PKF O'CONNOR DAVIES
ACCOUNTANTS AND ADVISORS

TOWNSHIP OF MEDFORD
COUNTY OF BURLINGTON

REPORT OF AUDIT
WITH SUPPLEMENTARY INFORMATION

FOR THE YEAR ENDED
DECEMBER 31, 2025

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TOWNSHIP OF MEDFORD

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 Township Council
Township of Medford
Medford, New Jersey

Report on the Audit of the Regulatory Basis Financial Statements

Opinions

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

Unmodified Opinions on Regulatory Basis of Accounting

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

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

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

Basis for Opinions on Regulatory Basis of Accounting

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

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

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

Report on Prior Year Financial Statements

The financial statements of the Township, as of and for the year ended December 31, 2024, were audited by Bowman & Company LLP whose owners became partners with PKF O'Connor Davies, LLP, and whose report dated September 4, 2025, expressed an unmodified opinion on the regulatory basis of accounting and an adverse opinion on accounting principles generally accepted in the United States of America.

Responsibilities of Management for the Financial Statements

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

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

Auditors' Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with auditing standards generally accepted in the United States of America, requirements prescribed by the Division, and *Government Auditing Standards*, we:

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

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

Supplementary Information

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

Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying supplemental statements and schedules, are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated August 10, 2026 on our consideration of the Township's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Township's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Township's internal control over financial reporting and compliance.

PKF O'Connor Davies, LLP

Voorhees, New Jersey
August 10, 2026

Michael P Cragin Jr.
Certified Public Accountant
Registered Municipal Accountant

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

INDEPENDENT AUDITORS' REPORT

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

We have audited, in accordance with the auditing standards generally accepted in the United States of America, the standards applicable to financial statement audits contained in *Government Auditing Standards,* issued by the Comptroller General of the United States, and audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey ("Division"), the financial statements prepared on a regulatory basis of accounting prescribed by the Division, of the Township of Medford, in the County of Burlington, State of New Jersey ("Township"), as of and for the year ended December 31, 2025, and the related notes to the financial statements, which collectively comprise the Township's basic financial statements, and have issued our report thereon dated August 10, 2026. That report indicated that the Township's financial statements were not prepared in accordance with accounting principles generally accepted in the United States of America, but were prepared on a regulatory basis of accounting prescribed by the Division.

Report on Internal Control over Financial Reporting

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

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

Report on Internal Control over Financial Reporting (Cont'd)

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

Purpose of this Report

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

PKF O'Connor Davies, LLP

Voorhees, New Jersey
August 10, 2026

Michael P. Cragin Jr.

Michael P. Cragin Jr.
Certified Public Accountant
Registered Municipal Accountant

Exhibit A

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

	Ref.	2025	2024
ASSETS:			
Current Fund:			
Cash	SA-1	$ 19,007,302.27	$ 18,544,819.48
Cash -- Change Fund	SA-2	550.00	550.00
		19,007,852.27	18,545,369.48
Receivables and Other Assets with Full Reserves:			
Delinquent Property Taxes Receivable	SA-3	766,092.85	1,005,105.77
Tax Title Liens Receivable	SA-4	151,494.51	130,770.65
Property Acquired for Taxes -- Assessed Valuation	SA-5	746,500.00	746,500.00
Revenue Accounts Receivable	SA-6	8,066.44	8,939.74
Due from Animal Control Fund	SB-5	19.11	16.64
Due from General Capital Fund			100,520.00
Due from Trust Other Funds	SB-6	3,751.84	3,452.88
		1,675,924.75	1,995,305.68
		20,683,777.02	20,540,675.16
Federal and State Grant Fund:			
Cash	SA-1	40,880.59	514,411.25
Grants Receivable	SA-18	4,695,076.08	4,027,147.97
Due from Current Fund	A	23,858.10	23,858.10
		4,759,814.77	4,565,417.32
		$ 25,443,591.79	$ 25,106,092.48

(Continued)

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

	Ref.	2025	2024
LIABILITIES, RESERVES AND FUND BALANCE:			
Current Fund:			
Liabilities:			
Appropriation Reserves	A-3,SA-7	$ 533,194.37	$ 1,696,737.46
Reserve for Encumbrances	SA-17	708,707.39	850,226.60
Accounts Payable	SA-8	32,287.00	28,916.48
Tax Overpayments	SA-9	36,733.79	
Prepaid Taxes	SA-10	949,327.26	1,015,581.23
Due to State of New Jersey:			
Senior Citizens/Veterans Deductions	SA-11	103,997.76	99,326.60
Marriage Licenses	SA-16	625.00	600.00
Construction Code Fees	SA-16	8,799.00	11,417.00
Due County for Added and Omitted Taxes	SA-12	51,417.76	54,994.54
Due to Federal and State Grant Fund	A	23,858.10	23,858.10
Due to Open Space Fund	SB-9		1,518,263.61
Local District School Taxes Payable	SA-14	9,202,415.52	6,955,273.02
Regional High School Taxes Payable	SA-15	4,423,155.39	4,618,224.93
		16,074,518.34	16,873,419.57
Reserves for Receivables and Other Assets	A	1,675,924.75	1,995,305.68
Fund Balance	A-1	2,933,333.93	1,671,949.91
		20,683,777.02	20,540,675.16
Federal and State Grant Fund:			
Reserve for Encumbrances	SA-17	472,305.01	244,689.55
Reserve for Unappropriated Grants	SA-19		3,184.87
Reserve for Appropriated Grants	SA-20	4,287,509.76	4,317,542.90
		4,759,814.77	4,565,417.32
		$ 25,443,591.79	$ 25,106,092.48

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

Exhibit A-1

TOWNSHIP OF MEDFORD
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 Anticipated	A-2	$ 1,325,540.00	$ 3,285,600.00
Miscellaneous Revenues Anticipated	A-2	8,094,003.26	9,107,189.00
Receipts from Delinquent Taxes and Tax Title Liens	A-2	1,045,314.57	758,267.83
Receipts from Current Taxes	A-2	118,021,413.01	111,361,818.73
Non-Budget Revenue	A-2	165,129.68	157,057.90
Other Credits to Income:			
Unexpended Balance of Appropriation Reserves	SA-7	1,615,436.69	424,667.35
Liquidation of Interfunds			2,481.39
Total Income		130,266,837.21	125,097,082.20
EXPENDITURES:			
Budget Appropriations:			
Within "CAPS":			
Operations:			
Salaries and Wages	A-3	7,821,845.00	7,767,870.00
Other Expenses	A-3	9,405,245.00	9,256,652.00
Deferred Charges and Statutory Expenditures	A-3	2,570,507.93	2,427,476.93
Excluded from "CAPS":			
Operations:			
Salaries and Wages	A-3	662,523.38	797,185.60
Other Expenses	A-3	1,133,824.51	3,134,299.64
Capital Improvement Fund	A-3	214,510.00	110,000.00
Municipal Debt Service	A-3	3,543,400.13	3,516,333.22
Regional High School Tax	SA-15	25,880,268.00	26,270,407.00
Local District School Tax	SA-14	57,534,816.00	53,040,543.00
County Taxes	SA-12,13	17,798,306.23	16,474,731.37
Due County for Added and Omitted Taxes	SA-12,13	51,417.76	54,994.54
Municipal Open Space Trust Fund Tax	SA-3	950,954.56	759,334.82
Creation of Interfund and Other Assets	A	301.43	100,520.00
Refund of Prior Revenues	SA-1	105,743.26	66,519.08
Prior Year Senior Citizens and Veterans' Deductions Disallowed	SA-11	6,250.00	3,000.00
Total Expenditures		127,679,913.19	123,779,867.20
Statutory Excess to Fund Balance		2,586,924.02	1,317,215.00
FUND BALANCE:			
Balance January 1,	A	1,671,949.91	3,640,334.91
		4,258,873.93	4,957,549.91
Decreased by:			
Utilized as Anticipated Revenue	A-1	1,325,540.00	3,285,600.00
Balance December 31,	A	$ 2,933,333.93	$ 1,671,949.91

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

Exhibit A-2

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

	Ref.	Anticipated Budget	Anticipated Special N.J.S.A. 40A: 4-87	Realized	Excess or (Deficit)
Fund Balance Anticipated	A-1	$ 1,325,540.00	$ -	$ 1,325,540.00	$ -
Miscellaneous Revenues:					
Local Revenues:					
Licenses:					
Alcoholic Beverages	SA-6	25,206.00		26,188.00	982.00
Fees and Permits:					
Other	SA-6	215,000.00		224,058.12	9,058.12
Fines and Costs:					
Municipal Court	SA-6	130,000.00		142,761.99	12,761.99
Interest and Costs on Taxes	SA-6	200,000.00		260,659.42	60,659.42
Interest on Investments and Deposits	SA-6	550,000.00		550,857.48	857.48
Tower Rental	SA-6	9,600.00		9,600.00	
Cable Television Fees	SA-6	324,051.43		324,051.43	
Emergency Medical Service Billing Income	SA-6	807,000.00		890,080.66	83,080.66
State Aid Without Offsetting Appropriations:					
Energy Receipts Tax	SA-6	2,004,918.34		2,004,918.34	
Garden State Trust	SA-6	12,120.00		12,120.00	
Dedicated Uniform Construction Code Fees Offset With Appropriations (N.J.S.A. 40A:4-36 and N.J.A.C.5:23-4.17):					
Uniform Construction Code Fees	SA-6	600,000.00		594,023.00	(5,977.00)
Special Items of General Revenue Anticipated with Prior Written Consent of the Director of Local Government Services:					
Shared Municipal Service Agreements offset with Appropriations:					
Police Salaries - Lenape Regional High School District	SA-6	588,039.00		621,344.40	33,305.40
Assessor - Medford Lakes Borough	SA-6	31,634.00		31,634.04	0.04
Emergency Medical Services - Medford Lakes	SA-6	13,500.00		13,500.00	

(Continued)

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

	Ref.	Anticipated Budget	Anticipated Special N.J.S.A. 40A: 4-87	Realized	Excess or (Deficit)
Special Items of General Revenue Anticipated with Prior Written Consent of the Director of the Division of Local Government Services:					
Public and Private Revenue offset with Appropriations:					
Atlantic City Electric Sustainable Communities Grant Program	SA-20		$ 5,000.00	$ 5,000.00	
Body Armor Fund	SA-20	$ 3,184.87		3,184.87	
Bulletproof Vest Partnership Grant	SA-20	4,121.76		4,121.76	
Emergency Management Performance Grant	SA-20	10,000.00		10,000.00	
Haines Family Foundation Grant	SA-20		30,000.00	30,000.00	
Medford Business Association - Art, Wine & Music Festival	SA-20		8,444.12	8,444.12	
Medford Business Association - Oktoberfest	SA-20		6,992.71	6,992.71	
Medford Celebrates Foundation - Independence Day Celebration	SA-20	30,000.00		30,000.00	
Medford Historical Society - Apple Festival	SA-20		895.51	895.51	
Medford Vincentown Rotary - Halloween Parade	SA-20		16,819.68	16,819.68	
Municipal Alcohol Education and Rehabilitation Fund	SA-20	4,642.48		4,642.48	
National Opioid Settlement Fund	SA-20		49,201.79	49,201.79	
National Priority Safety Programs (Drunk Driving Enforcement Fund)	SA-20	4,758.28		4,758.28	
New Jersey Department of Environmental Protection:					
Clean Communities Program	SA-20	88,654.08		88,654.08	
Recycling Tonnage Grant	SA-20	39,379.61		39,379.61	
New Jersey Department of Transportation:					
Atsion Road Phase II	SA-20	297,080.00		297,080.00	
Bikeway Safety	SA-20	438,000.00		438,000.00	
Special Items of General Revenue Anticipated with Prior Written Consent of the Director of Local Government Services - Other Special Items:					
Reserve for Payment of Debt Services	SA-6	7,750.00		7,750.00	
General Capital Fund Surplus	SA-6	80,000.00		80,000.00	
Liquidation of General Capital Interfund	SA-6	100,520.00		100,520.00	
Sale of Alcoholic Beverage License	SA-6	400,000.00		400,000.00	
MYAA Debt Reimbursement	SA-6	34,510.00		34,510.00	
Payment in Lieu of Taxes	SA-6	772,655.00		728,251.49	$ (44,403.51)
Total Miscellaneous Revenues	A-1	7,826,324.85	117,353.81	8,094,003.26	150,324.60

(Continued)

Exhibit A-2

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

	Ref.	Anticipated Budget	Anticipated Special N.J.S.A. 40A: 4-87	Realized	Excess or (Deficit)
Receipts from Delinquent Taxes	A-1	$ 898,000.00	$ -	$ 1,045,314.57	$ 147,314.57
Amount to be Raised by Taxes for					
Support of Municipal Budget:					
Local Tax for Municipal Purposes					
including Reserve for Uncollected Taxes	A-2	16,376,858.16	-	16,993,744.46	616,886.30
Budget Totals		26,426,723.01	117,353.81	27,458,602.29	914,525.47
Non-Budget Revenue				165,129.68	165,129.68
		$ 26,426,723.01	$ 117,353.81	$ 27,623,731.97	$ 1,079,655.15
	Ref.	A-3	A-3		

(Continued)

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

Analysis of Realized Revenue	Ref.		
Allocation of Current Tax Collections:			
Revenue from Collections	A-1	$	118,021,413.01
Allocated to:			
County, School and Municipal Open Space Taxes	SA-3		102,215,762.55
Amount for Support of Municipal Budget Appropriations	A-2		15,805,650.46
Add: Appropriation "Reserve for Uncollected Taxes"	A-3		1,188,094.00
Amount for Support of Municipal Budget Appropriations	A-2	$	16,993,744.46
Receipts from Delinquent Taxes:			
Delinquent Tax Collections	A-2, SA-3	$	1,045,314.57
Analysis of Non-Budget Revenues			
Miscellaneous Revenue not Anticipated:			
Receipts:			
Rental Registration & Inspection Fees		$	7,875.00
Prior Year Refunds and Reimbursements			76,407.17
Alarm Fees			8,520.00
Bid/Auction/Asset Sale			65,294.71
Senior Citizen and Veteran Administrative Fee			2,820.00
Miscellaneous			4,212.80
	A-1	$	165,129.68

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

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

	Appropriations		Expended			Unexpended
	Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	Balance Canceled
OPERATIONS -- WITHIN "CAPS"						
General Government Functions						
Department of Administration:						
Office of the Manager:						
Salaries and Wages	$ 147,595.00	$ 148,595.00	$ 148,595.00			
Other Expenses	21,916.00	16,916.00	11,380.45		$ 5,535.55	
Human Resources:						
Salaries and Wages	37,487.00	40,787.00	40,787.00			
Other Expenses	1,478.00	1,478.00	1,478.00			
Mayor and Council:						
Salaries and Wages	17,497.00	17,497.00	17,496.40		0.60	
Other Expenses	985.00	985.00	985.00			
Office of the Clerk:						
Salaries and Wages	95,582.00	105,582.00	103,971.84		1,610.16	
Other Expenses - Miscellaneous	48,265.00	38,265.00	27,647.38	$ 1,019.26	9,598.36	
Other Expenses -- Elections	22,655.00	22,655.00	21,596.36	800.00	258.64	
Department of Finance:						
Office of the Treasurer:						
Salaries and Wages	121,050.00	130,050.00	130,050.00			
Other Expenses	57,130.00	57,130.00	52,734.88	1,875.85	2,519.27	
Audit Services	34,500.00	34,500.00		34,500.00		
Revenue Administration (Tax Collector):						
Salaries and Wages	103,128.00	106,128.00	106,085.45		42.55	
Other Expenses	29,747.00	29,747.00	18,927.90		10,819.10	
Division of Assessments (Tax Assessment Administration):						
Salaries and Wages	158,371.00	158,371.00	158,167.33		203.67	
Other Expenses	30,732.00	40,732.00	31,262.48	506.41	8,963.11	
Legal Services and Costs:						
Other Expenses	181,000.00	181,000.00	131,469.33	42,571.12	6,959.55	
Engineering Services:						
Other Expenses	55,000.00	55,000.00	17,913.86		37,086.14	
Economic Development Commission:						
Other Expenses	750.00	750.00			750.00	
Boards & Committees (Historical Sites Office):						
Other Expenses	1,775.00	1,775.00	1,216.14		558.86	
Planning Board:						
Salaries and Wages	195,068.00	170,068.00	164,581.79		5,486.21	
Other Expenses	87,123.00	57,123.00	43,610.17	6,367.11	7,145.72	
Division of Zoning (Zoning Board of Adjustment):						
Other Expenses	52,304.00	40,304.00	26,012.28	6,592.97	7,698.75	
Insurance:						
General Liability	282,521.00	282,521.00	282,521.00			
Worker's Compensation	271,294.00	271,294.00	271,294.00			
Group Insurance for Employees	1,348,596.00	1,388,596.00	1,381,710.89		6,885.11	
Health Benefit Waiver	75,000.00	75,000.00	61,099.62		13,900.38	
Retiree Health Benefits	1,313,104.00	1,313,104.00	1,313,104.00			

(Continued)

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

	Appropriations		Expended			Unexpended
	Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	Balance Canceled
OPERATIONS -- WITHIN "CAPS" (CONT'D)						
Department of Public Safety:						
Police:						
Salaries and Wages	$ 4,167,940.00	$ 4,044,940.00	$ 4,029,793.75		$ 15,146.25	
Other Expenses	347,567.00	347,567.00	260,447.27	$ 34,832.48	52,287.25	
Emergency Medical Services:						
Salaries and Wages	423,492.00	553,492.00	536,339.65		17,152.35	
Other Expenses	150,168.00	150,168.00	114,067.97	19,286.71	16,813.32	
Emergency Management Services:						
Salaries and Wages	6,500.00	6,500.00	6,500.00			
Other Expenses	10,343.00	10,343.00	10,016.09		326.91	
Uniform Fire Safety Act: (PL 1983 C. 383)						
Salaries and Wages	934,345.00	934,345.00	924,562.30		9,782.70	
Other Expenses	196,015.00	196,015.00	174,614.58	17,169.24	4,231.18	
Prosecutor:						
Other Expenses -- Professional Services	36,200.00	36,200.00	24,000.00	3,600.00	8,600.00	
Public Defender						
Other Expenses -- Professional Services	7,200.00	7,200.00	600.00	2,400.00	4,200.00	
Department of Public Works:						
Road Repairs and Maintenance:						
Salaries and Wages	192,909.00	207,909.00	207,909.00			
Other Expenses	236,006.00	156,706.00	105,525.72	39,583.38	11,596.90	
Snow Removal (Streets & Roads Maintenance):						
Salaries and Wages	45,000.00	45,000.00	45,000.00			
Other Expenses	78,800.00	78,800.00	54,904.52	23,800.00	95.48	
Sanitation (Solid Waste Collection):						
Salaries and Wages	377,132.00	429,132.00	429,132.00			
Other Expenses	1,706,515.00	1,706,515.00	1,555,471.45	138,700.18	12,343.37	
Buildings and Grounds:						
Salaries and Wages	134,067.00	139,067.00	139,067.00			
Other Expenses	207,412.00	217,412.00	175,783.47	14,492.42	27,136.11	
Vehicle Maintenance:						
Salaries and Wages	113,971.00	119,971.00	119,115.22		855.78	
Other Expenses	344,258.00	344,258.00	291,178.53	17,849.31	35,230.16	
Community Services Act:						
Other Expenses	64,025.00	64,025.00	46,135.20		17,889.80	
Landfill/Solid Waste Disposal Costs:						
Landfill Fees - Other Expenses	1,053,950.00	1,053,950.00	974,132.58	71,632.44	8,184.98	
Municipal Court:						
Salaries and Wages	131,706.00	131,706.00	126,614.87		5,091.13	
Other Expenses	17,789.00	17,789.00	11,943.95	4,296.47	1,548.58	
Utilities:						
Electricity and Natural Gas	140,000.00	140,000.00	101,710.34	24,804.65	13,485.01	
Street Lighting	380,000.00	380,000.00	349,284.85	30,715.15		
Telephone & Telegraph	110,000.00	110,000.00	71,678.17	5,141.25	33,180.58	
Heating Gas/Oil	80,000.00	80,000.00	75,260.97	4,030.51	708.52	
Gasoline/Diesel Fuel	250,000.00	250,000.00	207,629.30	14,837.87	27,532.83	

(Continued)

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

	Appropriations		Expended			Unexpended
	Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	Balance Canceled
OPERATIONS -- WITHIN "CAPS" (CONT'D)						
Uniform Construction Code Appropriations Offset By Dedicated Revenues (NJAC 5:23-4.17):						
Construction Code Official:						
Salaries and Wages	$ 332,705.00	$ 322,705.00	$ 308,683.31		$ 14,021.69	
Other Expenses:						
Direct Costs	93,161.00	93,161.00	87,378.94	$ 1,907.70	3,874.36	
Unclassified:						
Catastrophic Illness Fund (R.S. 26:2-48)	250.00	250.00	246.00		4.00	
Safety Supplies	9,716.00	9,716.00		44.90	9,671.10	
Accumulated Compensation Leave	10,000.00	10,000.00	10,000.00			
Celebration of Public Events, Anniversary or Holiday	46,295.00	46,295.00	36,594.95	250.00	9,450.05	
Total Operations -- Within "CAPS"	17,227,090.00	17,227,090.00	16,177,020.50	563,607.38	486,462.12	$ -
Detail:						
Salaries and Wages	7,745,545.00	7,821,845.00	7,752,451.91	-	69,393.09	-
Other Expenses (Including Contingent)	9,481,545.00	9,405,245.00	8,424,568.59	563,607.38	417,069.03	-
Statutory Expenditures:						
Contribution to:						
Public Employees' Retirement Service	367,965.00	367,965.00	367,964.00		1.00	
Social Security System (O.A.S.I.)	630,706.93	630,706.93	615,193.06		15,513.87	
Police and Fireman's Retirement System of N.J.	1,561,836.00	1,561,836.00	1,561,836.00			
Defined Contribution Retirement Program	10,000.00	10,000.00			10,000.00	
Total Deferred Charges and Statutory Expenditures -- Municipal -- Within "CAPS"	2,570,507.93	2,570,507.93	2,544,993.06	-	25,514.87	-
Total General Appropriations for Municipal Purposes Within -- "CAPS"	19,797,597.93	19,797,597.93	18,722,013.56	563,607.38	511,976.99	-
OPERATIONS -- EXCLUDED FROM "CAPS":						
Other Appropriations:						
LOSAP	80,000.00	80,000.00		75,000.00	5,000.00	
Landfill Recycling Tax	46,000.00	46,000.00	29,682.61	1,200.00	15,117.39	
Total Other Appropriations -- Excluded from "CAPS"	126,000.00	126,000.00	29,682.61	76,200.00	20,117.39	-
Shared Municipal Service Agreements:						
Interlocal Services Agreement - Police Salaries & Wages:						
Lenape Regional High School	588,039.00	588,039.00	588,039.00			
Interlocal Services Agreement - Tax Assessment Administration:						
Medford Lakes Borough	31,634.00	31,634.00	31,634.00			
Interlocal Service Agreement - Emergency Medical Services Salaries & Wages:						
Medford Lakes Borough	13,500.00	13,500.00	13,500.00			
Total Shared Municipal Service Appropriations -- Excluded from "CAPS"	633,173.00	633,173.00	633,173.00	-	-	-

(Continued)

Exhibit A-3

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

	Appropriations		Expended			Unexpended
	Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	Balance Canceled
OPERATIONS -- EXCLUDED FROM "CAPS" (CONT'D):						
Public and Private Programs Offset by Revenue:						
New Jersey Department of Environmental Protection:						
Clean Communities Program	$ 88,654.08	$ 88,654.08	$ 88,654.08			
Recycling Tonnage Grant	39,379.61	39,379.61	39,379.61			
New Jersey Department of Transportation:						
Atsion Road Phase II	297,080.00	297,080.00	297,080.00			
Bikeway Safety	438,000.00	438,000.00	438,000.00			
Medford Celebrates Foundation - Independence Day	30,000.00	30,000.00	30,000.00			
Municipal Alcohol Education and Rehabilitation Fund	4,642.48	4,642.48	4,642.48			
National Priority Safety Programs (Drunk Driving Enforcement Fund)	4,758.28	4,758.28	4,758.28			
Body Armor Fund	3,184.87	3,184.87	3,184.87			
Bulletproof Vest Partnership Grant	4,121.76	4,121.76	4,121.76			
Emergency Management Performance Grant	10,000.00	10,000.00	10,000.00			
Atlantic City Electric Sustainable Communities Grant (N.J.S.A. 40A:4-87 $5,000.00)		5,000.00	5,000.00			
Haines Family Foundation Grant (N.J.S.A. 40A:4-87 $30,000.00)		30,000.00	30,000.00			
MBA Art Wine & Music Festival (N.J.S.A. 40A:4-87 $8,444.12)		8,444.12	8,444.12			
MBA Taste of Medford Oktoberfest (N.J.S.A. 40A:4-87 $6,992.71)		6,992.71	6,992.71			
Medford Historical Society - Apple Festival (N.J.S.A. 40A:4-87 $895.51)		895.51	895.51			
Medford Vincentown Halloween Parade (N.J.S.A. 40A:4-87 $16,819.68)		16,819.68	16,819.68			
National Opioid Settlement (N.J.S.A. 40A:4-87 $313.33 & 48,888.46)		49,201.79	49,201.79			
Total Public and Private Programs Offset by Revenue -- Excluded from "CAPS"	919,821.08	1,037,174.89	1,037,174.89	$ -	$ -	$ -
Total Operations -- Excluded from "CAPS"	1,678,994.08	1,796,347.89	1,700,030.50	76,200.00	20,117.39	-
Detail:						
Salaries and Wages	637,815.48	662,523.38	662,523.38	-	-	-
Other Expenses	1,041,178.60	1,133,824.51	1,037,507.12	76,200.00	20,117.39	-
CAPITAL IMPROVEMENTS -- EXCLUDED FROM "CAPS":						
Capital Improvement Fund	144,510.00	144,510.00	144,510.00			
Purchase of Police Vehicles	70,000.00	70,000.00		68,900.01	1,099.99	
Total Capital Improvements -- Excluded from "CAPS"	214,510.00	214,510.00	144,510.00	68,900.01	1,099.99	-

(Continued)

Exhibit A-3

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

		Appropriations		Expended			Unexpended
		Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	Balance Canceled
MUNICIPAL DEBT SERVICE -- EXCLUDED FROM "CAPS":							
Payment of Bond Principal		$ 2,185,599.00	$ 2,185,599.00	$ 2,185,598.00			$ 1.00
Payment of Bond Anticipation Notes and Capital Notes		150,480.00	150,480.00	150,480.00			
Interest on Bonds		894,320.00	894,320.00	890,194.13			4,125.87
Interest on Notes		317,128.00	317,128.00	317,128.00			
Total Municipal Debt Service -- Excluded from "CAPS"		3,547,527.00	3,547,527.00	3,543,400.13	$ -	$ -	4,126.87
Total General Appropriations for Municipal Purposes Excluded from "CAPS"		5,441,031.08	5,558,384.89	5,387,940.63	145,100.01	21,217.38	4,126.87
Subtotal General Appropriations		25,238,629.01	25,355,982.82	24,109,954.19	708,707.39	533,194.37	4,126.87
Reserve for Uncollected Taxes		1,188,094.00	1,188,094.00	1,188,094.00			
Total		$ 26,426,723.01	$ 26,544,076.82	$ 25,298,048.19	$ 708,707.39	$ 533,194.37	$ 4,126.87
	Ref.	A-2			A	A	

	Ref.		
Budget	A-2	$ 26,426,723.01	
Appropriation by N.J.S.A. 40A:4-87 - Chapter 159's	A-2	117,353.81	
		$ 26,544,076.82	
Reserve for Federal and State Grant Fund--Appropriated	SA-20		$ 1,037,174.89
Disbursed	A-3		23,578,765.50
Appropriation Refunds	A-3		(505,986.20)
Reserve for Uncollected Taxes	A-3		1,188,094.00
			$ 25,298,048.19

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

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

	Ref.	2025	2024
ASSETS:			
Animal Control Fund:			
Cash	SB-1	$ 18,662.88	$ 22,268.34
Birchwood Lake Dam - Trust Fund:			
Cash	SB-1	184,623.38	255,543.96
Other Funds:			
Cash	SB-1	2,638,894.18	2,832,083.55
Length of Service Award Program:			
Investments - Length of Service Awards Program	SB-2	2,533,525.79	2,236,310.11
Municipal Open Space Fund:			
Cash	SB-1	1,872,551.98	754,642.30
Due from Current Fund	SB-9		1,518,263.61
		1,872,551.98	2,272,905.91
		$ 7,248,258.21	$ 7,619,111.87
LIABILITIES, RESERVES AND FUND BALANCE:			
Animal Control Fund:			
Reserve for Animal Control Expenditures	SB-3	$ 18,643.77	$ 22,251.70
Due to Current Fund	SB-5	19.11	16.64
		18,662.88	22,268.34
Birchwood Lake Dam - Trust Fund:			
Reserve for Homeowners Dam Restoration	SB-11	184,623.38	255,543.96
Other Funds:			
Due to Current Fund	SB-6	3,751.84	3,452.88
Reserve for:			
Outside Employment of Off-Duty Municipal Police	SB-7	42,716.09	9,868.00
Payroll Deductions Payable	SB-7	92,236.11	98,090.34
Flex Trust	SB-7	2,859.59	3,285.65
Net Payroll	SB-7	54.16	
Special Law Enforcement	SB-7	24,460.47	23,970.73
Miscellaneous Deposits	SB-7	92,500.37	94,868.73
Road Improvement Escrows	SB-7	121,925.29	121,925.29
Fair Share Traffic Construction	SB-7	9,536.00	9,536.00
Abandoned & Vacant Property Code Enforcement	SB-7	53,000.00	12,500.00

(Continued)

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

	Ref.	2025	2024
LIABILITIES, RESERVES AND FUND BALANCE (CONT'D):			
Other Funds (Cont'd):			
Reserve for (Cont'd):			
Planning Board Subdivision Escrow	SB-7	$ 1,030,656.33	$ 1,091,037.84
K-9 Unit Trust	SB-7	14,097.79	4,993.28
Miscellaneous	SB-7	3,427.82	3,427.82
New Jersey Unemployment Compensation Insurance	SB-7	117,519.56	114,314.68
Sanitary Landfill Facility Closure and Contingency Fund	SB-7	13,648.13	13,648.13
Public Defender	SB-7	12,060.71	5,702.34
Parking Offenses Adjudication Act (POAA)	SB-7	928.00	926.00
Housing	SB-7	311,725.16	324,176.50
Unclaimed Bail - Disposal of Forfeited Property	SB-7	13,434.02	13,434.02
Fire Safety Penalties	SB-7	1,415.74	1,387.41
Resale of Snow Removal Chemicals - Commodity Resale	SB-7	56,223.00	48,251.21
Snow Removal Trust Fund	SB-7	19,690.79	118,252.39
Federal Forfeiture Trust	SB-7	1,754.50	1,719.39
Tax Title Lien Redemption	SB-7	8,421.71	55,571.00
Tax Sale Premium	SB-7	462,300.00	486,700.00
Street Opening Trust	SB-7	27,985.39	82,359.52
Accumulated Absences	SB-7	99,333.74	87,545.50
Sunshine Trust	SB-7	1,231.87	1,138.90
		2,638,894.18	2,832,083.55
Length of Service Award Program:			
Reserve for Length of Service Awards Program	SB-2	2,533,525.79	2,236,310.11
Municipal Open Space Fund:			
Due to General Capital Fund	C	12,925.00	12,925.00
Accounts Payable	SB-12	2,312.50	12,000.00
Encumbrances	B-3,SB-10	10,176.26	92,915.03
Appropriation Reserves	B-3,SB-10	38,206.56	15,686.25
Reserve for Future Use	B-1,SB-8	1,808,931.66	2,139,379.63
		1,872,551.98	2,272,905.91
		$ 7,248,258.21	$ 7,619,111.87

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

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

	Ref.	2025	2024
REVENUE AND OTHER INCOME REALIZED:			
Reserve for Future Use	B-2	$ 523,219.98	$ 520,090.98
Amount to be Raised by Taxation	B-2	950,954.56	759,334.82
Interest on Investments and Deposits	B-2	24,387.94	28,167.81
MYAA Debt Reimbursement	B-2	100,585.91	128,517.22
Miscellaneous Unanticipated Revenues	B-2	1,158,804.50	129,800.00
Unexpended Balance of Appropriation Reserves	SB-10	26,857.65	59,579.50
Total Income		2,784,810.54	1,625,490.33
EXPENDITURES:			
Budget Appropriations:			
Salary and Wages	B-3	179,890.00	159,248.00
Other Expenses	B-3	529,646.53	350,000.00
Debt Service	B-3	882,502.00	890,327.00
Direct Charges to Reserve:			
Finance General Capital Improvement			
Authorization - Ordinance 2025-18	SB-8	1,000,000.00	
Total Expenditures		2,592,038.53	1,399,575.00
Excess in Revenue		192,772.01	225,915.33
RESERVE FOR FUTURE USE:			
Balance January 1,		2,139,379.63	2,433,555.28
		2,332,151.64	2,659,470.61
Decreased by:			
Reserve Funds Utilized as Revenue		523,219.98	520,090.98
Balance December 31,		$ 1,808,931.66	$ 2,139,379.63

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

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

	Ref.	Anticipated Budget	Realized	Excess or (Deficit)
Amount to be Raised by Taxation	SB-9	$ 948,232.64	$ 950,954.56	$ 2,721.92
Interest on Investments and Deposits	SB-9	20,000.00	24,387.94	4,387.94
MYAA Debt Reimbursement	SB-9	100,585.91	100,585.91	
Reserve for Future Use	B-1	523,219.98	523,219.98	
Miscellaneous Unanticipated Revenues	B-1		1,158,804.50	1,158,804.50
		$ 1,592,038.53	$ 2,757,952.89	$ 1,165,914.36
	Ref.	B-3	B-1	

Analysis of Realized Revenues

	Ref.		
Receipts:			
Interest on Investments and Deposits	B-1		$ 24,387.94
MYAA Debt Reimbursement	B-1, SB-1		100,585.91
Miscellaneous Unanticipated Revenue:			
County of Burlington	SB-8	$ 127,440.00	
Due State of New Jersey - Green Acres Reimbursements	SB-8	1,016,712.50	
Miscellaneous - Farming Receipts	SB-8	14,652.00	
			1,158,804.50
			1,283,778.35
Due Current Fund:			
Levy - Current Year	SB-9	948,232.64	
Added and Omitted Taxes - Current Year	SB-8	2,721.92	
			950,954.56
Reserve for Future Use	B-1		523,219.98
			$ 2,757,952.89

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

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

	Appropriations		Expended		
	Original Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved
Maintenance of Lands for Recreation and Conservation:					
Salary and Wages	$ 169,890.00	$ 179,890.00	$ 171,782.71		$ 8,107.29
Other Expenses	539,646.53	529,646.53	490,293.57	$ 10,176.26	29,176.70
	709,536.53	709,536.53	662,076.28	10,176.26	37,283.99
Debt Service:					
Payment of Bond Principal	619,402.00	619,402.00	619,402.00		
Payment of BAN and Capital Notes	12,925.00	12,925.00	12,925.00		
Interest on Bonds	236,787.00	236,787.00	236,787.00		
Interest on Notes	13,388.00	13,388.00	12,465.43		922.57
	882,502.00	882,502.00	881,579.43	-	922.57
	$ 1,592,038.53	$ 1,592,038.53	$ 1,543,655.71	$ 10,176.26	$ 38,206.56
Ref.	B-2	B-2		B	B

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

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

	Ref.	2025	2024
ASSETS:			
Cash	SC-1	$ 3,226,605.78	$ 7,894,440.02
Grants Receivable:			
Receivables offset with Reserves	SC-8	222,147.00	222,147.00
Due from Municipal Open Space Trust Fund	B	12,925.00	12,925.00
Due from Braddock's Mill Conservation Association	SC-5	55,000.00	
Deferred Charges to Future Taxation:			
Funded	SC-3	29,000,000.00	31,805,000.00
Unfunded	SC-4	12,111,620.00	8,484,335.00
		$ 44,628,297.78	$ 48,418,847.02
LIABILITIES, RESERVES AND FUND BALANCE:			
General Serial Bonds	SC-9	$ 29,000,000.00	$ 31,805,000.00
Bond Anticipation Notes	SC-10	8,388,336.00	7,453,164.00
Improvement Authorizations:			
Funded	SC-6	992,948.97	2,094,874.95
Unfunded	SC-6	3,516,453.98	3,489,082.22
Reserve for Encumbrances	SC-7	2,406,757.62	3,147,252.98
Reserve for Payment of Debt Service	SC-11		7,750.00
Reserve for Receivables	SC-8	222,147.00	222,147.00
Due to Current Fund	SC-12		100,520.00
Capital Improvement Fund	SC-5	3,741.00	3,741.00
Fund Balance	C-1	97,913.21	95,314.87
		$ 44,628,297.78	$ 48,418,847.02

There were bonds and notes authorized but not issued on December 31, 2025 totaling $3,723,284.00 and 2024 totaling $1,031,171.00. (SC-13)

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

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

	Ref.	
Balance December 31, 2024	C-1	$ 95,314.87
Increased by:		
Premium on Sale of Bond Anticipation Notes	SC-1	82,598.34
		177,913.21
Decreased by:		
Anticipated as Revenue in Current Fund	SC-1	80,000.00
Balance December 31, 2025	C-1	$ 97,913.21

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

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

	Ref.	2025	2024
ASSETS:			
Operating Fund:			
Cash	SD-1	$ 3,019,375.29	$ 3,276,248.23
Receivables with Full Reserves:			
Water and Sewer Rents Receivable	SD-3	181,496.07	290,300.17
Insurance Claims Receivable	D	2,411.22	2,411.22
		183,907.29	292,711.39
		3,203,282.58	3,568,959.62
Capital Fund:			
Cash	SD-1	5,513,955.53	7,205,994.63
Due from Water and Sewer Utility Operating Fund	D-3	58,380.00	58,380.00
Fixed Capital	SD-4	75,069,904.33	72,916,001.37
Fixed Capital Authorized and Uncompleted	SD-5	24,666,391.64	24,792,891.64
		105,308,631.50	104,973,267.64
		$ 108,511,914.08	$ 108,542,227.26

(Continued)

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

	Ref.	2025	2024
LIABILITIES, RESERVES AND FUND BALANCE:			
Operating Fund:			
Liabilities:			
Reserves for Encumbrances	SD-6;D-3	$ 547,767.97	$ 444,384.00
Appropriation Reserves	SD-6;D-3	649,867.92	332,409.08
Accounts Payable	SD-7	20,519.03	34,384.29
Due to Water and Sewer Utility Capital Fund	D-3	58,380.00	58,380.00
Accrued Interest on Bonds and Notes	SD-8	170,856.55	182,007.78
Overpayments	SD-14	9,726.63	10,067.80
Prepaid Rents	SD-15	562,892.83	649,597.30
		2,020,010.93	1,711,230.25
Reserve for Receivables	D	183,907.29	292,711.39
Fund Balance	D-1	999,364.36	1,565,017.98
		3,203,282.58	3,568,959.62
Capital Fund:			
Serial Bonds	SD-12	6,933,000.00	8,023,000.00
Loans Payable	SD-13	4,598,952.39	5,772,470.70
Bond Anticipation Notes	SD-17	6,798,278.00	4,956,558.00
Improvement Authorizations:			
Funded	SD-9	272,637.61	874,898.62
Unfunded	SD-9	3,967,393.89	3,300,318.03
Capital Improvement Fund	SD-2	406,399.00	306,399.00
Reserve for Encumbrances	SD-10	746,957.46	2,578,088.22
Reserve for Amortization	SD-11	69,889,989.96	67,864,068.69
Deferred Reserve for Amortization	SD-16	11,415,538.62	11,092,158.62
Reserve for Payment of Debt Service	D	55,488.73	55,488.73
Reserve for Developer Contributions	D	44,420.45	44,420.45
Fund Balance	D-4	179,575.39	105,398.58
		105,308,631.50	104,973,267.64
		$ 108,511,914.08	$ 108,542,227.26

There were bonds and notes authorized but not issued on December 31, 2025 totaling $100,537.00 and 2024 totaling $637.00.(SD-18)

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

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

	Ref.	2025	2024
REVENUE AND OTHER INCOME REALIZED:			
Fund Balance Anticipated	D-2	$ 1,351,642.00	$ 786,123.00
Water and Sewer Rents	D-2	7,407,058.04	7,059,481.34
Miscellaneous	D-2	386,838.49	423,334.10
Other Credits to Income:			
Unexpended Balance of Appropriation Reserves	SD-6	311,428.52	155,251.21
Total Income		9,456,967.05	8,424,189.65
EXPENDITURES:			
Operating	D-3	5,275,042.00	4,545,261.00
Capital Improvements	D-3	262,000.00	204,000.00
Debt Service	D-3	2,856,237.67	2,799,149.97
Deferred Charges and Statutory Expenditures	D-3	277,699.00	274,223.00
Total Expenditures		8,670,978.67	7,822,633.97
Statutory Excess to Fund Balance		785,988.38	601,555.68
FUND BALANCE:			
Balance January 1	D	1,565,017.98	1,749,585.30
		2,351,006.36	2,351,140.98
Decreased by:			
Utilized as Anticipated Revenue	D-1	1,351,642.00	786,123.00
Balance December 31	D	$ 999,364.36	$ 1,565,017.98

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

Exhibit D-2

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

	Ref.	Anticipated Budget	Realized	Excess
Fund Balance Anticipated	D-1	$ 1,351,642.00	$ 1,351,642.00	
Water and Sewer Rents	D-1	7,059,481.00	7,407,058.04	$ 347,577.04
Miscellaneous	D-1	330,000.00	386,838.49	56,838.49
		$ 8,741,123.00	$ 9,145,538.53	$ 404,415.53
	Ref.	D-3		

Analysis of Realized Miscellaneous Revenue

Receipts:		
Interest on Investments and Deposits		$ 198,154.38
Connection Fees		47,996.51
Penalties		140,367.97
Refunds and Reimbursements		319.63
	D-1, SD-1	$ 386,838.49

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

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

	Appropriations		Expended			Unexpended
	Original Budget	Budget After Modification	Paid or Charged	Encumbrances	Reserved	Balance Canceled
Operating:						
Salaries and Wages	$ 1,045,573.00	$ 1,045,573.00	$ 929,196.53		$ 116,376.47	
Other Expenses	4,229,469.00	4,229,469.00	3,321,307.16	$ 477,868.68	430,293.16	
Total Operating	5,275,042.00	5,275,042.00	4,250,503.69	477,868.68	546,669.63	$ -
Capital Improvements:						
Capital Improvement Fund	100,000.00	100,000.00	100,000.00			
Capital Outlay	162,000.00	162,000.00	3,779.96	69,899.29	88,320.75	
Total Capital Improvements	262,000.00	262,000.00	103,779.96	69,899.29	88,320.75	-
Debt Service:						
Payment of Bond Principal	1,090,000.00	1,090,000.00	1,090,000.00			
Payment of Bond Anticipation Notes	58,380.00	58,380.00	58,380.00			
Interest on Bonds	258,358.00	243,738.37	231,557.23			12,181.14
Interest on Notes	223,967.52	238,587.15	238,587.15			
Payment of Loan Principal	1,173,519.00	1,173,519.00	1,127,318.33			46,200.67
Interest on Loans	122,157.48	122,157.48	110,394.96			11,762.52
Total Debt Service	2,926,382.00	2,926,382.00	2,856,237.67	-	-	70,144.33
Deferred Charges and Statutory Expenditures:						
Statutory Expenditures:						
Public Employees Retirement System	157,699.00	157,699.00	157,699.00			
Contributions to Social Security System (O.A.S.I.)	80,000.00	80,000.00	65,122.46		14,877.54	
Retiree Health Benefits	40,000.00	40,000.00	40,000.00			
Total Statutory Expenditures	277,699.00	277,699.00	262,821.46	-	14,877.54	-
	$ 8,741,123.00	$ 8,741,123.00	$ 7,473,342.78	$ 547,767.97	$ 649,867.92	$ 70,144.33
Ref.	D-2	D-2		D	D	

	Ref.	
Accrued Interest on Bonds and Loans	SD-8	$ 580,539.34
Disbursed	SD-1	6,883,168.28
Due To Water and Sewer Utility Capital Fund	D	58,380.00
Appropriations Refunded	D-3	(48,744.84)
		$ 7,473,342.78

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

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

Balance December 31, 2024	$	105,398.58
Increased by:		
Premium on Sale of Bond Anticipation Notes		74,176.81
Balance December 31, 2025	$	179,575.39

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

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

	Balance Dec. 31, 2024	Additions	Deletions	Balance Dec. 31, 2025
General Fixed Assets:				
Land and Improvements	$ 25,348,009.78	$ 989,717.16		$ 26,337,726.94
Buildings and Improvements	21,434,865.24	111,227.13		21,546,092.37
Vehicles, Machinery and Equipment	16,403,701.65	3,311,201.38	$ 684,142.00	19,030,761.03
Total General Fixed Assets	$ 63,186,576.67	$ 4,412,145.67	$ 684,142.00	$ 66,914,580.34
Total Investments in General Fixed Assets	$ 63,186,576.67	$ 4,412,145.67	$ 684,142.00	$ 66,914,580.34

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

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Description of Financial Reporting Entity - The Township of Medford (hereafter referred to as the "Township") was incorporated as a township by an act of the New Jersey legislature on February 4, 1847 from portions of Evesham Township. The Township, located in Burlington County, New Jersey, has a total area of approximately forty square miles, and is located approximately twenty miles from the City of Philadelphia. The Township borders Evesham Township, Tabernacle Township, Mount Laurel Township, Southampton Township, Shamong Township, and Lumberton Township. According to the 2020 census, the population was 24,497.

The Township has a Council - Manager form of government known as the Council - Manager Plan E under the Optional Municipal Charter Law of 1960, popularly known as the Faulkner Act. There are four Township Council Members who are elected to four-year terms. The Mayor is elected at large to a four-year term. Administrative responsibilities fall under the Township Manager, who is appointed by Council. Executive responsibilities rest with the Township Council.

Component Units - The Township had no component units as defined by Governmental Accounting Standards Board Statement No. 14, as amended.

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

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

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

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

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

Water and Sewer Utility Operating and Capital Funds - The water and sewer utility operating and capital funds account for the operations and acquisition of capital facilities of the municipally owned water and 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 Township must adopt an annual budget for its current, municipal open space, and water 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 Township's financial statements.

Cash, Cash Equivalents and Investments - Cash and cash equivalents include petty cash, change funds and cash on deposit with public depositories. All certificates of deposit are recorded as cash regardless of the date of maturity. Investments are stated at cost; therefore, unrealized gains or losses on investments have not been recorded. Investments recorded in the trust fund for the Township'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 Township 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 Township has adopted a capitalization threshold of $5,000.00, the maximum amount allowed by the Circular. Generally, assets are valued at historical cost; however, assets acquired prior to December 31, 1985 are valued at actual historical cost or estimated historical cost. No depreciation of general fixed assets is recorded. Donated general fixed assets are recorded at acquisition value as of the date of the transaction. Interest costs relative to the acquisition of general fixed assets are recorded as expenditures when paid. Public domain ("infrastructure") general fixed assets consisting of certain improvements such as roads, bridges, curbs and gutters, streets and sidewalks and drainage systems are not capitalized. Expenditures for construction in progress are recorded in the capital funds until such time as the construction is completed and put into operation. The Township is required to maintain a subsidiary ledger detailing fixed assets records to control additions, retirements, and transfers of fixed assets. In addition, a statement of general fixed asset group of accounts, reflecting the activity for the year, must be included in the Township's basic financial statements.

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

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

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

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

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

Fund Balance - Fund balances included in the current fund and water 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 Township's budget. Receivables for property taxes are recorded with offsetting reserves on the statement of assets, liabilities, reserves, and fund balance of the Township's current fund; accordingly, such amounts are not recorded as revenue until collected. Other amounts that are due to the Township which are susceptible to accrual are also recorded as receivables with offsetting reserves and recorded as revenue when received.

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

School Taxes - The Township is responsible for levying, collecting, and remitting school taxes for the Township of Medford School District and the Lenape Regional High School District. For both school districts, operations is charged for the Township's share of the amount required to be raised by taxation for the period from July 1 to June 30, increased by the amount deferred at December 31, 2024 and decreased by the amount deferred at December 31, 2025.

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

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

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

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: <u>SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)</u>

<u>Long-Term Debt</u> - 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.

<u>Compensated Absences and Postemployment Benefits</u> - 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.

<u>Impact of Recently Issued Accounting Principles</u>

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:

The GASB issued 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.

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 non-recognized events and (b) specifying the information items that are required to be disclosed about subsequent events. The Statement will become effective for the Township in the year ending December 31, 2027. Management is currently evaluating whether or not this Statement will have an impact on the basic financial statements of the Township.

Note 2: <u>CASH AND CASH EQUIVALENTS</u>

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

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

As of December 31, 2025, the Township's bank balances of $33,456,238.77 were exposed to custodial credit risk as follows:

Insured by FDIC and GUDPA	$ 32,563,750.01
Uninsured and Uncollateralized	892,488.76
Total	$ 33,456,238.77

Note 3: PROPERTY TAXES

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

Comparative Schedule of Tax Rates

	Year Ended				
	2025	**2024**	**2023**	**2022**	**2021**
Apportionment of Tax Rate:					
Municipal	$ 0.519	$ 0.488	$ 0.416	$ 0.416	$ 0.406
Municipal Open Space	0.030	0.024	0.024	0.024	0.024
County	0.563	0.522	0.474	0.445	0.447
Regional High School	0.820	0.833	0.780	0.765	0.785
Local School	1.822	1.682	1.624	1.600	1.570
Tax Rate	$ 3.754	$ 3.549	$ 3.318	$ 3.250	$ 3.232

Assessed Valuation

Year	Amount
2025	$ 3,158,191,500.00
2024	3,153,248,468.00
2023	3,140,582,317.00
2022	3,084,222,807.00
2021	3,062,256,508.00

Comparison of Tax Levies and Collections

Year	Tax Levy	Collections	Percentage of Collections
2025	$ 118,902,761.46	$ 118,021,413.01	99.26%
2024	112,297,196.23	111,361,818.73	99.17%
2023	104,927,356.85	104,018,903.71	99.13%
2022	101,698,292.93	100,914,224.32	99.23%
2021	99,648,060.36	99,008,783.82	99.36%

Note 3: PROPERTY TAXES (CONT'D)

Delinquent Taxes and Tax Title Liens

Year	Tax Title Liens	Delinquent Taxes	Total Delinquent	Percentage of Tax Levy
2025	$ 151,494.51	$ 766,092.85	$ 917,587.36	0.77%
2024	130,770.65	1,005,105.77	1,135,876.42	1.01%
2023	115,081.11	842,346.27	957,427.38	0.91%
2022	145,737.08	722,349.35	868,086.43	0.85%
2021	134,716.77	654,226.27	788,943.04	0.79%

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

Year	Number
2025	41
2024	34
2023	34
2022	36
2021	31

Note 4: PROPERTY ACQUIRED BY TAX TITLE LIEN LIQUIDATION

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

Year	Amount
2025	$ 746,500.00
2024	746,500.00
2023	902,400.00
2022	902,400.00
2021	902,400.00

Note 5: WATER AND SEWER UTILITY SERVICE CHARGES

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

Year	Balance Beginning of Year Receivable	Levy	Total	Cash Collections
2025	$ 290,300.17	$ 7,298,253.94	$ 7,588,554.11	$ 7,407,058.04
2024	224,828.57	7,124,952.94	7,349,781.51	7,059,481.34
2023	153,816.82	6,977,586.80	7,131,403.62	6,906,575.05
2022	231,578.38	6,590,688.79	6,822,267.17	6,668,450.35
2021	182,019.90	6,409,376.74	6,591,396.64	6,359,818.26

Note 6: FUND BALANCES APPROPRIATED

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

Current Fund

Year	Balance December 31,	Utilized in Budget of Succeeding Year	Percentage of Fund Balance Used
2025	$ 2,933,333.93	$ 2,131,275.88	72.66%
2024	1,671,949.91	1,325,540.00	79.28%
2023	3,640,334.91	3,285,600.00	90.26%
2022	3,950,946.35	3,285,600.00	83.16%
2021	4,553,448.39	3,193,692.00	70.14%

Water and Sewer Utility Fund

Year	Balance December 31,	Utilized in Budget of Succeeding Year	Percentage of Fund Balance Used
2025	$ 999,364.36	$ 904,097.76	90.47%
2024	1,565,017.98	1,351,642.00	86.37%
2023	1,749,585.30	786,123.00	44.93%
2022	1,827,112.09	798,705.00	43.71%
2021	3,779,882.47	2,133,066.00	56.43%

Note 7: INTERFUND RECEIVABLES AND PAYABLES

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

Fund	Interfunds Receivable	Interfunds Payable
Current	$ 3,770.95	$ 23,858.10
Federal and State Grant	23,858.10	
Animal Control Fund		19.11
Trust Other Funds		3,751.84
Municipal Open Space Trust Fund		12,925.00
General Capital Fund	12,925.00	
Water and Sewer Operating Fund		58,380.00
Water and Sewer Capital Fund	58,380.00	
Totals	$ 98,934.05	$ 98,934.05

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 Township expects to liquidate such interfunds, depending upon the availability of cash flows.

Note 8: PENSION PLANS

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

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

General Information about the Pension Plans

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

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

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

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

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.

Note 8: PENSION PLANS (CONT'D)

General Information about the Pension Plans (Cont'd)

Contributions

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

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

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

The Employer's contractually required contribution rate for the year ended December 31, 2025, was 13.33% of the Employer's covered payroll. This amount was actuarially determined as the amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, including an additional amount to finance any unfunded accrued liability.

Based on the most recent PERS measurement date of June 30, 2025, the Employer's contractually required contribution to the pension plan for the year ended December 31, 2025, is $461,553.00, 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 $525,663.00, which was paid on April 1, 2025.

Employee contributions to the Plan for the year ended December 31, 2025, were $264,209.50.

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 .41% 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 for the year ended December 31, 2025, was $14,271.00.

Note 8: <u>PENSION PLANS (CONT'D)</u>

<u>General Information about the Pension Plans (Cont'd)</u>

Contributions (Cont'd)

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

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

The Employer's contractually required contribution rate for the year ended December 31, 2025, was 37.37% of the Employer's covered payroll. This amount was actuarially determined as the amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability.

Based on the most recent PFRS measurement date of June 30, 2025, the Employer's contractually required contribution to the pension plan for the year ended December 31, 2025, is $1,677,837.00, and is payable by April 1, 2026. Due to the basis of accounting described in Note 1, no liability has been recorded in the financial statements for this amount. For the prior year measurement date of June 30, 2024, the Employer's contractually required contribution to the pension plan for the year ended December 31, 2024, was $1,561,836.00, which was paid on April 1, 2025.

Employee contributions to the Plan for the year ended December 31, 2025, were $450,855.70.

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 6.31% 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 for the year ended December 31, 2025, was $283,373.00, and is payable by April 1, 2026.

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 Township contributes 3% of the employees' base salary for each pay period.

For the year ended December 31, 2025, employee contributions totaled $10,326.73, and the Employer's contributions were $10,000. There were no forfeitures during the year.

Note 8: PENSION PLANS (CONT'D)

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 $4,153,501.00. 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 .0337720059%, which was a decline of .0048589261% from its proportion measured as of June 30, 2024.

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 $59,567.00. This (benefit) expense is not recognized by the Employer because of the regulatory basis of accounting as described in Note 1; however, as previously mentioned, for the year ended December 31, 2024, the Employer's contribution to PERS was $525,659.00, 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 $14,271.00. 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	$ 11,777,205.00
State of New Jersey's Proportionate Share of Net Pension Liability Associated with the Employer	2,390,741.00
	$ 14,167,946.00

The net pension liability was measured as of June 30, 2025, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2024. The total pension liability was calculated through the use of updated procedures to roll forward from the actuarial valuation date to the measurement date of June 30, 2025. The Employer's proportion of the net pension liability was based on a projection of the Employer's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers and the State of New Jersey, actuarially determined. For the June 30, 2025 measurement date, the Employer's proportion was .1174311100%, which was an increase of 0.0045196400% 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 .1174311100%, which was an increase of 0.0045196200% 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 $743,256.00. This (benefit) expense is not recognized by the Employer because of the regulatory basis of accounting as described in note 1; however, as previously mentioned, for the year ended December 31, 2024, the Employer's contribution to PFRS was $1,561,836.00, 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 $283,373.00. This on-behalf (benefit) expense is not recognized by the Employer because of the regulatory basis of accounting as described in Note 1.

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

	Deferred Outflows of Resources			Deferred Inflows of Resources		
	PERS	PFRS	Total	PERS	PFRS	Total
Differences between Expected and Actual Experience	$ 118,424.00	$ 964,866.00	$ 1,083,290.00	$ 4,439.00	$ 223,836.00	$ 228,275.00
Changes of Assumptions	656.00	589,093.00	589,749.00	47,852.00	148,887.00	196,739.00
Net Difference between Projected and Actual Earnings on Pension Plan Investments	-	-	-	346,347.00	576,936.00	923,283.00
Changes in Proportion and Differences between Contributions and Proportionate Share of Contributions	196,532.00	692,312.00	888,844.00	806,832.00	466,564.00	1,273,396.00
Employer's Contributions Subsequent to the Measurement Date	230,777.00	838,919.00	1,069,696.00	-	-	-
	$ 546,389.00	$ 3,085,190.00	$ 3,631,579.00	$ 1,205,470.00	$ 1,416,223.00	$ 2,621,693.00

Deferred outflows of resources in the amounts of $230,777.00 and $838,919.00 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, 2026, contractually required contribution, prorated from the pension plans' measurement date of June 30, 2025 to the Employer's year end of December 31, 2025.

Note 8: PENSION PLANS (CONT'D)

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

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

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

Note 8: <u>PENSION PLANS (CONT'D)</u>

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

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

Year Ending Dec 31,	PERS	PFRS	Total
2026	$ (39,236.00)	$ 638,929.00	$ 599,693.00
2027	(386,009.00)	(192,313.00)	(578,322.00)
2028	(241,432.00)	(60,835.00)	(302,267.00)
2029	(203,708.00)	188,746.00	(14,962.00)
2030	(19,473.00)	255,521.00	236,048.00
	$ (889,858.00)	$ 830,048.00	$ (59,810.00)

<u>Actuarial Assumptions</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. This actuarial valuation used the following actuarial assumptions, applied to all periods included in the measurement:

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

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-2010 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.

Note 8: PENSION PLANS (CONT'D)

Actuarial Assumptions (Cont'd)

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

PERS

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
U.S. Equity	28.00%	8.55%
Non-U.S. Developed Markets Equity	12.75%	8.77%
International Small Cap Equity	1.25%	8.77%
Emerging Markets Equity	5.50%	10.30%
Private Equity	13.00%	12.00%
Real Estate	8.00%	10.78%
Real Assets	3.00%	7.90%
High Yield	4.50%	6.63%
Private Credit	8.00%	9.00%
Investment Grade Credit	7.00%	5.47%
Cash Equivalents	2.00%	3.61%
U.S. Treasuries	4.00%	3.61%
Risk Mitigation Strategies	3.00%	7.26%
	100.00%	

PFRS

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
U.S. Large-Cap Equity	24.00%	6.90%
U.S. Small/Mid Cap Equity	4.00%	7.40%
Non-U.S. Developed Large-Cap Equity	9.50%	6.70%
Non-U.S. Developed Small-Cap Equity	2.00%	7.50%
Emerging Markets Large-Cap Equity	6.00%	9.60%
Emerging Markets Small-Cap Equity	1.50%	9.60%
U.S. Treasury Bond	7.00%	4.10%
U.S. Corporate Bond	5.00%	5.90%
U.S. Mortgage-Backed Securities	5.00%	4.40%
Global Multisector Fixed Income	6.00%	6.50%
Cash	2.00%	3.40%
Real Estate Core	3.00%	5.10%
Real Estate Non-Core	4.00%	6.50%
Infrastructure	3.00%	7.00%
Private Debt/Credit	8.00%	9.10%
Private Equity	10.00%	10.10%
	100.00%	

Discount Rate -

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

Note 8: PENSION PLANS (CONT'D)

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

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

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Employer's Proportionate Share of the Net Pension Liability	$ 5,685,896.00	$ 4,153,501.00	$ 2,847,494.00

Police and Firemen's Retirement System (PFRS) - As previously mentioned, PFRS has a special funding situation, where the State of New Jersey pays a portion of the Employer's annual required contribution. As such, the net pension liability as of 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 rates 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	$ 17,132,837.00	$ 11,777,205.00	$ 7,308,921.00
State of New Jersey's Proportionate Share of Net Pension Liability	3,477,920.00	2,390,741.00	1,483,691.00
	$ 20,610,757.00	$ 14,167,946.00	$ 8,792,612.00

Pension Plan Fiduciary Net Position

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

Note 9: <u>LENGTH OF SERVICE AWARDS PROGRAM</u>

<u>Plan Description</u> - The Township's length of service awards program (the "Plan"), which is a defined contribution plan reported in the Township's trust fund, was created by a Township Ordinance adopted on August 27, 2002 pursuant to Section 457(e)(11)(B) of the Internal Revenue 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 Township approved the adoption of the Plan at the general election held on November 6, 2001, and the first year of eligibility for entrance into the length of service awards program by qualified volunteers was calendar year 2002. The Plan provides tax deferred income benefits to active volunteer firefighters and emergency medical personnel and is administered by Lincoln National Life Insurance Company ("Plan Administrator"), a State of New Jersey approved length of service awards program provider. The Township'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 Medford Fire Department and Township Emergency Squad, consisting of the volunteer fire department and the first aid organization, come from contributions made solely by the governing body of the Township, 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.

<u>Plan Amendments</u> - The Township 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 Township, 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 Township's governing body, provided, however, that any amendment required by the IRS, may be adopted by the Township'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 Township shall adopt the amendment by resolution of the governing body, and a certified copy of the resolution shall be forwarded to the Director. The Township 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 Township shall notify all participants in writing prior to making any amendment to the Plan.

<u>Contributions</u> - 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 $550.00 and a maximum contribution of $1,750.00 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.

The Township elected to contribute between $550.00 and $1,750.00 for the year ended December 31, 2025, per eligible volunteer, into the Plan, depending on how many years the volunteer has served. Participants direct the investment of the contributions into various investment options offered by the Plan. The Township 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.

For the year ended December 31, 2025, the Township's total expenditure to the Plan was $75,000.00.

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

Participant Accounts - Each participant's account is credited with the Township'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 Township 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 Township to the Plan, and the related earnings, are not irrevocable, and such funds are not legally protected from the creditors of the Township. These funds, however, are not available for funding the operations of the Township.

Vesting - The Township, 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 payout 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 fund on the statements of assets, liabilities, reserves, and fund balance - regulatory basis are recorded at fair value.

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

Note 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS

TOWNSHIP OF MEDFORD POSTEMPLOYMENT BENEFIT PLAN

Plan Description and Benefits Provided - The Township 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. The Employer's 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; 20 years' service with the Employer if hired prior to 2013, and 25 years' service with the Employer if hired after 2013. This provision is part of various Labor Agreements between the Township and its employees. The plan is administered by the Employer; therefore, premium payments are made directly to the HIF.

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

TOWNSHIP OF MEDFORD POSTEMPLOYMENT BENEFIT PLAN (CONT'D)

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	97
Inactive Employees Entitled to but Not Yet Receiving Benefit Payments	-
Active Employees	85
	182

Total OPEB Liability

The Employer's total OPEB liability of $68,525,168.00 was measured as of December 31, 2025, and was determined by an actuarial valuation as of this date.

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

Inflation	2.50% Annually
Salary Increases	2.50% Annually
Discount Rate	4.83%
Healthcare Cost Trend Rates:	
Medical	7.50% in 2025, reducing by .5% per annum, through 2029, then .25% per annum, leveling at 4.50% per annum in 2033
Drug	12.75% in 2025, 12.25% in 2026, 11.25% in 2027, 10% in 2028, reducing by 1% per annum, leveling at 4.50% per annum in 2034
Medicare Advantage	4.50% per annum
Dental and Vision	3.50% per annum
Retirees' Share of Benefit-Related Costs	Retiree's who retired prior to passage of Chapter 78 and those employees that had more than 25 years of service = No Contributions All other Retiree's = Subject to the Chapter 78 contribution rate in effect when they retire, but not less than 1.5%

The discount rate was based on the Bond Buyer 20 Index of December 31, 2025.

Mortality rates were based on PUB 2016 "General" classification headcount weighted mortality with generational improvement using Scale MP-2021.

An experience study was not performed on the actuarial assumptions used in the December 31, 2025, valuation since the Plan had insufficient data to produce a study with credible results. Mortality rates, termination rates, and retirement rates were based on standard tables issued by Society of Actuaries. The actuary has used their professional judgement in applying these assumptions to this Plan.

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

TOWNSHIP OF MEDFORD POSTEMPLOYMENT BENEFIT PLAN (CONT'D)

Changes in Total OPEB Liability

Balance at December 31, 2024		$ 56,131,569.00
Changes for the Year:		
Service Cost	$ 975,458.00	
Interest Cost	2,300,694.00	
Difference Between Expected and Actual Experience	10,089,783.00	
Changes in Assumptions	462,582.00	
Benefit Payments	(1,434,918.00)	
Net Changes		12,393,599.00
Balance at December 31, 2025		$ 68,525,168.00

-

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 for using a discount rate that is 1-percentage -point lower or 1-percentage-point higher than the current discount rate:

	1.00% Decrease (3.83%)	Current Discount Rate (4.83%)	1.00% Increase (5.83%)
Total OPEB Liability	$ 74,192,477.00	$ 68,525,168.00	$ 64,422,811.00

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:

	1.00% Decrease	Healthcare Cost Trend Rates	1.00% Increase
Total OPEB Liability	$ 64,446,346.00	$ 68,525,168.00	$ 74,082,314.00

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

TOWNSHIP OF MEDFORD POSTEMPLOYMENT BENEFIT 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 $6,553,305.00. As of December 31, 2025, the Employer reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Net Prior Inflows/Outflows of Resources from State Health Benefit Plan **	$ -	$ 64,297.00
Change in Recognition of State Health Benefit Fiduciary Net Position **	-	34,369.00
Difference Between Expected and Actual Experience	9,241,004.00	-
Changes of Assumptions	24,379,712.00	2,573,322.00
	$ 33,620,716.00	$ 2,671,988.00

** Related to Discontinuance in State Health Benefits Plan

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	$ 3,602,384.00
2027	4,657,433.00
2028	4,179,241.00
2029	4,179,241.00
2030	4,179,241.00
Thereafter	10,151,188.00
	$ 30,948,728.00

Note 11: COMPENSATED ABSENCES

The Township does not record accrued expenses related to compensated absences. However, it is estimated that, at December 31, 2025, accrued benefits for compensated absences are valued at $3,226,787.50.

The Township has established a compensated absences trust fund to set aside funds for future payments of compensated absences. At December 31, 2025, the balance of the fund was $99,333.74.

Note 12: DEFERRED COMPENSATION SALARY ACCOUNT

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

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

Note 13: SANITARY LANDFILL ESCROW CLOSURE FUND

The Township previously operated a municipal landfill located in the Township. The Sanitary Landfill Facility Closure and Contingency Fund Act of 1981 was enacted to provide funding, during the life of the landfill, of costs associated with the closure of sanitary landfills. The Act requires the owner or operator of every sanitary landfill to establish an escrow account for closure and deposit, on a monthly basis, an amount equal to $1.00 per ton of solid waste accepted for disposal. No withdrawals may be made from the fund without written approval from the State Department of Environmental Protection and Energy.

Under the provisions of N.J.S.A.13:1E-1 et seq., known as the Solid Waste Management Act, approval was granted by the State of New Jersey, Department of Environmental Protection (NJDEP) for a closure and post closure plan. The NJDEP accepted the Township's As-Built Documents for the closure of the landfill as complete.

The Township presently holds funds in escrow in accordance with the post closure financial plan approved by the NJDEP. At December 31, 2025, it is estimated that the landfill has reached 100% of its holding capacity. However, the escrow closure fund balance at year-end does not necessarily represent the estimated cost of closure as of that date. The required balance of the fund merely represents the amount required to be escrowed in accordance with the statute. Actual costs associated with closure are not known.

Note 14: CAPITAL DEBT

General Improvement Bonds

General Improvement Bonds, Series 2013 - On May 9, 2013, the Township issued $11,470,000.00 of general improvement bonds, with interest rates ranging from 2.0% - 3.25%. The bonds were issued to fund ordinances 2008-11 and 2009-19. The final maturity of the bonds is May 1, 2033.

General Improvement Bonds, Series 2015 - On December 17, 2015, the Township issued $3,420,000.00 of general improvement bonds, with interest rates ranging from 2.0% – 2.25%. The bonds were issued for the purpose of funding the following Ordinances 2010-15, 2013-16, 2014-10 and 2015-15. The final maturity of the bonds was June 1, 2025.

Note 14: CAPITAL DEBT (CONT'D)

General Improvement Bonds (Cont'd)

General Improvement Bonds, Bridge Commission Series 2018 - On September 6, 2018, the Bridge Commission issued $15,508,787.00 of general improvement bonds, with interest rates ranging from 4.0% – 5.0% on behalf of the Township. The bonds were issued for the purpose of funding the following Ordinances 2016-08, 2017-06, 2018-03 and 2018-10. The final maturity of the bonds is August 1, 2033.

General Improvement Bonds, Series 2020 - On October 8, 2020, the Township issued $12,240,000.00 of general improvement bonds, with interest rates ranging from 2.0% – 3.0%. The bonds were issued for the purpose of funding the following Ordinances 2019-7, 2019-8, 2020-14 and 2020-15. The final maturity of the bonds is May 1, 2038.

General Improvement Bonds, Series 2022 - On October 4, 2022, the Township issued $6,884,000.00 of general improvement bonds, with interest rates ranging from 4.0% – 5.0%. The bonds were issued for the purpose of funding the following Ordinances 2021-7 and 2022-8. The final maturity of the bonds is August 1, 2039.

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

Year	Principal	Interest	Total
2026	$ 2,440,000.00	$ 1,037,668.76	$ 3,477,668.76
2027	2,520,000.00	945,843.76	3,465,843.76
2028	2,615,000.00	850,493.76	3,465,493.76
2029	2,710,000.00	751,293.76	3,461,293.76
2030	2,805,000.00	654,918.76	3,459,918.76
2031 - 2035	11,500,000.00	1,614,715.64	13,114,715.64
2036 - 2039	4,410,000.00	277,000.00	4,687,000.00
Totals	$ 29,000,000.00	$ 6,131,934.44	$ 35,131,934.44

Water and Sewer Improvement Bonds

General Improvement Bonds, Series 2013 - On May 9, 2013, the Township issued $1,305,000.00 of general improvement bonds, with interest rates ranging from 2.0% - 3.25%. The bonds were issued to fund ordinance 2009-20. The final maturity of the bonds is May 1, 2033.

Refunding Bonds, Series 2013 - On May 9, 2013, the Township issued $5,140,000.00 of refunding bonds, with interest rates ranging from 1.0% – 2.5%. The bonds were issued to refund $4,750,000.00 of General Obligation Bonds, Series 2004 and to advance refund $2,963,000.00 of General Obligation Bonds, Series 2005. The final maturity of the bonds was August 1, 2025.

General Improvement Bonds, Series 2015 - On December 17, 2015, the Township issued $1,470,000.00 of general improvement bonds, with an interest rate of 3.00%. The bonds were issued for the purpose of funding the following Ordinances 2008-20, 2010-16, 2010-21 and 2015-16. The final maturity of the bonds is June 1, 2035.

On March 28, 2017, the Burlington County Bridge Commission issued, on behalf of the Township, $905,000.00 in county guaranteed pooled loan revenue refunding bonds with interest rates from 3.0% to 4.0% to advance refund $946,000.00 of outstanding 2006 series bonds. The final maturity of the bonds is February 15, 2026.

Note 14: CAPITAL DEBT (CONT'D)

Water and Sewer Improvement Bonds (Cont'd)

On September 6, 2018, the Burlington County Bridge Commission issued, on behalf of the Township, $946,932.00 in county guaranteed pooled loan revenue bonds with interest rates from 4.0% to 5.0%. The bonds were issued for the purpose of funding Ordinances 2018-11. The final maturity of the bonds is August 1, 2028.

Refunding Bonds, Series 2019 - On October 30, 2019, the Township issued $2,260,000.00 of refunding bonds, with interest rates ranging from 3.0% – 5.0%. The bonds were issued to refund $2,500,000.00 of General Obligation Bonds, Series 2008. The final maturity of the bonds is July 15, 2028.

General Improvement Bonds, Series 2020 - On October 8, 2020, the Township issued $3,979,000.00 of general improvement bonds, with interest rates ranging from 2.0% – 3.0%. The bonds were issued for the purpose of funding the following Ordinances 2019-8 and 2020-15. The final maturity of the bonds is May 1, 2040.

General Improvement Bonds, Series 2022 - On October 4, 2022, the Township issued $1,227,000.00 of general improvement bonds, with interest rates ranging from 4.0% – 5.0%. The bonds were issued for the purpose of funding Ordinance 2021-8. The final maturity of the bonds is August 1, 2048.

The following schedule represents the remaining debt service, through maturity, for the Water and Sewer Improvement Bonds:

Year	Principal	Interest	Total
2026	$ 818,000.00	$ 218,060.00	$ 1,036,060.00
2027	730,000.00	188,175.00	918,175.00
2028	735,000.00	159,925.00	894,925.00
2029	375,000.00	131,475.00	506,475.00
2030	390,000.00	120,300.00	510,300.00
2031 - 2035	1,980,000.00	411,793.75	2,391,793.75
2036 - 2040	1,420,000.00	191,087.50	1,611,087.50
2041 - 2045	290,000.00	78,112.50	368,112.50
2046 - 2048	195,000.00	16,575.00	211,575.00
Totals	$ 6,933,000.00	$ 1,515,503.75	$ 8,448,503.75

Water and Sewer Debt - New Jersey Environmental Infrastructure Loans

On November 8, 2007, the Township entered into a loan agreement with the New Jersey Environmental Infrastructure Trust to provide $1,106,200.00, at no interest, from the fund loan, and $1,100,000.00 at interest rates ranging from 3.0% to 5.0% from the trust loan. The proceeds were used to fund improvements to the water and sewer systems. Semiannual debt payments are due February 1st and August 1st through 2027.

On November 6, 2008, the Township entered into a loan agreement with the New Jersey Environmental Infrastructure Trust to provide $3,141,145.00, at no interest, from the fund loan, and $3,785,000.00 at interest rates ranging from 3.0% to 5.0% from the trust loan. The proceeds were used to fund improvements to the water and sewer systems. Semiannual debt payments are due February 1st and August 1st through 2028.

On November 19, 2009, the Township entered into a loan agreement with the New Jersey Environmental Infrastructure Trust to provide $1,857,763.00, at no interest, from the fund loan, and $1,965,000.00 at interest rates ranging from 3.0% to 5.0% from the trust loan. The proceeds were used to fund improvements to the water and sewer systems. Semiannual debt payments are due February 1st and August 1st through 2029.

Note 14: CAPITAL DEBT (CONT'D)

Water and Sewer Debt - New Jersey Environmental Infrastructure Loans (Cont'd)

On March 10, 2010, the Township entered into a loan agreement with the New Jersey Environmental Infrastructure Trust to provide $2,252,000.00, at no interest, from the fund loan, and $735,000.00 at interest rates ranging from 3.0% to 5.0% from the trust loan. The proceeds were used to fund improvements to the water and sewer systems. Semiannual debt payments are due February 1st and August 1st through 2029.

On December 2, 2010, the Township entered into a loan agreement (Part A and Part B) with the New Jersey Environmental Infrastructure Trust to provide $4,186,310.00, at no interest, from the fund loan, and $2,370,000.00 at interest rates ranging from 3.0% to 5.0% from the trust loan. The proceeds were used to fund improvements to the water and sewer systems. Semiannual debt payments are due February 1st and August 1st through 2030.

The following schedule represents the remaining debt service, through maturity, for the Water and Sewer Infrastructure Loans:

Year	Principal	Interest	Total
2026	$ 1,205,594.06	$ 122,412.50	$ 1,328,006.56
2027	1,234,599.06	90,612.50	1,325,211.56
2028	1,122,255.63	57,350.00	1,179,605.63
2029	682,050.82	26,250.00	708,300.82
2030	354,452.82	9,250.00	363,702.82
Totals	$ 4,598,952.39	$ 305,875.00	$ 4,904,827.39

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

	2025	2024	2023
Issued			
General:			
Bonds, Loans and Notes	$ 37,388,336.00	$ 39,258,164.00	$ 39,816,469.00
Water and Sewer Utility:			
Bonds, Loans and Notes	18,330,230.39	18,752,028.70	18,434,397.06
Total Issued	55,718,566.39	58,010,192.70	58,250,866.06
Authorized but not Issued			
General:			
Bonds, Loans and Notes	3,723,284.00	1,031,171.00	1,171.00
Water and Sewer Utility:			
Bonds, Loans and Notes	100,537.00	637.00	637.00
Total Authorized but not Issued	3,823,821.00	1,031,808.00	1,808.00
Total Issued and Authorized but not Issued	59,542,387.39	59,042,000.70	58,252,674.06
Deductions			
General:			
Reserve for Payment of Debt Service	-	7,750.00	177,750.00
Water and Sewer Utility:			
Self-Liquidating	18,430,767.39	18,752,665.70	18,435,034.06
Total Deductions	18,430,767.39	18,760,415.70	18,612,784.06
Net Debt	$ 41,111,620.00	$ 40,281,585.00	$ 39,639,890.00

Note 14: CAPITAL DEBT (CONT'D)

Summary of Statutory Debt Condition - Annual Debt Statement

The summarized statement of debt condition which follows is prepared in accordance with the required method of setting up the annual debt statement and indicated a statutory net debt of .810%.

	Gross Debt	Deductions	Net Debt
Local School Purposes	$ 3,325,000.00	$ 3,325,000.00	
Regional School Purposes	15,023,734.66	15,023,734.66	
Self-Liquidating	18,430,767.39	18,430,767.39	
General	41,111,620.00		$ 41,111,620.00
	$ 77,891,122.05	$ 36,779,502.05	$ 41,111,620.00

Net debt $41,111,620.00, divided by the equalized valuation basis per N.J.S.A.40A:2-2, as amended, $5,075,175,758.00, equals .810%.

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

3 1/2% of Equalized Valuation Basis (Municipal)	$ 177,631,151.53
Less: Net Debt	41,111,620.00
Remaining Borrowing Power	$ 136,519,531.53

Calculation of "Self-Liquidating Purpose," Water and 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		$ 9,145,538.53
Deductions:		
Operating and Maintenance Costs	$ 5,652,741.00	
Debt Service	2,856,237.67	
Total Deductions		8,508,978.67
Excess in Revenue		$ 636,559.86

Note 15: ARBITRAGE REBATE

The Tax Reform Act of 1986 placed restriction on investments of the proceeds of certain tax-exempt bonds issued after December 31, 1986. Specifically, investment earnings which are above arbitrage bond yield are required to be rebated to the United States Treasury Department within sixty days of the end of the fifth bond year. A bond year is defined, at the option of the issuing entity, as either the date of the first anniversary of bond settlement or the issuing entity's year end.

Note 15: ARBITRAGE REBATE (CONT'D)

The Township has the following bond issues outstanding that require a rebate calculation:

Bonds Issued	Issued General Capital Fund	Issued Sewer Utility Capital Fund	Total Issued	Liability
May 9, 2013	$ 11,470,000.00	$ 1,305,000.00	$ 12,775,000.00	(1)
October 8, 2020	12,240,000.00	3,979,000.00	16,219,000.00	(2)
October 4, 2022	6,884,000.00	1,227,000.00	8,111,000.00	(2)

(1) Arbitrage calculation was completed and no rebate is due.
(2) The rebate calculation on these bonds is required to be made at least once every five years. It is anticipated that when such calculation is made, the liability, if any, will be appropriated in that year's general budget.

Note 16: SCHOOL TAXES

The Township of Medford School District tax and Lenape Regional High School District tax have been raised and the liabilities deferred by statutes, resulting in the school taxes payable set forth in the current fund liabilities as follows:

	Local School District Balance December 31,		Regional School District Balance December 31,	
	2025	2024	2025	2024
Balance of Tax	$ 28,710,294.96	$ 26,463,152.46	$ 12,940,152.67	$ 13,135,222.21
Deferred	19,507,879.44	19,507,879.44	8,516,997.28	8,516,997.28
Taxes Payable	$ 9,202,415.52	$ 6,955,273.02	$ 4,423,155.39	$ 4,618,224.93

Note 17: GUARANTOR OF DEBT

In 2006, the Township became co-borrower of various loans for the reconstruction of several dams located within the Township. All of the loans were made from the New Jersey Department of Environmental Protection, Dam Restoration Loan Program. In the event the original borrower defaults on a loan the Township will be required to make the remaining payments. The terms of the loans are as follows:

Borrower	Agreement Date	Original Amount Borrowed	Interest Rate	Term	Balance Dec. 31, 2025
Old Taunton Colony Club	01/10/06	$ 433,440.00	2.00%	20 Years	$ 14,397.77
YMCA Camp Ockanickon Inc.	01/10/06	1,809,000.00	2.00%	20 Years	93,456.58
Birchwood Lake Colony Club	01/24/06	2,340,000.00	2.00%	20 Years	18,291.85
Jewish Federation of Southern NJ	01/24/06	227,500.00	2.00%	20 Years	28,821.80

The Township acts as a fiduciary for the Old Taunton Colony Club, YMCA Camp Ockanickon Inc., and Birchwood Lakes Colony Club with regards to collecting the annual billings of their association for the repayment of their loan and then pays their debt service payments with the collections. The Jewish Federation of Southern NJ pay their own payments to the New Jersey Department of Environmental Protection.

Note 18: RISK MANAGEMENT

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

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

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

Year	Township Contributions	Employee Contributions	Interest Earnings	Amount Reimbursed	Ending Balance
2025	$ -	$ 17,009.26	$ -	$ 13,804.38	$ 117,519.56
2024	-	13,281.01	-	10,000.72	114,314.68
2023	-	5,634.13	2,606.11	11,371.66	111,034.39

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

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

Joint Insurance Pool - The following coverage is provided by the JIF and MEL:

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

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

The Funds publish their own financial reports, which can be obtained from:

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

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

Note 19: OPEN SPACE, RECREATION AND FARMLAND PRESERVATION TRUST

In November 1998, pursuant to P.L. 1997, c. 24 (N.J.S.A. 40:12-15.1 et seq.), the voters of the Township authorized the establishment of the Township of Medford Open Space, Recreation and Farmland Preservation Trust Fund effective for 1999, with a tax rate of three cents per one hundred dollars of equalized valuation, for the purpose of raising revenue for the acquisition of lands and interests in lands for the conservation of farmland and open space. In November 2013, the voters of the Township authorized a rate of the Open Space, Recreation and Farmland Preservation Trust Fund to be between one cent and three cents per one hundred dollars of equalized valuation.

Amounts raised by taxation are assessed, levied, and collected in the same manner and at the same time as other taxes. Future increases in the tax rate or to extend the authorization must be authorized by referendum. All revenue received is accounted for in a trust fund dedicated by rider (N.J.S.A. 40A:4-39) for the purposes stated. Interest earned on the investment of these funds is credited to the Township of Medford Open Space, Recreation and Farmland Preservation Trust Funds.

Note 20: CONTINGENCIES

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

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

Note 21: SUBSEQUENT EVENTS

Authorization of Debt - Subsequent to December 31, the Township introduced ordinances to authorize additional bonds and notes as follows:

Purpose	Adopted	Authorization
General Improvements:		
Various General Capital Improvements	June 23, 2026	$ 2,938,350.00
Water and Sewer Utility Improvements:		
Various Utility Capital Improvements	June 23, 2026	4,875,000.00

SUPPLEMENTAL EXHIBITS

SUPPLEMENTAL EXHIBITS

CURRENT FUND

TOWNSHIP OF MEDFORD
CURRENT FUND
Statement of Current Cash
For the Year Ended December 31, 2025

		Regular		Federal and State Grant Fund
Balance December 31, 2024		$ 18,544,819.48		$ 514,411.25
Increased by Receipts:				
Taxes Receivable	$ 117,908,317.51			
Tax Overpayments	112,891.24			
Prepaid Taxes	949,327.26			
Due State of New Jersey:				
Marriage License Fees	2,350.00			
Senior Citizens and Veterans' Deductions	141,000.00			
Construction Code Fees	39,431.00			
Miscellaneous Revenue Anticipated	7,056,828.37			
Miscellaneous Revenue Not Anticipated	165,129.68			
Refunds of Current Year Appropriations	505,986.20			
Refunds of Reserve Appropriations	35,385.57			
Reserve for Election Workers	680.00			
Due Water and Sewer Utility Operating Fund	24,095.23			
Due Trust Other Fund	298.96			
Petty Cash	300.00			
Grants Receivable			$ 366,061.91	
Reserve for Appropriated Grants			20,626.73	
		126,942,021.02		386,688.64
		145,486,840.50		901,099.89
Decreased by Disbursements:				
2025 Appropriations	23,578,765.50			
2024 Appropriation Reserves	946,370.94			
Due County -- Added and Omitted Taxes	54,994.54			
County Taxes Payable	17,798,306.23			
Local School Taxes Payable	55,287,673.50			
Regional High School Taxes Payable	26,075,337.54			
Accounts Payable	17,171.48			
Due State of New Jersey:				
Marriage License Fees	2,325.00			
Construction Code Fees	42,049.00			
Due Municipal Open Space Trust Fund:				
Current Year Levy	2,469,218.17			
Refund of Tax Overpayments	75,907.45			
Refund of Budgeted Revenues	105,743.26			
Reserve for Election Workers	680.00			
Refund Prior Year Revenue	24,795.62			
Petty Cash	200.00			
Reserve for Appropriated Grants			752,605.33	
Due General Capital Fund			106,829.59	
Due Current Fund			784.38	
		126,479,538.23		860,219.30
Balance December 31, 2025		$ 19,007,302.27		$ 40,880.59

Exhibit SA-2

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

Office	Amount
Tax Office	$ 350.00
Municipal Court	200.00
	$ 550.00

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

	Balance Dec. 31, 2024	2025 Levy	Added Taxes	Collected 2024	Collected 2025	Due from State of New Jersey	Overpayments Applied	Canceled	Transferred to Tax Title Liens	Balance Dec. 31, 2025
Arrears	$ 40,664.44				$ 40,664.44					$ -
2020	4,612.18				4,612.18					-
2021	6,179.58				6,179.58					-
2022	5,469.52				5,469.52					-
2023	28,464.36				28,464.36					-
2024	919,715.69		$ 42,724.65		959,674.49		$ 250.00	$ 351.77	$ 2,164.08	-
	1,005,105.77	$ -	42,724.65	$ -	1,045,064.57	$ -	250.00	351.77	2,164.08	-
2025		118,902,761.46		1,015,581.23	116,863,252.94	142,578.84		96,695.82	18,559.78	766,092.85
	$ 1,005,105.77	$ 118,902,761.46	$ 42,724.65	$ 1,015,581.23	$ 117,908,317.51	$ 142,578.84	$ 250.00	$ 97,047.59	$ 20,723.86	$ 766,092.85

Analysis of 2025 Property Tax Levy

Tax Yield:			
General Purpose		$ 118,538,481.03	
Added / Omitted Taxes		343,167.24	
Miscellaneous Added Taxes		21,113.19	
			$ 118,902,761.46
Tax Levy:			
Local District School Tax		$ 57,534,816.00	
Regional High School Tax		25,880,268.00	
County Taxes:			
County Tax	$ 14,634,700.50		
County Library Tax	1,370,741.15		
County Open Space Preservation	1,792,864.58		
Due County for Added and Omitted Taxes	51,417.76		
		17,849,723.99	
Municipal Open Space Tax	948,232.64		
Due Municipal Open Space Fund for Added and Omitted Taxes	2,721.92		
Local Tax for Municipal Purposes	16,376,858.16		
Add: Additional Tax Levied	310,140.75		
		17,637,953.47	
			$ 118,902,761.46

Exhibit SA-4

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

Balance December 31, 2024	$	130,770.65
Increased by:		
Transfers from Taxes Receivable		20,723.86
Balance December 31, 2025	$	151,494.51

Exhibit SA-5

CURRENT FUND
Schedule of Property Acquired for Taxes -- Assessed Valuation
As of December 31, 2025 and 2024

Balance December 31, 2025 and 2024	$	746,500.00

Exhibit SA-6

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

	Balance Dec. 31, 2024	Accrued in 2025	Collected	Balance Dec. 31, 2025
Miscellaneous Revenues:				
Licenses:				
Alcoholic Beverages		$ 26,188.00	$ 26,188.00	
Fees and Permits:				
Other		224,058.12	224,058.12	
Fines and Costs:				
Municipal Court	$ 8,939.74	141,888.69	142,761.99	$ 8,066.44
Interest and Costs on Taxes		260,659.42	260,659.42	
Interest on Investments and Deposits		550,857.48	550,857.48	
Tower Rental		9,600.00	9,600.00	
Cable Television Fees		324,051.43	324,051.43	
Emergency Medical Service Billing Income		890,080.66	890,080.66	
Energy Receipts Tax		2,004,918.34	2,004,918.34	
Reserve for Payment in Lieu of Taxes - Garden State Trust		12,120.00	12,120.00	
Dedicated Uniform Construction Code Fees Offset				
With Appropriations (N.J.S.40A:4-36 and N.J.A.C.5:23-4.17):				
Uniform Construction Code Fees		594,023.00	594,023.00	
Shared Municipal Service Agreements offset with Appropriations:				
Police Salaries - Lenape Regional High School District		621,344.40	621,344.40	
Emergency Medical Services - Medford Lakes Borough		13,500.00	13,500.00	
Assessor - Medford Lakes Borough		31,634.04	31,634.04	
Reserve for Payment of Debt Services		7,750.00	7,750.00	
General Capital Fund Surplus		80,000.00	80,000.00	
Liquidation of General Capital Interfund		100,520.00	100,520.00	
Sale of Alcoholic Beverage License		400,000.00	400,000.00	
MYAA Debt Reimbursement		34,510.00	34,510.00	
Payment in Lieu of Taxes		728,251.49	728,251.49	
	$ 8,939.74	$ 7,055,955.07	$ 7,056,828.37	$ 8,066.44

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

	Balance December 31, 2024				
	Encumbered	Reserved	Balance After Modification	Paid or Charged	Lapsed to Fund Balance
OPERATIONS -- WITHIN "CAPS"					
General Government Functions					
Department of Administration:					
Office of the Manager:					
Salaries and Wages		$ 57,667.65	$ 57,667.65		$ 57,667.65
Other Expenses	$ 138.55	28.46	167.01	$ 151.43	15.58
Human Resources:					
Salaries and Wages		28,591.29	28,591.29		28,591.29
Other Expenses		1.96	1.96		1.96
Mayor and Council:					
Salaries and Wages		2,368.50	2,368.50		2,368.50
Office of the Clerk:					
Salaries and Wages		20,515.45	20,515.45		20,515.45
Other Expenses - Miscellaneous	3,963.27	5,093.39	9,056.66	4,501.32	4,555.34
Other Expenses -- Elections	18,941.23	4,018.07	22,959.30	19,621.23	3,338.07
Department of Finance:					
Office of the Treasurer:					
Salaries and Wages		22,617.52	22,617.52		22,617.52
Other Expenses	9,650.53	844.25	10,494.78	10,452.57	42.21
Audit Services	42,000.00		42,000.00	42,000.00	
Revenue Administration (Tax Collector):					
Salaries and Wages		12,179.60	12,179.60		12,179.60
Other Expenses	1,432.38	1,810.96	3,243.34	1,445.27	1,798.07
Division of Assessments (Tax Assessment Administration):					
Salaries and Wages		36,493.42	36,493.42		36,493.42
Other Expenses	14,544.66	6,141.33	20,685.99	16,269.98	4,416.01
Legal Services and Costs:					
Other Expenses	6,417.60	45,000.00	51,417.60	20,260.50	31,157.10
Engineering Services:					
Other Expenses	9,847.20	41.48	9,888.68	4,966.45	4,922.23
Economic Development Commission:					
Other Expenses		713.62	713.62		713.62
Planning Board:					
Salaries and Wages		11,177.28	11,177.28		11,177.28
Other Expenses	23,478.12	12,285.24	35,763.36	14,499.37	21,263.99
Division of Zoning (Zoning Board of Adjustment):					
Other Expenses	16,213.70	196.14	16,409.84	10,520.33	5,889.51
Insurance:					
General Liability		2,900.00	2,900.00		2,900.00
Worker's Compensation					
Group Insurance for Employees					
Retiree Health Benefits		34,662.46	34,662.46		34,662.46
Department of Public Safety:					
Police:					
Salaries and Wages		303,820.87	303,820.87		303,820.87
Other Expenses	102,551.14	23,065.26	125,616.40	105,847.33	19,769.07
Emergency Medical Services:					
Salaries and Wages		28,263.75	28,263.75		28,263.75
Other Expenses	66,402.11	4,689.97	71,092.08	68,892.23	2,199.85
Emergency Management Services:					
Salaries and Wages		10,455.00	10,455.00		10,455.00
Other Expenses	3,612.97	387.21	4,000.18	3,881.22	118.96
Uniform Fire Safety Act: (PL 1983 C. 383)					
Salaries and Wages		44,070.27	44,070.27		44,070.27
Other Expenses	26,061.56	2,170.21	28,231.77	24,601.89	3,629.88
Prosecutor:					
Other Expenses -- Professional Services	2,400.00	7,800.00	10,200.00	1,800.00	8,400.00
Public Defender					
Other Expenses -- Professional Services	6,000.00	3,000.00	9,000.00	6,000.00	3,000.00

(Continued)

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

	Balance December 31, 2024				
	Encumbered	Reserved	Balance After Modification	Paid or Charged	Lapsed to Fund Balance
OPERATIONS -- WITHIN "CAPS" (CONT'D)					
Department of Public Works:					
Road Repairs and Maintenance:					
Salaries and Wages		$ 22,390.02	$ 22,390.02		$ 22,390.02
Other Expenses	$ 17,836.09	298.05	18,134.14	$ 15,340.83	2,793.31
Snow Removal (Streets & Roads Maintenance):					
Salaries and Wages		18,399.20	18,399.20		18,399.20
Other Expenses	400.00	74,672.72	75,072.72		75,072.72
Sanitation (Solid Waste Collection):					
Salaries and Wages		31,915.86	31,915.86		31,915.86
Other Expenses	248,935.02	51,249.88	300,184.90	231,477.54	68,707.36
Buildings and Grounds:					
Salaries and Wages		14,185.32	14,185.32		14,185.32
Other Expenses	28,360.04	771.67	29,131.71	18,483.21	10,648.50
Vehicle Maintenance:					
Salaries and Wages		15,458.42	15,458.42		15,458.42
Other Expenses	24,491.88	99.39	24,591.27	16,103.05	8,488.22
Community Services Act:					
Other Expenses		18,864.80	18,864.80		18,864.80
Department of Parks, Recreation and Education:					
Parks and Playgrounds:					
Other Expenses		575.00	575.00		575.00
Landfill/Solid Waste Disposal Costs:					
Landfill Fees - Other Expenses		141,353.77	141,353.77	90,266.28	51,087.49
Municipal Court:					
Salaries and Wages		13,547.70	13,547.70		13,547.70
Other Expenses	1,972.19	6,389.29	8,361.48	2,159.89	6,201.59
OPERATIONS -- WITHIN "CAPS" (CONT'D)					
Utilities:					
Electricity and Natural Gas	6,284.55	60,441.93	66,726.48	17,941.62	48,784.86
Street Lighting	33,049.01	6,648.94	39,697.95	39,697.95	0.00
Telephone & Telegraph	3,385.58	38,931.11	42,316.69	7,557.10	34,759.59
Heating Gas/Oil	7,907.18	21,525.43	29,432.61	21,562.77	7,869.84
Gasoline/Diesel Fuel	25,060.13	11,577.30	36,637.43	14,220.58	22,416.85
Uniform Construction Code Appropriations Offset					
By Dedicated Revenues (NJAC 5:23-4.17):					
Construction Code Official:					
Salaries and Wages		24,404.92	24,404.92		24,404.92
Other Expenses:					
Direct Costs	23,355.68	2,292.68	25,648.36	23,418.95	2,229.41
Unclassified:					
Catastrophic Illness Fund (R.S. 26:2-48)		23.50	23.50		23.50
Hepatitis Vaccination		500.00	500.00		500.00
Safety Supplies	134.23	5,637.80	5,772.03	126.48	5,645.55
Celebration of Public Events, Anniversary or Holiday	400.00	27,022.00	27,422.00	160.00	27,262.00
Statutory Expenditures:					
Contribution to:					
Social Security System (O.A.S.I.)		67,597.37	67,597.37	6,756.53	60,840.84
Defined Contribution Retirement Program		9,301.55	9,301.55		9,301.55
OPERATIONS -- EXCLUDED FROM "CAPS":					
LOSAP	75,000.00		75,000.00	70,543.47	4,456.53
Shared Municipal Service Agreements:					
Interlocal Services Agreement - Police Salaries & Wages:					
Lenape Regional High School		277,591.23	277,591.23		277,591.23
Total	$ 850,226.60	$ 1,696,737.46	$ 2,546,964.06	$ 931,527.37	$ 1,615,436.69
Disbursements				$ 946,370.94	
Reimbursed				(35,385.57)	
Transfer to Accounts Payable				20,542.00	
				$ 931,527.37	

Exhibit SA-8

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

Balance December 31, 2024	$	28,916.48
Increased by:		
Transferred from 2024 Appropriation Reserves		20,542.00
		49,458.48
Decreased by:		
Disbursed		17,171.48
Balance December 31, 2025	$	32,287.00

Exhibit SA-9

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

Balance December 31, 2024			$ -
Increased by:			
Overpayments Created:			
Receipts:			
2025 Taxes	$ 109,905.56		
2024 Taxes	268.82		
2021 Taxes	2,716.86		
		$ 112,891.24	
			112,891.24
			112,891.24
Decreased by:			
Overpayments Applied		250.00	
Refunded		75,907.45	
			76,157.45
Balance December 31, 2025			$ 36,733.79

Exhibit SA-10

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

Balance December 31, 2024 (2025 Taxes)	$ 1,015,581.23
Increased by:	
Collection -- 2026 Taxes	949,327.26
	1,964,908.49
Decreased by:	
Application to 2025 Taxes Receivable	1,015,581.23
Balance December 31, 2025 (2026 Taxes)	$ 949,327.26

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

Balance December 31, 2024		$ 99,326.60
Increased by:		
Prior Year Veterans and Senior Citizens' Disallowed by Tax Collector	$ 6,250.00	
Cash Received	141,000.00	
		147,250.00
Decreased by:		246,576.60
2025 Levy -- Deductions per Tax Billing	141,250.00	
2025 Veterans and Senior Citizens' Granted by Tax Collector	2,750.00	
2025 Veterans and Senior Citizens' Disallowed by Tax Collector	(1,421.16)	
		142,578.84
Balance December 31, 2025		$ 103,997.76

Exhibit SA-12

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

Balance December 31, 2024		$ 54,994.54
Increased by:		
2024 Added Assessments	$ 1,432.58	
2025 Added Assessments	48,956.10	
2024 Omitted / Added Taxes	1,029.08	
		51,417.76
		106,412.30
Decreased by:		
Payments		54,994.54
Balance December 31, 2025		$ 51,417.76

Exhibit SA-13

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

Increased by:		
2025 Levy:		
County Tax	$ 14,634,700.50	
County Library Tax	1,370,741.15	
County Open Space Tax	1,792,864.58	
		$ 17,798,306.23
Decreased by:		
Payments		$ 17,798,306.23

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

Balance December 31, 2024		
School Tax Payable	$ 6,955,273.02	
School Tax Deferred	19,507,879.44	
		$ 26,463,152.46
Increased by:		
Levy - School Year July 1, 2025 to June 30, 2026		57,534,816.00
		83,997,968.46
Decreased by:		
Payments		55,287,673.50
Balance December 31, 2025		
School Tax Payable	9,202,415.52	
School Tax Deferred	19,507,879.44	
		$ 28,710,294.96
2025 Liability for Local School Tax:		
Tax Paid		$ 55,287,673.50
Tax Payable December 31, 2025		9,202,415.52
		64,490,089.02
Less: Tax Payable December 31, 2024		6,955,273.02
Amount Charged to 2025 Operations		$ 57,534,816.00

TOWNSHIP OF MEDFORD
CURRENT FUND
Statement of Regional High School Tax
For the Year Ended December 31, 2025

Balance December 31, 2024		
School Tax Payable	$ 4,618,224.93	
School Tax Deferred	8,516,997.28	
		$ 13,135,222.21
Increased by:		
Levy - School Year July 1, 2025 to June 30, 2026		25,880,268.00
		39,015,490.21
Decreased by:		
Payments		26,075,337.54
Balance December 31, 2025		
School Tax Payable	4,423,155.39	
School Tax Deferred	8,516,997.28	
		$ 12,940,152.67
2025 Liability for Regional High School Tax:		
Tax Paid		$ 26,075,337.54
Tax Payable December 31, 2025		4,423,155.39
		30,498,492.93
Less: Tax Payable December 31, 2024		4,618,224.93
Amount Charged to 2025 Operations		$ 25,880,268.00

TOWNSHIP OF MEDFORD
CURRENT FUND
Statement of Changes in Various Payables and Reserves
For the Year Ended December 31, 2025

Description	Balance Dec. 31, 2024	Increased by Receipts	Decreased by Disbursements	Balance Dec. 31, 2025
Due to State of New Jersey:				
Marriage License Fees	$ 600.00	$ 2,350.00	$ 2,325.00	$ 625.00
State Training Fees Surcharge	11,417.00	39,431.00	42,049.00	8,799.00
Reserve For:				
Election Workers		680.00	680.00	
	$ 12,017.00	$ 42,461.00	$ 45,054.00	$ 9,424.00

TOWNSHIP OF MEDFORD
CURRENT FUND
Statement of Reserve for Encumbrances
For the Year Ended December 31, 2025

Balance December 31, 2024		
Current Fund	$ 850,226.60	
Federal and State Grant Fund	244,689.55	
		$ 1,094,916.15
Increased by:		
Current Year Encumbrances:		
Current Fund - Appropriations	708,707.39	
Federal and State Grant Fund - Appropriated Grant Reserves	472,305.01	
		1,181,012.40
		2,275,928.55
Decreased by:		
Prior Year Encumbrances Reclassified:		
Current Fund - Appropriations	850,226.60	
Federal and State Grant Fund - Appropriated Grant Reserves	244,689.55	
		1,094,916.15
Balance December 31, 2025		$ 1,181,012.40

Analysis of Balance, December 31, 2025

Current Fund	$ 708,707.39
Federal and State Grant Fund	472,305.01
	$ 1,181,012.40

TOWNSHIP OF MEDFORD
FEDERAL AND STATE GRANT FUND
Statement of Grants Receivable
For the Year Ended December 31, 2025

Program	Balance Dec. 31, 2024	Anticipated Revenue	Received	Balance Dec. 31, 2025
Federal Grants:				
Assistance to Firefighters Grant FG-02148	$ 55,124.26			$ 55,124.26
Bulletproof Vest Partnership Grant	170.51	$ 4,121.76	$ 4,121.76	170.51
Community Development Block Grant	164,227.90		86,227.90	78,000.00
Emergency Management Performance Grant		10,000.00	10,000.00	
	219,522.67	14,121.76	100,349.66	133,294.77
State Grants:				
Atlantic City Electric Sustainable Communities Grant Program	5,000.00	5,000.00	2,500.00	7,500.00
Body Armor Grant		3,184.87	3,184.87	
DCA - Local Recreation Improvement Grant	146,000.00			146,000.00
Distracted Driving Crackdown	7,000.00			7,000.00
Municipal Alliance on Alcohol and Drug Abuse	3,709.38			3,709.38
Municipal Alcohol Education and Rehabilitation Fund		4,642.48	4,642.48	
National Priority Safety Programs (Drunk Driving Enforcement)		4,758.28	4,758.28	
New Jersey Department of Environmental Protection:				
Clean Communities Program		88,654.08	88,654.08	
Recycling Tonnage Grant		39,379.61	39,379.61	
Stormwater Assistance Grant	10,000.00			10,000.00
New Jersey Department of Transportation:				
2020 Municipal Aid Program: Dixontown Road Improvements	126,250.00			126,250.00
2022 Municipal Aid Program: Eayrestown Road	85,151.50			85,151.50
Alternatives Set-Aside Program	1,486,000.00			1,486,000.00
Atsion Road Phase I	59,840.00			59,840.00
Atsion Road Phase II		297,080.00		297,080.00
Bikeway Safety		438,000.00		438,000.00
Eayrestown Road Phase II	79,217.50			79,217.50
Safe Routes to School	1,276,000.00			1,276,000.00
Safe Streets and Roads For All Supplemental Grant	400,000.00			400,000.00
Tabernacle Road	76,750.00			76,750.00
	3,760,918.38	880,699.32	143,119.32	4,498,498.38
Local Grants:				
Haines Family Foundation Grant		30,000.00	30,000.00	
Main Street Merchants of Historic Medford Village - Fall Festival	1,000.00			1,000.00
Medford Business Association - Art, Wine & Music Festival		8,444.12	4,222.06	4,222.06
Medford Business Association - Dickens Festival	14,000.00			14,000.00
Medford Business Association - Oktoberfest	10,574.67	6,992.71	3,496.35	14,071.03
Medford Celebrates Foundation - Independence Day Celebration		30,000.00	30,000.00	
Medford Historical Society - Apple Festival	3,132.25	895.51	447.76	3,580.00
Medford Vincentown Rotary - Halloween Parade	18,000.00	16,819.68	8,409.84	26,409.84
National Opioid Settlement Fund		49,201.79	49,201.79	
	46,706.92	142,353.81	125,777.80	63,282.93
	$ 4,027,147.97	$ 1,037,174.89	$ 369,246.78	$ 4,695,076.08
Original Budget		$ 919,821.08		
Chapter 159 - N.J.S.A. 40A:4-87		117,353.81		
Unappropriated Grants Realized as Revenue			$ 3,184.87	
Receipts			366,061.91	
		$ 1,037,174.89	$ 369,246.78	

TOWNSHIP OF MEDFORD
FEDERAL AND STATE GRANT FUND
Statement of Reserve for Unappropriated Grants
For the Year Ended December 31, 2025

	Balance Dec. 31, 2024	Realized as Miscellaneous Revenue	Balance Dec. 31, 2025
State Grants:			
Body Armor Grant	$ 3,184.87	$ 3,184.87	$ -

TOWNSHIP OF MEDFORD
FEDERAL AND STATE GRANT FUND
Statement of Reserve for Appropriated Grants
For the Year Ended December 31, 2025

Program	Balance Dec. 31, 2024	Increased by: Transferred from 2025 Budget Appropriation	Increased by: Prior Year Encumbrances Reclassified	Decreased by: Expended	Balance Dec. 31, 2025
Federal Grants:					
American Rescue Plan - ARP			$ 203,063.94	$ 203,063.94	
Assistance to Firefighters Grant	$ 6,151.00				$ 6,151.00
Assistance to Firefighters Grant - FG-09785	5,008.71				5,008.71
Assistance to Firefighters Grant - FG-02148	62,549.62				62,549.62
Bulletproof Vest Partnership Grant	6,416.27	$ 4,121.76		6,045.00	4,493.03
Community Development Block Grant	120,300.00			82,488.78	37,811.22
Emergency Management - Hurricane Sandy FEMA-4086-DR-NJ Grant	133,102.90				133,102.90
Emergency Management Performance Grant	14,594.19	10,000.00	6,021.86	4,231.30	26,384.75
	348,122.69	14,121.76	209,085.80	295,829.02	275,501.23
State Grants:					
Advanced Training Award	1,500.00				1,500.00
Atlantic City Electric Sustainable Communities Grant Program	5,000.00	5,000.00			10,000.00
Body Armor Grant	184.58	3,184.87		3,297.16	72.29
DCA - Local Recreation Improvement Grant	77,651.30		6,590.00	42,225.74	42,015.56
Distracted Driving Crackdown	1,671.60				1,671.60
Municipal Alcohol Education Rehabilitation Fund	10,853.61	4,642.48	229.25	784.38	14,940.96
National Priority Safety Programs (Drunk Driving Enforcement)	7,410.74	4,758.28	22,822.50	23,260.95	11,730.57
New Jersey Department of Environmental Protection:					
Clean Communities Grant	92,544.83	88,654.08	1,500.00	46,297.61	136,401.30
Recreational Trails Program	218.50				218.50
Recycling Tonnage Grant	39,492.90	39,379.61	4,462.00	79,502.24	3,832.27
Stormwater Assistance Grant	25,000.00			25,000.00	
New Jersey Department of Transportation:					
2022 Municipal Aid Program: Eayrestown Road Improvements	107,251.02				107,251.02
Atsion Rd Phase I	239,360.00			239,360.00	
Atsion Rd Phase II		297,080.00			297,080.00
Alternatives Set-Aside Grant	1,485,460.00				1,485,460.00
Bikeway Safety		438,000.00		81,500.00	356,500.00
Safe Routes to Schools	1,276,000.00				1,276,000.00
Safe Streets and Roads for All Supplemental Grant	397,038.75			397,038.75	
	3,766,637.83	880,699.32	35,603.75	938,266.83	3,744,674.07

(Continued)

Exhibit SA-20

TOWNSHIP OF MEDFORD
FEDERAL AND STATE GRANT FUND
Statement of Reserve for Appropriated Grants
For the Year Ended December 31, 2025

Program	Balance Dec. 31, 2024	Increased by: Transferred from 2025 Budget Appropriation	Increased by: Prior Year Encumbrances Reclassified	Decreased by: Expended	Balance Dec. 31, 2025
Local Grants:					
Burlington County Municipal Park Development Grant	$ 352.00				$ 352.00
Haines Family Foundation Grant		$ 30,000.00		$ 27,175.00	2,825.00
Main Street Merchants of Medford Village - Fall Festival	837.92				837.92
Medford Business Association - Art, Wine & Music Festival		8,444.12		4,222.06	4,222.06
Medford Business Association - Dickens Festival	7,127.69			4,050.72	3,076.97
Medford Business Association - Taste of Medford Oktoberfest	1,350.43	6,992.71		3,496.35	4,846.79
Medford Celebrates Foundation - Independence Day Celebration	6,353.60	30,000.00		30,000.00	6,353.60
Medford Historical Society - Apple Festival	2,264.51	895.51		447.76	2,712.26
Medford Vincentown Rotary - Halloween Parade	3,911.21	16,819.68		8,409.84	12,321.05
National Opioid Settlement	180,585.02	49,201.79			229,786.81
	202,782.38	142,353.81	$ -	77,801.73	267,334.46
	$ 4,317,542.90	$ 1,037,174.89	$ 244,689.55	$ 1,311,897.58	$ 4,287,509.76

	Transferred from 2025 Budget Appropriation	Expended
Original Budget	$ 919,821.08	
Appropriation by N.J.S.A. 40A:4-87 - Chapter 159's	117,353.81	
Disbursed		$ 752,605.33
Disbursed by Grant on Behalf of General Capital Fund		106,829.59
Disbursed by Grant on Behalf of Current Fund		784.38
Reimbursed		(20,626.73)
Reserve for Encumbrances		472,305.01
	$ 1,037,174.89	$ 1,311,897.58

SUPPLEMENTAL EXHIBITS

TRUST FUND

TOWNSHIP OF MEDFORD
TRUST FUND
Statement of Trust Cash
For the Year Ended December 31, 2025

	Animal Control		Other		Birchwood Lake Dam - Trust Fund		Municipal Open Space	
Balance December 31, 2024		$ 22,268.34		$ 2,832,083.55		$ 255,543.96		$ 754,642.30
Increased by Receipts:								
Dog License Fees Collected	$ 9,662.13							
Due to State Department of Health	1,178.40							
Due Current Fund	2.47		$ 71,261.16				$ 2,469,218.17	
Reserve for Future Use							1,283,778.35	
Reserve for Dam Restoration:								
Interest on Investments and Deposits					$ 4,409.47			
Other Receipts					89,344.28			
Reserve for Miscellaneous Trust Other Reserves:								
Other Receipts			18,716,457.75					
		10,843.00		18,787,718.91		93,753.75		3,752,996.52
		33,111.34		21,619,802.46		349,297.71		4,507,638.82
Decreased by Disbursements:								
Due State Department of Health	1,178.40							
Expenditures Under R.S. 4:19-15.11	13,270.06							
Current Year Appropriations							1,543,655.71	
Appropriation Reserves							79,431.13	
Direct Charges to Reserve							1,000,000.00	
Accounts Payable							12,000.00	
Due Current Fund			70,962.20					
Reserve for Dam Restoration					164,674.33			
Reserve for Miscellaneous Trust Other Reserves			18,909,946.08					
		14,448.46		18,980,908.28		164,674.33		2,635,086.84
Balance December 31, 2025		$ 18,662.88		$ 2,638,894.18		$ 184,623.38		$ 1,872,551.98

TOWNSHIP OF MEDFORD
TRUST OTHER FUND
Statement of Investments - Length of Service Awards Program
For the Year Ended December 31, 2025

Balance December 31, 2024		$ 2,236,310.11
Increased by:		
Unrealized Gain on Investments	$ 291,970.46	
Township Contributions	75,000.00	
		366,970.46
		2,603,280.57
Decreased by:		
Benefits Paid to Participants	66,404.78	
Administrative Expenses	3,350.00	
		69,754.78
Balance December 31, 2025		$ 2,533,525.79

Schedule of Investments December 31, 2025

Description	Amount
Fixed Annuity Contract	$ 300,720.09
Mutual Funds:	
Large Cap Value Funds	75,664.30
Large Cap Blended Funds	1,366,425.08
Large Cap Growth Funds	252,459.60
Mid Cap Value Funds	98,936.96
Mid Cap Blended Funds	5,615.23
Mid Cap Growth Funds	265,013.36
Small Cap Growth Funds	104,763.32
Bonds	38,134.26
Target Date Funds	25,793.59
	$ 2,533,525.79

TOWNSHIP OF MEDFORD
ANIMAL CONTROL FUND
Statement of Reserve for Animal Control Expenditures
For the Year Ended December 31, 2025

Balance December 31, 2024	$	22,251.70
Increased by:		
Dog License Fees Collected		9,662.13
		31,913.83
Decreased by:		
Expenditures Under R.S.4:19- 15.11		13,270.06
Balance December 31, 2025	$	18,643.77

License Fees Collected

Year		Amount
2023	$	12,461.70
2024		11,052.00
	$	23,513.70

Exhibit SB-4

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

Balance December 31, 2024		$ -
Increased by:		
Collections		1,178.40
		1,178.40
Decreased by:		
Disbursed to State		1,178.40
Balance December 31, 2025		$ -

Exhibit SB-5

ANIMAL CONTROL FUND
Schedule of Due to Current Fund
As of December 31, 2025

Balance December 31, 2024		$ 16.64
Increased by Receipts:		
Interest Due Current		2.47
Balance December 31, 2025		$ 19.11

Exhibit SB-6

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

Balance December 31, 2024		$ 3,452.88
Increased by:		
Receipts:		
Interest on Investments and Deposits	$ 12,831.41	
Revenues Anticipated - Planning and Zoning Fees	58,429.75	
		71,261.16
		74,714.04
Decreased by:		
Disbursements		
Interest Earnings Turned Over	13,292.45	
Revenues Anticipated:		
Planning and Zoning Fees Turned Over to Current Fund	57,669.75	
		70,962.20
Balance December 31, 2025		$ 3,751.84

Analysis of Balance December 31, 2025

Special Police Escrow	$ 1.60	
Snow Removal Trust Fund	10.98	
Planning Board Escrow	3,739.26	
		$ 3,751.84

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

	Balance Dec. 31, 2024	Increased by Other	Decreased by Disbursements	Balance Dec. 31, 2025
Reserve for:				
Outside Employment of Off-Duty Municipal Police	$ 9,868.00	$ 365,008.12	$ 332,160.03	$ 42,716.09
Payroll Deductions Payable	98,090.34	6,868,233.42	6,874,087.65	92,236.11
Flex Trust	3,285.65	15,327.19	15,753.25	2,859.59
Net Payroll		10,160,040.84	10,159,986.68	54.16
Special Law Enforcement	23,970.73	489.74		24,460.47
Miscellaneous Deposits:				
Board of Recreation Commission Costs and Improvements	64,275.65			64,275.65
Sidewalk Construction	18,493.08		2,368.36	16,124.72
Off-Site Fire Hydrant	6,100.00			6,100.00
Bond Street Apron	1,000.00			1,000.00
Pedestrian Barrier - Jennings Road	5,000.00			5,000.00
Road Improvement Escrows	121,925.29			121,925.29
Fair Share Traffic Construction	9,536.00			9,536.00
Abandoned & Vacant Property Code Enforcement	12,500.00	40,500.00		53,000.00
Parking Offenses Adjudication Act (POAA)	926.00	2.00		928.00
K-9 Unit Trust	4,993.28	9,544.00	439.49	14,097.79
Miscellaneous Celebration of Public Events	3,427.82	2,000.00	2,000.00	3,427.82
Planning Board Subdivision Escrow	1,091,037.84	406,599.80	466,981.31	1,030,656.33
New Jersey Unemployment Compensation Insurance	114,314.68	17,009.26	13,804.38	117,519.56
Sanitary Landfill Facility Closure and Contingency Fund	13,648.13			13,648.13
Public Defender	5,702.34	6,358.37		12,060.71
Housing	324,176.50	89,689.91	102,141.25	311,725.16
Unclaimed Bail - Disposal of Forfeited Property	13,434.02			13,434.02
Fire Safety Penalties	1,387.41	28.33		1,415.74
Resale of Snow Removal Chemicals Commodity Resale	48,251.21	7,971.79		56,223.00
Snow Removal Trust Fund	118,252.39	2,187.13	100,748.73	19,690.79
Federal Forfeiture Trust	1,719.39	35.11		1,754.50
Tax Title Lien Redemption	55,571.00	306,820.72	353,970.01	8,421.71
Tax Sale Premium	486,700.00	399,100.00	423,500.00	462,300.00
Street Opening Trust	82,359.52	6,890.06	61,264.19	27,985.39
Accumulated Absences	87,545.50	11,788.24		99,333.74
Sunshine Trust	1,138.90	833.72	740.75	1,231.87
	$ 2,828,630.67	$ 18,716,457.75	$ 18,909,946.08	$ 2,635,142.34

Exhibit SB-8

TOWNSHIP OF MEDFORD
MUNICIPAL OPEN SPACE FUND
Statement of Reserve for Future Use
For the Year Ended December 31, 2025

Balance December 31, 2024			$ 2,139,379.63
Increased by:			
Receipts:			
County of Burlington	$ 127,440.00		
Due State of New Jersey	1,016,712.50		
Miscellaneous - Farming Receipts	14,652.00		
Interest on Investments and Deposits	24,387.94		
MYAA Debt Reimbursement	100,585.91		
		$ 1,283,778.35	
Due from Current Fund:			
Current Year Levy		948,232.64	
Added and Omitted Taxes - Current Year		2,721.92	
Cancellation of Prior Year Appropriation Reserves		26,857.65	
			2,261,590.56
			4,400,970.19
Decreased by:			
Disbursements:			
Finance General Capital Improvement Authorization - Ordinance 2025-18		1,000,000.00	
Current Year Appropriations		1,592,038.53	
			2,592,038.53
Balance December 31, 2025			$ 1,808,931.66

Exhibit SB-9

MUNICIPAL OPEN SPACE FUND
Statement of Due From Current Fund
For the Year Ended December 31, 2025

Balance December 31, 2024		$ 1,518,263.61
Increased by:		
2025 Tax Levy	$ 948,232.64	
2025 Added and Omitted Taxes	2,721.92	
		950,954.56
		2,469,218.17
Decreased by:		
Receipts		2,469,218.17
Balance December 31, 2025		$ -

TOWNSHIP OF MEDFORD
MUNICIPAL OPEN SPACE FUND
Statement of Appropriation Reserves
For the Year Ended December 31, 2025

	Balance Dec. 31, 2024		Balance			Lapsed to
	Encumbered	Reserved	After Modification	Disbursed	Transferred to Accounts Payable	Reserve for Future Use
Other Expenses	$ 79,730.03	$ 15,686.25	$ 95,416.28	$ 72,336.31		$ 23,079.97
Acquisition of Farmland	13,185.00		13,185.00	7,094.82	$ 2,312.50	3,777.68
	$ 92,915.03	$ 15,686.25	$ 108,601.28	$ 79,431.13	$ 2,312.50	$ 26,857.65

Exhibit SB-11

TOWNSHIP OF MEDFORD
BIRCHWOOD LAKE DAM TRUST FUND
Statement of Reserve for Dam Restoration
For the Year Ended December 31, 2025

Balance December 31, 2024		$ 255,543.96
Increased by:		
Receipts - Homeowner Payments	$ 89,344.28	
Interest Earnings	4,409.47	
		93,753.75
		349,297.71
Decreased by:		
Disbursed - Current Year Expenditures		164,674.33
Balance December 31, 2025		$ 184,623.38

TOWNSHIP OF MEDFORD
MUNICIPAL OPEN SPACE TRUST FUND
Statement of Accounts Payable
For the Year Ended December 31, 2025

Balance December 31, 2024	$ 12,000.00
Increased by:	
Transfers from Appropriation Reserves	2,312.50
	14,312.50
Decreased by:	
Disbursements	12,000.00
Balance December 31, 2025	$ 2,312.50

SUPPLEMENTAL EXHIBITS

GENERAL CAPITAL FUND

TOWNSHIP OF MEDFORD
GENERAL CAPITAL FUND
Statement of General Capital Cash
For the Year Ended December 31, 2025

Balance December 31, 2024		$ 7,894,440.02
Increased by Receipts:		
Bond Anticipation Notes:		
Renewed	$ 7,289,759.00	
Issued For Cash	1,098,577.00	
Premium on Sale	82,598.34	
Refunds of Improvement Authorizations	346,189.59	
Miscellaneous:		
Capital Improvement Fund	144,510.00	
Received from Current Fund - Principal on Notes	163,405.00	
Municipal Open Space Trust Fund:		
Improvement Authorization - Ordinance 2025-18	1,000,000.00	
		10,125,038.93
		18,019,478.95
Decreased by Disbursements:		
Improvement Authorizations	7,151,439.17	
Bond Anticipation Notes:		
Renewed	7,289,759.00	
Paydown of:		
Current Fund	150,480.00	
Municipal Open Space Trust Fund	12,925.00	
Miscellaneous:		
Realized by Current Fund - Miscellaneous Revenue Anticipated:		
General Capital Fund Surplus	80,000.00	
Reserve for Payment of Debt Service	7,750.00	
Liquidation of General Capital Interfund	100,520.00	
		14,792,873.17
Balance December 31, 2025		$ 3,226,605.78

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

		Balance (Deficit) Dec. 31, 2024	Receipts: Bond Anticipation Notes	Receipts: Improvement Authorizations	Receipts: Miscellaneous	Disbursements: Improvement Authorizations	Disbursements: Bond Anticipation Notes	Disbursements: Miscellaneous	Transfers: From	Transfers: To	Balance (Deficit) Dec. 31, 2025
Fund Balance		$ 95,314.87	$ 82,598.34					$ 80,000.00			$ 97,913.21
Capital Improvement Fund		3,741.00			$ 144,510.00				$ 55,000.00	$ 199,510.00	3,741.00
Reserve for Encumbrances		3,147,252.98							2,406,757.62	3,147,252.98	2,406,757.62
Due to Current Fund		100,520.00						100,520.00			
Due From Trust Open Space Fund		(12,925.00)									(12,925.00)
Due from Braddock's Mill Conservation Association										55,000.00	(55,000.00)
Grants Receivable		(222,147.00)									(222,147.00)
Reserve for Receivables		222,147.00									222,147.00
Reserve for Payment of Debt Service		7,750.00						7,750.00			
Improvement Authorizations:											
Ordinance Number											
2003-16	Reconstruction and Resurfacing of Hopewell Road	300.00									300.00
2008-11	Acquisition of Real Property - Cow Pointe		118,444.00		2,106.00		$ 120,550.00				
2009-19	Various Capital Improvements	4,713.92								4,560.56	153.36
2009-28	Improvements to Public Safety Facilities and Related Expenses	840.83	275,249.00		24,466.00		299,715.00			840.83	
2010-15	Various Capital Improvements	67,520.44	1,276,643.00		136,833.00		1,413,476.00			67,520.44	
2013-16	Various Capital Improvements	987.98							332.15	1,320.13	
2014-10	Various Capital Improvements	71,281.28							14,650.00	85,931.28	
2016-08	Various Capital Improvements	37,268.50							811.94	38,080.44	
2017-06	Various Capital Improvements	62,165.67								62,165.67	
2018-10	Various Capital Improvements	342,651.23							4,867.90	347,519.13	
2019-07	Various Capital Improvements	1,134,937.48				$ 183,461.61			327,463.44	832,157.33	446,781.98
2020-08	Various Capital Improvements	3,477.34				13,315.46			11,518.12	1,680.00	
2020-14	Various Capital Improvements	63,668.92				37,043.33			3,343.67	343.06	29,626.20
2021-07	Various Capital Improvements	69,415.71				272,868.42			220,966.00		17,513.29
2022-07	Improvements to Parks and Recreation Areas	3,556.31									3,556.31
2022-08	Various Capital Improvements	300,450.61				117,339.53			125,983.30	60,113.25	248,981.13
2023-07	Various Capital Improvements	537,760.28	3,289,323.00	$ 309,859.59		1,837,286.21	3,289,323.00		1,901,165.09	153,246.15	758,252.60
2024-14	Various Capital Improvements	1,851,789.67	2,330,100.00	36,330.00		2,438,657.55	2,330,100.00		536,151.37	371,808.39	(386,194.90)
2025-12	Reappropriation of Ordinances					123,518.19			1,479,004.97	1,118,139.94	237,346.84
2025-16	Various Capital Improvements		1,098,577.00			1,150,000.00			144,510.00	740,335.99	(647,248.99)
2025-17	Braddock's Mill Lake Dam Restoration								55,000.00		55,000.00
2025-18	Acquisition of Property				1,000,000.00	977,948.87					22,051.13
		$ 7,894,440.02	$ 8,470,934.34	$ 346,189.59	$ 1,307,915.00	$ 7,151,439.17	$ 7,453,164.00	$ 188,270.00	$ 7,287,525.57	$ 7,287,525.57	$ 3,226,605.78

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

Balance December 31, 2024	$ 31,805,000.00
Decreased by:	
Serial Bonds Paid by Budget Appropriations	2,805,000.00
Balance December 31, 2025	$ 29,000,000.00

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

			Increased by		Decreased by		Analysis of Balance December 31, 2025		
Ordinance Number	Improvement Description	Balance Dec. 31, 2024	2025 Authorizations	Reappropriated	Notes Paid By Budget Appropriation	Balance Dec. 31, 2025	Financed by Bond Anticipation Notes	Expended	Unexpended Improvement Authorizations
2008-11	Acquisition of Real Property - Cow Pointe	$ 120,550.00			$ 2,106.00	$ 118,444.00	$ 118,444.00		
2009-28	Improvements to Public Safety Facilities	299,715.00		$ (840.83)	24,466.00	274,408.17	274,408.17		
2010-15	Various Capital Improvements	1,413,476.00		(67,520.44)	136,833.00	1,209,122.56	1,209,122.56		
2019-07	Various Capital Improvements	375.00				375.00			$ 375.00
2020-14	Various Capital Improvements	127.00				127.00			127.00
2022-08	Various Capital Improvements	669.00				669.00			669.00
2023-07	Various Capital Improvements	3,289,323.00				3,289,323.00	3,289,323.00		
2024-14	Various Capital Improvements	3,360,100.00				3,360,100.00	2,330,100.00	$ 386,194.90	643,805.10
2025-12	Acquisition of Public Works, Fire and EMS Vehicles and Equipment			68,361.27		68,361.27	68,361.27		
2025-16	Various Capital Improvements		$ 2,745,690.00			2,745,690.00	1,098,577.00	647,248.99	999,864.01
2025-17	Braddock's Mill Lake Dam Restoration		1,045,000.00			1,045,000.00			1,045,000.00
		$ 8,484,335.00	$ 3,790,690.00	$ -	$ 163,405.00	$ 12,111,620.00	$ 8,388,336.00	$ 1,033,443.89	$ 2,689,840.11

Improvement Authorizations Unfunded		$ 3,516,453.98
Less - Unexpended Proceeds of Bond Anticipation Notes Issued:		
Ordinance 2023-07	758,252.60	
Ordinance 2025-12	68,361.27	
		826,613.87
		$ 2,689,840.11

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

Balance December 31, 2024		$ 3,741.00
Increased by:		
Due from Braddock's Mill Conservation Association	$ 55,000.00	
Budget Appropriation	144,510.00	
		199,510.00
		203,251.00
Decreased by:		
Appropriation to Finance Improvement Authorizations		199,510.00
Balance December 31, 2025		$ 3,741.00

Exhibit SC-6

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

Ordinance Number	Improvement Description	Ordinance Date	Ordinance Amount	Balance Dec. 31, 2024 Funded	Balance Dec. 31, 2024 Unfunded	2025 Authorizations	Prior Year Encumbrances Reclassified	Paid or Charged	Reappropriated	Balance Dec. 31, 2025 Funded	Balance Dec. 31, 2025 Unfunded
General Improvements:											
2003-16	Reconstruction and Resurfacing of Hopewell Road	06/10/03	$ 61,427.91	$ 300.00						$ 300.00	
2009-19	Various Capital Improvements	06/09/09	3,739,144.00	4,713.92					$ (4,560.56)	153.36	
2009-28	Improvements to Public Safety Facilities and Related Expenses	11/24/09	700,000.00		$ 840.83				(840.83)		
2010-15	Various Capital Improvements	05/25/10	3,975,169.00		67,520.44				(67,520.44)		
2013-16	Various Capital Improvements	12/23/13	2,190,607.00	987.98			$ 332.15		(1,320.13)		
2014-10	Various Capital Improvements	08/05/14	1,004,500.00	71,281.28			14,650.00		(85,931.28)		
2015-15	Various Capital Improvements	09/07/15	1,985,500.00								
2016-08	Various Capital Improvements	07/05/16	2,797,000.00	37,268.50			811.94		(38,080.44)		
2017-06	Various Capital Improvements	05/02/17	3,702,900.00	62,165.67					(62,165.67)		
2018-10	Various Capital Improvements	05/22/18	10,231,100.00	342,651.23			4,867.90		(347,519.13)		
2019-07	Various Capital Improvements	05/21/19	6,582,500.00	1,134,937.48	375.00		327,463.44	$ 193,714.45	(821,904.49)	446,781.98	$ 375.00
2020-08	Various Capital Improvements	09/15/20	255,425.99	3,477.34			11,518.12	14,995.46			
2020-14	Various Capital Improvements	07/08/20	7,154,871.00	63,668.92	127.00		3,343.67	37,386.39		29,626.20	127.00
2021-07	Various Capital Improvements	05/04/21	4,717,767.00	69,415.71			220,966.00	272,868.42		17,513.29	
2022-07	Improvements to Parks and Recreation Areas	06/08/22	150,862.59	4,225.31						4,225.31	
2022-08	Various Capital Improvements	07/05/22	3,008,200.00	299,781.61	669.00		125,983.30	128,290.78	(49,162.00)	248,312.13	669.00
2023-07	Various Capital Improvements	05/17/23	3,462,446.00		537,760.28		1,901,165.09	1,680,672.77			758,252.60
2024-14	Various Capital Improvements	08/20/24	3,537,000.00		2,881,789.67		536,151.37	2,774,135.94			643,805.10
2025-12	Acquisition of Public Works, Fire and EMS Vehicles and Equipment	05/20/25	1,479,004.97					1,241,658.13	1,479,004.97	168,985.57	68,361.27
2025-16	Various Capital Improvements	09/16/25	2,890,200.00			$ 2,890,200.00		1,890,335.99			999,864.01
2025-17	Braddock's Mill Lake Dam Restoration	11/06/25	1,100,000.00			1,100,000.00				55,000.00	1,045,000.00
2025-18	Acquisition of Property - 131 Church Road	10/07/25	1,000,000.00			1,000,000.00		977,948.87		22,051.13	
				$ 2,094,874.95	$ 3,489,082.22	$ 4,990,200.00	$ 3,147,252.98	$ 9,212,007.20	$ -	$ 992,948.97	$ 3,516,453.98

	2025 Authorizations	Paid or Charged
Capital Improvement Fund	$ 199,510.00	
Deferred Charges to Future Taxation - Unfunded	3,790,690.00	
Open Space Trust Fund	1,000,000.00	
Disbursed		$ 7,151,439.17
Reimbursed		(346,189.59)
Encumbered		2,406,757.62
	$ 4,990,200.00	$ 9,212,007.20

Exhibit SC-7

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

Balance December 31, 2024	$	3,147,252.98
Increased by:		
Charges to Improvement Authorizations		2,406,757.62
		5,554,010.60
Decreased by:		
Prior Year Balance Reappropriated		3,147,252.98
Balance December 31, 2025	$	2,406,757.62

Exhibit SC-8

GENERAL CAPITAL FUND
Schedule of Grants Receivable
As of December 31, 2025 and 2024

Balance December 31, 2025 and 2024			$	222,147.00
Analysis of Balance December 31, 2025				
Receivables Offset with Reserves:				
Ord. 2009-19 - Burlington County Grant	$	25,000.00		
Ord. 2010-15 - Burlington County Grant		150,000.00		
Ord. 2015-15 - Burlington County Grant		37,147.00		
Other Burlington County Grant		10,000.00		
			$	222,147.00

Exhibit SC-9

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

Purpose	Date of Issue	Amount of Original Issue	Maturities of Bonds Outstanding Dec. 31, 2025 Date	Maturities of Bonds Outstanding Dec. 31, 2025 Amount	Interest Rate	Balance Dec. 31, 2024	Decreased by Paid By Budget Appropriation	Balance Dec. 31, 2025
2013 General Obligation Bonds, Series A	05/09/13	$ 11,470,000.00	05/01/26	$ 595,000.00	3.00%			
			05/01/27	610,000.00	3.00%			
			05/01/28	630,000.00	3.00%			
			05/01/29	650,000.00	3.00%			
			05/01/30	670,000.00	3.00%			
			05/01/31	695,000.00	3.00%			
			05/01/32	715,000.00	3.13%			
			05/01/33	740,000.00	3.25%	$ 5,885,000.00	$ 580,000.00	$ 5,305,000.00
2015 General Obligation Bonds	12/17/15	3,420,000.00			2.25%	450,000.00	450,000.00	
General Obligation Bonds, Bridge Commission 2018	09/06/18	15,508,787.00	08/01/26	890,000.00	5.00%			
			08/01/27	935,000.00	5.00%			
			08/01/28	985,000.00	5.00%			
			08/01/29	1,035,000.00	4.00%			
			08/01/30	1,075,000.00	5.00%			
			08/01/31	1,125,000.00	5.00%			
			08/01/32	1,185,000.00	5.00%			
			08/01/33	1,245,000.00	4.00%	9,325,000.00	850,000.00	8,475,000.00
2020 General Improvement Bonds, Series B	10/08/20	12,240,000.00	05/01/26	620,000.00	2.00%			
			05/01/27	630,000.00	2.00%			
			05/01/28	645,000.00	2.00%			
			05/01/29	655,000.00	2.00%			
			05/01/30	675,000.00	3.00%			
			05/01/31	695,000.00	3.00%			
			05/01/32	715,000.00	3.00%			
			05/01/33	740,000.00	3.00%			
			05/01/34	755,000.00	2.00%			
			05/01/35	770,000.00	2.00%			
			05/01/36	785,000.00	2.00%			
			05/01/37	805,000.00	2.00%			
			05/01/38	820,000.00	2.00%	9,915,000.00	605,000.00	9,310,000.00

(Continued)

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

Purpose	Date of Issue	Amount of Original Issue	Maturities of Bonds Outstanding Dec. 31, 2025 Date	Maturities of Bonds Outstanding Dec. 31, 2025 Amount	Interest Rate	Balance Dec. 31, 2024	Decreased by Paid By Budget Appropriation	Balance Dec. 31, 2025
2022 General Obligation Bonds	10/04/22	$ 6,884,000.00	08/01/26	$ 335,000.00	5.00%			
			08/01/27	345,000.00	5.00%			
			08/01/28	355,000.00	5.00%			
			08/01/29	370,000.00	5.00%			
			08/01/30	385,000.00	5.00%			
			08/01/31	395,000.00	5.00%			
			08/01/32	410,000.00	5.00%			
			08/01/33	425,000.00	5.00%			
			08/01/34	435,000.00	5.00%			
			08/01/35	455,000.00	5.00%			
			08/01/36	470,000.00	4.00%			
			08/01/37	490,000.00	4.00%			
			08/01/38	510,000.00	4.00%			
			08/01/39	530,000.00	4.00%	$ 6,230,000.00	$ 320,000.00	$ 5,910,000.00
						$ 31,805,000.00	$ 2,805,000.00	$ 29,000,000.00

Current Fund Budget Appropriation	$ 2,185,598.00
Municipal Open Space Trust Fund Budget Appropriation	619,402.00
	$ 2,805,000.00

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

Ordinance Number	Improvement Description	Date of Original Issue	Date of Issue	Date of Maturity	Interest Rate	Balance Dec. 31, 2024	Increased	Decreased	Balance Dec. 31, 2025
Taxable:									
2008-11	Acquisition of Real Property - Cow Pointe	12/14/18	09/26/24	09/25/25	5.000%	$ 120,550.00		$ 120,550.00	
2008-11	Acquisition of Real Property - Cow Pointe	12/14/18	09/24/25	09/23/26	4.500%		$ 118,444.00		$ 118,444.00
2009-28	Improvements to Public Safety Facilities	12/14/18	09/26/24	09/25/25	5.000%	299,715.00		299,715.00	
2009-28	Improvements to Public Safety Facilities	12/14/18	09/24/25	09/23/26	4.500%		275,249.00		275,249.00
2010-15	Various Capital Improvements	12/14/18	09/26/24	09/25/25	5.000%	1,413,476.00		1,413,476.00	
2010-15	Various Capital Improvements	12/14/18	09/24/25	09/23/26	4.500%		1,276,643.00		1,276,643.00
Tax-Exempt:									
2023-07	Various Capital Improvements	10/03/23	09/26/24	09/25/25	4.250%	3,289,323.00		3,289,323.00	
2023-07	Various Capital Improvements	10/03/23	09/24/25	09/23/26	3.750%		3,289,323.00		3,289,323.00
2024-14	Various Capital Improvements	09/26/24	09/26/24	09/25/25	4.250%	2,330,100.00		2,330,100.00	
2024-14	Various Capital Improvements	09/26/24	09/24/25	09/23/26	3.750%		2,330,100.00		2,330,100.00
2025-16	Various Capital Improvements	09/24/25	09/24/25	09/23/26	3.750%		1,098,577.00		1,098,577.00
						$ 7,453,164.00	$ 8,388,336.00	$ 7,453,164.00	$ 8,388,336.00

	Increased	Decreased
Renewed	$ 7,289,759.00	$ 7,289,759.00
Issued for Cash	1,098,577.00	
Current Fund Budget Appropriation		150,480.00
Municipal Open Space Budget Appropriation		12,925.00
	$ 8,388,336.00	$ 7,453,164.00

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

Balance December 31, 2024	$	7,750.00
Decreased by:		
Anticipated as Revenue in Current Fund		7,750.00
Balance December 31, 2025	$	-

TOWNSHIP OF MEDFORD
GENERAL CAPITAL FUND
Statement of Due to Current Fund
For the Year Ended December 31, 2025

Balance December 31, 2024	$	100,520.00
Decreased by:		
Interfunds Liquidated		100,520.00
Balance December 31, 2025	$	-

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

Ordinance Number	Improvement Description	Balance Dec. 31, 2024	Increased by 2025 Authorizations	Decreased by Notes Issued	Balance Dec. 31, 2025
2019-07	Various Capital Improvements	$ 375.00			$ 375.00
2020-14	Various Capital Improvements	127.00			127.00
2022-08	Various Capital Improvements	669.00			669.00
2024-14	Various Capital Improvements	1,030,000.00			1,030,000.00
2025-16	Various Capital Improvements		$ 2,745,690.00	$ 1,098,577.00	1,647,113.00
2025-17	Braddock's Mill Lake Dam Restoration		1,045,000.00		1,045,000.00
		$ 1,031,171.00	$ 3,790,690.00	$ 1,098,577.00	$ 3,723,284.00

SUPPLEMENTAL EXHIBITS

WATER AND SEWER UTILITY FUND

Exhibit SD-1

TOWNSHIP OF MEDFORD
WATER AND SEWER UTILITY FUND
Statement of Water and Sewer Utility Cash
For the Year Ended December 31, 2025

		Operating		Capital
Balance December 31, 2024		$ 3,276,248.23		$ 7,205,994.63
Increased by Receipts:				
Rents Receivable	$ 6,720,603.97			
Rent Overpayments	36,515.60			
Prepaid Rents	562,892.83			
Anticipated Revenue:				
Miscellaneous Revenue	386,838.49			
Refunds of Appropriations	48,744.84			
Water and Sewer Utility Operating Fund			$ 58,380.00	
Capital Improvement Fund			100,000.00	
Bond Anticipation Notes:				
Renewed			4,898,178.00	
Issued For Cash			1,900,100.00	
Premium on Sale of Bond Anticipation Notes			74,176.81	
		7,755,595.73		7,030,834.81
		11,031,843.96		14,236,829.44
Decreased by Disbursements:				
2025 Budget Appropriations	6,883,168.28			
2024 Appropriation Reserves	465,238.57			
Accounts Payable	13,991.25			
Accrued Interest on Bonds, Loans and Notes	591,690.57			
Water and Sewer Utility Capital Fund	58,380.00			
Improvement Authorizations			3,766,315.91	
Bond Anticipation Notes:				
Renewed			4,898,178.00	
Paydown Made On-Behalf of Water and Sewer Utility Operating Fund			58,380.00	
		8,012,468.67		8,722,873.91
Balance December 31, 2025		$ 3,019,375.29		$ 5,513,955.53

Exhibit SD-2

TOWNSHIP OF MEDFORD
WATER AND SEWER UTILITY CAPITAL FUND
Analysis of Water and Sewer Capital Cash
For the Year Ended December 31, 2025

		Balance (Deficit) Dec. 31, 2024	Receipts: Miscellaneous	Receipts: Bond Anticipation Notes	Disbursements: Improvement Authorizations	Disbursements: Bond Anticipation Notes	Transfers: From	Transfers: To	Balance (Deficit) Dec. 31, 2025
Capital Improvement Fund		$ 306,399.00	$ 100,000.00						$ 406,399.00
Reserve for Payment of Debt Service		55,488.73							55,488.73
Due From Utility Operating Fund		(58,380.00)	58,380.00				$ 58,380.00		(58,380.00)
Reserve for Encumbrances		2,578,088.22					2,578,088.22	$ 746,957.46	746,957.46
Reserve for Developer Contributions		44,420.45							44,420.45
Fund Balance		105,398.58	74,176.81						179,575.39
Improvement Authorizations:									
Ordinance Number									
1996-11	Construction of Various Utility Capital Improvements	14,285.27							14,285.27
1997-06	Construction of Various Utility Capital Improvements	150.65							150.65
1998-14	Construction of Various Utility Capital Improvements	26,275.43							26,275.43
2001-11	Various Utility Capital Improvements	32.00							32.00
2003-15	Various Utility Capital Improvements	21.25							21.25
2004-15	Various Utility Capital Improvements	2,746.00							2,746.00
2004-19	Various Utility Capital Improvements	1,151.37							1,151.37
2005-14	Various Utility Capital Improvements	912.01							912.01
2009-20	Various Utility Capital Improvements	238.75						959.05	1,197.80
2009-27	Improvements for Wastewater Treatment Plant	134.00							134.00
2010-16	Various Utility Capital Improvements	327,751.12		$ 227,278.00	$ 14,472.15	$ 285,658.00		72,852.15	327,751.12
2015-16	Various Utility Capital Improvements	953.13							953.13
2017-02	Various Utility Capital Improvements	0.06			5,100.82			5,100.82	0.06
2017-05	Various Utility Capital Improvements	323.05			84,631.92		2,950.98	87,582.90	323.05
2018-11	Various Utility Capital Improvements	15,955.12			50,840.31		138.33	35,023.52	
2019-08	Various Utility Capital Improvements	2,113.15			119,986.80			117,497.57	(376.08)
2020-15	Improvements to Water Distribution/Storage System	239,574.97			397,951.87		3,117.96	161,617.86	123.00
2021-08	Various Utility Capital Improvements	57,756.63			935,781.63		30,234.50	908,985.00	725.50
2022-09	Various Utility Capital Improvements	470,182.66			561,258.61		160,838.82	375,048.74	123,133.97
2023-08	Various Utility Capital Improvements	918,628.28		2,070,900.00	338,584.33	2,070,900.00	197,598.34	376,720.33	759,165.94
2024-13	Various Utility Capital Improvements	2,095,394.75		2,600,000.00	1,229,823.97	2,600,000.00	255,679.75	495,080.28	1,104,971.31
2025-15	Various Utility Capital Improvements			1,900,100.00	27,883.50		96,398.78		1,775,817.72
		$ 7,205,994.63	$ 232,556.81	$ 6,798,278.00	$ 3,766,315.91	$ 4,956,558.00	$ 3,383,425.68	$ 3,383,425.68	$ 5,513,955.53

TOWNSHIP OF MEDFORD
WATER AND SEWER UTILITY OPERATING FUND
Statement of Water and Sewer Rents Receivable
For the Year Ended December 31, 2025

Balance December 31, 2024		$ 290,300.17
Increased by:		
Water and Sewer Rents Levied		7,298,253.94
		7,588,554.11
Decreased by:		
Collected	$ 6,720,603.97	
Overpayments Applied	36,856.77	
Prepaid Rents Applied	649,597.30	
		7,407,058.04
Balance December 31, 2025		$ 181,496.07

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

Account	Balance Dec. 31, 2024	Increased by Capital Outlay	Increased by Authorized and Uncompleted	Balance Dec. 31, 2025
Enlargement of Plant and Extension of Stokes Road Sewer Line	$ 413,390.00			$ 413,390.00
Sanitary Sewer System	19,289,761.00			19,289,761.00
Extension of Sewer Line on Christopher Mill Road	1,375.00			1,375.00
Extension of Sewer Line on Tuckerton Road	3,517.00			3,517.00
Extension of Sewer Line on Taunton Road	3,963.00			3,963.00
Site Work for Addition to Sewer Plant	6,111.00			6,111.00
Reconstruction of Oakwood Wastewater System and Installation of Southside Water Supply Wells	1,720,000.00			1,720,000.00
Rodding Machine	1,231.00			1,231.00
High Water Alarm System	1,815.00			1,815.00
Road and Drainage System	30,000.00			30,000.00
Manhole Covers	4,848.00			4,848.00
Extension of Sewer Line on Hoot Owl Section	207,450.00			207,450.00
Sludge De-Watering System	171,657.00			171,657.00
General System	328,668.00			328,668.00
Pick-up Truck	61,123.00			61,123.00
Meters and Hydrants	1,917,491.90	$ 5,182.00		1,922,673.90
Lab Equipment and Furniture	20,342.50			20,342.50
Communications Equipment	2,558.00			2,558.00
Reconditioning of Wells	8,466.00			8,466.00
Fencing	1,565.00			1,565.00
Office Equipment and Furniture	47,773.28	3,779.96		51,553.24
Interim Upgrade of Sewer Plant	324,279.00			324,279.00
Feasibility Study of Waste Water Treatment Facility	26,287.00			26,287.00
Gate Valve Installation	10,898.00			10,898.00
Computer	28,149.00			28,149.00
Flow Control System	3,335.00			3,335.00
Gasoline Storage Tank	2,596.00			2,596.00
Safety Equipment	128,637.35			128,637.35
Manhole Inserts	22,974.00			22,974.00
Rehabilitation of Waste Water Treatment Tanks	100,000.00			100,000.00
Wastewater Jetter/Vector	130,000.00			130,000.00
Construction of Water Line in Vicinity of Jackson Road	46,000.00			46,000.00
Discount on Repayment of Loan from Farmers Home Administration	3,120,000.00			3,120,000.00
Installation of Water Line at Laurel Knoll Subdivision	53,000.00			53,000.00
Rehabilitation of Sewerage Treatment Tank #1	84,200.00			84,200.00
Trucks	864,328.81			864,328.81
Sewerage Treatment Plant and Extension of Sewer Line on Stokes Road	1,240,105.00			1,240,105.00
Rehabilitation and Upgrading of Elm Drive Pumping Station	139,128.00			139,128.00
Charles Street Water Main	33,234.00			33,234.00
Acquisition of Seven Yard Pickup Truck	50,462.00			50,462.00
Cost to Refinance Serial Bonds	432,497.00			432,497.00
Utility Equipment	844,964.66	18,441.00		863,405.66
Water Diversion Rights	1,164,274.40			1,164,274.40
Rehabilitation of Wells and Other Improvements to the Water and Sewer Utility System	1,256,579.86			1,256,579.86
Various Water and Sewer Capital Improvements and Upgrading and Rehabilitation of Utility System	872,100.00			872,100.00
Construction of Southside Water Supply Wells	474,050.00			474,050.00
Furniture and Equipment	8,560.86			8,560.86
Construction of a Water Storage Tank	3,349.00			3,349.00
Improvements to Wastewater Treatment Plant	6,881,500.00		$ 2,026,500.00	8,908,000.00
Various Improvements to the Water and Sewer System	15,941,563.06			15,941,563.06
Improvements to the Sewage Treatment Plant	2,244,818.06			2,244,818.06
Improvements to Phase II Sewer Plant Upgrade Project	11,041,434.00			11,041,434.00
Water and Sewer Improvements on Various Municipal Roadways	902,767.79		100,000.00	1,002,767.79
South Standpipe Rehabilitation	196,823.84			196,823.84
	$ 72,916,001.37	$ 27,402.96	$ 2,126,500.00	$ 75,069,904.33
Current Year Budget		$ 3,779.96		
Appropriation Reserve		23,623.00		
		$ 27,402.96		

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

Ordinance Number	Improvement Description	Ordinance Date	Amount	Balance Dec. 31, 2024	2025 Authorizations	Costs to Fixed Capital	Balance Dec. 31, 2025
1996-11	Construction of Various Utility Capital Improvements	06/17/96	$ 1,349,000.00	$ 14,285.27			$ 14,285.27
1997-06	Construction of Various Utility Capital Improvements	03/17/97	1,357,000.00	150.65			150.65
1998-14	Construction of Various Utility Capital Improvements	06/03/98	1,750,000.00	26,275.43			26,275.43
2001-11	Various Utility Capital Improvements	05/22/01	1,635,000.00	753.12			753.12
2003-15	Various Utility Capital Improvements	06/10/03	370,000.00	39.63			39.63
2004-15	Various Utility Capital Improvements	05/11/04	995,000.00	2,746.00			2,746.00
2004-19	Various Utility Capital Improvements	08/24/04	2,900,000.00	6,591.37			6,591.37
2005-14	Various Utility Capital Improvements	05/24/05	1,540,000.00	912.01			912.01
2009-20	Various Utility Capital Improvements	06/09/09	1,305,500.00	1,254,777.00			1,254,777.00
2009-27	Improvements for Wastewater Treatment Plant	11/10/09	3,500,000.00	3,500,000.00			3,500,000.00
2010-16	Various Utility Capital Improvements	06/22/10	1,050,000.00	1,010,848.00			1,010,848.00
2015-16	Various Utility Capital Improvements	09/07/15	730,000.00	631,342.26			631,342.26
2017-02	Various Utility Capital Improvements	02/21/17	1,587,350.00	1,552,087.80			1,552,087.80
2017-05	Various Utility Capital Improvements	05/02/17	1,432,450.00	1,369,546.10			1,369,546.10
2018-11	Various Utility Capital Improvements	06/06/18	2,126,500.00	2,126,500.00		$ 2,126,500.00	
2019-08	Various Utility Capital Improvements	05/21/19	1,732,500.00	1,723,500.00			1,723,500.00
2020-15	Improvements to Water Distribution/Storage System	07/08/20	2,420,000.00	2,420,000.00			2,420,000.00
2021-08	Various Utility Capital Improvements	06/01/21	2,552,137.00	2,552,137.00			2,552,137.00
2022-09	Various Utility Capital Improvements	07/05/22	1,929,500.00	1,929,500.00			1,929,500.00
2023-08	Various Utility Capital Improvements	06/07/23	2,070,900.00	2,070,900.00			2,070,900.00
2024-13	Various Utility Capital Improvements	08/20/24	2,600,000.00	2,600,000.00			2,600,000.00
2025-15	Various Utility Capital Improvements	09/16/25	2,000,000.00		$ 2,000,000.00		2,000,000.00
				$ 24,792,891.64	$ 2,000,000.00	$ 2,126,500.00	$ 24,666,391.64

TOWNSHIP OF MEDFORD
WATER AND SEWER UTILITY OPERATING FUND
Statement of Appropriation Reserves
For the Year Ended December 31, 2025

	Balance Dec. 31, 2024 Encumbered	Balance Dec. 31, 2024 Reserved	Paid or Charged	Lapsed to Fund Balance
Operations:				
Salaries and Wages		$ 148,769.88		$ 148,769.88
Other Expenses	$ 421,134.00	98,044.80	$ 441,741.56	77,437.24
Capital Improvements:				
Capital Outlay	23,250.00	70,088.43	23,623.00	69,715.43
Statutory Expenditures:				
Contributions to Social Security (O.A.S.I.)		15,505.97		15,505.97
	$ 444,384.00	$ 332,409.08	$ 465,364.56	$ 311,428.52
Accounts Payable			$ 125.99	
Disbursements			465,238.57	
			$ 465,364.56	

TOWNSHIP OF MEDFORD
WATER AND SEWER UTILITY OPERATING FUND
Statement of Accounts Payable
For the Year Ended December 31, 2025

Balance December 31, 2024	$ 34,384.29
Increased by:	
Charges to Appropriation Reserves	125.99
	34,510.28
Decreased by:	
Disbursements	13,991.25
Balance December 31, 2025	$ 20,519.03

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

Balance December 31, 2024		$ 182,007.78
Increased by - Charges to Budget Appropriations:		
Interest on:		
Bonds	$ 231,557.23	
Loans	110,394.96	
Notes	238,587.15	
		580,539.34
		762,547.12
Decreased by Disbursements:		
Accrued Interest on:		
Bonds	245,565.57	
Loans	122,157.48	
Notes	223,967.52	
		591,690.57
Balance December 31, 2025		$ 170,856.55

Analysis of Accrued Interest December 31, 2025

Principal Outstanding Dec. 31, 2025	Interest Rate	From	To	Period	Amount
Serial Bonds:					
$ 605,000.00	Various	11/01/25	12/31/25	2.0 Months	$ 3,077.08
865,000.00	Various	12/01/25	12/31/25	1.0 Month	2,162.50
103,000.00	Various	08/15/25	12/31/25	4.5 Months	1,545.00
295,000.00	Various	08/01/25	12/31/25	5.0 Months	6,145.83
810,000.00	Various	07/15/25	12/31/25	5.5 Months	18,562.50
3,135,000.00	Various	11/01/25	12/31/25	2.0 Months	11,783.33
1,120,000.00	Various	10/04/25	12/31/25	3.0 Months	12,371.88
					55,648.12
N.J. Environmental Infrastructure Trust Loan:					
$ 165,000.00	Various	08/01/25	12/31/25	5.0 Months	3,062.50
860,000.00	Various	08/01/25	12/31/25	5.0 Months	14,362.50
550,000.00	Various	08/01/25	12/31/25	5.0 Months	8,733.33
205,000.00	Various	08/01/25	12/31/25	5.0 Months	3,250.00
280,000.00	Various	08/01/25	12/31/25	5.0 Months	4,858.33
565,000.00	Various	08/01/25	12/31/25	5.0 Months	9,770.83
					44,037.49
Bond Anticipation Notes:					
$ 4,670,900.00	3.750%	09/24/25	12/31/25	99 Days	47,508.81
1,900,100.00	3.750%	09/16/25	12/31/25	107 Days	20,888.09
227,278.00	4.500%	09/24/25	12/31/25	99 Days	2,774.04
					71,170.94
					$ 170,856.55

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

Ordinance Number	Improvement Description	Date	Ordinance Amount	Balance Dec. 31, 2024 Funded	Balance Dec. 31, 2024 Unfunded	Increased by 2025 Authorizations	Increased by Prior Year Encumbrances Reclassified	Decreased by Paid or Charged	Balance Dec. 31, 2025 Funded	Balance Dec. 31, 2025 Unfunded
1996-11	Construction of Various Utility Capital Improvements	06/17/96	$ 1,349,000.00	$ 14,285.27					$ 14,285.27	
1997-06	Construction of Various Utility Capital Improvements	04/21/97	1,357,000.00	150.65					150.65	
1998-14	Construction of Various Utility Capital Improvements	06/03/98	1,750,000.00	26,275.43					26,275.43	
2001-11	Various Utility Capital Improvements	05/22/01	1,635,000.00	32.00					32.00	
2003-15	Various Utility Capital Improvements	06/10/03	370,000.00	21.25					21.25	
2004-15	Various Utility Capital Improvements	05/11/04	995,000.00	2,746.00					2,746.00	
2004-19	Various Utility Capital Improvements	08/24/04	2,900,000.00	1,151.37					1,151.37	
2005-14	Various Utility Capital Improvements	05/24/05	1,540,000.00	912.01					912.01	
2009-20	Various Utility Capital Improvements	06/09/09	1,305,500.00	238.75			$ 959.05		1,197.80	
2009-27	Improvements for Wastewater Treatment Plant	11/10/09	3,500,000.00	134.00					134.00	
2010-16	Various Utility Capital Improvements	06/22/10	1,050,000.00	42,093.12	$ 285,658.00		14,472.15	$ 14,472.15	100,473.12	$ 227,278.00
2015-16	Various Utility Capital Improvements	09/07/15	730,000.00	953.13					953.13	
2017-02	Various Utility Capital Improvements	02/21/17	1,587,350.00	0.06			5,100.82	5,100.82	0.06	
2017-05	Various Utility Capital Improvements	05/02/17	1,432,450.00	323.05			87,582.90	87,582.90	323.05	
2018-11	Various Utility Capital Improvements	06/06/18	2,126,500.00	15,955.12			35,023.52	50,978.64		
2019-08	Various Utility Capital Improvements	05/21/19	1,723,500.00	2,113.15	500.00		117,497.57	119,986.80		123.92
2020-15	Improvements to Water Distribution/Storage System	07/08/20	2,420,000.00	239,574.97			161,617.86	401,069.83	123.00	
2021-08	Various Utility Capital Improvements	06/01/21	2,552,137.00	57,756.63	137.00		908,985.00	966,016.13	725.50	137.00
2022-09	Various Utility Capital Improvements	07/05/22	1,929,500.00	470,182.66			375,048.74	722,097.43	123,133.97	
2023-08	Various Utility Capital Improvements	06/07/23	2,070,900.00		918,628.28		376,720.33	536,182.67		759,165.94
2024-13	Various Utility Capital Improvements	08/20/24	2,600,000.00		2,095,394.75		495,080.28	1,485,503.72		1,104,971.31
2025-15	Various Utility Capital Improvements	09/16/25	2,000,000.00			$ 2,000,000.00		124,282.28		1,875,717.72
				$ 874,898.62	$ 3,300,318.03	$ 2,000,000.00	$ 2,578,088.22	$ 4,513,273.37	$ 272,637.61	$ 3,967,393.89

	2025 Authorizations	Paid or Charged
Bonds and Notes Authorized	$ 2,000,000.00	
Disbursed		$ 3,766,315.91
Reserve for Encumbrances		746,957.46
	$ 2,000,000.00	$ 4,513,273.37

Exhibit SD-10

TOWNSHIP OF MEDFORD
WATER AND SEWER UTILITY CAPITAL FUND
Statement of Reserve for Encumbrances
For the Year Ended December 31, 2025

Balance December 31, 2024	$ 2,578,088.22
Increased by:	
Charges to Improvement Authorizations	746,957.46
	3,325,045.68
Decreased by:	
Prior Year Balance Reappropriated	2,578,088.22
Balance December 31, 2025	$ 746,957.46

Exhibit SD-11

WATER AND SEWER UTILITY CAPITAL FUND
Statement of Reserve for Amortization
For the Year Ended December 31, 2025

Balance December 31, 2024			$ 67,864,068.69
Increased by:			
Paid by Utility Operating Fund:			
Serial Bonds - Paid by Budget Appropriation	$ 825,000.00		
Loans Payable - Paid by Budget Appropriation	1,127,318.33		
Loans Payable - Decreased by NJEIT Principal Savings Credits	46,199.98		
		$ 1,998,518.31	
Capital Outlay:			
2025 Charges:			
Current Year Appropriations	3,779.96		
Appropriation Reserve	23,623.00		
		27,402.96	
			2,025,921.27
Balance December 31, 2025			$ 69,889,989.96

Exhibit SD-12

TOWNSHIP OF MEDFORD
WATER AND SEWER UTILITY CAPITAL FUND
Statement of Water and Sewer Serial Bonds
For the Year Ended December 31, 2025

Purpose	Date of Issue	Original Issue	Maturity of Bonds Outstanding Dec. 31, 2025 Date	Maturity of Bonds Outstanding Dec. 31, 2025 Amount	Interest Rate	Balance Dec. 31, 2024	Decreased by Paid by Budget Appropriation	Balance Dec. 31, 2025
General Obligation Bonds, Series 2013A	05/09/13	$ 1,305,000.00	05/01/26-28	$ 70,000.00	3.000%			
			05/01/29-30	75,000.00	3.000%			
			05/01/31	80,000.00	3.000%			
			05/01/32	80,000.00	3.125%			
			05/01/33	85,000.00	3.250%	$ 670,000.00	$ 65,000.00	$ 605,000.00
Refunding Bonds, Series 2013B	05/09/13	5,140,000.00				285,000.00	285,000.00	
General Obligation Bonds, Series 2015	12/17/15	1,470,000.00	06/01/26	70,000.00	3.000%			
			06/01/27-28	75,000.00	3.000%			
			06/01/29	80,000.00	3.000%			
			06/01/30	85,000.00	3.000%			
			06/01/31-33	90,000.00	3.000%			
			06/01/34	100,000.00	3.000%			
			06/01/35	110,000.00	3.000%	935,000.00	70,000.00	865,000.00
Refunding Bonds, Bridge Commission 2017	03/28/17	905,000.00	02/15/26	103,000.00	4.000%	203,000.00	100,000.00	103,000.00
General Obligation Bonds, Bridge Commission 2018	09/06/18	946,932.00	08/01/26	95,000.00	5.000%			
			08/01/27	100,000.00	5.000%			
			08/01/28	100,000.00	5.000%	385,000.00	90,000.00	295,000.00
General Obligation Refunding Bonds, Series 2019	10/30/19	2,260,000.00	07/15/26	270,000.00	5.000%			
			07/15/27	270,000.00	5.000%			
			07/15/28	270,000.00	5.000%	1,080,000.00	270,000.00	810,000.00

(Continued)

TOWNSHIP OF MEDFORD
WATER AND SEWER UTILITY CAPITAL FUND
Statement of Water and Sewer Serial Bonds
For the Year Ended December 31, 2025

Purpose	Date of Issue	Original Issue	Maturity of Bonds Outstanding Dec. 31, 2025 Date	Maturity of Bonds Outstanding Dec. 31, 2025 Amount	Interest Rate	Balance Dec. 31, 2024	Decreased by Paid by Budget Appropriation	Balance Dec. 31, 2025
General Obligation Bonds, Series 2020	10/08/20	$ 3,979,000.00	05/01/26	$ 175,000.00	2.000%			
			05/01/27	180,000.00	2.000%			
			05/01/28-29	185,000.00	2.000%			
			05/01/30	190,000.00	3.000%			
			05/01/31	195,000.00	3.000%			
			05/01/32	205,000.00	3.000%			
			05/01/33	210,000.00	3.000%			
			05/01/34	215,000.00	2.000%			
			05/01/35	220,000.00	2.000%			
			05/01/36	225,000.00	2.000%			
			05/01/37	230,000.00	2.000%			
			05/01/38	235,000.00	2.000%			
			05/01/39	240,000.00	2.000%			
			05/01/40	245,000.00	2.000%	$ 3,310,000.00	$ 175,000.00	$ 3,135,000.00
Utility Improvement Bonds, Series 2022	10/04/22	1,227,000.00	08/01/26-29	35,000.00	5.000%			
			08/01/30-33	40,000.00	5.000%			
			08/01/34-35	45,000.00	5.000%			
			08/01/36-37	45,000.00	4.000%			
			08/01/38-39	50,000.00	4.000%			
			08/01/40-42	55,000.00	4.000%			
			08/01/43-44	60,000.00	4.125%			
			08/01/45	60,000.00	4.250%			
			08/01/46-48	65,000.00	4.250%	1,155,000.00	35,000.00	1,120,000.00
						$ 8,023,000.00	$ 1,090,000.00	$ 6,933,000.00
			Reserve for Deferred Amortization				$ 265,000.00	
			Reserve for Amortization				825,000.00	
							$ 1,090,000.00	

TOWNSHIP OF MEDFORD
WATER AND SEWER UTILITY CAPITAL FUND
Statement of New Jersey Environmental Infrastructure Loans Payable
For the Year Ended December 31, 2025

Purpose	Loan Amount	Date of Loan	Maturity of Loans Outstanding, December 31, 2025 Date	Maturity of Loans Outstanding, December 31, 2025 Amount	Interest Rate	Balance Dec. 31, 2024	Decreased	Balance Dec. 31, 2025
N.J. Environmental Infrastructure Trust Loan - 2007	$ 1,100,000.00	11/08/07	08/01/26	$ 80,000.00	4.500%			
			08/01/27	85,000.00	4.250%	$ 240,000.00	$ 75,000.00	$ 165,000.00
N.J. Environmental Infrastructure Fund Loan - 2007	1,106,200.00	11/08/07	02/01/26	2,349.22	NIL			
			08/01/26	54,463.64	NIL			
			02/01/27	1,176.64	NIL			
			08/01/27	56,548.43	NIL	170,292.21	55,754.28	114,537.93
N.J. Environmental Infrastructure Trust Loan - 2008	3,785,000.00	11/06/08	08/01/26	275,000.00	4.500%			
			08/01/27	285,000.00	4.500%			
			08/01/28	300,000.00	4.250%	1,120,000.00	260,000.00	860,000.00
N.J. Environmental Infrastructure Fund Loan - 2008	3,141,145.00	11/06/08	02/01/26	10,934.63	NIL			
			08/01/26	150,796.31	NIL			
			02/01/27	7,438.09	NIL			
			08/01/27	152,385.64	NIL			
			02/01/28	3,814.40	NIL			
			08/01/28	156,390.97	NIL	642,473.81	160,713.77	481,760.04
N.J. Environmental Infrastructure Trust Loan - 2009	1,965,000.00	11/19/09	08/01/26	130,000.00	4.500%			
			08/01/27	135,000.00	4.500%			
			08/01/28	140,000.00	4.500%			
			08/01/29	145,000.00	4.250%	675,000.00	125,000.00	550,000.00
N.J. Environmental Infrastructure Fund Loan - 2009	1,857,763.00	11/19/09	02/01/26-29	31,487.50	NIL			
			08/01/26-28	62,975.01	NIL			
			08/01/29	62,975.31	NIL	472,312.85	94,462.51	377,850.34
N.J. Environmental Infrastructure Trust Loan - 2010A	735,000.00	03/10/10	08/01/26-28	50,000.00	4.500%			
			08/01/29	55,000.00	4.250%	250,000.00	45,000.00	205,000.00
N.J. Environmental Infrastructure Fund Loan - 2010A	2,252,000.00	03/10/10	02/01/26-29	12,711.86	NIL			
			08/01/26-28	25,423.72	NIL			
			08/01/29	25,423.98	NIL	190,678.16	38,135.58	152,542.58
N.J. Environmental Infrastructure Trust Loan - 2010B	785,000.00	12/02/10	08/01/26	50,000.00	4.250%			
			08/01/27-28	55,000.00	4.500%			
			08/01/29	60,000.00	4.500%			
			08/01/30	60,000.00	4.250%	330,000.00	50,000.00	280,000.00

(Continued)

TOWNSHIP OF MEDFORD
WATER AND SEWER UTILITY CAPITAL FUND
Statement of New Jersey Environmental Infrastructure Loans Payable
For the Year Ended December 31, 2025

Purpose	Loan Amount	Date of Loan	Maturity of Loans Outstanding, December 31, 2025 Date	Maturity of Loans Outstanding, December 31, 2025 Amount	Interest Rate	Balance Dec. 31, 2024	Decreased	Balance Dec. 31, 2025
N.J. Environmental Infrastructure Fund Loan - 2010B	$ 2,478,810.00	12/02/10	02/01/26-30	$ 42,013.72	NIL			
			08/01/26-29	84,027.45	NIL			
			08/01/30	84,027.77	NIL	$ 756,247.34	$ 126,041.17	$ 630,206.17
N.J. Environmental Infrastructure Trust Loan - 2010B	1,585,000.00	12/02/10	08/01/26	100,000.00	4.250%			
			08/01/27	105,000.00	4.500%			
			08/01/28	115,000.00	4.500%			
			08/01/29	120,000.00	4.500%			
			08/01/30	125,000.00	4.250%	665,000.00	100,000.00	565,000.00
N.J. Environmental Infrastructure Fund Loan - 2010B	1,707,500.00	12/02/10	02/01/26-30	14,470.33	NIL			
			08/01/26-29	28,940.67	NIL			
			08/01/30	28,941.00	NIL	260,466.33	43,411.00	217,055.33
						$ 5,772,470.70	$ 1,173,518.31	$ 4,598,952.39

Paid by Budget Appropriation	$ 1,127,318.33
Principal Savings Credits	46,199.98
	$ 1,173,518.31

Exhibit SD-14

TOWNSHIP OF MEDFORD
WATER AND SEWER UTILITY OPERATING FUND
Statement of Overpayments
For the Year Ended December 31, 2025

Balance December 31, 2024	$ 10,067.80
Increased by:	
Receipts	36,515.60
	46,583.40
Decreased by:	
Applied to Water and Sewer Rents Receivable	36,856.77
Balance December 31, 2025	$ 9,726.63

Exhibit SD-15

WATER AND SEWER UTILITY OPERATING FUND
Statement of Prepaid Rents
For the Year Ended December 31, 2025

Balance December 31, 2024	$ 649,597.30
Increased by:	
Collections - 2025 Rents	562,892.83
	1,212,490.13
Decreased by:	
Applied to 2025 Sewer Service Charges	649,597.30
Balance December 31, 2025	$ 562,892.83

Exhibit SD-16

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

Balance December 31, 2024		$ 11,092,158.62
Increased by:		
Bond Anticipation Notes Paid by Budget Appropriation	$ 58,380.00	
Serial Bonds Paid by Budget Appropriation	265,000.00	
		323,380.00
Balance December 31, 2025		$ 11,415,538.62

TOWNSHIP OF MEDFORD
WATER AND SEWER UTILITY CAPITAL FUND
Statement of Bond Anticipation Notes
For the Year Ended December 31, 2025

Ordinance Number	Improvement Description	Date of Original Issue	Date of Issue	Date of Maturity	Interest Rate	Balance Dec. 31, 2024	Increased	Decreased	Balance Dec. 31, 2025
Taxable:									
2010-16	Various Utility Capital Improvements	12/14/18	09/26/24	09/25/25	5.000%	$ 285,658.00		$ 285,658.00	
2010-16	Various Utility Capital Improvements	12/14/18	09/24/25	09/23/26	4.500%		$ 227,278.00		$ 227,278.00
Tax-Exempt:									
2023-08	Various Utility Capital Improvements	10/03/23	09/26/24	09/25/25	4.250%	2,070,900.00		2,070,900.00	
2023-08	Various Utility Capital Improvements	10/03/23	09/24/25	09/23/26	3.750%		2,070,900.00		2,070,900.00
2024-13	Various Utility Capital Improvements	09/26/24	09/26/24	09/25/25	4.250%	2,600,000.00		2,600,000.00	
2024-13	Various Utility Capital Improvements	09/26/24	09/24/25	09/23/26	3.750%		2,600,000.00		2,600,000.00
2025-15	Various Utility Capital Improvements	09/16/25	09/16/25	09/23/26	3.750%		1,900,100.00		1,900,100.00
						$ 4,956,558.00	$ 6,798,278.00	$ 4,956,558.00	$ 6,798,278.00
Renewed							$ 4,898,178.00	$ 4,898,178.00	
Issued for Cash							1,900,100.00		
Paid by Budget Appropriation								58,380.00	
							$ 6,798,278.00	$ 4,956,558.00	

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

Ordinance Number	Improvement Description	Balance Dec. 31, 2024	Increased by 2025 Authorizations	Decreased by Bond Anticipation Notes Issued	Balance Dec. 31, 2025
2019-08	Various Utility Capital Improvements	$ 500.00			$ 500.00
2021-08	Various Utility Capital Improvements	137.00			137.00
2025-15	Various Utility Capital Improvements		$ 2,000,000.00	$ 1,900,100.00	99,900.00
		$ 637.00	$ 2,000,000.00	$ 1,900,100.00	$ 100,537.00

TOWNSHIP OF MEDFORD

PART II

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, require.

There are no current year findings.

TOWNSHIP OF MEDFORD
Summary Schedule of Prior Year Audit Findings
and Questioned Costs as Prepared by Management

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

FINANCIAL STATEMENT FINDINGS

There were no prior year findings.

FEDERAL AWARDS

There were no prior year findings.

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

Name	Title	Amount of Surety Bond
Erik Rebstock	Mayor	
Michael Czyzyk	Deputy Mayor	
Charles Watson	Councilman	
Donna Symons	Councilwoman	
Bethany Milk	Councilwoman	
Daniel Hornickel	Township Manager	(A)
Lindsey Gentile	Chief Financial Officer/Treasurer	(A)
Tara Wicker	Municipal Clerk	(A)
Rachel Warrington	Tax Collector	(A)
Sean Gaskill	Tax Assessor	(A)
Peter Lange Jr.	Magistrate	(A)
Stacy McBride	Court Administrator	(A)
Timothy Prime	Solicitor	
Jersey Professional Management	Qualified Purchasing Agent January-August 2025	
Gail Catania	Qualified Purchasing Agent August-December 2025	
Environmental Resolutions, Inc.	Engineer	
Christopher Koutsouris	Prosecutor	
Jeffery Snow	Public Defender	

(A) Covered under the Burlington County Municipal Joint Insurance Fund, Municipal Excess Liability Joint Insurance Fund and the N.J. Municipal Environmental Risk Management Joint Insurance Fund for $1,000,000.00.

APPRECIATION

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

PKF O'Connor Davies, LLP

PKF O'CONNOR DAVIES, LLP
Certified Public Accountants
& Consultants

Michael P. Cragin, Jr.
Certified Public Accountant
Registered Municipal Accountant