

BOROUGH OF BARRINGTON

COUNTY OF CAMDEN

**REPORT OF AUDIT
FOR THE YEAR ENDED
DECEMBER 31, 2025**

KNOW GREATER VALUE™

BOROUGH OF BARRINGTON
TABLE OF CONTENTS

<u>Exhibit No.</u>		<u>Page No.</u>
	<u>PART I</u>	
	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 <i>Government Auditing Standards</i>	5
	<u>CURRENT FUND</u>	
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	10
A-3	Statement of Expenditures--Regulatory Basis	12
	<u>TRUST FUNDS</u>	
B	Balance Sheets-- Regulatory Basis	17
	<u>GENERAL CAPITAL FUND</u>	
C	Balance Sheets--Regulatory Basis	19
	<u>SEWER UTILITY FUND</u>	
D	Balance Sheets--Regulatory Basis	20
D-1	Sewer Utility Operating Fund--Statements of Operations and Changes in Fund Balance--Regulatory Basis	22
D-2	Sewer Utility Operating Fund--Statement of Revenues-- Regulatory Basis	23
D-3	Sewer Utility Operating Fund--Statement of Expenditures-- Regulatory Basis	24
	<u>GENERAL FIXED ASSET ACCOUNT GROUP</u>	
E	Statement of General Fixed Asset Group of Accounts--Regulatory Basis	25
	Notes to Financial Statements	26

BOROUGH OF BARRINGTON
TABLE OF CONTENTS (CONT'D)

Exhibit No.

Page No.

SUPPLEMENTAL EXHIBITS

CURRENT FUND

SA-1	Statement of Current Cash--Per N.J.S. 40A:5-5--Chief Financial Officer	60
SA-2	Statement of Current Cash--Per N.J.S. 40A:5-5--Collector	61
SA-3	Schedule of Change Funds	61
SA-4	Statement of Reserve for Sale of Land	61
SA-5	Statement of Taxes Receivable and Analysis of Property Tax Levy	62
SA-6	Statement of Tax Title Liens	63
SA-7	Statement of Prepaid Taxes	63
SA-8	Statement of Tax Overpayments	63
SA-9	Statement of Revenue Accounts Receivable	64
SA-10	Statement of Other Accounts Receivable	65
SA-11	Statement of Due from Runnemede--Interlocal Services Agreement - Purchase of Gasoline	65
SA-12	Statement of Due from Fire Alliance--Interlocal Services Agreement - Purchase of Gasoline	66
SA-13	Statement of Due from Ambulance Association--Interlocal Services Agreement - Purchase of Gasoline	66
SA-14	Statement of Due from Board of Education--Interlocal Services Agreement - Purchase of Gasoline	67
SA-15	Statement of Due State of New Jersey Veterans' and Senior Citizens' Deductions	67
SA-16	Statement of 2024 Appropriation Reserves and Encumbrances	68
SA-17	Statement of Accounts Payable	70
SA-18	Statement of Due State of New Jersey--Division of Youth and Family Services	70
SA-19	Statement of County Taxes Payable	71
SA-20	Statement of Due County for Added and Omitted Taxes	71
SA-21	Statement of Local School District Tax	71
SA-22	Statement of Reserve for Hall Rental and Dumpster Deposits	72
SA-23	Statement of Deferred Charges N.J.S.A. 40A:5-55 Special Emergency	72
SA-24	Federal, State and Local Grant Fund--Statement of Contracts Payable and Reserve for Encumbrances	73
SA-25	Federal, State and Local Grant Fund--Statement of Federal, State and Local Grants Receivable	74
SA-26	Federal, State and Local Grant Fund--Statement of Reserve for Federal, State and Local Grants -- Unappropriated	75
SA-27	Federal, State and Local Grant Fund--Statement of Reserve for Federal, State and Local Grants--Appropriated	76

BOROUGH OF BARRINGTON
TABLE OF CONTENTS (CONT'D)

<u>Exhibit No.</u>		<u>Page No.</u>
 <u>TRUST FUNDS</u>		
SB-1	Statement of Trust Cash Per N.J.S.40A:5-5--Chief Financial Officer	78
SB-2	Trust Other Fund--Statement of Investments--Length of Service Award Program	80
SB-3	Trust Other Fund--Statement of Accounts Receivable	81
SB-4	Animal Control Trust Fund-- Statement of Reserve for Animal Control Fund Expenditures	82
SB-5	Animal Control Trust Fund--Statement of Due Current Fund	83
SB-6	Animal Control Trust Fund--Statement of Due to State of New Jersey	83
SB-7	Animal Control Trust Fund--Statement of Prepaid Licenses	84
SB-8	Animal Control Trust Fund--Schedule of Due Trust Other Fund	84
SB-9	Trust Other Fund--Statement of Reserve for Encumbrances	85
SB-10	Fire Prevention Trust Fund--Statement of Reserve for Fire Prevention	85
SB-11	Trust Other Fund--Statement of Due State of New Jersey -- State Training Fees	86
SB-12	Trust Other Fund--Statement of Reserve for Construction Code-- Enforcement Fees	86
SB-13	Trust Other Fund--Statement of Payroll Deductions Payable	87
SB-14	Trust Other Fund--Statement of Due From/(To) Current Fund	88
SB-15	Trust Fund--Length of Service Award Program--Statement of Reserve for Length of Service Award Program	89
SB-16	Trust Other Fund--Statement of Trust Other Reserves	90
 <u>GENERAL CAPITAL FUND</u>		
SC-1	Statement of General Capital Cash Per N.J.S.40A:5-5--Chief Financial Officer	92
SC-2	Analysis of General Capital Cash	93
SC-3	Statement of Deferred Charges to Future Taxation--Funded	94
SC-4	Statement of Deferred Charges to Future Taxation--Unfunded	95
SC-5	Statement of Improvement Authorizations	96
SC-6	Statement of Due Current Fund	97
SC-7	Statement of Reserve for Encumbrances	97
SC-8	Statement of Contracts Payable	98
SC-9	Statement of Capital Improvement Fund	99
SC-10	Statement of Reserve for Payment of Debt	99
SC-11	Statement of General Serial Bonds	100
SC-12	Statement of Bond Anticipation Notes	101
SC-13	Statement of Bonds and Notes Authorized But Not Issued	102

BOROUGH OF BARRINGTON
TABLE OF CONTENTS (CONT'D)

<u>Exhibit No.</u>		<u>Page No.</u>
	<u>SEWER UTILITY FUND</u>	
SD-1	Statement of Sewer Utility Cash Per N.J.S.40A:5-5--Chief Financial Officer	104
SD-2	Sewer Utility Operating Fund--Statement of Sewer Utility Cash per N.J.S.40A:5-5--Collector	105
SD-3	Sewer Utility Capital Fund--Analysis of Sewer Capital Cash	106
SD-4	Sewer Utility Operating Fund--Statement of Sewer Rents Receivable	107
SD-5	Sewer Utility Operating Fund--Statement of Sewer Overpayments	107
SD-6	Sewer Utility Operating Fund--Statement of Sewer Liens	107
SD-7	Sewer Utility Capital Fund--Schedule of Fixed Capital	108
SD-8	Sewer Utility Capital Fund--Schedule of Fixed Capital Authorized and Uncompleted	109
SD-9	Sewer Utility Operating Fund--Statement of Due from Sewer Utility Capital Fund	110
SD-10	Sewer Utility Operating Fund--Statement of 2024 Appropriation Reserves and Encumbrances	111
SD-11	Sewer Utility Operating Fund--Statement of Due Current Fund	112
SD-12	Sewer Utility Operating Fund--Statement of Accrued Interest on Bonds, Loans and Notes	113
SD-13	Sewer Utility Capital Fund--Schedule of Deferred Reserve for Amortization	114
SD-14	Sewer Utility Capital Fund--Statement of Reserve for Amortization	115
SD-15	Sewer Utility Capital Fund--Statement of Contracts Payable	115
SD-16	Sewer Utility Capital Fund--Statement of Improvement Authorizations	116
SD-17	Sewer Utility Capital Fund--Statement of Sewer General Obligation Bonds	117
SD-18	Sewer Utility Capital Fund--Statement of USDA Rural Development Sewer Improvement Loan Payable	118
SD-19	Sewer Utility Capital Fund--Statement of Water Bond Anticipation Notes	119
SD-20	Sewer Utility Capital Fund--Statement of Bonds and Notes Authorized But Not Issued	120
	<u>PART II – SCHEDULE OF FINDINGS AND RECOMMENDATIONS</u>	
	Schedule of Findings and Recommendations	122
	Summary Schedule of Prior Year Audit Findings and Recommendations As Prepared by Management	123
	OFFICIALS IN OFFICE AND SURETY BONDS	124
	APPRECIATION	125

BOROUGH OF BARRINGTON

PART I

REPORT OF AUDIT OF FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2025

INDEPENDENT AUDITORS' REPORT

The Honorable Mayor and
Members of the Borough Council
Borough of Barrington
Barrington, 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 Borough of Barrington, in the County of Camden, State of New Jersey (the "Borough"), as of December 31, 2025, and the related statements of operations and changes in 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 Borough's basic financial statements as listed in the table of contents.

Unmodified Opinions on Regulatory Basis of Accounting

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

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 Borough and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

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

As described in Note 1 to the financial statements, the financial statements are prepared by the Borough on the basis of the financial reporting provisions of the Division, 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 Borough, 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 September 3, 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 Borough's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

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 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 Borough's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Borough's ability to continue as a going concern for a reasonable period of time.

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Borough's basic financial statements. The accompanying 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 October 15, 2026 on our consideration of the Borough's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is 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 Borough's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Borough's internal control over financial reporting and compliance.

PKF O'Connor Davies, LLP

PKF O'CONNOR DAVIES, LLP
Certified Public Accountants
Voorhees, New Jersey
October 15, 2026

Daniel M DiGangi

Daniel M. DiGangi
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 Borough Council
Borough of Barrington
Barrington, 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 (the "Division"), the financial statements prepared on a regulatory basis of accounting prescribed by the Division, of the Borough of Barrington, in the County of Camden, State of New Jersey (the "Borough"), as of and for the year ended December 31, 2025, and the related notes to the financial statements, which collectively comprise the Borough's basic financial statements, and have issued our report thereon dated October 15, 2026. That report indicated that the Borough'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 Borough's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Borough's internal control. Accordingly, we do not express an opinion on the effectiveness of the Borough's internal control.

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

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

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Borough'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 Borough'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 Borough'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
Certified Public Accountants
Voorhees, New Jersey
October 15, 2026

Daniel M. DiGangi

Daniel M. DiGangi
Certified Public Accountant
Registered Municipal Accountant

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

	<u>Ref.</u>	<u>2025</u>	<u>2024</u>
<u>ASSETS AND DEFERRED CHARGES</u>			
Regular Fund:			
Cash	SA-1	\$ 6,110,268.81	\$ 5,052,887.30
Cash - Change Fund	SA-3	100.00	100.00
		<u>6,110,368.81</u>	<u>5,052,987.30</u>
Receivables with Full Reserves:			
Delinquent Property Taxes Receivable	SA-5	175,479.69	240,317.64
Tax Title Liens Receivable	SA-6	66,894.33	66,664.42
Property Acquired for Taxes - Assessed Valuation	A	11,200.00	11,200.00
Revenue Accounts Receivable	SA-9	1,816.50	2,649.42
Other Accounts Receivable	A-3;SA-10	84,327.61	71,264.10
Due from Runnemede - Interlocal Service Agreement	SA-11	9,267.35	5,646.72
Due from Fire Alliance - Interlocal Service Agreement	SA-12	125.33	214.24
Due from Ambulance Association - Interlocal Service Agreement	SA-13		4,028.26
Due from Board of Education - Interlocal Service Agreement	SA-14	63.38	1,203.44
Due Trust Other Fund	SB-14	15,096.69	
Due Animal Control Trust Fund	SB-5	8,379.45	8,152.37
Due General Capital Fund	SC-6	2,322.06	170,690.73
Due Sewer Utility Operating Fund	SD-11		50,906.08
		<u>374,972.39</u>	<u>632,937.42</u>
Deferred Charges:			
Special Emergency Authorizations	SA-23	-	5,000.00
		<u>-</u>	<u>5,000.00</u>
		<u>6,485,341.20</u>	<u>5,690,924.72</u>
Federal, State and Local Grant Fund:			
Cash	SA-1	163,061.35	602,905.50
Grants Receivable	SA-25	586,122.88	761,837.45
		<u>749,184.23</u>	<u>1,364,742.95</u>
		<u>\$ 7,234,525.43</u>	<u>\$ 7,055,667.67</u>

(Continued)

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

	<u>Ref.</u>	<u>2025</u>	<u>2024</u>
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
Regular Fund:			
Liabilities:			
Appropriation Reserves	A-3;SA-16	\$ 453,971.98	\$ 524,313.94
Reserve for Encumbrances	A-3;SA-16	297,811.21	230,711.93
Accounts Payable	SA-17	74,129.48	74,169.70
Prepaid Taxes	SA-7	121,576.37	176,702.42
Tax Overpayments	SA-8	3,363.92	0.92
Due County for Added/Omitted Taxes	SA-20	193,654.14	9,094.07
Due State of New Jersey - Division of Youth and Family Services	SA-18	1,250.00	250.00
Due State of New Jersey - Veterans' and Senior Citizens' Deductions	SA-15	6,356.86	3,751.86
Reserve for Hall Rental and Dumpster Deposits	SA-22	3,000.00	1,800.00
Reserve for Codification	SA-1	17,031.00	20,741.00
Reserve for Revision of Master Plan	SA-1	3,568.62	4,766.71
Reserve for Sale of Land	SA-4	925,887.60	338,081.59
Reserve for Revaluation	A	1,785.12	1,785.12
Reserve for Redemption of Tax Title Liens	A	3,789.89	3,789.89
Due Trust Other Fund	SB-14		26,230.11
		<u>2,107,176.19</u>	<u>1,416,189.26</u>
Reserves for Receivables	A	374,972.39	632,937.42
Fund Balance	A-1	<u>4,003,192.62</u>	<u>3,641,798.04</u>
		<u>6,485,341.20</u>	<u>5,690,924.72</u>
Federal, State and Local Grant Fund:			
Contracts Payable	SA-24	268,146.00	674,255.48
Reserve for Encumbrances	SA-24	15,045.31	3,057.95
Unappropriated Reserves	SA-26	2,000.00	14,044.02
Appropriated Reserves	SA-27	<u>463,992.92</u>	<u>673,385.50</u>
		<u>749,184.23</u>	<u>1,364,742.95</u>
		<u>\$ 7,234,525.43</u>	<u>\$ 7,055,667.67</u>

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

BOROUGH OF BARRINGTON

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	\$ 1,970,000.00	\$ 1,550,000.00
Miscellaneous Revenues Anticipated	A-2	2,004,521.66	1,951,941.17
Receipts from Delinquent Taxes and Tax Title Liens	A-2	266,210.77	189,819.21
Receipts from Current Taxes	A-2	25,570,918.10	23,545,358.38
Non-Budget Revenue	A-2	527,007.85	395,522.94
Other Credits to Income:			
Unexpended Balance of Appropriation Reserves	SA-16	480,239.02	475,309.96
Statutory Excess in the Animal Control Fund	SB-5	222.28	
Cancellation of Unappropriated Grants	SA-26	6,402.95	
Liquidation of Reserves for:			
Refund of Prior Year Expenditure			75.00
Due Sewer Utility Operating Fund	A	50,906.08	
Due General Capital Fund	A	168,368.67	
Due from Runnemede - Interlocal Service Agreement			6,758.19
Due from Fire Alliance - Interlocal Service Agreement	A	88.91	
Due from Board of Education - Interlocal Service Agreement	A	1,140.06	
Due from Ambulance Association - Interlocal Service Agreement	A	4,028.26	25.99
Total Income		31,050,054.61	28,114,810.84
Expenditures			
Budget Appropriations:			
Within "CAPS":			
Operations:			
Salaries and Wages	A-3	3,183,483.50	2,975,039.67
Other Expenses	A-3	3,864,731.64	3,607,706.55
Deferred Charges and Statutory Expenditures	A-3	986,417.15	907,245.90
Excluded from "CAPS":			
Operations:			
Salaries and Wages			400.00
Other Expenses	A-3	717,576.49	563,116.91
Capital Improvements--Excluded from "CAPS"	A-3	145,000.00	40,000.00
Municipal Debt Service--Excluded from "CAPS"	A-3	1,641,865.50	1,670,760.50
Deferred Charges Municipal--Excluded from "CAPS"	A-3	5,000.00	5,000.00
Local District School Tax	SA-21	12,903,263.00	12,078,598.00
County Taxes	SA-19	4,947,714.77	4,938,306.07
Due County for Added and Omitted Taxes	SA-20	193,654.14	9,094.07
Prior Year Senior Citizens and Veterans Disallowed	SA-5	1,250.00	1,500.00
Refund of Prior Year Revenue	SA-1	17,548.26	8,722.92
Cancellation of Accounts Receivable			
Due from Ambulance Association	SA-10	71,264.10	
Due from Fire Alliance	SA-12	88.91	
Due from Ambulance Association	SA-13	4,028.26	
Creation of Reserve for:			
Due from Runnemede - Interlocal Service Agreement	A	3,620.63	
Due from Fire Alliance - Interlocal Service Agreement			3.64
Due from Board of Education - Interlocal Service Agreement			135.19
Due Animal Control Trust Fund	A	227.08	6.25
Due Trust Other Fund	A	18,863.09	
Due General Capital Fund			210,941.46
Other Accounts Receivable	A	13,063.51	25,726.13
Total Expenditures		28,718,660.03	27,042,303.26
Statutory Excess to Fund Balance		2,331,394.58	1,072,507.58
Fund Balance			
Balance Jan. 1	A	3,641,798.04	4,119,290.46
Decreased by:		5,973,192.62	5,191,798.04
Utilized as Revenue	A-2	1,970,000.00	1,550,000.00
Balance Dec. 31	A	\$ 4,003,192.62	\$ 3,641,798.04

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

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

	<u>Ref.</u>	<u>Budget</u>	<u>Anticipated N.J.S.A. 40A:4-87</u>	<u>Realized</u>	<u>Excess (Deficit)</u>
Fund Balance Anticipated	A-1	\$ 1,970,000.00	-	\$ 1,970,000.00	-
Miscellaneous Revenues:					
Licenses:					
Alcoholic Beverages	SA-9	6,000.00		6,331.00	\$ 331.00
Fees and Permits - Other	SA-9	25,000.00		32,290.35	7,290.35
Municipal Court Fines and Costs	SA-9	46,000.00		37,272.68	(8,727.32)
Interest and Costs on Taxes	SA-2	47,000.00		58,133.53	11,133.53
Interest on Investments and Deposits	SA-9	21,000.00		58,653.65	37,653.65
Payment in Lieu of Taxes - P.I.L.O.T. Complex	SA-1	160,000.00		217,563.12	57,563.12
Energy Receipts Taxes	SA-1	709,035.00		709,034.84	(0.16)
Special Items of General Revenue Anticipated with Prior Written Consent of the Director of the Division of Local Government Services:					
Shared Service Agreements Offset with Appropriations:					
EMT - Borough of Haddon Heights	SA-1	119,664.00		119,664.00	
EMS - Borough of Runnemede	SA-1	151,704.00		151,700.00	(4.00)
State and Federal Revenue Off-Set with Appropriations:					
Clean Communities Grant	SA-26		\$ 19,290.98	19,290.98	
Recreation Grant	SA-26	1,250.00		1,250.00	
NJDOT - FY 2025 Municipal Aid Program - Devon Road	SA-26		220,419.00	220,419.00	
First Colonial Grant	SA-26	6,000.00		6,000.00	
Camden County Open Space Grant	SA-26	25,000.00	25,000.00	50,000.00	
Camden County DWI Enforcement Grant	SA-26		1,680.00	1,680.00	
Joint Insurance Fund Safety Incentive Award	SA-26	1,500.00	1,500.00	3,000.00	
Recycling Tonnage Grant	SA-26		7,670.53	7,670.53	
Body Armor Replacement Grant	SA-26	1,641.07		1,641.07	
Alcohol Education and Rehabilitation Program	SA-26		876.91	876.91	
Municipal Alliance on Alcoholism and Drug Abuse	SA-26	8,000.00		8,000.00	
Community Development Block Grant	SA-26		28,800.00	28,800.00	
Donations - Green Team Tree Planting	SA-26	5,000.00		5,000.00	
Donations - Recreation Event	SA-26		350.00	350.00	
Donations - Borough Signage	SA-26		5,500.00	5,500.00	
Donations - Food Pantry (Able Group)	SA-26		1,000.00	1,000.00	
Donations - Fire Equipment	SA-26		100.00	100.00	
Donations - Summer Recreation Program	SA-26		2,000.00	2,000.00	
Donations - Police Equipment & National Night Out	SA-26		1,300.00	1,300.00	
Other Special Items:					
Reserve for the Payment of Debt	SA-1	250,000.00		250,000.00	
Miscellaneous Revenues		1,583,794.07	315,487.42	2,004,521.66	105,240.17
Receipts from Delinquent Taxes	A-2	175,000.00	-	266,210.77	91,210.77
Amount to be Raised by Taxes for Support of Municipal Budget:					
Local Tax for Municipal Purposes including Reserve for Uncollected Taxes	A-2	6,961,401.26	-	7,987,894.66	1,026,493.40
Budget Totals		10,690,195.33	315,487.42	12,228,627.09	1,222,944.34
Non-Budget Revenue		-	-	527,007.85	527,007.85
		<u>\$ 10,690,195.33</u>	<u>\$ 315,487.42</u>	<u>\$ 12,755,634.94</u>	<u>\$ 1,749,952.19</u>
Reference		A-3	A-3		

(Continued)

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

Analysis of Realized Revenue

Allocation of Current Tax Collections:

Revenue from Collections		\$ 25,570,918.10
Allocated to:		
County and School Taxes		18,044,631.91
Amount for Support of Municipal Budget Appropriations		7,526,286.19
Add: Appropriation "Reserve for Uncollected Taxes"		461,608.47
Amount for Support of Municipal Budget Appropriations		<u>\$ 7,987,894.66</u>
Collection of Delinquent Taxes:		
Prior Years Taxes		\$ 231,056.27
Tax Title Liens		35,154.50
Prior Years Taxes		<u>\$ 266,210.77</u>

Analysis of Non-Budget Revenues

Miscellaneous Revenue Not Anticipated:

Cash Receipts:

Registrar of Vital Statistics	\$ 2,434.00	
Cable TV Franchise Fees	78,977.91	
Miscellaneous	86,156.27	
Marriage Ceremony Fee	1,950.00	
Redevelopment Reimbursement	172,351.66	
Property Maintenance	444.36	
Vacant Property	13,100.00	
VFW Rentals	1,962.50	
Summer Recreation Program	36,825.00	
Refund of Prior Year Expenditures	82,843.98	
		<u>\$ 477,045.68</u>
Due from Trust Other Fund:		
Tax Premiums Surrendered		
Traffic Control Administrative Fees	49,962.17	
Traffic Control Administrative Fees		<u>49,962.17</u>
		<u>\$ 527,007.85</u>

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

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

	Appropriations		Expended		
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>
OPERATIONS--WITHIN "CAPS"					
<u>General Government</u>					
Administrative and Executive					
Salaries and Wages	\$ 213,653.50	\$ 213,653.50	\$ 190,429.05		\$ 23,224.45
Other Expenses	102,116.00	102,116.00	91,883.97	\$ 1,472.50	8,759.53
Financial Administration					
Salaries and Wages	47,497.00	47,697.00	47,646.71		50.29
Other Expenses	14,650.00	14,650.00	11,734.42	266.72	2,648.86
Assessment of Taxes					
Salaries and Wages	74,111.00	74,111.00	74,110.53		0.47
Other Expenses	9,250.00	9,250.00	3,430.90		5,819.10
Collection of Taxes					
Salaries and Wages	64,254.00	64,254.00	62,843.77		1,410.23
Other Expenses	2,185.00	2,185.00	1,542.36	79.50	563.14
Legal Services and Costs					
Other Expenses	89,200.00	104,200.00	103,741.05	99.95	359.00
Engineering Services and Costs					
Other Expenses	67,600.00	75,600.00	61,407.50	9,983.00	4,209.50
Municipal Land Use Law (N.J.S.A. 40:55D-1):					
Planning Board					
Salaries and Wages	15,000.00	15,000.00	14,999.76		0.24
Other Expenses	10,125.00	12,125.00	7,312.22		4,812.78
Mayor and Council					
Salaries and Wages	39,600.00	39,600.00	39,600.00		
Other Expenses	5,365.00	5,365.00	4,894.51	470.49	
Audit Service					
Other Expenses	37,000.00	37,000.00	37,000.00		
Insurance					
Unemployment	10,500.00	10,500.00	9,476.81		1,023.19
General Liability Insurance	228,767.00	191,267.00	164,286.75	10,987.75	15,992.50
Disability Insurance	2,500.00	2,600.00	2,294.70		305.30
Workers Compensation Insurance	136,029.00	136,029.00	136,029.00		
Employee Group Insurance	1,180,245.24	1,210,245.24	1,139,178.70		71,066.54
Opt Out Payments	16,600.00	16,600.00	15,574.47		1,025.53
Municipal Court					
Other Expenses	118,000.00	118,000.00	118,000.00		
Economic Development Committee					
Other Expenses	2,000.00	2,000.00	538.40		1,461.60

(Continued)

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

	Appropriations		Expended		
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>
<u>OPERATIONS--WITHIN "CAPS" (CONT'D)</u>					
<u>Public Safety</u>					
Police					
Salaries and Wages	\$ 1,747,642.00	\$ 1,747,642.00	\$ 1,734,525.99		\$ 13,116.01
Other Expenses	130,790.00	130,790.00	120,460.70	\$ 6,570.16	3,759.14
Municipal Prosecutor					
Salaries and Wages	9,000.00	9,000.00	9,000.00		
Ambulance Association					
Salaries and Wages	40,000.00	40,000.00			40,000.00
Other Expenses	134,860.00	134,860.00	124,604.82	2,617.57	7,637.61
Office of Emergency Management					
Salaries and Wages	3,000.00	3,000.00	250.00		2,750.00
Other Expenses	12,500.00	12,500.00	7,032.78	28.65	5,438.57
Fire					
Salaries and Wages	141,063.00	131,063.00	115,908.55	13,700.50	1,453.95
Other Expenses:					
Fire Hydrant Service	90,132.00	90,132.00	79,870.89	7,260.99	3,000.12
Miscellaneous Other Expenses	47,200.00	57,200.00	48,369.24	7,691.25	1,139.51
<u>Streets and Roads</u>					
Road Repairs and Maintenance					
Salaries and Wages	794,963.00	764,963.00	737,650.48		27,312.52
Other Expenses	131,966.60	144,666.60	84,225.76	35,398.19	25,042.65
Trash Removal					
Other Expenses	432,702.00	429,702.00	368,302.67	40,768.75	20,630.58
Public Buildings and Grounds					
Salaries and Wages	6,500.00	6,500.00	300.00		6,200.00
Other Expenses	95,298.80	95,298.80	42,389.17	10,645.75	42,263.88
Maintenance of Vehicles					
Other Expenses	62,500.00	83,000.00	51,159.30	24,301.59	7,539.11
<u>Health and Welfare</u>					
Board of Health					
Salaries and Wages	5,900.00	5,900.00	5,899.56		0.44
Other Expenses	19,950.00	19,950.00	18,748.36	700.00	501.64
Environmental Commission (N.J.S.A. 40:56A-1 et seq)					
Other Expenses	5,000.00	5,000.00	3,667.65		1,332.35
<u>Recreation and Education</u>					
Parks and Playgrounds					
Salaries and Wages	4,500.00	4,500.00	3,000.00		1,500.00
Other Expenses	42,000.00	44,000.00	37,581.21	1,585.59	4,833.20

(Continued)

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

	Appropriations		Expended		
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>
<u>OPERATIONS--WITHIN "CAPS" (CONT'D)</u>					
Unclassified:					
Utilities:					
Electricity	\$ 50,000.00	\$ 60,000.00	\$ 45,052.60	\$ 5,984.26	\$ 8,963.14
Street Lighting	172,000.00	142,000.00	120,136.79	21,685.37	177.84
Telecommunications	48,000.00	48,000.00	41,187.97	1,753.86	5,058.17
Water	12,000.00	12,000.00	7,308.57	1,419.25	3,272.18
Gasoline	40,000.00	40,000.00	16,978.54	11,339.57	11,681.89
Trash Disposal	282,500.00	282,500.00	196,192.00	81,000.00	5,308.00
Total Operations --within "CAPS"	7,048,215.14	7,048,215.14	6,357,759.18	297,811.21	392,644.75
Detail:					
Salaries and Wages	3,223,283.50	3,183,483.50	3,051,738.87	13,700.50	118,044.13
Other Expenses (Including Contingent)	3,824,931.64	3,864,731.64	3,306,020.31	284,110.71	274,600.62
<u>DEFERRED CHARGES AND STATUTORY</u>					
<u>EXPENDITURES --MUNICIPAL--WITHIN "CAPS"</u>					
Statutory Expenditures:					
Contribution to:					
Public Employees' Retirement System	258,292.15	258,292.15	258,292.15		
Social Security System (O.A.S.I.)	255,000.00	255,000.00	240,302.89		14,697.11
Police and Firemen's Retirement System	470,125.00	470,125.00	470,125.00		
Defined Contribution Retirement Program	3,000.00	3,000.00	2,625.24		374.76
Total Deferred Charges and Statutory Expenditures--Municipal--Within "CAPS"	986,417.15	986,417.15	971,345.28	-	15,071.87
Total General Appropriations for Municipal Purposes Within--"CAPS"	8,034,632.29	8,034,632.29	7,329,104.46	297,811.21	407,716.62
<u>OPERATIONS-- EXCLUDED FROM "CAPS"</u>					
Stormwater Maintenance					
Other Expenses	58,300.00	58,300.00	12,048.64		46,251.36
Solid Waste Disposal - Recycling Tax (P.L. 2007, c.311)	2,900.00	2,900.00	2,900.00		
Employee Group Insurance	12,130.00	12,130.00	12,130.00		
Haddon Heights EMT Services	119,664.00	119,664.00	119,664.00		
Runnemed EMT Services	151,704.00	151,704.00	151,700.00		4.00
Broker Fee	7,000.00	7,000.00	7,000.00		

(Continued)

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

	Appropriations		Expended		
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>
<u>OPERATIONS-- EXCLUDED FROM "CAPS" (CONT'D)</u>					
<u>State and Federal Programs Off-set by Revenues:</u>					
Clean Communities Grant (N.J.S.A. 40A:4-87, \$19,290.98)		\$ 19,290.98	\$ 19,290.98		
Recreation Grant	\$ 1,250.00	1,250.00	1,250.00		
NJDOT - FY 2025 Municipal Aid Program - Devon Road (N.J.S.A. 40A:4-87, \$220,419.00)		220,419.00	220,419.00		
First Colonial Bank Grant	6,000.00	6,000.00	6,000.00		
Camden County Open Space Grant (N.J.S.A. 40A:4-87, \$25,000.00)	25,000.00	50,000.00	50,000.00		
Camden County DWI Enforcement Grant (N.J.S.A. 40A:4-87, \$1,680.00)		1,680.00	1,680.00		
Joint Insurance Fund Safety Incentive Award (N.J.S.A. 40A:4-87, \$1,500.00)	1,500.00	3,000.00	3,000.00		
Recycling Tonnage Grant (N.J.S.A. 40A:4-87, \$7,670.53)		7,670.53	7,670.53		
Body Armor Replacement Grant	1,641.07	1,641.07	1,641.07		
Alcohol Education and Rehabilitation Program (N.J.S.A. 40A:4-87, \$876.91)		876.91	876.91		
Municipal Alliance on Alcoholism and Drug Abuse	8,000.00	8,000.00	8,000.00		
Municipal Alliance on Alcoholism and Drug Abuse Matching Funds	2,000.00	2,000.00	2,000.00		
Community Development Block Grant (N.J.S.A. 40A:4-87, \$28,800.00)		28,800.00	28,800.00		
Donations - Green Team Tree Planting	5,000.00	5,000.00	5,000.00		
Donations - Recreation Event (N.J.S.A. 40A:4-87, \$350.00)		350.00	350.00		
Donations - Borough Signage (N.J.S.A. 40A:4-87, \$5,500.00)		5,500.00	5,500.00		
Donations - Food Pantry (ABLE Group) (N.J.S.A. 40A:4-87, \$1,000.00)		1,000.00	1,000.00		
Donations - Fire Equipment (N.J.S.A. 40A:4-87, \$100.00)		100.00	100.00		
Donations - Summer Recreation Program (N.J.S.A. 40A:4-87, \$2,000.00)		2,000.00	2,000.00		
Donations - Police Equipment & National Night Out (N.J.S.A. 40A:4-87, \$1,300.00)		1,300.00	1,300.00		
Total Operations Excluded from "CAPS"	402,089.07	717,576.49	671,321.13	-	\$ 46,255.36
Detail:					
Other Expenses	402,089.07	717,576.49	671,321.13		46,255.36
<u>CAPITAL IMPROVEMENTS--EXCLUDED FROM "CAPS"</u>					
Capital Improvement Fund	145,000.00	145,000.00	145,000.00	-	-
<u>MUNICIPAL DEBT SERVICE--EXCLUDED FROM "CAPS"</u>					
Payment of Bond Principal	1,430,000.00	1,430,000.00	1,430,000.00		
Interest on Bonds	211,865.50	211,865.50	211,865.50		
Total Municipal Debt Service-- Excluded from "CAPS"	1,641,865.50	1,641,865.50	1,641,865.50	-	-
<u>DEFERRED CHARGES--EXCLUDED FROM "CAPS"</u>					
Special Emergency (N.J.S.A. 40A:4-55)	5,000.00	5,000.00	5,000.00	-	-

(Continued)

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

	Appropriations		Expended		
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>
<u>OPERATIONS-- EXCLUDED FROM "CAPS" (CONT'D)</u>					
Total General Appropriations for Municipal Purposes Excluded from "CAPS"	\$ 2,193,954.57	\$ 2,509,441.99	\$ 2,463,186.63	-	\$ 46,255.36
Subtotal General Appropriations	10,228,586.86	10,544,074.28	9,792,291.09	\$ 297,811.21	453,971.98
Reserve for Uncollected Taxes	461,608.47	461,608.47	461,608.47		
Total General Appropriations	<u>\$ 10,690,195.33</u>	<u>\$ 11,005,682.75</u>	<u>\$ 10,253,899.56</u>	<u>\$ 297,811.21</u>	<u>\$ 453,971.98</u>
<u>Reference</u>	A-2	A-2		A	A
	<u>Ref.</u>				
Adopted Budget	A-2	\$ 10,690,195.33			
Appropriations by N.J.S.A. 40A:4-87	A-2	315,487.42			
		<u>\$ 11,005,682.75</u>			
Disbursed	SA-1		\$ 10,145,313.99		
Reserve for Uncollected Taxes	A-2		461,608.47		
Due Trust Other	SB-14		1,400.00		
Other Account Receivable	SA-10		(84,327.61)		
Refunds Received	SA-1		(640,973.78)		
Special Emergency Authorization	SA-23		5,000.00		
Reserve for Federal, State and Local Grant Funds - Appropriated	SA-27		365,878.49		
			<u>\$ 10,253,899.56</u>		

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

BOROUGH OF BARRINGTON
TRUST FUNDS
Balance Sheets - Regulatory Basis
As of December 31, 2025 and 2024

	<u>Ref.</u>	<u>2025</u>	<u>2024</u>
<u>ASSETS</u>			
Animal Control Fund:			
Cash	SB-1	\$ 9,421.60	\$ 9,553.16
Due Trust Other Fund	SB-8	<u>6,108.05</u>	<u>6,108.05</u>
		<u>15,529.65</u>	<u>15,661.21</u>
Fire Prevention Trust Fund:			
Cash	SB-1	200,228.30	176,007.82
Due Trust Other Fund	SB-1	<u> </u>	<u>138.52</u>
		<u>200,228.30</u>	<u>176,146.34</u>
Length of Service Award Program:			
Investments - Length of Service Award Program	SB-2	<u>159,445.25</u>	<u>147,253.54</u>
Other Funds:			
Cash	SB-1	869,323.51	666,459.07
Accounts Receivable	SB-3		1,989.09
Due Current Fund	SB-14		26,230.11
Due General Capital Fund	C;SB-1	<u> </u>	<u>38,621.48</u>
		<u>869,323.51</u>	<u>733,299.75</u>
		<u>\$ 1,244,526.71</u>	<u>\$ 1,072,360.84</u>

(Continued)

BOROUGH OF BARRINGTON
TRUST FUNDS
Balance Sheets - Regulatory Basis
As of December 31, 2025 and 2024

	<u>Ref.</u>	<u>2025</u>	<u>2024</u>
<u>LIABILITIES AND RESERVES</u>			
Animal Control Fund:			
Reserve for Animal Control Fund Expenditures	SB-4	\$ 6,240.00	\$ 6,501.44
Due Current Fund	SB-5	8,379.45	8,152.37
Due to State of New Jersey	SB-6	7.20	11.40
Prepaid Licenses	SB-7	903.00	996.00
		<u>15,529.65</u>	<u>15,661.21</u>
Fire Prevention Trust Fund:			
Reserve for Encumbrances	SB-10	2,489.71	773.76
Reserve for Fire Prevention	SB-10	197,738.59	175,372.58
		<u>200,228.30</u>	<u>176,146.34</u>
Length of Service Award Program:			
Reserve for Length of Service Award Program	SB-15	159,445.25	147,253.54
Other Funds:			
Due to Victims of Crime Compensation Board	B	3,536.95	3,536.95
Due Current Fund	SB-14	15,096.69	
Due Fire Prevention Trust	SB-1		138.52
Due Animal Control Fund	SB-8	6,108.05	6,108.05
Reserve for Encumbrances	SB-9	8,404.95	624.09
Due State of New Jersey - State Training Fees	SB-11	1,632.00	2,086.00
Reserve for Construction Code Enforcement Fees	SB-12	388,025.91	362,008.88
Payroll Deductions Payable	SB-13	7,093.01	2,835.13
Reserve for Escrow Deposits	SB-16	206,589.40	196,391.50
Reserve for DARE Program	SB-16	118.47	118.47
Reserve for Street Opening Deposits	SB-16	3,000.00	11,000.00
Reserve for Parking Adjudication Act	SB-16	1,328.05	1,314.05
Reserve for Public Defender	SB-16	9,733.66	13,499.16
Reserve for Drug Alliance Fund Raising	SB-16	0.37	0.37
Reserve for Muni Court Bail	SB-16	1,120.00	
Reserve for Tax Sale Premium	SB-16	148,510.00	80,200.00
Reserve for Prosecutor Forfeiture Funds	SB-16	5,546.21	6,432.11
Reserve for Storm Related Recovery	SB-16	35,200.00	27,400.00
Reserve for Economic Development Landscaping	SB-16	44.32	44.32
Reserve for Recreation	SB-16	16,848.40	11,377.50
Reserve for Barrington Centennial Donations	SB-16	3,090.08	3,616.41
Reserve for Beautification and Property Maintenance	SB-16	5,870.18	3,861.15
Reserve for ABLE Food Donations	SB-16	387.21	688.75
Reserve for Traffic Control	SB-16	1,441.57	
Reserve for TNR Donations	SB-16	594.57	14.88
Reserve for 9/11 Memorial Donations	SB-16	3.46	3.46
		<u>869,323.51</u>	<u>733,299.75</u>
		<u>\$ 1,244,526.71</u>	<u>\$ 1,072,360.84</u>

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

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

<u>ASSETS</u>	<u>Ref.</u>	<u>2025</u>	<u>2024</u>
Cash	SC-1	\$ 1,883,144.53	\$ 1,457,192.89
Deferred Charges to Future Taxation:			
Funded	SC-3	8,190,000.00	9,620,000.00
Unfunded	SC-4	2,356,475.00	1,985,975.00
		<u>\$ 12,429,619.53</u>	<u>\$ 13,063,167.89</u>
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
General Serial Bonds	SC-11	\$ 8,190,000.00	\$ 9,620,000.00
Bond Anticipation Notes	SC-12	1,985,975.00	
Improvement Authorizations:			
Funded	SC-5	232,050.20	339,433.62
Unfunded	SC-5	536,158.72	1,363,383.88
Capital Improvement Fund	SC-9	78,835.14	163,335.14
Reserve for Encumbrances	SC-7	34,754.32	106,022.45
Contracts Payable	SC-8	1,102,687.36	744,843.86
Due Trust Other Fund	B; SC-01		38,621.48
Due Current Fund	SC-6	2,322.06	170,690.73
Reserve for Payment of Debt	SC-10	117,725.67	367,725.67
Fund Balance	C	149,111.06	149,111.06
		<u>\$ 12,429,619.53</u>	<u>\$ 13,063,167.89</u>
Bonds and Notes Authorized But Not Issued	SC-13	<u>\$ 370,500.00</u>	<u>\$ 1,985,975.00</u>

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

BOROUGH OF BARRINGTON
SEWER UTILITY FUND
Balance Sheets - Regulatory Basis
As of December 31, 2025 and 2024

	<u>Ref.</u>	<u>2025</u>	<u>2024</u>
<u>ASSETS</u>			
Operating Fund:			
Cash	SD-1	\$ 219,622.90	\$ 147,853.79
Due Current Fund	SD-11		
Due Sewer Utility Capital Fund	SD-9	4,144.81	45,473.64
		<u>223,767.71</u>	<u>193,327.43</u>
Receivables with Full Reserves:			
Sewer Rents Receivable	SD-4	41,484.10	36,464.20
Total Operating Fund		<u>265,251.81</u>	<u>229,791.63</u>
Capital Fund:			
Cash	SD-1	387,240.59	139,666.77
Fixed Capital	SD-7	5,222,521.23	5,222,521.23
Fixed Capital Authorized and Uncompleted	SD-8	897,500.00	897,500.00
Total Capital Fund		<u>6,507,261.82</u>	<u>6,259,688.00</u>
		<u>\$ 6,772,513.63</u>	<u>\$ 6,489,479.63</u>

(Continued)

BOROUGH OF BARRINGTON
SEWER UTILITY FUND
Balance Sheets - Regulatory Basis
As of December 31, 2025 and 2024

	<u>Ref.</u>	<u>2025</u>	<u>2024</u>
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
Operating Fund:			
Liabilities:			
Reserve for Encumbrances	D-3;SD-10	\$ 43,580.25	\$ 4,686.48
Appropriation Reserves	D-3;SD-10	41,793.24	53,926.37
Sewer Rents Overpayments	SD-5	1,096.02	2,901.83
Due Current Fund	SD-11		50,906.08
Accrued Interest on Bonds, Notes and Loans	SD-12	6,067.81	2,443.36
		<u>92,537.32</u>	<u>114,864.12</u>
Reserve for Receivables	D	41,484.10	36,464.20
Fund Balance	D-1	<u>131,230.39</u>	<u>78,463.31</u>
Total Operating Fund		<u>265,251.81</u>	<u>229,791.63</u>
Capital Fund:			
Bond Anticipation Notes	SD-19	456,500.00	
USDA Loan Payable	SD-18	1,755,277.64	1,794,783.51
General Obligation Bonds	SD-17	240,000.00	280,000.00
Improvement Authorizations:			
Funded	SD-16	16,894.08	23,394.30
Unfunded	SD-16	288,819.20	282,293.95
Deferred Reserve for Amortization	SD-13	2,050.00	2,050.00
Reserve for Amortization	SD-14	3,692,193.59	3,612,687.72
Contracts Payable	SD-15	4,653.92	211,154.88
Capital Improvement Fund	D	7,850.00	7,850.00
Due Sewer Utility Operating Fund	SD-9	4,144.81	45,473.64
Reserve for Payment of Debt	SD-16	<u>38,878.58</u>	
Total Capital Fund		<u>6,507,261.82</u>	<u>6,259,688.00</u>
		<u>\$ 6,772,513.63</u>	<u>\$ 6,489,479.63</u>
Bonds and Notes Authorized But Not Issued	SD-20	<u>-</u>	<u>\$ 456,500.00</u>

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

BOROUGH OF BARRINGTON
SEWER UTILITY OPERATING FUND
 Statements of Operations and Changes in Fund Balance - Regulatory Basis
 For the Years Ended December 31, 2025 and 2024

<u>Revenue and Other Income Realized</u>	Ref.	<u>2025</u>	<u>2024</u>
Operating Surplus Anticipated	D-2	\$ 35,000.00	\$ 51,000.00
Sewer Rents	D-2	803,065.05	803,805.64
Miscellaneous	D-2	9,113.90	6,896.10
Other Credits to Income:			
Unexpended Balance of Appropriation Reserves	SD-10	<u>51,780.57</u>	<u>25,190.06</u>
Total Income		<u>898,959.52</u>	<u>886,891.80</u>
 <u>Expenditures</u>			
Operating	D-3	643,456.00	681,936.00
Deferred Charges and Statutory Expenditures	D-3	58,152.00	55,972.00
Debt Service	D-3	109,084.44	109,934.54
Refund of Prior Year Revenue	SD-1	<u>500.00</u>	
Total Expenditures		<u>811,192.44</u>	<u>847,842.54</u>
Statutory Excess to Fund Balance		87,767.08	39,049.26
 <u>Fund Balance</u>			
Balance Jan. 1	D	<u>78,463.31</u>	<u>90,414.05</u>
		166,230.39	129,463.31
Decreased by:			
Utilized as Revenue	D-2	<u>35,000.00</u>	<u>51,000.00</u>
Balance Dec. 31	D	<u><u>\$ 131,230.39</u></u>	<u><u>\$ 78,463.31</u></u>

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

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

	<u>Ref.</u>	<u>Anticipated Budget</u>	<u>Realized</u>	<u>Excess</u>
Sewer Operating Surplus Anticipated	D-1	\$ 35,000.00	\$ 35,000.00	
Sewer Rents		770,000.00	803,065.05	\$ 33,065.05
Miscellaneous		<u>6,000.00</u>	<u>9,113.90</u>	<u>3,113.90</u>
		<u>\$ 811,000.00</u>	<u>\$ 847,178.95</u>	<u>\$ 36,178.95</u>
<u>Analysis of Realized Revenues</u>	<u>Ref.</u>	<u>D-3</u>		
Sewer Rents:				
Collections	SD-4		\$ 799,642.27	
Lien Collections	SD-2		520.95	
Overpayments Applied	SD-4		<u>2,901.83</u>	
			<u>\$ 803,065.05</u>	
Miscellaneous:				
Chief Financial Officer:				
Receipts:				
Interest on Deposits	SD-1	\$ 2,487.49		
Due from Sewer Capital Fund:				
Interest on Deposits	SD-9	<u>1,334.72</u>		
			\$ 3,822.21	
Collector:				
Receipts:				
Interest and Costs on Delinquent Accounts	SD-2		<u>5,291.69</u>	
			<u>\$ 9,113.90</u>	

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

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

	Appropriations		Expended			Unexpended Balance Canceled
	Original Budget	Budget After Modification	Paid or Charged	Encumbrances	Reserved	
Operating:						
Salaries and Wages	\$ 426,058.00	\$ 426,058.00	\$ 426,058.00			
Other Expenses	217,398.00	217,398.00	134,428.28	\$ 43,580.25	\$ 39,389.47	
Total Operating	643,456.00	643,456.00	560,486.28	43,580.25	39,389.47	-
Debt Service:						
Payment of Bonds	40,000.00	40,000.00	40,000.00			
Interest on Bonds	5,300.00	5,300.00	5,000.00			\$ 300.00
Sewer Utility USDA Loan	64,092.00	64,092.00	64,084.44			7.56
Total Debt Service	109,392.00	109,392.00	109,084.44	-	-	307.56
Deferred Charges and Statutory Expenditures:						
Statutory Expenditures:						
Contribution to:						
Public Employees' Retirement System	21,852.00	21,852.00	21,852.00			
Social Security System (O.A.S.I.)	33,500.00	33,500.00	31,627.78		1,872.22	
Unemployment Compensation Insurance (N.J.S.A. 43:21-3 et seq.)	2,300.00	2,300.00	1,784.75		515.25	
Disability Insurance	500.00	500.00	483.70		16.30	
Total Deferred Charges and Statutory Expenditures	58,152.00	58,152.00	55,748.23	-	2,403.77	-
	<u>\$ 811,000.00</u>	<u>\$ 811,000.00</u>	<u>\$ 725,318.95</u>	<u>\$ 43,580.25</u>	<u>\$ 41,793.24</u>	<u>\$ 307.56</u>
Reference	D-2	D-2		D	D	
	<u>Ref.</u>					
Disbursed	SD-1		\$ 711,888.71			
Refunds	SD-1		(16,148.33)			
Accrued Interest on Bonds and Loans	SD-12		29,578.57			
			<u>\$ 725,318.95</u>			

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

BOROUGH OF BARRINGTON
GENERAL FIXED ASSET ACCOUNT GROUP
Statement of General Fixed Asset Group of Accounts - Regulatory Basis
For the Year Ended December 31, 2025

	Balance <u>Dec. 31, 2024</u>	<u>Additions</u>	<u>Deletions</u>	Balance <u>Dec. 31, 2025</u>
General Fixed Assets:				
Land and Improvements	\$ 2,698,640.48	\$ 284,575.00	\$ 85,088.85	\$ 2,898,126.63
Buildings	1,803,740.21	715,801.48		2,519,541.69
Machinery and Equipment	3,534,634.53	160,748.00		3,695,382.53
	<u>\$ 8,037,015.22</u>	<u>\$ 1,161,124.48</u>	<u>\$ 85,088.85</u>	<u>\$ 9,113,050.85</u>
Investment in General Fixed Assets	<u>\$ 8,037,015.22</u>	<u>\$ 1,161,124.48</u>	<u>\$ 85,088.85</u>	<u>\$ 9,113,050.85</u>

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

BOROUGH OF BARRINGTON
Notes to Financial Statements
For the Year Ended December 31, 2025

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Description of Financial Reporting Entity - The Borough of Barrington (hereafter referred to as the "Borough") was incorporated as a borough on March 27, 1917, from portions of the now-defunct Centre Township. The Borough, located in Camden County, New Jersey, has a total area of approximately one and a half square miles, and is located approximately twenty miles southeast of the City of Philadelphia. The Borough borders the Boroughs of Bellmawr, Haddon Heights, Haddonfield, Lawnside, Magnolia, Runnemede, and Tavistock. According to the 2020 census, the population was 7,075.

The Borough is governed under the Borough Council form of government. The governing body consists of a Mayor and a Council comprising six members, with all positions elected at-large on a partisan basis as part of the November general election. The Mayor is elected directly by the voters to a four-year term of office. The council members are elected to serve three-year terms on a staggered basis, with two seats coming up for election each year. Legislative and executive power is vested in the Council.

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

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

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

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

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

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

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

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

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

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

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

Cash, Cash Equivalents and Investments - Cash and cash equivalents include petty cash, change funds and cash on deposit with public depositories. All certificates of deposit are recorded as cash regardless of the date of maturity. Investments are stated at cost; therefore, unrealized gains or losses on investments have not been recorded. Investments recorded in the trust fund for the Borough's length of service awards program, however, are stated at fair value.

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

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

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

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

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

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

General Fixed Assets - Accounting for governmental fixed assets, as required by N.J.A.C. 5:30-5.6, differs in certain respects from accounting principles generally accepted in the United States of America. In accordance with the regulations, all local units, including municipalities, must maintain a general fixed assets reporting system that establishes and maintains a physical inventory of nonexpendable, tangible property as defined and limited by the U.S. Office of Management and *Budget's Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (2 CFR Part 200), except that the useful life of such property is at least five years. The Borough 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 Borough is required to maintain a subsidiary ledger detailing fixed assets records to control additions, retirements, and transfers of fixed assets. In addition, a statement of general fixed asset group of accounts, reflecting the activity for the year, must be included in the Borough's basic financial statements.

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

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

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

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

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

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

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

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

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

School Taxes - The Borough is responsible for levying, collecting, and remitting school taxes for the Borough of Barrington 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 Camden. 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.

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

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

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

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.

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

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. 104, "*Disclosure of Certain Capital Assets*" in September 2024. The objective of this Statement is to provide users of government financial statements with essential information about certain types of capital assets including lease assets, intangible right-to-use assets, subscription assets, other intangible assets and assets held for sale. The requirements of this Statement are effective for periods beginning after June 15, 2025, and all reporting periods thereafter. Management has not determined the impact of the Statement on the financial statements of the Borough.

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) specifies the information items that are required to be disclosed about subsequent events. The Statement will become effective for the Borough in the year ending December 31, 2027. Management is currently evaluating whether or not this Statement will have an impact on the financial statements of the Borough.

Note 2: CASH AND CASH EQUIVALENTS

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

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

As of December 31, 2025, the Borough's bank balances of \$9,874,319.79 were exposed to custodial credit risk as follows:

Insured by FDIC and GUDPA	\$ 9,608,014.81
Uninsured and Uncollateralized	<u>266,304.98</u>
Total	<u>\$ 9,874,319.79</u>

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:

	<u>Year Ended</u>				
	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>
Tax Rate	<u>\$ 4.999</u>	<u>\$ 4.788</u>	<u>\$ 4.623</u>	<u>\$ 4.524</u>	<u>\$ 4.474</u>
Apportionment of Tax Rate:					
Municipal	\$ 1.403	\$ 1.360	\$ 1.306	\$ 1.305	\$ 1.274
County	.996	.995	0.948	0.898	0.923
Local School	2.600	2.433	2.369	2.321	2.277

Assessed Valuation

<u>Year</u>	<u>Amount</u>
2025	\$ 496,367,060.00
2024	496,427,666.00
2023	494,723,876.00
2022	495,447,200.00
2021	495,424,931.00

Comparison of Tax Levies and Collections

<u>Year</u>	<u>Tax Levy</u>	<u>Collections</u>	<u>Percentage of Collections</u>
2025	\$ 25,784,820.52	\$ 25,570,918.10	99.17%
2024	23,812,723.32	23,545,358.38	98.88%
2023	22,908,069.51	22,712,545.09	99.15%
2022	22,439,388.09	22,180,979.55	98.85%
2021	22,201,826.63	21,946,292.31	98.85%

Note 3: PROPERTY TAXES (CONT'D)**Delinquent Taxes and Tax Title Liens**

<u>Year</u>	<u>Tax Title Liens</u>	<u>Delinquent Taxes</u>	<u>Total Delinquent</u>	<u>Percentage of Tax Levy</u>
2025	\$ 66,894.33	\$ 175,479.69	\$ 242,374.02	0.94%
2024	66,664.42	240,317.64	306,982.06	1.29%
2023	65,098.74	197,545.04	262,643.78	1.15%
2022	65,253.83	240,548.01	305,801.84	1.36%
2021	63,755.05	221,340.18	285,095.23	1.28%

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

<u>Year</u>	<u>Number</u>
2025	18
2024	17
2023	17
2022	9
2021	9

Note 4: PROPERTY ACQUIRED BY TAX TITLE LIEN LIQUIDATION

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

<u>Year</u>	<u>Amount</u>
2025	\$ 11,200.00
2024	11,200.00
2023	11,200.00
2022	11,200.00
2021	179,000.00

Note 5: SEWER UTILITY SERVICE CHARGES

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

<u>Year</u>	<u>Balance Beginning of Year</u>				<u>Cash</u>
	<u>Receivable</u>	<u>Liens</u>	<u>Levy</u>	<u>Total</u>	<u>Collections</u>
2025	\$ 36,464.20	-	\$ 808,044.00	\$ 844,508.20	\$ 803,065.05
2024	39,650.84	-	800,619.00	840,269.84	803,805.64
2023	49,472.51	-	801,387.00	850,859.51	811,208.67
2022	33,813.45	-	796,506.75	830,320.20	780,847.69
2021	56,297.10	-	757,682.05	813,979.15	780,165.70

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

<u>Year</u>	<u>Balance December 31,</u>	<u>Utilized in Budget of Succeeding Year</u>	<u>Percentage of Fund Balance Used</u>
2025	\$ 4,003,192.62	\$ 1,950,000.00	48.71%
2024	3,641,798.04	1,970,000.00	54.09%
2023	4,119,290.46	1,550,000.00	37.63%
2022	4,079,521.49	1,950,000.00	47.80%
2021	3,690,289.26	1,475,000.00	39.97%

Sewer Utility Fund

<u>Year</u>	<u>Balance December 31,</u>	<u>Utilized in Budget of Succeeding Year</u>	<u>Percentage of Fund Balance Used</u>
2025	\$ 131,230.39	\$ 58,200.00	44.35%
2024	78,463.31	35,000.00	44.61%
2023	90,414.05	51,000.00	56.41%
2022	79,774.94	60,400.00	75.71%
2021	151,597.82	90,000.00	59.37%

Note 7: INTERFUND RECEIVABLES AND PAYABLES

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

<u>Fund</u>	<u>Interfunds Receivable</u>	<u>Interfunds Payable</u>
Current	\$ 25,798.20	
Trust - Animal Control	6,108.05	\$ 8,379.45
Trust - Other		21,204.74
General Capital		2,322.06
Sewer Utility - Operating	4,144.81	
Sewer Utility - Capital		4,144.81
Totals	<u>\$ 36,051.06</u>	<u>\$ 36,051.06</u>

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

Note 8: PENSION PLANS

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

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

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

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

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

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

Note 8: PENSION PLANS (CONT'D)**General Information about the Pension Plans (Cont'd)****Vesting and Benefit Provisions**

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

The following represents the membership tiers for PERS:

Tier Definition

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

Service retirement benefits of 1/55th of final average salary for each year of service credit 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 17.02% 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) - Based on the most recent PERS measurement date of June 30, 2025, the Employer's contractually required contribution to the pension plan is \$288,141.00 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 \$279,106.00, which was paid on April 1, 2025.

Employee contributions to the Plan for the year ended December 31, 2025, were \$127,813.90.

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 0.53% of the Employer's covered payroll.

Based on the most recent 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 was \$8,909.00. 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 was \$8,986.00.

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

Special Funding Situation Component - Under N.J.S.A. 43:16A-15, local participating employers are responsible for their own contributions based on actuarially determined amounts, except where legislation was passed which legally obligated the State if certain circumstances occurred. The legislation, which legally obligates the State, is as follows: Chapter 8, P.L. 2000, Chapter 318, P.L. 2001, Chapter 86, P.L. 2001, Chapter 511, P.L. 1991, Chapter 109, P.L. 1979, Chapter 247, P.L. 1993 and Chapter 201, P.L. 2001. The amounts contributed on behalf of the local participating employers under this legislation is considered to be a *special funding situation* as defined by GASB Statement No. 68 and the State are 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 35.52% 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) - Based on the most recent PFRS measurement date of June 30, 2025, the Employer's contractually required contribution to the pension plan is \$529,281.00 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 was \$470,125.00, which was paid on April 1, 2025.

Employee contributions to the Plan for the year ended December 31, 2025, were \$149,882.60.

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 6.00% of the Employer's covered payroll.

Based on the most recent PFRS measurement date of June 30, 2025, the State's contractually required contribution, on-behalf of the Employer, to the pension plan was \$89,391.00, 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 was \$79,602.00, 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 \$3,566.37, and the Employer's contributions were \$1,945.57. 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 \$2,592,972.00. 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 0.0210833849%, which was an increase of 0.0005717511% 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 \$190,933.00. This (benefit) expense is not recognized by the Employer because of the regulatory basis of accounting as described in Note 1; however, for the year ended December 31, 2025, the Employer's contribution to PERS was \$279,106.00, 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 \$8,909.00. 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	\$ 3,715,171.00
State of New Jersey's Proportionate Share of Net Pension Liability Associated with the Employer	<u>754,170.00</u>
	<u><u>\$ 4,469,341.00</u></u>

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 0.0370441600%, which was an increase of 0.0030569100% 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 0.0370440500%, which was an increase of 0.0030566000% 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 \$245,936.00. This (benefit) expense is not recognized by the Employer because of the regulatory basis of accounting as described in Note 1; however, for the year ended December 31, 2025, the Employer's contribution to PFRS was \$470,125.00, 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 \$89,391.00. 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		
	<u>PERS</u>	<u>PFRS</u>	<u>Total</u>	<u>PERS</u>	<u>PFRS</u>	<u>Total</u>
Differences between Expected and Actual Experience	\$ 73,930.00	\$ 304,371.00	\$ 378,301.00	\$ 2,771.00	\$ 70,610.00	\$ 73,381.00
Changes of Assumptions	409.00	185,832.00	186,241.00	29,873.00	46,967.00	76,840.00
Net Difference between Projected and Actual Earnings on Pension Plan Investments	-	-	-	216,220.00	181,997.00	398,217.00
Changes in Proportion and Differences between Contributions and Proportionate Share of Contributions	194,517.00	658,703.00	853,220.00	-	559,691.00	559,691.00
Employer's Contributions Subsequent to the Measurement Date	144,071.00	264,641.00	408,712.00	-	-	-
	<u>\$ 412,927.00</u>	<u>\$ 1,413,547.00</u>	<u>\$ 1,826,474.00</u>	<u>\$ 248,864.00</u>	<u>\$ 859,265.00</u>	<u>\$ 1,108,129.00</u>

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) - Deferred outflows of resources in the amounts of \$144,071.00 and \$264,641.00 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.

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

	<u>PERS</u>		<u>PFRS</u>	
	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between Expected and Actual Experience				
Year of Pension Plan Deferral:				
June 30, 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:

<u>Year Ending Dec 31,</u>	<u>PERS</u>	<u>PFRS</u>	<u>Total</u>
2026	\$ 143,649.00	\$ 199,410.00	\$ 343,059.00
2027	(57,920.00)	(53,436.00)	(111,356.00)
2028	(40,475.00)	(70,973.00)	(111,448.00)
2029	(27,930.00)	105,624.00	77,694.00
2030	2,668.00	109,016.00	111,684.00
	<u>\$ 19,992.00</u>	<u>\$ 289,641.00</u>	<u>\$ 309,633.00</u>

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:

	<u>PERS</u>	<u>PFRS</u>
Inflation Rate:		
Price	2.75%	2.50%
Wage	3.25%	3.00%
Salary Increases:	3.25% - 7.75%	4.00% - 17.50%
	Based on Years of Service	Based on Years of Service
Investment Rate of Return	7.00%	7.00%
Period of Actuarial Experience		
Study upon which Actuarial Assumptions were Based	July 1, 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)**

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:

<u>PERS</u>			<u>PFRS</u>		
	Target	Long-Term		Target	Long-Term
<u>Asset Class</u>	<u>Allocation</u>	<u>Expected Real</u>	<u>Asset Class</u>	<u>Allocation</u>	<u>Expected Real</u>
		<u>Rate of Return</u>			<u>Rate of Return</u>
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%
	<u>100.00%</u>		Infrastructure	3.00%	7.00%
			Private Debt/Credit	8.00%	9.10%
			Private Equity	10.00%	10.10%
				<u>100.00%</u>	

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%	Current	1%
	Decrease	Discount Rate	Increase
	<u>(6.00%)</u>	<u>(7.00%)</u>	<u>(8.00%)</u>
Employer's Proportionate Share of the			
Net Pension Liability	<u>\$ 3,549,624.00</u>	<u>\$ 2,592,972.00</u>	<u>\$ 1,777,650.00</u>

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	\$ 5,404,629.00	\$ 3,715,171.00	\$ 2,305,631.00
State of New Jersey's Proportionate Share of Net Pension Liability	1,097,125.00	754,170.00	468,037.00
	<u>\$ 6,501,754.00</u>	<u>\$ 4,469,341.00</u>	<u>\$ 2,773,668.00</u>

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: LENGTH OF SERVICE AWARDS PROGRAM

Plan Description - The Borough's length of service awards program (the "Plan"), which is a defined contribution plan reported in the Borough's trust fund, was created by a Borough Resolution adopted on February 10, 2004 pursuant to Section 457(e)(11)(B) of the Internal Revenue Service Code of 1986, as amended, except for provisions added by reason of the length of service award program as enacted into federal law in 1997. The accumulated assets of the Plan are not administered through a trust that meets the criteria of paragraph 4 of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions - an amendment of GASB Statement No. 27*.

The voters of the Borough approved the adoption of the Plan at the general election held on November 5, 2002, and the first year of eligibility for entrance into the length of service awards program by qualified volunteers was calendar year 2004. The Plan provides tax deferred income benefits to active volunteer firefighters and is administered by Variable Annuity Life Insurance Company ("Plan Administrator"), a State of New Jersey approved length of service awards program provider. The Borough's practical involvement in administering the Plan is essentially limited to verifying the eligibility of each participant and remitting the funds to the Plan Administrator.

The tax deferred income benefits for emergency service volunteers of the Barrington Fire Company, consisting of the volunteer fire department, come from contributions made solely by the governing body of the Borough, on behalf of those volunteers who meet the criteria of the Plan created by that governing body. Participants should refer to the Plan agreement for a more complete description of the Plan's provisions.

Plan Amendments - The Borough may make minor amendments to the provisions of the Plan at any time, provided, however, that no amendment affects the rights of participants or their beneficiaries regarding vested accumulated deferrals at the time of the amendment. The Plan can only be amended by resolution of the governing body of the Borough, and the following procedures must be followed: (a) any amendment to the Plan shall be submitted for review and approval by the Director of Local Government Services, State of New Jersey (the "Director") prior to implementation by the Borough's governing body, provided, however, that any amendment required by the IRS, may be adopted by the Borough's governing body without the advance approval of the Director (although such amendment shall be filed with the Director); (b) the documentation submitted to the Director shall identify the regulatory authority for the amendment and the specific language of the change; and (c) the Borough shall adopt the amendment by resolution of the governing body, and a certified copy of the resolution shall be forwarded to the Director. The Borough may amend the Plan agreement to accommodate changes in the Internal Revenue Code, Federal statutes, state laws or rules or operational experience. In cases of all amendments to the Plan, the Borough shall notify all participants in writing prior to making any amendment to the Plan.

Contributions - If an active member meets the year of active service requirement, a length of service awards program must provide a benefit between the minimum contribution of \$100.00 and a maximum contribution of \$1,150.00 per year. While the maximum amount is established by statute, it is subject to periodic increases that are related to the consumer price index (N.J.S.A. 40A:14-185(f)). The Division of Local Government Services of the State of New Jersey will issue the permitted maximum annually.

For the year ended December 31, 2025, the Borough has not contributed to the Plan. Participants direct the investment of the contributions into various investment options offered by the Plan. The Borough has no authorization to direct investment contributions on behalf of eligible volunteers nor has the ability to purchase or sell investment options offered by the Plan. The types of investment options, and the administering of such investments, rests solely with the Plan Administrator.

Note 9: LENGTH OF SERVICE AWARDS PROGRAM (CONT'D)

Participant Accounts - Each participant's account is credited with the Borough's contribution and Plan earnings, and charged with administrative expenses. The benefit to which a participant is entitled is the benefit that can be provided from the participant's vested account. The Borough has placed the amounts deferred, including earnings, in an account maintained by a third-party administrator for the exclusive benefit of the Plan participants and their beneficiaries. The contributions from the Borough to the Plan, and the related earnings, are not irrevocable, and such funds are not legally protected from the creditors of the Borough. These funds, however, are not available for funding the operations of the Borough.

Vesting - The Borough, in accordance with N.J.S.A. 40A:14-188 and N.J.A.C. 5:30-14.62 may make a yearly contribution to the length of service awards program account in the deferred income program for an active volunteer who has satisfied the requirements for receipt of an award, but the volunteer shall not be able to receive a distribution of the funds until the completion of a five year vesting period or be in accordance with changes to vesting conveyed through the issuance of a Local Finance Notice and/or publication of a public notice in the New Jersey Register, with payment of that benefit only being as otherwise permitted by the Plan.

Payment of Benefits - Upon separation from volunteer service, retirement or disability, termination of the Plan, participants may select various pay out options of vested accumulated deferrals, which include lump sum, periodic, or annuity payments. In the case of death, with certain exceptions, any amount invested under the participant's account is paid to the beneficiary or the participant's estate.

In the event of an unforeseeable emergency, as outlined in the Plan document, a participant or a beneficiary entitled to vested accumulated deferrals may request the local plan administrator to payout a portion of vested accumulated deferrals.

Forfeited Accounts - For the year ended December 31, 2025, no accounts were forfeited.

Investments - The investments of the length of service awards program reported in the trust - other funds on the statements of assets, liabilities, reserves, and fund balance - regulatory basis are recorded at fair value.

Plan Information - Additional information about the Borough's length of service awards program can be obtained by contacting the Plan Administrator.

Note 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS**BOROUGH OF BARRINGTON POSTEMPLOYMENT BENEFITS PLAN**

Plan Description and Benefits Provided – The Borough is referred to as “Employer” throughout this Note. The Employer provides postretirement health care benefits through a health plan for retirees, which includes a Medicare Part B reimbursement, dental insurance and life insurance. The Employer provides a single employer post-employment healthcare plan, which is not administered through a trust that meets the criteria in paragraph 4 of the GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits other than Pensions*, and covers the following retiree population: eligible retirees who retire from active employment with the Employer under various classifications who have at least twenty-five (25) years of service in a state retirement system. This provision is part of various Labor Agreements between the Employer and its employees. The plan is administered by the Employer; therefore, premium payments are made directly to the insurance carriers. Reimbursements by retirees are paid in monthly installments after the Employer provides the retirees with a detailed accounting of the costs.

Employees Covered by Benefit Terms - As of December 31, 2025, the most recent actuarial valuation date, the following employees were covered by the benefit terms:

Inactive Employees or Beneficiaries Currently Receiving Benefit Payments	35
Active Employees	39
	<hr/>
Total	74
	<hr/>

Total OPEB Liability

The Employer's total OPEB liability of \$21,165,273.00 was measured as of December 31, 2025 and was determined by an actuarial valuation as of December 31, 2024, rolled forward to December 31, 2025.

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

Inflation	2.5% Annually
Salary Increases	2.5% Annually
Discount Rate	4.83%
Healthcare Cost Trend Rates:	
Medical	7.5% in 2025, reducing by 0.50% per annum through 2029, then 0.25% per annum, leveling at 4.5% per annum in 2033.
Drug	12.75% in 2025, 12.75% in 2026, 11.25% in 2027, 10% in 2028 reducing by 1.00% per annum, leveling at 4.5% per annum in 2034.
Medicare Advantage	4.5% per annum
Dental and Vision	3.5% per annum
Retirees' Share of Benefit-Related Costs	Contribution rate in effect when they retire

Note 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**BOROUGH OF BARRINGTON POSTEMPLOYMENT BENEFITS PLAN (CONT'D)****Changes in Total OPEB Liability**

Balance at December 31, 2024		\$ 22,067,535.00
Changes for the Year:		
Service Cost	\$ 315,565.00	
Interest Cost	903,477.00	
Benefit Payments	(478,104.00)	
Difference between Expected and Actual Experience		
Changes in Assumptions	<u>(1,643,200.00)</u>	
Net Changes		<u>(902,262.00)</u>
Balance at December 31, 2025		<u>\$ 21,165,273.00</u>

Changes of benefit terms reflect no increase in the retirees' share of health insurance premiums.

Changes of assumptions and other inputs reflect a change in the discount rate from 4.08% at December 31, 2024 to 4.83% at December 31, 2025.

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

	December 31, 2025		
	1.00% Decrease <u>(3.83%)</u>	Current Discount Rate <u>(4.83%)</u>	1.00% Increase <u>(5.83%)</u>
Total OPEB Liability	<u>\$ 24,040,184.00</u>	<u>\$ 21,165,273.00</u>	<u>\$ 18,832,307.00</u>

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

	December 31, 2025		
	1.00% Decrease	Healthcare Cost Trend Rates	1.00% Increase
Total OPEB Liability	<u>\$ 19,106,787.00</u>	<u>\$ 21,165,273.00</u>	<u>\$ 23,685,531.00</u>

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

OPEB (Benefit) Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB - For the year ended December 31, 2025, the Employer recognized OPEB (benefit) expense of \$888,620.00. As of December 31, 2025, the Employer reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Changes of Assumptions	\$ 1,875,603.00	\$ 5,459,663.00
Difference Between Expected and Actual Experience	<u>1,035,855.00</u>	<u>2,169,624.00</u>
	<u><u>\$ 2,911,458.00</u></u>	<u><u>\$ 7,629,287.00</u></u>

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

**Year Ending
Dec 31,**

2026	\$ (330,422.00)
2027	(330,422.00)
2028	(330,422.00)
2029	(330,422.00)
2030	(330,422.00)
Thereafter	<u>(3,065,719.00)</u>
	<u><u>\$ (4,717,829.00)</u></u>

Note 11: COMPENSATED ABSENCES

Under the existing policy of the Borough, full-time employees are entitled to accumulate annual unused sick leave and vacation days. Unused sick leave may be accumulated and carried forward to the subsequent year. Vacation days not used during the year may be accumulated and carried forward, but the carry-forward is limited to five vacation days.

The Borough compensates employees for unused sick leave and vacation days upon termination or retirement. For unused sick leave, however, the current policy provides that up to 50% of the remaining sick time hours by year-end will be converted to comp hours at the start of the next calendar year. These comp hours must be used within the same calendar year and cannot be rolled over or cashed out.

The Borough does not record accrued expenses related to compensated absences. However, it is estimated that, at December 31, 2025, accrued benefits for compensated absences are valued at \$32,243.57.

Note 12: DEFERRED COMPENSATION SALARY ACCOUNT

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

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

Note 13: CAPITAL DEBT**General Improvement Bonds**

General Improvement Bonds, Series 2021 - On August 26, 2021, the Borough issued \$5,600,000.00 of non-callable general improvement bonds, with interest rates ranging from 1.0% to 2.0%. The purpose of the bonds is to fund various capital projects in the Borough. The final maturity of the bonds is August 15, 2031.

Taxable General Obligation Bonds, Series 2021 - On August 26, 2021, the Borough issued \$2,206,000.00 of non-callable taxable general obligation bonds, with an interest rate of 2.0%. The purpose of the bonds is to fund various capital projects in the Borough. The final maturity of the bonds is August 15, 2031.

General Obligation Refunding Bonds, Series 2021 - On August 5, 2021, the Borough issued \$3,100,000.00 of callable taxable general improvement refunding bonds, with interest rates ranging from 0.55% to 2.80%, to advance refund outstanding 2014 taxable obligations bonds with interest rates of 4.0% to 5.0%. The final maturity of the bonds is July 15, 2039.

The Borough also issued \$2,065,000.00 of non-callable general improvement refunding bonds, with interest rate of 4.0% to advance refund outstanding 2010 obligations bonds with interest rates ranging from 2.0% to 4.0%. The final maturity of the bonds is July 15, 2026 for the tax exempt bonds.

Note 13: CAPITAL DEBT (CONT'D)**General Improvement Bonds (Cont'd)**

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

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2026	\$ 1,455,000.00	\$ 176,565.50	\$ 1,631,565.50
2027	1,045,000.00	140,272.00	1,185,272.00
2028	1,065,000.00	120,265.00	1,185,265.00
2029	1,070,000.00	99,580.00	1,169,580.00
2030	1,070,000.00	78,487.50	1,148,487.50
2031-2035	1,820,000.00	174,092.50	1,994,092.50
2036-2039	665,000.00	45,115.00	710,115.00
Totals	<u>\$ 8,190,000.00</u>	<u>\$ 834,377.50</u>	<u>\$ 9,024,377.50</u>

Sewer Utility Improvement Bonds

Sewer Utility Bonds, Series 2021 - On August 26, 2021, the Borough issued \$385,000.00 of sewer utility bonds, with interest rates ranging from 1.0% to 2.0%. The purpose of the bonds is to fund various sewer capital ordinances. The final maturity of the bonds is August 15, 2031.

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

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2026	\$ 40,000.00	\$ 4,800.00	\$ 44,800.00
2027	40,000.00	4,000.00	44,000.00
2028	40,000.00	3,200.00	43,200.00
2029	40,000.00	2,400.00	42,400.00
2030	40,000.00	1,600.00	41,600.00
2031	40,000.00	800.00	40,800.00
Totals	<u>\$ 240,000.00</u>	<u>\$ 16,800.00</u>	<u>\$ 256,800.00</u>

Note 13: CAPITAL DEBT (CONT'D)**Sewer Utility Debt - United States Department of Agriculture Rural Development Loan**

On June 25, 2020, the Borough entered into a loan agreement with the United States Department of Agriculture to provide \$1,966,000.00 at an interest rate of 1.375%. The proceeds were used to fund improvements to the sewer utility system. Semiannual debt payments are due June 25th and December 25th, maturing on June 25, 2060.

The following schedule represents the remaining debt service, through maturity, for the United States Department of Agriculture loan:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2026	\$ 40,051.91	\$ 24,040.09	\$ 64,092.00
2027	40,605.49	23,486.51	64,092.00
2028	41,166.73	22,925.27	64,092.00
2029	41,735.72	22,356.28	64,092.00
2030	42,312.57	21,779.43	64,092.00
2031-2035	220,498.66	99,961.34	320,460.00
2036-2040	236,164.01	84,295.99	320,460.00
2041-2045	252,942.30	67,517.70	320,460.00
2046-2050	270,912.59	49,547.41	320,460.00
2051-2055	290,159.62	30,300.38	320,460.00
2056-2059	246,901.23	9,466.77	256,368.00
2060	31,826.81	219.19	32,046.00
Totals	<u>\$ 1,755,277.64</u>	<u>\$ 455,896.36</u>	<u>\$ 2,211,174.00</u>

Bond Anticipation Notes

At December 31, 2025, the Borough had outstanding bond anticipation notes of \$1,985,975.00 in the general capital fund and \$456,500.00 in the sewer utility capital fund. The notes were issued on October 2, 2025, bear interest at 3.25%, and mature on October 1, 2026. There were no notes outstanding at December 31, 2024.

Note 13: CAPITAL DEBT (CONT'D)

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

	<u>2025</u>	<u>2024</u>	<u>2023</u>
<u>Issued</u>			
General:			
Bonds and Notes	\$ 10,175,975.00	\$ 9,620,000.00	\$ 11,050,000.00
Sewer Utility:			
Bonds, Notes, and Loans	2,451,777.64	2,074,783.51	2,153,750.79
Total Issued	<u>12,627,752.64</u>	<u>11,694,783.51</u>	<u>13,203,750.79</u>
<u>Authorized but not Issued</u>			
General:			
Bonds and Notes	370,500.00	1,985,975.00	550,050.00
Sewer Utility:			
Bonds and Notes	-	456,500.00	120,000.00
Total Authorized but not Issued	<u>370,500.00</u>	<u>2,442,475.00</u>	<u>670,050.00</u>
Total Issued and Authorized but not Issued	<u>12,998,252.64</u>	<u>14,137,258.51</u>	<u>13,873,800.79</u>
<u>Deductions</u>			
General:			
Reserve for Payment of Bonds	117,725.67	367,725.67	225.67
Sewer Utility:			
Self-Liquidating	2,451,777.64	2,531,283.51	2,273,750.79
Total Deductions	<u>2,569,503.31</u>	<u>2,899,009.18</u>	<u>2,273,976.46</u>
<u>Net Debt</u>	<u>\$ 10,428,749.33</u>	<u>\$ 11,238,249.33</u>	<u>\$ 11,599,824.33</u>

The summarized statement of debt condition which follows is prepared in accordance with the required method of setting up the annual debt statement and indicated a statutory net debt of 1.285%.

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
School Purposes	\$ 1,680,000.00	\$ 1,680,000.00	
Self-Liquidating	2,451,777.64	2,451,777.64	
General	10,546,475.00	117,725.67	\$ 10,428,749.33
	<u>\$ 14,678,252.64</u>	<u>\$ 4,249,503.31</u>	<u>\$ 10,428,749.33</u>

Net debt \$10,428,749.33 divided by the equalized valuation basis per N.J.S.A.40A:2-2, as amended, \$811,795,227.00, equals 1.285%.

Note 13: CAPITAL DEBT (CONT'D)**Summary of Statutory Debt Condition - Annual Debt Statement****Borrowing Power Under N.J.S.A. 40A:2-6 as Amended**

3 1/2% of Equalized Valuation Basis (Municipal)	\$	28,412,832.95
Less: Net Debt		<u>10,428,749.33</u>
Remaining Borrowing Power	\$	<u><u>17,984,083.62</u></u>

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

Fund Balance Anticipated, and Cash Receipts from Fees, Rents, Interest and Other Investment Income, and Other Charges for the Year	\$	847,178.95
Deductions:		
Operating and Maintenance Costs	\$	701,608.00
Debt Service		<u>109,084.44</u>
Total Deductions		<u>810,692.44</u>
Excess in Revenue	\$	<u><u>36,486.51</u></u>

Note 14: DEFEASED DEBT

In prior years, the Borough defeased certain general obligation bonds by placing the proceeds of new bonds in a separate irrevocable trust fund. The investments and fixed interest earnings from the investments are sufficient to fully service the defeased debt until the debt is called or matures. For financial reporting purposes, the debt is considered defeased and therefore removed as a liability from the Borough's financial statements. As of December 31, 2025, the total amount of defeased debt outstanding, but removed from the Borough's financial statements, is \$3,535,000.00.

Note 15: DEFERRED CHARGES TO BE RAISED IN SUCCEEDING BUDGETS

At December 31, 2025, there were no deferred charges to be raised in succeeding budgets.

Note 16: RISK MANAGEMENT

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

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

Workers' Compensation and Employer's Liability
 Liability other than Motor Vehicles
 Property Damage other than Motor Vehicles
 Motor Vehicles
 Property
 General and Automobile Liability
 Workers Compensation
 Environmental Liability
 Public Officials / Employment Practices Liability

The following coverages are provided to the Fund's member local units by their membership in the Municipal Excess Liability Joint Insurance Fund (MEL):

Excess Workers' Compensation
 Excess General Liability
 Crime including Excess Public Employee and Public Official Coverage

Environmental Impairment Liability coverage is provided to the Fund's member local units by the Fund's membership in the New Jersey Municipal Environmental Risk Management Fund.

Contributions to the Fund, including a reserve for contingencies, are payable in two installments and are based on actuarial assumptions determined by the Fund's actuary. The Commissioner of Banking and 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 Borough's agreement with the Pool provides that the Pool will be self-sustaining through member premiums and will reinsure through the Municipal Excess Liability Joint Insurance Fund, which is an insurance pool formed by all the other joint insurance funds.

For more information regarding claims, coverages and deductibles, the Fund publishes its own financial report which can be obtained from:

Camden County Municipal Joint Insurance Fund
 9 Campus Drive, Suite 16
 Parsippany, NJ 07054-4412

Note 17: CONTINGENCIES

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

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

Note 18: SUBSEQUENT EVENTS

Authorization of Debt - Subsequent to December 31, 2025, the Borough authorized additional bonds and notes as follows:

<u>Purpose</u>	<u>Adoption</u>	<u>Authorization</u>
General Improvements		
Various Road and Paving Improvements	04/14/26	\$1,100,000.00

SUPPLEMENTAL EXHIBITS

SUPPLEMENTAL EXHIBITS

CURRENT FUND

BOROUGH OF BARRINGTON

CURRENT FUND

Statement of Current Cash Per N.J.S.A. 40A:5-5 - Chief Financial Officer
For the Year Ended December 31, 2025

	Regular Fund	Federal, State and Local Grant Fund
Balance Dec. 31, 2024	\$ 5,052,887.30	\$ 602,905.50
Increased by Receipts:		
Tax Collector	\$ 25,844,854.35	
2025 Appropriation Refunds	640,973.78	
Revenue Accounts Receivable	124,021.83	
Energy Receipts Tax	709,034.84	
Payment in Lieu of Taxes - P.I.L.O.T. Complex	217,563.12	
EMT - Borough of Haddon Heights	119,664.00	
EMS - Borough of Runnemede	151,700.00	
Reserve for Payment of Debt	250,000.00	
Reserve for Dumpster & Hall Rental Deposits	9,050.00	
Miscellaneous Revenue not Anticipated	477,045.68	
Due from Camden County Municipal Utilities Authority	41,228.96	
Reserve for Sale of Land	587,806.01	
Due to State of N.J. - Division of Youth and Family Services	1,250.00	
Due Sewer Utility Operating Fund	50,906.08	
Due General Capital Fund	177,652.13	
Due Animal Control Trust Fund	57.21	
Due Trust Other Fund	50,997.01	
Due Federal and State Grant Fund	4,402.95	
Federal, State and Local Grant Fund Receivable		\$ 533,951.99
	<u>29,458,207.95</u>	<u>533,951.99</u>
	34,511,095.25	1,136,857.49
Decreased by Disbursements:		
2025 Appropriations	10,145,313.99	
2024 Appropriation Reserves and Encumbrances	274,786.85	
Accounts Payable	40.22	
County Taxes Payable	4,947,714.77	
Due County - Added and Omitted Taxes	9,094.07	
Local District School Taxes Payable	12,903,263.00	
Reserve for Dumpster and Hall Rental Deposits	7,850.00	
Reserve for Codification	3,710.00	
Reserve for Revision of Master Plan	1,198.09	
Due to Camden County Municipal Utilities Authority	41,228.96	
Due to State of N.J. - Division of Youth and Family Services	250.00	
Refund of Prior Year Revenue	17,548.26	
Due Trust Other Fund	48,828.23	
Due Regular Fund		4,402.95
Federal, State and Local Grants - Appropriated		294,064.76
Federal, State and Local Grant Encumbrances		1,072.95
Federal, State and Local Grant Contracts Payable		674,255.48
	<u>28,400,826.44</u>	<u>973,796.14</u>
Balance Dec. 31, 2025	<u>\$ 6,110,268.81</u>	<u>\$ 163,061.35</u>

Exhibit SA-2

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

Receipts:		
Taxes Receivable	\$ 25,583,521.95	
Tax Title Liens Receivable	35,154.50	
Due from State of New Jersey - Senior Citizens and Veterans	43,105.00	
Prepaid Taxes	121,576.37	
Tax Overpayments	3,363.00	
Interest and Cost on Taxes	<u>58,133.53</u>	
		\$ 25,844,854.35
Decreased by:		
Disbursed to Chief Financial Officer		<u>\$ 25,844,854.35</u>

Exhibit SA-3

CURRENT FUND
Schedule of Change Funds
As of December 31, 2025

<u>Office</u>	Balance Dec. 31, 2025
Collector - Treasurer	<u>\$ 100.00</u>

Exhibit SA-4

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

Balance Dec. 31, 2024	\$ 338,081.59
Increased by:	
Receipts	<u>587,806.01</u>
Balance Dec. 31, 2025	<u>\$ 925,887.60</u>

BOROUGH OF BARRINGTON
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	2024	Collections 2025	Due from State of New Jersey	Appeals/ Canceled	Transferred to Tax Title Liens	Balance Dec. 31, 2025
2021	\$ 4,157.84				\$ 4,157.84				
2022	5,067.38				5,067.38				
2023	0.61				0.61				
2024	231,091.81		\$ 2,663.67		221,830.44	\$ (1,250.00)		\$ 13,175.04	
	240,317.64		2,663.67		231,056.27	(1,250.00)		13,175.04	
2025	-	\$ 25,784,820.52	-	\$ 176,702.42	25,352,465.68	41,750.00	\$ 19,470.32	18,952.41	\$ 175,479.69
	<u>\$ 240,317.64</u>	<u>\$ 25,784,820.52</u>	<u>\$ 2,663.67</u>	<u>\$ 176,702.42</u>	<u>\$ 25,583,521.95</u>	<u>\$ 40,500.00</u>	<u>\$ 19,470.32</u>	<u>\$ 32,127.45</u>	<u>\$ 175,479.69</u>

Analysis of 2025 Tax Levy

Tax Yield

General Purpose Tax	\$ 24,813,390.30
Added Taxes (54:4-63.1 et seq.)	971,430.22
	<u>\$ 25,784,820.52</u>

Tax Levy

Local District School Tax	\$ 12,903,263.00
County Taxes:	
County Tax	\$ 4,497,964.94
County Library Tax	284,889.74
County Open Space	164,860.09
	<u>4,947,714.77</u>
Due County for Added Taxes	<u>193,654.14</u>
Total County Taxes	5,141,368.91
Local Tax for Municipal Purposes	6,961,401.26
Add: Additional Tax Levied	<u>778,787.35</u>
Local Tax for Municipal Purposes Levied	<u>7,740,188.61</u>
	<u>\$ 25,784,820.52</u>

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

Balance Dec. 31, 2024		\$ 66,664.42
Increased by:		
Transferred from Taxes Receivable	\$ 32,127.45	
Penalties and Adjustments	3,156.96	
Interest and Costs	<u>100.00</u>	
Transferred from Taxes Receivable		<u>35,384.41</u>
		102,048.83
Decreased by:		
Collections		<u>35,154.50</u>
Balance Dec. 31, 2025		<u><u>\$ 66,894.33</u></u>

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

Balance Dec. 31, 2024		\$ 176,702.42
Increased by:		
Collections - 2026 Taxes		<u>121,576.37</u>
		298,278.79
Decreased by:		
Applied to Taxes Receivable		<u>176,702.42</u>
Balance Dec. 31, 2025		<u><u>\$ 121,576.37</u></u>

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

Balance Dec. 31, 2024		\$ 0.92
Increased by:		
Collections		<u>3,363.00</u>
Balance Dec. 31, 2025		<u><u>\$ 3,363.92</u></u>

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

	<u>Balance</u> <u>Dec. 31, 2024</u>	<u>Accrued</u> <u>in 2025</u>	<u>Realized</u>	<u>Balance</u> <u>Dec. 31, 2025</u>
Clerk:				
Licenses:				
Alcoholic Beverages		\$ 6,331.00	\$ 6,331.00	
Fees and Permits		32,290.35	32,290.35	
Municipal Court:				
Fines and Costs	\$ 2,649.42	36,439.76	37,272.68	\$ 1,816.50
Interest on Investments:				
Current		48,127.80	48,127.80	
Animal Control		62.01	62.01	
Trust Other		1,180.38	1,180.38	
General Capital		9,283.46	9,283.46	
	<u>\$ 2,649.42</u>	<u>\$ 133,714.76</u>	<u>\$ 134,547.68</u>	<u>\$ 1,816.50</u>
Cash			\$ 124,021.83	
Due Animal Control Trust			62.01	
Due Trust Other Fund			1,180.38	
Due General Capital Fund			<u>9,283.46</u>	
			<u>\$ 134,547.68</u>	

BOROUGH OF BARRINGTON
CURRENT FUND
Statement of Other Accounts Receivable
For the Year Ended December 31, 2025

Balance Dec. 31, 2024	\$ 71,264.10
Increased by:	
Due from Ambulance Association - Refund of Budget Appropriations	<u>84,327.61</u>
	155,591.71
Decreased by:	
Cancellation of Receivable to Fund Balance	<u>71,264.10</u>
Balance Dec. 31, 2025	<u><u>\$ 84,327.61</u></u>

CURRENT FUND
Statement of Due from Runnemede - Interlocal Services Agreement - Purchase of Gasoline
For the Year Ended December 31, 2025

Balance Dec. 31, 2024	\$ 5,646.72
Increased by:	
Billings	<u>3,620.63</u>
Balance Dec. 31, 2025	<u><u>\$ 9,267.35</u></u>

BOROUGH OF BARRINGTON**CURRENT FUND**

Statement of Due From Fire Alliance - Interlocal Services Agreement - Purchase of Gasoline
For the Year Ended December 31, 2025

Balance Dec. 31, 2024	\$	214.24
Decreased by:		
Cancellation of Receivable		<u>88.91</u>
Balance Dec. 31, 2025	\$	<u><u>125.33</u></u>

CURRENT FUND

Statement of Due From Ambulance Association - Interlocal Services Agreement - Purchase of Gasoline
For the Year Ended December 31, 2025

Balance Dec. 31, 2024	\$	4,028.26
Decreased by:		
Cancellation of Receivable	\$	<u><u>4,028.26</u></u>

BOROUGH OF BARRINGTON

CURRENT FUND

Statement of Due from Board of Education - Interlocal Services Agreement - Purchase of Gasoline
For the Year Ended December 31, 2025

Balance Dec. 31, 2024	\$	1,203.44
Decreased by:		
Cancellation of Receivable		<u>1,140.06</u>
Balance Dec. 31, 2025	\$	<u><u>63.38</u></u>

CURRENT FUND

Statement of Due State of New Jersey Veterans' and Senior Citizens' Deductions
For the Year Ended December 31, 2025

Balance Dec. 31, 2024	\$	3,751.86
Increased by:		
Receipts - Collector	\$	43,105.00
Veterans' and Senior Citizens' Deductions		
Disallowed by Tax Collector - Prior Year Taxes	<u>1,250.00</u>	
		<u>44,355.00</u>
		48,106.86
Decreased by:		
2025 Senior Citizens' Deductions per Tax Billing	6,000.00	
2025 Veterans' Deductions per Tax Billing	<u>37,750.00</u>	
	43,750.00	
Less:		
Deductions Disallowed by Tax Collector - 2025 Taxes	<u>2,000.00</u>	
		<u>41,750.00</u>
Balance Dec. 31, 2025	\$	<u><u>6,356.86</u></u>

BOROUGH OF BARRINGTON
CURRENT FUND
Statement of 2024 Appropriation Reserves and Encumbrances
For the Year Ended December 31, 2025

	Balance Dec. 31, 2024		Budget After		Balance
	<u>Encumbered</u>	<u>Reserved</u>	<u>Modification</u>	<u>Disbursed</u>	<u>Lapsed</u>
<u>General Government</u>					
Administrative and Executive					
Salaries and Wages		\$ 2,637.76	\$ 2,637.76		\$ 2,637.76
Other Expenses	\$ 3,613.00	2,338.55	5,951.55	\$ 4,273.75	1,677.80
Financial Administration					
Salaries and Wages		1,018.60	1,018.60		1,018.60
Other Expenses	230.79	698.75	929.54	230.79	698.75
Assessment of Taxes					
Salaries and Wages		0.12	0.12		0.12
Other Expenses		7,844.12	7,844.12		7,844.12
Collection of Taxes					
Salaries and Wages		999.83	999.83		999.83
Other Expenses	153.70	733.94	887.64	79.20	808.44
Legal Services and Costs					
Other Expenses	2,700.00	14,669.47	17,369.47	2,642.76	14,726.71
Engineering Service and Costs					
Other Expenses	2,500.00	27,715.00	30,215.00	6,155.00	24,060.00
Municipal Land Use Law (N.J.S.A. 40:55D-1):					
Planning Board					
Salaries and Wages		0.36	0.36		0.36
Other Expenses	2,331.00	4,052.94	6,383.94	5,693.00	690.94
Mayor and Council					
Salaries and Wages		9.00	9.00		9.00
Other Expenses	380.00	903.34	1,283.34	432.69	850.65
Insurance					
Unemployment Compensation Insurance		815.07	815.07	325.46	489.61
General Liability Insurance		10,000.00	10,000.00		10,000.00
Disability Insurance		997.77	997.77	81.37	916.40
Group Plan for Employees		94,462.30	94,462.30	309.00	94,153.30
Opt-out Payments		6,664.30	6,664.30		6,664.30
Economic Development Committee					
Other Expenses		10,000.00	10,000.00		10,000.00
<u>Public Safety</u>					
Police					
Salaries and Wages		51,240.62	51,240.62	650.00	50,590.62
Other Expenses	4,044.00	20,846.48	24,890.48	12,086.49	12,803.99
Ambulance Association					
Salaries and Wages		45,000.00	45,000.00		45,000.00
Other Expenses		7,737.45	7,737.45		7,737.45
Office of Emergency Management					
Other Expenses	1,479.00	3,410.74	4,889.74	990.00	3,899.74
Fire					
Salaries and Wages	7,204.54	610.02	7,814.56	5,727.37	2,087.19
Other Expenses:					
Fire Hydrant Service	7,260.99	52.08	7,313.07	7,260.99	52.08
Other Miscellaneous Expenses	2,075.00	26,303.73	28,378.73	19,517.32	8,861.41
<u>Streets and Roads</u>					
Road Repair and Maintenance					
Salaries and Wages		12,811.04	12,811.04		12,811.04
Other Expenses	14,640.25	25,833.17	40,473.42	23,235.53	17,237.89
Trash Removal					
Other Expenses	43,063.00	8,767.53	51,830.53	43,573.99	8,256.54
Public Buildings and Grounds					
Salaries and Wages		3,800.00	3,800.00		3,800.00
Other Expenses	10,666.22	19,681.39	30,347.61	9,614.60	20,733.01
Maintenance of Vehicles					
Other Expenses	5,781.39	14,479.17	20,260.56	9,146.01	11,114.55

(Continued)

BOROUGH OF BARRINGTON
CURRENT FUND
Statement of 2024 Appropriation Reserves and Encumbrances
For the Year Ended December 31, 2025

	Balance Dec. 31, 2024		Budget After		Balance
	<u>Encumbered</u>	<u>Reserved</u>	<u>Modification</u>	<u>Disbursed</u>	<u>Lapsed</u>
<u>Health and Welfare</u>					
Board of Health					
Salaries and Wages		\$ 0.20	\$ 0.20		\$ 0.20
Other Expenses	\$ 1,583.33	1,029.61	2,612.94	\$ 600.00	2,012.94
Environmental Commission					
Other Expenses		3,960.90	3,960.90		3,960.90
<u>Recreation and Education</u>					
Parks and Playgrounds					
Salaries and Wages		750.01	750.01		750.01
Other Expenses	1,480.03		1,480.03	1,474.03	6.00
<u>Unclassified:</u>					
Utilities:					
Electricity	6,307.68	25,569.17	31,876.85	13,433.38	18,443.47
Street Lighting	32,942.32		32,942.32	32,937.25	5.07
Telecommunications	1,700.52	5,679.17	7,379.69	1,700.57	5,679.12
Water	2,344.98	24.39	2,369.37	1,403.79	965.58
Gasoline	10,037.92	19,688.51	29,726.43	9,571.42	20,155.01
Trash Disposal	66,192.27		66,192.27	61,641.09	4,551.18
<u>Statutory Expenditures:</u>					
Social Security System (O.A.S.I.)		9,959.37	9,959.37		9,959.37
Defined Contribution Retirement Program		241.97	241.97		241.97
<u>Operations Excluded from "CAPS"</u>					
Runnemed EMT Services		25,276.00	25,276.00		25,276.00
Length of Service Award Program -- LOSAP		5,000.00	5,000.00		5,000.00
	<u>\$ 230,711.93</u>	<u>\$ 524,313.94</u>	<u>\$ 755,025.87</u>	<u>\$ 274,786.85</u>	<u>\$ 480,239.02</u>

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

Balance Dec. 31, 2024	\$ 74,169.70
Decreased by:	
Disbursed	<u>40.22</u>
Balance Dec. 31, 2025	<u><u>\$ 74,129.48</u></u>

CURRENT FUND
Statement of Due State of New Jersey - Division of Youth and Family Services
For the Year Ended December 31, 2025

Balance Dec. 31, 2024	\$ 250.00
Increased by:	
Fees Collected	<u>1,250.00</u>
	1,500.00
Decreased by:	
Payments	<u>250.00</u>
Balance Dec. 31, 2025	<u><u>\$ 1,250.00</u></u>

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

2025 Tax Levy:		
County Tax	\$ 4,497,964.94	
County Library Tax	284,889.74	
County Open Space Tax	<u>164,860.09</u>	
		\$ 4,947,714.77
Decreased by:		
Disbursed		<u><u>\$ 4,947,714.77</u></u>

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

Balance Dec. 31, 2024	\$ 9,094.07
Increased by:	
2025 Omitted/Added Taxes	<u>193,654.14</u>
	202,748.21
Decreased by:	
Disbursed	<u>9,094.07</u>
Balance Dec. 31, 2025	<u><u>\$ 193,654.14</u></u>

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

2025 Tax Levy	\$ 12,903,263.00
Decreased by:	
Disbursed	<u><u>\$ 12,903,263.00</u></u>

BOROUGH OF BARRINGTON
CURRENT FUND
Statement of Reserve for Hall Rental and Dumpster Deposits
For the Year Ended December 31, 2025

Balance Dec. 31, 2024	\$ 1,800.00
Increased by:	
Receipts	<u>9,050.00</u>
	10,850.00
Decreased by:	
Disbursements	<u>7,850.00</u>
Balance Dec. 31, 2025	<u><u>\$ 3,000.00</u></u>

CURRENT FUND
Statement of Deferred Charges
N.J.S.A. 40A:5-55 Special Emergency
For the Year Ended December 31, 2025

<u>Date</u> <u>Authorized</u>	<u>Purpose</u>	<u>Net Amount</u> <u>Authorized</u>	<u>1/5 of</u> <u>Net Amount</u> <u>Authorized</u>	<u>Balance</u> <u>Dec. 31, 2024</u>	<u>Raised by</u> <u>Budget</u> <u>Appropriation</u>
12-08-20	Codification	\$ 25,000.00	\$ 5,000.00	<u><u>\$ 5,000.00</u></u>	<u><u>\$ 5,000.00</u></u>

BOROUGH OF BARRINGTON
FEDERAL, STATE AND LOCAL GRANT FUND
Statement of Contracts Payable and Reserve for Encumbrances
For the Year Ended December 31, 2025

Balance Dec. 31, 2024		\$	677,313.43
Increased by:			
Contracts Awarded and Encumbrances Placed			<u>282,241.31</u>
			959,554.74
Decreased by:			
Canceled	\$	1,035.00	
Disbursed		<u>675,328.43</u>	
			<u>676,363.43</u>
Balance Dec. 31, 2025		\$	<u><u>283,191.31</u></u>
<u>Analysis of Balance Dec. 31, 2025</u>			
Contracts Payable		\$	268,146.00
Reserve for Encumbrances			<u>15,045.31</u>
		\$	<u><u>283,191.31</u></u>

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

<u>Program</u>	<u>Balance Dec. 31, 2024</u>	<u>Accrued</u>	<u>Decreased</u>	<u>Balance Dec. 31, 2025</u>
Federal Grant:				
Community Development Block Grant	\$ 24,897.02	\$ 28,800.00	\$ 5,397.63	\$ 48,299.39
Body Worn Camera Grant	8,547.25		8,547.25	
Local Transportation Project Fund	135,000.00		101,250.00	33,750.00
	<u>168,444.27</u>	<u>28,800.00</u>	<u>115,194.88</u>	<u>82,049.39</u>
Total Federal Grants				
	<u>168,444.27</u>	<u>28,800.00</u>	<u>115,194.88</u>	<u>82,049.39</u>
State Grants:				
Alcohol Education and Rehabilitation Grant		876.91	876.91	
Clean Communities Grant		19,290.98	19,290.98	
Stormwater Assistance Grant	10,000.00			10,000.00
New Jersey Transportation Grant - Austin Ave II	95,036.75		95,036.75	
New Jersey Transportation Grant - Austin Ave III	213,490.00		187,186.51	26,303.49
New Jersey Transportation Grant - Austin Ave IV	155,601.00			155,601.00
New Jersey Transportation Grant - Devon Rd		220,419.00		220,419.00
Recycling Tonnage Grant		7,670.53	7,670.53	
DWI Enforcement Sobriety Checkpoint Grant		1,680.00	1,680.00	
Sustainable New Jersey Grant	10,000.00			10,000.00
Municipal Alliance on Drug and Alcohol Program	5,000.00	8,000.00	7,000.00	6,000.00
	<u>489,127.75</u>	<u>257,937.42</u>	<u>318,741.68</u>	<u>428,323.49</u>
Total State Grants				
	<u>489,127.75</u>	<u>257,937.42</u>	<u>318,741.68</u>	<u>428,323.49</u>
Local Grants:				
Recreation Grant	61,388.00	1,250.00	62,638.00	
Donations - Recreation Event		350.00		350.00
Donations - Food Pantry (Able Group)		1,000.00	1,000.00	
Donations - Summer Recreation Program		2,500.00	2,500.00	
Donations - Borough Signage		7,500.00	7,500.00	
Donations - Fire Equipment		100.00	100.00	
Donations - Police Equipment & National Night Out		1,300.00	1,300.00	
Donations - Pride Event	750.00		350.00	400.00
Community Grant - 1st Colonial Bank		6,000.00	6,000.00	
Camden County Joint Insurance Fund		1,500.00	1,500.00	
Camden County Open Space Grant	42,127.43	50,000.00	17,127.43	75,000.00
	<u>104,265.43</u>	<u>71,500.00</u>	<u>100,015.43</u>	<u>75,750.00</u>
Total Local Grants				
	<u>104,265.43</u>	<u>71,500.00</u>	<u>100,015.43</u>	<u>75,750.00</u>
	<u>\$ 761,837.45</u>	<u>\$ 358,237.42</u>	<u>\$ 533,951.99</u>	<u>\$ 586,122.88</u>
Received			<u>\$ 533,951.99</u>	

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

	<u>Balance Dec. 31, 2024</u>	<u>Grants Receivable</u>	<u>Realized as Revenue in 2025 Budget</u>	<u>Canceled to Regular Fund Balance</u>	<u>Balance Dec. 31, 2025</u>
Federal Grants:					
Community Development Block Grant	-	\$ 28,800.00	\$ 28,800.00	-	-
State Grants:					
Alcohol Education and Rehabilitation Grant		876.91	876.91		
Body Armor Replacement Grant	\$ 1,641.07		1,641.07		
Recycling Tonnage Grant	902.95	7,670.53	7,670.53	\$ 902.95	
Clean Communities Grant		19,290.98	19,290.98		
New Jersey Transportation Grant - Devon Rd		220,419.00	220,419.00		
DWI Enforcement Sobriety Checkpoint Grant		1,680.00	1,680.00		
Municipal Alliance on Drug and Alcohol Program		8,000.00	8,000.00		
Total State Grants	2,544.02	257,937.42	259,578.49	902.95	-
Local Grants:					
Camden County Open Space Grant		50,000.00	50,000.00		
Recreation Grant		1,250.00	1,250.00		
Donations - Recreation Event		350.00	350.00		
Donations - Police Equipment & National Night Out		1,300.00	1,300.00		
Donations - Green Team	10,000.00		5,000.00	5,000.00	
Donations - Fire Equipment		100.00	100.00		
Donations - Food Pantry (Able Group)		1,000.00	1,000.00		
Donations - Summer Recreation Program		2,500.00	2,000.00	500.00	
Donations - Borough Signage		7,500.00	5,500.00		\$ 2,000.00
Community Grant - First Colonial Bank		6,000.00	6,000.00		
Camden County Joint Insurance Fund	1,500.00	1,500.00	3,000.00		
Total Local Grants	11,500.00	71,500.00	75,500.00	5,500.00	2,000.00
	<u>\$ 14,044.02</u>	<u>\$ 358,237.42</u>	<u>\$ 363,878.49</u>	<u>\$ 6,402.95</u>	<u>\$ 2,000.00</u>
Original Budget			\$ 48,391.07		
Appropriated by N.J.S.A. 40A:4-87			315,487.42		
			<u>\$ 363,878.49</u>		

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

<u>Program</u>	<u>Balance Dec. 31, 2024</u>	<u>2025 Budget Appropriation</u>	<u>Prior Year Contracts Payable / Encumbrances Canceled</u>	<u>Decreased</u>	<u>Balance Dec. 31, 2025</u>
Federal Grants:					
Community Development Block Grant	\$ 20,629.04	\$ 28,800.00		\$ 29,714.95	\$ 19,714.09
Bullet Proof Vest Partnership	1,191.97				1,191.97
Body Worn Camera Grant	7,408.25			7,408.00	0.25
Local Transportation Project Fund	135,000.00			135,000.00	
Coronavirus Local Fiscal Recovery Funds	22,976.50			22,976.50	
Total Federal Grants	187,205.76	28,800.00	-	195,099.45	20,906.31
State Grants:					
Emergency Management Grant	325.76				325.76
Alcohol Education and Rehabilitation Grant	8,295.82	\$ 876.91			9,172.73
Drunk Driving Enforcement Grant	3,762.62		\$ 1,035.00		4,797.62
Municipal Alliance on Drug and Alcohol Program	4,307.87	10,000.00		10,485.77	3,822.10
New Jersey Transportation Grant - Austin Ave III	132,820.49				132,820.49
New Jersey Transportation Grant - Austin Ave IV	268,146.00			268,146.00	
New Jersey Transportation Grant - Devon Rd (2025)		220,419.00			220,419.00
Recycling Tonnage Grant	11,603.14	7,670.53		16,769.64	2,504.03
Clean Communities Grant	9,372.34	19,290.98		16,003.42	12,659.90
Stormwater Assistance Grant	19,719.31			19,719.31	
Department of Transportation Grant	3,696.77				3,696.77
DWI Enforcement Sobriety Checkpoint Grant		1,680.00		1,680.00	
Sustainable New Jersey Grant	10,000.00			1,978.62	8,021.38
Body Armor Replacement Grant		1,641.07		1,331.98	309.09
Total State Grants	472,050.12	261,578.49	1,035.00	336,114.74	398,548.87
Local Grants:					
Economic Development - Private Donations	2,669.60			2,669.60	
Federal Express Parking Grant	135.91			135.91	
Recreation Grant		1,250.00		1,250.00	
Donations - ABLE Group (Food Pantry)	1,549.37	1,000.00		1,000.00	1,549.37
Donations - Police Equipment & National Night Out	1,654.50	1,300.00		1,554.55	1,399.95
Donations - Fire Equipment	600.00	100.00			700.00
Donations - Playground Equipment	3,532.96			584.76	2,948.20
Donations - Senior Bus Sponsorship	2,500.00				2,500.00
Donations - Green Team	972.06	5,000.00		5,797.06	175.00
Donations - Recreation Event		350.00		350.00	
Donations - Borough Signage		5,500.00			5,500.00
Donations - Summer Recreation Program		2,000.00		750.00	1,250.00
Camden County Open Space Grant		50,000.00		25,000.00	25,000.00
First Colonial Bank Grant		6,000.00		6,000.00	
Camden County Joint Insurance Fund	515.22	3,000.00			3,515.22
Total Local Grants	14,129.62	75,500.00	-	45,091.88	44,537.74
	<u>\$ 673,385.50</u>	<u>\$ 365,878.49</u>	<u>\$ 1,035.00</u>	<u>\$ 576,306.07</u>	<u>\$ 463,992.92</u>
Original Budget		\$ 48,391.07			
Appropriated by N.J.S.A. 40A:4-87		315,487.42			
		363,878.49			
Budget - Matching Funds		2,000.00			
		<u>\$ 365,878.49</u>			
Disbursed				\$ 294,064.76	
Reserve for Encumbrances			\$ 1,035.00	14,095.31	
Contracts Payable				268,146.00	
			<u>\$ 1,035.00</u>	<u>\$ 576,306.07</u>	

SUPPLEMENTAL EXHIBITS

TRUST FUND

BOROUGH OF BARRINGTON
TRUST FUNDS
Statement of Trust Cash Per N.J.S.A. 40A:5-5 - Chief Financial Officer
For the Year Ended December 31, 2025

	Animal Control	Fire Prevention	Other
Balance Dec. 31, 2024	\$ 9,553.16	\$ 176,007.82	\$ 666,459.07
Increased by Receipts:			
Reserve for Animal Control Expenditures	\$ 1,208.00		
Due State of New Jersey	129.00		
Net Payroll			\$ 2,642,206.50
Payroll Deduction Payable			1,803,708.07
Reserve for Construction Code Enforcement Fees			282,487.06
Due State of New Jersey - State Training Fees			6,099.00
Reserve for Escrow Deposits			23,282.05
Reserve for Street Opening Deposits			3,000.00
Reserve for Parking Adjudication Act			14.00
Reserve for Public Defender			1,834.50
Reserve for Tax Sale Premium			176,311.00
Reserve for Prosecutor Forfeiture Funds			36.44
Reserve for Storm Related Recovery			7,800.00
Reserve for Recreation			19,813.00
Reserve for Beautification and Property Maintenance			4,107.00
Reserve for ABLE Food Donations			100.00
Reserve for Traffic Control			207,997.99
Reserve for TNR Donations			1,100.00
Reserve for Municipal Court Bail			1,920.00
Reserve for Fire Prevention		\$ 224,041.89	
Due General Capital Fund			38,621.48
Due Fire Prevention Trust		138.52	
Due Current Fund	62.01		45,750.73
	1,399.01	224,180.41	5,266,188.82
Carried Forward	10,952.17	400,188.23	5,932,647.89

(Continued)

BOROUGH OF BARRINGTON
TRUST FUNDS
Statement of Trust Cash Per N.J.S.A. 40A:5-5 - Chief Financial Officer
For the Year Ended December 31, 2025

	Animal Control	Fire Prevention	Other
Brought Forward	\$ 10,952.17	\$ 400,188.23	\$ 5,932,647.89
Decreased by Disbursements:			
Reserve for Animal Control Expenditures	\$ 1,340.16		
Due State of New Jersey	133.20		
Net Payroll			\$ 2,642,206.50
Payroll Deduction Payable			1,799,450.19
Reserve for Construction Code Enforcement Fees			251,735.08
Due State of New Jersey - State Training Fees			6,553.00
Reserve for Escrow Deposits			13,084.15
Reserve for Street Opening Deposits			9,000.00
Reserve for Public Defender			5,600.00
Reserve for Tax Sale Premium			108,001.00
Reserve for Recreation			13,296.19
Reserve for Beautification and Property Maintenance			2,097.97
Reserve for Prosecutor Forfeiture Funds			2,322.34
Reserve for Barrington Centennial Donations			526.33
Reserve for ABLE Food Donations			401.54
Reserve for Traffic Control			156,594.25
Reserve for TNR Donations			520.31
Reserve for Municipal Court Bail			800.00
Reserve for Fire Prevention		\$ 199,959.93	
Due Current Fund	57.21		50,997.01
Due Fire Prevention Trust			138.52
	<u>1,530.57</u>	<u>199,959.93</u>	<u>5,063,324.38</u>
Balance Dec. 31, 2025	<u><u>\$ 9,421.60</u></u>	<u><u>\$ 200,228.30</u></u>	<u><u>\$ 869,323.51</u></u>

BOROUGH OF BARRINGTON
TRUST OTHER FUND
Statement of Investments - Length of Service Award Program
For the Year Ended December 31, 2025

Balance Dec. 31, 2024		\$ 147,253.54
Increased by:		
Increase in Investment Value	\$ 14,717.22	
Interest Earned	<u>238.71</u>	
		<u>14,955.93</u>
		162,209.47
Decreased by:		
Benefits Paid to Participants		<u>2,764.22</u>
Balance Dec. 31, 2025		<u><u>\$ 159,445.25</u></u>

Schedule of Investments Dec. 31, 2025

<u>Description</u>	<u>Amount</u>
Fixed Annuity Contract	\$ 9,749.99
Money Market Funds	33,096.61
Pooled Separate Accounts	<u>116,598.65</u>
	<u><u>\$ 159,445.25</u></u>

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

Balance Dec. 31, 2024	\$ 1,989.09
Decreased by:	
Canceled - Reserve for Traffic Control	<u>\$ 1,989.09</u>

BOROUGH OF BARRINGTON
ANIMAL CONTROL TRUST FUND
Statement of Reserve for Animal Control Fund Expenditures
For the Year Ended December 31, 2025

Balance Dec. 31, 2024		\$	6,501.44
Increased by:			
Receipts:			
License Fees Collected	\$	1,208.00	
Prepaid Licenses Applied		93.00	
			<u>1,301.00</u>
			7,802.44
Decreased by:			
Disbursements		1,340.16	
Statutory Excess Due to Current Fund		222.28	
			<u>1,562.44</u>
Balance Dec. 31, 2025		\$	<u><u>6,240.00</u></u>
<u>License Fees Collected</u>			
<u>Year</u>			<u>Amount</u>
2024	\$	3,070.20	
2023		3,169.80	
			<u><u>6,240.00</u></u>

BOROUGH OF BARRINGTON
ANIMAL CONTROL TRUST FUND
Statement of Due Current Fund
For the Year Ended December 31, 2025

Balance Dec. 31, 2024		\$ 8,152.37
Increased by:		
Receipts - Interest - Revenue Accounts Receivable	\$ 62.01	
Statutory Excess Due to Current Fund	<u>222.28</u>	
		<u>284.29</u>
		8,436.66
Decreased by:		
Disbursed		<u>57.21</u>
Balance Dec. 31, 2025		<u><u>\$ 8,379.45</u></u>

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

Balance Dec. 31, 2024		\$ 11.40
Increased by:		
Receipts		<u>129.00</u>
		140.40
Decreased by:		
Disbursed		<u>133.20</u>
Balance Dec. 31, 2025		<u><u>\$ 7.20</u></u>

BOROUGH OF BARRINGTON
ANIMAL CONTROL TRUST FUND
Statement of Prepaid Licenses
For the Year Ended December 31, 2025

Balance Dec. 31, 2024	\$ 996.00
Decreased by:	
Applied to Reserve for Animal Control Fund Expenditures	<u>93.00</u>
Balance Dec. 31, 2025	<u><u>\$ 903.00</u></u>

ANIMAL CONTROL TRUST FUND
Schedule of Due Trust Other Fund
As of December 31, 2025

Balance Dec. 31, 2024 and 2025	<u><u>\$ 6,108.05</u></u>
--------------------------------	---------------------------

BOROUGH OF BARRINGTON
TRUST OTHER FUND
Statement of Reserve for Encumbrances
For the Year Ended December 31, 2025

Balance Dec. 31, 2024		\$	624.09
Increased by:			
Encumbrances Charged:			
Reserve for Construction Code - Enforcement Fees	\$	5,006.95	
Trust Other Reserves		<u>3,398.00</u>	
			<u>8,404.95</u>
			9,029.04
Decreased by:			
Encumbrances Canceled:			
Reserve for Construction Code - Enforcement Fees		272.00	
Trust Other Reserves		<u>352.09</u>	
			<u>624.09</u>
Balance Dec. 31, 2025		\$	<u><u>8,404.95</u></u>
<u>Analysis of Balance as of Dec. 31, 2025</u>			
Construction Code Enforcement		\$	5,006.95
Other Funds			<u>3,398.00</u>
		\$	<u><u>8,404.95</u></u>

FIRE PREVENTION TRUST FUND
Statement of Reserve for Fire Prevention
For the Year Ended December 31, 2025

Balance Dec. 31, 2024		\$	175,372.58
Increased by:			
Receipts	\$	224,041.89	
Encumbrances Canceled		<u>773.76</u>	
			<u>224,815.65</u>
			400,188.23
Decreased by:			
Disbursements		199,959.93	
Encumbrances Charged		<u>2,489.71</u>	
			<u>202,449.64</u>
Balance Dec. 31, 2025		\$	<u><u>197,738.59</u></u>

BOROUGH OF BARRINGTON
TRUST OTHER FUND
Statement of Due State of New Jersey - State Training Fees
For the Year Ended December 31, 2025

Balance Dec. 31, 2024	\$ 2,086.00
Increased by:	
Fees Collected	<u>6,099.00</u>
	8,185.00
Decreased by:	
Fees Remitted	<u>6,553.00</u>
Balance Dec. 31, 2025	<u><u>\$ 1,632.00</u></u>

TRUST OTHER FUND
Statement of Reserve for Construction Code - Enforcement Fees
For the Year Ended December 31, 2025

Balance Dec. 31, 2024	\$ 362,008.88
Increased by:	
Receipts:	
Fees	\$ 279,693.00
Interest	<u>2,794.06</u>
	\$ 282,487.06
Encumbrances Canceled	<u>272.00</u>
	<u>282,759.06</u>
	644,767.94
Decreased by:	
Disbursed:	
Construction Code Expenditures	251,735.08
Encumbrances Charged	<u>5,006.95</u>
	<u>256,742.03</u>
Balance Dec. 31, 2025	<u><u>\$ 388,025.91</u></u>

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

Balance Dec. 31, 2024	\$ 2,835.13
Increased by:	
Payroll Deductions	<u>1,803,708.07</u>
	1,806,543.20
Decreased by:	
Disbursements	<u>1,799,450.19</u>
Balance Dec. 31, 2025	<u><u>\$ 7,093.01</u></u>

Analysis of Balance Dec. 31, 2025

Unemployment Disability	\$ 5,410.71
State of New Jersey	0.19
Federal Taxes	0.01
Public Employees' Retirement System	1,452.09
Police and Firemen's Retirement System	441.26
Defined Contribution Retirement Program	(219.02)
AFSCME	0.01
AFLAC	7.66
Garnishment	<u>0.10</u>
	<u><u>\$ 7,093.01</u></u>

BOROUGH OF BARRINGTON
TRUST OTHER FUND
Statement of Due From/(To)Current Fund
For the Year Ended December 31, 2025

Balance Due From Dec. 31, 2024		\$ 26,230.11
Increased by:		
Disbursed	\$ 50,997.01	
Expenditures Paid by Current Fund	<u>1,400.00</u>	
		<u>52,397.01</u>
		78,627.12
Decreased by:		
Receipts:		
Interest Earned on Investments	1,180.38	
Receipts from Current Fund	<u>44,570.35</u>	
	45,750.73	
Traffic Control Administrative Fees	<u>47,973.08</u>	
		<u>93,723.81</u>
Balance Due (To) Dec. 31, 2025		<u><u>\$ (15,096.69)</u></u>

Analysis of Balance Dec. 31, 2025

Trust Other	\$ 3,243.55
Payroll	(6,139.91)
Development Fee	<u>(12,200.33)</u>
	<u><u>\$ (15,096.69)</u></u>

BOROUGH OF BARRINGTON
TRUST FUND - LENGTH OF SERVICE AWARD PROGRAM
Statement of Reserve for Length of Service Award Program
For the Year Ended December 31, 2025

Balance Dec. 31, 2024		\$ 147,253.54
Increased by:		
Investment Earnings	\$ 238.71	
Unrealized Gain on Investments	<u>14,717.22</u>	
		<u>14,955.93</u>
		162,209.47
Decreased by:		
Disbursements		<u>2,764.22</u>
Balance Dec. 31, 2025		<u><u>\$ 159,445.25</u></u>

BOROUGH OF BARRINGTON
TRUST OTHER FUND
Statement of Trust Other Reserves
For the Year Ended December 31, 2025

		Increased			Decreased				
	Balance Dec. 31, 2024	Receipts	Due Current	Encumbrances Canceled	Disbursements	Accounts Receivable Canceled	Due Current Fund	Encumbrances Charged	Balance Dec. 31, 2025
Reserve for Escrow Deposits	\$ 196,391.50	\$ 23,282.05			\$ 13,084.15				\$ 206,589.40
Reserve for DARE Program	118.47								118.47
Reserve for Street Opening Deposits	11,000.00	3,000.00			9,000.00			\$ 2,000.00	3,000.00
Reserve for Parking Adjudication Act	1,314.05	14.00							1,328.05
Reserve for Public Defender	13,499.16	1,834.50			5,600.00				9,733.66
Reserve for Drug Alliance Fund Raising	0.37								0.37
Reserve for Tax Sale Premium	80,200.00	176,311.00			108,001.00				148,510.00
Reserve for Barrington Centennial Donations	3,616.41				526.33				3,090.08
Reserve for Prosecutor Forfeiture Funds	6,432.11	36.44	\$ 1,400.00		2,322.34				5,546.21
Reserve for Police Traffic Control		207,997.99			156,594.25	\$ 1,989.09	\$ 47,973.08		1,441.57
Reserve for Municipal Court Bail		1,920.00			800.00				1,120.00
Reserve for Storm Related Recovery	27,400.00	7,800.00							35,200.00
Reserve for Economic Development Landscaping	44.32								44.32
Reserve for Recreation	11,377.50	19,813.00		\$ 352.09	13,296.19			1,398.00	16,848.40
Reserve for Beautification and Property Maintenance	3,861.15	4,107.00			2,097.97				5,870.18
Reserve for ABLE Food Donations	688.75	100.00			401.54				387.21
Reserve for TNR Donations	14.88	1,100.00			520.31				594.57
Reserve for 9/11 Memorial Donations	3.46								3.46
	<u>\$ 355,962.13</u>	<u>\$ 447,315.98</u>	<u>\$ 1,400.00</u>	<u>\$ 352.09</u>	<u>\$ 312,244.08</u>	<u>\$ 1,989.09</u>	<u>\$ 47,973.08</u>	<u>\$ 3,398.00</u>	<u>\$ 439,425.95</u>

SUPPLEMENTAL EXHIBITS

GENERAL CAPITAL FUND

BOROUGH OF BARRINGTON**GENERAL CAPITAL FUND**

Statement of General Capital Cash Per N.J.S.A. 40A:5-5 - Chief Financial Officer
For the Year Ended December 31, 2025

Balance Dec. 31, 2024		\$ 1,457,192.89
Increased by Receipts:		
Due Current Fund	\$ 9,283.46	
Bond Anticipation Notes	1,985,975.00	
Capital Improvement Fund	<u>145,000.00</u>	
		<u>2,140,258.46</u>
		3,597,451.35
Decreased by Disbursements:		
Improvement Authorizations	645,557.12	
Reserve for Payment of Debt	250,000.00	
Reserve for Encumbrances	102,585.35	
Contracts Payable	499,890.74	
Due Trust Other	38,621.48	
Due Current Fund	<u>177,652.13</u>	
		<u>1,714,306.82</u>
Balance Dec. 31, 2025		<u><u>\$ 1,883,144.53</u></u>

BOROUGH OF BARRINGTON
GENERAL CAPITAL FUND
 Analysis of General Capital Cash
 For the Year Ended December 31, 2025

	Balance (Deficit) Dec. 31, 2024	Receipts		Disbursements		Transfers		Balance (Deficit) Dec. 31, 2025
		Bond Anticipation Notes	Miscellaneous	Improvement Authorizations	Miscellaneous	From	To	
Fund Balance	\$ 149,111.06							\$ 149,111.06
Capital Improvement Fund	163,335.14		\$ 145,000.00			\$ 229,500.00		78,835.14
Reserve for Encumbrances	106,022.45				\$ 102,585.35	3,437.10	\$ 34,754.32	34,754.32
Contracts Payable	744,843.86				499,890.74	82,499.69	940,233.93	1,102,687.36
Due Current Fund	170,690.73		9,283.46		177,652.13			2,322.06
Due Trust Other Fund	38,621.48				38,621.48			
Reserve for Payment of Debt	367,725.67				250,000.00			117,725.67
Improvement Authorizations:								
1057 Various Capital Improvements and Acquisition of Equipment	632.50							632.50
1094 Various Capital Improvements and Acquisition of Equipment	29,782.88			\$ 799.99		26,995.15		1,987.74
1109 Various Capital Improvements and Acquisition of Equipment	37,162.14			28,875.00		1,147.33	276.60	7,416.41
1125 Various Capital Improvements and Acquisition of Equipment								
Various Capital Equipment	47,986.36			4,232.50				43,753.86
1142 Various Capital Improvements and Acquisition of Capital Equipment	223,869.74			107,004.77		29,828.85	82,499.69	169,535.81
1172 Various Capital Improvements and Reconstruction	(369,247.17)	\$ 550,050.00		101,469.29			3,160.50	82,494.04
1191 Various Capital Improvements & Acquisition of Equipment	(253,343.95)	1,435,925.00		243,245.62		537,512.22		401,823.21
1209 Various Capital Improvements				145,227.49		56,048.63	210,000.00	8,723.88
1210 Various Capital Improvements				14,702.46		323,456.07	19,500.00	(318,658.53)
	<u>\$ 1,457,192.89</u>	<u>\$ 1,985,975.00</u>	<u>\$ 154,283.46</u>	<u>\$ 645,557.12</u>	<u>\$ 1,068,749.70</u>	<u>\$ 1,290,425.04</u>	<u>\$ 1,290,425.04</u>	<u>\$ 1,883,144.53</u>

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

Balance Dec. 31, 2024	\$ 9,620,000.00
Decreased by:	
Budget Appropriation to Pay Bonds	<u>1,430,000.00</u>
Balance Dec. 31, 2025	<u><u>\$ 8,190,000.00</u></u>

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

				Analysis of Balance Dec. 31, 2025			
Ordinance Number	Improvement Description	Balance Dec. 31, 2024	2025 Authorizations	Balance Dec. 31, 2025	Expenditures	Bond Anticipation Notes	Unexpended Improvement Authorizations
General Improvements:							
1172a	Reconstruction of Various Roads	\$ 389,500.00		\$ 389,500.00		\$ 389,500.00	
1172b	Various Capital Improvements to Borough Facilities	160,550.00		160,550.00		160,550.00	
1191	Various Capital Improvements & Acquisition of Equipment	1,435,925.00		1,435,925.00		1,435,925.00	
1210	Various Capital Improvements		\$ 370,500.00	370,500.00	\$ 318,658.53		\$ 51,841.47
		<u>\$ 1,985,975.00</u>	<u>\$ 370,500.00</u>	<u>\$ 2,356,475.00</u>	<u>\$ 318,658.53</u>	<u>\$ 1,985,975.00</u>	<u>\$ 51,841.47</u>
Balance of Unexpended Improvement Authorizations							\$ 536,158.72
Less Unexpended Proceeds of Bond Anticipation Notes:							
Ordinance 1172a						\$ 47,003.20	
Ordinance 1172b						35,490.84	
Ordinance 1191						<u>401,823.21</u>	
							<u>484,317.25</u>
							<u>\$ 51,841.47</u>

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

Ordinance Number	Improvement Description	Ordinance		Balance Dec. 31, 2024		2025 Authorizations	Encumbrances/ Contracts Payable Canceled	Paid or Charged	Balance Dec. 31, 2025	
		Date	Amount	Funded	Unfunded				Funded	Unfunded
General Improvements:										
1057a	Reconstruction/Repaving of Various Borough Streets	06-14-16	\$ 335,000.00	\$ 632.50					\$ 632.50	
1094c	Various Equipment for Fire Department	08-14-18	93,400.00	26,995.15				\$ 26,995.15		
1094d	Various Improvements to Municipal Buildings	08-14-18	200,825.00	412.06					412.06	
1094f	Various Equipment for Emergency Management	08-14-18	13,650.00	2,375.67				799.99	1,575.68	
1109b	Acquisition of Equipment for Police Department	06-11-19	56,000.00	3,457.12				1,147.33	2,309.79	
1109c	Acquisition of Equipment for Fire Department	06-11-19	22,400.00	3,141.00					3,141.00	
1109d	Various Improvements to Municipal Buildings	06-11-19	531,000.00	30,564.02			\$ 276.60	28,875.00	1,965.62	
1125	Various Capital Improvements & Acquisition of Equipment	08-11-20	390,000.00	47,986.36				4,232.50	43,753.86	
1142	Various Capital Improvements & Acquisition of Equipment	06-10-21	2,921,350.00	223,869.74			82,499.69	136,833.62	169,535.81	
1172a	Reconstruction of Various Roads	06-13-23	410,000.00		\$ 123,119.57			76,116.37		\$ 47,003.20
1172b	Various Capital Improvements to Borough Facilities	06-13-23	169,000.00		57,683.26		3,160.50	25,352.92		35,490.84
1191	Various Capital Improvements & Acquisition of Equipment	09-10-24	1,511,500.00		1,182,581.05			780,757.84		401,823.21
1209a	Various Capital Improvements	6-11-25	120,000.00			\$ 120,000.00		114,626.48	5,373.52	
1209b	Various Capital Improvements	6-11-25	50,000.00			50,000.00		46,649.64	3,350.36	
1209c	Various Capital Improvements	6-11-25	40,000.00			40,000.00		40,000.00		
1210	Various Capital Improvements	6-11-25	390,000.00			390,000.00		338,158.53		51,841.47
				<u>\$ 339,433.62</u>	<u>\$ 1,363,383.88</u>	<u>\$ 600,000.00</u>	<u>\$ 85,936.79</u>	<u>\$ 1,620,545.37</u>	<u>\$ 232,050.20</u>	<u>\$ 536,158.72</u>
Deferred Charges to Future Taxation - Unfunded Capital Improvement Fund						\$ 370,500.00				
						229,500.00				
						<u>\$ 600,000.00</u>				
Disbursed								\$ 645,557.12		
Contracts Payable								\$ 82,499.69	940,233.93	
Encumbrances								3,437.10	34,754.32	
								<u>\$ 85,936.79</u>	<u>\$ 1,620,545.37</u>	

BOROUGH OF BARRINGTON
GENERAL CAPITAL FUND
Statement of Due Current Fund
For the Year Ended December 31, 2025

Balance Dec. 31, 2024	\$ 170,690.73
Increased by:	
Receipts - Interest Earned - Revenue Accounts Receivable	<u>9,283.46</u>
	179,974.19
Decreased by:	
Disbursements:	
Interest Earned	\$ 8,122.49
Interfund Loan Returned	<u>169,529.64</u>
	<u>177,652.13</u>
Balance Dec. 31, 2025	<u><u>\$ 2,322.06</u></u>

GENERAL CAPITAL FUND
Statement of Reserve for Encumbrances
For the Year Ended December 31, 2025

Balance Dec. 31, 2024	\$ 106,022.45
Increased by:	
Charges to Improvement Authorizations	<u>34,754.32</u>
	140,776.77
Decreased by:	
Disbursements	\$ 102,585.35
Canceled to Improvement Authorizations	<u>3,437.10</u>
	<u>106,022.45</u>
Balance Dec. 31, 2025	<u><u>\$ 34,754.32</u></u>

BOROUGH OF BARRINGTON
GENERAL CAPITAL FUND
Statement of Contracts Payable
For the Year Ended December 31, 2025

Balance Dec. 31, 2024		\$ 744,843.86
Increased by:		
Charges to Improvement Authorizations		<u>940,233.93</u>
		1,685,077.79
Decreased by:		
Disbursements	\$ 499,890.74	
Canceled to Improvement Authorizations	<u>82,499.69</u>	
		<u>582,390.43</u>
Balance Dec. 31, 2025		<u><u>\$ 1,102,687.36</u></u>
 <u>Analysis of Balance Dec. 31, 2025</u>		
Ordinance 1109		\$ 94.11
Ordinance 1142		25,000.00
Ordinance 1172		162,359.32
Ordinance 1191		535,729.23
Ordinance 1209		56,048.63
Ordinance 1210		<u>323,456.07</u>
		<u><u>\$ 1,102,687.36</u></u>

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

Balance Dec. 31, 2024	\$ 163,335.14
Increased by:	
Receipts - Current Fund Budget Appropriation	<u>145,000.00</u>
	308,335.14
Decreased by:	
Appropriation to Finance Improvement Authorizations	<u>229,500.00</u>
Balance Dec. 31, 2025	<u><u>\$ 78,835.14</u></u>

GENERAL CAPITAL FUND
Statement of Reserve for Payment of Debt
For the Year Ended December 31, 2025

Balance Dec. 31, 2024	\$ 367,725.67
Decreased by:	
Disbursed:	
Anticipated as Revenue in Current Fund	<u>250,000.00</u>
Balance Dec. 31, 2025	<u><u>\$ 117,725.67</u></u>

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

<u>Purpose</u>	<u>Date of Issue</u>	<u>Amount of Original Issue</u>	<u>Maturities of Bonds Outstanding Dec. 31, 2025</u>		<u>Interest Rate</u>	<u>Balance Dec. 31, 2024</u>	<u>Paid by Budget Appropriation</u>	<u>Balance Dec. 31, 2025</u>
			<u>Date</u>	<u>Amount</u>				
General Improvement Bonds (Noncallable)	08-26-21	\$ 5,600,000.00	8-15-26	\$ 615,000.00	2.00%			
			8-15-27	630,000.00	2.00%			
			8-15-28	630,000.00	2.00%			
			8-15-29	630,000.00	2.00%			
			8-15-30	630,000.00	2.00%			
			8-15-31	630,000.00	2.00%	\$ 4,365,000.00	\$ 600,000.00	\$ 3,765,000.00
Taxable General Obligation Bonds (Noncallable)	08-26-21	2,206,000.00	8-15-26	220,000.00	2.00%			
			8-15-27	225,000.00	2.00%			
			8-15-28	230,000.00	2.00%			
			8-15-29	235,000.00	2.00%			
			8-15-30	240,000.00	2.00%			
			8-15-31	245,000.00	2.00%	1,605,000.00	210,000.00	1,395,000.00
Refunding Bonds Series 2021 (Taxable) (Callable after 07-15-32)	08-05-21	3,100,000.00	07-15-26	195,000.00	1.33%			
			07-15-27	190,000.00	1.53%			
			07-15-28	205,000.00	1.70%			
			07-15-29	205,000.00	1.85%			
			07-15-30	200,000.00	1.95%			
			07-15-31	195,000.00	2.05%			
			07-15-32	195,000.00	2.20%			
			07-15-33	190,000.00	2.20%			
			07-15-34	185,000.00	2.50%			
			07-15-35	180,000.00	2.50%			
			07-15-36	175,000.00	2.50%			
			07-15-37	170,000.00	2.80%			
			07-15-38	165,000.00	2.80%			
			07-15-39	155,000.00	2.80%	2,805,000.00	200,000.00	2,605,000.00
Refunding Bonds Series 2021 (Exempt) (Noncallable)	08-05-21	2,065,000.00	07-15-26	425,000.00	4.00%	845,000.00	420,000.00	425,000.00
						<u>\$ 9,620,000.00</u>	<u>\$ 1,430,000.00</u>	<u>\$ 8,190,000.00</u>

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

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Date of Issue of Original Notes</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	<u>Issued for Cash</u>	<u>Balance Dec. 31, 2025</u>
2023-1172	Various Capital Improvements	10-02-25	10-02-25	10-01-26	3.25%	\$ 550,050.00	\$ 550,050.00
2024-1191	Various Capital Improvements	10-02-25	10-02-25	10-01-26	3.25%	<u>1,435,925.00</u>	<u>1,435,925.00</u>
						<u>\$ 1,985,975.00</u>	<u>\$ 1,985,975.00</u>

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

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Balance Dec. 31, 2024</u>	<u>2025 Authorizations</u>	<u>Notes Issued</u>	<u>Balance Dec. 31, 2025</u>
General Improvements:					
1172a	Reconstruction of Various Roads	\$ 389,500.00		\$ 389,500.00	
1172b	Various Capital Improvements to Borough Facilities	160,550.00		160,550.00	
1191a	Various Road Improvements	669,750.00		669,750.00	
1191b	Various Improvements and Acquisition of Equipment	238,450.00		238,450.00	
1191c	Improvements to Various Borough Playgrounds	342,000.00		342,000.00	
1191d	Acquisition of Various Equipment for the Highway Department	102,600.00		102,600.00	
1191e	Acquisition of Various Field Equipment for the Police Department	57,950.00		57,950.00	
1191f	Acquisition of Various Emergency Management Equipment	25,175.00		25,175.00	
1210a	Various Road and Paving Improvements		\$ 370,500.00		\$ 370,500.00
		<u>\$ 1,985,975.00</u>	<u>\$ 370,500.00</u>	<u>\$ 1,985,975.00</u>	<u>\$ 370,500.00</u>

SUPPLEMENTAL EXHIBITS

SEWER UTILITY FUND

BOROUGH OF BARRINGTON
SEWER UTILITY FUND
Statement of Sewer Utility Cash
Per N.J.S.A. 40A:5-5 - Chief Financial Officer
For the Year Ended December 31, 2025

	<u>Operating</u>	<u>Capital</u>
Balance Dec. 31, 2024	\$ 147,853.79	\$ 139,666.77
Increased by Receipts:		
Sewer Utility Collector	\$ 806,550.93	
Budget Refunds	16,148.33	
Miscellaneous Revenues	2,487.49	
Due Sewer Capital Fund	46,595.56	
Bond Anticipation Notes		\$ 456,500.00
Due Sewer Operating Fund		<u>1,334.72</u>
	<u>871,782.31</u>	<u>457,834.72</u>
	1,019,636.10	597,501.49
Decreased by Disbursements:		
2025 Budget Appropriations	711,888.71	
2024 Appropriation Reserves and Encumbrances	6,832.28	
Accrued Interest on Bonds and Notes	29,886.13	
Improvement Authorizations		26,333.89
Operations - Refund of PY Revenue	500.00	
Due Sewer Utility Operating Fund		46,595.56
Due Current Fund	50,906.08	
Contract Payable		<u>137,331.45</u>
	<u>800,013.20</u>	<u>210,260.90</u>
Balance Dec. 31, 2025	<u><u>\$ 219,622.90</u></u>	<u><u>\$ 387,240.59</u></u>

BOROUGH OF BARRINGTON
SEWER UTILITY OPERATING FUND
Statement of Sewer Utility Cash
Per N.J.S.A. 40A:5-5 - Collector
For the Year Ended December 31, 2025

Receipts:

Sewer Rents Receivable	\$ 799,642.27	
Sewer Liens Receivable	520.95	
Sewer Rent Overpayments	1,096.02	
Interest and Cost on Delinquent Sewer Rents	<u>5,291.69</u>	
		\$ 806,550.93

Decreased by:

Disbursed to Chief Financial Officer		<u><u>\$ 806,550.93</u></u>
--------------------------------------	--	-----------------------------

BOROUGH OF BARRINGTON
SEWER UTILITY CAPITAL FUND
 Analysis of Sewer Capital Cash
 For the Year Ended December 31, 2025

	Balance (Deficit) <u>Dec. 31, 2024</u>	<u>Receipts</u>		<u>Disbursements</u>		<u>Transfers</u>		Balance (Deficit) <u>Dec. 31, 2025</u>
		<u>Miscellaneous</u>	<u>Bond Anticipation Notes</u>	<u>Miscellaneous</u>	<u>Improvement Authorizations</u>	<u>To</u>	<u>From</u>	
Capital Improvement Fund	\$ 7,850.00							\$ 7,850.00
Due Sewer Utility Operating Fund	45,473.64	\$ 1,334.72		\$ 46,595.56		\$ 3,932.01		4,144.81
Contracts Payable	211,154.88				\$ 137,331.45	4,653.92	\$ 73,823.43	4,653.92
Excess Loan Proceeds - Ordinance 927	26,000.00							26,000.00
Reserve for Payment of Debt						38,878.58		38,878.58
Improvement Authorizations:								
927 Improvements to Sewer Utility System-Phase II	1,846.30					37,032.28	38,878.58	
965 Improvements to Austin Avenue Sanitary Sewer System	2,728.00							2,728.00
987 Television and Construction of Various Portions of the Sanitary Sewer System	18,815.00						4,653.92	14,161.08
1110 Acquisition of Various Equipment	5.00							5.00
1172 Supplemental Wetwell and Various Improvements	(120,000.00)		\$ 120,000.00					
1192 Various Improvements and Equipment	(54,206.05)		336,500.00		26,333.89	36,791.15	3,932.01	288,819.20
	<u>\$ 139,666.77</u>	<u>\$ 1,334.72</u>	<u>\$ 456,500.00</u>	<u>\$ 46,595.56</u>	<u>\$ 163,665.34</u>	<u>\$ 121,287.94</u>	<u>\$ 121,287.94</u>	<u>\$ 387,240.59</u>

BOROUGH OF BARRINGTON
SEWER UTILITY OPERATING FUND
Statement of Sewer Rents Receivable
For the Year Ended December 31, 2025

Balance Dec. 31, 2024		\$ 36,464.20
Increased by:		
Sewer Rents Levied		<u>808,044.00</u>
		844,508.20
Decreased by:		
Receipts - Collector	\$ 799,642.27	
Overpayments Applied	2,901.83	
Transferred to Liens	<u>480.00</u>	
		<u>803,024.10</u>
Balance Dec. 31, 2025		<u><u>\$ 41,484.10</u></u>

Exhibit SD-5

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

Balance Dec. 31, 2024		\$ 2,901.83
Increased by:		
Receipts - Collector		<u>1,096.02</u>
		3,997.85
Decreased by:		
Applied to Rents Receivable		<u>2,901.83</u>
Balance Dec. 31, 2025		<u><u>\$ 1,096.02</u></u>

Exhibit SD-6

SEWER UTILITY OPERATING
Statement of Sewer Liens
For the Year Ended December 31, 2025

Increased by:		
Transferred from Rents Receivable	\$ 480.00	
Interest and Costs	<u>40.95</u>	
		\$ 520.95
Decreased by:		
Receipts		<u><u>\$ 520.95</u></u>

BOROUGH OF BARRINGTON
SEWER UTILITY CAPITAL FUND
Schedule of Fixed Capital
As of December 31, 2025

<u>Account</u>	<u>Balance</u>
Sanitary Sewers:	
Williams Avenue and Davis Road	\$ 18,067.09
Oak Avenue	3,701.20
Williams Avenue	3,691.27
Various Streets	41,230.05
Clinton Avenue	2,817.87
Third Avenue	12,250.00
Sewer Mains:	
Clements Bridge Road	82,000.00
Improvement of Sanitary	
Sewerage System	4,564,329.26
General Equipment:	
Sewer Rodder Machines	18,167.25
Hydraulic Lift	16,752.60
Autocrane & Telescopic Cap	24,000.00
Various Sewer Equipment	121,384.92
Various Equipment	40,000.00
Flow Meter and Improvements	
to the Roof at the Garage	9,562.50
Pole Barn	35,000.00
Office Furniture	19,149.19
Jet Vac Water Tank	78,359.92
Wheel Loader	96,522.87
Computer Equipment	35,535.24
	<hr/>
Balance December 31, 2025 and 2024	<u><u>\$ 5,222,521.23</u></u>

BOROUGH OF BARRINGTON
SEWER UTILITY CAPITAL FUND
Schedule of Fixed Capital Authorized and Uncompleted
As of December 31, 2025

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Ordinance</u>		<u>Balance Dec. 31, 2025</u>
		<u>Date</u>	<u>Amount</u>	
965 (970)	Improvements to Austin Avenue Sanitary Sewer System	05-10-11	\$ 16,000.00	\$ 16,000.00
987	Television & Construction of Various Portions of the Sanitary Sewer System	07-11-12	25,000.00	25,000.00
1110	Acquisition of Various Sewer Equipment	06-11-19	400,000.00	400,000.00
1172	Supplemental Wetwell and Various Improvements	06-13-23	120,000.00	120,000.00
1192	Various Improvements and Equipment	09-10-24	336,500.00	336,500.00
				<u>\$ 897,500.00</u>

BOROUGH OF BARRINGTON
SEWER UTILITY OPERATING FUND
Statement of Due from Sewer Utility Capital Fund
For the Year Ended December 31, 2025

Balance Dec. 31, 2024		\$ 45,473.64
Increased by:		
Accrued Interest charged to Improvement Authorizations	\$ 3,932.01	
Interest Earned on Deposits in Sewer Capital Fund	<u>1,334.72</u>	
		<u>5,266.73</u>
		50,740.37
Decreased by:		
Receipts from Sewer Capital Fund	1,121.92	
Disbursed by Sewer Capital Fund on Behalf of Sewer Operating Fund	<u>45,473.64</u>	
		<u>46,595.56</u>
Balance Dec. 31, 2025		<u><u>\$ 4,144.81</u></u>

BOROUGH OF BARRINGTON
SEWER UTILITY OPERATING FUND
Statement of 2024 Appropriation Reserves and Encumbrances
For the Year Ended December 31, 2025

	<u>Balance Dec. 31, 2024</u>		<u>Budget After Modification</u>	<u>Disbursed</u>	<u>Balance Lapsed</u>
	<u>Encumbered</u>	<u>Reserved</u>			
Operating:					
Salaries and Wages		\$ 524.49	\$ 524.49		\$ 524.49
Other Expenses	\$ 4,686.48	51,910.60	56,597.08	\$ 6,532.24	50,064.84
Statutory Expenditures:					
Contribution to:					
Social Security System (O.A.S.I.)		878.58	878.58		878.58
Unemployment Compensation Insurance (N.J.S.A. 43:21-3 et seq.)		502.42	502.42	240.04	262.38
Disability Insurance		110.28	110.28	60.00	50.28
	<u>\$ 4,686.48</u>	<u>\$ 53,926.37</u>	<u>\$ 58,612.85</u>	<u>\$ 6,832.28</u>	<u>\$ 51,780.57</u>

BOROUGH OF BARRINGTON
SEWER UTILITY OPERATING FUND
Statement of Due Current Fund
For the Year Ended December 31, 2025

Balance Dec. 31, 2024	\$ 50,906.08
Decreased by:	
Disbursed to Current Fund	<u>\$ 50,906.08</u>

BOROUGH OF BARRINGTON
SEWER UTILITY OPERATING FUND
Statement of Accrued Interest on Bonds, Loans and Notes
For the Year Ended December 31, 2025

Balance Dec. 31, 2024				\$	2,443.36
Increased by:					
Budget Appropriations for:					
Interest on Bonds and Loans				\$	29,578.57
Charges to Improvement Authorizations					3,932.01
					<u>33,510.58</u>
					35,953.94
Decreased by:					
Disbursed by Sewer Operating Fund					<u>29,886.13</u>
Balance Dec. 31, 2025				\$	<u><u>6,067.81</u></u>

Analysis of Accrued Interest December 31, 2025

<u>Principal Outstanding Dec. 31, 2025</u>	<u>Interest Rate</u>	<u>From</u>	<u>To</u>	<u>Period</u>	<u>Amount</u>
USDA Loan \$ 1,755,277.64	1.38%	12-26-25	12-31-25	5 Days	\$ 335.80
Serial Bonds - Series 2021 240,000.00	2.00%	08-16-25	12-31-25	135 Days	1,800.00
Bond Anticipation Notes 456,500.00	3.25%	10-2-25	12-31-25	97 Days	3,932.01
					<u><u>\$ 6,067.81</u></u>

BOROUGH OF BARRINGTON
SEWER UTILITY CAPITAL FUND
Schedule of Deferred Reserve For Amortization
As of December 31, 2025

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Date of Ordinance</u>	<u>Balance Dec. 31, 2025</u>
965	Improvements to Austin Avenue Sanitary Sewer System	05-10-11	\$ 800.00
987	Television & Construction of Various Portions of the Sanitary Sewer System	07-11-12	<u>1,250.00</u>
			<u>\$ 2,050.00</u>

BOROUGH OF BARRINGTON
SEWER UTILITY CAPITAL FUND
Statement of Reserve for Amortization
For the Year Ended December 31, 2025

Balance Dec. 31, 2024		\$ 3,612,687.72
Increased by:		
Paid by Operating Budget:		
USDA Loan Payable	\$ 39,505.87	
Sewer Improvement Bonds	<u>40,000.00</u>	
		<u>79,505.87</u>
Balance Dec. 31, 2025		<u><u>\$ 3,692,193.59</u></u>

SEWER UTILITY CAPITAL FUND
Statement of Contracts Payable
For the Year Ended December 31, 2025

Balance Dec. 31, 2024		\$ 211,154.88
Increased by:		
Contracts Awarded		<u>4,653.92</u>
		215,808.80
Decreased by:		
Contracts Canceled	\$ 73,823.43	
Disbursements	<u>137,331.45</u>	
		211,154.88
Balance Dec. 31, 2025		<u><u>\$ 4,653.92</u></u>

BOROUGH OF BARRINGTON
SEWER UTILITY CAPITAL FUND
Statement of Improvement Authorizations
For the Year Ended December 31, 2025

Ordinance Number	Improvement Description	Ordinance		Balance Dec. 31, 2024		Prior Year Contracts Payable Canceled	Paid or Charged	Balance Dec. 31, 2025	
		Date	Amount	Funded	Unfunded			Funded	Unfunded
927 (986)	Improvements to Sewer Utility System-Phase II	07-11-12	\$ 2,044,000.00	\$ 1,846.30		\$ 37,032.28	\$ 38,878.58		
965 (970)	Improvements to Austin Avenue Sanitary Sewer System	05-10-11	16,000.00	2,728.00				\$ 2,728.00	
987	Television and Construction of Portions of Sanitary Sewer System	07-11-12	25,000.00	18,815.00			4,653.92	14,161.08	
1110	Acquisition of Various Equipment	06-11-19	400,000.00	5.00				5.00	
1192	Various Improvements and Equipment	09-10-24	336,500.00		\$ 282,293.95	36,791.15	30,265.90		\$ 288,819.20
				<u>\$ 23,394.30</u>	<u>\$ 282,293.95</u>	<u>\$ 73,823.43</u>	<u>\$ 73,798.40</u>	<u>\$ 16,894.08</u>	<u>\$ 288,819.20</u>
Contracts Payable							\$ 4,653.92		
Accrued Interest on Notes							3,932.01		
Disbursed							26,333.89		
Cancelled to Reserve for Payment of Debt							38,878.58		
							<u>\$ 73,798.40</u>		

BOROUGH OF BARRINGTON
SEWER UTILITY CAPITAL FUND
Statement of Sewer General Obligation Bonds
For the Year Ended December 31, 2025

<u>Purpose</u>	<u>Date of Issue</u>	<u>Amount of Original Issue</u>	<u>Maturities of Bonds Outstanding Dec. 31, 2025</u>		<u>Interest Rate</u>	<u>Balance Dec. 31, 2024</u>	<u>Paid by Budget Appropriation</u>	<u>Balance Dec. 31, 2025</u>
			<u>Date</u>	<u>Amount</u>				
Sewer Utility Bonds	08-26-21	\$ 385,000.00	08-15-26	\$ 40,000.00	2.00%			
			08-15-27	40,000.00	2.00%			
			08-15-28	40,000.00	2.00%			
			08-15-29	40,000.00	2.00%			
			08-15-30	40,000.00	2.00%			
			08-15-31	40,000.00	2.00%			
						<u>\$ 280,000.00</u>	<u>\$ 40,000.00</u>	<u>\$ 240,000.00</u>

BOROUGH OF BARRINGTON
SEWER UTILITY CAPITAL FUND
Statement of USDA Rural Development Sewer Improvement Loan Payable
For the Year Ended December 31, 2025

<u>Purpose</u>	<u>Date of Issue</u>	<u>Amount of Original Issue</u>	<u>Maturities Outstanding Dec. 31, 2025</u>		<u>Interest Rate</u>	<u>Balance Dec. 31, 2024</u>	<u>Paid by Budget Appropriation</u>	<u>Balance Dec. 31, 2025</u>
			<u>Date</u>	<u>Amount</u>				
Improvements to Sewer Utility System	06-25-20	\$ 1,966,000.00	06-25-26	\$ 19,957.23	1.375%			
			12-25-26	20,094.68	1.375%			
			06-25-27	20,233.07	1.375%			
			12-25-27	20,372.42	1.375%			
			06-25-28	20,512.73	1.375%			
			12-25-28	20,654.00	1.375%			
			06-25-29	20,796.25	1.375%			
			12-25-29	20,939.47	1.375%			
			06-25-30	21,083.68	1.375%			
			12-25-30	21,228.89	1.375%			
			06-25-31	21,375.09	1.375%			
			12-25-31	21,522.31	1.375%			
			06-25-32	21,670.53	1.375%			
			12-25-32	21,819.78	1.375%			
			06-25-33	21,970.06	1.375%			
			12-25-33	22,121.37	1.375%			
			06-25-34	22,273.72	1.375%			
			12-25-34	22,427.12	1.375%			
			06-25-35	22,581.58	1.375%			
			12-25-35	22,737.10	1.375%			
			06-25-36	22,893.69	1.375%			
			12-25-36	23,051.36	1.375%			
			06-25-37	23,210.12	1.375%			
			12-25-37	23,369.97	1.375%			
			06-25-38	23,530.92	1.375%			
			12-25-38	23,692.98	1.375%			
			06-25-39	23,856.16	1.375%			
			12-25-39	24,020.46	1.375%			
			06-25-40	24,185.89	1.375%			
			12-25-40	24,352.46	1.375%			
			06-25-41	24,520.18	1.375%			
			12-25-41	24,689.05	1.375%			
			06-25-42	24,859.08	1.375%			
			12-25-42	25,030.29	1.375%			
			06-25-43	25,202.68	1.375%			
			12-25-43	25,376.25	1.375%			
			06-25-44	25,551.02	1.375%			
			12-25-44	25,726.99	1.375%			
			06-25-45	25,904.18	1.375%			
			12-25-45	26,082.58	1.375%			
			06-25-46	26,262.21	1.375%			
			12-25-46	26,443.08	1.375%			
			06-25-47	26,625.20	1.375%			
			12-25-47	26,808.57	1.375%			
			06-25-48	26,993.20	1.375%			
			12-25-48	27,179.11	1.375%			
			06-25-49	27,366.29	1.375%			
			12-25-49	27,554.77	1.375%			
			06-25-50	27,744.54	1.375%			
			12-25-50	27,935.62	1.375%			
			06-25-51	28,128.02	1.375%			
			12-25-51	28,321.74	1.375%			
			06-25-52	28,516.79	1.375%			
			12-25-52	28,713.19	1.375%			
			06-25-53	28,910.94	1.375%			
			12-25-53	29,110.05	1.375%			
			06-25-54	29,310.53	1.375%			
			12-25-54	29,512.40	1.375%			
			06-25-55	29,715.65	1.375%			
			12-25-55	29,920.31	1.375%			
			06-25-56	30,126.37	1.375%			
			12-25-56	30,333.86	1.375%			
			06-25-57	30,542.77	1.375%			
			12-25-57	30,753.12	1.375%			
			06-25-58	30,964.92	1.375%			
			12-25-58	31,178.18	1.375%			
			06-25-59	31,392.90	1.375%			
			12-25-59	31,609.11	1.375%			
			06-25-60	31,826.81	1.375%	\$ 1,794,783.51	\$ 39,505.87	\$ 1,755,277.64
						<u>\$ 1,794,783.51</u>	<u>\$ 39,505.87</u>	<u>\$ 1,755,277.64</u>

BOROUGH OF BARRINGTON
SEWER UTILITY CAPITAL FUND
Statement of Water Bond Anticipation Notes
For the Year Ended December 31, 2025

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Date of Issue of Original Note</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	<u>Issued for Cash</u>	<u>Balance Dec. 31, 2025</u>
23-1172	Acquisition of Various Equipment for the Borough's Water Utility System	10-2-25	10-2-25	10-01-26	3.25%	\$ 120,000.00	\$ 120,000.00
24-1192	Various Improvements to the Borough's Water Utility System	10-2-25	10-2-25	10-01-26	3.25%	<u>336,500.00</u>	<u>336,500.00</u>
						<u>\$ 456,500.00</u>	<u>\$ 456,500.00</u>

BOROUGH OF BARRINGTON
SEWER UTILITY CAPITAL FUND
Statement of Bonds and Notes Authorized But Not Issued
For the Year Ended December 31, 2025

Ordinance Number Improvement Description		Ordinance		Balance	2025	Notes	Balance
		Date	Amount	Dec. 31, 2024	Authorizations	Issued	Dec. 31, 2025
1172	Supplemental Wetwell and Various Improvements	06-13-23	\$ 120,000.00	\$ 120,000.00		\$ 120,000.00	
1192	Various Improvements and Equipment	09-10-24	336,500.00	336,500.00		336,500.00	
				<u>\$ 456,500.00</u>	<u>-</u>	<u>\$ 456,500.00</u>	<u>-</u>

PART II
SCHEDULE OF FINDINGS AND RECOMMENDATIONS
FOR THE YEAR ENDED DECEMBER 31, 2025

BOROUGH OF BARRINGTON
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.

BOROUGH OF BARRINGTON
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

None.

BOROUGH OF BARRINGTON
Officials in Office and Surety Bonds

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

<u>Name</u>	<u>Title</u>	<u>Amount of Surety Bond</u>
Kyle Hanson	Mayor	\$ 1,000,000.00
Michael Beach	Councilman	1,000,000.00
Vincent Cerrito	Councilman	1,000,000.00
Michael Drumm	Councilman	1,000,000.00
Jeffrey "Alex" Beyer	Councilman	1,000,000.00
Melanie Mercado-Miller	Councilman	1,000,000.00
Wayne Robenolt	Councilman	1,000,000.00
 Terry Shannon	 Borough Clerk, Deputy Finance Officer, Deputy Registrar, Officer for Searches of Municipal Improvements, Purchasing Agent and Personnel Officer	 1,000,000.00
 Kristy Emmett	 Tax Collector, Sewer Rent Collector, Treasurer, Tax Search Officer and Deputy for Searches for Municipal Improvements	 1,000,000.00
 Denise Moules	 Chief Financial Officer, Deputy Treasurer and Deputy Borough Clerk	 1,000,000.00
 Jennifer Trace	 Tax Clerk, Deputy Tax Collector, Deputy Sewer Rent Collector and Deputy Tax Search Officer	 1,000,000.00
 Carol Fultano	 Construction Technical Assistant	 1,000,000.00
 Phillip Azzari	 Construction Code Official (started September 1 st)	 1,000,000.00
 Eileen Holcombe	 Registrar of Vital Statistics	 1,000,000.00
 Richard Buscemi	 Tax Assessor	 1,000,000.00
 Timothy J. Higgins	 Solicitor	
 Gregory Fusco	 Borough Engineer	

Surety bond coverage is the Faithful Performance Bond with Camden County Municipal Joint Insurance Fund and Municipal Excess Liability Fund, per loss for public employee dishonesty and faithful performance coverage.

APPRECIATION

I express my appreciation for the assistance and courtesies rendered by the Borough officials during the course of the audit.

PKF O'Connor Davies, LLP

PKF O'CONNOR DAVIES, LLP

Daniel M. DiGangi

Daniel M. DiGangi
Certified Public Accountant
Registered Municipal Accountant