Report of Audit

on the

Financial Statements

of the

Borough of High Bridge

in the

County of Hunterdon
New Jersey

for the

Year Ended
December 31, 2018

BOROUGH OF HIGH BRIDGE

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BOROUGH OF HIGH BRIDGE

PART I

INDEPENDENT AUDITOR'S REPORT ON
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YEARS ENDED DECEMBER 31, 2018 AND 2017

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INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and Members
of the Borough Council
Borough of High Bridge
County of Hunterdon
High Bridge, New Jersey 08829

Report on the Financial Statements

We have audited the accompanying balance sheets - regulatory basis of the various individual funds and account group of the Borough of High Bridge, as of December 31, 2018 and 2017, the related statement of operations and changes in fund balance - regulatory basis for the years then ended, and the related statement of revenues - regulatory basis and statement of expenditures - regulatory basis of the various individual funds for the year ended December 31, 2018, and the related notes to the financial statements, which collectively comprise the Borough 's regulatory financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the regulatory basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatements, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these regulatory financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, the audit requirements prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey (the "Division"), and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the regulatory financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Borough of High Bridge's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Borough of High Bridge's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the regulatory financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Basis for Adverse Opinion on U.S Generally Accepted Accounting Principles.

As described in Note 1 of the regulatory financial statements, the regulatory financial statements are prepared by the Borough of High Bridge on the basis of the financial reporting provisions prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to meet the requirements of New Jersey.

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

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the "Basis for Adverse Opinion on U.S Generally Accepted Accounting Principles" paragraph, the financial statements referred to above do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the various individual funds and account group of the Borough of High Bridge as of December 31, 2018 and 2017, or the results of its operations and changes in fund balance for the years then ended of the revenues or expenditures for the year ended December 31, 2018.

Opinion on Regulatory Basis of Accounting

In our opinion, the regulatory financial statements referred to above present fairly, in all material respects, the regulatory basis balances sheets of the various individual funds and account group as of December 31, 2018 and 2017, the regulatory basis statement of operations and changes in fund balance for the years then ended and the regulatory basis statement of revenues and expenditures and changes in fund balance for the year ended December 31, 2018 in accordance with the basis of financial reporting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey as described in Note 1.

Other Matters

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Borough of High Bridge's regulatory financial statements. The supplementary information and data listed in the table of contents as required by the Division of Local Government Services, Department of Community Affairs, State of New Jersey are presented for purposes of additional analysis and are not a required part of the regulatory financial statements.

The supplemental information and data listed above and also listed in the table of contents are the responsibility of management and were derived from and relates directly to the underlying accounting and other records used to prepare the regulatory financial statements. Such information has been subjected to the auditing procedures applied in the audit of the regulatory financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the regulatory financial statements or to the regulatory financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplemental information and data listed in the table of contents are fairly stated, in all material respects, in relation to the regulatory 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 July 25, 2019 on our consideration of the Borough of High Bridge's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Borough of High Bridge's internal control over financial reporting and compliance.

Suplee Clooney & Company
CERTIFIED PUBLIC ACCOUNTANTS

Robert W. [illegible]
REGISTERED MUNICIPAL ACCOUNTANT NO. 439

July 25, 2019

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

The Honorable Mayor and Members
of the Borough Council
Borough of High Bridge
County of Hunterdon
High Bridge, New Jersey 08829

We have audited, in accordance with the auditing standards generally accepted in the United States of America, the audit requirements prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the regulatory financial statements of the various individual funds and the account group of the Borough of High Bridge, as of and for the year ended December 31, 2018, and the related notes to the financial statements, which collectively comprise the Borough's regulatory financial statements, and have issued our report thereon dated July 25, 2019. Our report disclosed that, as described in Note 1 to the financial statements, the Borough of High Bridge prepares its financial statements on a basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, that demonstrates compliance with a modified accrual basis and the budget laws of the State of New Jersey, which is a comprehensive basis of accounting other than U.S. generally accepted accounting principles.

Internal Control Over Financial Reporting

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

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

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

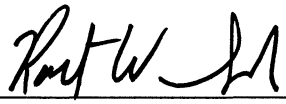
Compliance and Other Matters

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

Purpose of This Report

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

CERTIFIED PUBLIC ACCOUNTANTS



REGISTERED MUNICIPAL ACCOUNTANT NO. 439

July 25, 2019

CURRENT FUND

BOROUGH OF HIGH BRIDGE

CURRENT FUND

BALANCE SHEETS - REGULATORY BASIS

ASSETS	REF.	BALANCE DECEMBER 31, 2018	BALANCE DECEMBER 31, 2017
Cash-Treasurer	A-4	$ 3,330,035.00	$ 3,225,059.45
Cash-Tax Collector	A-5	62,932.77	862,186.32
Change Fund	A-6	120.00	120.00
		$ 3,393,087.77	$ 4,087,365.77
Receivables and Other Assets With Full Reserves:			
Delinquent Property Taxes Receivable	A-7	$ 198,841.13	$ 172,072.20
Tax Title Liens	A-12	13,875.13	11,846.07
Property Acquired for Taxes	A-22	176,000.00	176,000.00
Revenue Accounts Receivable	A-9	1,151.28	2,658.28
Interfunds Receivable	A-10	30,857.69	33,607.21
	A	$ 420,725.23	$ 396,183.76
Deferred Charges:			
Emergency Authorizations	A-28	$ 40,000.00	$ 110,000.00
		$ 40,000.00	$ 110,000.00
		$ 3,853,813.00	$ 4,593,549.53
Grant Fund:			
Grants Receivable	A-27	$ 313,733.48	$ 359,883.84
		$ 313,733.48	$ 359,883.84
		$ 4,167,546.48	$ 4,953,433.37

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

BOROUGH OF HIGH BRIDGE

CURRENT FUND

BALANCE SHEETS - REGULATORY BASIS

	REF.	BALANCE DECEMBER 31, 2018	BALANCE DECEMBER 31, 2017
LIABILITIES, RESERVES AND FUND BALANCE			
Liabilities:			
Appropriation Reserves	A-3:A-13	$ 108,656.27	$ 104,809.72
Prepaid Taxes	A-17	38,191.12	406,996.70
Due State of New Jersey-Chapter 20, PL 1971	A-8	1,839.17	1,089.17
Interfunds Payable	A-10	1,068.21	36,049.01
County Taxes-Payable	A-14	2,087.78	7,492.34
Local District Taxes Payable	A-15	1,145,170.71	1,038,834.15
Regional High School Taxes Payable	A-16	210,641.33	196,200.83
Reserve for Encumbrances	A-20	339,426.95	371,722.54
Reserve for Miscellaneous Deposits	A-21	26,925.20	33,314.13
Reserve for Grants - Unappropriated	A-19	128,435.00	422,999.59
		$ 2,002,441.74	$ 2,619,508.18
Reserve for Receivables and Other Assets	A	420,725.23	396,183.76
Fund Balance	A-1	1,430,646.03	1,577,857.59
		$ 3,853,813.00	$ 4,593,549.53
Grant Fund:			
Encumbrances Payable	A-23	$ 63,327.21	$ 126,521.19
Due Current Fund	A-24	30,857.50	33,607.21
Unappropriated Reserves	A-26		2,891.06
Appropriated Reserves	A-25	219,548.77	196,864.38
		$ 313,733.48	$ 359,883.84
		$ 4,167,546.48	$ 4,953,433.37

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

BOROUGH OF HIGH BRIDGE

CURRENT FUND

STATEMENTS OF OPERATIONS
AND CHANGE IN FUND BALANCE - REGULATORY BASIS

	REF.	YEAR 2018	YEAR 2017
REVENUE AND OTHER INCOME			
Fund Balance Utilized	A-2	$ 500,000.00	$ 500,000.00
Miscellaneous Revenue Anticipated	A-2	1,888,731.58	2,098,959.33
Receipts from Delinquent Taxes	A-2	171,996.50	193,924.09
Receipts from Current Taxes	A-2	12,844,876.91	12,551,513.53
Non-Budget Revenue	A-2	48,809.21	79,625.49
Other Credits to Income:			
Unexpended Balance of Appropriation Reserves	A-13	195,195.08	362,562.85
Encumbrances Canceled	A-20		40,699.92
Reserves Canceled		16,395.93	
Interfunds Returned		2,749.52	
Total Income		$ 15,668,754.73	$ 15,827,285.21
EXPENDITURES			
Budget Appropriations:			
Operations within "CAPS":			
Operating	A-3	$ 3,565,800.61	$ 3,642,184.52
Deferred Charges and Statutory Expenditures	A-3	316,907.18	297,779.68
Operations Excluded from "CAPS":			
Operating	A-3	101,902.56	140,277.19
Capital Improvements	A-3	300,000.00	380,000.00
Municipal Debt Service	A-3	1,295,527.11	1,294,940.92
Deferred Charges	A-3	70,000.00	35,000.00
Interfunds Advanced			27,648.14
County Taxes	A-14	1,365,076.05	1,326,061.49
County Share of Added Taxes	A-14	2,087.78	7,492.34
Local District School Tax	A-15	6,565,706.00	6,254,228.00
Regional High School Tax	A-16	1,732,959.00	1,704,078.00
Refund of Prior Year Revenue	A-4		4,338.29
Total Expenditures		$ 15,315,966.29	$ 15,114,028.57
Excess in Revenue		$ 352,788.44	$ 713,256.64
Adjustments to Income Before Fund Balance			
Expenditures Included above which are by Statute			
Deferred Charges to the Budget of the Succeeding Year	A-3		60,000.00
Statutory Excess to Fund Balance		$ 352,788.44	$ 773,256.64
Fund Balance			
Balance, January 1	A	1,577,857.59	1,304,600.95
		$ 1,930,646.03	$ 2,077,857.59
Decreased by:			
Utilization as Anticipated Revenue	A-1:A-2	500,000.00	500,000.00
Fund Balance, December 31	A	$ 1,430,646.03	$ 1,577,857.59

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

BOROUGH OF HIGH BRIDGE

CURRENT FUND

STATEMENT OF REVENUES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2018

	REF.	ANTICIPATED BUDGET	ANTICIPATED SPECIAL N.J.S. 40A:4-87	REALIZED	EXCESS OR (DEFICIT)
Fund Balance Anticipated	A-1	$ 500,000.00		$ 500,000.00	
Miscellaneous Revenues:					
Licenses:					
Alcoholic Beverages	A-9	$ 5,400.00	$	$ 5,400.00	$
Fees and Permits:					
Construction Code Official	A-2	40,000.00		46,112.00	6,112.00
Other	A-2	580.00		105,686.95	105,106.95
Interest on Investments	A-9	10,000.00		58,810.81	48,810.81
Golf Fees	A-9	1,100,000.00		957,172.05	(142,827.95)
Fines:					
Municipal Court	A-9	20,000.00		22,000.17	2,000.17
Interest and Costs on Taxes	A-9	33,000.00		40,393.35	7,393.35
Garden State Preservation Trust Fund	A-9	12,931.00		12,931.00	
Consolidated Municipal Property Tax Relief Aid	A-9	38,429.00		38,429.00	
Energy Receipts Tax	A-9	253,480.00		253,480.00	
Hunterdon County Open Space	A-9	10,782.00		10,782.15	0.15
Cable TV Franchise Fee	A-9	13,000.00		13,666.95	666.95
Green Acres Program	A-19	97,952.00		97,952.00	
NJ EDA Lake Solitude Funding	A-19	196,612.59		196,612.59	
Clean Communities Program	A-27		8,718.19	8,718.19	
Drunk Driving Enforcement Fund	A-27		3,000.00	3,000.00	
Plan Conformance Grant	A-27		2,898.00	2,898.00	
Recycling Tonnage Program	A-27	2,891.06		2,891.06	
Drive Sober Grant	A-27	660.00		660.00	
Distracted Driving Grant	A-27	5,500.00	2,585.00	8,085.00	
Safe Passage	A-27	480.00	480.00	960.00	
SIF Risk Control Grant	A-27	2,090.31		2,090.31	
	A-1	$ 1,843,787.96	$ 17,681.19	$ 1,888,731.58	$ 27,262.43
Receipts from Delinquent Taxes	A-1:A-7	$ 174,000.00	$	$ 171,996.50	$ (2,003.50)
Amount to be Raised by Taxation for Support of Municipal Budget:					
Local Tax for Municipal Purposes	A-2:A-7	$ 3,382,553.47	$	$ 3,433,800.35	$ 51,246.88
Budget Totals		$ 5,900,341.43	$ 17,681.19	$ 5,994,528.43	$ 76,505.81
Non-Budget Revenue	A-1:A-2			48,809.21	48,809.21
		$ 5,900,341.43	$ 17,681.19	$ 6,043,337.64	$ 125,315.02
	REF.	A-3	A-3		

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

BOROUGH OF HIGH BRIDGE

CURRENT FUND

STATEMENT OF REVENUES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2018

	REF.	
Allocation of Current Tax Collections:		
Collections Realized on a Cash Basis	A-7	$ 12,844,876.91
Allocated to:		
School and County Taxes		9,665,828.83
Balance for Support of Municipal Budget Appropriations		$ 3,179,048.08
Add: Appropriation-"Reserve for Uncollected Taxes"	A-3	254,752.27
Amount for Support of Municipal Budget Appropriations	A-2	$ 3,433,800.35
Receipts from Delinquent Taxes:		
Delinquent Tax Collections	A-7	$ 171,996.50
	A-2	$ 171,996.50
Fees and Permits:	A-9	$ 100,616.95
Applied to Revenue	A-21	5,450.00
		$ 106,066.95
Less: Refunds	A-4	380.00
	A-2	$ 105,686.95
Analysis of Non-Budget Revenues		
Miscellaneous Revenue Not Anticipated:		
Treasurer:		
Field Usage		$ 10,500.00
Recycling Day		710.00
Bank of America Rebate		209.39
Police Fees		2,814.59
Miscellaneous		2,955.25
Senior Citizen and Veterans Administrative Fee		400.00
PILOT Revenue		25,649.22
	A-4	$ 43,238.45
Tax Collector	A-5	5,570.76
	A-1:A-2	$ 48,809.21

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

BOROUGH OF HIGH BRIDGE

CURRENT FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2018

	APPROPRIATIONS		EXPENDED		
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	RESERVED	CANCELED
OPERATIONS WITHIN "CAPS"					
GENERAL GOVERNMENT					
Administrative and Executive:					
Salaries and Wages	$ 53,415.00	$ 53,615.00	$ 53,370.00	$ 245.00	$
Other Expenses:					
Internet	6,700.00	7,050.00	7,019.00	31.00	
Miscellaneous	6,500.00	6,500.00	6,474.19	25.81	
Mayor and Council:					
Salaries and Wages	6,000.00	6,000.00	6,000.00		
Other Expenses:					
Advertising Costs	7,000.00	10,000.00	10,000.00		
Newsletter	7,500.00	7,500.00	7,492.01	7.99	
Miscellaneous	1,300.00	1,300.00	1,289.39	10.61	
Municipal Clerk:					
Salaries and Wages	26,623.34	22,623.34	22,056.15	567.19	
Other Expenses	5,925.00	5,925.00	5,553.49	371.51	
Election Expense	2,750.00	2,750.00	2,469.19	280.81	
Codification of Ordinances	5,500.00	2,500.00	833.53	1,666.47	
Financial Administration:					
Salaries and Wages	43,900.53	46,650.53	43,485.15	3,165.38	
Other Expenses	7,470.00	7,470.00	6,861.15	608.85	
Audit Services	30,865.00	27,365.00	27,325.00	40.00	
Assessment of Taxes:					
Salaries and Wages	47,280.84	50,480.84	50,223.03	257.81	
Other Expenses	8,000.00	4,800.00	4,076.24	723.76	
COLLECTION OF TAXES					
Salaries and Wages	43,801.24	46,701.24	43,534.08	3,167.16	
Other Expenses	7,265.00	7,265.00	6,042.90	1,222.10	
Legal Services and Costs:					
Other Expenses	80,000.00	97,500.00	95,370.25	2,129.75	
Engineering Services and Costs:					
Other Expenses	35,500.00	45,500.00	44,300.01	1,199.99	

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

BOROUGH OF HIGH BRIDGE

CURRENT FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2018

	APPROPRIATIONS		EXPENDED		
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	RESERVED	CANCELED
OPERATIONS WITHIN "CAPS" (CONTINUED)					
Planning Board:					
Salaries and Wages	$ 5,616.00	$ 5,616.00	$ 4,347.00	$ 1,269.00	$
Other Expenses	18,000.00	19,500.00	18,660.50	839.50	
Zoning Costs:					
Salaries and Wages	5,202.00	5,202.00	5,159.50	42.50	
Economic Development:					
Other Expenses	500.00	500.00	265.00	235.00	
Environmental Commission:					
Other Expenses	1,500.00	1,500.00	1,500.00		
Insurance:					
Liability Insurance	64,800.00	55,800.00	55,618.36	181.64	
Workers Compensation	55,500.00	55,500.00	55,412.75	87.25	
Employee Group Health	178,800.00	163,800.00	163,340.02	459.98	
PUBLIC SAFETY					
Police:					
Salaries and Wages	835,033.89	825,033.89	820,113.79	4,920.10	
Other Expenses:					
Miscellaneous	65,000.00	65,000.00	64,958.84	41.16	
Aid to Volunteer Companies	79,538.00	79,538.00	78,582.40	955.60	
Emergency Management Services:					
Other Expenses	3,000.00	3,000.00	2,995.00	5.00	
Public Defender:					
Contribution to First Aid Organization	29,000.00	29,000.00	29,000.00		
PUBLIC WORKS					
Streets and Road Maintenance:					
Salaries and Wages	121,694.91	137,694.91	131,741.46	5,953.45	
Other Expenses - Field Maint.	8,000.00	6,325.00	6,325.00		
Other Expenses - Misc.	203,800.00	195,800.00	192,327.03	3,472.97	
Public Building and Grounds:					
Maintenance and Repairs	93,757.00	84,757.00	80,268.41	4,488.59	
Other Expenses	28,100.00	32,100.00	32,086.15	13.85	

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

BOROUGH OF HIGH BRIDGE

CURRENT FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2018

	APPROPRIATIONS		EXPENDED		
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	RESERVED	CANCELED
HEALTH AND HUMAN SERVICES:					
Board of Health:					
Other Expenses:	$ 2,000.00	$ 1,500.00	$ 1,338.55	$ 161.45	$
Cultural and Heritage	2,000.00	2,000.00	601.00	1,399.00	
PARKS AND RECREATION:					
Recreation Services:					
Other Expenses:					
Special Events	3,500.00	3,500.00	3,408.83	91.17	
Miscellaneous	7,000.00	2,800.00	2,667.54	132.46	
Golf Course:					
Other Expenses	1,100,000.00	1,100,000.00	1,042,849.37	57,150.63	
Expenses of Participation in County Library:					
Salaries and Wages	22,240.86	21,915.86	21,119.68	796.18	
Other Expenses	200.00	200.00	200.00		
STATE UNIFORM CONSTRUCTION CODE (N.J.S.A.52:270-120 ET.SEQ.)					
Building Inspector:					
Salaries and Wages	5,202.00	5,202.00	5,159.50	42.50	
Construction Code Enforcement:					
Salaries and Wages	36,422.70	36,422.70	35,917.72	504.98	
Other Expenses	3,577.30	1,777.30	563.00	1,214.30	
UTILITIES:					
Telephone	14,600.00	15,300.00	15,273.87	26.13	
Electricity	30,000.00	26,000.00	24,615.62	1,384.38	
Gasoline	38,520.00	48,520.00	48,520.00		
Fuel Oil	28,000.00	38,000.00	37,750.00	250.00	
Street Lighting	39,500.00	37,500.00	36,237.09	1,262.91	
TOTAL OPERATIONS WITHIN "CAPS"	$ 3,562,900.61	$ 3,565,800.61	$ 3,462,697.74	$ 103,102.87	$

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

BOROUGH OF HIGH BRIDGE

CURRENT FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2018

	APPROPRIATIONS		EXPENDED		
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	RESERVED	CANCELED
DEFERRED CHARGES AND OTHER STATUTORY EXPENDITURES - MUNICIPAL WITHIN "CAPS"					
Statutory Expenditures:					
Contribution to:					
Social Security System (OASI)	$ 95,811.18	$ 95,811.18	$ 92,707.58	$ 3,103.60	$
Police and Fireman's Retirement System	185,996.00	186,156.00	186,152.78	3.22	
DCRP	12,000.00	8,940.00	8,639.92	300.08	
Public Employees Retirement System	26,000.00	26,000.00	24,210.50	1,789.50	
TOTAL DEFERRED CHARGES AND STATUTORY EXPENDITURES-MUNICIPAL WITHIN "CAPS"	$ 319,807.18	$ 316,907.18	$ 311,710.78	$ 5,196.40	$
TOTAL GENERAL APPROPRIATIONS FOR MUNICIPAL PURPOSES WITHIN "CAPS"	$ 3,882,707.79	$ 3,882,707.79	$ 3,774,408.52	$ 108,299.27	$
OPERATIONS EXCLUDED FROM "CAPS"					
Environmental Testing	$ 4,000.00	$ 4,000.00	$ 4,000.00	$	$
Length of Service Award Program (LOSAP)	26,600.00	26,600.00	26,600.00		
Stormwater Management Engineering	3,000.00	3,000.00	3,000.00		
TOTAL OTHER OPERATIONS - EXCLUDED FROM "CAPS"	$ 33,600.00	$ 33,600.00	$ 33,600.00	$	$
INTERLOCAL MUNICIPAL SERVICE AGREEMENTS					
Municipal Court:					
Other Expenses	$ 39,000.00	$ 39,000.00	$ 38,643.00	$ 357.00	$
TOTAL INTERLOCAL MUNICIPAL SERVICE AGREEMENTS	$ 39,000.00	$ 39,000.00	$ 38,643.00	$ 357.00	$

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

BOROUGH OF HIGH BRIDGE

CURRENT FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2018

	APPROPRIATIONS		EXPENDED		
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	RESERVED	CANCELED
PUBLIC PRIVATE PROGRAMS OFF-SET BY REVENUES					
HEFSP (N.J.S.A. 40A:4-87 + $2,898.00)	$	$ 2,898.00	$ 2,898.00	$	$
Distracted Driving (N.J.S.A. 40A:4-87 + $2,585.00)	5,500.00	8,085.00	8,085.00		
DWI Grant	660.00	660.00	660.00		
Recycling Tonnage Grant	2,891.06	2,891.06	2,891.06		
Safe Passage Grant (N.J.S.A. 40A:4-87 + $480.00)	480.00	960.00	960.00		
SIF Risk Control Grant	2,090.31	2,090.31	2,090.31		
Clean Communities (N.J.S. 40A:4-87 +$8,718.19)		8,718.19	8,718.19		
Drunk Driving Enforcement Fund (N.J.S. 40A:4-87 +$3,000.00)		3,000.00	3,000.00		
TOTAL PUBLIC AND PRIVATE PROGRAMS OFF-SET BY REVENUE	$ 11,621.37	$ 29,302.56	$ 29,302.56	$	$
TOTAL OPERATIONS EXCLUDED FROM "CAPS"	$ 84,221.37	$ 101,902.56	$ 101,545.56	$ 357.00	$
CAPITAL IMPROVEMENTS-EXCLUDED FROM "CAPS"					
Capital Improvement Fund	$ 300,000.00	$ 300,000.00	$ 300,000.00	$	$
TOTAL CAPITAL IMPROVEMENTS EXCLUDED FROM "CAPS"	$ 300,000.00	$ 300,000.00	$ 300,000.00	$	$
MUNICIPAL DEBT SERVICE-EXCLUDED FROM "CAPS"					
Payment of Bond Principal	$ 405,000.00	$ 405,000.00	$ 405,000.00	$	$
Payment of Bond Anticipation Notes & Capital Notes	115,000.00	115,000.00	115,000.00		
Interest on Bonds	293,000.00	293,000.00	291,758.76		1,241.24
Interest on Notes	9,000.00	9,000.00	8,953.90		46.10
Green Trust Loan Program:					
Green Trust - Springside Project	11,660.00	11,660.00	11,659.35		0.65
Green Trust - Lake Solitude Project	86,292.00	86,292.00	86,291.24		0.76
NJEIT - Principal and Interest	55,508.00	55,508.00	46,068.50		9,439.50
Loan Payment for Capital Lease	96,000.00	96,000.00	93,665.76		2,334.24
Dam Restoration Loan	237,200.00	237,200.00	237,129.60		70.40
TOTAL MUNICIPAL DEBT SERVICE-EXCLUDED FROM "CAPS"	$ 1,308,660.00	$ 1,308,660.00	$ 1,295,527.11	$	$ 13,132.89

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

BOROUGH OF HIGH BRIDGE

CURRENT FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2018

		APPROPRIATIONS		EXPENDED		
		BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	RESERVED	CANCELED
DEFERRED CHARGES-MUNICIPAL EXCLUDED FROM "CAPS"						
Special Emergency Authorizations - 5 Years		$ 35,000.00	$ 35,000.00	$ 35,000.00	$	$
Emergency Authorizations		35,000.00	35,000.00	35,000.00		
		$ 70,000.00	$ 70,000.00	$ 70,000.00	$	$
TOTAL GENERAL APPROPRIATIONS FOR MUNICIPAL PURPOSES EXCLUDED FROM "CAPS"		$ 1,762,881.37	$ 1,780,562.56	$ 1,767,072.67	$ 357.00	$ 13,132.89
SUB-TOTAL GENERAL APPROPRIATIONS		$ 5,645,589.16	$ 5,663,270.35	$ 5,541,481.19	$ 108,656.27	$ 13,132.89
RESERVE FOR UNCOLLECTED TAXES		254,752.27	254,752.27	254,752.27		
TOTAL GENERAL APPROPRIATIONS		$ 5,900,341.43	$ 5,918,022.62	$ 5,796,233.46	$ 108,656.27	$ 13,132.89
	REF.	A-2		A-1	A:A-1	
Budget	A-3		$ 5,900,341.43			
Appropriation by 40A:4-87	A-2		17,681.19			
			$ 5,918,022.62			
Reserve for Encumbrances	A-20			$ 291,823.83		
Reserve for Uncollected Taxes	A-2			254,752.27		
Deferred Charges	A-28			70,000.00		
Reserve for Grants Appropriated	A-25			29,302.56		
Disbursements	A-4			5,150,354.80		
				$ 5,796,233.46		

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

TRUST FUND

"B"

BOROUGH OF HIGH BRIDGE

TRUST FUND

BALANCE SHEETS - REGULATORY BASIS

	REF.	BALANCE DECEMBER 31, 2018	BALANCE DECEMBER 31, 2017
ASSETS			
Animal Control Trust Fund:			
Cash	B-1	$ 10,051.32	$ 11,382.70
Other Funds:			
Cash	B-1	$ 337,963.77	$ 429,315.89
Due General Capital Fund	B-7	257.44	101.70
Due Current Fund	B-6	1,068.21	1,049.01
		$ 339,289.42	$ 430,466.60
		$ 349,340.74	$ 441,849.30
LIABILITIES, RESERVES AND FUND BALANCES			
Animal Control Trust Fund:			
Due From State of New Jersey	B-3	$ 2.40	$ 4.20
Prepaid Licenses	B-8	515.00	410.00
Encumbrances Payable	B-2	1,328.88	2,144.21
Reserve for Animal Control Fund Expenditures	B-2	8,205.04	8,824.29
		$ 10,051.32	$ 11,382.70
Other Funds:			
Reserve for:			
Encumbrances	B-4	$ 12,186.76	$ 31,563.45
Various Reserves and Deposits	B-5	327,102.66	398,903.15
		$ 339,289.42	$ 430,466.60
		$ 349,340.74	$ 441,849.30

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

GENERAL CAPITAL FUND

"C"

BOROUGH OF HIGH BRIDGE

GENERAL CAPITAL FUND

BALANCE SHEETS - REGULATORY BASIS

	REF.	BALANCE DECEMBER 31, 2018	BALANCE DECEMBER 31, 2017
ASSETS			
Cash	C-2:C-3	$ 946,381.70	$ 430,959.29
Deferred Charges to Future Taxation - Funded	C-4	9,670,513.05	10,389,992.09
Deferred Charges to Future Taxation - Unfunded	C-5	1,328,250.00	1,056,250.00
Due Current Fund	C-9		35,000.00
Grants Receivable	C-10	863,750.00	590,000.00
		$ 12,808,894.75	$ 12,502,201.38
LIABILITIES, RESERVES AND FUND BALANCE			
Serial Bonds Payable	C-12	$ 6,348,000.00	$ 6,753,000.00
Bond Anticipation Notes	C-13	1,153,250.00	484,000.00
Environmental Infrastructure Loans Payable	C-14	468,151.90	508,752.94
Green Acres Loans Payable	C-11	2,854,361.15	3,128,239.15
Improvement Authorizations:			
Funded	C-7	697,104.84	702,754.34
Unfunded	C-7	366,802.70	326,707.00
Various Reserves and Deposits	C-15	22,542.03	57,542.03
Contracts Payable	C-6	297,523.57	162,163.96
Due Current Fund	C-9	0.19	
Due Open Space Trust Fund	C-16	257.44	101.70
Capital Improvement Fund	C-8	338,611.89	325,559.66
Fund Balance	C-1	262,289.04	53,380.60
		$ 12,808,894.75	$ 12,502,201.38

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

"C-1"

BOROUGH OF HIGH BRIDGE

GENERAL CAPITAL FUND

STATEMENT OF FUND BALANCE - REGULATORY BASIS

	REF.		
Balance, December 31, 2017	C	$	53,380.60
Increased by:			
Permanently Funded Improvement Authorizations Canceled	C-7		208,908.44
Balance, December 31, 2018	C	$	262,289.04

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

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WATER UTILITY FUND

BOROUGH OF HIGH BRIDGE

WATER UTILITY FUND

BALANCE SHEETS - REGULATORY BASIS

ASSETS	REF.	BALANCE DECEMBER 31, 2018	BALANCE DECEMBER 31, 2017
Operating Fund:			
Cash - Treasurer	D-5	$ 237,194.59	$ 201,269.93
Cash - Collector	D-6		449.00
		$ 237,194.59	$ 201,718.93
Receivables and Inventories with Full Reserves:			
Consumer Accounts Receivable	D-7	$ 28,104.98	$ 24,417.29
	D	$ 28,104.98	$ 24,417.29
Deferred Charges:			
Emergency Authorizations	D-23	$ 10,000.00	$ 4,000.00
		$ 10,000.00	$ 4,000.00
Total Operating Fund		$ 275,299.57	$ 230,136.22
Capital Fund:			
Cash	D-5	$ 100,833.58	$ 19,737.67
Fixed Capital	D-20	3,822,788.91	3,812,788.91
Fixed Capital Authorized and Uncompleted	D-21	155,000.00	40,000.00
Total Capital Fund		$ 4,078,622.49	$ 3,872,526.58
		$ 4,353,922.06	$ 4,102,662.80

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

BOROUGH OF HIGH BRIDGE

WATER UTILITY FUND

BALANCE SHEETS - REGULATORY BASIS

LIABILITIES, RESERVES AND FUND BALANCE	REF.	BALANCE DECEMBER 31, 2018	BALANCE DECEMBER 31, 2017
Operating Fund:			
Liabilities:			
Appropriation Reserves	D-4:D-10	$ 13,286.53	$ 4,208.51
Accrued Interest	D-12	131.00	126.56
Encumbrances Payable	D-11	50,832.21	24,969.72
		$ 64,249.74	$ 29,304.79
Reserve for Receivables and Inventory	D	28,104.98	24,417.29
Fund Balance	D-1	182,944.85	176,414.14
Total Operating Fund		$ 275,299.57	$ 230,136.22
Capital Fund:			
Improvement Authorizations:			
Funded	D-15	$ 26,540.66	$ 30,000.00
Capital Improvement Fund	D-18	182,498.25	92,498.25
Bond Anticipation Notes	D-19	6,550.00	13,100.00
Reserve for:			
Contracts Payable	D-17	50,232.75	677.50
Amortization	D-16	3,696,987.17	3,680,437.17
Deferred Amortization	D-13	85,000.00	40,000.00
Fund Balance	D-2	30,813.66	15,813.66
Total Capital Fund		$ 4,078,622.49	$ 3,872,526.58
		$ 4,353,922.06	$ 4,102,662.80

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

BOROUGH OF HIGH BRIDGE

WATER UTILITY FUND

STATEMENTS OF OPERATIONS
AND CHANGE IN FUND BALANCE - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2018

	REF.	YEAR ENDED DECEMBER 31, 2018	YEAR ENDED DECEMBER 31, 2017
REVENUE AND OTHER INCOME REALIZED			
Fund Balance Utilized	D-3	$ 75,000.00	$ 76,680.00
Rents	D-3	682,826.31	511,915.35
Miscellaneous	D-3	9,022.54	7,078.92
Other Credits to Income:			
Unexpended Balance of Appropriation Reserves	D-10	2,139.65	16,077.31
Encumbrances Canceled	D-11		2,405.00
TOTAL INCOME		$ 768,988.50	$ 614,156.58
EXPENDITURES			
Operating	D-4	$ 495,207.00	$ 408,993.00
Capital Improvements	D-4	145,000.00	25,000.00
Debt Service	D-4	6,796.79	6,863.29
Statutory Expenditures and Deferred Charges	D-4	50,454.00	29,717.00
TOTAL EXPENDITURES		$ 697,457.79	$ 470,573.29
Excess in Revenue		$ 71,530.71	$ 143,583.29
Adjustments to Income Before Fund Balance:			
Expenditures included above which are by Statute			
Deferred Charges to Budget of Succeeding Year	D-23	10,000.00	4,000.00
Statutory Excess to Fund Balance		$ 81,530.71	$ 147,583.29
Fund Balance			
Balance, January 1	D	176,414.14	105,510.85
		$ 257,944.85	$ 253,094.14
Decreased by:			
Utilization by Water Operating Budget	D-1:D-3	75,000.00	76,680.00
Balance, December 31	D	$ 182,944.85	$ 176,414.14

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

"D-2"

BOROUGH OF HIGH BRIDGE

WATER UTILITY CAPITAL FUND

STATEMENT OF FUND BALANCE - REGULATORY BASIS

	REF.		
Balance, December 31, 2017	D	$	15,813.66
Increased by:			
Premium on Bonds/Notes	D-5		15,000.00
Balance, December 31, 2018	D	$	30,813.66

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

BOROUGH OF HIGH BRIDGE

WATER UTILITY OPERATING FUND

STATEMENT OF REVENUES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2018

	REF.	ANTICIPATED	REALIZED	EXCESS OR (DEFICIT)
Fund Balance Anticipated	D-1	$ 75,000.00	$ 75,000.00	$
Water Use Charges	D-1:D-7	612,631.00	682,826.31	70,195.31
Miscellaneous	D-1:D-3		9,022.54	9,022.54
	D-4	$ 687,631.00	$ 766,848.85	$ 79,217.85

ANALYSIS OF REALIZED REVENUE

Miscellaneous:			
Treasurer:			
Interest on Investments		$ 2,451.74	
Miscellaneous		2,548.63	
	D-5		$ 5,000.37
Collector:			
Interest on Delinquent Accounts	D-6	$ 3,301.88	
Miscellaneous	D-6	720.29	
			4,022.17
	D-3		$ 9,022.54

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

BOROUGH OF HIGH BRIDGE

WATER UTILITY OPERATING FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2018

	APPROPRIATIONS		EXPENDED		
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	RESERVED	CANCELED
Operating:					
Salaries and Wages	$ 188,938.00	$ 184,938.00	$ 182,769.45	$ 2,168.55	$
Other Expenses	296,269.00	310,269.00	299,806.95	10,462.05	
Total Operating	$ 485,207.00	$ 495,207.00	$ 482,576.40	$ 12,630.60	$
Capital Improvements:					
Capital Improvement Fund	$ 145,000.00	$ 145,000.00	$ 145,000.00	$	$
Total Capital Improvements	$ 145,000.00	$ 145,000.00	$ 145,000.00	$	$
Debt Services:					
Payment of Bond Anticipation Notes	$ 6,550.00	$ 6,550.00	$ 6,550.00	$	$
Interest on Notes	420.00	420.00	246.79		173.21
Total Debt Services	$ 6,970.00	$ 6,970.00	$ 6,796.79	$	$ 173.21
Deferred Charges:					
Emergency Authorizations	$ 4,000.00	$ 4,000.00	4,000.00	$	$
Deferred Unfunded	15,000.00	15,000.00	15,000.00		
Total Deferred Charges	$ 19,000.00	$ 19,000.00	19,000.00	$	$
Statutory Expenditures:					
Contributions to:					
Public Employees' Retirement System	$ 17,000.00	$ 17,000.00	$ 16,816.18	$ 183.82	$
Social Security System (O.A.S.I.)	14,454.00	14,454.00	13,981.89	472.11	
Total Statutory Expenditures	$ 31,454.00	$ 31,454.00	$ 30,798.07	$ 655.93	$
	$ 687,631.00	$ 697,631.00	$ 684,171.26	$ 13,286.53	$ 173.21
REF.	D-3		D-1	D:D-1	

Budget	D-3	$ 687,631.00
Emergency Authorization	D-23	10,000.00
		$ 697,631.00

Disbursements	D-5	$ 629,092.26
Encumbrances Payable	D-11	50,832.21
Deferred Charges	D-14	4,000.00
Accrued Interest	D-12	246.79
		$ 684,171.26

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

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SEWER UTILITY FUND

BOROUGH OF HIGH BRIDGE

SEWER UTILITY FUND

BALANCE SHEETS - REGULATORY BASIS

ASSETS	REF.	BALANCE DECEMBER 31, 2018	BALANCE DECEMBER 31, 2017
Operating Fund:			
Cash - Treasurer	E-5	$ 433,721.77	$ 482,565.98
		$ 433,721.77	$ 482,565.98
Receivables and Inventories with Full Reserves:			
Consumer Accounts Receivable	E-7	$ 45,518.56	$ 35,334.50
	E	$ 45,518.56	$ 35,334.50
Deferred Charges:			
Emergency Authorization (40A:4-46)	E-22	$	$ 115,000.00
Operating Deficit	E-22	34,439.53	
		$ 34,439.53	$ 115,000.00
Total Operating Fund		$ 513,679.86	$ 632,900.48
Capital Fund:			
Cash	E-5	$ 123,195.54	$ 124,215.54
Fixed Capital	E-18	5,573,500.94	5,573,500.94
Fixed Capital Authorized and Uncompleted	E-19	92,000.00	67,000.00
Total Capital Fund		$ 5,788,696.48	$ 5,764,716.48
		$ 6,302,376.34	$ 6,397,616.96

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

BOROUGH OF HIGH BRIDGE

SEWER UTILITY FUND

BALANCE SHEETS - REGULATORY BASIS

LIABILITIES, RESERVES AND FUND BALANCE	REF.	BALANCE DECEMBER 31, 2018	BALANCE DECEMBER 31, 2017
Operating Fund:			
Liabilities:			
Appropriation Reserves	E-4:E-10	$ 5,231.66	$ 39,289.21
Accrued Interest Payable	E-20	47,762.35	47,987.35
Encumbrances Payable	E-11	196,787.53	141,909.66
		$ 249,781.54	$ 229,186.22
Reserve for Receivables	E	45,518.56	35,334.50
Fund Balance	E-1	218,379.76	368,379.76
Total Operating Fund		$ 513,679.86	$ 632,900.48
Capital Fund:			
Improvement Authorizations:			
Funded	E-15	$ 60,450.85	$ 60,422.85
Capital Improvement Fund	E-13	37,298.03	62,298.03
Serial Bond Payable	E-17	2,807,000.00	2,827,000.00
Reserve For:			
Contracts Payable	E-21	23,952.00	
Amortization	E-16	2,766,500.94	2,746,500.94
Deferred Amortization	E-12	92,000.00	67,000.00
Fund Balance	E-2	1,494.66	1,494.66
Total Capital Fund		$ 5,788,696.48	$ 5,764,716.48
		$ 6,302,376.34	$ 6,397,616.96

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

BOROUGH OF HIGH BRIDGE

SEWER UTILITY FUND

STATEMENTS OF OPERATIONS
AND CHANGE IN FUND BALANCE - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2018

	REF.	YEAR ENDED DECEMBER 31, 2018	YEAR ENDED DECEMBER 31, 2017
REVENUE AND OTHER INCOME REALIZED			
Fund Balance Utilized	E-3	$ 150,000.00	$ 278,513.00
Sewer Service Charges	E-3	996,943.36	729,897.88
Miscellaneous	E-3	11,056.23	10,830.46
Other Credits to Income:			
Unexpended Balance of Appropriation Reserves	E-10	28,502.13	3,803.64
TOTAL INCOME		$ 1,186,501.72	$ 1,023,044.98
EXPENDITURES			
Operating	E-4	$ 932,401.00	$ 891,700.00
Capital Improvements	E-4		40,000.00
Debt Service	E-4	147,441.25	148,033.60
Statutory Expenditures and Deferred Charges	E-4	141,099.00	23,813.00
TOTAL EXPENDITURES		$ 1,220,941.25	$ 1,103,546.60
Excess/(Deficit) in Revenue		$ (34,439.53)	$ (80,501.62)
Adjustments to Income Before Fund Balance			
Expenditures Included above which are by Statute Deferred Charges to the Budget of the Succeeding Year	E-4		115,000.00
Statutory Excess to Fund Balance		$	$ 34,498.38
Deficit in Operations to be Raised in Budget of Succeeding Year		34,439.53	
Fund Balance			
Balance, January 1	E	368,379.76	612,394.38
		$ 368,379.76	$ 646,892.76
Decreased by:			
Utilization by Sewer Operating Budget	E-1:E-3	150,000.00	278,513.00
Balance, December 31	E	$ 218,379.76	$ 368,379.76

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

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BOROUGH OF HIGH BRIDGE

SEWER UTILITY CAPITAL FUND

STATEMENT OF FUND BALANCE - REGULATORY BASIS

	REF.	
Balance, December 31, 2017 and December 31, 2018	E	$ 1,494.66

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

BOROUGH OF HIGH BRIDGE

SEWER UTILITY OPERATING FUND

STATEMENT OF REVENUES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2018

	REF.	ANTICIPATED	REALIZED	EXCESS OR (DEFICIT)
Fund Balance Anticipated	E-1	$ 150,000.00	$ 150,000.00	$
Sewer Use Charges	E-1:E-7	1,073,500.00	996,943.36	(76,556.64)
Miscellaneous	E-1:E-3		11,056.23	11,056.23
	E-4	$ 1,223,500.00	$ 1,157,999.59	$ (65,500.41)

ANALYSIS OF REALIZED REVENUE

Miscellaneous:			
Treasurer:			
Interest on Investments	E-5	$	5,438.44
Miscellaneous	E-5		1,614.83
		$	7,053.27
Collector:			
Interest on Delinquent Accounts	E-6		4,002.96
	E-3	$	11,056.23

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

BOROUGH OF HIGH BRIDGE

SEWER UTILITY OPERATING FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2018

	APPROPRIATIONS		EXPENDED		
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	RESERVED	CANCELED
Operating:					
Salaries and Wages	$ 145,080.00	$ 139,080.00	$ 136,756.78	$ 2,323.22	$
Other Expenses	787,321.00	793,321.00	792,031.80	1,289.20	
Total Operating	$ 932,401.00	$ 932,401.00	$ 928,788.58	$ 3,612.42	$
Debt Services:					
Payment of Bond Principal	$ 20,000.00	$ 20,000.00	$ 20,000.00	$	$
Interest on Bonds	130,000.00	130,000.00	127,441.25		2,558.75
Total Debt Services	$ 150,000.00	$ 150,000.00	$ 147,441.25	$	$ 2,558.75
Deferred Charges:					
Emergency Authorizations	$ 115,000.00	$ 115,000.00	$ 115,000.00	$	$
Total Deferred Charges	$ 115,000.00	$ 115,000.00	$ 115,000.00	$	$
Statutory Expenditures:					
Contributions to:					
Public Employees' Retirement System	$ 15,000.00	$ 15,000.00	$ 13,963.36	$ 1,036.64	$
Social Security System (O.A.S.I.)	11,099.00	11,099.00	10,516.40	582.60	
Total Statutory Expenditures	$ 26,099.00	$ 26,099.00	$ 24,479.76	$ 1,619.24	$
	$ 1,223,500.00	$ 1,223,500.00	$ 1,215,709.59	$ 5,231.66	$ 2,558.75
REF.	E-3		E-1	E:E-1	
Disbursements	E-5		$ 776,480.81		
Encumbrances Payable	E-11		196,787.53		
Accrued Interest	E-20		127,441.25		
Deferred Charges	E-22		115,000.00		
			$ 1,215,709.59		

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

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SOLID WASTE UTILITY FUND

BOROUGH OF HIGH BRIDGE

SOLID WASTE UTILITY FUND

BALANCE SHEETS - REGULATORY BASIS

	REF.	BALANCE DECEMBER 31, 2018	BALANCE DECEMBER 31, 2017
ASSETS			
Operating Fund:			
Cash - Treasurer	F-4	$ 157,518.91	$ 205,655.90
		$ 157,518.91	$ 205,655.90
Receivables and Inventories with Full Reserves:			
Consumer Accounts Receivable	F-6	$ 18,088.86	$ 19,952.36
	F	$ 18,088.86	$ 19,952.36
Total Operating Fund		$ 175,607.77	$ 225,608.26
Capital Fund:			
Cash	F-4	$ 6,280.78	$ 6,280.78
Fixed Capital	F-10	162,409.67	162,409.67
Total Capital Fund		$ 168,690.45	$ 168,690.45
		$ 344,298.22	$ 394,298.71
LIABILITIES, RESERVES AND FUND BALANCE			
Operating Fund:			
Liabilities:			
Appropriation Reserves	F-3:F-9	$ 12,820.79	$ 22,857.06
Encumbrances Payable	F-7	24,024.27	24,070.79
		$ 36,845.06	$ 46,927.85
Reserve for Receivables and Inventory	F	18,088.86	19,952.36
Fund Balance	F-1	120,673.85	158,728.05
Total Operating Fund		$ 175,607.77	$ 225,608.26
Capital Fund:			
Capital Improvement Fund	F-13	$ 6,280.78	$ 6,280.78
Reserve for:			
Amortization	F-12	162,409.67	162,409.67
Total Capital Fund		$ 168,690.45	$ 168,690.45
		$ 344,298.22	$ 394,298.71

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

BOROUGH OF HIGH BRIDGE

SOLID WASTE UTILITY OPERATING FUND

STATEMENTS OF OPERATIONS
AND CHANGE IN FUND BALANCE - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2018

	REF.	YEAR ENDED DECEMBER 31, 2018	YEAR ENDED DECEMBER 31, 2017
REVENUE AND OTHER INCOME REALIZED			
Fund Balance Utilized	F-2	$ 90,000.00	$ 86,214.00
Solid Waste Collection Fees	F-2	345,608.15	346,299.87
Other Credits to Income:			
Miscellaneous Revenue Not Anticipated	F-2	4,942.80	5,388.14
Unexpended Balance of Appropriation Reserves	F-9	23,394.85	18,729.88
TOTAL INCOME		$ 463,945.80	$ 456,631.89
EXPENDITURES			
Operating	F-3	$ 400,280.00	$ 395,496.00
Statutory Expenditures and Deferred Charges	F-3	11,720.00	12,718.00
TOTAL EXPENDITURES		$ 412,000.00	$ 408,214.00
Excess in Revenue		$ 51,945.80	$ 48,417.89
Fund Balance			
Balance, January 1	F	158,728.05	196,524.16
		$ 210,673.85	$ 244,942.05
Decreased by:			
Utilization by Water Operating Budget	F-2	90,000.00	86,214.00
Balance, December 31	F	$ 120,673.85	$ 158,728.05

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

BOROUGH OF HIGH BRIDGE

SOLID WASTE UTILITY OPERATING FUND

STATEMENT OF REVENUES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2018

	REF.	ANTICIPATED	REALIZED	EXCESS OR (DEFICIT)
Fund Balance Anticipated	F-1	$ 90,000.00	$ 90,000.00	$
Solid Waste Use Charges	F-1:F-6	322,000.00	345,608.15	23,608.15
Miscellaneous Revenue Not Anticipated	F-1:F-2		4,942.80	4,942.80
	F-3	$ 412,000.00	$ 440,550.95	$ 28,550.95

ANALYSIS OF REALIZED REVENUE

Miscellaneous:		
Treasurer:		
Interest on Investments		$ 2,133.58
Miscellaneous		1,030.00
	F-4	$ 3,163.58
Collector:		
Interest on Delinquent Accounts	F-5	1,779.22
	F-2	$ 4,942.80

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

BOROUGH OF HIGH BRIDGE

SOLID WASTE UTILITY OPERATING FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2018

		APPROPRIATIONS		EXPENDED	
		BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	RESERVED
Operating:					
Salaries and Wages		$ 68,228.00	$ 68,228.00	$ 65,845.09	$ 2,382.91
Other Expenses		332,052.00	332,052.00	322,166.01	9,885.99
Total Operating		$ 400,280.00	$ 400,280.00	$ 388,011.10	$ 12,268.90
Statutory Expenditures:					
Contributions to:					
Public Employees' Retirement System		$ 6,500.00	$ 6,500.00	$ 6,130.96	$ 369.04
Social Security System (O.A.S.I.)		5,220.00	5,220.00	5,037.15	182.85
Total Statutory Expenditures		$ 11,720.00	$ 11,720.00	$ 11,168.11	$ 551.89
		$ 412,000.00	$ 412,000.00	$ 399,179.21	$ 12,820.79
	REF.	F-2		F-1	F:F-1
Disbursements	F-4			$ 375,154.94	
Encumbrances Payable	F-7			24,024.27	
				$ 399,179.21	

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

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GENERAL FIXED ASSETS ACCOUNT GROUP

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BOROUGH OF HIGH BRIDGE

GENERAL FIXED ASSETS ACCOUNT GROUP

BALANCE SHEETS - REGULATORY BASIS

	DECEMBER 31, 2018	DECEMBER 31, 2017
General Fixed Assets:		
Land	$ 13,771,967.58	$ 13,771,967.58
Buildings	876,224.39	876,224.39
Machinery and Equipment	6,000,624.78	6,166,771.48
TOTAL GENERAL FIXED ASSETS	$ 20,648,816.75	$ 20,814,963.45
Investment in General Fixed Assets	$ 20,648,816.75	$ 20,814,963.45

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

NOTES TO FINANCIAL STATEMENTS

BOROUGH OF HIGH BRIDGE

NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2018 AND 2017

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

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

Except as noted below, the financial statements of the Borough of High Bridge include every board, body, officer or commission supported and maintained wholly or in part by funds appropriated by the Borough of High Bridge, as required by N.J.S.A. 40A:5-5. Accordingly, the financial statements of the Borough of High Bridge do not include the operations of the Volunteer Fire Companies, First Aid Squad, Public library or the local and regional school districts, inasmuch as their activities are administered by separate boards.

B. Description of Funds

The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. GASB codification establishes three fund types and two account groups to be used by general purpose governmental units when reporting financial position and results of operations in accordance with U.S. Generally Accepted Accounting Principles (GAAP).

The accounting policies of the Borough of High Bridge conform to the accounting principles applicable to municipalities which have been prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. Such principles and practices are designed primarily for determining compliance with legal provisions and budgetary restrictions and as a means of reporting on the stewardship of public officials with respect to public funds. Under this method of accounting, the financial transactions and accounts of the Borough of High Bridge are organized on the basis of funds and an account group which is different from the fund structure required by GAAP. A fund or account group is an accounting entity with a separate set of self-balancing accounts established to record the financial position and results of operation of a specific government activity. As required by the Division of Local Government Services, the Borough accounts for its financial transactions through the following individual funds and account group:

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Description of Funds (Continued)

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

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

General Capital Fund - receipt and disbursement of funds for the acquisition of general capital facilities, other than those acquired in the Current Fund

Water Utility Operating and Capital Funds - account for the operations and acquisition of capital facilities of the municipally owned Water Utility

Sewer Utility Operating and Capital Funds - account for the operations and acquisition of capital facilities of the municipally owned Sewer Utility

Solid Waste Utility Operating and Capital Funds - account for the operations and acquisition of capital facilities of the municipally owned Solid Waste Utility

General Fixed Assets Account Group - utilized to account for property, land, buildings and equipment that have been acquired by other governmental funds

C. Basis of Accounting

The accounting principles and practices prescribed for municipalities by the State of New Jersey differ in certain respects from generally accepted accounting principles applicable to local government units. The more significant accounting policies and differences in the State of New Jersey are as follows:

A modified accrual basis of accounting is followed with minor exceptions.

Revenues - are recorded when received in cash except for certain amounts which are due from other governmental units. All grants are realized as revenues when anticipated in the Borough's budget. Receivables for property taxes and consumer charges are recorded with offsetting reserves on the balance sheet of the Borough's Current, Sewer, Water and Solid Waste Funds; accordingly, such amounts are not recorded as revenue until collected.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Accounting (Continued)

Other amounts that are due the Borough, which are susceptible to accrual, are also recorded as receivables with offsetting reserves and recorded as revenues when received. GAAP requires revenues to be recognized in the accounting period when they become susceptible to accrual, reduced by an allowance for doubtful accounts.

Expenditures - are recorded on the "budgetary" basis of accounting. Generally expenditures are recorded when an amount is encumbered for goods or services through the issuance of a purchase order in conjunction with the Encumbrance Accounting System. Outstanding encumbrances, at December 31, are reported as a cash liability in the financial statements and constitute part of the Borough's statutory Appropriation Reserve balance.

Appropriation reserves covering unexpended appropriation balances are automatically created at December 31st of each year 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 fiscal year. Lapsed appropriation reserves are recorded as income. 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.

Encumbrances - Contractual orders, at December 31, are reported as expenditures through the establishment of encumbrances payable. Under GAAP, encumbrances outstanding at year end are reported as reservations of fund balance because they do not constitute expenditures or liabilities.

Foreclosed Property - is recorded in the Current Fund at the assessed valuation when such property was acquired and is fully reserved. GAAP requires such property to be recorded in the General Fixed Assets Account Group at its market value.

Sale of Municipal Assets - The proceeds from the sale of municipal assets can be held in a reserve until anticipated as revenue in a future budget. GAAP requires such proceeds to be recorded as a gain or loss on disposition in the year of sale.

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

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Accounting (Continued)

General Fixed Assets - N.J.A.C. 5:30-5.6, Accounting for Governmental Fixed Assets, as promulgated by the Division of Local Government Services, which differs in certain respects from generally accepted accounting principles, requires the inclusion of a statement of general fixed assets of the Borough as part of its basic financial statements. General fixed assets are defined as nonexpendable personal and real property having a physical existence, a useful life of more than one year and an acquisition cost of $5,000.00 or more per unit. Public domain ("infrastructure") general fixed assets consisting of certain improvements other than buildings, such as roads, bridges, curbs and gutters, streets and sidewalks and drainage systems are not capitalized.

General Fixed Assets that have been acquired and are utilized in a governmental fund operation are accounted for in the General Fixed Asset Account Group rather than in a governmental fund. No depreciation has been provided on General Fixed Assets or reported in the financial statements.

The Borough has developed a fixed assets accounting and reporting system based on an inspection and valuation prepared by an independent appraisal firm. Adjustments for assets acquired/sold subsequent to this date have been recorded. Fixed assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Buildings and land are stated at the assessed value contained in the Borough's most recent property revaluation.

Expenditures for construction in progress are recorded in the Capital Funds until such time as the construction is completed and put into operation.

Fixed assets acquired through grants in aid or contributed capital has not been accounted for separately.

Inventories of Supplies - The cost of inventories of supplies for all utility funds are recorded as expenditures at the time individual items are purchased. The cost of inventories is not included on the various balance sheets. GAAP requires the cost of inventories to be reported as a current asset and equally offset by a fund balance reserve.

Fixed Capital - Water Utility, Sewer Utility and Solid Waste Utility - Accounting for utility fund "fixed capital" remains unchanged under the requirements of N.J.A.C. 5:30-5.6.

Property and equipment purchased by the Water Utility Fund, Sewer Utility Fund and the Solid Waste Utility Fund are recorded in the capital account at cost and are adjusted for disposition and abandonment.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Accounting (Continued)

Fixed Capital - Water Utility, Sewer Utility and Solid Waste Utility (Continued) - The amounts shown do not purport to represent reproduction costs or current value. The fixed capital reported is as taken from the municipal records and does not necessarily reflect the true condition of such fixed capital. Contributions in aid of construction are not capitalized. The balance in the Reserve for Amortization and Deferred Reserve for Amortization accounts in the utility capital fund represents charges to operations for the cost of acquisition of property, equipment and improvements. The utility does not record depreciation on fixed assets.

Accounting and Financial Reporting for Pensions - The Governmental Accounting Standards Board (GASB) approved Statement No. 68 Accounting and financial reporting for pensions administered by state and local government employers. This Statement improves accounting and financial reporting by state and local governments for pensions. It also improves information provided by state and local government employers about financial support for pensions that is provided by other entities. This Statement results from a comprehensive review of the effectiveness of existing standards of accounting and financial reporting for pensions with regard to providing decision useful information, supporting assessments of accountability and interperiod equity, and creating additional transparency. This Statement replaces the requirement of Statement No. 27, *Accounting for Pension by State and Local Governmental Employers,* as well as the requirements of Statement No. 50, *Pension Disclosures,* as they relate to pensions that are provided through pension plans administered as trusts or equivalent arrangements that meet certain criteria. The requirements of Statements 27 and 50 remain applicable for pensions that are not covered by the scope of this Statement.

GASB approved Statement 71, Pension Transition for Contributions made Subsequent to the Measurement Date-an amendment to GASB No. 68. The objective of this Statement is to address an issue regarding application of the transition provisions of Statement No. 68, Accounting and Financial Reporting for Pensions. The issue relates to amounts associated with contributions, if any, made by a state or local government employer or non-employer contributing entity to a defined benefit pension plan after the measurement date of the government's beginning net pension liability. Statement 68 requires a state or local government employer (or non-employer contributing entity in a special funding situation) to recognize a net pension liability measured as of a date (the measurement date) no earlier than the end of its prior fiscal year.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Accounting (Continued)

Accounting and Financial Reporting for Pensions (Continued) - If a state or local government employer or non-employer contributing entity makes a contribution to a defined benefit pension plan between the measurement date of the reported net pension liability and the end of the government's reporting period, Statement 68 requires that the government recognize its contribution as a deferred outflow of resources.

In addition, Statement 68 requires recognition of deferred outflows of resources and deferred inflows of resources for changes in the net pension liability of a state or local government employer or nonemployer contributing entity that arise from other types of events.

Under GAAP, municipalities are required to recognize the pension liability in Statements of Revenues, Expenses, Changes in Net Assets (balance sheets) and Notes to the Financial Statements in accordance with GASB 68. The liability required to be displayed by GASB 68 is displayed as a separate line item in the Unrestricted Net Assets area of the balance sheet. New Jersey's municipalities and counties do not follow GAAP accounting principles and, as such, do not follow GASB requirements with respect to recording the net pension liability as a liability on their balance sheets. However, N.J.A.C.5:30 6.1(c) (2) requires municipalities to disclose GASB 68 information in the Notes to the Financial Statements. The disclosure must meet the requirements of GASB 68.

Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions (OPEB)

The Governmental Accounting Standards Board (GASB) has issued Statement no. 75, "*Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*". This statement establishes standards for measuring and recognizing liabilities, deferred outflows and inflows of resources, and expenses for postemployment benefits other than pensions. It also requires the State of New Jersey to calculate and allocate to each participating member, for note disclosure purposes only, the OPEB net liability of New Jersey Health Benefits Local Government Retiree Plan (the Plan). The statement does not alter the amount of funds that must be budgeted for OPEB payment under existing state law.

Under GAAP, municipalities are required to recognize the OPEB liability in Statements of Revenues, Expenses, Changes in Net Position (balance sheets) and Notes to the Financial Statements in accordance with GASB 75. The liability required to be displayed by GASB 75 is displayed as a separate line item in the Unrestricted Net Position area of the balance sheet.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Accounting (Continued)

Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions (OPEB) (Continued)

New Jersey's municipalities and counties do not follow GAAP accounting principles and, as such, do not follow GASB requirements with respect to recording the OPEB liability as a liability on their balance sheets. However, N.J.A.C. 5:30 6.1(c) (2) requires municipalities to disclose GASB 75 information in the Notes to the Financial Statements. The disclosure must meet the requirements of GASB 75.

D. Basic Financial Statements

The GASB codification also defines the financial statements of a governmental unit to be presented in the basic financial statements to be held in accordance with GAAP. The Borough presents the financial statements listed in the table of contents of the "Requirements of Audit and Accounting Revision of 1987" as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey and which differ from the financial statements required by GAAP.

NOTE 2: CASH AND CASH EQUIVALENTS

The Borough considers petty cash, change funds, cash in banks and certificates of deposit as cash and cash equivalents.

A. Deposits

New Jersey statutes permit the deposit of public funds in institutions which are located in New Jersey and which meet the requirements of the Governmental Unit Deposit Protection Act (GUDPA) or the State of New Jersey Cash Management Fund. GUDPA requires a bank that accepts public funds to be a public depository. A public depository is defined as a state bank, a national bank, or a savings bank, which is located in the State of New Jersey, the deposits of which are insured by the Federal Deposit Insurance Corporation. The statutes also require public depositories to maintain collateral for deposits of public funds that exceed certain insurance limits. All collateral must be deposited with the Federal Reserve Bank or a banking institution that is a member of the Federal Reserve System and has capital funds of not less than $25,000,000.00.

NOTE 2: CASH AND CASH EQUIVALENTS (CONTINUED)

A. Deposits (Continued)

The Borough of High Bridge has the following cash and cash equivalents at December 31, 2018:

FUND	CASH IN BANK	CASH EQUIVALENTS	ON HAND/ IN TRANSIT	OUTSTANDING CHECKS	TOTAL
Current Fund	$ 3,438,705.20	$ 10,024.23	$	$ 55,761.66	$ 3,392,967.77
Animal Control Fund	10,051.32				10,051.32
Other Trust Fund	344,643.88		184.78	6,864.89	337,963.77
General Capital Fund	946,381.70				946,381.70
Water Utility Operating Fund	310,477.41		49,107.38	122,390.20	237,194.59
Water Utility Capital Fund	100,833.58				100,833.58
Sewer Utility Operating Fund	377,457.11		56,388.75	124.09	433,721.77
Sewer Utility Capital Fund	123,195.54				123,195.54
Solid Waste Utility Operating Fund	138,998.93		18,519.98		157,518.91
Solid Waste Utility Capital Fund	6,280.78				6,280.78
TOTAL DECEMBER 31, 2018	$ 5,797,025.45	$ 10,024.23	$ 105,680.91	$ 185,140.84	$ 5,746,109.73

Custodial Credit Risk - Deposits - Custodial credit risk is the risk that in the event of a bank failure, the deposits may not be returned. The Borough does not have a specific deposit policy for custodial risk other than those policies that adhere to the requirements of statute. As of December 31, 2014, based upon the coverage provided by FDIC and NJGUDPA, no amount of the bank balance was exposed to custodial risk. Of the cash on balance in the bank, $250,000.00 was covered by Federal Depository Insurance and $5,547,025.45 was covered under the provisions of NJGUDPA. $10,024.23 invested in the New Jersey Cash Management fund (cash equivalents).

B. Investments

The purchase of investments by the Borough is strictly limited by the express authority of the New Jersey Local Fiscal Affairs Law, N.J.S.A. 40A:5-15.1. Permitted investments include any of the following type of securities:

1. Bonds or other obligations of the United States of America or obligations guaranteed by the United States of America;

NOTE 2: CASH AND CASH EQUIVALENTS (CONTINUED)

B. Investments (Continued)

2. Government money market mutual funds which are purchased from an investment company or investment trust which is registered with the Securities and Exchange Commission under the "Investment Company Act of 1940," 15 U.S.C. 80a-1 et seq., and operated in accordance with 17 C.F.R. § 270.2a-7 and which portfolio is limited to U.S. Government securities that meet the definition of an eligible security pursuant to 17 C.F.R. § 270.2a-7 and repurchase agreements that are collateralized by such U.S. Government securities in which direct investment may be made pursuant to paragraphs (1) and (3) of N.J.S.A. 5-15.1. These funds are also required to be rated by a nationally recognized statistical rating organization;

3. Any obligation that a federal agency or a federal instrumentality has issued in accordance with an act of Congress, which security has a maturity date not greater than 397 days from the date of purchase, provided that such obligation bears a fixed rate of interest not dependent on any index or other external factor;

4. Bonds or other obligations of the Local Unit or bonds or other obligations of school districts of which the Local Unit is a part or within which the school district is located;

5. Bonds or other obligations, having a maturity date not more than 397 days from date of purchase, approved by the Division of Local Government Services of the Department of Community Affairs for investment by Local Units;

6. Local government investment pools that are fully invested in U.S. Government securities that meet the definition of eligible security pursuant to 17 C.F.R. § 270a-7 and repurchase agreements that are collateralized by such U.S. Government securities in which direct investment may be made pursuant to paragraphs (1) and (3) of N.J.S.A. 5-15.1. This type of investment is also required to be rated in the highest category by a nationally recognized statistical rating organization;

7. Deposits with the State of New Jersey Cash Management Fund established pursuant to section 1 of P.L. 1977, c.281 (c.52:18A-90.4); or

NOTE 2: CASH AND CASH EQUIVALENTS (CONTINUED)

B. Investments (Continued)

8. Agreements for the repurchase of fully collateralized securities if:

a. the underlying securities are permitted investments pursuant to paragraphs (1) and (3) of this subsection;

b. the custody of collateral is transferred to a third party;

c. the maturity of the agreement is not more than 30 days;

d. the underlying securities are purchased through a public depository as defined in section 1 of P.L. 1970, c.236 (c. 17:19-41); and

e. a master repurchase agreement providing for the custody and security of collateral is executed.

As of December 31, 2018, the Borough has $10,024.23 on deposit with the New Jersey Cash Management Fund. Based upon the limitations set forth by New Jersey Statutes 40A:5-15.1, and existing investment practices of the Investment Council of the New Jersey Cash Management Fund, the Borough is generally not exposed to credit risks and interest rate risks for its investments, nor is it exposed to foreign currency risk for its deposits and investments.

NOTE 3: LONG-TERM DEBT

The Local Bond Law, Chapter 40A:2, governs the issuance of bonds to finance general municipal capital expenditures. All bonds are retired in annual installments within the statutory period of usefulness. All bonds issued by the Borough are general obligation bonds, based by the full faith and credit of the Borough.

SUMMARY OF STATUTORY DEBT CONDITION ANNUAL DEBT STATEMENT

The summarized statement of debt condition which follows is prepared in accordance with the required method of setting up the Annual Debt Statement and indicates a statutory net debt of 3.029% as of December 31, 2018.

	GROSS DEBT	DEDUCTIONS	NET DEBT
Regional School District Debt	$ 405,361.34	$ 405,361.34	$
Local District School Debt	3,460,000.00	3,460,000.00	
Water Utility Debt	180,801.74	180,801.74	
Sewer Utility Debt	2,807,000.00	2,807,000.00	
General Debt	10,998,763.05		10,998,763.05
	$ 17,851,926.13	$ 6,853,163.08	$ 10,998,763.05

NET DEBT $10,998,763.05 DIVIDED BY EQUALIZED VALUATION BASIS PER N.J.S.A. 40A:2-2, AS AMENDED, $363,163,887.33 EQUALS 3.029%.

NOTE 3: LONG-TERM DEBT (CONTINUED)

SUMMARY OF MUNICIPAL DEBT

	YEAR 2018	YEAR 2017	YEAR 2016
Issued:			
General:			
Bonds, Loans and Notes	$ 10,823,763.05	$ 10,873,992.09	$ 11,287,978.01
Water Utility:			
Bonds and Notes	6,550.00	13,100.00	19,650.00
Sewer Utility:			
Bonds and Notes	2,807,000.00	2,827,000.00	2,847,000.00
Net Debt Issued	13,637,313.05	13,714,092.09	14,154,628.01
Authorized But Not Issued:			
General - Bonds and Notes	175,000.00	572,250.00	
Water Utility - Bonds and Notes	174,251.74	119,251.74	119,251.74
Total Authorized But Not Issued	349,251.74	691,501.74	119,251.74
NET BONDS AND NOTES ISSUED AND AUTHORIZED BUT NOT ISSUED	$ 13,986,564.79	$ 14,405,593.83	$ 14,273,879.75

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

Equalized Valuation Basis* - December 31, 2018	$ 363,163,887.33
3-1/2% of Equalized Valuation Basis	$ 12,710,736.06
Net Debt	10,998,763.05
Remaining Borrowing Power	$ 1,711,973.01

*Equalized Valuation basis is the average of the equalized valuation of Real Estate, including improvements, and the assessed valuation of Class II Railroad Property of the Borough for the last three (3) preceding years.

SCHOOL DEBT DEDUCTION

School debt is deductible up to the extent of 3% of the Average Equalized Assessed Valuation of real property for the Regional and Local School District.

NOTE 3: LONG-TERM DEBT (CONTINUED)

CALCULATION OF "SELF-LIQUIDATING PURPOSE"- WATER UTILITY
PER N.J.S. 40A:2-45 AT DECEMBER 31, 2018

Cash Receipts from Fees, Rents of Other Charges for Year and Anticipated Surplus		$766,848.85
Deduction:		
Operating and Maintenance Cost	$526,661.00	
Debt Service Per Water Utility Account	6,796.79	
		533,457.79
Excess in Revenue		$233,391.06

CALCULATION OF "SELF-LIQUIDATING PURPOSE"- SEWER UTILITY
PER N.J.S.A. 40A:2-45 AT DECEMBER 31, 2018

Cash Receipts from Fees, Rents of Other Charges for Year and Anticipated Surplus		$1,157,999.59
Deduction:		
Operating and Maintenance Cost	$958,500.00	
Debt Service Per Sewer Utility Account	147,441.25	
		1,105,941.25
Excess in Revenue		$52,058.34

NOTE 3: LONG-TERM DEBT (CONTINUED)

Long-Term Debt

General Capital Fund

General Serial Bonds:

$2,390,000.00 of 2016 General Improvement Refunding Bonds due in annual installments of $390,000.00 to $440,000.00 through December 2022 at interest rates of 3.00 to 4.00%.	$ 1,630,000.00
$4,863,000.00 of 2010 General Improvement Bonds due in annual installments of $20,000.00 to $375,000.00 through February 2040 at interest rates of 3.125% to 5.00%.	4,718,000.00
	$ 6,348,000.00

Sewer Utility Capital Fund

General Serial Bonds:

$2,937,000.00 of 2010 General Improvement Refunding Bonds due in annual installments of $25,000.00 to $250,000.00 through February 2040 at interest rates of 3.13% to 5.00%.	$ 2,807,000.00

NOTE 3: LONG-TERM DEBT (CONTINUED)

General Capital Fund

Green Acres Loans:

$1,049,148.12 of 2007 Loan due in semiannual installments of prinicipal and interest of $43,145.63 through June 2021 at an interest rate of 2%.	$	209,404.32
$187,500.00 of 2002 Loan due in semiannual installments of prinicipal and interest of $5,829.67 through December 2021 at an interest rate of 2%.		33,785.72
$3,318,592.36 of 2014 Loan due in semiannual installments of prinicipal and interest of $118,564.80 through February 2031 at an interest rate of 2%.		2,611,171.11
	$	2,854,361.15

Infrastructure Loans:

$245,000 of 2007 Trust Loan due in annual installments of prinicipal of $15,000.00 to $20,000.00 through August 2027 at interest rates of 3.5% to 5.0%.	$	145,000.00
$681,941.00 of 2007 Fund Loan due in semiannual installments of prinicipal only through August 2027 ranging from $16,156.64 to $39,295.82, interest free		323,151.90
	$	468,151.90

Bonds and Notes Authorized But Not Issued

At December 31, 2018, the Borough has authorized but not issued bonds and notes as follows:

General Capital Fund	$	175,000.00
Water Utility Capital Fund	$	174,251.74
Sewer Utility Capital Fund	$	-0-
Solid Waste Utility Capital Fund	$	-0-

NOTE 3: LONG-TERM DEBT (CONTINUED)

SCHEDULE OF ANNUAL DEBT SERVICE FOR PRINCIPAL AND INTEREST
FOR BONDED DEBT ISSUED AND OUTSTANDING DECEMBER 31, 2018

Calendar	General Capital		Sewer Utility Capital		
Year	Principal	Interest	Principal	Interest	Total
2019	$ 415,000.00	$ 279,668.13	$ 25,000.00	$ 126,975.63	$ 846,643.76
2020	430,000.00	267,077.50	25,000.00	126,085.00	848,162.50
2021	415,000.00	249,877.50	30,000.00	124,835.00	819,712.50
2022	460,000.00	233,077.50	30,000.00	123,335.00	846,412.50
2023	70,000.00	213,227.50	30,000.00	121,835.00	435,062.50
2024	20,000.00	210,977.50	30,000.00	120,245.00	381,222.50
2025	270,000.00	203,727.50	30,000.00	118,835.00	622,562.50
2026	220,000.00	191,477.50	80,000.00	116,085.00	607,562.50
2027	215,000.00	180,602.50	85,000.00	111,960.00	592,562.50
2028	265,000.00	168,602.50	85,000.00	107,710.00	626,312.50
2029	340,000.00	153,477.50	85,000.00	103,460.00	681,937.50
2030	335,000.00	136,602.50	90,000.00	99,085.00	660,687.50
2031	260,000.00	122,702.50	190,000.00	92,797.50	665,500.00
2032	285,000.00	111,050.00	190,000.00	84,675.00	670,725.00
2033	275,000.00	98,941.25	200,000.00	76,240.00	650,181.25
2034	325,000.00	85,810.00	200,000.00	67,490.00	678,300.00
2035	325,000.00	71,347.50	200,000.00	58,590.00	654,937.50
2036	325,000.00	56,722.50	225,000.00	49,027.50	655,750.00
2037	375,000.00	40,972.50	225,000.00	38,902.50	679,875.00
2038	350,000.00	24,660.00	250,000.00	28,215.00	652,875.00
2039	350,000.00	8,910.00	250,000.00	16,965.00	625,875.00
2040	23,000.00	517.50	252,000.00	5,670.00	281,187.50
Total	$ 6,348,000.00	$ 3,110,029.38	$ 2,807,000.00	$ 1,919,018.13	$ 14,184,047.51

NOTE 3: LONG-TERM DEBT (CONTINUED)

SCHEDULE OF ANNUAL DEBT SERVICE FOR PRINCIPAL
AND INTEREST AS OF DECEMBER 31, 2018

GREEN TRUST LOANS

CALENDAR YEAR	LOAN PRINCIPAL	LOAN INTEREST	TOTAL
2019	$ 279,382.94	$ 55,697.26	$ 335,080.20
2020	284,998.54	50,081.66	335,080.20
2021	247,581.37	44,353.20	291,934.57
2022	197,263.05	39,866.55	237,129.60
2023	201,228.03	35,901.57	237,129.60
2024	205,272.72	31,856.88	237,129.60
2025	209,398.70	27,730.90	237,129.60
2026	213,607.61	23,521.99	237,129.60
2027	217,901.13	19,228.48	237,129.61
2028	222,280.94	14,848.67	237,129.61
2029	226,748.78	10,380.82	237,129.60
2030	231,306.44	5,823.17	237,129.61
2031	117,390.90	1,173.91	118,564.81
	$ 2,854,361.15	$ 360,465.06	$ 3,214,826.21

ENVIRONMENTAL INFRASTRUCTURE TRUST LOANS

CALENDAR YEAR	TRUST LOAN PRINCIPAL	TRUST LOAN INTEREST	FUND LOAN PRINCIPAL	TOTAL
2019	$ 15,000.00	$ 6,437.50	$ 38,731.23	$ 60,168.73
2020	15,000.00	5,837.50	37,647.21	58,484.71
2021	15,000.00	5,237.50	36,563.18	56,800.68
2022	15,000.00	4,487.50	35,208.15	54,695.65
2023	15,000.00	3,737.50	33,853.13	52,590.63
2024	15,000.00	3,100.00	32,701.35	50,801.35
2025	15,000.00	2,425.00	31,481.82	48,906.82
2026	20,000.00	1,750.00	39,295.82	61,045.82
2027	20,000.00	850.00	37,670.01	58,520.01
	$ 145,000.00	$ 33,862.50	$ 323,151.90	$ 502,014.40

NOTE 3: LONG-TERM DEBT (CONTINUED)

Capital Leases Payable

The Borough has entered into one capital lease agreement. This lease, for a fire truck, is a ten-year lease entered into in 2014. The following is a schedule of the future minimum lease payments as of December 31, 2018.

CALENDAR YEAR	PRINCIPAL	INTEREST	TOTAL
2019	$ 74,757.24	$ 18,908.52	$ 93,665.76
2020	78,074.96	15,590.80	93,665.76
2021	81,635.74	12,030.02	93,665.76
2022	85,309.88	8,355.88	93,665.76
2023	89,149.39	4,516.37	93,665.76
2024	53,841.81	796.55	54,638.36
	$ 462,769.02	$ 60,198.14	$ 522,967.16

NOTE 4: SHORT-TERM DEBT

In accordance with NJSA 40A:2-8.1, a local unit may, in anticipation of the issuance of bonds, borrow money and issue notes if the bond ordinance or subsequent resolution so provides. Any such note shall be designated as a "bond anticipation note" and shall be subject to the following provisions:

(1) every note shall contain a recital that it is issued for a period not exceeding one year and may be renewed from time to time for additional periods, none of which shall exceed one year;

(2) all such notes, including renewals, shall mature and be paid not later than the first day of the fifth month following the close of the tenth fiscal year next following the date of the original notes; and

(3) no such notes shall be renewed beyond the third anniversary date of the original notes unless an amount of such notes, at least equal to the first legally payable installment of the bonds in anticipation of which those notes are issued, is paid and retired on or before each subsequent anniversary date beyond which such notes are renewed from funds other than the proceeds of obligations.

NOTE 4: SHORT-TERM DEBT (CONTINUED)

Bond Anticipation Notes

Outstanding Bond Anticipation Notes are summarized as follows:

	Interest Rate	Maturity Date		Amount
General Capital	2.000%	6/23/2019	$	1,153,250.00
Water Utility Capital	2.000%	6/23/2019	$	6,550.00

In accordance with NJSA 40A:4 sections 64 through 73, in any fiscal year, in anticipation of the collection of taxes for such year, whether levied in such year, or in anticipation of other revenue for such year, the Borough may, by resolution, borrow money and issue its negotiable notes, each of which shall be designated by the fiscal year to which it pertains. The proceeds may be used to pay outstanding previous notes of same purpose, or for purposes provided for in the budget or for which taxes are levied or to be levied for in such year. The amount outstanding shall not exceed an amount certified as the gross borrowing power, and no such notes shall be authorized in excess of an amount certified as the net borrowing power. Tax anticipation notes may be renewed from time to time, but any note shall mature within 120 days after the beginning of the succeeding fiscal year and bear an interest rate that does not exceed 6%. The Borough did not have any Tax Anticipation Notes in 2018.

NOTE 5: FUND BALANCES APPROPRIATED

Fund balances at December 31, 2018, which were appropriated and included as anticipated revenue in their own respective funds for the year ending December 31, 2019, were as follows:

Current Fund	$800,000.00
Sewer Operating Fund	140,000.00
Water Operating Fund	75,000.00
Solid Waste Operating Fund	90,000.00

NOTE 6: PROPERTY TAXES

Property taxes attach as an enforceable lien on property as of January 1. Taxes are levied based on the final adoption of the current year municipal budget, and are payable in four installments on February 1, May 1, August 1 and November 1. The Borough bills and collects its own property taxes and also taxes for the County and local school district. The collections and remittance of county and school taxes are accounted for in the Current Fund. Borough property tax revenues are recognized when collected in cash and any receivables are recorded with offsetting reserves on the balance sheet of the Borough's Current Fund.

Taxes Collected in Advance - Taxes collected in advance and recorded as cash liabilities in the financial statements are as follows:

	BALANCE DECEMBER 31, 2018	BALANCE DECEMBER 31, 2017
Prepaid Taxes	$38,191.12	$406,996.70

NOTE 7: PENSION PLANS

Substantially all eligible employees participate in the Public Employees' Retirement System (PERS), or the Police, Firemen's Retirement System (PFRS) or the Defined Contribution Retirement System (DCRP), which have been established by state statute and are administered by the New Jersey Division of Pensions and Benefits. The Division issues a publicly available financial report that includes the financial statements and required supplementary information for the Public Employees Retirement System, Police and Fireman's Retirement System and Consolidated Police and Firemen's Pension Fund. These reports may be obtained by writing to the Division of Pensions and Benefits, P.O. Box 295, Trenton, New Jersey, 08625 or are available online at www.nj.gov/treasury/pensions/annrprts.shtml.

Plan Descriptions

Public Employees' Retirement System *(PERS)* - The Public Employees' Retirement System (PERS) was established as of January 1, 1955, under the provisions of N.J.S.A. 43:15A, to provide retirement, death, disability and medical benefits to certain qualified members. The PERS is a cost-sharing multiple employer plan. Membership is mandatory for substantially, all full-time employees of the State of New Jersey or any county, municipality, school district or public agency, provided the employee is not required to be a member of another state-administered retirement system or other state pension fund or local jurisdiction's pension fund.

NOTE 7: PENSION PLANS (CONTINUED)

Police and Fireman's Retirement System (PFRS) - The Police and Fireman's Retirement System (PFRS) was established as of July 1, 1944, under the provisions of N.J.S.A. 43:16A. to provide retirement, death, and disability benefits to its members. The PFRS is a cost-sharing multiple-employer plan. Membership is mandatory for substantially, all full-time county and municipal police or firemen or officer employees with police powers appointed after June 30, 1944.

Defined Contribution Retirement Program (DCRP) - The Defined Contribution Retirement Program (DCRP) was established July 1, 2007, under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L 2007, and was expanded under the provisions of Chapter 89, P.L. 2009. The DCRP provides eligible employees and their beneficiaries with a tax-sheltered, defined contribution retirement benefit, along with life insurance coverage and disability coverage.

Vesting and Benefit Provisions

The vesting and benefit provisions for PERS are set by N.J.S.A. 43:15A and 43:36. All benefits vest after ten years of service, except for medical benefits, which vest after 25 years of service. Members may seek early retirement after achieving 25 years of service credit or they may elect deferred retirement after achieving ten years of service credit, In which case, benefits would begin the first day of the month after the member attains normal retirement age.

The vesting and benefit provisions for PFRS are set by N.J.S.A. 43:16A and 43:36. All benefits vest after ten years of service, except for disability benefits, which vest alter four years of service. Retirement benefits for age and service are available at age 55. Members may seek special retirement after achieving 25 years of creditable service or they may elect deferred retirement after achieving ten years of service.

Newly elected or appointed officials that have an existing DCRP account or are a member of another State-administered retirement system are immediately invested in the DCRP. For newly elected or appointed officials that do not qualify for immediate vesting in the DCRP. Employee and employer contributions are held during the initial year of membership. Upon commencing the second year of DCRP membership, the member is fully invested. However, if a member is not eligible to continue in the DCRP for a second year of membership, the member may apply for a refund of the employee contributions from the DCRP, while the employer contributions will revert back to the employer. Employees are required to contribute 5.5% of their base salary and employers contribute 3.0%.

NOTE 7: PENSION PLANS (CONTINUED)

Funding Policy

The contribution policy is set by New Jersey State Statutes and contributions are required by active members and contributing employers. Plan members and employer contributions may be amended by State of New Jersey legislation. During 2018, PERS provides for employee contributions of 7.50% of employees' annual compensation. Employers are required to contribute at an actuarially determined rate. The actuarially determined contribution includes funding for cost-of-living adjustments, noncontributory death benefits, and post-retirement medical premiums.

The contribution policy for PFRS is set by N.J.S.A. 43:16A and requires contributions by active members and contributing employers. Plan member and employer contributions *may* be amended by Slate of New Jersey legislation. Employers are required to contribute at an actuarially determined rate. The annual employer contribution includes funding for basic retirement allowances, cost-of-living adjustments and noncontributory death benefits. During 2018, members contributed at a uniform rate of 10.00% of base salary.

All contributions were equal to the required contributions for each of the three years, respectively.

Certain Borough employees are also covered by the Federal Insurance Contribution Act. The Borough's share of pension costs, which is based upon the annual billings received from the State, amounted to $246,821 for 2018, $239,510 for 2017 and $240,758.00 for 2016.

Accounting and Financial Reporting for Pensions – GASB #68

The Governmental Accounting Standards Board (GASB) has issued Statement No. 68 “Accounting and Financial Reporting for Public Employees Pensions” which requires the State of New Jersey to calculate and allocate, for note disclosure purposes only, the unfunded net pension liability of Public Employees Retirement System (PERS) and the Police and Firemen’s Retirement System (PFRS) of the participating municipality as of December 31, 2018. The statement does not alter the amounts of funds that must be budgeted for pension payments under existing state law.

Under accounting principles and practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, any unfunded net pension liability of the municipality, allocated by the State of New Jersey, is not required to be reported in the financial statements as presented and any pension contributions required to be paid are raised in that year’s budget and no liability is accrued at December 31, 2018.

NOTE 7: PENSION PLANS (CONTINUED)

Accounting and Financial Reporting for Pensions - GASB 68 (Continued)

Public Employees Retirement System (PERS)

At June 30, 2018, the State reported a net pension liability of $1,196,956.00 for the Borough of Highbridge's proportionate share of the total net pension liability. The total pension liability for the June 30, 2018 measurement date was determined by an actuarial valuation as of July 1, 2017, which was rolled forward to June 30, 2018. The Borough's proportion of the net pension liability was based on a projection of the Borough's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2018, the Borough's proportion was 0.0060791600 percent, which was a decrease of 0.0003807320 percent from its proportion measured as of June 30, 2017.

For the year ended June 30, 2018, the State recognized an actuarially determined pension expense of $-32,181.00 for the Borough of Highbridge's proportionate share of the total pension expense. The pension expense recognized in the Borough's financial statement based on the April 1, 2018 billing was $59,844.00.

At June 30, 2018, the State reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	Deferred Inflow of Resources	Deferred Outflow of Resources
Differences between expected and actual experience	$ 6,172.00	$ 22,826.00
Changes of assumptions	382,723.00	197,239.00
Net difference between projected and actual earnings on pension plan investments	11,228.00	
Changes in proportion and differences between Borough contributions and proportionate share of contributions	381,408.00	57,964.00
	$ 781,531.00	$ 278,029.00

NOTE 7: PENSION PLANS (CONTINUED)

Accounting and Financial Reporting for Pensions - GASB 68 (Continued)

Public Employees Retirement System (PERS) (Continued)

Other local amounts reported by the State as the Borough's proportionate share of deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in the State's actuarially calculated pension expense as follows:

Year Ended June 30,	Amount
2019	($56,381.80)
2020	($76,190.80)
2021	($147,166.80)
2022	($136,181.80)
2023	($87,580.80)
	($503,502.00)

Actuarial Assumptions

The total pension liability for the June 30, 2018 measurement date was determined by an actuarial valuation as of July 1, 2017, which rolled forward to June 30, 2018. These actuarial valuations used the following assumptions:

	June 30, 2018	June 30, 2017
Inflation	2.25 Percent	2.25 Percent
Salary Increases (based on age)		
Though 2026	1.65-4.15 Percent	1.65-4.15 Percent
Thereafter	2.65-5.15 Percent	2.65-5.15 Percent
Investment Rate of Return	7.00 Percent	7.00 percent

Preretirement mortality rates were based on the RP-2000 Employee Preretirement Mortality Table for male and female active participants. For State employees, mortality tables are set back 4 years for males and females. For local employees, mortality tables are set back 2 years for males and 7 years for females. In addition, the tables provide for future improvements in mortality from the base year of 2013 using a generational approach based on the Conduent modified 2014 projection scale. Postretirement mortality rates were based on the RP-2000 Combined Healthy Male and Female Mortality Tables (set back 1 year for males and females) for service retirements and beneficiaries of former members.

NOTE 7: PENSION PLANS (CONTINUED)

Accounting and Financial Reporting for Pensions - GASB 68 (Continued)

Public Employees Retirement System (PERS) (Continued)

Actuarial Assumptions (Continued)

In addition, the tables for service retirements and beneficiaries of former members provide for future improvements in mortality from 2012 to 2013 using Projection Scale AA and using a generational approach based on the Conduent 2014 projection scale thereafter. Disability retirement rates used to value disabled retirees were based on the RP-2000 Disabled Mortality Table (set back 3 years for males and set forward 1 year for females).

The actuarial assumptions used in the July 1, 2017 valuation were based on the results of an actuarial experience study for the period July 1, 2011 to June 30, 2014. It is likely that future experience will not exactly conform to these assumptions. To the extent that actual experience deviates from these assumptions, the emerging liabilities may be higher or lower than anticipated. The more the experience deviates, the larger the impact on future financial statements.

Long-Term Rate of Return

In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2018 and 7.00 at June 30, 2017) is determined by the State Treasurer, after consultation with the Directors of the Division of Investment and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic rates of return for each major asset class included in PERS's target asset allocation as of June 30, 2018 are summarized in the following table:

NOTE 7: PENSION PLANS (CONTINUED)

Accounting and Financial Reporting for Pensions - GASB 68 (Continued)

Public Employees Retirement System (PERS) (Continued)

Long-Term Rate of Return (Continued)

Assets Class	Target Allocation	Long-Term Expected Real Rate of Return
Risk Mitigation Strategies	5.00%	5.51%
Cash Equivalents	5.50%	1.00%
U.S. Treasuries	3.00%	1.87%
Investment Grade Credit	10.00%	3.78%
High Yield	2.50%	6.82%
Global Diversified Credit	5.00%	7.10%
Credit Oriented Hedge Fund	1.00%	6.60%
Debt Related Private Equity	2.00%	10.63%
Debt Related Real Estate	1.00%	6.61%
Private Real Asset	2.50%	11.83%
Equity Related Real Estate	6.25%	9.23%
U.S. Equity	30.00%	8.19%
Non-U.S. Developed Market Equity	11.50%	9.00%
Emerging Market Equity	6.50%	11.64%
Buyouts/Venture Capital	8.25%	13.08%

Discount Rate

The discount rate used to measure the total pension liability was 5.66% and 5.00 as of June 30, 2018. This single blended discount rate was based on the long-term expected rate of return on pension plan investments of 7.00% for both June 30 2018 and June 30, 2017 and a municipal bond rate of 3.87% and 3.58% for June 30, 2018 and June 30, 2017 respectively based on the Bond Buyer Go 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. 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 will be made based on the contribution rate in the most recent fiscal year. The State employer contributed 50% of the actuarially determined contributions and the local employers contributed 100% of their actuarially determined contributions. Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members through June 30, 2046. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments through June 30, 2046 and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

NOTE 7: PENSION PLANS (CONTINUED)

Accounting and Financial Reporting for Pensions - GASB 68 (Continued)

Public Employees Retirement System (PERS) (Continued)

Sensitivity of the collective net pension liability to changes in the discount rate

The following presents the collective net pension liability of the participating employers as of June 30, 2018 respectively, calculated using the discount rate as disclosed above as well as what the collective net pension liability would be if it was calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	June 30, 2018		
	1% Decrease 4.66%	At Current Discount Rate 5.66%	1% Increase 6.66%
Borough's proportionate share of the pension liability	$1,505,035.00	$1,196,956.00	$938,498.00

Pension plan fiduciary net position

Detailed information about the pension plan's fiduciary net position is available in the separately issued Financial Report for the State of New Jersey Public Employees Retirement System (PERS). The report may be obtained at State of New Jersey Division of Pensions and Benefits P.O. Box 295 Trenton, New Jersey 08625-0295 http://www.state.nj.us/treasury/pensions.

Police and Firemen's Retirement System (PFRS)

At June 30, 2018, the State reported a net pension liability of $2,838,865.00 for the Borough of Highbridge's proportionate share of the total PFRS net pension liability. The total pension liability for the June 30, 2018 measurement date was determined by an actuarial valuation as of July 1, 2017, which was rolled forward to June 30, 2018. The Borough's proportion of the net pension liability was based on a projection of the Borough's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2018, the Borough's proportion was 0.0209794466 percent, which was a decrease of 0.0000366123 percent from its proportion measured as of June 30, 2017.

For the year ended June 30, 2018, the State recognized an actuarially determined pension expense of $265,052.00. The pension expense recognized in the Borough's financial statement based on the April 1, 2018 billing was $185,996.00.

NOTE 7: PENSION PLANS (CONTINUED)

Accounting and Financial Reporting for Pensions - GASB 68 (Continued)

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

At June 30, 2018, the State reported deferred outflows of resources and deferred inflows of resources related to PFRS from the following sources:

	Deferred Inflow of Resources	Deferred Outflow of Resources
Differences between expected and actual experience	$ 11,748.00	$ 28,882.00
Changes of assumptions	727,552.00	243,678.00
Net difference between projected and actual earnings on pension plan investments	15,531.00	
Changes in proportion and differences between the Borough's contributions and proportionate share of contributions	62,747.00	163,603.00
	817,578.00	436,163.00

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended June 30	Amount
2018	$ 44,586.20
2019	(62,128.80)
2020	(210,074.80)
2021	(127,630.80)
2022	(26,166.80)
	$ (381,415.00)

NOTE 7: PENSION PLANS (CONTINUED)

Accounting and Financial Reporting for Pensions - GASB 68 (Continued)

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

Actuarial Assumptions

The total pension liability for the June 30, 2018 measurement date was determined by an actuarial valuation as of July 1, 2017, which rolled forward to June 30, 2018. This actuarial valuation used the following assumptions:

	2018	2017
Inflation	2.25 Percent	2.25 Percent
Salary Increases (based on age)		
Through 2026	2.10-8.98 Percent Based on Age	2.10-8.98 Percent Based on Age
Thereafter	3.10-9.98 Percent Based on Age	3.10-9.98 Percent Based on Age
Investment Rate of Return	7.00 Percent	7.00 Percent

Preretirement mortality rates were based on the RP-2000 Combined Healthy Mortality tables projected on a generational basis from the base year of 2000 to 2013 using Projection Scale BB and the Conduent modified 2014 projection scale thereafter. For preretirement accidental mortality, a custom table with representative rates was used and there is no mortality improvement assumed. Post-retirement mortality rates for male service retirements are based the RP-2000 Combined Healthy Mortality Tables projected on a generational basis using Projection Scale AA from the base year of 2012 to 2013 and the Conduent modified 2014 projection scale thereafter. Postretirement mortality rates for female service retirements and beneficiaries were based on the RP-2000 Combined Healthy Mortality Tables projected on a generational basis from the base year of 2000 to 2013 using Projection Scale BB and the Conduent modified 2014 projection scales thereafter. Disability mortality rates were based on a custom table with representative rates and no mortality improvement assumed.

The actuarial assumptions used in the July 1, 2017 valuation were based on the results of an actuarial experience study for the period July 1, 2010 to June 30, 2013.

NOTE 7: PENSION PLANS (CONTINUED)

Accounting and Financial Reporting for Pensions - GASB 68 (Continued)

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

Long-Term Rate of Return

In accordance with State statute, the long-term expected rate of return on plan investments (7.00 percent at June 30, 2018 and June 30, 2017) is determined by the State Treasurer, after consultation with the Directors of the Division of Investment and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic rates of return for each major asset class included in PFRS s target asset allocation as of June 30, 2018 are summarized in the following table:

Assets Class	Target Allocation	Long-Term Expected Real Rate of Return
Risk Mitigation Strategies	5.00%	5.51%
Cash Equivalents	5.50%	1.00%
U.S. Treasuries	3.00%	1.87%
Investment Grade Credit	10.00%	3.78%
High Yield	2.50%	6.82%
Global Diversified Credit	5.00%	7.10%
Credit Oriented Hedge Fund	1.00%	6.60%
Debt Related Private Equity	2.00%	10.63%
Debt Related Real Estate	1.00%	6.61%
Private Real Asset	2.50%	11.83%
Equity Related Real Estate	6.25%	9.23%
U.S. Equity	30.00%	8.19%
Non-U.S. Developed Market Equity	11.50%	9.00%
Emerging Market Equity	6.50%	11.64%
Buyouts/Venture Capital	8.25%	13.08%

NOTE 7: PENSION PLANS (CONTINUED)

Accounting and Financial Reporting for Pensions - GASB 68 (Continued)

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

Discount Rate

The discount rate used to measure the total pension liability was 6.51% and 6.14% as of June 30, 2018 and June 30, 2017 respectively. This single blended discount rate was based on the long-term expected rate of return on pension plan investments of 7.00% for both June 30, 2018 and June 30, 2017 and a municipal bond rate of 3.87% and 3.58% as of June 30, 2018 and June 30, 2017 respectively based on the Bond Buyer Go 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher.

The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers and the nonemployer contributing entity will be made based on the contribution rate in the most recent fiscal year. The State employer contributed 50% of the actuarially determined contributions and the local employers contributed 100% of their actuarially determined contributions. Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members through 2062. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments through 2062, and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

Sensitivity of the collective net pension liability to changes in the discount rate

The following presents the collective net pension liability of the participating employers as of June 30, 2018 respectively, calculated using the discount rate as disclosed above as well as what the collective net pension liability would be if it was calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	June 30, 2018		
	1% Decrease 5.51%	At Current Discount Rate 6.51%	1% Increase 7.51%
Borough's proportionate share of the PFRS pension liability	$3,799,469.00	$2,838,865.00	$2,046,542.00

NOTE 7: PENSION PLANS (CONTINUED)

Accounting and Financial Reporting for Pensions - GASB 68 (Continued)

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

Special Funding Situation

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

At June 30, 2018 and 2017, the State's proportionate share of the net pension liability attributable to the Borough for the PFRS special funding situation is $385,613.00 and $363,408.00 respectively.

At June 30, 2018, the Borough's and State of New Jersey's proportionate share of the PFRS net pension liability were as follows:

Borough's Proportionate Share of Net Pension Liability	$2,838,865.00
State of New Jersey Proportionate Share of Net Pension Liability Associated with the Borough	385,613.00
	$3,224,478.00

Pension plan fiduciary net position

Detailed information about the pension plan's fiduciary net position is available in the separately issued Financial Report for the State of New Jersey Police and Firemen's Retirement System (PFRS). The report may be obtained at State of New Jersey Division of Pensions and Benefits P.O. Box 295 Trenton, New Jersey 08625-0295 http://www.state.nj.us/treasury/pensions.

NOTE 8: COMPENSATED ABSENCES

Under the existing policy of the Borough, employees hired prior to December 31, 2001 are allowed to accumulate unused sick pay over the life of their working careers, up to a maximum of twenty-one days, which may be paid at a later date. The accumulated cost of such unpaid compensation is not required to be accrued in the financial statements as presented. The Borough has estimated the liability at $60,514.11 as of December 31, 2018. The Borough annually appropriates the amounts that are required to be paid in each year's budget on a cash basis.

NOTE 9: LITIGATION

The Borough Attorney's letter did not indicate any litigation, claims or contingent liabilities that are either not covered by the Borough's insurance carrier or would have a material financial impact on the Borough.

NOTE 10: TAX APPEALS

There are tax appeals filed with the County and State Tax Court of New Jersey requesting a reduction of assessments for the year 2018. Any reduction in assessed valuation will result in a refund of prior years' taxes in the year of settlement, which may be funded from tax revenues through the establishment of a reserve or by the issuance of refunding bonds per N.J.S.A. 40A:2-51.

NOTE 11: CONTINGENT LIABILITIES

The Borough participates in several federal and state financial assistance grant programs. Entitlement to the funds is generally conditional upon compliance with terms and conditions of the grant agreements and applicable regulations, including the expenditure of funds for eligible purposes. In addition, these programs are also subject to compliance and financial audits by the grantors or their representatives. As of December 31, 2018, the Borough does not believe that any material liabilities will result from such audits.

NOTE 12: RISK MANAGEMENT

The Borough is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions, injuries to employees; and natural disasters. The Borough of High Bridge is a member of the Statewide Excess Liability Fund. This is an insured group of municipalities established for the purpose of providing low-cost insurance coverage for member municipalities in order to keep local property taxes at a minimum. The fund is an insurance purchasing pool in which the participants seek to lower insurance costs through their combined joint purchasing power. Each participant receives their own insurance policies. Risk transfers through the pool to the insurance company from which the policies are purchased. Management believes such coverage is sufficient to preclude any significant uninsured losses to the Borough. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

New Jersey Unemployment Compensation Insurance - The Borough has elected to fund its New Jersey Unemployment Compensation Insurance under the "Benefit Reimbursement Method". Under this plan, the Borough 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 Borough is billed quarterly for amounts due to the State. The following table is a summary of Borough contributions, employee contributions, reimbursements to the State for benefits paid and the ending balance of the Borough's expendable trust fund for the 2018 and the previous two years:

Fiscal Year	Interest Earned	Employee Contributions	Amount Reimbursed	Ending Balance
2018	$ 1,373.10	$ 2,286.59	$ 1,139.29	$ 111,303.33
2017	898.38	2,240.66	3,623.38	108,782.93
2016	275.57	2,165.00		109,267.27

NOTE 13: INTERFUND RECEIVABLES AND PAYABLES

The following Interfund balances remained on the balance sheets at December 31, 2018:

FUND	INTERFUND RECEIVABLE	INTERFUND PAYABLE
Current Fund	$ 30,857.69	$ 1,068.21
Grant Fund		30,857.50
Trust Funds	1,325.65	
General Capital Fund		257.63
	$ 32,183.34	$ 32,183.34

All balances resulted from the time lag between the dates that short-term loans were disbursed and the payment between the funds was made.

NOTE 14: LENGTH OF SERVICE AWARDS PROGRAM

During 2001, the Borough of High Bridge adopted an ordinance establishing a Length of Service Awards Program for the members of the volunteer Fire Department and Emergency Squad pursuant to N.J.S.A. 40A:14-183 *et seq*.

Under this program, each volunteer of the volunteer Fire Department and Emergency Squad will have an annual amount of $700.00 deposited into a tax deferred income account that will earn interest for the volunteer. The estimated annual cost of this program is $26,600.00.

The accompanying financial statements do not include the Borough's Length of Service Awards Program's activities. The Borough's Length of Service Awards Program's financial statements are contained in a separate review report, as required by state regulation.

NOTE 15: DEFERRED CHARGES TO BE RAISED IN SUCCEEDING BUDGETS

Certain expenditures are required to be deferred to budgets of succeeding years. At December 31, 2018, the following deferred charges are shown on the balance sheets of the various funds:

	BALANCE DECEMBER 31, 2018	2019 BUDGET APPROPRIATION	DEFERRED TO BUDGETS OF SUCCEEDING YEARS
Current Fund:			
Special Emergency Authorization 40A:4-55	$40,000.00	$30,000.00	$10,000.00
Water Utility Fund:			
Emergency Authorization	$10,000.00	$10,000.00	
Sewer Utility Fund:			
Operating Deficit	$34,439.53	$34,439.53	

NOTE 16: ACCOUNTING AND FINANCIAL REPORTING FOR POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS – GASB 75

The Governmental Accounting Standards Board (GASB) has issued Statement No. 75, "Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions" which is effective for fiscal years beginning after June 15, 2017. This statement establishes standards for measuring and recognizing liabilities, deferred outflows and inflows of resources, and expenses for postemployment benefits other than pensions. OPEB obligations are non-pension benefits that the municipality has contractually or otherwise agreed to provide employees once they have retired and, in most instances, will be for retirement health, prescription and dental insurance coverage.

Under current New Jersey budget and financial reporting requirements, the municipality is not required to fund any amounts in excess of their current costs on a pay-as-you-go basis or to accrue funds, create a trust or issue debt to finance their other post-employment benefit liability. Additionally, the municipality is not required to recognize any long-term obligations resulting from OPEB on their financial statements.

NOTE 16: ACCOUNTING AND FINANCIAL REPORTING FOR POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS – GASB 75 (CONTINUED)

Plan Description and Benefits Provided

The State Health Benefit Local Government Retired Employees Plan (the Plan) is a cost-sharing multiple-employer defined benefit other postemployment benefit (OPEB) plan with a special funding situation. It covers employees of local government employers that have adopted a resolution to participate in the Plan. The Plan meets the definition of an equivalent arrangement as defined in paragraph 4 of GASB Statement No. 75, *Accounting and Financial Reporting for the Postemployment Benefits Other Than Pensions*; therefore, assets are accumulated to pay associated benefits.

The Plan provides medical and prescription drug coverage to retirees and their covered dependents of the employers.

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

The State also provides funding for retiree health benefits to survivors of local police officers and firefighters who die in the line of duty under Chapter 271, P.L.1989.

Special Funding Situation

Under Chapter 330, P.L. 1997, the State shall pay the premium or periodic charges for the qualified local police and firefighter retirees and dependents equal to 80 percent of the premium or periodic charge for the category of coverage elected by the qualified retiree under the State managed care plan or a health maintenance organization participating in the program providing the lowest premium or periodic charge.

The State also provides funding for retiree health benefits to survivors of local police officers and firefighters who die in the line of duty under Chapter 271, P.L.1989.

NOTE 16: ACCOUNTING AND FINANCIAL REPORTING FOR POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS – GASB 75 (CONTINUED)

Special Funding Situation (Continued)

Therefore, these employers are considered to be in a special funding situation as defined by GASB Statement No 75 and the State is treated as a nonemployer contributing entity. Since the local participating employers do not contribute under this legislation directly to the plan, there is no net OPEB liability, deferred outflows of resources or deferred inflows of resources to report in the financial statements of the local participating employers related to this legislation.

At June 30, 2018 and 2017, the State's proportionate share of the net OPEB liability attributable to the Borough for the special funding situation is $1,968,049.00.00 and $2,811,488.00 respectively.

At June 30, 2018, the Borough's and State of New Jersey's proportionate share of the OPEB liability were as follows:

Borough's proportionate share of the OPEB Liability	$-0-
State of New Jersey's proportionate share of OPEB Liability associated with the Borough	1,968,049.00
	$1,968,049.00

Actuarial Assumptions and Other Inputs

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

	June 30, 2018	June 30, 2017
Inflation rate	2.50%	2.50%
Salary increases*.		
Through 2026	1.65% to 8.98%	1.65% to 8.98%
Thereafter	2.65% to 9.98%	2.65% to 9.98%

*Salary increases are based on the defined benefit plan that the member is enrolled in and his or her age.

NOTE 16: ACCOUNTING AND FINANCIAL REPORTING FOR POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS – GASB 75 (CONTINUED)

Actuarial Assumptions and Other Inputs (Continued)

Preretirement mortality rates were based on the RP-2006 Headcount-Weighted Healthy Employee Male/Female mortality table with fully generational mortality improvement projections from the central year using the MP-2017 scale. Postretirement mortality rates were based on the RP-2006 Headcount-Weighted Healthy Annuitant Male/Female mortality table with fully generational improvement projections from the central year using the MP-2017 scale. Disability mortality was based on the RP-2006 Headcount-Weighted Disabled Male/Female mortality table with fully generational improvement projections from the central year using the MP-2017 scale.

Certain actuarial assumptions used in the July 1, 2016 valuation were based on the results of the pension plans' experience studies for which the members are eligible for coverage under this Plan — the Police and Firemen Retirement System (PFRS) and the Public Employees' Retirement System (PERS). The PFRS and PERS experience studies were prepared for the periods July 1, 2010 to June 30, 2013 and July 1, 2011 to June 30, 2014, respectively.

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

Health Care Trend Assumptions

For pre-Medicare preferred provider organization (PPO) and health maintenance organization (HMO) medical benefits, the trend rate is initially 5.8% and decreases to a 5.0% long-term trend rate after eight years. For self-insured post-65 PPO and HMO medical benefits, the trend rate is 4.5%. For prescription drug benefits, the initial trend rate is 8.0% decreasing to a 5.0% long-term trend rate after seven years. For the Medicare Part B reimbursement, the trend rate is 5.0% The Medicare Advantage trend rate is 4.5% and will continue in all future years.

Discount Rate

The discount rate for June 30, 2018 and 2017 was 3.87% and 3.58%, respectively. This represents the municipal bond return rate as chosen by the State. The source is the Bond Buyer Go 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. As the long-term rate of return is less than the municipal bond rate, it is not considered in the calculation of the discount rate, rather the discount rate is set at the municipal bond rate.

NOTE 16: ACCOUNTING AND FINANCIAL REPORTING FOR POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS – GASB 75 (CONTINUED)

OPEB Plan Fiduciary Net Position

Detailed information about the OPEB plan's fiduciary net position is available in the separately issued Financial Report for the State of New Jersey State Health Benefits Local Government Retired Employees Plan. The report may be obtained at State of New Jersey Division of Pensions and Benefits P.O. Box 295 Trenton, New Jersey 08625-0295 http://www.state.nj.us/treasury/pensions.

NOTE 17: DEFERRED SCHOOL TAXES

New Jersey statutes provide for the deferral of liability for not more than 50% of the annual levy when school taxes are raised on a school year basis and such taxes have not been requisitioned by the school district.

LOCAL DISTRICT SCHOOL TAX

	BALANCE DECEMBER 31, 2018	BALANCE DECEMBER 31, 2017
Balance of Tax	$ 2,983,280.71	$ 2,876,944.15
Deferred	1,838,110.00	1,838,110.00
School Tax Payable	$ 1,145,170.71	$ 1,038,834.15

NOTE 18: SUBSEQUENT EVENTS

The Borough has evaluated subsequent events occurring after the financial statement date through July 25, 2019 which is the date the financial statements were available to be issued. Based upon this evaluation, the Borough has determined that there are no subsequent events needed to be disclosed.

BOROUGH OF HIGH BRIDGE

SUPPLEMENTARY SCHEDULES – ALL FUNDS

YEAR ENDED DECEMBER 31, 2018

BOROUGH OF HIGH BRIDGE

CURRENT FUND

SCHEDULE OF CASH-TREASURER

	REF.	CURRENT FUND		GRANT FUND	
Balance, December 31, 2017	A		$ 3,225,059.45		$
Increased by Receipts:					
Collector	A-5	$ 13,618,066.14		$	
State of New Jersey-Chapter 20, P.L. 1971	A-8	20,000.00			
Revenue Accounts Receivable	A-9	1,519,401.08			
Miscellaneous Revenue Not Anticipated	A-2	43,238.45			
Petty Cash Funds	A-11	250.00			
Interfunds Received	A-10	79,436.86			
Reserve for Miscellaneous Deposits	A-21	102,299.61			
Grants Receivable	A-27			72,561.86	
			15,382,692.14		72,561.86
			$ 18,607,751.59		$ 72,561.86
Decreased by Disbursements:					
2018 Appropriations	A-3	$ 5,150,354.80		$	
2017 Appropriation Reserves	A-13	203,194.05			
Encumbrances Payable	A-20	30,891.00			
County Taxes	A-14	1,372,568.39			
Local District School Tax	A-15	6,459,369.44			
Regional High School Tax	A-16	1,718,518.50			
Tax Overpayments	A-18	7,747.46			
Interfunds Payable	A-10	231,555.40			
Petty Cash Fund	A-11	250.00			
Reserve for Grants Appropriated	A-25			53,416.22	
Due Current Fund	A-24			19,145.64	
Reserve for Miscellaneous Deposits	A-21	102,887.55			
Refund of Current Year Revenue	A-2	380.00			
			15,277,716.59		72,561.86
Balance, December 31, 2018	A		$ 3,330,035.00		$ -0.00-

"A-5"

BOROUGH OF HIGH BRIDGE

CURRENT FUND

SCHEDULE OF CASH-COLLECTOR

	REF.		
Balance, December 31, 2017	A		$ 862,186.32
Received:			
Revenue Accounts Receivable	A-9	$ 40,393.35	
Taxes Receivable	A-7	12,590,626.71	
Miscellaneous Revenue	A-2	5,570.76	
2019 Taxes Prepaid	A-17	38,191.12	
Tax Overpayments	A-18	7,747.46	
Reserve for Outside Liens	A-10	136,283.19	
			12,818,812.59
			$ 13,680,998.91
Decreased by Disbursements:			
Payments to Treasurer	A-4		13,618,066.14
Balance, December 31, 2018	A		$ 62,932.77

"A-6"

BOROUGH OF HIGH BRIDGE

CURRENT FUND

SCHEDULE OF CHANGE FUNDS

OFFICE		BALANCE DECEMBER 31, 2017 AND 2018
Police		$ 20.00
Clerk		50.00
Collector		50.00
		$ 120.00
	REF.	A

BOROUGH OF HIGH BRIDGE

CURRENT FUND

SCHEDULE OF TAXES RECEIVABLE AND ANALYSIS OF PROPERTY TAX LEVY

YEAR	BALANCE DECEMBER 31, 2017	2018 LEVY	ADDED	COLLECTIONS 2017	COLLECTIONS 2018	TRANSFERRED TO TAX TITLE LIENS	CANCELED	OVERPAYMENTS APPLIED	BALANCE DECEMBER 31, 2018
Prior	$ 172,072.20	$	$	$	$ 171,996.50	$	$ 75.70	$	$
	$ 172,072.20	$	$	$	$ 171,996.50	$	$ 75.70	$	$
2018		13,069,297.07		406,996.70	12,437,880.21	2,029.06	23,549.97		198,841.13
	$ 172,072.20	$ 13,069,297.07	$ -0.00-	$ 406,996.70	$ 12,609,876.71	$ 2,029.06	$ 23,625.67	$ -0.00-	$ 198,841.13
REF.	A			A-2:A-17	A-2	A-12		A-2:A-22	A

	REF.	
Collector	A-5	$ 12,590,626.71
Due From State of N.J. per Chapter 20, P.L. 1971	A-8	19,250.00
		$ 12,609,876.71

ANALYSIS OF 2018 PROPERTY TAX LEVY

TAX YIELD				
General Purpose Tax			$ 13,049,406.03	
Added Taxes (54:4-63.1 et. seq.)			19,891.04	
				$ 13,069,297.07
TAX LEVY				
Local District School Tax (Abstract)	A-15		$ 6,565,706.00	
Regional High School Tax (Abstract)	A-16		1,732,959.00	
County Taxes:				
County Tax	A-14	$ 1,143,572.80		
County Library Tax	A-14	112,295.44		
County Open Space Preservation Tax	A-14	109,207.81		
County Added	A-14	2,087.78		
			1,367,163.83	
Local Tax for Municipal Purposes (Abstract)	A-2	$ 3,382,553.47		
Add: Additional Tax Levied		20,914.77		
Local Tax for Municipal Purposes Levied			3,403,468.24	
				$ 13,069,297.07

BOROUGH OF HIGH BRIDGE

CURRENT FUND

SCHEDULE OF DUE STATE OF NEW JERSEY
PER CHAPTER 20,P.L. 1971

	REF.		
Balance, December 31, 2017 (Due To)	A		$ (1,089.17)
Increased by:			
Deductions Per Tax Duplicate:			
Senior Citizens		$ 2,500.00	
Veterans		16,500.00	
Allowed by Tax Collector:			
Senior Citizens and Veterans		750.00	
			19,750.00
			$ 18,660.83
Decreased by:			
Received From State of New Jersey	A-4	$ 20,000.00	
Senior Citizens Deductions Disallowed		500.00	
			20,500.00
Balance, December 31, 2018 (Due To)	A		$ (1,839.17)

SUMMARY OF 2018 EXEMPTIONS

Senior Citizens and Veterans Exemptions		
Per Tax Billings	$ 19,000.00	
Senior Citizens and Veterans Exemptions		
Allowed by Tax Collector	750.00	
	$ 19,750.00	
Disallowed by Collector:		
2018 Taxes	500.00	
A-7		$ 19,250.00

BOROUGH OF HIGH BRIDGE

CURRENT FUND

SCHEDULE OF REVENUE ACCOUNTS RECEIVABLE

	REF.	BALANCE DECEMBER 31, 2017	ACCRUED IN 2018	COLLECTED BY COLLECTOR	COLLECTED BY TREASURER	BALANCE DECEMBER 31, 2018
Clerk:						
Alcoholic Beverage Licenses	A-2	$	$ 5,400.00	$	$ 5,400.00	$
Fees and Permits	A-2		100,616.95		100,616.95	
Construction Code Official:						
Fees and Permits	A-2		46,112.00		46,112.00	
Municipal Court:						
Fines and Costs	A-2	2,658.28	20,493.17		22,000.17	1,151.28
Interest on Investments	A-2		58,810.81		58,810.81	
Golf Fees	A-2		957,172.05		957,172.05	
Garden State Trust	A-2		12,931.00		12,931.00	
Consolidated Municipal Property Tax Relief Act	A-2		38,429.00		38,429.00	
Energy Receipts Tax	A-2		253,480.00		253,480.00	
Hunterdon County Open Space	A-2		10,782.15		10,782.15	
Cable Franchise Fee	A-2		13,666.95		13,666.95	
Interest and Costs on Taxes	A-2		40,393.35	40,393.35		
		$ 2,658.28	$ 1,558,287.43	$ 40,393.35	$ 1,519,401.08	$ 1,151.28
	REF.	A		A-5	A-4	A

BOROUGH OF HIGH BRIDGE

CURRENT FUND

SCHEDULE OF INTERFUNDS

	REF.	TOTAL	GRANT FUND	TRUST OTHER FUND	GENERAL CAPITAL FUND
Balance, December 31, 2017:					
Due From	A	$ 33,607.21	$ 33,607.21	$	$
Due To	A	36,049.01		1,049.01	35,000.00
Receipts - Treasurer	A-4	79,436.86	72,561.86	6,875.00	
Receipts - Collector	A-5	136,283.19		136,283.19	
Disbursements	A-4	231,555.40	53,416.22	143,138.99	35,000.19
Grants Canceled	A-24	16,395.93	16,395.93		
Balance, December 31, 2018:					
Due From	A	$ 30,857.69	$ 30,857.50	$	$ 0.19
Due To	A	1,068.21		1,068.21	

"A-11"

BOROUGH OF HIGH BRIDGE

CURRENT FUND

SCHEDULE OF PETTY CASH

DEPARTMENT	RECEIVED	RETURNED
Finance	$ 200.00	$ 200.00
Police	50.00	50.00
	$ 250.00	$ 250.00
REF.	A-4	A-4

"A-12"

BOROUGH OF HIGH BRIDGE

CURRENT FUND

SCHEDULE OF TAX TITLE LIENS

	REF.		
Balance, December 31, 2017	A	$	11,846.07
Increased by:			
Transfer from Taxes Receivable	A-7		2,029.06
Balance, December 31, 2018	A	$	13,875.13

BOROUGH OF HIGH BRIDGE

CURRENT FUND

SCHEDULE OF 2017 APPROPRIATION RESERVES

	BALANCE DECEMBER 31, 2017	MODIFIED BUDGET	PAID OR CHARGED	BALANCE LAPSED
SALARIES AND WAGES				
Municipal Clerk	$ 3,174.50	$ 3,174.50	$	$ 3,174.50
General Administration	3.45	3.45		3.45
Mayor and Committee	2,000.00	2,000.00		2,000.00
Financial Administration	314.79	314.79		314.79
Revenue Administration	379.52	379.52	200.00	179.52
Assessment of Taxes	1,422.45	1,422.45	1,222.26	200.19
Planning Board	911.25	711.25		711.25
Construction Code Enforcement	217.96	217.96		217.96
Zoning Costs	45.80	45.80		45.80
Police	33,677.21	33,677.21		33,677.21
Public Works	3,823.01	3,823.01		3,823.01
County Library	96.92	96.92		96.92
OTHER EXPENSES				
Municipal Clerk - Election	712.44	712.44		712.44
Municipal Clerk - Miscellaneous	295.94	299.88		299.88
General Administration - Internet	147.34	277.79	129.90	147.89
General Administration - Miscellaneous	2,231.33	2,751.89	82.33	2,669.56
Mayor and Committee - Advertising Costs	4,091.65	4,623.41	396.74	4,226.67
Mayor and Committee - Newsletter	630.98	630.99		630.99
Mayor and Committee - Miscellaneous	590.83	790.83	90.00	700.83
Financial Administration	1,594.71	1,961.67	1,797.09	164.58
Audit Services	1,500.00	5,365.00	2,500.00	2,865.00
Economic Development		135.00	135.00	
Revenue Administration	45.14	192.50	139.75	52.75
Assessment of Taxes	33.67	244.40	150.00	94.40
Legal Services	785.00	25,552.65	24,487.76	1,064.89
Engineering		7,633.75	7,141.25	492.50
Public Buildings & Grounds - Maintenance	1,741.33	17,229.27	15,806.96	1,422.31
Public Buildings & Grounds - Miscellaneous	1,114.93	11,718.52	925.54	10,792.98
Planning Board	215.16	3,660.16	2,060.00	1,600.16
Workers Compensation	510.08	510.08		510.08
Liability Insurance	5,194.31	5,194.31	1,300.75	3,893.56
Group Insurance	709.05	1,133.48		1,133.48
Construction Official	1,951.83	2,108.83		2,108.83
Police - Lease of Car	0.10	0.10		0.10
Police - Miscellaneous	224.94	16,487.47	13,578.64	2,908.83
Office of Emergency Management	316.95	1,638.70	1,238.03	400.67
Aid to Volunteer Fire Companies	226.02	12,000.00	11,773.98	226.02
Public Works - Field Maint.	815.00	815.00		815.00
Public Works - Miscellaneous	1,787.34	77,035.97	23,108.91	53,927.06
Golf Course	5,590.94	70,698.85	62,612.96	8,085.89
County Library		22.35		22.35
Welfare Functions - Special Events	859.44	1,091.20	231.76	859.44
Welfare Functions - Cultural and Heritage	77.10	77.10		77.10
Environmental Commission		1,467.96	1,467.96	
Parks and Recreation	992.22	1,334.57	327.52	1,007.05
Board of Health	1,606.67	1,606.67		1,606.67
Electricity	4,653.48	7,079.32	1,946.50	5,132.82

BOROUGH OF HIGH BRIDGE

CURRENT FUND

SCHEDULE OF 2017 APPROPRIATION RESERVES

	BALANCE DECEMBER 31, 2017	MODIFIED BUDGET	PAID OR CHARGED	BALANCE LAPSED
Street Lighting	$ 2,768.18	$ 5,469.06	$ 2,482.73	$ 2,986.33
Telephone	744.52	1,434.88	449.96	984.92
Fuel Oil	814.31	7,661.73	4,774.35	2,887.38
Gasoline	397.10	6,235.01	4,337.32	1,897.69
Public Employees Retirement System Contribution	1,880.54	2,472.30	191.76	2,280.54
Social Security System (O.A.S.I.)	2,648.53	2,648.53	116.45	2,532.08
Police and Fire Retirement System Contribution	0.56	0.56		0.56
Stormwater Management Engineering		18,285.00		18,285.00
Length of Service Award Program	2,643.20	2,643.20		2,643.20
Codification of Ordinances	5,600.00	7,000.00	1,400.00	5,600.00
		18,613.74	18,613.74	
	$ 104,809.72	$ 402,412.98	$ 207,217.90	$ 195,195.08
REF.	A			A-1

Balance, December 31, 2017	A-13	$ 104,809.72
Encumbrances Payable	A-20	297,603.26
		$ 402,412.98

Encumbrances Payable	A-20	$ 4,023.85
Disbursements	A-4	203,194.05
		$ 207,217.90

"A-14"

BOROUGH OF HIGH BRIDGE

CURRENT FUND

SCHEDULE OF COUNTY TAXES PAYABLE

	REF.		
Balance, December 31, 2017	A		$ 7,492.34
2018 Tax Levy:			
County Taxes	A-1:A-7	$ 1,365,076.05	
County Share of Added Taxes	A-1:A-7	2,087.78	
			1,367,163.83
			$ 1,374,656.17
Decreased by:			
Disbursements	A-4		1,372,568.39
Balance, December 31, 2018	A		$ 2,087.78

"A-15"

BOROUGH OF HIGH BRIDGE

CURRENT FUND

SCHEDULE OF LOCAL DISTRICT SCHOOL TAX

	REF.		
Balance, December 31, 2017:			
School Tax Deferred		$ 1,838,110.00	
School Tax Payable	A	1,038,834.15	
			$ 2,876,944.15
Increased by:			
Levy	A-7		6,565,706.00
			$ 9,442,650.15
Decreased by:			
Disbursements	A-4		6,459,369.44
Balance, December 31, 2018:			
School Tax Deferred		$ 1,838,110.00	
School Tax Payable	A	1,145,170.71	
			$ 2,983,280.71
2018 Liability for Local District School Tax:			
Tax Paid	A-4		$ 6,459,369.44
Tax Payable, December 31, 2018	A-15		1,145,170.71
			7,604,540.15
Less:			
Tax Payable, December 31, 2017	A-15		1,038,834.15
Charge to Operations	A-1		$ 6,565,706.00

"A-16"

BOROUGH OF HIGH BRIDGE

CURRENT FUND

SCHEDULE OF REGIONAL HIGH SCHOOL TAX

	REF.		
Balance, December 31, 2017:			
School Tax Payable	A	$	196,200.83
Increased by:			
Levy	A-7		1,732,959.00
		$	1,929,159.83
Decreased by:			
Disbursements	A-4		1,718,518.50
Balance, December 31, 2018:			
School Tax Payable	A	$	210,641.33
2018 Liability for Local District School Tax:			
Tax Paid	A-4	$	1,718,518.50
Tax Payable, December 31, 2018	A-16		210,641.33
			1,929,159.83
Less:			
Tax Payable, December 31, 2017	A-16		196,200.83
Charge to Operations	A-1	$	1,732,959.00

"A-17"

BOROUGH OF HIGH BRIDGE

CURRENT FUND

SCHEDULE OF PREPAID TAXES

	REF.		
Balance, December 31, 2017 (2018 Taxes)	A	$	406,996.70
Increased by:			
Collection of 2019 Taxes	A-5		38,191.12
		$	445,187.82
Decreased by:			
Application to 2018 Taxes Receivable	A-7		406,996.70
Balance, December 31, 2018 (2019 Taxes)	A	$	38,191.12

"A-18"

SCHEDULE OF TAX OVERPAYMENTS

Increased by:			
Receipts	A-5	$	7,747.46
Decreased by:			
Disbursements	A-4	$	7,747.46

BOROUGH OF HIGH BRIDGE

CURRENT FUND

SCHEDULE OF RESERVE FOR GRANTS - UNAPPROPRIATED

GRANT		BALANCE DECEMBER 31, 2017	APPLIED TO REVENUE	BALANCE DECEMBER 31, 2018
Green Acres Grant		$ 226,387.00	$ 97,952.00	$ 128,435.00
EDA Lake Solitude Funds		196,612.59	196,612.59	
		$ 422,999.59	$ 294,564.59	$ 128,435.00
	REF.	A	A-2	A

"A-20"

BOROUGH OF HIGH BRIDGE

CURRENT FUND

SCHEDULE OF RESERVE FOR ENCUMBRANCES PAYABLE

	REF.		
Balance, December 31, 2017	A		$ 371,722.54
Increased by:			
Charged to 2018 Appropriations	A-3	$ 291,823.83	
Charged to Miscellaneous Deposits	A-21	350.99	
Transfer to Appropriation Reserves	A-13	4,023.85	
			296,198.67
			$ 667,921.21
Decreased by:			
Transfer to Appropriation Reserves	A-13	$ 297,603.26	
Disbursements	A-4	30,891.00	
			328,494.26
Balance, December 31, 2018	A		$ 339,426.95

BOROUGH OF HIGH BRIDGE

CURRENT FUND

SCHEDULE OF RESERVE FOR MISCELLANEOUS DEPOSITS

GRANT/PROGRAM	BALANCE DECEMBER 31, 2017	INCREASED	DECREASED	BALANCE DECEMBER 31, 2018
Marriage Licenses Due State	$ 100.00	$ 575.00	$ 575.00	$ 100.00
Health Benefits		69,059.67	69,059.67	
Insurance Claims	7,378.46	4,022.99	1,430.85	9,970.60
Due to Outside Lien Holders				
State Training Fees	1,357.00	2,437.00	2,732.00	1,062.00
Police Services for Outside Vendors	11,073.47	21,254.95	26,385.82	5,942.60
GIS Fees	151.00		151.00	
Prepaid Fees for Landlord Registration	5,450.00	2,100.00	5,450.00	2,100.00
Fire Penalties		500.00	500.00	
Police Donations	250.00	125.00	225.00	150.00
Cert Donation		225.00		225.00
County Food Inspections	7,475.00	2,000.00	2,100.00	7,375.00
Auction Fees	79.20		79.20	
	$ 33,314.13	$ 102,299.61	$ 108,688.54	$ 26,925.20
REF.	A	A-4		A
Receipts A-4		$ 102,299.61		
Transferred Encumbrances A-20				
		$ 102,299.61		
Disbursements A-4			$ 102,887.55	
Encumbrances Payable A-20			350.99	
Applied to Revenue A-2			5,450.00	
			$ 108,688.54	

"A-22"

BOROUGH OF HIGH BRIDGE

CURRENT FUND

SCHEDULE OF PROPERTY ACQUIRED FOR TAXES

	REF.	
Balance, December 31, 2017 and December 31, 2018	A	$ 176,000.00

"A-23"

SCHEDULE OF GRANT FUND

SCHEDULE OF RESERVE FOR ENCUMBRANCES PAYABLE

Balance, December 31, 2017	A		$ 126,521.19
Increased by:			
Charges to Grants Appropriated	A-25		63,327.21
			$ 189,848.40
Decreased by:			
Transfer to Grants Appropriated	A-25	$ 110,125.26	
Canceled		16,395.93	
			126,521.19
Balance, December 31, 2018	A		$ 63,327.21

"A-24"

BOROUGH OF HIGH BRIDGE

GRANT FUND

SCHEDULE OF DUE CURRENT FUND

	REF.		
Balance, December 31, 2017 (Due To)	A	$	33,607.21
Increased by:			
Canceled Payables			16,395.93
		$	50,003.14
Decreased by:			
Disbursements	A-4		19,145.64
Balance, December 31, 2018 (Due To)	A	$	30,857.50

BOROUGH OF HIGH BRIDGE

GRANT FUND

SCHEDULE OF GRANTS FUND
APPROPRIATED RESERVES

GRANT	BALANCE DECEMBER 31, 2017	TRANSFERRED FROM 2018 BUDGET APPROPRIATION	DISBURSEMENTS	PRIOR YEAR ENCUMBRANCES	ENCUMBRANCES PAYABLE	BALANCE DECEMBER 31, 2018
New Jersey Highlands Council:						
Plan Conformance Grant	$ 48,487.27	$	$ 20,609.00	$ 42,896.96	$ 19,818.91	$ 50,956.32
TDR Feasibility Program				40,000.00	40,000.00	
Plan Conformance Grant - 2018		2,898.00	2,895.75		2.25	
Hazardous Discharge Site Remediation	8,788.49					8,788.49
Hazardous Discharge Site	15,319.85					15,319.85
Historic Block Grant	151.01					151.01
Historic Preservation Grant	657.81					657.81
Historic Preservation Grant - 2017			3,915.00	3,915.00		
Body Armor	4,689.88					4,689.88
Safe Passage Grant		960.00	960.00			
Drive Sober or Get Pulled Over	5,925.00					5,925.00
Drunk Driving Enforcement Fund	14,816.90	3,000.00				17,816.90
Driving While Intoxicated Grant		660.00	660.00			
Distracted Driving		8,085.00	2,585.00			5,500.00
Clean Communities	10,616.97	8,718.19	10,498.67	575.00	750.00	8,661.49
Recycling Tonnage Grant		2,891.06	2,891.06			
Recycling Tonnage Grant - 2017	16.18		16.18			
Borough Hall Sign Grant	2,300.00		2,300.00			
Emergency Management Grant	7,000.00					7,000.00
SIF Risk Control Grant	11.00	2,090.31	2,090.31			11.00
Pedestrian safety, Education, and Enforcement	2,100.00					2,100.00
FEMA Hazard Mitigation Grant Program	55,324.54		1,170.25	21,812.00	1,829.75	74,136.54
Federal Highway Administration Recreational Trails	821.71			42.63		864.34
Federal Highway Administration Rec. Trails - Match	11,300.00		2,825.00	(42.63)		8,432.37
Comcast Technology Grant	8,526.51					8,526.51
Hunterdon Cty. Forfeiture Funds - Tact. Vest Carriers	11.26			926.30	926.30	11.26
	$ 196,864.38	$ 29,302.56	$ 53,416.22	$ 110,125.26	$ 63,327.21	$ 219,548.77
REF.	A	A-3	A-4	A-23	A-23	A

BOROUGH OF HIGH BRIDGE

GRANT FUND

SCHEDULE OF RESERVE FOR GRANTS UNAPPROPRIATED

GRANT	BALANCE DECEMBER 31, 2017	APPLIED TO REVENUE	BALANCE DECEMBER 31, 2018
Recycling Grant	$ 2,891.06	$ 2,891.06	$
	$ 2,891.06	$ 2,891.06	$ -0.00-
REF.	A	A-27	A

BOROUGH OF HIGH BRIDGE

GRANT FUND

SCHEDULE OF GRANTS RECEIVABLE

GRANT	BALANCE DECEMBER 31, 2017	2018 REVENUE ANTICIPATED	RECEIPTS	UNAPPROPRIATED APPLIED	BALANCE DECEMBER 31, 2018
NJ Highlands Council Grants:					
Plan Conformance Grant	$ 143,323.78	$ 2,898.00	$ 44,112.70	$	$ 102,109.08
TDR Feasibility Program	40,000.00				40,000.00
Drive Sober or Get Pulled Over	2,025.00				2,025.00
Recycling Tonnage Grant		2,891.06		2,891.06	
Safe Passage - County		480.00	480.00		
Safe Passage - Match		480.00	480.00		
Clean Communities		8,718.19	8,718.19		
Distracted Driving		8,085.00	2,585.00		5,500.00
Drunk Driving Enforcement Fund		3,000.00	3,000.00		
Driving While Intoxicated Grant		660.00	660.00		
Historical Preservation Grant	1,957.50				1,957.50
NJ Emergency Management Grant	7,000.00				7,000.00
SIF Risk Control Grant	11.00	2,090.31	2,090.31		11.00
Pedestrian safety, Education, and Enforcement	5,640.00				5,640.00
FEMA Hazard Mitigation Grant Program	147,689.00				147,689.00
Federal Highway Administration Recreational Trails	11,300.00		10,435.66		864.34
Hunterdon Cty. Forfeiture Funds - Tact. Vest Carriers	937.56				937.56
	$ 359,883.84	$ 29,302.56	$ 72,561.86	$ 2,891.06	$ 313,733.48
REF.	A	A-2	A-4	A-26	A

BOROUGH OF HIGH BRIDGE

CURRENT FUND

SCHEDULE OF DEFERRED CHARGES

	BALANCE DECEMBER 31, 2017	REDUCED IN 2018	BALANCE DECEMBER 31, 2018
Special Emergency - NJSA 40A:4-53 - Revaluation	$ 50,000.00	$ 25,000.00	$ 25,000.00
Special Emergency - NJSA 40A:4-53 - Preparation of Tax Map	5,000.00	5,000.00	
Special Emergency - NJSA 40A:4-53 - Codification of Ordinances	20,000.00	5,000.00	15,000.00
Emergency Authorizations - NJSA 40A:4-46 - Engineering	35,000.00	35,000.00	
	$ 110,000.00	$ 70,000.00	$ 40,000.00
REF.	A	A-3	A

BOROUGH OF HIGH BRIDGE

TRUST FUND

SCHEDULE OF CASH-TREASURER

	REF.	ANIMAL CONTROL		TRUST OTHER	
Balance, December 31, 2017	B		$ 11,382.70		$ 429,315.89
Increased by Receipts:					
Dog License Fees	B-2	$ 3,923.18		$	
Due from State of New Jersey	B-3	430.80			
Prepaid Revenue	B-8	515.00			
Various Reserves and Deposits	B-5			227,855.34	
Due Current Fund	B-6			1,438.69	
			4,868.98		229,294.03
			$ 16,251.68		$ 658,609.92
Decreased by Disbursements:					
Expenditures under R.S.4:19-15.11	B-2	$ 5,767.76		$	
Due from State of New Jersey	B-3	432.60			
Due General Capital Fund	B-7			155.74	
Various Reserves and Deposits	B-5			319,032.52	
Due Current Fund	B-6			1,457.89	
			6,200.36		320,646.15
Balance, December 31, 2018	B		$ 10,051.32		$ 337,963.77

"B-2"

BOROUGH OF HIGH BRIDGE

TRUST FUND

SCHEDULE OF RESERVE FOR ANIMAL CONTROL FUND EXPENDITURES

	REF.		
Balance, December 31, 2017	B		$ 8,824.29
Increased by:			
Dog License Fees Collected	B-1	$ 3,923.18	
Transferred Encumbrances	B-9	2,144.21	
Prepaid Applied	B-8	410.00	
			6,477.39
			$ 15,301.68
Decreased by:			
Expenditures Under R.S.4:19-15.11:			
Disbursements	B-1	$ 5,767.76	
Encumbrances Payable	B-9	1,328.88	
			7,096.64
Balance, December 31, 2018	B		$ 8,205.04

LICENSE FEES COLLECTED

YEAR	AMOUNT
2017	$ 5,060.00
2016	4,262.00
	$ 9,322.00

"B-3"

SCHEDULE OF DUE STATE OF NEW JERSEY -
ANIMAL CONTROL FUND

Balance, December 31, 2017	B	$ 4.20
Increased by:		
Receipts	B-1	430.80
		$ 435.00
Decreased by:		
Disbursements	B-1	432.60
Balance, December 31, 2018	B	$ 2.40

"B-4"

BOROUGH OF HIGH BRIDGE

TRUST FUND

SCHEDULE OF ENCUMBRANCES PAYABLE

	REF.		
Balance, December 31, 2017	B	$	31,563.45
Increased by:			
Encumbrances Payable	B-5		12,186.76
		$	43,750.21
Decreased by:			
Prior Year Encumbrances Transferred	B-5		31,563.45
Balance, December 31, 2018	B	$	12,186.76

BOROUGH OF HIGH BRIDGE

TRUST FUND

SCHEDULE OF VARIOUS RESERVES AND DEPOSITS

	BALANCE DECEMBER 31, 2017	INCREASED	DECREASED	BALANCE DECEMBER 31, 2018
State Unemployment	$ 108,782.93	$ 3,659.69	$ 1,139.29	$ 111,303.33
Developers Escrow	58,592.41	73,273.02	72,346.87	59,518.56
Open Space Trust	4,248.38	155.74		4,404.12
Payroll Withholdings Payable	1,264.14	3,047.00		4,311.14
Rehabilitation Escrow	54,160.37	680.89		54,841.26
Tax Sale Premium	150,000.00	5,000.00	80,000.00	75,000.00
Outside Liens		136,283.19	136,263.99	19.20
Special Events	9,937.96	22,690.91	26,447.64	6,181.23
Historical Preservation	4,255.25	1,214.02	1,875.00	3,594.27
Recreational Trust	7,661.71	13,414.33	13,146.49	7,929.55
	$ 398,903.15	$ 259,418.79	$ 331,219.28	$ 327,102.66
REF.	B			B

Receipts	B-1	$ 227,855.34	
Prior Year Encumbrances	B-4	31,563.45	
		$ 259,418.79	
Disbursements	B-1		$ 319,032.52
Encumbrances Payable	B-4		12,186.76
			$ 331,219.28

"B-6"

BOROUGH OF HIGH BRIDGE

TRUST FUND

SCHEDULE OF DUE CURRENT FUND

	REF.	TOTAL	TRUST OTHER FUND
Balance, December 31, 2017:			
Due From	B	$ 1,049.01	$ 1,049.01
Increased by:			
Receipts	B-1	1,438.69	1,438.69
Decreased by:			
Disbursements	B-1	1,457.89	1,457.89
Balance, December 31, 2018:			
Due From	B	$ 1,068.21	$ 1,068.21

"B-7"

SCHEDULE OF DUE GENERAL CAPITAL FUND

		TOTAL	TRUST OTHER FUND
Balance, December 31, 2017:			
Due From	B	$ 101.70	$ 101.70
Increased by:			
Disbursements	B-1	155.74	155.74
Balance, December 31, 2018:			
Due From	B	$ 257.44	$ 257.44

"B-8"

BOROUGH OF HIGH BRIDGE

TRUST FUND

SCHEDULE OF PREPAID REVENUE - ANIMAL CONTROL TRUST FUND

	REF.		
Balance, December 31, 2017	B	$	410.00
Increased by:			
Receipts	B-1		515.00
		$	925.00
Decreased by:			
Applied to Reserve	B-2		410.00
Balance, December 31, 2018	B	$	515.00

BOROUGH OF HIGH BRIDGE

TRUST FUND

SCHEDULE OF ENCUMBRANCES PAYABLE- ANIMAL CONTROL FUND

	REF.		
Balance, December 31, 2017	B	$	2,144.21
Increased by:			
Encumbrances Payable	B-2		1,328.88
		$	3,473.09
Decreased by:			
Prior Year Encumbrances Transferred	B-2		2,144.21
Balance, December 31, 2018	B	$	1,328.88

"C-2"

BOROUGH OF HIGH BRIDGE

GENERAL CAPITAL FUND

SCHEDULE OF CASH - TREASURER

	REF.		
Balance, December 31, 2017	C		$ 430,959.29
Increased by Receipts:			
Budget Appropriation:			
Capital Improvement Fund	C-8	$ 300,000.00	
Grants Receivable	C-10	131,250.00	
Due Current Fund	C-9	44,753.14	
Due Open Space Trust	C-16	155.74	
Bond Anticipation Notes	C-13	1,153,250.00	
			1,629,408.88
			$ 2,060,368.17
Decreased by Disbursements:			
Contracts Payable	C-6	$ 735,233.52	
Bond Anticipation Notes	C-13	369,000.00	
Due Current Fund	C-9	9,752.95	
			1,113,986.47
Balance, December 31, 2018	C:C-3		$ 946,381.70

"C-3"

BOROUGH OF HIGH BRIDGE

GENERAL CAPITAL FUND

ANALYSIS OF CASH

		BALANCE DECEMBER 31, 2018
Capital Improvement Fund	$	338,611.89
Fund Balance		262,289.04
Contracts Payable		297,523.57
Unexpended Proceeds of Bond Anticipation Notes on "C-5"		191,802.70
Improvement Authorizations:		
Funded Improvements Listed on "C-7"		697,104.84
Various Reserves and Deposits		22,542.03
Due Trust Fund		257.44
Due Current Fund		0.19
Grants Receivable		(863,750.00)
	$	946,381.70
REF.		C:C-2

"C-4"

BOROUGH OF HIGH BRIDGE

GENERAL CAPITAL FUND

SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION - FUNDED

	REF.		
Balance, December 31, 2017	C		$ 10,389,992.09
Decreased by:			
2018 Budget Appropriation to Pay:			
Bond Principal	C-12	$ 405,000.00	
Green Trust Loan Principal	C-11	273,878.00	
Environmental Infrastructure Loan Principal	C-14	40,601.04	
			719,479.04
Balance, December 31, 2018	C		$ 9,670,513.05

BOROUGH OF HIGH BRIDGE

GENERAL CAPITAL FUND

SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION-UNFUNDED

ORDINANCE NUMBER			BALANCE DECEMBER 31, 2017	2018 AUTHORIZATIONS	PAID BY BUDGET	BALANCE DECEMBER 31, 2018	ANLYSIS OF BALANCE DECEMBER 31, 2018 BOND ANTICIPATION NOTES	ANLYSIS OF BALANCE DECEMBER 31, 2018 UNEXPENDED BALANCE
	General Improvements:							
07-14	Construction of Public Works Building		$ 62,000.00	$	$ 62,000.00	$	$	$
08-10/08-25	Mine Road Improvements		12,000.00		12,000.00			
17-07	Various Road Improvements		982,250.00		41,000.00	941,250.00	941,250.00	
18-06	Various Road Improvements			387,000.00		387,000.00	212,000.00	175,000.00
			$ 1,056,250.00	$ 387,000.00	$ 115,000.00	$ 1,328,250.00	$ 1,153,250.00	$ 175,000.00
		REF.	C	C-7	C-13	C	C-13	

Improvement Authorizations - Unfunded	C-7	$ 366,802.70
Less:Unexpended Proceeds of Bond Anticipation Notes	C-3	191,802.70
		$ 175,000.00

"C-6"

BOROUGH OF HIGH BRIDGE

GENERAL CAPITAL FUND

SCHEDULE OF CONTRACTS PAYABLE

	REF.		
Balance, December 31, 2017	C		$ 162,163.96
Increased by:			
Contracts Issued	C-7		870,881.88
			$ 1,033,045.84
Decreased by:			
Disbursements	C-2	$ 735,233.52	
Canceled	C-7	288.75	
			735,522.27
Balance, December 31, 2018	C		$ 297,523.57

BOROUGH OF HIGH BRIDGE

GENERAL CAPITAL FUND

SCHEDULE OF IMPROVEMENT AUTHORIZATIONS

ORD. NUMBER	IMPROVEMENT DESCRIPTION	ORDINANCE DATE	ORDINANCE AMOUNT	BALANCE DECEMBER 31, 2017 FUNDED	BALANCE DECEMBER 31, 2017 UNFUNDED	2018 AUTHORIZATIONS	PAID OR CHARGED	CANCELED	BALANCE DECEMBER 31, 2018 FUNDED	BALANCE DECEMBER 31, 2018 UNFUNDED
02-19	Lake Solitude Dam Project	07/25/02	$ 164,600.00	$ 16,678.07	$	$	$	$ 16,678.07	$	$
02-07	Golf Course - Preliminary Well Permits		85,000.00	4,350.50				4,350.50		
07-19	Various Imp to Mill & McDonald Streets	05/10/07	63,000.00	6,629.17				(288.75)	6,917.92	
08-26	Lake Solitude Dam Remediation	10/23/08	3,600,000.00	192,230.37				192,230.37		
13-16	Streetscape - Phase II	01/23/14	465,000.00	425,856.55			20,000.00		405,856.55	
16-06	Purchase of Police Vehicle & Equip.		50,000.00	23.68				23.68		
12-05/16-18	Borough Hall Modular Building Change Ord.	04/01/16	100,000.00	9,974.97				9,974.97		
16-21	General Road Improvements		50,000.00	22,472.75				22,472.75		
17-07	Various Road Improvements	03/09/17	1,335,000.00		326,707.00		305,602.50			21,104.50
17-15	Purchase of a Brush Chipper	08/17/17	41,600.00	3,333.00				3,333.00		
17-19	Purchase of a Ford Interceptor	08/17/17	38,000.00	4,471.80			4,266.73	205.07		
17-21	Purchase of Asphalt Hot Patcher	08/17/17	40,000.00	7,338.00				7,338.00		
17-23	Golf Course Irrigation/Cart Path	09/28/17	17,000.00	7,671.17			4,582.60	3,088.57		
17-24	Purchase of a Snow Plow	10/26/17	8,000.00	150.00				150.00		
17-25	Golf Course Drainage Improvements	10/26/17	10,000.00	1,574.31				1,574.31		
18-02	Preliminary Costs to Washington Ave	01/25/18	27,000.00			27,000.00	27,000.00			
18-06	Various Road Improvements	05/10/18	602,000.00			602,000.00	256,301.80			345,698.20
18-20	Engineering Costs Hillcrest	05/24/18	27,000.00			27,000.00	27,000.00			
18-21	Engineering Costs Mill St	05/24/18	35,000.00			35,000.00	35,000.00			
18-27	Purchase Mason Dump Truck w/ Plow	06/28/18	120,000.00			120,000.00	80,558.00	39,442.00		
18-28	Purchase Zero Turn Mower	07/19/18	9,200.00			9,200.00	7,900.62	1,299.38		
18-30	Prelim Costs - Washington Phase II	07/19/18	32,000.00			32,000.00	32,000.00			
18-32	Various Imp. HBH Golf Course	09/13/18	35,000.00			35,000.00	6,790.00		28,210.00	
18-34	Prelim Costs - McDonald St	09/27/18	15,000.00			15,000.00	15,000.00			
18-35	Purchase of Surveillance Equip	09/27/18	60,000.00			60,000.00	48,879.63		11,120.37	
18-39	Improvements to McDonald Street	12/13/18	245,000.00			245,000.00			245,000.00	
				$ 702,754.34	$ 326,707.00	$ 1,207,200.00	$ 870,881.88	$ 301,871.92	$ 697,104.84	$ 366,802.70
			REF.	C	C		C-6		C:C-3	C:C-5

Miscellaneous Deposits	C-15	$ 35,000.00
Grants Receivable	C-10	405,000.00
Capital Improvement Fund	C-8	380,200.00
Bonds and Notes Authorized	C-5	387,000.00
		$ 1,207,200.00

Contracts Payable Canceled	C-6	$ (288.75)
Ordinances Canceled - Surplus	C-1	208,908.44
Ordinances Canceled - Capital Improvement Fund	C-8	93,252.23
		$ 301,871.92

"C-8"

BOROUGH OF HIGH BRIDGE

GENERAL CAPITAL FUND

SCHEDULE OF CAPITAL IMPROVEMENT FUND

	REF.		
Balance, December 31, 2017	C		$ 325,559.66
Increased by:			
2018 Budget Appropriation	C-2	$ 300,000.00	
Cancellation of Improvement Authorizations	C-7	93,252.23	
			393,252.23
			$ 718,811.89
Decreased by:			
Appropriation to Finance Improvement Authorizations	C-7		380,200.00
Balance, December 31, 2018	C		$ 338,611.89

"C-9"

BOROUGH OF HIGH BRIDGE

GENERAL CAPITAL FUND

SCHEDULE OF DUE CURRENT FUND

	REF.		
Balance, December 31, 2017 (Due from)	C	$	35,000.00
Increased by:			
Receipts	C-2		44,753.14
		$	79,753.14
Decreased by:			
Disbursements	C-2		9,752.95
Balance, December 31, 2018 (Due to)	C	$	0.19

"C-10"

SCHEDULE OF GRANTS RECEIVABLE

Balance, December 31, 2017	C	$	590,000.00
Increased by:			
Grants Awarded	C-7		405,000.00
		$	995,000.00
Decreased by:			
Receipts	C-2		131,250.00
.			
Balance, December 31, 2018	C	$	863,750.00

ANALYSIS OF BALANCE

N.J. D.O.T. - Streetscape Phase II- Ord. 13-16	$	215,000.00
N.J. D.O.T. - Cregar Road Phase V - Ord. 16-09		40,000.00
N.J. D.O.T. - Cregar Road Phase VI - Ord. 17-07		160,000.00
N.J. D.O.T. - Mill Street - Ord. 17-07		43,750.00
N.J. D.O.T. - Various Road Improvemnts - Ord. 18-06		180,000.00
N.J. D.O.T. - McDonald Street - Ord. 18-39		225,000.00
	$	863,750.00

BOROUGH OF HIGH BRIDGE

GENERAL CAPITAL FUND

SCHEDULE OF GREEN ACRES TRUST LOANS PAYABLE

IMPROVEMENT DESCRIPTION	DATE OF ORIGINAL ISSUE	AMOUNT OF ORIGINAL ISSUE	OUTSTANDING DECEMBER 31, 2018 DATE	OUTSTANDING DECEMBER 31, 2018 AMOUNT	INTEREST RATE	BALANCE DECEMBER 31, 2017	DECREASED	BALANCE DECEMBER 31, 2018
Lake Solitude Acquisition	03/08/2007	$ 1,049,148.12	2019	$ 82,513.68				
			2020	84,172.21				
			2021	42,718.43	2.000%	$ 290,292.15	$ 80,887.83	$ 209,404.32
Springside Woodlands	03/21/2002	187,500.00	2019	11,038.55				
			2020	11,260.42				
			2021	11,486.75	2.000%	44,606.77	10,821.05	33,785.72
Lake Solitude Dam	06/13/2017	3,318,592.36	2019	185,830.71				
			2020	189,565.91				
			2021	193,376.19				
			2022	197,263.05				
			2023	201,228.03				
			2024	205,272.72				
			2025	209,398.70				
			2026	213,607.61				
			2027	217,901.13				
			2028	222,280.94				
			2029	226,748.78				
			2030	231,306.44				
			2031	117,390.89	2.000%	2,793,340.23	182,169.12	2,611,171.11
						$ 3,128,239.15	$ 273,878.00	$ 2,854,361.15
					REF.	C	C-4	C

BOROUGH OF HIGH BRIDGE

GENERAL CAPITAL FUND

SCHEDULE OF GENERAL SERIAL BONDS

PURPOSE	DATE OF ISSUE	ORIGINAL ISSUE	MATURITIES OF BONDS OUTSTANDING DECEMBER 31, 2018 DATE	AMOUNT	INTEREST RATE	BALANCE DECEMBER 31, 2017	DECREASED	BALANCE DECEMBER 31, 2018
General Improvement Refunding Bonds	09/08/16	$ 2,390,000.00	12/01/19	$ 390,000.00	3.000%			
			12/01/20	405,000.00	4.000%			
			12/01/21	395,000.00	4.000%			
			12/01/22	440,000.00	4.000%	$ 2,005,000.00	$ 375,000.00	$ 1,630,000.00
General Improvement Bonds	02/15/10	4,863,000.00	2/15/19	25,000.00	3.125%			
			2/15/20	25,000.00	4.000%			
			2/15/21-22	20,000.00	5.000%			
			2/15/23	70,000.00	5.000%			
			2/15/24	20,000.00	5.000%			
			2/15/25	270,000.00	5.000%			
			2/15/26	220,000.00	5.000%			
			2/15/27	215,000.00	5.000%			
			2/15/28	265,000.00	5.000%			
			2/15/29	340,000.00	5.000%			
			2/15/30	335,000.00	5.000%			
			2/15/31	260,000.00	4.250%			
			2/15/32	285,000.00	4.300%			
			2/15/33	275,000.00	4.350%			
			2/15/34	325,000.00	4.400%			
			2/15/35-36	325,000.00	4.500%			
			2/15/37	375,000.00	4.500%			
			2/15/38-39	350,000.00	4.500%			
			2/15/40	23,000.00	4.500%	4,748,000.00	30,000.00	4,718,000.00
						$ 6,753,000.00	$ 405,000.00	$ 6,348,000.00
					REF.	C	C-4	C

BOROUGH OF HIGH BRIDGE

GENERAL CAPITAL FUND

SCHEDULE OF BOND ANTICIPATION NOTES

ORDINANCE	IMPROVEMENT DESCRIPTION	DATE OF ISSUE OF ORIGINAL NOTE	DATE OF ISSUE	DATE OF MATURITY	INTEREST RATE	BALANCE DECEMBER 31, 2017	INCREASED	DECREASED	BALANCE DECEMBER 31, 2018
07-14	Construction of Public Works Building	04/09/10	06/22/17	06/22/18	1.850%	$ 62,000.00	$	$ 62,000.00	$
08-10	Mine Road Improvements	12/10/09	06/22/17	06/22/18	1.850%	12,000.00		12,000.00	
17-07	Various Road Improvements	06/22/17	06/22/18	06/22/18	1.850%	410,000.00		410,000.00	
17-07	Various Road Improvements	06/22/17	06/20/18	06/20/19	2.000%		941,250.00		941,250.00
18-06	Various Road Improvements	10/01/18	06/20/18	06/20/19	2.000%		212,000.00		212,000.00
						$ 484,000.00	$ 1,153,250.00	$ 484,000.00	$ 1,153,250.00
					REF.	C	C-2		C:C-5

Funded by Budget	C-5	$ 115,000.00
Paid by Cash on Hand	C-2	369,000.00
		$ 484,000.00

BOROUGH OF HIGH BRIDGE

GENERAL CAPITAL FUND

SCHEDULE OF NEW JERSEY ENVIRONMENTAL TRUST LOANS PAYABLE

IMPROVEMENT DESCRIPTION	DATE OF ORIGINAL ISSUE	AMOUNT OF ORIGINAL ISSUE	OUTSTANDING DECEMBER 31, 2018 DATE	OUTSTANDING DECEMBER 31, 2018 AMOUNT	INTEREST RATE	BALANCE DECEMBER 31, 2017	DECREASED	BALANCE DECEMBER 31, 2018
Trust Loan	11/08/2007	$ 245,000.00	2019	$ 15,000.00				
			2020	15,000.00				
			2021	15,000.00				
			2022	15,000.00				
			2023	15,000.00				
			2024	15,000.00				
			2025	15,000.00				
			2026	20,000.00				
			2027	20,000.00	3.50%	$ 155,000.00	$ 10,000.00	$ 145,000.00
Fund Loan	11/08/2007	681,941.00	2019	38,731.23				
			2020	37,647.21				
			2021	36,563.18				
			2022	35,208.15				
			2023	33,853.13				
			2024	32,701.35				
			2025	31,481.82				
			2026	39,295.82				
			2027	37,670.01		353,752.94	30,601.04	323,151.90
						$ 508,752.94	$ 40,601.04	$ 468,151.90
					REF.	C	C-4	C

BOROUGH OF HIGH BRIDGE

GENERAL CAPITAL FUND

SCHEDULE OF VARIOUS RESERVES AND DEPOSITS

	BALANCE DECEMBER 31, 2017	APPLIED TO ORDINANCE	BALANCE DECEMBER 31, 2018
Reserve for Capital Projects: Open Space	$ 2,542.03	$	$ 2,542.03
Reserve for Grants Receivable	20,000.00		20,000.00
Reserve for Down Payment on Ordinance	35,000.00	35,000.00	
	$ 57,542.03	$ 35,000.00	$ 22,542.03
REF.	C	C-7	C

"C-16"

BOROUGH OF HIGH BRIDGE

GENERAL CAPITAL FUND

SCHEDULE OF DUE OPEN SPACE TRUST FUND

	REF.		
Balance, December 31, 2017 (Due To)	C	$	101.70
Increased by:			
Receipts	C-2		155.74
Balance, December 31, 2018 (Due To)	C	$	257.44

"C-17"

BOROUGH OF HIGH BRIDGE

GENERAL CAPITAL FUND

SCHEDULE OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED

ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	BALANCE DECEMBER 31, 2018
18-06	Various Road Improvements	$ 175,000.00
		$ 175,000.00

"D-5"

BOROUGH OF HIGH BRIDGE

WATER UTILITY FUND

SCHEDULE OF CASH - TREASURER

	REF.	OPERATING		CAPITAL	
Balance, December 31, 2017	D		$ 201,269.93		$ 19,737.67
Increased by Receipts:					
Collector	D-6	$ 687,297.48		$	
Capital Improvement Fund	D-18			145,000.00	
Bond Anticipation Notes	D-19			6,550.00	
Interfunds	D-8:D-9	456.45		456.45	
Miscellaneous	D-3	5,000.37			
Premium on Bonds and Notes	D-2			15,000.00	
			692,754.30		167,006.45
			$ 894,024.23		$ 186,744.12
Decreased by Disbursements:					
2018 Appropriations	D-4	$ 629,092.26		$	
2017 Appropriation Reserves	D-10	27,038.58			
Bond Anticipation Notes	D-19			6,550.00	
Contracts Payable	D-17			78,904.09	
Accrued Interest	D-12	242.35			
Interfunds	D-8:D-9	456.45		456.45	
			656,829.64		85,910.54
Balance, December 31, 2018	D		$ 237,194.59		$ 100,833.58

"D-6"

BOROUGH OF HIGH BRIDGE

WATER UTILITY OPERATING FUND

SCHEDULE OF CASH - COLLECTOR

	REF.	OPERATING	
Balance, December 31, 2017	D		$ 449.00
Increased by Receipts:			
Consumer Accounts Receivable	D-7	$ 682,826.31	
Interest on Delinquent Accounts	D-3	3,301.88	
Miscellaneous	D-3	720.29	
			686,848.48
			$ 687,297.48
Decreased by Disbursements:			
Payment to Treasurer:			
Water Operating Fund	D-5		$ 687,297.48

"D-7"

SCHEDULE OF CONSUMER ACCOUNTS RECEIVABLE

Balance, December 31, 2017	D		$ 24,417.29
Increased by:			
Water Rents Levied - Net			689,733.28
			$ 714,150.57
Decreased by:			
Collection	D-3:D-6	$ 682,826.31	
Canceled		3,219.28	
			686,045.59
Balance, December 31, 2018	D		$ 28,104.98

BOROUGH OF HIGH BRIDGE

WATER UTILITY OPERATING FUND

SCHEDULE OF INTERFUNDS

	REF.	TOTAL	WATER CAPITAL FUND
Increased by:			
Receipts	D-5	$ 456.45	$ 456.45
Decreased by:			
Disbursements	D-5	$ 456.45	$ 456.45

BOROUGH OF HIGH BRIDGE

WATER UTILITY CAPITAL FUND

SCHEDULE OF INTERFUNDS

	REF.	TOTAL	WATER OPERATING FUND
Increased by:			
Receipts	D-5	$ 456.45	$ 456.45
Decreased by:			
Disbursements	D-5	$ 456.45	$ 456.45

BOROUGH OF HIGH BRIDGE

WATER UTILITY OPERATING FUND

SCHEDULE OF 2017 APPROPRIATION RESERVES

		BALANCE DECEMBER 31, 2017	BALANCE AFTER TRANSFERS	PAID OR CHARGED	BALANCE LAPSED
Operating:					
Salaries and Wages		$ 2,015.64	$ 15.64	$	$ 15.64
Other Expenses		1,655.97	28,625.69	27,038.58	1,587.11
Statutory Expenditures:					
Contributions to:					
Social Security System (O.A.S.I.)		536.90	536.90		536.90
		$ 4,208.51	$ 29,178.23	$ 27,038.58	$ 2,139.65
	REF.	D		D-5	D-1
Balance December 31, 2017	D-10		$ 4,208.51		
Encumbrances Payable	D-11		24,969.72		
			$ 29,178.23		

BOROUGH OF HIGH BRIDGE

WATER UTILITY CAPITAL FUND

SCHEDULE OF DEFERRED RESERVE FOR AMORTIZATION

ORD.	IMPROVEMENT DESCRIPTION	DATE OF ORDINANCE	BALANCE DECEMBER 31, 2017	TRANSFER TO RESERVE FOR AMORTIZATION	CANCELED	FIXED CAPITAL AUTHORIZED	BALANCE DECEMBER 31, 2018
	General Improvements:						
16-07	Improvements to Cregar Road - Phase VI	3/17/16	$ 40,000.00	$ 10,000.00	$ 30,000.00	$	$
18-14	Replace Electrical Equip. at Solitude Pump House	3/22/18				50,000.00	50,000.00
18-29	Water Main Bypass on Mine Road	7/19/18				35,000.00	35,000.00
			$ 40,000.00	$ 10,000.00	$ 30,000.00	$ 85,000.00	$ 85,000.00
		REF.	D	D-16	D-21	D-15	D

"D-14"

BOROUGH OF HIGH BRIDGE

WATER UTILITY OPERATING FUND

SCHEDULE OF WATER OVERPAYMENTS

NOT APPLICABLE IN 2018

BOROUGH OF HIGH BRIDGE

WATER UTILITY CAPITAL FUND

SCHEDULE OF IMPROVEMENT AUTHORIZATIONS

ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	ORDINANCE DATE	ORDINANCE AMOUNT	BALANCE DECEMBER 31, 2017 FUNDED	2018 AUTHORIZATION	PAID OR CHARGED	CANCELED	BALANCE DECEMBER 31, 2018 FUNDED
	General Improvements:							
16-07	Improvement to Cregar Road Phase VI	3/17/16	$ 59,000.00	$ 30,000.00	$	$	$ 30,000.00	$
18-13	Preperation of a Water Utility Asset Man. Study	5/10/18	70,000.00		70,000.00	70,000.00		
18-14	Replace Electrical Equipment at Solitude Pump House	3/22/18	50,000.00		50,000.00	24,459.34		25,540.66
18-29 / 33	Water Main Bypass on Mine Road	7/19/18	35,000.00		35,000.00	34,000.00		1,000.00
				$ 30,000.00	$ 155,000.00	$ 128,459.34	$ 30,000.00	$ 26,540.66
			REF.	D		D-17	D-2:D-18	D
	Deferred Charges to Future Taxation - Unfunded				$ 70,000.00			
	Capital Improvement Fund		D-13:D-18		85,000.00			
			D-21		$ 155,000.00			

"D-16"

BOROUGH OF HIGH BRIDGE

WATER UTILITY CAPITAL FUND

SCHEDULE OF RESERVE FOR AMORTIZATION

	REF.		
Balance, December 31, 2017	D		$ 3,680,437.17
Increased by:			
Bond Anticipation Notes Paid by Budget	D-19	$ 6,550.00	
Transferred from Deferred Reserve for Amortization	D-13	10,000.00	
			16,550.00
Balance, December 31, 2018	D		$ 3,696,987.17

"D-17"

SCHEDULE OF RESERVE FOR CONTRACTS PAYABLE

Balance, December 31, 2017	D	$ 677.50
Increased by:		
Charges to Improvement Authorizations	D-15	128,459.34
		$ 129,136.84
Decreased by:		
Disbursements	D-5	78,904.09
Balance, December 31, 2018	D	$ 50,232.75

"D-18"

BOROUGH OF HIGH BRIDGE

WATER UTILITY CAPITAL FUND

SCHEDULE OF CAPITAL IMPROVEMENT FUND

	REF.		
Balance, December 31, 2017	D		$ 92,498.25
Increased by:			
2018 Budget Appropriation	D-5	$ 145,000.00	
Ordinances Canceled	D-15	30,000.00	
			175,000.00
			$ 267,498.25
Decreased by:			
Appropriation to Finance Improvement Authorizations	D-15		85,000.00
Balance, December 31, 2018	D		$ 182,498.25

BOROUGH OF HIGH BRIDGE

WATER UTILITY CAPITAL FUND

SCHEDULE OF BOND ANTICIPATION NOTES

ORDINANCE	IMPROVEMENT DESCRIPTION	DATE OF ISSUE OF ORIGINAL NOTE	DATE OF ISSUE	DATE OF MATURITY	INTEREST RATE	BALANCE DECEMBER 31, 2017	INCREASED	DECREASED	BALANCE DECEMBER 31, 2018
09-22	Washington Avenue Water Main Improvements	12/18/2009	6/22/17	6/22/18	1.850%	$ 13,100.00	$	$ 13,100.00	$
			6/20/18	6/20/19	2.000%		6,550.00		6,550.00
						$ 13,100.00	$ 6,550.00	$ 13,100.00	$ 6,550.00
					REF.	D	D-5		D
				Disbursements		D-5		$ 6,550.00	
				Notes Paid by Budget		D-16		6,550.00	
								$ 13,100.00	

BOROUGH OF HIGH BRIDGE

WATER UTILITY CAPITAL FUND

SCHEDULE OF FIXED CAPITAL

ACCOUNT	BALANCE DECEMBER 31, 2017	INCREASED BY ORDINANCE	BALANCE DECEMBER AND 2018
Water Plant - Original Costs	$ 15,000.00	$	$ 15,000.00
Source of Supply - Land	534.00		534.00
Storage Reservoir - Land	3,550.97		3,550.97
Miscellaneous Land Capital	475.38		475.38
Springs and Wells	23,918.16		23,918.16
Intake and Supply Mains	794.47		794.47
Chemical Treatment Plants	5,734.97		5,734.97
Pumping Station Structures	881.32		881.32
Power Pumping Equipment	9,906.18		9,906.18
Chlorination Equipment	7,983.37		7,983.37
Hydraulic Power Pumping Equipment	264.60		264.60
Electric Power Pumping Equipment	21,005.16		21,005.16
Storage Reservoir	16,210.39		16,210.39
Distribution Mains and Accessories	299,137.90		299,137.90
Service Pipes and Stops	7,870.82		7,870.82
Meters, Meter Boxes and Vaults	134,018.17		134,018.17
Fire Hydrants	10,277.84		10,277.84
General Equipment	6,981.75		6,981.75
Engineering	417.00		417.00
Air Compressor	7,305.20		7,305.20
Improvements to Water System	1,344,966.93		1,344,966.93
Water Tower	325,000.00		325,000.00
Wells	200,000.00		200,000.00
Water Pump	5,379.00		5,379.00
Water Tank	97,500.00		97,500.00
Bunnvale Well System	206,610.87		206,610.87
Backhoe	20,000.00		20,000.00
Generator	70,000.00		70,000.00
Fencing at Well	25,712.00		25,712.00
Cokesbury Main Extension	129,677.83		129,677.83
Water Main Improvements	32,406.19		32,406.19
Improvements to Water Tank Overflow	10,000.00		10,000.00
West Main Street Improvements	165,000.00		165,000.00
Improvements to Water Utility	20,000.00		20,000.00
Purchase of Utility Truck	44,255.22		44,255.22
Water Improvements	50,000.00		50,000.00
Purchase of Dump Truck	50,000.00		50,000.00
Various Water Systems Improvements	7,500.00		7,500.00
Cregar Road Improvements (Ord. 2011-11)	76,475.85		76,475.85
Fire Hydrant Replacement (Ord. 2011-27)	1,543.86		1,543.86
Washington Avenue Water Main	150,767.51		150,767.51
Cregar Road Improvements	207,726.00	10,000.00	217,726.00
	$ 3,812,788.91	$ 10,000.00	$ 3,822,788.91
REF.	D	D-21	D

BOROUGH OF HIGH BRIDGE

WATER UTILITY CAPITAL FUND

SCHEDULE OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED

ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	BALANCE DECEMBER 31, 2018
2003	Water System Improvements	$ 43,000.00
08-22	Various Improvements	61,251.74
18-13	Preparation of Water Asset Management Study	70,000.00
		$ 174,251.74

BOROUGH OF HIGH BRIDGE

WATER UTILITY OPERATING FUND

STATEMENT OF DEFERRED CHARGES

	BALANCE DECEMBER 31, 2017	RESULTING FROM 2018 OPERATIONS	FUNDS RAISED IN 2018 BUDGET	BALANCE DECEMBER 31, 2018
Emergency Authorization (40A:4-46)	$ 4,000.00	$ 10,000.00	$ 4,000.00	$ 10,000.00
	$ 4,000.00	$ 10,000.00	$ 4,000.00	$ 10,000.00
REF.	D	D-1:D-4	D-4	D

BOROUGH OF HIGH BRIDGE

SEWER UTILITY FUND

SCHEDULE OF CASH - TREASURER

	REF.	OPERATING		CAPITAL	
Balance, December 31, 2017	E		$ 482,565.98		$ 124,215.54
Increased by Receipts:					
Collector	E-6	$ 1,000,946.32		$	
Interfunds	E-8:E-9	1,551.99		1,551.99	
Miscellaneous	E-3	7,053.27			
			1,009,551.58		1,551.99
			$ 1,492,117.56		$ 125,767.53
Decreased by Disbursements:					
2017 Appropriations	E-4	$ 776,480.81		$	
2016 Appropriation Reserves	E-10	152,696.74			
Contracts Payable	E-21			1,020.00	
Accrued Interest	E-20	127,666.25			
Interfunds	E-8:E-9	1,551.99		1,551.99	
			1,058,395.79		2,571.99
Balance, December 31, 2018	E		$ 433,721.77		$ 123,195.54

"E-6"

BOROUGH OF HIGH BRIDGE

SEWER UTILITY OPERATING FUND

SCHEDULE OF CASH - COLLECTOR

	REF.	OPERATING	
Increased by Receipts:			
Consumer Accounts Receivable	E-7	$ 996,943.36	
Interest on Delinquent Accounts	E-3	4,002.96	
			1,000,946.32
			$ 1,000,946.32
Decreased by Disbursements:			
Payment to Treasurer:			
Sewer Operating Fund	E-5		$ 1,000,946.32

"E-7"

SCHEDULE OF CONSUMER ACCOUNTS RECEIVABLE

Balance, December 31, 2017	E		$ 35,334.50
Increased by:			
Sewer Rents Levied - Net			1,018,639.42
			$ 1,053,973.92
Decreased by:			
Collection	E-3:E-6	$ 996,943.36	
Canceled		11,512.00	
			1,008,455.36
Balance, December 31, 2018	E		$ 45,518.56

"E-8"

BOROUGH OF HIGH BRIDGE

SEWER UTILITY OPERATING FUND

SCHEDULE OF INTERFUNDS

	REF.	TOTAL	SEWER CAPITAL FUND
Increased by:			
Receipts	E-5	$ 1,551.99	$ 1,551.99
Decreased by:			
Disbursements	E-5	$ 1,551.99	$ 1,551.99

"E-9"

BOROUGH OF HIGH BRIDGE

SEWER UTILITY CAPITAL FUND

SCHEDULE OF INTERFUNDS

	REF.	TOTAL	SEWER OPERATING FUND
Increased by:			
Receipts	E-5	$ 1,551.99	$ 1,551.99
Decreased by:			
Disbursements	E-5	$ 1,551.99	$ 1,551.99

BOROUGH OF HIGH BRIDGE

SEWER UTILITY OPERATING FUND

SCHEDULE OF 2017 APPROPRIATION RESERVES

		BALANCE DECEMBER 31, 2017	BALANCE AFTER TRANSFERS	PAID OR CHARGED	BALANCE LAPSED
Operating:					
Salaries and Wages		$ 1,592.10	$ 2.10	$	$ 2.10
Other Expenses		37,408.81	180,908.47	152,696.74	28,211.73
Statutory Expenditures:					
Contributions to:					
Social Security System (O.A.S.I.)		288.30	288.30		288.30
		$ 39,289.21	$ 181,198.87	$ 152,696.74	$ 28,502.13
	REF.	E		E-5	E-1
Balance December 31, 2017	E		$ 39,289.21		
Encumbrances Payable	E-11		141,909.66		
			$ 181,198.87		

"E-11"

BOROUGH OF HIGH BRIDGE

SEWER UTILITY OPERATING FUND

SCHEDULE FOR ENCUMBRANCES PAYABLE

	REF.			
Balance, December 31, 2017	E		$	141,909.66
Increased by:				
Charges to 2018 Appropriations	E-4			196,787.53
			$	338,697.19
Decreased by:				
Disbursed	E-5	$		
Transferred to Appropriation Reserves	E-10	141,909.66		
				141,909.66
Balance, December 31, 2018	E		$	196,787.53

BOROUGH OF HIGH BRIDGE

SEWER UTILITY CAPITAL FUND

SCHEDULE OF DEFERRED RESERVE FOR AMORTIZATION

ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	DATE OF ORDINANCE	BALANCE DECEMBER 31, 2017	FIXED CAPITAL AUTHORIZED	BALANCE DECEMBER 31, 2018
	General Improvements:				
2007-24	Sewer Maps	08/09/2007	$ 7,000.00	$	$ 7,000.00
2013-08	Infiltration Study and Improvements	03/28/2013	60,000.00		60,000.00
2018-38	Sewer Pump Station Improvements	12/13/18		25,000.00	25,000.00
			$ 67,000.00	$ 25,000.00	$ 92,000.00
		REF.	E	E-15	E

"E-13"

BOROUGH OF HIGH BRIDGE

SEWER UTILITY CAPITAL FUND

SCHEDULE OF CAPITAL IMPROVEMENT FUND

	REF.		
Balance, December 31, 2017	E	$	62,298.03
Decreased by:			
Appropriation to Finance Improvement Authorizations	E-15		25,000.00
Balance, December 31, 2018	E	$	37,298.03

"E-14"

SEWER UTILITY OPERATING FUND

SCHEDULE OF SEWER OVERPAYMENTS

NOT APPLICABLE

BOROUGH OF HIGH BRIDGE

SEWER UTILITY CAPITAL FUND

SCHEDULE OF IMPROVEMENT AUTHORIZATIONS

ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	ORDINANCE DATE	ORDINANCE AMOUNT	BALANCE DECEMBER 31, 2017 FUNDED	2018 AUTHORIZATION	PAID OR CHARGED	BALANCE DECEMBER 31, 2018 FUNDED
	General Improvements:						
07-24	Sewer Maps	8/9/2007	$ 7,000.00	$ 7,000.00	$	$	$ 7,000.00
13-8	Infiltration Study and Improvements	3/28/2013	60,000.00	53,422.85			53,422.85
18-38	Sewer Pump Station Improvements	12/13/2018	25,000.00		25,000.00	24,972.00	28.00
				$ 60,422.85	$ 25,000.00	$ 24,972.00	$ 60,450.85
			REF.	E	E-13:E-19	E-21	E

"E-16"

BOROUGH OF HIGH BRIDGE

SEWER UTILITY CAPITAL FUND

SCHEDULE OF RESERVE FOR AMORTIZATION

	REF.		
Balance, December 31, 2017	E	$	2,746,500.94
Increased by:			
Serial Bonds Payable	E-17		20,000.00
Balance, December 31, 2018	E	$	2,766,500.94

BOROUGH OF HIGH BRIDGE

SEWER UTILITY CAPITAL FUND

SCHEDULE OF SERIAL BONDS PAYABLE

PURPOSE	DATE OF ISSUE	ORIGINAL ISSUE	MATURITIES OF LOANS OUTSTANDING DECEMBER 31, 2018 DATE	AMOUNT	INTEREST RATE	BALANCE DECEMBER 31, 2017	DECREASED	BALANCE DECEMBER 31, 2018
Sewer Utility Bonds	2/24/2010	$ 2,937,000.00	2/15/2019	$ 25,000.00	3.13%	$ 2,827,000.00	$ 20,000.00	$ 2,807,000.00
			2/15/2020	25,000.00	4.00%			
			2/15/2021-25	30,000.00	5.00%			
			2/15/2026	80,000.00	5.00%			
			2/15/2027-29	85,000.00	5.00%			
			2/15/2030	90,000.00	5.00%			
			2/15/3031	190,000.00	4.25%			
			2/15/2032	190,000.00	4.30%			
			2/15/2033	200,000.00	4.35%			
			2/15/2034	200,000.00	4.40%			
			2/15/2035	200,000.00	4.50%			
			2/15/2036-37	225,000.00	4.50%			
			2/15/2038-39	250,000.00	4.50%			
			2/15/2040	252,000.00	4.50%			
						$ 2,827,000.00	$ 20,000.00	$ 2,807,000.00
					REF.	E	E-16	E

BOROUGH OF HIGH BRIDGE

SEWER UTILITY CAPITAL FUND

SCHEDULE OF FIXED CAPITAL

ACCOUNT		BALANCE DECEMBER 31, 2017 AND 2018
Sanitary Sewerage System	$	1,231,917.78
Auxiliary Sewer Pump		35,960.00
Upgrade Sewer Pumping System		583,300.00
Backhoe		20,000.00
Dump Truck		30,245.09
Mains		130,565.97
Improvements to Drainage on West Main St.		30,000.00
Improvements to Sewer Utility		8,000.00
Acquisition of Property		3,100,000.00
Purchase of Sewer Pumps		16,398.00
Various Sewer Improvements		50,000.00
Replacement of Hydraulic Sewer Cleaner		41,110.00
Acquisition of Dump Truck		53,743.50
Improvements to Sewer Utility - Ord. 21-05		38,241.00
Improvements to Cregar Road		140,000.00
Sewer Valves		14,870.00
Sewer Pumps		49,149.60
	$	5,573,500.94
REF.		E

BOROUGH OF HIGH BRIDGE

SEWER UTILITY CAPITAL FUND

SCHEDULE OF FIXED CAPITAL AUTHORIZED AND UNCOMPLETED

ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	ORDINANCE DATE	ORDINANCE AMOUNT	BALANCE DECEMBER 31, 2017	NEW AUTHORIZATIONS	BALANCE DECEMBER 31, 2018
	General Improvements:					
2007-24	Sewer Maps	08/09/07	7,000.00	$ 7,000.00	$	$ 7,000.00
2013-08	Infiltration Study and Improvements	03/28/13	60,000.00	60,000.00		60,000.00
2018-38	Sewer Pump Station Improvements	12/13/18	25,000.00		25,000.00	25,000.00
				$ 67,000.00	$ 25,000.00	$ 92,000.00
			REF.	E	E-15	E

"E-20"

BOROUGH OF HIGH BRIDGE

SEWER UTILITY OPERATING FUND

SCHEDULE OF ACCRUED INTEREST PAYABLE

	REF.		
Balance, December 31, 2017	E	$	47,987.35
Increased by:			
Charges to 2018 Budget Appropriations	E-4		127,441.25
		$	175,428.60
Decreased by:			
Disbursements	E-5		127,666.25
Balance, December 31, 2018	E	$	47,762.35

"E-21"

SEWER UTILITY CAPITAL FUND

SCHEDULE OF CONTRACTS PAYABLE

Increased by:			
Charges to Improvement Authorizations	E-15	$	24,972.00
Decreased by:			
Disbursements	E-5		1,020.00
Balance, December 31, 2018	E	$	23,952.00

BOROUGH OF HIGH BRIDGE

SEWER UTILITY OPERATING FUND

STATEMENT OF DEFERRED CHARGES

	BALANCE DECEMBER 31, 2017	RESULTING FROM 2018 OPERATIONS	FUNDS RAISED IN 2018 BUDGET	BALANCE DECEMBER 31, 2018
Operating Deficit	$	$ 34,439.53	$	$ 34,439.53
Emergency Authorization (40A:4-46)	115,000.00		115,000.00	
	$ 115,000.00	$ 34,439.53	$ 115,000.00	$ 34,439.53
REF.	E	E-1	E-4	E

BOROUGH OF HIGH BRIDGE

SOLID WASTE UTILITY FUND

SCHEDULE OF CASH - TREASURER

	REF.	OPERATING		CAPITAL	
Balance, December 31, 2017	F		$ 205,655.90		$ 6,280.78
Increased by Receipts:					
Collector	F-5	$ 347,387.37		$	
Interfunds	F-8:F-11	78.52		78.52	
Miscellaneous Revenue Not Anticipated	F-2	3,163.58			
			350,629.47		78.52
			$ 556,285.37		$ 6,359.30
Decreased by Disbursements:					
2018 Appropriations	F-3	$ 375,154.94		$	
2017 Appropriation Reserves	F-9	23,533.00			
Interfunds	F-8:F-11	78.52		78.52	
			398,766.46		78.52
Balance, December 31, 2018	F		$ 157,518.91		$ 6,280.78

BOROUGH OF HIGH BRIDGE

SOLID WASTE UTILITY OPERATING FUND

SCHEDULE OF CASH - COLLECTOR

	REF.	OPERATING	
Increased by Receipts:			
Consumer Accounts Receivable	F-6	$ 345,608.15	
Interest on Delinquent Accounts	F-2	1,779.22	
			347,387.37
			$ 347,387.37
Decreased by Disbursements:			
Payment to Treasurer:			
Solid Waste Operating Fund	F-4		$ 347,387.37

"F-6"

BOROUGH OF HIGH BRIDGE

SOLID WASTE UTILITY OPERATING FUND

SCHEDULE OF CONSUMER ACCOUNTS RECEIVABLE

	REF.		
Balance, December 31, 2017	F	$	19,952.36
Increased by:			
Solid Waste Charges Levied - Net			343,744.65
		$	363,697.01
Decreased by:			
Collection	F-2:F-5		345,608.15
Balance, December 31, 2018	F	$	18,088.86

"F-7"

SCHEDULE OF ENCUMBRANCES PAYABLE

Balance, December 31, 2017	F	$	24,070.79
Increased by:			
Transfer from Budget Appropriations	F-3		24,024.27
		$	48,095.06
Decreased by:			
Transfer to Appropriation Reserves	F-9		24,070.79
Balance, December 31, 2018	F	$	24,024.27

BOROUGH OF HIGH BRIDGE

SOLID WASTE UTILITY OPERATING FUND

SCHEDULE OF INTERFUNDS

	REF.	TOTAL	SOLID WASTE CAPITAL FUND
Increased by:			
Receipts	F-4	$ 78.52	$ 78.52
Decreased by:			
Disbursements	F-4	$ 78.52	$ 78.52

BOROUGH OF HIGH BRIDGE

SOLID WASTE UTILITY OPERATING FUND

SCHEDULE OF 2017 APPROPRIATION RESERVES

		BALANCE DECEMBER 31, 2017	BALANCE AFTER TRANSFERS	PAID OR CHARGED	BALANCE LAPSED
Operating:					
Salaries and Wages		$ 5,805.41	$ 5,805.41	$	$ 5,805.41
Other Expenses		16,607.40	40,678.19	23,533.00	17,145.19
Contributions to:					
Social Security System (O.A.S.I.)		444.25	444.25		444.25
		$ 22,857.06	$ 46,927.85	$ 23,533.00	$ 23,394.85
	REF.	F		F-4	F-1
Balance, December 31, 2017	F-9		$ 22,857.06		
Encumbrances Payable	F-7		24,070.79		
			$ 46,927.85		

"F-10"

BOROUGH OF HIGH BRIDGE

SOLID WASTE UTILITY CAPITAL FUND

SCHEDULE OF FIXED CAPITAL

ACCOUNT		BALANCE DECEMBER 31, 2017 AND 2018
Leaf Vacuum		$ 19,836.00
Leaf Vacuum Impeller		811.50
Purchase of Leaf Vacuum		20,360.95
Purchase of Chipper		7,580.22
Dump Truck Cab/Chassis		113,821.00
		$ 162,409.67
	REF.	F

BOROUGH OF HIGH BRIDGE

SOLID WASTE UTILITY CAPITAL FUND

SCHEDULE OF INTERFUNDS

	REF.	TOTAL	SOLID WASTE OPERATING FUND
Increased by:			
Receipts	F-4	$ 78.52	$ 78.52
Decreased by:			
Disbursements	F-4	$ 78.52	$ 78.52

"F-12"

BOROUGH OF HIGH BRIDGE

SOLID WASTE UTILITY CAPITAL FUND

SCHEDULE OF RESERVE FOR AMORTIZATION

	REF.	
Balance, December 31, 2017 and December 31, 2018	F	$ 162,409.67

"F-13"

SCHEDULE OF CAPITAL IMPROVEMENT FUND

Balance, December 31 2017 and December 31, 2018	F	$ 6,280.78

PART II

BOROUGH OF HIGH BRIDGE

STATISTICAL DATA

LIST OF OFFICIALS

COMMENTS AND RECOMMENDATIONS

YEAR ENDED DECEMBER 31, 2018

COMPARATIVE STATEMENT OF OPERATIONS AND
CHANGE IN FUND BALANCE - CURRENT FUND

	YEAR 2018		YEAR 2017	
	AMOUNT	%	AMOUNT	%
REVENUE AND OTHER INCOME REALIZED				
Fund Balance Utilized	$ 500,000.00	3.19%	$ 500,000.00	3.16%
Miscellaneous from Other Than Local Property Tax Levies	2,151,881.32	13.73%	2,581,847.59	16.31%
Collection of Delinquent Taxes and Tax Title Liens	171,996.50	1.10%	193,924.09	1.23%
Collection of Current Tax Levy	12,844,876.91	81.98%	12,551,513.53	79.30%
TOTAL INCOME	$ 15,668,754.73	100.00%	$ 15,827,285.21	100.00%
EXPENDITURES				
Budget Expenditures:				
Municipal Purposes	$ 5,650,137.46	36.89%	$ 5,790,182.31	38.31%
County Taxes	1,367,163.83	8.93%	1,333,553.83	8.82%
School Taxes	8,298,665.00	54.18%	7,958,306.00	52.66%
Other			31,986.43	0.21%
TOTAL EXPENDITURES	$ 15,315,966.29	100.00%	$ 15,114,028.57	100.00%
Excess in Revenue	352,788.44		713,256.64	
Adjustments to Income Before Fund Balance Expenditures Included Above Which are by Statute Deferred Charges to the Budget of the Succeeding Year			60,000.00	
Statutory Excess to Fund Balance	352,788.44		773,256.64	
Fund Balance, January 1	1,577,857.59		1,304,600.95	
	$ 1,930,646.03		$ 2,077,857.59	
Less: Utilization as Anticipated Revenue	500,000.00		500,000.00	
Fund Balance, December 31	$ 1,430,646.03		$ 1,577,857.59	

COMPARATIVE STATEMENT OF OPERATIONS AND
CHANGE IN FUND BALANCE-WATER UTILITY FUND

	YEAR 2018		YEAR 2017	
	AMOUNT	%	AMOUNT	%
REVENUE AND OTHER INCOME REALIZED				
Fund Balance Utilized	$ 75,000.00	9.75%	$ 76,680.00	12.49%
Collection of Water Rents	682,826.31	88.80%	511,915.35	83.35%
Miscellaneous from Other Than Water Rents	11,162.19	1.45%	25,561.23	4.16%
TOTAL INCOME	768,988.50	100.00%	614,156.58	100.00%
EXPENDITURES				
Budget Expenditures:				
Operating	495,207.00	71.00%	408,993.00	86.91%
Deferred Charges and Statutory Expenditures	50,454.00	7.23%	29,717.00	6.32%
Debt Service	6,796.79	0.97%	6,863.29	1.46%
Capital Improvements	145,000.00	20.79%	25,000.00	5.31%
TOTAL EXPENDITURES	697,457.79	100.00%	470,573.29	100.00%
Excess in Revenue	71,530.71		143,583.29	
Adjustments to Income Before Fund Balance Expenditures Included above which are by Statute Deferred Charges to the Budget of the Succeeding Year	10,000.00		4,000.00	
Statutory Excess to Fund Balance	81,530.71		147,583.29	
Fund Balance, January 1	176,414.14		105,510.85	
	257,944.85		253,094.14	
Less: Utilization as Anticipated Revenue	75,000.00		76,680.00	
Fund Balance, December 31	$ 182,944.85		$ 176,414.14	

COMPARATIVE STATEMENT OF OPERATIONS AND
CHANGE IN FUND BALANCE-SEWER UTILITY FUND

	YEAR 2018		YEAR 2017	
	AMOUNT	%	AMOUNT	%
REVENUE AND OTHER INCOME REALIZED				
Fund Balance Utilized	$ 150,000.00	12.64%	$ 278,513.00	27.22%
Collection of Sewer Rents	996,943.36	84.02%	729,897.88	71.35%
Miscellaneous from Other Than Sewer Rents	39,558.36	3.33%	14,634.10	1.43%
TOTAL INCOME	1,186,501.72	100.00%	1,023,044.98	100.00%
EXPENDITURES				
Budget Expenditures:				
Operating	932,401.00	76.37%	891,700.00	80.80%
Deferred Charges and Statutory Expenditures	141,099.00	11.56%	23,813.00	2.16%
Debt Service	147,441.25	12.08%	148,033.60	13.41%
Capital Improvements			40,000.00	3.62%
TOTAL EXPENDITURES	1,220,941.25	100.00%	1,103,546.60	100.00%
Excess/(Deficit) in Revenue	(34,439.53)		(80,501.62)	
Adjustments to Income Before Fund Balance Expenditures Included above which are by Statute Deferred Charges to the Budget of the Succeeding Year			115,000.00	
Statutory Excess to Fund Balance			34,498.38	
Deficit in Operations to be Raised in Budget of Succeeding Year	34,439.53			
Fund Balance, January 1	368,379.76		612,394.38	
	368,379.76		646,892.76	
Less: Utilization as Anticipated Revenue	150,000.00		278,513.00	
Fund Balance, December 31	$ 218,379.76		$ 368,379.76	

COMPARATIVE STATEMENT OF OPERATIONS AND
CHANGE IN FUND BALANCE-SOLID WASTE UTILITY FUND

	YEAR 2018		YEAR 2017	
	AMOUNT	%	AMOUNT	%
REVENUE AND OTHER INCOME REALIZED				
Fund Balance Utilized	$ 90,000.00	19.40%	$ 86,214.00	18.88%
Collection of Solid Waste Charges	345,608.15	74.49%	346,299.87	75.84%
Miscellaneous from Other Than Solid Waste Charges	28,337.65	6.11%	24,118.02	5.28%
TOTAL INCOME	$ 463,945.80	100.00%	$ 456,631.89	100.00%
EXPENDITURES				
Budget Expenditures:				
Operating	$ 400,280.00	97.16%	$ 395,496.00	96.88%
Deferred Charges and Statutory Expenditures	11,720.00	2.84%	12,718.00	3.12%
TOTAL EXPENDITURES	$ 412,000.00	100.00%	$ 408,214.00	100.00%
Excess in Revenue	51,945.80		48,417.89	
Fund Balance, January 1	158,728.05		196,524.16	
	$ 210,673.85		$ 244,942.05	
Less: Utilization as Anticipated Revenue	90,000.00		86,214.00	
Fund Balance, December 31	$ 120,673.85		$ 158,728.05	

COMPARATIVE SCHEDULE OF TAX RATE INFORMATION

	2018	2017	2016
Tax Rate	$3.963	$3.854	$3.809
Apportionment of Tax Rate:			
Municipal	$1.027	$1.037	$1.012
County	0.347	0.336	0.404 **
County Library	0.035	0.033	
County Open Space	0.034	0.033	
Local School	1.994	1.898	1.798
Regional High School	0.526	0.517	0.595

** Total County Rate for 2016

Assessed Valuations:

2018	$ 329,281,000.00		
2017		$ 329,580,100.00	
2016			$ 330,280,154.00

COMPARISON OF TAX LEVIES AND COLLECTION CURRENTLY

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

		CURRENTLY	
YEAR	TAX LEVY	CASH COLLECTIONS	PERCENTAGE OF COLLECTION
2018	$ 13,069,297.07	$ 12,844,876.91	98.28%
2017	12,773,419.62	12,551,513.53	98.26%
2016	12,582,546.00	12,352,553.00	98.17%

DELINQUENT TAXES AND TAX TITLE LIENS

This tabulation includes a comparison expressed in percentage of the total delinquent taxes, in relation to the tax levies of the last three years:

DECEMBER 31, YEAR	TAX TITLE LIENS	AMOUNT OF DELINQUENT TAXES	TOTAL	PERCENTAGE OF TAX LEVY
2018	$ 13,875.13	$ 198,841.13	$ 212,716.26	1.63%
2017	11,846.07	172,072.20	183,918.27	1.44%
2016	9,930.57	189,723.96	199,654.53	1.59%

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, was as follows:

YEAR	AMOUNT
2018	$176,000.00
2017	$176,000.00
2016	$176,000.00

COMPARATIVE SCHEDULE OF FUND BALANCES

	YEAR	BALANCE DECEMBER 31	UTILIZED IN BUDGET OF SUCCEEDING YEAR
Current Fund	2018	$ 1,430,646.03	$ 500,000.00
	2017	1,577,857.59	500,000.00
	2016	1,304,600.95	500,000.00
	2015	1,366,254.00	726,000.00
	2014	1,223,638.79	602,000.00
Water Utility Operating Fund	2018	182,944.85	75,000.00
	2017	176,414.14	75,000.00
	2016	105,510.85	76,680.00
	2015	156,321.00	132,425.00
	2014	112,806.98	20,400.00
Sewer Utility Operating Fund	2018	218,379.76	150,000.00
	2017	368,379.76	150,000.00
	2016	612,394.38	278,513.00
	2015	681,075.00	213,979.00
	2014	676,310.25	100,000.00
Solid Waste Utility Operating Fund	2018	120,673.85	90,000.00
	2017	158,728.05	90,000.00
	2016	196,524.16	86,214.00
	2015	225,961.00	72,776.00
	2014	147,973.75	None

OFFICIALS IN OFFICE AND SURETY BONDS

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

NAME	TITLE	AMOUNT OF BOND	NAME OF SURETY
Mark Desire	Mayor	*	
Christopher Zappa	Council President	*	
Keir Lolacono	Councilman	*	
Stephen Strange	Councilman	*	
Natalie Ferry	Councilwoman	*	
Lynn Hughes	Councilwoman	*	
George Columbus	Councilman	*	
Michael Pappas	Borough Administrator	*	
Adam Young	Borough Clerk Utility Collector	*	
Bonnie Ann Fleming	Chief Financial Officer, Tax Collector	$1,000,000.00	
Ann Marie Obiedzinski	Tax Assessor	*	
Barry Goodman	Municipal Attorney		

*Public Employees Blanket Bond with the State Insurance Fund in the amount of $1,000,000.00.

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GENERAL COMMENTS AND RECOMMENDATIONS

GENERAL COMMENTS

CONTRACTS AND AGREEMENTS REQUIRED TO BE ADVERTISED FOR (N.J.S.A. 40A:11-4)

Every contract or agreement for the performance of any work or the furnishing or hiring of any materials or supplies, the cost or the contract price whereof is to be paid with or out of public funds, not included within the terms of Section 3 of this act, shall be made or awarded only by the governing body of the contracting unit after public advertising for bids and bidding therefore, except as is provided otherwise in this act or specifically by any other law. No work, materials or supplies shall be undertaken, acquired or furnished for a sum exceeding in the aggregate the amount set forth in or the amount calculated by the Governor pursuant to Section 3 of P.L. 1971 c.198 (C.40A:11-3), except by contract or agreement.

Effective July 1, 2015, Municipalities that had appointed a Qualified Purchasing Agent had the bid threshold increased to $40,000.00.

The governing body of the Municipality has the responsibility of determining whether the expenditures in any category will exceed $40,000.00 within the fiscal year. Where question arises as to whether any contract or agreement might result in violation of the statute, the Solicitor's opinion should be sought before a commitment is made.

The minutes indicate that bids were requested by public advertising for the following items:

Solid Waste and Recycling Collection
Hillcrest Lane
Mason Dump Truck

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

Inasmuch as the system of records did not provide for an accumulation of payments for categories for the performance of any work or the furnishing or hiring of any materials or supplies, the results of such an accumulation could not reasonably be ascertained. Disbursements were reviewed, however, to determine whether any clear cut violations existed.

Our examination of expenditures did not reveal any individual payments, contracts or agreements in excess of $40,000.00 for the performance of any work or the furnishing or hiring of any materials or supplies, other than those where bids had been previously sought by public advertisement or where a resolution had been previously adopted under the provisions of N.J.S.A. 40A:11-6.

GENERAL COMMENTS (CONTINUED)

COLLECTION OF INTEREST ON DELINQUENT TAXES AND ASSESSMENTS

The statute provides the method for authorizing interest and the maximum rate to be charged for the non-payment of taxes or assessments on or before the date when they would become delinquent.

The governing body on January 4, 2018 adopted the following resolution authorizing interest to be charged on delinquent taxes.

BE IT RESOLVED by the Mayor and Council of the Borough of High Bridge, County of Hunterdon, State of New Jersey, that taxes and utilities rent shall be collected quarterly. Taxes are due on February 1, 2018, May 1, 2018, August 1, 2018 and November 1, 2018.

BE IT FURTHER RESOLVED that interest will be charged at the rate of 8% per annum on the first $1,500.00 of the delinquency and 18% per annum on any amount in excess of $1,500.00 to be calculated from the date the tax and/or utilities rent was payable until the date of actual payment. There will be a ten-day (10) grace period after which unpaid taxes and/or utilities rent will be charged interest from the due date.

BE IT FURTHER RESOLVED that pursuant to statute, if a tax and/or utilities rent delinquency is over $10,000.00 at the end of the year, and additional flat penalty of 6% per annum shall be imposed on that delinquency.

BE IT FURTHER RESOLVED that, in the event that the Borough conducts a sale for unpaid municipal taxes, the interest rate on said tax certificate shall begin at a maximum of 18% per annum.

It appears from an examination of the records that interest was collected in accordance with the forgoing resolution.

DELINQUENT TAXES AND TAX TITLE LIENS

The last tax sale was held on October 26, 2018 and was complete.

Inspection of tax sale certificates on file revealed that all tax sale certificates were available for audit.

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

YEAR	NUMBER OF LIENS
2018	5
2017	5
2016	4

It is essential to good management that all means provided by statute be utilized to liquidate tax title liens in order to get such properties back on a tax paying basis.

CONFIRMATION OF DELINQUENT TAXES AND OTHER CHARGES

A confirmation of delinquent charges and current payments was made in accordance with the regulations of the Division of Local Government Services consisting of verification notices as follows:

TYPE	NUMBER
Delinquent Tax Positive Confirmation	25
Delinquent Utility Rent Positive Confirmation	25
Information Tax Current Positive Confirmation	25
Information Utility Rent Positive Confirmation	25

OTHER COMMENTS

Interfunds

Transactions invariably occur in one fund which requires a corresponding entry to be made in another fund, thus creating interfund balances. References to the various balance sheets show the interfund balances remaining at year end. As a general rule all interfund balances should be closed out as of the end of the year.

It is the Borough's policy to review and liquidate all interfund balances on a periodic basis.

RECOMMENDATIONS

None