

December 2, 2025

To the Board of Commissioners of the
Fire District No. 1 of the Township of East Brunswick
County of Middlesex
Township of East Brunswick, State of New Jersey

We have audited the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of Fire District No. 1 of the Township of East Brunswick for the year ended December 31, 2024. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards and *Government Auditing Standards*, as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated December 14, 2024. Professional standards also require that we communicate to you the following information related to our audit.

Significant Audit Findings

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by the Fire District No. 1 of the township of East Brunswick are described in Note 2 to the financial statements. As described in Note 2 to the financial statements, the Fire District No. 1 of the township of East Brunswick has adopted the provisions of GASB Statement No. 100, *Accounting Changes and Error Corrections - an amendment of GASB Statement No. 62* and GASB Statement No. 101, *Compensated Absences*, for the year ended December 31, 2024. The adoption of these statements did not have a material impact on Fire District No. 1 of the township of East Brunswick's basic financial statements. We noted no transactions entered into by the Fire District No. 1 of the township of East Brunswick during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected

Certain financial statement disclosures are particularly sensitive because of their significance to financial statement users

The financial statement disclosures are neutral, consistent, and clear.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. Management has corrected all such misstatements. In addition, none of the misstatements detected as a result of audit procedures and corrected by management were material, either individually or in the aggregate, to each opinion unit's financial statements taken as a whole

Disagreements with Management

For purposes of this letter, a disagreement with management is a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated December 2, 2025.

Management Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to Fire District No. 1 of the township of East Brunswick's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Other Audit Findings or Issues

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as Fire District No. 1 of the township of East Brunswick's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

Other Matters

Required Supplementation Information


We applied certain limited procedures to management's discussion and analysis, budgetary comparison schedule and other required supplementary information, as listed in the table of contents, which are required supplementary information (RSI) that supplements the basic financial statements. Our procedures consisted of inquiries of management regarding the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We did not audit the RSI and do not express an opinion or provide any assurance on the RSI.

Supplementation Information

We were engaged to report on schedule of bonds payable, which accompany the financial statements but are not RSI. With respect to this supplementary information, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with accounting principles generally accepted in the United States of America, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the financial statements. We compared and reconciled the supplementary information to the underlying accounting records used to prepare the financial statements or to the financial statements themselves.

Restriction on Use

This information is intended solely for the information and use of Board of Commissioners and management of Fire District No. 1 of the township of East Brunswick and is not intended to be, and should not be, used by anyone other than these specified parties.

A handwritten signature in black ink that reads "Holman Frenia Allison P.C." in a cursive, slightly slanted script.

HOLMAN FRENIA ALLISON, P.C.
Certified Public Accountants

December 2, 2025
Lakewood, New Jersey

Client: 10939 - Fire District No. 1 of the Township of East Brunswick
Engagement: 2024 A - Fire District No. 1 of the township of East Brunswick
Period Ending: 12/31/2024
Trial Balance: 3000.00 - General Trial Balance
Workpaper: 3700.01 - Adjusting Journal Entries Report
Account Description

	W/P Ref	Debit	Credit
Adjusting Journal Entries			
Adjusting Journal Entries JE # 1			
To Reverse Entry Hit To Equity	3800.01		
01-287-55-000-001 Reserve for Fire Company Ded.		1,800.00	
01-500-00-000-003 Construction in Progress		899,387.84	
01-500-00-000-010 AD - Buildings		181,307.33	
01-500-00-000-011 AD - Vehicles, Machinery and Equipment		313,887.10	
99-999-99-200-001 Restricted for Capital Projects		250,000.00	
01-09-202-000 Miscellaneous Income			1,800.00
01-50-500-510 RESERVE FOR FUTURE CAPITAL			250,000.00
01-500-00-000-002 Vehicles, Machinery and Equipment			1,000,337.60
01-600-00-000-003 2007 Lease Purchase Bond			300,000.00
99-999-99-200-000 Net Investment in Capital Assets			94,244.67
Total		1,646,382.27	1,646,382.27
Adjusting Journal Entries JE # 2			
To Record Capital Asset Additions and Transfer of CIP	E.01		
01-500-00-000-002 Vehicles, Machinery and Equipment		41,152.80	
01-500-00-000-002 Vehicles, Machinery and Equipment		899,387.84	
01-500-00-000-002 Vehicles, Machinery and Equipment		11,084.60	
01-500-00-000-002 Vehicles, Machinery and Equipment		34,544.06	
01-500-00-000-002 Vehicles, Machinery and Equipment		8,696.30	
01-500-00-000-002 Vehicles, Machinery and Equipment		5,472.00	
01-30-300-302 FIRE FIGHTING EQUIPMENT			11,084.60
01-30-300-302 FIRE FIGHTING EQUIPMENT			34,544.06
01-30-300-302 FIRE FIGHTING EQUIPMENT			8,696.30
01-30-300-302 FIRE FIGHTING EQUIPMENT			5,472.00
01-50-500-512 CAPITAL - BUREAU VEHICLE			41,152.80
01-500-00-000-003 Construction in Progress			899,387.84
Total		1,000,337.60	1,000,337.60
Adjusting Journal Entries JE # 3			
To Record Depreciation Expense	E.01		
01-50-000-001 Depreciation Expense		495,194.58	
01-500-00-000-010 AD - Buildings			181,307.33
01-500-00-000-011 AD - Vehicles, Machinery and Equipment			313,887.25
Total		495,194.58	495,194.58
Adjusting Journal Entries JE # 4			
To Record Current Year Debt Payment	M.01		
01-600-00-000-003 2007 Lease Purchase Bond		300,000.00	
01-55-550-001 INTERGOVERNMENTAL LOAN III PRIN.			300,000.00
Total		300,000.00	300,000.00
Adjusting Journal Entries JE # 5			
To Reclass Cost of Operations Wages and Payroll Taxes per Budget (HFA Only)	1250.01		
HFA_EXPENSE_1 Fire Maintenance Assistant		28,800.00	
HFA_EXPENSE_2 Cost of Op Payroll Taxes		1,726.98	
01-20-200-206 FEDERAL & STATE TAXES			1,726.98
01-40-100-115 FIRE MAINTENANCE ASSISTANT			28,800.00
Total		30,526.98	30,526.98
Adjusting Journal Entries JE # 6			
To Record GASB 73: LOSAP	B.01		
99-999-99-999-001 LOSAP Investment		286,598.71	
99-999-99-999-002 LOSAP Investment		71,932.50	
99-999-99-999-004 CONTRA PAYABLE ACCOUNT (LOSAP)		77,077.00	
99-999-99-999-002 LOSAP Investment			77,077.00
99-999-99-999-002 LOSAP Investment			286,598.71
99-999-99-999-004 CONTRA PAYABLE ACCOUNT (LOSAP)			71,932.50
Total		435,608.21	435,608.21
Adjusting Journal Entries JE # 7			
To Record GASB 68: Pensions (PERS)	L.05		
99-999-99-000-003 Deferred outflows related to pensions		3,512.00	
99-999-99-000-004 Net Pension Liability		278,021.00	
99-999-99-000-005 Deferred inflows related to pensions		96,203.00	
99-999-99-000-006 Pension Payable		2.00	
01-20-200-207 PENSION LIFE INSURANCE			2.00
99-999-99-000-003 Deferred outflows related to pensions			5,281.00
99-999-99-000-004 Net Pension Liability			165,067.00
99-999-99-000-005 Deferred inflows related to pensions			144,573.00
99-999-99-999-003 Unbudgeted Pension Expense			62,815.00
Total		377,738.00	377,738.00

Adjusting Journal Entries JE # 8

To Reclass Equity (HFA Only)

01-202-55-000-000	RESERVE FOR ENCUMBRANCES
01-400-65-000-002	Unreserved Fund Balance
01-400-65-000-002	Unreserved Fund Balance
99-999-99-200-000	Net Investment in Capital Assets
01-204-55-000-002	Encumbrances Payable
01-287-55-000-001	Reserve for Fire Company Ded.
01-400-65-000-002	Unreserved Fund Balance
99-999-99-200-001	Restricted for Capital Projects
Total	

FS

1,304.60	
258,847.00	
2,025.00	
94,244.43	
	1,304.60
	2,025.00
	94,244.43
	258,847.00
356,421.03	356,421.03

Adjusting Journal Entries JE # 9

To Record GASB 75: OPEB

99-999-99-000-020	Deferred outflows related to OPEB
99-999-99-000-021	Deferred inflows related to OPEB
99-999-99-000-022	Net OPEB Liability
99-999-99-000-023	Unbudgeted OPEB (benefit) expense
99-999-99-000-020	Deferred outflows related to OPEB
99-999-99-000-021	Deferred inflows related to OPEB
99-999-99-000-022	Net OPEB Liability
Total	

L.20

193,378.00	
91,183.00	
164,472.00	
22,451.00	
	211,901.00
	71,218.00
	188,365.00
471,484.00	471,484.00

Adjusting Journal Entries JE # 10

To record unrecorded capital asset transactions

01-500-00-000-001	Buildings
01-500-00-000-002	Vehicles, Machinery and Equipment
01-30-300-312	CONTINGENT
Total	

E.03

8,800.00	
17,556.66	
	26,356.66
26,356.66	26,356.66
5,140,049.33	5,140,049.33
5,140,049.33	5,140,049.33

Total Adjusting Journal Entries

Total All Journal Entries

Client: 10939 - Fire District No. 1 of the Township of East Brunswick
Engagement: 2024 A - Fire District No. 1 of the township of East Brunswick
Period Ending: 12/31/2024
Trial Balance: 3000.00 - General Trial Balance
Workpaper: 3700.02 - Reclassifying Journal Entries Report
Account Description

		W/P Ref	Debit	Credit
Reclassifying Journal Entries				
Reclassifying Journal Entries JE # 21				
WTB				
To Close GAAP to Modified Accrual - Beginning Fund Balance				
01-400-65-000-000	Fund Balance		2,137,236.49	
01-500-00-000-010	AD - Buildings		1,591,287.95	
01-500-00-000-011	AD - Vehicles, Machinery and Equipment		3,275,922.00	
01-600-00-000-001	Accrued Interest Payable		14,950.70	
01-600-00-000-003	2007 Lease Purchase Bond		3,400,000.00	
99-999-99-000-004	Net Pension Liability		278,021.00	
99-999-99-000-005	Deferred inflows related to pensions		96,203.00	
99-999-99-000-006	Pension Payable		25,656.00	
99-999-99-000-021	Deferred inflows related to OPEB		91,183.00	
99-999-99-000-022	Net OPEB Liability		164,472.00	
99-999-99-999-002	LOSAP Investment		1,977,437.65	
01-120-01-000-00	Prepaid Insurance			166,067.51
01-500-00-000-001	Buildings			6,776,086.13
01-500-00-000-002	Vehicles, Machinery and Equipment			4,993,646.31
01-500-00-000-003	Construction in Progress			899,387.84
99-999-99-000-003	Deferred outflows related to pensions			5,281.00
99-999-99-000-020	Deferred outflows related to OPEB			211,901.00
Total			13,052,369.79	13,052,369.79
Reclassifying Journal Entries JE # 22				
WTB				
To Close GAAP to Modified Accrual - Capital Asset Additions and Transfer of CIP				
01-30-300-302	FIRE FIGHTING EQUIPMENT		59,796.96	
01-30-300-312	CONTINGENT		26,356.66	
01-50-500-512	CAPITAL - BUREAU VEHICLE		41,152.80	
01-500-00-000-003	Construction in Progress		899,387.84	
01-500-00-000-001	Buildings			8,800.00
01-500-00-000-002	Vehicles, Machinery and Equipment			59,796.96
01-500-00-000-002	Vehicles, Machinery and Equipment			899,387.84
01-500-00-000-002	Vehicles, Machinery and Equipment			41,152.80
01-500-00-000-002	Vehicles, Machinery and Equipment			17,556.66
Total			1,026,694.26	1,026,694.26
Reclassifying Journal Entries JE # 23				
WTB				
To Close GAAP to Modified Accrual - Depreciation Expense				
01-500-00-000-010	AD - Buildings		181,307.33	
01-500-00-000-011	AD - Vehicles, Machinery and Equipment		313,887.25	
01-50-000-001	Depreciation Expense			495,194.58
Total			495,194.58	495,194.58
Reclassifying Journal Entries JE # 24				
WTB				
To Close GAAP to Modified Accrual - Debt Payment				
01-55-550-001	INTERGOVERNMENTAL LOAN III PRIN.		300,000.00	
01-600-00-000-003	2007 Lease Purchase Bond			300,000.00
Total			300,000.00	300,000.00
Reclassifying Journal Entries JE # 25				
WTB				
To Close GAAP to Modified Accrual - Current Year Prepaid Insurance Activity				
01-120-01-000-00	Prepaid Insurance		17,947.04	
01-20-200-205	LIFE INSURANCE			17,947.04
Total			17,947.04	17,947.04
Reclassifying Journal Entries JE # 26				
WTB				
To Close GAAP to Modified Accrual - Current Year Pension Payable Activity				
01-20-200-207	PENSION LIFE INSURANCE		9,122.00	
99-999-99-000-006	Pension Payable			9,122.00
Total			9,122.00	9,122.00
Reclassifying Journal Entries JE # 27				
WTB				
To Close GAAP to Modified Accrual - Current Year Accrued Interest Activity				
01-600-00-000-001	Accrued Interest Payable		12,172.75	
01-55-550-002	GOVERNMENT LOAN III INT./ISSUANCE			12,172.75
Total			12,172.75	12,172.75
Reclassifying Journal Entries JE # 28				
1530.06				
To Record Transfer of Funds - GF to CPF				
99-999-99-999-011	Other Financing Sources and Uses: Transfer Out		50,000.00	
99-999-99-999-010	Other Financing Sources and Uses: Transfer In			50,000.00
Total			50,000.00	50,000.00
Reclassifying Journal Entries JE # 29				
GF.L1				
To Record Interfund Receivable/Payable				

99-998-99-999-003	Interfund Receivable-General Fund from C	397,443.00	
99-998-99-999-012	Interfund Payable-Capital Projects Fund		397,443.00
Total		397,443.00	397,443.00
Reclassifying Journal Entries JE # 30			
To Close GAAP to Modified Accrual - GASB 73: LOSAP			
01-60-00-000-003	LOSAP - Participant Withdrawals	44,935.46	
99-999-99-999-002	LOSAP Investment	291,743.21	
01-45-400-000	LENGTH OF SERVICE AWARD PROGRA		77,077.00
99-999-99-199-001	Appreciation/Depreciation of LOSAP Revenue		259,601.67
Total		336,678.67	336,678.67
Reclassifying Journal Entries JE # 31			
To Close GAAP to Modified Accrual - GASB 68: Pensions (PERS)			
99-999-99-000-003	Deferred outflows related to pensions	5,281.00	
99-999-99-000-004	Net Pension Liability	165,067.00	
99-999-99-000-005	Deferred inflows related to pensions	144,573.00	
99-999-99-999-003	Unbudgeted Pension Expense	62,815.00	
99-999-99-000-003	Deferred outflows related to pensions		3,512.00
99-999-99-000-004	Net Pension Liability		278,021.00
99-999-99-000-005	Deferred inflows related to pensions		96,203.00
Total		377,736.00	377,736.00
Reclassifying Journal Entries JE # 32			
To Reclass Equity (HFA Only)			
01-400-65-000-002	Unreserved Fund Balance	2,269,181.00	
01-400-65-000-002	Unreserved Fund Balance	2,137,236.49	
99-999-99-200-000	Net Investment in Capital Assets	4,307,666.00	
01-400-65-000-000	Fund Balance		2,137,236.49
01-400-65-000-002	Unreserved Fund Balance		4,307,666.00
01-400-65-000-02	Restricted for LOSAP Investment		2,269,181.00
Total		8,714,083.49	8,714,083.49
Reclassifying Journal Entries JE # 33			
To Close GAAP to Modified Accrual - GASB 75: OPEB			
99-999-99-000-020	Deferred outflows related to OPEB	211,901.00	
99-999-99-000-021	Deferred inflows related to OPEB	71,218.00	
99-999-99-000-022	Net OPEB Liability	188,365.00	
99-999-99-000-020	Deferred outflows related to OPEB		193,378.00
99-999-99-000-021	Deferred inflows related to OPEB		91,183.00
99-999-99-000-022	Net OPEB Liability		164,472.00
99-999-99-000-023	Unbudgeted OPEB (benefit) expense		22,451.00
Total		471,484.00	471,484.00
Total Reclassifying Journal Entries		25,260,925.58	25,260,925.58
Total All Journal Entries		25,260,925.58	25,260,925.58

Client: 10939 - Fire District No. 1 of the Township of East Brunswick
Engagement: 2024 A - Fire District No. 1 of the township of East Brunswick
Period Ending: 12/31/2024
Trial Balance: 3000.00 - General Trial Balance
Workpaper: 3700.03 - Proposed Journal Entries Report

Account	Description	W/P Ref	Debit	Credit
Proposed Journal Entries				
Proposed Journal Entries JE # 100				
To record leases in accordance with GASB 87				
99-999-99-999-012	Right to use leased asset	L.35	90,984.50	
01-20-300-306	RENTAL OFFICE SPACE			28,660.82
99-999-99-999-013	Accumulated amortization right to use leased asset			30,268.25
99-999-99-999-014	Right to use lease liability			32,055.43
Total			<u>90,984.50</u>	<u>90,984.50</u>
Total Proposed Journal Entries			<u>90,984.50</u>	<u>90,984.50</u>
Total All Journal Entries			<u>90,984.50</u>	<u>90,984.50</u>