provided by the third party administrator. These pending claims have not been recorded as accounts payable and charged to the employee group insurance appropriation as of December 31, 2025. Any additional funding required for claims will be paid and charged to future budgets.

There have been no settlements that exceed the Township's coverage for years ended December 31, 2025, 2024, and 2023.

Note 14: OPEN SPACE, RECREATION AND FARMLAND PRESERVATION TRUST

On November 4, 2008, pursuant to P.L. 1997, c. 24 (N.J.S.A. 40:12-15.7), the voters of the Township authorized the establishment of the Township of Florence Municipal Open Space and Farmland Preservation Trust Fund (Open Space Trust Fund), effective January 1, 2009, for the purpose of raising revenue for the acquisition of lands for conservation and/or including the maintenance or improvement of such acquired lands, or for farmland acquisition and preservation, or for the payment of debt service for such acquisition or improvement purposes. As a result of the referendum, the Township levies a tax of one cent per one hundred dollars ($.01 per $100.00) of assessed real property valuation. Such tax was established for a period of twenty years, expiring on 12/31/2028. Amounts raised by taxation are assessed, levied and collected in the same manner and at the same time as other taxes. Future increases in the tax rate or to extend the authorization must be authorized by referendum. All revenue received is accounted for in a trust fund dedicated by rider (N.J.S.A. 40A:4-39) for the purposes stated. Interest earned on the investment of these funds is credited to the Open Space Trust Fund.

Note 15: CONTINGENCIES

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

Note 16: SUBSEQUENT EVENTS

Authorization of Debt – Subsequent to December 31, the Township authorized additional bonds and notes as follows:

Purpose	Date of Adoption	Authorization Amount
Design and construction of additional treatment for the Township's potable water system and related improvements	02/18/26	$ 12,200,000.00
Acquisition of real property for affordable housing purposes	04/15/26	3,800,000.00
		$ 16,000,000.00

SUPPLEMENTAL EXHIBITS

SUPPLEMENTAL EXHIBITS

CURRENT FUND

TOWNSHIP OF FLORENCE
CURRENT FUND
Statement of Current Cash
Per N.J.S.A. 40A:5-5 -- Treasurer
For the Year Ended December 31, 2025

		Current		Federal, State and Local Grant Fund
Balance Dec. 31, 2024		$ 6,987,974.85		$ -
Increased by Receipts:				
Collector	$ 41,455,288.79			
Budget Refunds	2,976,631.95			
Reserve for Library Aid	1,931.00			
Miscellaneous Revenue Not Anticipated	118,475.16			
Revenue Accounts Receivable	6,977,063.90			
Due State of New Jersey:				
DCA Training Fees	43,231.00			
Veterans' and Senior Citizens' Deductions	73,339.54			
Lead Inspections Fees	1,540.00			
Marriage and Civil Union Licenses and Burial Permit Fees	1,650.00			
Due County - PILOT Fees	154,718.86			
Federal, State and Local Grants Receivable			$ 544,159.43	
Reserve for Land Lease	3,500.00			
Due Federal, State and Local Grant Fund	411,034.50			
Due Animal Control Fund	702.48			
Due Trust Other Funds	70,609.09			
Due Trust Assessment Fund	222.71			
		52,289,938.98		544,159.43
Carried Forward		59,277,913.83		544,159.43

(Continued)

TOWNSHIP OF FLORENCE
CURRENT FUND
Statement of Current Cash
Per N.J.S.A. 40A:5-5 -- Treasurer
For the Year Ended December 31, 2025

		Current		Federal, State and Local Grant Fund
Brought Forward		$ 59,277,913.83		$ 544,159.43
Decreased by Disbursements				
2025 Appropriations	$ 16,738,035.38			
Refund of Prior Year Revenue	501.87			
2024 Appropriation Reserves	175,429.06			
Tax Overpayments	65,832.87			
Due County for Added and Omitted Taxes	71,137.64			
County Taxes Payable	5,475,715.95			
Local District School Taxes	22,734,717.00			
Fire District Taxes Payable	3,971,121.80			
Due State of New Jersey:				
DCA Training Fees	41,289.00			
Lead Fees	1,640.00			
Marriage and Civil Union Licenses and Burial Permit Fees	1,875.00			
Due County - PILOT Fees	848,161.83			
Federal, State and Local Grants Appropriated			$ 133,124.93	
Due Current Fund			411,034.50	
Due Animal Control Fund	53.72			
Due Open Space Trust Fund	136,481.91			
Due Trust Other Funds	49,468.04			
Due General Capital Fund	960,303.22			
Due Water & Sewer Capital Fund	1,781,732.99			
Due Water & Sewer Operating Fund	22,803.77			
		53,076,301.05		544,159.43
Balance Dec. 31, 2025		$ 6,201,612.78		$ -

TOWNSHIP OF FLORENCE
CURRENT FUND
Statement of Current Cash
Per N.J.S.A. 40A:5-5 -- Collector
For the Year Ended December 31, 2025

	Current
Receipts:	
Taxes Receivable	$ 41,001,469.61
Revenue Accounts Receivable	54,423.69
Prepaid Taxes	331,240.11
Tax Overpayments	68,155.38
	41,455,288.79
Decreased by:	
Deposits to Treasurer's Account	$ 41,455,288.79

All funds are deposited directly to the Treasurer's bank account.

Exhibit SA-3

TOWNSHIP OF FLORENCE
CURRENT FUND
Schedule of Change Funds
As of December 31, 2025

Office	Amount
Township Clerk	$ 50.00
Tax Collector	400.00
Police	100.00
	$ 550.00

Exhibit SA-4

CURRENT FUND
Statement of Due to State of New Jersey
DCA Training Fees
For the Year Ended December 31, 2025

Balance Dec. 31, 2024	$ 5,968.00
Increased by:	
Receipts	43,231.00
	49,199.00
Decreased by:	
Disbursements	41,289.00
Balance Dec. 31, 2025	$ 7,910.00

TOWNSHIP OF FLORENCE
CURRENT FUND
Statement of Taxes Receivable and Analysis of Property Tax Levy
For the Year Ended December 31, 2025

Year	Balance Dec. 31, 2024	2025 Levy	Added Taxes	Collected 2024	Collected 2025	Canceled	Transferred to Tax Title Liens	Due from State of New Jersey	Balance Dec. 31, 2025
2023	$ 3,327.03				$ 3,327.03				
2024	255,187.73		$ 1,911.00		256,811.39	$ 261.87			$ 25.47
	258,514.76	-	1,911.00	-	260,138.42	261.87	-	-	25.47
2025		$ 41,646,656.86		$ 349,445.11	40,741,331.19	36,696.22	$ 17,929.66	$ 72,604.79	428,649.89
	$ 258,514.76	$ 41,646,656.86	$ 1,911.00	$ 349,445.11	$ 41,001,469.61	$ 36,958.09	$ 17,929.66	$ 72,604.79	$ 428,675.36

Analysis of 2025 Property Tax Levy

Tax Yield		
General Purpose Tax		$ 37,539,250.20
Fire District Tax		3,971,121.80
Added Taxes (54:4-63.1 et seq.)		136,284.86
		$ 41,646,656.86
Tax Levy		
Local School Tax		$ 24,453,665.00
Municipal Open Space Tax		134,787.55
County Taxes:		
County	$ 4,502,460.11	
County Library	421,685.68	
County Open Space	551,570.16	
Due County for Added and Omitted Taxes	11,501.18	
Total County Taxes		5,487,217.13
Fire District Taxes		3,971,121.80
Local Tax for Municipal Purposes	7,475,364.33	
Add: Additional Tax Levied	124,501.05	
Local Tax for Municipal Purposes Levied		7,599,865.38
		$ 41,646,656.86

TOWNSHIP OF FLORENCE
CURRENT FUND
Statement of Tax Title Liens
For the Year Ended December 31, 2025

Balance Dec. 31, 2024	$ 289,649.78
Increased by:	
Transfer from Taxes Receivable	17,929.66
Balance Dec. 31, 2025	$ 307,579.44

TOWNSHIP OF FLORENCE
CURRENT FUND
Statement of Revenue Accounts Receivable
For the Year Ended December 31, 2025

	Balance Dec. 31, 2024	Accrued 2025	Collections Treasurer	Collections Collector	Interfunds	Balance Dec. 31, 2025
Licenses:						
Alcoholic Beverage Licenses		$ 22,500.00	$ 22,500.00			
Fees & Permits - Other:						
Clerk		20,720.00	20,720.00			
Tower Rentals		194,767.91	194,767.91			
Cable Franchise		41,890.99	41,890.99			
Community Center Rentals		500.00	500.00			
Vacant Property		26,250.00	26,250.00			
Landlord		30,125.00	30,125.00			
Lead Inspections		1,540.00	1,540.00			
Zoning		10,475.00	10,475.00			
Housing Inspections		75,490.00	75,490.00			
Registrar of Vital Statistics		6,503.00	6,503.00			
Police Reports		22,171.42	22,171.42			
Clerk Reports		397.10	397.10			
Other		7,460.00	7,460.00			
Recreation Fees						
Fines and Costs:						
Municipal Court		134,247.65	134,247.65			
Interest and Costs on Taxes		54,423.69		$ 54,423.69		
Interest on Investments and Deposits		230,822.94	98,334.10		$ 132,488.84	
Fees - Host Community Benefits - 2025		334,317.63	237,929.42			$ 96,388.21
Fees - Host Community Benefits - 2024	$ 98,050.34	455.00	98,505.34			
Consolidated Municipal Propety Tax Relief Aid						
Energy Receipts Tax		1,367,477.08	1,367,477.08			
Uniform Construction Code Fees		537,866.60	537,866.60			
PILOT Programs		3,040,067.91	3,040,067.91			
General Capital Surplus		400,000.00	400,000.00			
Reserve for Payment of Bonds		78,000.00	78,000.00			
Interfunds - Water & Sewer Operating Fund		287,153.35	287,153.35			
Interfunds - Water & Sewer Assessment Fund		79,747.64	79,747.64			
Interfunds - Trust Other Fund		156,944.39	156,944.39			
Off-Duty Police Administrative Fees		97,896.86			97,896.86	
Reserve for Recreation Improvements						
	$ 98,050.34	$ 7,260,211.16	$ 6,977,063.90	$ 54,423.69	$ 230,385.70	$ 96,388.21
Interfunds Receivable:						
Due Animal Control Fund					$ 127.19	
Due Trust Assessment Fund					144.43	
Due Trust Other Funds					113,869.33	
Due General Capital Fund					116,244.75	
					$ 230,385.70	

TOWNSHIP OF FLORENCE
CURRENT FUND
Statement of 2024 Appropriation Reserves
For the Year Ended December 31, 2025

	Balance Dec. 31, 2024 Encumbered	Balance Dec. 31, 2024 Reserves	Balance After Modification	Disbursed (Net of Refunds)	Transfer to Accounts Payable	Balance Lapsed
GENERAL GOVERNMENT FUNCTIONS						
Mayor and Council						
Salaries and Wages		$ 334.87	$ 334.87			$ 334.87
Other Expenses	$ 338.66		338.66	$ 338.66		
Municipal Clerk						
Salaries and Wages		4,134.70	4,134.70			4,134.70
Other Expenses	110.22	8,392.00	8,502.22	8,502.22		
Business Administration Office:						
Salaries and Wages		8,154.31	8,154.31			8,154.31
Other Expenses	1,558.58	869.48	2,428.06	496.58	$ 650.00	1,281.48
Revenue Administration (Tax Collection):						
Salaries and Wages		925.06	925.06			925.06
Other Expenses		4,321.39	4,321.39	767.60		3,553.79
Bureau of Assessments:						
Salaries and Wages		11,229.87	11,229.87	10,000.00		1,229.87
Other Expenses	288.80	4,511.86	4,800.66	288.80		4,511.86
Tax Map	4,000.00	12.50	4,012.50		4,000.00	12.50
Township Solicitor:						
Other Expenses	3,072.00	14,601.50	17,673.50	7,488.00		10,185.50
Special Counsel:						
Other Expenses		10,664.96	10,664.96	3,150.00		7,514.96
Treasurer:						
Salaries and Wages		2,548.24	2,548.24			2,548.24
Other Expenses		2,766.11	2,766.11	137.50		2,628.61
Engineering Services:						
Other Expenses	1,000.00	66,104.83	67,104.83	2,265.00	1,000.00	63,839.83
Industrial Development Promotion:						
Other Expenses		15,545.00	15,545.00			15,545.00
Expense at Participation of Free County Library						
Other Expenses		1,626.05	1,626.05	1,569.00		57.05
LAND USE ADMINISTRATION						
Planning Board:						
Salaries and Wages		375.00	375.00			375.00
Other Expenses		7,079.62	7,079.62	598.49		6,481.13
Zoning Board of Adjustment:						
Other Expenses		4,519.56	4,519.56	611.31		3,908.25
INSURANCE						
Workers Compensation		4,274.00	4,274.00			4,274.00
Employee Group Insurance	18,831.02	61,620.26	80,451.28	29,166.12		51,285.16
Health Benefit Waiver		2,000.00	2,000.00			2,000.00
PUBLIC SAFETY						
Police						
Salaries and Wages		316,451.47	316,451.47			316,451.47
Other Expenses	15,006.67	65,488.33	80,495.00	19,084.68	100.00	61,310.32
Office of Emergency Management						
Salaries and Wages		1,325.00	1,325.00	1,325.00		
Other Expenses		2,250.00	2,250.00			2,250.00
Municipal Prosecutor						
Other Expenses		6,198.00	6,198.00	5,961.00		237.00
Maintenance of Traffic Lights						
Other Expenses		2,068.54	2,068.54			2,068.54

(Continued)

TOWNSHIP OF FLORENCE
CURRENT FUND
Statement of 2024 Appropriation Reserves
For the Year Ended December 31, 2025

	Balance Dec. 31, 2024 Encumbered	Balance Dec. 31, 2024 Reserves	Balance After Modification	Disbursed (Net of Refunds)	Transfer to Accounts Payable	Balance Lapsed
PUBLIC WORKS FUNCTIONS						
Streets and Road Maintenance:						
Salaries and Wages		$ 23,400.17	$ 23,400.17			$ 23,400.17
Other Expenses	$ 664.22	48,553.45	49,217.67	$ 537.03		48,680.64
Sanitation Department:						
Other Expenses	1,229.68	3,350.55	4,580.23	1,123.31		3,456.92
Solid Waste Disposal Fee	488.26	2,266.53	2,754.79	488.26		2,266.53
Contractual	45.00	7,529.01	7,574.01	1,125.00		6,449.01
Buildings and Grounds						
Salaries and Wages		9,138.10	9,138.10			9,138.10
Other Expenses	6,617.20	48,180.47	54,797.67	6,382.69	$ 550.00	47,864.98
Parks and Playgrounds						
Other Expenses	5,278.75	44,213.83	49,492.58	5,278.75		44,213.83
HEALTH AND WELFARE						
Board of Health:						
Salaries and Wages		0.33	0.33			0.33
Other Expenses		30.98	30.98			30.98
Animal Control Services						
Other Expenses		1,500.00	1,500.00	1,500.00		
Shade Tree Committee						
Other Expenses	4,394.50	2,786.95	7,181.45	2,594.50		4,586.95
Environmental Commission						
Other Expenses	1,199.00	902.63	2,101.63			2,101.63
PARKS AND RECREATION						
Recreation Services and Programs:						
Other Expenses	1,080.00	61,099.58	62,179.58	39,652.52	180.00	22,347.06
Celebration of Public Events, Anniversary or Holiday						
Other Expenses	393.81	6,463.14	6,856.95	393.81		6,463.14
UTILITY EXPENSES AND BULK PURCHASES						
Electricity		58,467.99	58,467.99	951.08		57,516.91
Street Lighting		38,769.56	38,769.56	674.89		38,094.67
Telephone		248.53	248.53			248.53
Gasoline		24,231.96	24,231.96			24,231.96
UNIFORM CONSTRUCTION CODE						
Appropriations Offset by Dedicated Revenues (N.J.A.C. 5:23-4.17)						
Construction Official						
Salaries and Wages		2,227.43	2,227.43	350.00		1,877.43
Other Expenses	17,181.49	4,132.55	21,314.04	17,045.09	500.00	3,768.95
MUNICIPAL COURT FUNCTIONS						
Municipal Court						
Salaries and Wages		3,464.67	3,464.67			3,464.67
Other Expenses	198.90	13,427.46	13,626.36	2,585.30		11,041.06
UNCLASSIFIED						
Condominium Services:						
Other Expenses		82,866.69	82,866.69			82,866.69
Statutory Expenditures:						
Contribution to:						
Public Employees' Retirement System		66.66	66.66			66.66
Social Security System (O.A.S.I.)		805.08	805.08			805.08
Defined Contribution Retirement Program		1,559.99	1,559.99			1,559.99
Recycling Tax		9,092.62	9,092.62	2,996.87		6,095.75
	$ 82,976.76	$ 1,129,169.42	$ 1,212,146.18	$ 175,429.06	$ 6,980.00	$ 1,029,737.12

TOWNSHIP OF FLORENCE
CURRENT FUND
Statement of Due to State of New Jersey
Veterans' and Senior Citizens' Deductions
For the Year Ended December 31, 2025

Balance Dec. 31, 2024		$ 62,107.93
Increased by:		
Collections	$ 73,339.54	
Reimbursement Due to Taxation Audit	1,000.00	
Senior Citizen's Deductions Disallowed by Collector (Net):		
Prior Year Taxes	1,911.00	
		76,250.54
		138,358.47
Decreased by:		
Accrued in 2025:		
Deductions Allowed per Tax Billings	70,750.00	
Deductions Allowed by Tax Collector (Net)	1,854.79	
		72,604.79
Balance Dec. 31, 2025		$ 65,753.68

Exhibit SA-10

TOWNSHIP OF FLORENCE
CURRENT FUND
Statement of Prepaid Taxes
For the Year Ended December 31, 2025

Balance Dec. 31, 2024 (2025 Taxes)	$ 349,445.11
Increased by:	
Collections--2026 Taxes	331,240.11
	680,685.22
Decreased by:	
Application to 2025 Taxes	349,445.11
Balance Dec. 31, 2025 (2026 Taxes)	$ 331,240.11

Exhibit SA-11

CURRENT FUND
Statement of Tax Overpayments
For the Year Ended December 31, 2025

Balance Dec. 31, 2024		$ 15,023.02
Increased by:		
Prior Year Overpayments	$ 1,734.61	
Receipts:		
2025 Taxes	67,937.06	
2024 Taxes	218.32	
		69,889.99
		84,913.01
Decreased by:		
Refunded		65,832.87
Balance Dec. 31, 2025		$ 19,080.14

A detailed list of tax overpayments is on file at the office of the Tax Collector.

Exhibit SA-12

TOWNSHIP OF FLORENCE
CURRENT FUND
Statement of Due County for Added and Omitted Taxes
For the Year Ended December 31, 2025

Balance Dec. 31, 2024	$	71,137.64
Increased by:		
Added Taxes		11,501.18
		82,638.82
Decreased by:		
Payments		71,137.64
Balance Dec. 31, 2025	$	11,501.18

Exhibit SA-13

CURRENT FUND
Statement of Accounts Payable
For the Year Ended December 31, 2025

Balance Dec. 31, 2024	$	13,902.57
Increased by:		
Charged to Appropriation Reserves		6,980.00
		20,882.57
Decreased by:		
Canceled		20,107.57
Balance Dec. 31, 2025	$	775.00

TOWNSHIP OF FLORENCE
CURRENT FUND
Statement of Due County for PILOT Collections
For the Year Ended December 31, 2025

Balance Dec. 31, 2024		$ 358,566.01
Increased by:		
Charged to Operations - Prior Year Receipts	$ 489,595.82	
Receipts	154,718.86	
		644,314.68
		1,002,880.69
Decreased by:		
Disbursed		848,161.83
Balance Dec. 31, 2025		$ 154,718.86

Exhibit SA-15

TOWNSHIP OF FLORENCE
CURRENT FUND
Statement of County Taxes Payable
For the Year Ended December 31, 2025

2025 Levy:		
County	$ 4,502,460.11	
County Library	421,685.68	
County Open Space	551,570.16	
		$ 5,475,715.95
Decreased by:		
Payments		$ 5,475,715.95

Exhibit SA-16

CURRENT FUND
Statement of Local District School Tax Payable
For the Year Ended December 31, 2025

Balance Dec. 31, 2024	$ 1.52
Increased by:	
Levy - Calendar Year	24,453,665.00
	24,453,666.52
Decreased by:	
Payments	22,734,717.00
Balance Dec. 31, 2025	$ 1,718,949.52

Exhibit SA-17

TOWNSHIP OF FLORENCE
CURRENT FUND
Statement of Municipal Open Space Taxes Payable
For the Year Ended December 31, 2025

2025 Levy:		
Levy	$ 134,504.92	
Added/Omitted Taxes (R.S.54:4-63.1 et seq.)	282.63	
		$ 134,787.55
Decreased by:		
Due to Municipal Open Space Fund		$ 134,787.55

Exhibit SA-18

CURRENT FUND
Statement of Fire District Taxes Payable
For the Year Ended December 31, 2025

Levy	$ 3,971,121.80
Decreased by:	
Disbursed to Fire District	$ 3,971,121.80

Exhibit SA-19

TOWNSHIP OF FLORENCE
CURRENT FUND
Statement of Due to State of New Jersey
Marriage Licenses and Burial Permit Fees
For the Year Ended December 31, 2025

Balance Dec. 31, 2024		$ 1,225.00
Increased by:		
Receipts		1,650.00
		2,875.00
Decreased by:		
Disbursements		1,875.00
Balance Dec. 31, 2025		$ 1,000.00

Exhibit SA-20

CURRENT FUND
Statement of Reserve for Library Aid
For the Year Ended December 31, 2025

Balance Dec. 31, 2024		$ 9,988.67
Increased by:		
Receipts		1,931.00
Balance Dec. 31, 2025		$ 11,919.67

Exhibit SA-21

TOWNSHIP OF FLORENCE
CURRENT FUND
Statement of Due to State of New Jersey
Lead Inspections Fees
For the Year Ended December 31, 2025

Balance Dec. 31, 2024		$ 4,520.00
Increased by:		
Receipts		1,540.00
		6,060.00
Decreased by:		
Disbursements		1,640.00
Balance Dec. 31, 2025		$ 4,420.00

Exhibit SA-22

CURRENT FUND
Statement of Reserve for Land Lease
For the Year Ended December 31, 2025

Balance Dec. 31, 2024		$ 42,000.00
Increased by:		
Receipts		3,500.00
Balance Dec. 31, 2025		$ 45,500.00

TOWNSHIP OF FLORENCE
FEDERAL, STATE AND LOCAL GRANT FUND
Statement of Due from Current Fund
For the Year Ended December 31, 2025

Balance Dec. 31, 2024	$ 557,446.25
Increased by:	
Interfund Loans Disbursed	411,034.50
Balance Dec. 31, 2025	$ 968,480.75

TOWNSHIP OF FLORENCE
FEDERAL, STATE AND LOCAL GRANT FUND
Statement of Federal, State and Local Grants Receivable
For the Year Ended December 31, 2025

Program	Balance Dec. 31, 2024	Accrued	Received	Balance Dec. 31, 2025
State Grants:				
Clean Communities Grant		$ 37,149.49	$ 37,149.49	
Municipal Drug Alliance Program		500.00	500.00	
Recycling Tonnage Grant		49,225.28	49,225.28	
2024 Local Recreation Improvement Grant		375,000.00	375,000.00	
2023 Local Recreation Improvement Grant	$ 51,545.75	32,805.25	45,350.55	$ 39,000.45
Total State Grants	51,545.75	494,680.02	507,225.32	39,000.45
Local Grants:				
National Opioid Settlement Proceeds		29,414.11	29,414.11	
DMHAS Youth Leadership Grant		7,020.00	7,020.00	
Municipal Alliance Grant	16,408.90		500.00	15,908.90
Total Local Grants	16,408.90	36,434.11	36,934.11	15,908.90
	$ 67,954.65	$ 531,114.13	$ 544,159.43	$ 54,909.35

TOWNSHIP OF FLORENCE
FEDERAL, STATE AND LOCAL GRANT FUND
Statement of Reserve for Federal, State and Local Grants
Unappropriated
For the Year Ended December 31, 2025

Program	Balance Dec. 31, 2024	Grants Receivable	Realized as Miscellaneous Revenue in 2025 Budget	Balance Dec. 31, 2025
Federal Grants:				
Bulletproof Vest Program	$ 4,277.00		$ 4,277.00	
Total Federal Grants	4,277.00	$ -	4,277.00	$ -
State Grants:				
Clean Communities Grant	29,401.38	37,149.49	29,401.38	37,149.49
Municipal Drug Alliance Program	325.00	500.00	325.00	500.00
Body Armor Replacement Grant	2,647.90		2,647.90	
Recycling Tonnage Grant		49,225.28	49,225.28	
2024 Local Recreation Improvement Grant		375,000.00	375,000.00	
2023 Local Recreation Improvement Grant		32,805.25	32,805.25	
Total State Grants	32,374.28	494,680.02	489,404.81	37,649.49
Local Grants:				
National Opioid Settlement Proceeds	10,284.35	29,414.11	12,495.82	27,202.64
DMHAS Youth Leadership Grant		7,020.00		7,020.00
Total Local Grants	10,284.35	36,434.11	12,495.82	34,222.64
	$ 46,935.63	$ 531,114.13	$ 506,177.63	$ 71,872.13
Original Budget			$ 46,935.63	
Chapter 159 - 40A:4-87			459,242.00	
			$ 506,177.63	

TOWNSHIP OF FLORENCE
FEDERAL, STATE AND LOCAL GRANT FUND
Statement of Reserve for Federal, State and Local Grants
Appropriated
For the Year Ended December 31, 2025

Program	Balance Dec. 31, 2024	Transferred from 2025 Budget Appropriation	Prior Year Encumbrances Reclassified	Paid or Charged	Balance Dec. 31, 2025
Federal Grants:					
Bulletproof Vest Program	$ 3,421.60	$ 4,277.00		$ 7,698.60	
Community Development Block Grant	9,437.50				$ 9,437.50
Total Federal Grants	$ 12,859.10	4,277.00		7,698.60	9,437.50
State Grants:					
Drunk Driving Enforcement Grant	10,324.21		$ 156.00	365.54	10,114.67
Clean Communities Grant	31,080.52	29,401.38		43,042.87	17,439.03
Municipal Drug Alliance Program	1,492.34	325.00		1,100.00	717.34
Alcohol Education and Rehabilitation Fund	902.09				902.09
Body Armor Replacement Grant	8,599.75	2,647.90			11,247.65
Recycling Tonnage Grant		49,225.28		32,762.24	16,463.04
Lead Grant Assistance Program	11,100.00			2,111.09	8,988.91
Stormwater Assistance Grant	25,000.00				25,000.00
2024 Local Recreation Improvement Grant		375,000.00			375,000.00
2023 Local Recreation Improvement Grant	53,914.70	32,805.25		54,168.15	32,551.80
Body-Worn Camera Grant Program	18,342.00				18,342.00
Total State Grants	160,755.61	489,404.81	156.00	133,549.89	516,766.53
Local Grants:					
Burlington County Parks Grant	28,720.08				28,720.08
National Opioid Settlement Proceeds	94,431.45	12,495.82		15,848.25	91,079.02
Recreation Contribution - Send A Kid to Camp	7,801.00				7,801.00
Recreation Contribution - Covington Baseball	2,358.02				2,358.02
Recreation Contribution - National Gypsum	227.17				227.17
Waste Management Environmental Grant	6,375.60			660.00	5,715.60
Comcast Technology Grant	889.67				889.67
Sustainable Jersey Small Grants Program	2,000.00			2,000.00	
Total Local Grants	142,802.99	12,495.82	-	18,508.25	136,790.56
	$ 316,417.70	$ 506,177.63	$ 156.00	$ 159,756.74	$ 662,994.59

Original Budget	$ 46,935.63	
Chapter 159 - 40A:4-87	459,242.00	
Disbursed		$ 133,124.93
Reserve for Encumbrances		26,631.81
	$ 506,177.63	$ 159,756.74

SUPPLEMENTAL EXHIBITS

TRUST FUND

TOWNSHIP OF FLORENCE
TRUST FUND
Statement of Trust Cash Per N.J.S.A. 40A:5-5 -- Treasurer
For the Year Ended December 31, 2025

	Trust Assessment		Animal Control		Municipal Open Space		Other	
Balance Dec. 31, 2024		$ 9,564.48		$ 7,119.91		$ 242,252.19		$ 4,161,124.52
Increased by Receipts:								
Due Current Fund	$ 144.43		$ 127.19		$ 1,976.99		$ 62,045.37	
Animal Control Fees			9,574.80					
Open Space Levy					134,504.92			
Accounts Receivable							78,549.49	
Interest Earnings					2,246.54		101,104.42	
Reserve for Land Use Escrow Deposits							225,303.69	
Reserve for Flexible Spending							4,385.60	
Reserve for Performance Bonds							78,948.00	
Reserve for Street Opening Deposits							10,800.00	
Reserve for Police Quasi Duty							635,148.92	
Reserve for Parking Offenses Adjudication							184.00	
Act Reserve for Engineering Escrow Deposits							11,968.21	
Reserve for Patriotic Celebration							17,517.50	
Reserve for Public Defender							3,050.00	
Reserve for Police Donations							500.00	
Payroll Deductions Payable							3,661,188.60	
Net Payroll							6,021,895.80	
		144.43		9,701.99		138,728.45		10,912,589.60
		9,708.91		16,821.90		380,980.64		15,073,714.12
Decreased by Disbursements:								
Due Water and Sewer Utility Operating Fund					144,375.00			
Due Current Fund	$ 222.71		702.48				240,370.64	
Due General Capital Fund							25,000.00	
Open Space Bond Series 2019 Payment					100,337.50			
Reserve for Dog Fund Expenditures			9,109.23					
Reserve for Unemployment							8,853.68	
Reserve for FSH Developer Contributions							550,920.44	
Reserve for Land Use Escrow Deposits							199,843.31	
Reserve for Flexible Spending							5,117.01	
Reserve for Street Opening Deposits							4,800.00	
Reserve for Police Quasi Duty							599,473.60	
Reserve for Engineering Escrow Deposits							13,396.50	
Reserve for Patriotic Celebration							3,903.60	
Reserve for K-9 Care and Treatment							5,107.13	
Reserve for Municipal Sponsored Events							8,065.25	
Reserve for Accumulated Leave							27,541.38	
Reserve for Encumbrances							10,777.20	
Payroll Deductions Payable							3,738,383.01	
Net Payroll							6,021,895.80	
		222.71		9,811.71		244,712.50		11,463,448.55
Balance Dec. 31, 2025		$ 9,486.20		$ 7,010.19		$ 136,268.14		$ 3,610,265.57

TOWNSHIP OF FLORENCE
TRUST OTHER FUND
Statement of Trust Cash Per N.J.S.A. 40A:5-5 -- Collector
For the Year Ended December 31, 2025

Balance Dec. 31, 2024		$ 187,045.20
Increased by:		
Receipts:		
Premiums Received at Tax Sale	$ 206,100.00	
Deposits for Redemption of Tax Title Liens	221,799.97	
Due Current Fund	3,422.76	
		431,322.73
		618,367.93
Decreased by:		
Disbursements:		
Premiums Received at Tax Sale	185,200.00	
Deposits for Redemption of Tax Title Liens	174,134.06	
Due Current Fund	4,812.81	
		364,146.87
Balance Dec. 31, 2025		$ 254,221.06

TOWNSHIP OF FLORENCE
TRUST OTHER FUND
Statement of Due to Current Fund
For the Year Ended December 31, 2025

Balance Dec. 31, 2024			$ 156,944.39
Increased by:			
Off-Duty Police Administrative Fees		$ 97,896.86	
Receipts:			
Interfunds Received		49,468.04	
Interest Earned on Deposits:			
Treasurer		12,577.33	
Collector		3,422.76	
			163,364.99
			320,309.38
Decreased by:			
Charged to 2025 Current Fund Budget Appropriations:			
Disbursements:			
Accumulated Absences:	$ 17,629.97		
Payroll Deductions Payable:			
Social Security System (O.A.S.I.)	65,043.14		
DCRP Contributions	9,388.46		
		92,061.57	
Disbursements:			
Interfunds Returned:			
Treasurer	222,740.67		
Collector	4,812.81		
		227,553.48	
			319,615.05
Balance Dec. 31, 2025			$ 694.33

TOWNSHIP OF FLORENCE
ANIMAL CONTROL FUND
Statement of Due to Current Fund
For the Year Ended December 31, 2025

Balance Dec. 31, 2024		$ 702.48
Increased by:		
Receipts:		
Interest Earned on Deposits	$ 127.19	
Disbursed by Current Fund for Animal Control Fund	53.72	
		180.91
Decreased by:		
Interfund Loans Returned		702.48
Balance Dec. 31, 2025		$ 180.91

Exhibit SB-5

TOWNSHIP OF FLORENCE
ANIMAL CONTROL FUND
Statement of Reserve for Dog Fund Expenditures
For the Year Ended December 31, 2025

Balance Dec. 31, 2024		$ 4,162.43
Increased by:		
Receipts:		
Prior Year Encumbrances Reclassified	2,255.00	
Animal Control Fees Collected	9,574.80	
		11,829.80
		15,992.23
Decreased by:		
Expenditures under RS 4:19-15.11:		
Disbursements:		
Animal Control Fund	9,109.23	
Current Fund	53.72	
		9,162.95
Balance Dec. 31, 2025		$ 6,829.28

License Fees Collected

Year	Amount
2023	$ 11,214.80
2024	10,553.40
	$ 21,768.20

Exhibit SB-6

ANIMAL CONTROL FUND
Statement of Due to State of New Jersey
For the Year Ended December 31, 2025

Collected by Clerk:	
State Registration Fees Collected	$ 1,416.00
Decreased by:	
Disbursed by Clerk:	
State Board of Health	$ 1,416.00

TOWNSHIP OF FLORENCE
TRUST OTHER FUND
Statement of Payroll Deductions Payable
For the Year Ended December 31, 2025

Balance Dec. 31, 2024		$ 59,918.48
Increased by:		
Payroll Deductions and Employer Share of Social Security/Pension:		
Receipts	$ 3,661,188.60	
Due Water & Sewer Utility Fund:		
2025 Budget Appropriations:		
Social Security System (O.A.S.I.)	22,581.56	
Due Current Fund:		
2025 Budget Appropriations:		
Social Security System (O.A.S.I.)	65,043.14	
DCRP Contributions	9,388.46	
		3,758,201.76
		3,818,120.24
Decreased by:		
Payroll Deductions and Employer Share of Social Security/Pension:		
Disbursements	3,738,383.01	
Reserve for Unemployment Compensation	12,161.23	
		3,750,544.24
Balance Dec. 31, 2025		$ 67,576.00

Analysis of Balance Dec. 31, 2025

Deduction	Amount
PERS	$ 29,762.58
PFRS	37,015.93
Unallocated	797.49
	$ 67,576.00

TOWNSHIP OF FLORENCE
MUNICIPAL OPEN SPACE TRUST FUND
Statement of Due from Current Fund
For the Year Ended December 31, 2025

Balance Dec. 31, 2024		$ 1,976.99
Increased by:		
2025 Open Space Tax Levy:		
Tax Levy	$ 134,504.92	
Added/Omitted Taxes	282.63	
		134,787.55
		136,764.54
Decreased by:		
Received:		
Interfunds Liquidated	1,976.99	
2025 Open Space Tax Levy	134,504.92	
		136,481.91
Balance Dec. 31, 2025		$ 282.63

TOWNSHIP OF FLORENCE
TRUST OTHER FUND
Statement of Changes in Miscellaneous Trust Other Reserves
For the Year Ended December 31, 2025

		Increased by:			Decreased by:		
		Receipts					
	Balance Dec. 31, 2024	Interest Earnings	Other Receipts	Accrued	Disbursements	Due Current Fund	Balance Dec. 31, 2025
Collector:							
Reserve for:							
Premiums Received at Tax Sale	$ 160,300.00		$ 206,100.00		$ 185,200.00		$ 181,200.00
Tax Title Lien Redemption	21,932.39		221,799.97		174,134.06		69,598.30
	182,232.39	$ -	427,899.97	$ -	359,334.06	$ -	250,798.30
Treasurer:							
Reserve for:							
Unemployment Compensation	67,301.05	741.28		12,161.23	8,853.68		71,349.88
FSH Developer Contributions	3,410,928.91	97,621.79			550,920.44		2,957,630.26
FSH In Lieu of Contributions	5,326.95						5,326.95
Special Law Enforcement	604.46	2,741.35					3,345.81
Land Use Escrow Deposits	193,687.38		225,303.69		199,843.31		219,147.76
Flexible Spending	2,174.79		4,385.60		5,117.01		1,443.38
Performance Bonds	140,903.80		78,948.00				219,851.80
Steet Opening Deposits	5,018.75		10,800.00		4,800.00		11,018.75
Police Quasi Duty	62,221.54		635,148.92		599,473.60	97,896.86	
Parking Offenses Adjudication Act	3,798.12		184.00				3,982.12
Engineering Escrow Deposits	8,195.20		11,968.21		13,396.50		6,766.91
Miscellaneous Escrow	6,408.57						6,408.57
Patritotic Celebration	2,347.24		17,517.50		3,903.60		15,961.14
K-9 Care and Treatment	10,537.00				5,107.13		5,429.87
Municipal Sponsored Events	8,580.06				8,065.25		514.81
Public Defender	7,702.00		3,050.00				10,752.00
Accumulated Leave	27,541.38				27,541.38		
Police Donations	2,500.00		500.00				3,000.00
CDBG	26,069.55						26,069.55
	3,991,846.75	101,104.42	987,805.92	12,161.23	1,427,021.90	97,896.86	3,567,999.56
	$ 4,174,079.14	$ 101,104.42	$ 1,415,705.89	$ 12,161.23	$ 1,786,355.96	$ 97,896.86	$ 3,818,797.86

TOWNSHIP OF FLORENCE
TRUST OTHER FUND
Statement of Accounts Receivable
For the Year Ended December 31, 2025

Balance Dec. 31, 2024	$	78,549.49
Decreased by:		
Receipts		78,549.49

SUPPLEMENTAL EXHIBITS

GENERAL CAPITAL FUND

TOWNSHIP OF FLORENCE
GENERAL CAPITAL FUND
Statement of General Capital Cash
Per N.J.S.A. 40A:5-5 -- Treasurer
For the Year Ended December 31, 2025

Balance Dec. 31, 2024		$ 3,959,058.59
Increased by Receipts:		
Premiums on Bonds	$ 27,186.72	
Grant Funds Receivable	409,218.86	
Reserve for Payment of Notes	95,486.07	
Bond Anticipation Notes Issued	3,344,000.00	
Improvement Authorization Refunds	75,000.00	
Capital Improvement Fund	50,000.00	
Due Current Fund:		
Liquidation of Prior Interfund	960,303.22	
Interest Earnings	116,244.75	
Due Water & Sewer Utility Capital Fund	79,247.17	
Due Trust Other Fund	25,000.00	
		5,181,686.79
		9,140,745.38
Decreased by Disbursements:		
Realized as Miscellaneous Revenue in Current Fund Budget:		
General Capital Surplus	400,000.00	
Reserve for Payment of Bonds and Notes	78,000.00	
Improvement Authorizations	1,561,811.58	
Due Water & Sewer Utility Operating Fund	36,803.64	
		2,076,615.22
Balance Dec. 31, 2025		$ 7,064,130.16

TOWNSHIP OF FLORENCE
GENERAL CAPITAL FUND
Analysis of General Capital Cash and Investments
For the Year Ended December 31, 2025

	Balance (Deficit) Dec. 31, 2024	Receipts: Bond Anticipation Notes	Receipts: Budget Appropriations	Receipts: Miscellaneous	Disbursements: Improvement Authorizations	Disbursements: Miscellaneous	Transfers: From	Transfers: To	Balance (Deficit) Dec. 31, 2025
Capital Improvement Fund	$ 22,054.85		$ 50,000.00				$ 41,750.00		$ 30,304.85
Reserve for Payment of Bonds	717,690.69					$ 78,000.00			639,690.69
Reserve for Payment of Notes	76,750.00			$ 95,486.07					172,236.07
Fund Balance	600,314.52			27,186.72		400,000.00		$ 1,324,785.00	1,552,286.24
Due Current Fund	(960,303.22)			1,076,547.97					116,244.75
Due Federal, State and Local Grants Fund	(261,891.57)								(261,891.57)
Due Trust Other Fund	(25,000.00)			25,000.00					
Due Water & Sewer Utility Operating Fund	36,803.64					36,803.64			
Due Water & Sewer Utility Capital Fund	(79,247.17)			79,247.17					
Grant Funds Receivable	(1,078,825.01)			409,218.86					(669,606.15)
Miscellaneous Reserves:									
Environmental Remediation Encumbrances	687.50								687.50
Recreation Improvements - Unappropriated	78,099.98								78,099.98
Developer Impact Fees - Unappropriated	97,000.00								97,000.00
Sidewalk Improvements - Unappropriated	62,130.00								62,130.00
Reserve for Grants Receivable	669,329.14								669,329.14
Reserve for Encumbrances	1,051,945.43						1,051,945.43	1,068,812.24	1,068,812.24
Improvement Authorizations:									
2014-14	6,977.49						6,977.49		
2015-03	120.94						120.94		
2015-06	38,679.25						38,679.25		
2015-17	120.94						120.94		
2015-21	120.94						120.94		
2015-23	13,677.24						13,677.24		
2015-24	11,796.34				$ 8,900.00				2,896.34
2015-25	46,112.99						46,112.99		
2015-26	120.94						120.94		
2015-30	120.94						120.94		
2015-31	120.94						120.94		
2016-14	18,477.19						18,477.19		
2016-29	17,968.45						17,968.45		
2016-30	184,472.83						184,472.83		
2016-35	17,986.77						17,986.77		
2017-08	16,485.42						16,485.42		
2017-09	44,176.24								44,176.24
2017-10	0.88						7,477.00	7,477.00	0.88
2017-16	21,425.77						21,425.77		
2017-17	22,077.68						22,077.68		
2017-23	3,455.49						3,455.49		
2017-29	135,797.15						135,797.15		
2017-33	47,663.52								47,663.52
2018-07	78,597.45						78,597.45		

(Continued)

TOWNSHIP OF FLORENCE
GENERAL CAPITAL FUND
Analysis of General Capital Cash and Investments
For the Year Ended December 31, 2025

	Balance (Deficit) Dec. 31, 2024	Receipts: Bond Anticipation Notes	Receipts: Budget Appropriations	Receipts: Miscellaneous	Disbursements: Improvement Authorizations	Disbursements: Miscellaneous	Transfers: From	Transfers: To	Balance (Deficit) Dec. 31, 2025
Improvement Authorizations (Cont'd):									
2018-18	$ 0.60						$ 0.60		
2019-05	83,605.98						83,605.98		
2019-08	129,564.60				$ 24,358.70		11,390.00	$ 24,358.70	$ 118,174.60
2019-10	512,286.77						270,356.49	270,356.49	512,286.77
2019-19	133,488.52						133,488.52		
2019-26	173,079.10						150,000.00		23,079.10
2020-09	4,512.88						4,512.88		
2021-08/18	12,811.05						12,811.05		
2021-09	16,580.61						16,580.61		
2021-10	205,219.39						205,219.39		
2021-19	(1,588.77)								(1,588.77)
2021-26	(4,349.80)								(4,349.80)
2022-03	642,961.25	$ 300,000.00			275,862.50		30,664.76	255,539.10	891,973.09
2022-05	832.43						832.43		
2022-14	(4,262.16)								(4,262.16)
2022-16	49,581.97	49,000.00			36,967.13		13,296.25	(48,818.59)	(500.00)
2022-17	(14,177.08)	334,000.00			98,961.19		19,807.01	8,835.00	209,889.72
2023-02	67,361.29			$ 75,000.00	32,950.00		75,635.00		33,776.29
2023-03	(303,333.55)	308,000.00			38,783.73		782.20	33,837.73	(1,061.75)
2023-10	353.51						353.51		
2023-12	258,287.47				48,058.84		222,372.68	222,372.68	210,228.63
2023-14	21,961.00	50,000.00					782.20		71,178.80
2023-18	433,535.55	1,432,000.00			703,116.57		218,034.55	183,524.10	1,127,908.53
2024-02	(123,567.50)	130,000.00			7,106.96				(674.46)
2024-03	(69,779.09)	135,000.00			31,528.91		1,359.12		32,332.88
2025-03		109,000.00			44,040.00		782.20	5,750.00	69,927.80
2025-04		55,000.00			3,388.50		205.28	9,000.00	60,406.22
2025-05		199,000.00			26,637.85		160,075.59	10,500.00	22,786.56
2025-06		161,000.00			170,000.00			8,500.00	(500.00)
2025-07		82,000.00			11,150.70		35,791.91	8,000.00	43,057.39
	$ 3,959,058.59	$ 3,344,000.00	$ 50,000.00	$ 1,787,686.79	$ 1,561,811.58	$ 514,803.64	$ 3,392,829.45	$ 3,392,829.45	$ 7,064,130.16

Exhibit SC-3

TOWNSHIP OF FLORENCE
GENERAL CAPITAL FUND
Statement of Due from / (to) Current Fund
For the Year Ended December 31, 2025

Balance Dec. 31, 2024--Due from		$ 960,303.22
Decreased by:		
Receipts:		
Interest Earned on Deposits	$ 116,244.75	
Interfund Loans Received	960,303.22	
		1,076,547.97
Balance Dec. 31, 2025 -- (Due to)		$ (116,244.75)

Exhibit SC-4

GENERAL CAPITAL FUND
Statement of Deferred Charges to Future Taxation - Funded
For the Year Ended December 31, 2025

Balance Dec. 31, 2024	$ 26,420,000.00
Decreased by:	
2025 Budget Appropriations to Pay:	
General Serial Bonds	1,360,000.00
Balance Dec. 31, 2025	$ 25,060,000.00

TOWNSHIP OF FLORENCE
GENERAL CAPITAL FUND
Statement of Deferred Charges to Future Taxation - Unfunded
For the Year Ended December 31, 2025

Improvement Description	Ordinance Number	Balance Dec. 31, 2024	2025 Authorizations	Authorizations Canceled	Balance Dec. 31, 2025	Analysis of Balance Dec.31, 2025: Financed by Bond Anticipation Notes	Analysis of Balance Dec.31, 2025: Expenditures	Analysis of Balance Dec.31, 2025: Unexpended Improvement Authorizations
General Improvements:								
Repaving and Repair to Hornberger Avenue	2015-23	$ 46,527.88		$ 46,527.88				
Improvements to Municipal Parks	2015-25	500.00		500.00				
Installation of (3) Pedestrian Signals	2016-35	250.00		250.00				
Improvements to Potts Mill Road	2021-08;18	99,400.00		99,400.00				
Acquisition of 1470 Hornberger Avenue	2021-09	617,500.00		617,500.00				
Erosion Control Project in Riverbank Dr./Pine Grove Ln.	2021-19	93,399.42		91,810.65	$ 1,588.77		$ 1,588.77	
Improvements to 9th Street	2021-26	353,750.00		349,400.20	4,349.80		4,349.80	
Improvements to Township Roads and Streets	2022-03	600,640.00			600,640.00	$ 300,000.00		$ 300,640.00
Acquisition of Public Works Vehicles and Equipment	2022-14	210,000.00		205,737.84	4,262.16		4,262.16	
Replacement of Two Above Ground Fuel Storage Tanks	2022-16	49,500.00			49,500.00	49,000.00	500.00	
Rehabilitation and Improvements to Township Owned Property	2022-17	4,085,000.00			4,085,000.00	334,000.00		3,751,000.00
Improvements to Municipal Parks	2023-03	805,000.00			805,000.00	308,000.00	1,061.75	495,938.25
Acquisition and Demolition of 100 Main Street	2023-14	475,000.00		100,000.00	375,000.00	50,000.00		325,000.00
Improvements to Township Roads, Streets and Parks	2023-18	1,432,008.43			1,432,008.43	1,432,000.00	8.43	
Acquisition of Police Vehicles	2024-02	152,000.00		21,325.54	130,674.46	130,000.00	674.46	
Acquisition of Police Equipment	2024-03	380,000.00			380,000.00	135,000.00		245,000.00
Improvements to Municipal Buildings	2025-03		$ 109,250.00		109,250.00	109,000.00		250.00
Improvements to Municipal Sidewalks, Ramps and Curbs	2025-04		171,000.00		171,000.00	55,000.00		116,000.00
Acquisition of Remote Police Cameras	2025-05		199,500.00		199,500.00	199,000.00		500.00
Acquisition of Police Vehicles	2025-06		161,500.00		161,500.00	161,000.00	500.00	
Information Technology & Document Management Equipment	2025-07		152,000.00		152,000.00	82,000.00		70,000.00
		$ 9,400,475.73	$ 793,250.00	$ 1,532,452.11	$ 8,661,273.62	$ 3,344,000.00	$ 12,945.37	$ 5,304,328.25
Improvement Authorizations--Unfunded								$ 6,087,322.60
Less: Unexpended Proceeds of Bond Anticipation Notes:								
Ordinance Numbers:								
2022-03							$ 300,000.00	
2022-17							209,889.72	
2023-14							50,000.00	
2024-03							32,332.88	
2025-03							69,927.80	
2025-04							55,000.00	
2025-05							22,786.56	
2025-07							43,057.39	
								782,994.35
								$ 5,304,328.25

TOWNSHIP OF FLORENCE
GENERAL CAPITAL FUND
Statement of Improvement Authorizations
For the Year Ended December 31, 2025

Improvement Description	Number	Date	Amount	Balance Dec. 31, 2024 Funded	Balance Dec. 31, 2024 Unfunded	2025 Authorizations: Capital Improvement Fund	2025 Authorizations: Deferred Charges to Future Taxation - Unfunded	Prior Year Encumbrances Re-classified	Paid or Charged	Authorizations Canceled	Balance Dec. 31, 2025 Funded	Balance Dec. 31, 2025 Unfunded
General Improvements:												
Improvements to Municipal Building	2014-14	2014	$ 470,000.00	$ 6,977.49						$ 6,977.49		
Acquisition of 791 Railroad Avenue	2015-03	2015	100,000.00	120.94						120.94		
Improvements to Township Buildings	2015-06	2015	200,000.00	38,679.25						38,679.25		
Acquisition of 1476 Hornberger Avenue	2015-17	2015	400,000.00	120.94						120.94		
Construction of Salt Storage Building	2015-21	2015	600,000.00	120.94						120.94		
Repaving and Repair to Hornberger Avenue	2015-23	2015	451,000.00	13,677.24	$ 46,527.88					60,205.12		
Improvements to Municipal Buildings	2015-24	2015	280,000.00	11,796.34					$ 8,900.00		$ 2,896.34	
Improvements to Municipal Parks	2015-25	2015	290,000.00	46,112.99	500.00					46,612.99		
2016 Road Program	2015-26	2015	1,900,000.00	120.94						120.94		
Acquisition of 2135 Route 130	2015-30	2015	600,000.00	120.94						120.94		
Acquisition of Marconi Lodge	2015-31	2015	400,000.00	120.94						120.94		
Acquisition of 440 W. 4th Street	2016-14	2016	500,000.00	18,477.19						18,477.19		
Acquisition of B165.01, L2.01 Florence-Columbus Road	2016-29	2016	1,000,000.00	17,968.45						17,968.45		
Acq of B165.04, L63 Florence-Columbus Road	2016-30	2016	1,100,000.00	184,472.83						184,472.83		
Installation of (3) Pedestrian Signals	2016-35	2016	75,000.00	17,986.77	250.00					18,236.77		
Improvements to Municipal Buildings	2017-08	2017	160,000.00	16,485.42						16,485.42		
Park Improvements & Acq. Of Safety Equipment	2017-09	2017	180,000.00	44,176.24							44,176.24	
Improvements to Streets & Roads	2017-10	2017	150,000.00	0.88				$ 7,477.00	7,477.00		0.88	
Acquisition of 711 and 713 West Third Street	2017-16	2017	260,000.00	21,425.77						21,425.77		
Acquisition of 111 Norman Avenue	2017-17	2017	350,000.00	22,077.68						22,077.68		
Architectural Services - Municipal Building	2017-23	2017	150,000.00	3,455.49						3,455.49		
Acquisition of Real Property (781 & 783 Railroad, 306 Foundry)	2017-29	2017	520,000.00	135,797.15						135,797.15		
Park Improvement Projects	2017-33	2017	220,000.00	47,663.52							47,663.52	
Acquisition of 2063 Bustleton Road	2018-07	2018	180,000.00	78,597.45						78,597.45		
Improvements to Streets & Roads	2018-18	2018	100,000.00	0.60						0.60		
Installation of Pedestrian Improvements	2019-05	2019	75,000.00	83,605.98						83,605.98		
Acquisition of Police Equipment	2019-08	2019	230,000.00	129,564.60				24,358.70	35,748.70		118,174.60	
Above Ground Storage Tanks	2019-09	2019	800,000.00									
2019 Road Program	2019-10	2019	2,900,000.00	512,286.77				270,356.49	270,356.49		512,286.77	
Fifth Street Rails to Trails	2019-19	2019	200,000.00	133,488.52						133,488.52		
Acquisition of 100 Fifth Avenue	2019-26	2019	300,000.00	173,079.10						150,000.00	23,079.10	
Acquisition of Police Vehicles	2020-09	2020	160,000.00	4,512.88						4,512.88		
Improvements to Potts Mill Road	2021-08;18	2021	1,600,000.00	12,811.05	99,400.00					112,211.05		
Acquisition of 1470 Hornberger Avenue	2021-09	2021	650,000.00	16,580.61	617,500.00					634,080.61		
Improvements to Wilbur Henry Drive	2021-10	2021	475,000.00	205,219.39						205,219.39		
Erosion Control Project in Riverbank Dr./Pine Grove Ln.	2021-19	2021	700,000.00		91,810.65					91,810.65		
Improvements to 9th Street	2021-26	2021	950,000.00		349,400.20					349,400.20		
Improvements to Township Roads and Streets	2022-03	2022	3,500,000.00	642,961.25	600,640.00			255,539.10	306,527.26		591,973.09	$ 600,640.00
Acquisition of Police Vehicles	2022-05	2022	160,000.00	832.43						832.43		
Acquisition of Public Works Vehicles and Equipment	2022-14	2022	500,000.00		205,737.84					205,737.84		
Replacement of Two Above Ground Fuel Storage Tanks	2022-16	2022	500,000.00	49,581.97	49,500.00			45,644.63	50,263.38	94,463.22		
Rehabilitation and Improvements to Township Owned Property	2022-17	2022	4,300,000.00		4,070,822.92			8,835.00	118,768.20			3,960,889.72
Creation and Certification of a New Township Tax Map	2023-02	2023	325,000.00	67,361.29					33,585.00		33,776.29	
Improvements to Municipal Parks	2023-03	2023	1,500,000.00		501,666.45			33,837.73	39,565.93			495,938.25
Acquisition of Police Vehicles	2023-10	2023	190,000.00	353.51						353.51		
Improvements to Township Roads, Streets and Bike Paths	2023-12	2023	2,100,000.00	258,287.47				222,372.68	270,431.52		210,228.63	
Acquisition and Demolition of 100 Main Street	2023-14	2023	500,000.00	21,961.00	475,000.00				782.20	100,000.00	21,178.80	375,000.00
Improvements to Township Roads, Streets and Parks	2023-18	2023	2,290,000.00	433,535.55	1,432,008.43			183,524.10	921,151.12		1,127,916.96	
Acquisition of Police Vehicles	2024-02	2024	160,000.00		28,432.50				7,106.96	21,325.54		
Acquisition of Police Equipment	2024-03	2024	400,000.00		310,220.91				32,888.03			277,332.88
Improvements to Municipal Buildings	2025-03	2025	115,000.00			$ 5,750.00	$ 109,250.00		44,822.20			70,177.80
Improvements to Municipal Sidewalks, Ramps and Curbs	2025-04	2025	180,000.00			9,000.00	171,000.00		3,593.78		5,406.22	171,000.00
Acquisition of Remote Police Cameras	2025-05	2025	210,000.00			10,500.00	199,500.00		186,713.44			23,286.56
Acquisition of Police Vehicles	2025-06	2025	170,000.00			8,500.00	161,500.00		170,000.00			
Information Technology & Document Management Equipment	2025-07	2025	160,000.00			8,000.00	152,000.00		46,942.61			113,057.39
				$ 3,472,577.76	$ 8,879,417.78	$ 41,750.00	$ 793,250.00	$ 1,051,945.43	$ 2,555,623.82	$ 2,857,237.11	$ 2,738,757.44	$ 6,087,322.60

Cancellations:		$ 1,324,785.00
Fund Balance		1,532,452.11
Deferred Charges to Future Taxation - Unfunded		$ 2,857,237.11
Reserve for Encumbrances	$ 1,068,812.24	
Refunded	(75,000.00)	
Disbursed	1,561,811.58	
	$ 2,555,623.82	

Exhibit SC-7

TOWNSHIP OF FLORENCE
GENERAL CAPITAL FUND
Statement of Reserve for Payment of Bonds and Notes
For the Year Ended December 31, 2025

Balance Dec. 31, 2024	$	794,440.69
Increased by:		
Receipts:		
Grant Funds Collected		95,486.07
		889,926.76
Decreased by:		
Disbursed:		
Realized as Revenue in Current Fund Budget		78,000.00
Balance Dec. 31, 2025	$	811,926.76
Analysis of Balance Dec. 31, 2025		
Reserve for Payment of Bonds	$	639,690.69
Reserve for Payment of Notes		172,236.07
	$	811,926.76

Exhibit SC-8

GENERAL CAPITAL FUND
Statement of Capital Improvement Fund
For the Year Ended December 31, 2025

Balance Dec. 31, 2024	$	22,054.85
Increased by:		
2025 Budget Appropriation:		
Receipts		50,000.00
		72,054.85
Decreased by:		
Appropriation to Finance Improvement Authorizations		41,750.00
Balance Dec. 31, 2025	$	30,304.85

TOWNSHIP OF FLORENCE
GENERAL CAPITAL FUND
Statement of Grants Receivable
For the Year Ended December 31, 2025

Balance Dec. 31, 2024		$ 1,078,825.01
Decreased by:		
Collections		409,218.86
Balance Dec. 31, 2025		$ 669,606.15

Analysis of Balance Dec. 31, 2025

Grantor	Ordinance Number	Amount
State of New Jersey Transportation Trust Fund Grants:		
With Offsetting Reserves for Grants Receivable:		
Old York Bikeway - Phase II	2011-03	$ 97,118.91
Boulevard Street Improvements	2014-12	67,400.92
2018 Potts Mill Road	2017-32	18,309.31
2021 Potts Mill Road IV	2021-08	486,500.00
		669,329.14
Without Offsetting Reserve for Grants Receivable:		
Fiscal Year 2024 Municipal Aid Program for LA-2024	2022-03	277.01
		$ 669,606.15

TOWNSHIP OF FLORENCE
GENERAL CAPITAL FUND
Statement of General Serial Bonds
For the Year Ended December 31, 2025

Purpose	Date of Issue	Original Issue	Maturities of Bonds Outstanding Dec. 31, 2025 Date	Amount	Interest Rate	Balance Dec. 31, 2024	Paid by Budget Appropriation	Balance Dec. 31, 2025
General Improvement Bonds - 2019	12/05/19	$ 1,425,000.00	11/01/26	$ 75,000.00	4.000%			
			11/01/27	75,000.00	3.000%			
			11/01/28	75,000.00	3.000%			
			11/01/29	80,000.00	2.125%			
			11/01/30	80,000.00	2.250%			
			11/01/31	85,000.00	2.375%			
			11/01/32	85,000.00	2.375%			
			11/01/33	90,000.00	2.500%			
			11/01/34	90,000.00	2.500%			
			11/01/35	100,000.00	2.625%			
			11/01/36	100,000.00	2.625%			
			11/01/37	100,000.00	2.750%	$ 1,105,000.00	$ 70,000.00	$ 1,035,000.00
General Improvement Bonds - 2021	01/06/21	9,720,000.00	01/15/26	420,000.00	4.000%			
			01/15/27	430,000.00	4.000%			
			01/15/28	440,000.00	4.000%			
			01/15/29	450,000.00	2.000%			
			01/15/30	465,000.00	2.000%			
			01/15/31	475,000.00	2.000%			
			01/15/32	485,000.00	2.000%			
			01/15/33	500,000.00	2.000%			
			01/15/34	510,000.00	2.000%			
			01/15/35	525,000.00	2.000%			
			01/15/36	540,000.00	2.000%			
			01/15/37	550,000.00	2.000%			
			01/15/38	565,000.00	2.000%			
			01/15/39	580,000.00	2.000%			
			01/15/40	595,000.00	2.000%			
			01/15/41	610,000.00	2.000%	8,550,000.00	410,000.00	8,140,000.00

(Continued)

TOWNSHIP OF FLORENCE
GENERAL CAPITAL FUND
Statement of General Serial Bonds
For the Year Ended December 31, 2025

Purpose	Date of Issue	Original Issue	Maturities of Bonds Outstanding Dec. 31, 2025 Date	Amount	Interest Rate	Balance Dec. 31, 2024	Paid by Budget Appropriation	Balance Dec. 31, 2025
General Improvement Bonds - 2022	06/07/22	$ 11,360,000.00	03/01/26	$ 630,000.00	4.000%			
			03/01/27	630,000.00	4.000%			
			03/01/28	630,000.00	4.000%			
			03/01/29	630,000.00	2.000%			
			03/01/30	630,000.00	2.000%			
			03/01/31	630,000.00	2.000%			
			03/01/32	630,000.00	2.000%			
			03/01/33	630,000.00	2.000%			
			03/01/34	630,000.00	2.000%			
			03/01/35	630,000.00	2.000%			
			03/01/36	630,000.00	2.000%			
			03/01/37	630,000.00	2.000%			
			03/01/38	630,000.00	2.000%			
			03/01/39	630,000.00	2.000%			
			03/01/40	630,000.00	2.000%			
			03/01/41	630,000.00	2.000%	$ 10,710,000.00	$ 630,000.00	$ 10,080,000.00
General Improvement Bonds - 2024	05/30/24	6,055,000.00	02/01/26	300,000.00	4.000%			
			02/01/27	310,000.00	4.000%			
			02/01/28	360,000.00	4.000%			
			02/01/29	370,000.00	4.000%			
			02/01/30	385,000.00	4.000%			
			02/01/31	395,000.00	4.000%			
			02/01/32	410,000.00	4.000%			
			02/01/33	425,000.00	4.000%			
			02/01/34	440,000.00	4.000%			
			02/01/35	455,000.00	4.000%			
			02/01/36	470,000.00	4.000%			
			02/01/37	485,000.00	4.000%			
			02/01/38	500,000.00	4.000%			
			02/01/39	500,000.00	4.000%	6,055,000.00	250,000.00	5,805,000.00
						$ 26,420,000.00	$ 1,360,000.00	$ 25,060,000.00

Paid by Budget Appropriation - Current Fund	$ 1,290,000.00
Paid by Budget Appropriation - Open Space Trust Fund	70,000.00
	$ 1,360,000.00

TOWNSHIP OF FLORENCE
GENERAL CAPITAL FUND
Statement of Bond Anticipation Notes
For the Year Ended December 31, 2025

Improvement Description	Ordinance Number	Date of Original Issue	Date of Issue	Date of Maturity	Interest Rate	Balance Dec. 31, 2024	Increased Issued for Cash	Balance Dec. 31, 2025
General Improvements:								
Improvements to Township Roads and Streets	2022-03	12/23/25	12/23/25	11/20/26	3.750%		$ 300,000.00	$ 300,000.00
Replacement of Two Above Ground Fuel Storage Tanks	2022-16	12/23/25	12/23/25	11/20/26	3.750%		49,000.00	49,000.00
Rehabilitation and Improvements to Township Owned Property	2022-17	12/23/25	12/23/25	11/20/26	3.750%		334,000.00	334,000.00
Improvements to Municipal Parks	2023-03	12/23/25	12/23/25	11/20/26	3.750%		308,000.00	308,000.00
Acquisition and Demolition of 100 Main Street	2023-14	12/23/25	12/23/25	11/20/26	3.750%		50,000.00	50,000.00
Improvements to Township Roads, Streets and Parks	2023-18	12/23/25	12/23/25	11/20/26	3.750%		1,432,000.00	1,432,000.00
Acquisition of Police Vehicles	2024-02	12/23/25	12/23/25	11/20/26	3.750%		130,000.00	130,000.00
Acquisition of Police Equipment	2024-03	12/23/25	12/23/25	11/20/26	3.750%		135,000.00	135,000.00
Improvements to Municipal Buildings	2025-03	12/23/25	12/23/25	11/20/26	3.750%		109,000.00	109,000.00
Improvements to Municipal Sidewalks, Ramps and Curbs	2025-04	12/23/25	12/23/25	11/20/26	3.750%		55,000.00	55,000.00
Acquisition of Remote Police Cameras	2025-05	12/23/25	12/23/25	11/20/26	3.750%		199,000.00	199,000.00
Acquisition of Police Vehicles	2025-06	12/23/25	12/23/25	11/20/26	3.750%		161,000.00	161,000.00
Information Technology & Document Management Equipment	2025-07	12/23/25	12/23/25	11/20/26	3.750%		82,000.00	82,000.00
						$ -	$ 3,344,000.00	$ 3,344,000.00

TOWNSHIP OF FLORENCE
GENERAL CAPITAL FUND
Statement of Bonds and Notes Authorized But Not Issued
For the Year Ended December 31, 2025

Improvement Description	Ordinance Number	Balance Dec. 31, 2024	2025 Authorizations	Notes Issued	Authorizations Canceled	Balance Dec. 31, 2025
General Improvements:						
Repaving and Repair to Hornberger Avenue	2015-23	$ 46,527.88			$ 46,527.88	
Improvements to Municipal Parks	2015-25	500.00			500.00	
Installation of (3) Pedestrian Signals	2016-35	250.00			250.00	
Improvements to Potts Mill Road	2021-08;18	99,400.00			99,400.00	
Acquisition of 1470 Hornberger Avenue	2021-09	617,500.00			617,500.00	
Erosion Control Project in Riverbank Dr./Pine Grove Ln.	2021-19	93,399.42			91,810.65	$ 1,588.77
Improvements to 9th Street	2021-26	353,750.00			349,400.20	4,349.80
Improvements to Township Roads and Streets	2022-03	600,640.00		$ 300,000.00		300,640.00
Acquisition of Public Works Vehicles and Equipment	2022-14	210,000.00			205,737.84	4,262.16
Replacement of Two Above Ground Fuel Storage Tanks	2022-16	49,500.00		49,000.00		500.00
Rehabilitation and Improvements to Township Owned Property	2022-17	4,085,000.00		334,000.00		3,751,000.00
Improvements to Municipal Parks	2023-03	805,000.00		308,000.00		497,000.00
Acquisition and Demolition of 100 Main Street	2023-14	475,000.00		50,000.00	100,000.00	325,000.00
Improvements to Township Roads, Streets and Parks	2023-18	1,432,008.43		1,432,000.00		8.43
Acquisition of Police Vehicles	2024-02	152,000.00		130,000.00	21,325.54	674.46
Acquisition of Police Equipment	2024-03	380,000.00		135,000.00		245,000.00
Improvements to Municipal Buildings	2025-03		$ 109,250.00	109,000.00		250.00
Improvements to Municipal Sidewalks, Ramps and Curbs	2025-04		171,000.00	55,000.00		116,000.00
Acquisition of Remote Police Cameras	2025-05		199,500.00	199,000.00		500.00
Acquisition of Police Vehicles	2025-06		161,500.00	161,000.00		500.00
Information Technology & Document Management Equipment	2025-07		152,000.00	82,000.00		70,000.00
		$ 9,400,475.73	$ 793,250.00	$ 3,344,000.00	$ 1,532,452.11	$ 5,317,273.62

SUPPLEMENTAL EXHIBITS

WATER & SEWER UTILITY FUND

TOWNSHIP OF FLORENCE
WATER & SEWER UTILITY FUND
Statement of Water & Sewer Utility Cash
Per N.J.S.A. 40A:5-5 -- Treasurer
For the Year Ended December 31, 2025

		Operating	Assessment Trust	Capital
Balance Dec. 31, 2024		$ 3,038,082.21	$ 212,686.17	$ 4,092,808.28
Increased by Receipts:				
2025 Appropriations Refunds	$ 79,099.35			
Water & Sewer Utility Capital Surplus	500,000.00			
Miscellaneous Revenues	84,177.92			
Collector	6,062,756.70			
Due Water & Sewer Utility Capital Fund	498,735.31			
Due Water & Sewer Utility Operating Fund			$ 2,323.89	$ 141,323.83
Due Water & Sewer Utility Assessment Fund	6,873.50			
Due Municipal Open Space Trust Fund	144,375.00			
Due General Capital Fund	36,803.64			
Due Current Fund				1,781,732.99
Reserve for PFAS Improvements				1,433,209.82
		7,412,821.42	2,323.89	3,356,266.64
		10,450,903.63	215,010.06	7,449,074.92
Decreased by Disbursements:				
2025 Appropriations	$ 5,451,363.88			
Fund Balance				$ 500,000.00
2024 Appropriation Reserves	402,788.38			
Accrued Interest on Loans, Bonds and Notes	702,843.20			
Due General Capital Fund				79,247.17
Due Water & Sewer Utility Operating Fund			$ 6,873.50	498,735.31
Due Current Fund	287,153.35		79,747.64	
Improvement Authorizations				550,495.31
		6,844,148.81	86,621.14	1,628,477.79
Balance Dec. 31, 2025		$ 3,606,754.82	$ 128,388.92	$ 5,820,597.13

TOWNSHIP OF FLORENCE
WATER & SEWER UTILITY OPERATING FUND
Statement of Water & Sewer Utility Operating Cash
Per N.J.S.A. 40A:5-5 -- Water & Sewer Collector
For the Year Ended December 31, 2025

Receipts:		
Connection Fees	$	167,946.66
Prepaid Rents		8,728.45
Sludge Dumping		335,139.52
Interest on Delinquent Accounts		32,822.76
Consumer Accounts Receivable		5,487,921.16
Miscellaneous		30,198.15
		6,062,756.70
Decreased by:		
Payments to Treasurer	$	6,062,756.70

All funds are deposited directly to the Treasurer's bank account.

TOWNSHIP OF FLORENCE
WATER & SEWER UTILITY CAPITAL FUND
Analysis of Water & Sewer Utility Capital Cash
For the Year Ended December 31, 2025

	Balance (Deficit) Dec. 31, 2024	Receipts: Miscellaneous	Disbursements: Improvement Authorizations	Disbursements: Miscellaneous	Transfers: From	Transfers: To	Balance (Deficit) Dec. 31, 2025
Capital Improvement Fund	$ 259,140.62						$ 259,140.62
Reserve for Developer Contributions	25,000.00						25,000.00
Reserve for Encumbrances	116,866.50				$ 116,866.50	$ 377,563.43	377,563.43
Fund Balance	592,626.56			$ 500,000.00		336,837.88	429,464.44
Due Current Fund	(1,781,732.99)	$ 1,781,732.99					
Due General Capital Fund	79,247.17			79,247.17			
Due Water & Sewer Utility Operating Fund	498,735.31	141,323.83		498,735.31			141,323.83
Reserve for PFAS Improvements		1,433,209.82					1,433,209.82
Improvement Authorizations:							
General Improvements:							
Ordinance Number:							
2016-34	28,968.00				28,968.00		
2019-07	10,587.76				10,587.76		
2019-16	297,282.12				297,282.12		
2019-17	1,476,872.60		$ 394,700.96		328,253.03		753,918.61
2022-06	1,348,899.87		66,678.12			71,678.52	1,353,900.27
2022-15	50,634.18				45,547.00		5,087.18
2023-11	1,089,680.58		89,116.23		3,763.40	45,187.98	1,041,988.93
	$ 4,092,808.28	$ 3,356,266.64	$ 550,495.31	$ 1,077,982.48	$ 831,267.81	$ 831,267.81	$ 5,820,597.13

TOWNSHIP OF FLORENCE
WATER & SEWER UTILITY CAPITAL FUND
Analysis of Water & Sewer Utility Assessment Trust Cash
For the Year Ended December 31, 2025

	Balance Dec. 31, 2024	Receipts Miscellaneous	Disbursements Miscellaneous	Balance Dec. 31, 2025
Fund Balance	$ 126,065.03			$ 126,065.03
Due Water & Sewer Operating Fund:				
Interest on Assessments	4,237.58		$ 4,237.58	
Interest Earned on Deposits	2,635.92	$ 2,323.89	2,635.92	2,323.89
Due Current Fund	79,747.64		79,747.64	
	$ 212,686.17	$ 2,323.89	$ 86,621.14	$ 128,388.92

Exhibit SD-5

TOWNSHIP OF FLORENCE
WATER & SEWER UTILITY OPERATING FUND
Statement of Consumer Accounts Receivable
For the Year Ended December 31, 2025

Balance Dec. 31, 2024		$ 347,779.25
Increased by:		
Net Water & Sewer Rents Levied		5,535,220.01
		5,882,999.26
Decreased by:		
Collected	$ 5,487,921.16	
Overpayments Applied	3,056.39	
Transferred to Liens	648.56	
Prepaid Rents Applied	8,129.85	
		5,499,755.96
Balance Dec. 31, 2025		$ 383,243.30

Exhibit SD-6

WATER & SEWER UTILITY OPERATING FUND
Statement of Water & Sewer Utility Liens Receivable
For the Year Ended December 31, 2025

Balance Dec. 31, 2024	$ 4,289.92
Increased by:	
Transferred from Consumer Accounts Receivable	648.56
Balance Dec. 31, 2025	$ 4,938.48

Exhibit SD-7

TOWNSHIP OF FLORENCE
WATER & SEWER UTILITY CAPITAL FUND
Statement of Due to General Capital Fund
For the Year Ended December 31, 2025

Balance Dec. 31, 2024	$	79,247.17
Decreased by:		
Disbursements	$	79,247.17

Exhibit SD-8

WATER & SEWER ASSESSMENT TRUST FUND
Statement of Due to Current Fund
For the Year Ended December 31, 2025

Balance Dec. 31, 2024	$	79,747.64
Decreased by:		
Anticipated Revenue:		
Disbursements	$	79,747.64

TOWNSHIP OF FLORENCE
WATER & SEWER UTILITY OPERATING FUND
Statement of 2024 Appropriation Reserves
For the Year Ended December 31, 2025

	Balance Dec. 31, 2024 Encumbered	Balance Dec. 31, 2024 Reserves	Balance After Modification	Paid or Charged	Balance Lapsed
Operating:					
Salaries and Wages		$ 83,328.59	$ 83,328.59		$ 83,328.59
Other Expenses	$ 276,493.25	1,017,721.77	1,294,215.02	$ 375,744.27	918,470.75
Group Insurance Plan for Employees	22,051.39	23,552.27	45,603.66	29,289.64	16,314.02
Statutory Expenditures:					
Social Security System		0.82	0.82		0.82
	$ 298,544.64	$ 1,124,603.45	$ 1,423,148.09	$ 405,033.91	$ 1,018,114.18

Disbursed	$ 402,788.38
Transferred to Accounts Payable	2,245.53
	$ 405,033.91

TOWNSHIP OF FLORENCE
WATER & SEWER UTILITY CAPITAL FUND
Statement of Fixed Capital
For the Year Ended December 31, 2025

	Balance Dec. 31, 2024	Additions by Ordinance	Dec. 31, 2025
Water Utility:			
Land	$ 6,905.00		$ 6,905.00
Water Tank	566,793.05		566,793.05
Distribution Mains	1,117,820.82		1,117,820.82
Meters and Meter Boxes	429,427.75		429,427.75
Fire Hydrants	18,354.29		18,354.29
General Structures, Equipment and Miscellaneous Construction Costs	696,389.41		696,389.41
Replacement of Water Mains - Front Street	106,001.25		106,001.25
Replacement of Water Mains - Yurcisin Street	52,736.06		52,736.06
Construction of Water Tower & Replacement of Water Mains	2,396,729.14		2,396,729.14
Acquisition & Installation of Water Lines - 8th & Wallace	62,210.38		62,210.38
Construction of Water Main & Related Road Improvements	167,958.87		167,958.87
Upgrade to Water Treatment Plant	278,400.00		278,400.00
Replacement of Water Maines & Service Lines - Second St	138,833.84		138,833.84
Repainting of Water Tower	900,587.33		900,587.33
Sewer Utility:			
Plant, Pumping Station, Lines, General Structure, Equipment, etc.	18,640,245.20		18,640,245.20
Backwash Tank	215,092.56		215,092.56
Emergency Generator	316,022.31		316,022.31
Sewer Main Extension	153,676.56		153,676.56
Rehabilitation of Sewer Digesters	1,502,662.14		1,502,662.14
Renovation to Broad Street Pump/Main Street Extension	297,238.63		297,238.63
Acquisition & Installation of Equipment for Main Street Pump Station	101,889.76		101,889.76
Improvements Maple Street Pump Station	246,253.73		246,253.73
Installation of Water & Sewer Mains on Route 130	2,584,550.57		2,584,550.57
Installation of Water & Sewer Mains at Tall Pines Development	1,223,940.98		1,223,940.98
Repair & Replacement of Water Mains	858,328.01		858,328.01
Upgrade to Mallard Creek Pump Station	245,108.57		245,108.57
Rehabilitation of Sewer Digesters	400,000.00		400,000.00
Water & Sewer Utility:			
Various Improvements	2,127,130.94		2,127,130.94
Water Treatment Plant Improvements		$ 2,371,032.00	2,371,032.00
Improvements to Wastewater Treatment Plant		189,412.24	189,412.24
STP Sludge Dewatering Press Upgrade		2,170,717.88	2,170,717.88
Various Improvements	1,828,853.24		1,828,853.24
	$ 39,769,447.45	$ 4,731,162.12	$ 44,500,609.57

A detailed analysis of completed projects included in Fixed Capital is on file with the Chief Financial Officer.

TOWNSHIP OF FLORENCE
WATER & SEWER UTILITY CAPITAL FUND
Statement of Fixed Capital Authorized and Uncompleted
For the Year Ended December 31, 2025

Improvement Description	Ordinance Number	Ordinance Date	Ordinance Amount	Balance Dec. 31, 2024	Authorizations Canceled	Costs to Fixed Capital	Balance Dec. 31, 2025
General Improvements:							
Water Treatment Plant Improvements	2016-34	12/07/16	$ 2,400,000.00	$ 2,400,000.00	$ 28,968.00	$ 2,371,032.00	
Improvements to Wastewater Treatment Plant	2019-07	04/17/19	200,000.00	200,000.00	10,587.76	189,412.24	
STP Sludge Dewatering Press Upgrade	2019-16	09/18/19	2,500,000.00	2,500,000.00	329,282.12	2,170,717.88	
WTP Chemical Building Upgrade	2019-17	09/18/19	4,800,000.00	4,800,000.00			$ 4,800,000.00
Reconstruction and Replacement of Sanitary Sewer Pump Stations	2022-06	04/20/22	4,000,000.00	4,000,000.00			4,000,000.00
Acquisition of Water & Sewer Utility Vehicles and Equipment	2022-15	12/07/22	920,000.00	920,000.00	70,000.00		850,000.00
Improvements to the Township's Water and Sewer Systems	2023-11	05/27/23	2,300,000.00	2,300,000.00			2,300,000.00
				$ 17,120,000.00	$ 438,837.88	$ 4,731,162.12	$ 11,950,000.00

Exhibit SD-12

TOWNSHIP OF FLORENCE
WATER & SEWER UTILITY OPERATING FUND
Statement of Prepaid Water & Sewer Rents
For the Year Ended December 31, 2025

Balance Dec. 31, 2024 (2025 Rents)	$	8,129.85
Increased by:		
Collections--2026 Rents		8,728.45
		16,858.30
Decreased by:		
Application to Consumer Accounts Receivable		8,129.85
Balance Dec. 31, 2025 (2026 Rents)	$	8,728.45

Exhibit SD-13

WATER & SEWER UTILITY OPERATING FUND
Statement of Water & Sewer Rental Overpayments
For the Year Ended December 31, 2025

Balance Dec. 31, 2024	$	21,927.51
Decreased by:		
Applied		3,056.39
Balance Dec. 31, 2025	$	18,871.12

Exhibit SD-14

TOWNSHIP OF FLORENCE
WATER & SEWER UTILITY OPERATING FUND
Statement of Due from Water & Sewer Utility Capital Fund
For the Year Ended December 31, 2025

Balance Dec. 31, 2024	$ 498,735.31
Increased by:	
Receipts:	
Interest Earned on Deposits	141,323.83
	640,059.14
Decreased by:	
Receipts:	
Interfund Liquidated	498,735.31
Balance Dec. 31, 2025	$ 141,323.83

Exhibit SD-15

WATER & SEWER UTILITY OPERATING FUND
Statement of Due to Current Fund
For the Year Ended December 31, 2025

Balance Dec. 31, 2024	$ 287,153.35
Increased by:	
Disbursed by Current Fund:	
2025 Water & Sewer Appropriations	22,803.77
	309,957.12
Decreased by:	
Disbursed:	
Interfund Loans Returned	287,153.35
Balance Dec. 31, 2025	$ 22,803.77

Exhibit SD-16

TOWNSHIP OF FLORENCE
WATER & SEWER UTILITY OPERATING FUND
Statement of Due from General Capital Fund
For the Year Ended December 31, 2025

Balance Dec. 31, 2024	$ 36,803.64
Decreased by:	
Receipts:	
Interfund Loans Received	$ 36,803.64

Exhibit SD-17

WATER & SEWER UTILITY OPERATING FUND
Statement of Due from Open Space Trust Fund
For the Year Ended December 31, 2025

Balance Dec. 31, 2024	$ 144,375.00
Decreased by:	
Receipts:	
Interfund Loans Received	$ 144,375.00

Exhibit SD-18

WATER & SEWER UTILITY CAPITAL FUND
Statement of Due to Water & Sewer Utility Operating Fund
For the Year Ended December 31, 2025

Balance Dec. 31, 2024	$ 498,735.31
Increased by:	
Receipts:	
Interest Earned on Deposits	141,323.83
	640,059.14
Decreased by:	
Disbursements:	
Interfund Loans Liquidated	498,735.31
Balance Dec. 31, 2025	$ 141,323.83

TOWNSHIP OF FLORENCE
WATER & SEWER UTILITY ASSESSMENT TRUST FUND
Statement of Due to Water & Sewer Utility Operating Fund
For the Year Ended December 31, 2025

Balance Dec. 31, 2024	$	6,873.50
Increased by:		
Receipts:		
Interest Earned on Deposits		2,323.89
		9,197.39
Decreased by:		
Interfund Loans Returned		6,873.50
Balance Dec. 31, 2025	$	2,323.89

TOWNSHIP OF FLORENCE
WATER & SEWER UTILITY OPERATING FUND
Statement of Accrued Interest on Loans, Bonds and Notes and Analysis of Balance
For the Year Ended December 31, 2025

Balance Dec. 31, 2024	$ 312,792.22
Increased by:	
Budget Appropriations:	
Interest on Loans, Bonds and Notes	610,549.94
Decreased by:	
Interest Disbursed by:	
Water & Sewer Operating Fund	702,843.20
Balance Dec. 31, 2025	$ 220,498.96

Analysis of Accrued Interest Dec. 31, 2025

Principal Outstanding Dec. 31, 2025	Interest Rate	From	To	Number of Days	Amount
Serial Bonds:					
$ 4,180,000.00	2.681%	11/01/25	12/31/25	60	$ 18,498.96
12,120,000.00	4.000%	06/01/25	12/31/25	150	202,000.00
					$ 220,498.96

TOWNSHIP OF FLORENCE
WATER & SEWER UTILITY CAPITAL FUND
Statement of Improvement Authorizations
For the Year Ended December 31, 2025

Improvement Description	Ordinance Number	Ordinance Date	Ordinance Amount	Balance Dec. 31, 2024 Funded	Balance Dec. 31, 2024 Unfunded	Prior Year Encumbrances Reclassified	Paid or Charged	Authorizations Canceled	Balance Dec. 31, 2025 Funded	Balance Dec. 31, 2025 Unfunded
General Improvements:										
Water Treatment Plant Improvements	2016-34	12/07/16	$ 2,400,000.00	$ 28,968.00				$ 28,968.00		
Improvements to Wastewater Treatment Plant	2019-07	04/17/19	200,000.00	10,587.76				10,587.76		
STP Sludge Dewatering Press Upgrade	2019-16	09/18/19	2,500,000.00	297,282.12	$ 32,000.00			329,282.12		
WTP Chemical Building Upgrade	2019-17	09/18/19	4,800,000.00	1,476,872.60	61,000.00		$ 722,953.99		$ 753,918.61	$ 61,000.00
Reconstruction and Replacement of Sanitary Sewer Pump Stations	2022-06	04/20/22	4,000,000.00	1,348,899.87	750,000.00	$ 71,678.52	66,678.12		1,353,900.27	750,000.00
Acquisition of Water & Sewer Utility Vehicles and Equipment	2022-15	12/07/22	920,000.00	50,634.18	70,000.00		45,547.00	70,000.00	5,087.18	
Improvements to the Township's Water and Sewer Systems	2023-11	05/27/23	2,300,000.00	1,089,680.58	722,000.00	45,187.98	92,879.63		1,041,988.93	722,000.00
				$ 4,302,925.11	$ 1,635,000.00	$ 116,866.50	$ 928,058.74	$ 438,837.88	$ 3,154,894.99	$ 1,533,000.00

Bonds and Notes Authorized		$ 102,000.00
Fund Balance		336,837.88
Reserve for Encumbrances	$ 377,563.43	
Disbursed	550,495.31	
	$ 928,058.74	$ 438,837.88

TOWNSHIP OF FLORENCE
WATER & SEWER UTILITY CAPITAL FUND
Statement of Reserve for Amortization
For the Year Ended December 31, 2025

Balance Dec. 31, 2024		$ 37,262,535.45
Increased by:		
Serial Bonds Paid by Operating Fund	$ 730,000.00	
Transferred from Deferred Reserve for Amortization	846,912.00	
		1,576,912.00
		38,839,447.45
Decreased by:		
Cancelation of Funded Improvement Authorizations		336,837.88
Balance Dec. 31, 2025		$ 38,502,609.57

TOWNSHIP OF FLORENCE
WATER & SEWER UTILITY CAPITAL FUND
Statement of Deferred Reserve for Amortization
For the Year Ended December 31, 2025

Ordinance Number	Improvement Description	Date of Ordinance	Balance Dec. 31, 2024	To Reserve for Amortization Fixed Capital	Balance Dec. 31, 2025
	General Improvements				
2016-34	Water Treatment Plant Improvements	12/07/16	$ 781,765.00	$ 781,765.00	
2019-07	Improvements to Wastewater Treatment Plant	04/17/19	65,147.00	65,147.00	
2023-11	Improvements to the Township's Water and Sewer Systems	05/27/23	115,000.00		$ 115,000.00
			$ 961,912.00	$ 846,912.00	$ 115,000.00

TOWNSHIP OF FLORENCE
WATER & SEWER UTILITY CAPITAL FUND
Statement of Serial Bonds
For the Year Ended December 31, 2025

Purpose	Date of Issue	Original Issue	Maturities of Bonds Outstanding Dec. 31, 2025 Date	Amount	Interest Rate	Balance Dec. 31, 2024	Paid by Budget Appropriation	Balance Dec. 31, 2025
Water and Sewer Utility Bonds - Series 2019	12/05/19	$ 6,460,000.00	11/01/26	$ 415,000.00	4.000%			
			11/01/27	425,000.00	3.000%			
			11/01/28	440,000.00	3.000%			
			11/01/29	450,000.00	2.125%			
			11/01/30	465,000.00	2.250%			
			11/01/31	475,000.00	2.375%			
			11/01/32	490,000.00	2.375%			
			11/01/33	505,000.00	2.500%			
			11/01/34	515,000.00	2.500%	$ 4,585,000.00	$ 405,000.00	$ 4,180,000.00
Water/Sewer Utility Bonds - Series 2024	05/30/24	12,445,000.00	02/01/26	590,000.00	4.000%			
			02/01/27	610,000.00	4.000%			
			02/01/28	635,000.00	4.000%			
			02/01/29	640,000.00	4.000%			
			02/01/30	640,000.00	4.000%			
			02/01/31	640,000.00	4.000%			
			02/01/32	640,000.00	4.000%			
			02/01/33	640,000.00	4.000%			
			02/01/34	640,000.00	4.000%			
			02/01/35	640,000.00	4.000%			
			02/01/36	645,000.00	4.000%			
			02/01/37	645,000.00	4.000%			
			02/01/38	645,000.00	4.000%			
			02/01/39	645,000.00	4.000%			
			02/01/40	645,000.00	4.000%			
			02/01/41	645,000.00	4.000%			
			02/01/42	645,000.00	4.000%			
			02/01/43	645,000.00	4.000%			
			02/01/44	645,000.00	4.000%	12,445,000.00	325,000.00	12,120,000.00
						$ 17,030,000.00	$ 730,000.00	$ 16,300,000.00

TOWNSHIP OF FLORENCE
WATER & SEWER UTILITY CAPITAL FUND
Statement of Bonds and Notes Authorized But Not Issued
For the Year Ended December 31, 2025

Improvement Description	Ordinance Number	Balance Dec. 31, 2024	Improvement Authorizations Canceled	Balance Dec. 31, 2025
STP Sludge Dewatering Press Upgrade	2019-16	$ 32,000.00	$ 32,000.00	
WTP Chemical Building Upgrade	2019-17	61,000.00		$ 61,000.00
Reconstruction and Replacement of Sanitary Pump Stations	2022-06	750,000.00		750,000.00
Acquisition of Water & Sewer Utility Vehicles and Equipment	2022-15	70,000.00	70,000.00	
Improvements to the Township's Water and Sewer Systems	2023-11	722,000.00		722,000.00
		$ 1,635,000.00	$ 102,000.00	$ 1,533,000.00

PART II

SCHEDULE OF FINDINGS AND RECOMMENDATIONS

FOR THE YEAR ENDED DECEMBER 31, 2025

TOWNSHIP OF FLORENCE
Schedule of Findings and Recommendations
For the Year Ended December 31, 2025

Schedule of Financial Statement Findings

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

None.

TOWNSHIP OF FLORENCE
Summary Schedule of Prior Year Audit Findings
and Recommendations as Prepared by Management

This section identifies the status of prior year findings related to the financial statements that are required to be reported in accordance with *Government Auditing Standards*.

FINANCIAL STATEMENT FINDINGS

Finding No. 2024-001

Condition
Numerous instances were noted where the vendor invoice date predated the order date on the purchase order, evidencing that goods and services were not properly authorized and encumbered as required.

Current Status
This finding has been resolved.

TOWNSHIP OF FLORENCE
Officials in Office and Surety Bonds

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

Name	Title	Amount of Surety Bond	
Kristan Marter	Mayor		
Frank Baldorossi, Jr.	Council Member		
John Fratinardo	Council Member		
Joseph Frappolli	Council Member		
Nick Haas	Council Member		
Talaya Loftin	Council Member		
Thomas Sahol	Administrator	$ 2,000,000.00	(A)
Nancy L. Erlston	Township Clerk	2,000,000.00	(A)
Michelle Chiemiego	Chief Financial Officer	2,000,000.00	(A)
Christine Swiderski	Tax Collector	2,000,000.00	(C)
Patricia A. Mellor	Court Administrator	2,000,000.00	(B)

(A) Covered by the Public Employee Dishonesty Coverage in the amount of $50,000 written by the Burlington County Municipal Joint Insurance Fund and the Excess Public Employee Dishonesty Coverage in the amount of $1,950,000 written by the Municipal Excess Liability Joint Insurance Fund.

(B) Covered by the Excess Public Officials Bond Coverage in the amount of $2,000,000 written by the Municipal Excess Liability Joint Insurance Fund.

(C) Covered by the Primary Statutory Positions Bond Coverage in the amount of $2,000,000 written by the Municipal Excess Liability Joint Insurance Fund.

All of the Bonds were examined and properly executed.

APPRECIATION

We express our appreciation for the assistance and courtesies rendered by the Township officials during the course of the audit.

PKF O'Connor Davies, LLP

PKF O'Connor Davies, LLP

Todd R. Saler
Certified Public Accountant
Registered Municipal Accountant