

# **TOWNSHIP OF CARNEYS POINT**

**COUNTY OF SALEM**

**REPORT OF AUDIT**

**FOR THE YEAR ENDED DECEMBER 31, 2015**

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**TOWNSHIP OF CARNEYS POINT**  
**PART 1**  
**REPORT OF AUDIT OF FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2015**

## **INDEPENDENT AUDITOR'S REPORT**

The Honorable Mayor and  
Members of the Township Committee  
Township of Carneys Point  
Carneys Point, New Jersey 08069

### ***Report on the Financial Statements***

We have audited the accompanying statements of assets, liabilities, reserves and fund balance - regulatory basis of the various funds of the Township of Carneys Point, in the County of Salem, State of New Jersey, as of December 31, 2015 and 2014, and the related statements of operations and changes in fund balance - regulatory basis for the years then ended, and the related statement of revenues - regulatory basis, statement of expenditures - regulatory basis, and statement of general fixed assets group of accounts - regulatory basis for the year ended December 31, 2015, and the related notes to the financial statements, which collectively comprise the Township's basic 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 financial reporting provisions of the Division of Local Government Services, Department of Community Affairs, State of New Jersey; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### ***Auditor's Responsibility***

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the 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 Township'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 Township'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 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 Accounting Principles Generally Accepted in the United States of America*

As described in note 1 to the financial statements, the financial statements are prepared by the Township on the basis of the financial reporting provisions of the Division 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 the State of New Jersey.

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

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

In our opinion, because of the significance of the matter discussed in the “*Basis for Adverse Opinion on Accounting Principles Generally Accepted in the United States of America*” 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 Township of Carneys Point, in the County of Salem, State of New Jersey, as of December 31, 2015 and 2014, or the results of its operations and changes in fund balance for the years then ended.

### *Opinion on Regulatory Basis of Accounting*

In our opinion, the financial statements referred to previously present fairly, in all material respects, the assets, liabilities, reserves and fund balance - regulatory basis of the various funds of the Township of Carneys Point, in the County of Salem, State of New Jersey, as of December 31, 2015 and 2014, and the results of its operations and changes in fund balance - regulatory basis of such funds for the years then ended, and the revenues - regulatory basis and expenditures - regulatory basis of the various funds, and general fixed assets group of accounts - regulatory basis, for the year ended December 31, 2015 in conformity with accounting principles and practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, as described in note 1.

## **Emphasis of Matter**

### *Adoption of New Accounting Principles*

As discussed in note 1 to the financial statements, during the year ended December 31, 2015, the Township adopted new accounting guidance, Governmental Accounting Standards Board (GASB) Statement No. 68, *Accounting and Financial Reporting for Pensions - an amendment of GASB Statement No. 27*, and GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date - an amendment of GASB Statement No. 68*. As a result of the regulatory basis of accounting, described in the previous paragraph, the implementation of these Statements only required financial statement disclosures. Our opinions are not modified with respect to this matter.

## **Other Matters**

### *Other Information*

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

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

***Other Reporting Required by Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated November 7, 2016 on our consideration of the Township of Carneys Point's, in the County of Salem, State of New Jersey, 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 Township of Carneys Point's internal control over financial reporting and compliance.

Respectfully submitted,



BOWMAN & COMPANY LLP  
Certified Public Accountants  
& Consultants



Michael J. Welding  
Certified Public Accountant  
Registered Municipal Accountant

Woodbury, New Jersey  
November 7, 2016



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

**INDEPENDENT AUDITOR'S REPORT**

The Honorable Mayor and  
Members of the Township Committee  
Township of Carneys Point  
Carneys Point, New Jersey 08069

We have audited, in accordance with the auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States; and the audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, the financial statements prepared on a regulatory basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, of the Township of Carneys Point, in the County of Salem, State of New Jersey, as of and for the year ended December 31, 2015, and the related notes to the financial statements, which collectively comprise the Township's basic financial statements, and have issued our report thereon dated November 7, 2016. That report indicated that the Township of Carneys Point's financial statements were not prepared in accordance with accounting principles generally accepted in the United States of America, but were prepared on a regulatory basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. In addition, our report on the financial statements also included an emphasis of matter paragraph describing the adoption of new accounting principles.

***Internal Control Over Financial Reporting***

In planning and performing our audit of the financial statements, we considered the Township of Carneys Point's internal 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 Township of Carneys Point's internal control. Accordingly, we do not express an opinion on the effectiveness of the Township of Carneys Point'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 entity's financial statements will not be prevented, or detected and corrected on a timely basis. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

**Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Township of Carneys Point'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*, and audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

**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 entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* and audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Respectfully submitted,



BOWMAN & COMPANY LLP  
Certified Public Accountants  
& Consultants



Michael J. Welding  
Certified Public Accountant  
Registered Municipal Accountant

Woodbury, New Jersey  
November 7, 2016

**TOWNSHIP OF CARNEYS POINT**  
**CURRENT FUND**

Statements of Assets, Liabilities, Reserves and Fund Balance -- Regulatory Basis  
As of December 31, 2015 and 2014

	<u>Ref.</u>	<u>2015</u>	<u>2014</u>
<b><u>ASSETS:</u></b>			
Regular Fund:			
Cash - Chief Financial Officer	SA-1	\$ 2,319,230.04	\$ 1,923,852.97
Cash - Tax Collector	SA-1	3,368.66	439,470.31
Cash - Change Funds	SA-2	775.00	675.00
		<u>2,323,373.70</u>	<u>2,363,998.28</u>
Receivables and Other Assets with Full Reserves:			
Delinquent Property Taxes Receivable	SA-3	564,284.43	459,175.31
Tax Title Liens Receivable	SA-4	1,048,922.44	1,140,040.61
Revenue Accounts Receivable	SA-5	9,453.55	11,228.03
Solid Waste Fee Liens	SA-8	1,426.70	1,661.70
Due from Trust Other Fund	SB-6	143.66	
		<u>1,624,230.78</u>	<u>1,612,105.65</u>
Deferred Charges:			
Emergency Authorization	A-3		60,000.00
		<u>3,947,604.48</u>	<u>4,036,103.93</u>
Total Regular Fund			
Federal and State Grant Fund:			
Cash	SA-1	226,216.03	228,244.40
Grants Receivable	SA-15	51,219.77	42,555.38
		<u>277,435.80</u>	<u>270,799.78</u>
Total Federal and State Grant Fund			
		<u>\$ 4,225,040.28</u>	<u>\$ 4,306,903.71</u>

(Continued)

**TOWNSHIP OF CARNEYS POINT**  
**CURRENT FUND**

Statements of Assets, Liabilities, Reserves and Fund Balance -- Regulatory Basis  
As of December 31, 2015 and 2014

	<u>Ref.</u>	<u>2015</u>	<u>2014</u>
<u>LIABILITIES, RESERVES, AND FUND BALANCE:</u>			
Regular Fund:			
Appropriation Reserves	A-3;SA-6	\$ 399,744.77	\$ 886,949.74
Reserve for Encumbrances	A-3;SA-6	88,337.10	82,721.38
Tax Overpayments	SA-7	63,299.17	2,161.79
Prepaid Taxes	SA-10	134,825.96	147,617.55
County Taxes Payable	SA-11	9,094.00	31,258.44
Municipal Open Space Taxes Payable Due Trust Fund	SA-13	60.59	51.10
Due to Trust Other Fund	SB-6		350.95
Due State of New Jersey:			
Senior Citizens and Veterans Deductions	SA-9	29,447.34	28,169.95
DCA Training Fees	SA-14	2,271.00	1,046.00
Reserve for:			
Dunns Park	SA-1		5,000.00
Fire Fighting Equipment and Training	SA-1	1,200.00	
		<u>728,279.93</u>	<u>1,185,326.90</u>
Reserves for Receivables and Other Assets	A	1,624,230.78	1,612,105.65
Fund Balance	A-1	<u>1,595,093.77</u>	<u>1,238,671.38</u>
Total Regular Fund		<u>3,947,604.48</u>	<u>4,036,103.93</u>
Federal and State Grant Fund:			
Reserve for Encumbrances	SA-16	8,445.06	5,840.74
Reserve for Grants - Appropriated	SA-16	248,990.74	231,023.90
Reserve for Grants - Unappropriated	SA-15		13,935.14
Reserve for Matching Funds	A	<u>20,000.00</u>	<u>20,000.00</u>
Total Federal and State Grant Fund		<u>277,435.80</u>	<u>270,799.78</u>
		<u>\$ 4,225,040.28</u>	<u>\$ 4,306,903.71</u>

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

**TOWNSHIP OF CARNEYS POINT**  
**CURRENT FUND**

Statements of Operations and Changes in Fund Balance -- Regulatory Basis  
For the Years Ended December 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
<b><u>REVENUE AND OTHER INCOME REALIZED:</u></b>		
Fund Balance Utilized	\$ 825,000.00	\$ 1,177,000.00
Miscellaneous Revenues Anticipated	4,910,838.00	4,811,306.11
Receipts from Delinquent Taxes and Tax Title Liens	799,686.11	543,932.78
Receipts from Current Taxes	18,829,346.37	17,952,281.54
Non-Budget Revenue	93,582.95	111,447.40
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	719,306.24	318,813.34
	<u>26,177,759.67</u>	<u>24,914,781.17</u>
Total Income		
<b><u>EXPENDITURES:</u></b>		
Budget Appropriations:		
Within "CAPS":		
Operations:		
Salaries and Wages	2,922,121.00	2,940,492.00
Other Expenses	3,225,025.00	3,263,667.00
Deferred Charges and Statutory Expenditures	656,054.25	659,782.72
Excluded from "CAPS":		
Operations:		
Salaries and Wages	248,359.00	258,836.30
Other Expenses	543,911.18	584,313.59
Capital Improvements	60,000.00	60,000.00
Debt Service	726,105.67	839,626.03
Deferred Charges	60,000.00	
County Taxes	7,033,822.72	6,629,673.75
Regional School Tax	9,511,374.30	8,975,955.00
Municipal Open Space Tax	7,326.49	7,317.43
Other Debits to Income:		
Cancellation of Grants Receivable		78,229.54
Prior Year Senior Citizen/Veteran Deductions Disallowed	2,000.00	5,625.00
Creation of Interfunds	237.67	317.83
	<u>24,996,337.28</u>	<u>24,303,836.19</u>
Total Expenditures		
Excess Revenue and Other Income Realized Over Expenditures	1,181,422.39	610,944.98
Adjustments to Income Before Fund Balance:		
Expenditures Included Above Which are by Statute Deferred		
Charges to Budget of Succeeding Year		60,000.00
	<u>1,181,422.39</u>	<u>670,944.98</u>
Statutory Excess to Fund Balance		
<b><u>FUND BALANCE:</u></b>		
Balance January 1	1,238,671.38	1,744,726.40
	2,420,093.77	2,415,671.38
Decreased by:		
Utilized as Revenue	825,000.00	1,177,000.00
	<u>\$ 1,595,093.77</u>	<u>\$ 1,238,671.38</u>
Balance December 31		

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

**TOWNSHIP OF CARNEYS POINT**  
**CURRENT FUND**  
Statement of Revenues -- Regulatory Basis  
For the Year Ended December 31, 2015

	Anticipated		
	Budget	Special N.J.S. 40A: 4-87	Realized
			Excess or (Deficit)
Fund Balance Anticipated	\$ 825,000.00		\$ 825,000.00
Miscellaneous Revenues:			
Local Revenues:			
Alcoholic Beverages	8,000.00		8,072.00 \$ 72.00
Fees and Permits - Other	35,000.00		46,297.00 11,297.00
Fines and Costs - Municipal Court	150,000.00		158,979.50 8,979.50
Interest and Costs on Taxes	100,000.00		114,682.64 14,682.64
Interest on Investments and Deposits	1,000.00		3,409.66 2,409.66
Payments in Lieu Of Taxes Pursuant to N.J.S.A. 54:4-3.95			
Chambers Co-Generation Limited Partnership	2,512,120.00		2,497,560.00 (14,560.00)
Senior Housing	80,000.00		84,525.00 4,525.00
Cable Television Fees	24,972.43		24,972.43
Contribution from Carneys Point Twp. Sewerage Authority - Health Insurance Premiums	21,000.00		23,476.59 2,476.59
Hotel/Motel Tax	110,000.00		134,605.80 24,605.80
Police Outside Employment Trust	25,000.00		25,000.00
Rent - YMCA of Salem County	20,000.00		15,000.00 (5,000.00)
State Aid Without Offsetting Appropriations:			
Consolidated Municipal Property Tax Relief Aid	67,153.00		67,153.00
Energy Receipts Tax	740,221.00		740,221.00
Dedicated Uniform Construction Code Fees Offset with Appropriations (N.J.S.40A:4-36 and N.J.A.C.5:23-4.17):			
Uniform Construction Code Fees	95,000.00		202,375.00 107,375.00
Special Items of General Revenue Anticipated with Prior Written Consent of the Director of Local Government Services - Interlocal Municipal Service Agreements Offset with Appropriations:			
Borough of Penns Grove - Interlocal Services Agreement - Tax Collector	60,000.00		60,000.00
Pennsville Township - Interlocal Services Agreement - Police Dispatching	143,575.00		83,752.06 (59,822.94)
Borough of Penns Grove - Interlocal Services Agreement - Public Works	512,995.00		533,291.14 20,296.14

(Continued)

**TOWNSHIP OF CARNEYS POINT**  
**CURRENT FUND**  
Statement of Revenues -- Regulatory Basis  
For the Year Ended December 31, 2015

	<u>Anticipated</u>			<u>Excess or</u>
	<u>Budget</u>	<u>Special N.J.S. 40A: 4-87</u>	<u>Realized</u>	<u>(Deficit)</u>
Special Items of General Revenue Anticipated with Prior Written Consent of the Director of Local Government Services - Public and Private Revenues Offset with Appropriations				
Clean Communities Program		\$ 19,937.01	\$ 19,937.01	
Municipal Alliance on Alcoholism and Drug Abuse		17,182.50	17,182.50	
Emergency Management Grant		5,000.00	5,000.00	
Municipal Alcohol Education Rehab		1,709.06	1,709.06	
Body Armor Replacement Program		2,099.69	2,099.69	
Drunk Driving Enforcement Fund		4,837.78	4,837.78	
Recycling Tonnage Grant	\$ 13,935.14		13,935.14	
NJ American Water Firefighter Grant		764.00	764.00	
Drive Sober or Get Pulled Over		5,000.00	5,000.00	
Click it or Ticket Grant		4,000.00	4,000.00	
Planning for Water Quality Grant		13,000.00	13,000.00	
	<u>4,719,971.57</u>	<u>73,530.04</u>	<u>4,910,838.00</u>	<u>\$ 117,336.39</u>
Receipts from Delinquent Taxes	<u>525,000.00</u>		<u>799,686.11</u>	<u>274,686.11</u>
Amount to be Raised by Taxes for Support of Municipal Budget:				
Local Tax for Municipal Purposes including Reserve for Uncollected Taxes	<u>3,183,429.88</u>		<u>3,161,983.92</u>	<u>(21,445.96)</u>
Budget Totals	<u>9,253,401.45</u>	<u>73,530.04</u>	<u>9,697,508.03</u>	<u>370,576.54</u>
Non-Budget Revenues			<u>93,582.95</u>	<u>93,582.95</u>
	<u>\$ 9,253,401.45</u>	<u>\$ 73,530.04</u>	<u>\$ 9,791,090.98</u>	<u>\$ 464,159.49</u>

(Continued)

**TOWNSHIP OF CARNEYS POINT**  
**CURRENT FUND**  
Statement of Revenues -- Regulatory Basis  
For the Year Ended December 31, 2015

Analysis of Realized Revenue

Allocation of Current Tax Collections:	
Revenue from Collections	\$ 18,829,346.37
Allocated to:	
County, School and Open Space Taxes	<u>16,552,523.51</u>
Amount for Support of Municipal Budget Appropriations	2,276,822.86
Add: Appropriation "Reserve for Uncollected Taxes"	<u>885,161.06</u>
Amount for Support of Municipal Budget Appropriations	<u><u>\$ 3,161,983.92</u></u>
Receipts from Delinquent Taxes:	
Delinquent Tax Collections	\$ 443,501.16
Tax Title Lien Collections	355,949.95
Solid Waste Fee Liens Collections	<u>235.00</u>
	<u><u>\$ 799,686.11</u></u>
Fees and Permits - Other	
Trailer Fees	\$ 450.00
Bingo Raffle	2,940.00
Planning and Zoning Board	2,000.00
Street Opening Permits	5,000.00
Other	<u>35,907.00</u>
	<u><u>\$ 46,297.00</u></u>

Analysis for Non-Budget Revenue

Miscellaneous Revenue not Anticipated:	
Chief Financial Officer:	
Recycling Receipts	\$ 2,572.48
Sewerage Authority Rent	1,200.00
JIF Safety Award	5,425.00
Payment in Lieu of Taxes BL 231 LT 4	1,468.51
Senior and Veterans Administration Fees	1,903.45
Recreation/Park Fees & Permits	12,460.00
CP Bulk Trash Tag	6,116.00
Election Workers	4,353.80
Bulk Trash Stickers - PG	2,997.00
Division of Motor Vehicle Fines	1,451.69
Carneys Point Sewerage Authority - Fuel Usage	4,654.44
Penns Grove Shared Services - Billable Overtime	4,107.68
Registrar	1,267.00
Miscellaneous - Other	888.90
Closing of Public Assistance Trust Fund	4,678.62
Tax Sale Premiums	2,900.00
Sale of Assets	<u>10,983.89</u>
Total Chief Financial Officer -- Cash Collections	69,428.46

(Continued)



**TOWNSHIP OF CARNEYS POINT**  
**CURRENT FUND**  
Statement of Revenues -- Regulatory Basis  
For the Year Ended December 31, 2015

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Analysis for Non-Budget Revenue (Cont'd)

Miscellaneous Revenue not Anticipated (Cont'd):

Chief Financial Officer (Cont'd):

Journal Entries:

Interest on Investments and Deposits -- Trust Other Funds	\$ 270.72
Miscellaneous -- Trust Other Funds	<u>600.00</u>

Total Chief Financial Officer MRNA	<u>70,299.18</u>
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Tax Collector:

6% Year End Penalty	3,376.08
Tax Searches	32.00
Grass Cut Liens	7,139.94
Advertising Fee	9,186.09
Recording Fee	1,780.00
Duplicate Bill / Redemption Request Fee	370.00
Tax Collector Bad Check Fee	20.00
Duplicate Certificate	100.00
Interest on Investments and Deposits	<u>1,279.66</u>

23,283.77

\$ 93,582.95

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

**TOWNSHIP OF CARNEYS POINT**  
**CURRENT FUND**  
Statement of Expenditures - Regulatory Basis  
For the Year Ended December 31, 2015

	Appropriations		Expended			Unexpended
	Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	Balance Cancelled
OPERATIONS -- WITHIN "CAPS"						
GENERAL GOVERNMENT FUNCTIONS						
Administrative and Executive						
Salaries and Wages						
Governing Body	\$ 28,600.00	\$ 28,600.00	\$ 28,600.00			
Municipal Clerk's Office	59,200.00	59,200.00	55,443.42		\$ 3,756.58	
Other Expenses						
Computer Consultant	7,000.00	8,500.00	7,287.50		1,212.50	
Miscellaneous Other Expenses	21,600.00	21,600.00	8,935.19	\$ 805.75	11,859.06	
Governing Body	2,800.00	2,800.00	2,233.00		567.00	
Financial Administration						
Salaries and Wages	140,279.00	140,279.00	137,145.12		3,133.88	
Other Expenses						
Annual Audit / Consulting	50,000.00	50,000.00	40,600.00	4,420.00	4,980.00	
Fixed Asset Accounting	50.00	50.00			50.00	
Miscellaneous Other Expenses	26,964.00	26,964.00	18,301.65	4,127.00	4,535.35	
Grants Consultant						
Other Expenses	2,000.00	2,000.00	1,250.00		750.00	
Registrar of Vital Statistics						
Salaries and Wages	4,850.00	4,850.00	4,794.74		55.26	
Other Expenses	1,750.00	1,750.00	218.93	440.78	1,090.29	
Assessment of Taxes						
Salaries and Wages	24,700.00	24,700.00	21,870.66		2,829.34	
Other Expenses	54,225.00	79,225.00	64,308.49	2,933.26	11,983.25	
Collection of Taxes						
Salaries and Wages	17,800.00	19,400.00	19,324.33		75.67	
Other Expenses	25,450.00	23,850.00	9,594.38	2,765.00	11,490.62	
Foreclosure of TTL	10,000.00	10,000.00	1,140.0		8,860.00	
Legal Services and Costs						
Other Expenses	84,000.00	109,000.00	86,801.10		22,198.90	
Engineering Services and Costs						
Other Expenses	40,000.00	30,000.00	18,265.27	6,917.20	4,817.53	
Industrial Commission						
Other Expenses	6,000.00	6,000.00	6,000.00			
Land Use Administration						
Municipal Land Use Law (NJSA 40:55 D-1 et seq.)						
Planning Board						
Salaries and Wages	7,150.00	7,150.00	6,608.10		541.90	
Other Expenses	14,850.00	9,850.00	3,366.91		6,483.09	

(Continued)

**TOWNSHIP OF CARNEYS POINT**  
**CURRENT FUND**  
Statement of Expenditures - Regulatory Basis  
For the Year Ended December 31, 2015

	Appropriations		Expended			Unexpended
	Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	Balance Cancelled
OPERATIONS -- WITHIN "CAPS" (CONT'D)						
GENERAL GOVERNMENT FUNCTIONS (CONT'D)						
Insurance						
Salaries and Wages - Insurance Administration	\$ 10,036.00	\$ 10,036.00	\$ 9,936.00		\$ 100.00	
General Liability	107,185.00	107,185.00	107,185.00			
Workers Compensation	189,070.00	189,070.00	189,070.00			
Employee Group Health	1,250,000.00	1,285,000.00	1,270,430.07		14,569.93	
New Jersey Disability	5,600.00	6,100.00	5,307.66		792.34	
JIF - Other Expenses	5,450.00	5,450.00	1,452.40	\$ 3,957.00	40.60	
Unemployment Compensation	5,000.00	5,000.00	5,000.00			
PUBLIC SAFETY						
Volunteer Fire Co.						
Fire Hydrant Service	73,000.00	73,000.00	72,622.31		377.69	
Miscellaneous Other Expenses	30,000.00	50,000.00	28,552.96	18,002.91	3,444.13	
Police						
Salaries and Wages	1,716,000.00	1,724,800.00	1,720,352.46		4,447.54	
Miscellaneous Other Expenses	82,755.00	75,455.00	61,424.72	2,058.12	11,972.16	
Purchase Police Car	32,965.00	42,565.00	42,534.86		30.14	
Police Radio and Communication						
Salaries and Wages	95,000.00	92,000.00	91,961.49		38.51	
Other Expenses	3,625.00	3,625.00	565.55		3,059.45	
First Aid Organization						
Other Expenses - Rescue	41,900.00	41,900.00	32,461.78	2,367.60	7,070.62	
Ambulance Services	80,000.00	75,000.00	66,351.54		8,648.46	
Emergency Management Services						
Salaries and Wages	5,755.00	5,755.00	5,692.80		62.20	
Other Expenses	3,330.00	3,330.00	1,263.90		2,066.10	
Fire Business	6,100.00	6,100.00	1,518.12	100.00	4,481.88	
Municipal Prosecutor						
Other Expenses	12,500.00	12,500.00	12,499.92		0.08	
Municipal Court						
Salaries and Wages	141,150.00	141,150.00	130,964.01		10,185.99	
Other Expenses	22,260.00	22,260.00	13,878.18	1,168.86	7,212.96	
Public Defender						
Other Expenses	7,500.00	7,500.00	4,666.64		2,833.36	

(Continued)

**TOWNSHIP OF CARNEYS POINT**  
**CURRENT FUND**  
Statement of Expenditures - Regulatory Basis  
For the Year Ended December 31, 2015

	Appropriations		Expended			Unexpended
	Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	Balance Cancelled
OPERATIONS -- WITHIN "CAPS" (CONT'D)						
PUBLIC WORKS FUNCTIONS						
Sanitation						
Garbage and Trash Removal						
Salaries and Wages	\$ 171,000.00	\$ 171,000.00	\$ 162,894.58		\$ 8,105.42	
Other Expenses	11,720.00	11,720.00	10,242.88		1,477.12	
Sanitary Landfill						
Other Expenses	174,000.00	146,200.00	125,109.97		21,090.03	
Streets and Roads Maintenance						
Salaries and Wages	153,000.00	153,000.00	150,508.11		2,491.89	
Other Expenses:						
Miscellaneous	25,250.00	25,250.00	23,298.17	\$ 439.25	1,512.58	
Snow Removal	7,000.00	7,000.00	7,000.00			
Recycling						
Salaries and Wages	195,000.00	195,000.00	194,979.28		20.72	
Other Expenses	19,300.00	19,300.00	11,499.59	798.39	7,002.02	
Public Buildings and Grounds						
Salaries and Wages	100.00	100.00			100.00	
Other Expenses	81,100.00	81,100.00	61,056.42	1,369.51	18,674.07	
HEALTH AND HUMAN SERVICES FUNCTIONS						
Board of Health						
Salaries and Wages	1,775.00	3,275.00	3,155.54		119.46	
Other Expenses	9,051.00	9,051.00	510.13	7,038.00	1,502.87	
Dog Regulation						
Salaries and Wages	3,888.00	3,888.00	3,255.92		632.08	
Other Expenses	16,750.00	9,750.00	7,188.08		2,561.92	
PARK AND RECREATION FUNCTIONS						
Maintenance of Parks						
Other Expenses	8,900.00	8,900.00	5,381.85		3,518.15	
Recreation Services and Programs						
Salaries and Wages	2,388.00	2,388.00	2,364.00		24.00	
Other Expenses	4,950.00	4,950.00	2,918.76	320.83	1,710.41	
UTILITY EXPENSES AND BULK PURCHASES						
Electricity	145,000.00	105,550.00	83,592.47		21,957.53	
Street Lighting	140,000.00	155,000.00	134,304.27	2,762.17	17,933.56	
Telephone	44,400.00	44,400.00	40,502.77	2,343.50	1,553.73	
Sewerage Processing and Disposal	1,760.00	1,760.00	1,320.00		440.00	
Gas (Natural or Propane)	19,000.00	19,000.00	16,392.74	390.74	2,216.52	
Gasoline & Diesel	135,000.00	115,000.00	59,559.15	2,507.80	52,933.05	

(Continued)

**TOWNSHIP OF CARNEYS POINT**  
**CURRENT FUND**  
Statement of Expenditures - Regulatory Basis  
For the Year Ended December 31, 2015

	Appropriations		Expended			Unexpended
	Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	Balance Cancelled
<u>OPERATIONS -- WITHIN "CAPS" (CONT'D)</u>						
<u>UNIFORM CONSTRUCTION CODE</u>						
Code Enforcement and Administrator						
Salaries and Wages	\$ 78,400.00	\$ 82,400.00	\$ 80,882.99		\$ 1,517.01	
Other Expenses	49,215.00	53,215.00	48,304.55	\$ 2,983.50	1,926.95	
Other Code Enforcement Functions						
Housing						
Salaries and Wages	15,200.00	15,200.00	14,870.89		329.11	
Other Expenses	2,000.00	2,000.00	1,545.53		454.47	
COAH						
Salaries and Wages	1,000.00	1,150.00	1,088.89		61.11	
Other Expenses	8,000.00	13,000.00	9,310.12	1,737.29	1,952.59	
Zoning						
Salaries and Wages	6,300.00	6,300.00	6,060.00		240.00	
Other Expenses	250.00	250.00	14.08		235.92	
UNCLASSIFIED						
Salary Adjustment	12,000.00	500.00			500.00	
Compensated Absences						
Salaries and Wages	30,000.00	30,000.00	30,000.00			
Total Operations -- Within "CAPS"	6,128,146.00	6,147,146.00	5,716,892.89	72,754.46	357,498.65	
Detail:						
Salaries and Wages	2,920,571.00	2,922,121.00	2,882,753.33		39,367.67	
Other Expenses	3,207,575.00	3,225,025.00	2,834,139.56	72,754.46	318,130.98	
<u>DEFERRED CHARGES AND STATUTORY EXPENDITURES - MUNICIPAL</u>						
Deferred Charges:						
Prior Year Bills						
Planning Board Escrow	6,788.25	6,788.25	6,788.25			
Statutory Expenditures						
Contribution to:						
Public Employees Retirement System	143,095.00	143,095.00	143,095.00			
Social Security System (O.A.S.I.)	154,000.00	135,000.00	124,742.48		10,257.52	
Police & Fireman's Retirement System	368,671.00	368,671.00	368,671.00			
Defined Contribution Retirement Plan	2,500.00	2,500.00	2,064.66		435.34	
Total Deferred Charges and Statutory Expenditures -- Within "CAPS"	675,054.25	656,054.25	645,361.39		10,692.86	
Total General Appropriations for Municipal Purposes Within -- "CAPS"	6,803,200.25	6,803,200.25	6,362,254.28	72,754.46	368,191.51	

(Continued)

**TOWNSHIP OF CARNEYS POINT**  
**CURRENT FUND**  
Statement of Expenditures - Regulatory Basis  
For the Year Ended December 31, 2015

	Appropriations		Expended			Unexpended
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	<u>Balance Cancelled</u>
<b>OPERATIONS -- EXCLUDED FROM "CAPS"</b>						
OTHER OPERATIONS						
Solid Waste Recycling Tax	\$ 13,235.00	\$ 13,235.00	\$ 8,983.14		\$ 4,251.86	
LOSAP	30,000.00	30,000.00	25,300.00		4,700.00	
Total Other Operations -- Excluded from "CAPS"	43,235.00	43,235.00	34,283.14		8,951.86	
SHARED SERVICE AGREEMENTS						
Tax Collector						
Salary and Wages	60,000.00	60,000.00	59,977.04		22.96	
Police Dispatching						
Other Expenses	143,575.00	143,575.00	143,175.94		399.06	
Public Works						
Salary and Wages	188,359.00	188,359.00	187,964.50		394.50	
Other Expenses	264,636.00	264,636.00	232,268.48	\$ 15,582.64	16,784.88	
Total Shared Service Agreements -- Excluded from "CAPS"	656,570.00	656,570.00	623,385.96	15,582.64	17,601.40	
PUBLIC AND PRIVATE PROGRAMS OFFSET BY REVENUES						
Clean Communities Program (NJSA 40A:4-87 \$19,937.01)		19,937.01	19,937.01			
Municipal Alliance on Alcoholism & Drug Abuse (NJSA 40A:4-87 \$17,182.50)		17,182.50	17,182.50			
Emergency Management Grant (NJSA 40A:4-87 \$5,000.00)		5,000.00	5,000.00			
Municipal Court Alcohol Education Rehab (NJSA 40A:4-87 \$1,709.06)		1,709.06	1,709.06			
Body Armor Replacement Program (NJSA 40A:4-87 \$2,099.69)		2,099.69	2,099.69			
Drunk Driving Enforcement Grant (NJSA 40A:4-87 \$4,837.78)		4,837.78	4,837.78			
Recycling Tonnage Grant	13,935.14	13,935.14	13,935.14			
NJ American Water Firefighter Grant (NJSA 40A:4-87 \$764.00)		764.00	764.00			
Drive Sober or Get Pulled Over (NJSA 40A:4-87 \$5,000.00)		5,000.00	5,000.00			
Click it or Ticket Grant (NJSA 40A:4-87 \$4,000.00)		4,000.00	4,000.00			
Planning for Water Quality Grant (NJSA 40A:4-87 \$13,000.00)		13,000.00	13,000.00			
Matching Funds for Grants	5,000.00	5,000.00			5,000.00	
Total Public and Private Programs Offset by Revenues -- Excluded from "CAPS"	18,935.14	92,465.18	87,465.18		5,000.00	
Total Operations -- Excluded from "CAPS"	718,740.14	792,270.18	745,134.28	15,582.64	31,553.26	
Detail:						
Salaries and Wages	248,359.00	248,359.00	247,941.54		417.46	
Other Expenses	470,381.14	543,911.18	497,192.74	15,582.64	31,135.80	

(Continued)

**TOWNSHIP OF CARNEYS POINT**  
**CURRENT FUND**  
Statement of Expenditures - Regulatory Basis  
For the Year Ended December 31, 2015

	Appropriations		Expended			Unexpended
	Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	Balance Cancelled
OPERATIONS -- EXCLUDED FROM "CAPS"						
CAPITAL IMPROVEMENT FUND -- EXCLUDED FROM "CAPS"						
Capital Improvement Fund - Penns Grove Interlocal	\$ 60,000.00	\$ 60,000.00	\$ 60,000.00			
Total Capital Improvements -- Excluded from "CAPS"	60,000.00	60,000.00	60,000.00			
MUNICIPAL DEBT SERVICE -- EXCLUDED FROM "CAPS"						
Payment of Bond Principal	535,000.00	535,000.00	535,000.00			
Payment of Bond Anticipation Notes	56,000.00	56,000.00	56,000.00			
Interest on Bonds	86,000.00	86,000.00	86,000.00			
Interest on Notes	8,100.00	8,100.00	8,051.02			\$ 48.98
Green Trust Loan Program	14,000.00	14,000.00	13,912.10			87.90
NJEIT Loans						
Loan Payment	24,800.00	24,800.00	24,742.55			57.45
Interest on Loan	2,400.00	2,400.00	2,400.00			
Total Municipal Debt Service -- Excluded from "CAPS"	726,300.00	726,300.00	726,105.67			194.33
DEFERRED CHARGES -- EXCLUDED FROM "CAPS"						
Emergency Authorization	60,000.00	60,000.00	60,000.00			
Total Deferred Charges -- Excluded from "CAPS"	60,000.00	60,000.00	60,000.00			
Total General Appropriations for Municipal Purposes Excluded from "CAPS"	1,565,040.14	1,638,570.18	1,591,239.95	\$ 15,582.64	\$ 31,553.26	194.33
Subtotal General Appropriations	8,368,240.39	8,441,770.43	7,953,494.23	88,337.10	399,744.77	194.33
Reserve for Uncollected Taxes	885,161.06	885,161.06	885,161.06			
Total General Appropriations	\$ 9,253,401.45	\$ 9,326,931.49	\$ 8,838,655.29	\$ 88,337.10	\$ 399,744.77	\$ 194.33
Adopted Budget		\$ 9,253,401.45				
Appropriation by 40A:4-87		73,530.04				
Deferred Charges - Excluded from "CAPS"			\$ 60,000.00			
Reserve for Federal and State Grant Funds Appropriated			87,465.18			
Reserve for Uncollected Taxes			885,161.06			
Disbursed			7,806,029.05			
		\$ 9,326,931.49	\$ 8,838,655.29			

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

**TOWNSHIP OF CARNEYS POINT**  
**TRUST FUNDS**  
 Statements of Assets, Liabilities and Reserves -- Regulatory Basis  
 As of December 31, 2015 and 2014

	<u>Ref.</u>	<u>2015</u>	<u>2014</u>
<u>ASSETS:</u>			
Animal Control Fund:			
Cash	SB-1	\$ 853.20	\$ 254.40
		<u>853.20</u>	<u>254.40</u>
Other Funds:			
Cash - CFO	SB-1	490,490.55	461,129.65
Cash - Tax Collector	SB-1	228,426.23	233,313.16
Due from Current Fund	SB-6		350.95
		<u>718,916.78</u>	<u>694,793.76</u>
Municipal Open Space Fund:			
Cash	SB-1	301,184.33	293,426.48
Due from Current Fund	SB-7	60.59	51.10
		<u>301,244.92</u>	<u>293,477.58</u>
Total Trust Funds		<u>\$ 1,021,014.90</u>	<u>\$ 988,525.74</u>

(Continued)



**TOWNSHIP OF CARNEYS POINT**  
**TRUST FUNDS**  
 Statements of Assets, Liabilities and Reserves -- Regulatory Basis  
 As of December 31, 2015 and 2014

	<u>Ref.</u>	<u>2015</u>	<u>2014</u>
<u>LIABILITIES, RESERVES, AND FUND BALANCE:</u>			
Animal Control Fund:			
Reserve for Animal Control Expenditures	SB-2	\$ 842.40	\$ 254.40
Due State of New Jersey - Department of Health	SB-3	10.80	
		<u>853.20</u>	<u>254.40</u>
Trust Other Funds:			
Due to Current Fund	SB-6	143.66	
Reserve for:			
Developers Escrow	SB-4	136,082.34	137,377.74
Accumulated Absences	SB-5	48,010.93	17,974.32
Payroll Deductions Payable	SB-5	4,498.94	3,266.29
Street Opening Deposits Escrow	SB-5	48,051.62	39,209.25
Recreation	SB-5	58,233.44	73,664.29
Unemployment	SB-5	62,110.41	55,748.62
Public Defender	SB-5	461.72	545.08
Municipal Alliance	SB-5	3,700.79	3,015.57
Police Outside Employment	SB-5	33,603.96	28,256.17
Forfeiture Trust	SB-5	1,300.98	0.33
House Revitalization Loan Account	SB-5	5,959.28	19,611.93
COAH	SB-5	51,434.59	45,457.47
Tax Title Liens Redemption	SB-5	13,819.39	47,097.80
Tax Title Liens Premiums	SB-5	214,600.00	186,200.00
Confiscated Funds	SB-5	7,303.50	7,292.55
Snow Removal	SB-5	14,024.42	7,011.67
Fire/Rescue	SB-5	3,462.12	3,456.92
Recreation Facility Improvement	SB-5	11,702.59	19,477.76
POAA	SB-5	412.10	130.00
		<u>718,916.78</u>	<u>694,793.76</u>
Municipal Open Space Fund:			
Reserve for Future Use	SB-8	301,244.92	293,477.58
		<u>301,244.92</u>	<u>293,477.58</u>
Total Trust Funds		<u>\$ 1,021,014.90</u>	<u>\$ 988,525.74</u>

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

**TOWNSHIP OF CARNEYS POINT**  
**TRUST FUND - MUNICIPAL OPEN SPACE**  
**Statement of Revenues -- Regulatory Basis**  
**For the Year Ended December 31, 2015**

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	Anticipated <u>Budget</u>	<u>Realized</u>	Excess (Deficit)
Amount to be Raised by Taxation	\$ 7,317.00	\$ 7,326.49	\$ 9.49
Miscellaneous		440.85	440.85
	<hr/>	<hr/>	<hr/>
Total Open Space Revenues	<u>\$ 7,317.00</u>	<u>\$ 7,767.34</u>	<u>\$ 450.34</u>

Analysis of Realized Revenues

Amount to be Raised by Taxation:

Receipts:

Municipal Open Space Tax Levy  
Added & Omitted Taxes

\$ 7,317.00	
9.49	
<hr/>	
	\$ 7,326.49
	<hr/>

Miscellaneous:

Receipts:

Interest Earned on Deposits

\$ 440.85
<hr/>

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

**TOWNSHIP OF CARNEYS POINT**  
**TRUST FUND - MUNICIPAL OPEN SPACE**  
Statement of Expenditures -- Regulatory Basis  
For the Year Ended December 31, 2015

	<u>Appropriations</u>		<u>Expended</u>			<u>Unexpended Balance Cancelled</u>
	<u>Original Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Encumbrances Payable</u>	<u>Reserved</u>	
Reserve for Future Use	\$ 7,317.00	\$ 7,317.00	\$ 7,317.00			
Total Open Space Appropriations	<u>\$ 7,317.00</u>	<u>\$ 7,317.00</u>	<u>\$ 7,317.00</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

**TOWNSHIP OF CARNEYS POINT****GENERAL CAPITAL FUND**

Statements of Assets, Liabilities, Reserves and Fund Balance -- Regulatory Basis

As of December 31, 2015 and 2014

	<u>Ref.</u>	<u>2015</u>	<u>2014</u>
<b><u>ASSETS:</u></b>			
Cash	SC-1	\$ 1,262,543.75	\$ 980,967.66
Grants Receivable	SC-5	191,250.00	153,000.00
Deferred Charges to Future Taxation:			
Funded	SC-3	1,535,852.22	2,107,180.01
Unfunded	SC-6	2,198,967.00	1,008,567.00
		<u>\$ 5,188,612.97</u>	<u>\$ 4,249,714.67</u>
<b><u>LIABILITIES, RESERVES, AND FUND BALANCE:</u></b>			
Bonds Payable	SC-8	\$ 1,185,000.00	\$ 1,720,000.00
Green Acres Trust Loan Payable	SC-9	108,251.86	119,825.04
Bond Anticipation Note Payable	SC-10	1,519,500.00	815,500.00
NJEIT Loan Payable	SC-11	242,600.36	267,354.97
Improvement Authorizations:			
Funded	SC-7	170,018.96	45,354.14
Unfunded	SC-7	1,563,874.16	466,311.97
Encumbrances Payable	SC-7	34,461.38	46,419.50
Contracts Payable	SC-1		400,434.00
Reserves for:			
Improvements to Recreation Sites	C	61,374.60	61,374.60
Purchase of Recycling Truck	C	32,777.00	32,777.00
Purchase of Public Works Equipment	C	25,000.00	25,000.00
Acquisition of Equipment for Buildings and Grounds	C	9,000.00	9,000.00
Construction of Addition to Public Building and Fire Building	C	12,711.90	12,711.90
Payment of Debt	C	52,310.00	52,310.00
Capital Improvement Fund	SC-4	132,710.39	138,310.39
Fund Balance	C-1	39,022.36	37,031.16
		<u>\$ 5,188,612.97</u>	<u>\$ 4,249,714.67</u>

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

**TOWNSHIP OF CARNEYS POINT**  
**GENERAL CAPITAL FUND**  
Statement of Fund Balance -- Regulatory Basis  
For the Year Ended December 31, 2015

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Balance December 31, 2014	\$ 37,031.16
Increased by:	
Bond Anticipation Note Premium Received	<u>1,991.20</u>
Balance December 31, 2015	<u><u>\$ 39,022.36</u></u>

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

**TOWNSHIP OF CARNEYS POINT**  
**PUBLIC ASSISTANCE FUND**  
 Statements of Assets, Liabilities and Reserves -- Regulatory Basis  
 As of December 31, 2015 and 2014

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	<u>Ref.</u>	<u>2015</u>	<u>2014</u>
<u>ASSETS:</u>			
Cash	SD-1	<u>\$ -</u>	<u>\$ 4,678.62</u>
<u>LIABILITIES AND RESERVES:</u>			
Reserve for Public Assistance	SD-2	<u>\$ -</u>	<u>\$ 4,678.62</u>

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

**TOWNSHIP OF CARNEYS POINT**  
**GENERAL FIXED ASSETS GROUP OF ACCOUNTS**  
Statement of General Fixed Assets Group of Accounts - Regulatory Basis  
For the Year Ended December 31, 2015

General Fixed Assets:	Balance Dec. 31, 2014	Additions	Deletions	Balance Dec. 31, 2015
Land	\$ 1,331,000.00			\$ 1,331,000.00
Building	5,131,455.80	\$ 16,897.00	\$ 22,500.00	5,125,852.80
Machinery and Equipment	1,028,741.31	39,566.00		1,068,307.31
Vehicles	2,164,574.46	267,320.00	108,289.13	2,323,605.33
	<u>\$ 9,655,771.57</u>	<u>\$ 323,783.00</u>	<u>\$ 130,789.13</u>	<u>\$ 9,848,765.44</u>
Investment in General Fixed Assets	<u>\$ 9,655,771.57</u>	<u>\$ 323,783.00</u>	<u>\$ 130,789.13</u>	<u>\$ 9,848,765.44</u>

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

**TOWNSHIP OF CARNEYS POINT****INDUSTRIAL COMMISSION**

Statements of Assets, Liabilities, Reserves and Fund Balance -- Regulatory Basis

As of December 31, 2015 and 2014

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	<u>Ref.</u>	<u>2015</u>	<u>2014</u>
ASSETS:			
Cash	SF-1	\$ 7,442.74	\$ 5,037.22
Land	F	<u>318,650.00</u>	<u>318,650.00</u>
		<u>\$ 326,092.74</u>	<u>\$ 323,687.22</u>
LIABILITIES, RESERVES AND FUND BALANCE:			
Fund Balance	F-1	<u>\$ 326,092.74</u>	<u>\$ 323,687.22</u>



**TOWNSHIP OF CARNEYS POINT**  
**INDUSTRIAL COMMISSION**

Statements of Operations and Changes in Fund Balance -- Regulatory Basis  
For the Years Ended December 31, 2015 and 2014

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	<u>2015</u>	<u>2014</u>
REVENUE AND OTHER INCOME REALIZED		
Budget Appropriation	\$ 6,000.00	
Interest Earned on Deposits	<u>10.52</u>	<u>\$ 11.46</u>
Total Income	<u>6,010.52</u>	<u>11.46</u>
EXPENDITURES		
Administration	<u>3,605.00</u>	<u>4,866.06</u>
Excess (Loss) Revenue	2,405.52	(4,854.60)
FUND BALANCE		
Balance January 1	<u>323,687.22</u>	<u>328,541.82</u>
Balance December 31	<u><u>\$ 326,092.74</u></u>	<u><u>\$ 323,687.22</u></u>

**TOWNSHIP OF CARNEYS POINT**  
**INDUSTRIAL COMMISSION**  
Statement of Expenditures - Regulatory Basis  
For the Year Ended December 31, 2015

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	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
Administration	<u>\$ 10,000.00</u>	<u>\$ 3,605.00</u>	<u>\$ 6,395.00</u>
Total	<u><u>\$ 10,000.00</u></u>	<u><u>\$ 3,605.00</u></u>	<u><u>\$ 6,395.00</u></u>

**TOWNSHIP OF CARNEYS POINT**  
Notes to Financial Statements  
For the Year Ended December 31, 2015

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**Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Description of Financial Reporting Entity** - The Township of Carneys Point (hereafter referred to as the "Township") was originally incorporated as Upper Penns Neck Township on February 21, 1798. The voters approved a referendum on November 8, 1976 and on November 10, 1976 the Township Committee changed the name. The Township is located in Salem County, New Jersey approximately twenty-three miles southeast of the City of Philadelphia. The population according to the 2010 census is 8,049.

There are five Committee Members each elected to three-year terms on a staggered basis, with one or two seats coming up for election each year. Annually the Committee elects one of themselves to serve as Mayor. Executive and administrative responsibilities rest with the Mayor, who is assisted by the Township Administrator.

**Component Units** - The financial statements of the component unit of the Township are not presented in accordance with Governmental Accounting Standards Board GASB Statements No. 14, *The Financial Reporting Entity*, as amended by GASB Statement No. 39, *Determining Whether Certain Organizations are Component Units*, and GASB Statement No. 61, *The Financial Reporting Entity: Omnibus - an amendment of GASB Statements No. 14 and No. 34*. If the provisions of GASBS No. 14, as amended by GASBS No. 39 and GASBS No. 61, had been complied with, the financial statements of the following component unit would have been either blended or discretely presented with the financial statements of the Township, the primary government:

Carneys Point Township Sewerage Authority  
303 Harding Highway  
Carneys Point, New Jersey 08069

Annual financial reports may be inspected directly at the office of this component unit during regular business hours.

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

In accordance with the "Requirements", the Township accounts for its financial transactions through the use of separate funds which are described as follows:

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

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

**Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)****Measurement Focus, Basis of Accounting and Financial Statement Presentation (Cont'd)**

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

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

**Industrial Commission** – Provides assistance to new businesses and helps existing business expand. The seven-member board is appointed by the mayor under authority of New Jersey State law and Township ordinance.

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

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

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

**Cash, Cash Equivalents and Investments** - Cash and cash equivalents include petty cash, change funds and cash on deposit with public depositories. All certificates of deposit are recorded as cash regardless of the date of maturity. Investments are stated at cost. Consequently, unrealized gain or loss on investments has not been recorded in accordance with Governmental Accounting Standards Board Statement No. 31.

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

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

**Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)****Cash, Cash Equivalents and Investments (Cont'd)**

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

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

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

**General Fixed Assets** - Accounting for governmental fixed assets, as required by N.J.A.C. 5:30-5.6, differs in certain respects from accounting principles generally accepted in the United States of America. In accordance with the regulations, all local units, including municipalities, must maintain a general fixed assets reporting system that establishes and maintains a physical inventory of nonexpendable, tangible property as defined and limited by the U.S. Office of Management and *Budget's Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Part 200, §200.12), except that the useful life of such property is at least five years. The Township has adopted a capitalization threshold of \$5,000.00, the maximum amount allowed by the Circular. Generally, assets are valued at historical cost; however, assets acquired prior to December 31, 1985 are valued at actual historical cost or estimated historical cost. No depreciation of general fixed assets is recorded. Donated general fixed assets are recorded at their estimated fair market value on the acquisition date. Interest costs relative to the acquisition of general fixed assets are recorded as expenditures when paid. Public domain ("infrastructure") general fixed assets consisting of certain improvements such as roads, bridges, curbs and gutters, streets and sidewalks and drainage systems are not capitalized. Expenditures for construction in progress are recorded in the capital funds until such time as the construction is completed and put into operation. The Township is required to maintain a subsidiary ledger detailing fixed assets records to control additions, retirements, and transfers of fixed assets. In addition, a statement of general fixed asset group of accounts, reflecting the activity for the year, must be included in the Township's basic financial statements.

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

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

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

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

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

**Fund Balance** - Fund Balances included in the current fund represent amounts available for anticipation as revenue in future years' budgets, with certain restrictions.

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

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

**School Taxes** - The Township is responsible for levying, collecting and remitting school taxes for the Penns Grove-Carneys Point Regional School District. Operations is charged for the full amount required to be raised from taxation to operate the regional school district for the period from January 1 to December 31.

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

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

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

Appropriations for principal and interest payments on outstanding general capital bonds and notes are provided on the cash basis.

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

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

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

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

**Impact of Recently Issued Accounting Principles****Recently Issued and Adopted Accounting Pronouncements**

For the year ended December 31, 2015, the Township adopted GASB 68, *Accounting and Financial Reporting for Pensions - an amendment of GASB Statement No. 27*, and GASB 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date - an amendment of GASB Statement No. 68*. As a result of adopting such Statements, the Township was required to measure and disclose liabilities, deferred outflows of resources, deferred inflows of resources, and expense/expenditures related to their defined benefit pensions. As a result of the regulatory basis of accounting previously described in note 1, the implementation of these Statements only required financial statement disclosures. There exists no impact on the financial statements of the Township.

**Note 2: CASH AND CASH EQUIVALENTS**

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

As of December 31, 2015, the Township's bank balances of \$4,926,367.19 were exposed to custodial credit risk as follows:

Insured by FDIC and GUDPA	\$ 4,803,787.83
Uninsured and Uncollateralized	<u>122,579.36</u>
Total	<u>\$ 4,926,367.19</u>

**Note 3: PROPERTY TAXES**

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

**Comparative Schedule of Tax Rates**

	<u>Year Ended</u>				
	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Tax Rate	<u>\$ 2.697</u>	<u>\$ 2.553</u>	<u>\$ 2.506</u>	<u>\$ 2.423</u>	<u>\$ 2.331</u>
Apportionment of Tax Rate:					
Municipal	\$ .435	\$ .412	\$ .392	\$ .378	\$ .371
Municipal Open Space	.001	.001	.001	.001	.010
County	.941	.888	.916	.897	.842
County Open Space	.020	.019	.020	.020	.020
Regional School	1.300	1.233	1.177	1.127	1.088

**Assessed Valuation**

<u>Year</u>	<u>Amount</u>
2015	\$ 731,705,372.00
2014	728,341,231.00
2013	728,265,196.00
2012	724,574,673.00
2011	723,691,959.00

**Comparison of Tax Levies and Collections**

<u>Year</u>	<u>Tax Levy</u>	<u>Collections</u>	<u>Percentage of Collections</u>
2015	\$ 19,759,620.39	\$ 18,829,346.37	95.29%
2014	18,681,239.95	17,952,281.54	96.10%
2013	18,292,072.23	17,534,855.51	95.86%
2012	17,640,574.15	16,810,734.72	95.30%
2011	16,983,234.76	16,324,516.87	96.12%

**Delinquent Taxes and Tax Title Liens**

<u>Year</u>	<u>Tax Title Liens</u>	<u>Delinquent Taxes</u>	<u>Total Delinquent</u>	<u>Percentage of Tax Levy</u>
2015	\$ 1,048,922.44	\$ 564,284.43	\$ 1,613,206.87	8.16%
2014	1,140,040.61	459,175.31	1,599,215.92	8.56%
2013	860,162.44	593,322.78	1,453,485.22	7.95%
2012	741,631.51	718,265.71	1,459,897.22	8.28%
2011	675,634.24	557,946.16	1,233,580.40	7.26%



**Note 3: PROPERTY TAXES (CONT'D)**

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

<u>Year</u>	<u>Number</u>
2015	178
2014	155
2013	88
2012	75
2011	69

**Note 4: PROPERTY ACQUIRED BY TAX TITLE LIEN LIQUIDATION**

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

<u>Year</u>	<u>Amount</u>
2015	None
2014	None
2013	None
2012	None
2011	None

**Note 5: FUND BALANCES APPROPRIATED**

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

**Current Fund**

<u>Year</u>	<u>Balance December 31,</u>	<u>Utilized in Budget of Succeeding Year</u>	<u>Percentage of Fund Balance Used</u>
2015	\$ 1,595,093.77	\$ 835,000.00	52.35%
2014	1,238,671.38	825,000.00	66.60%
2013	1,744,726.40	1,177,000.00	67.46%
2012	1,500,229.31	1,096,526.00	73.09%
2011	1,556,467.25	1,152,605.00	74.05%

**Note 6: INTERFUND RECEIVABLES AND PAYABLES**

The following interfund balances were recorded on the various statements of assets, liabilities, reserves and fund balance as of December 31, 2015:

<u>Fund</u>	<u>Interfunds Receivable</u>	<u>Interfunds Payable</u>
Current	\$ 143.66	\$ 60.59
Trust - Municipal Open Space	60.59	
Trust - Other		143.66
	<u>\$ 204.25</u>	<u>\$ 204.25</u>

The interfund receivables and payables above predominately resulted from collections and payments made by certain funds on behalf of other funds. During the year 2016, the Township expects to liquidate such interfunds, depending upon the availability of cash flow.

**Note 7: PENSION PLANS**

A substantial number of the Township's employees participate in one of the following defined benefit pension plans: the Public Employees' Retirement System ("PERS") and the Police and Firemen's Retirement System ("PFRS"), which are administered by the New Jersey Division of Pensions and Benefits. In addition, several Township employees participate in the Defined Contribution Retirement Program ("DCRP"), which is a defined contribution pension plan. This plan is administered by Prudential Financial for the New Jersey Division of Pensions and Benefits. Each plan has a Board of Trustees that is primarily responsible for its administration. The Division issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to:

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>

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

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

**Note 7: PENSION PLANS (CONT'D)****General Information about the Pension Plans (Cont'd)****Plan Descriptions (Cont'd)**

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

**Defined Contribution Retirement Program** - The Defined Contribution Retirement Program is a multiple-employer defined contribution pension fund established on July 1, 2007 under the provisions of Chapter 92, P.L. 2007, and Chapter 103, P.L. 2007 (N.J.S.A. 43:15C-1 et. seq.). The DCRP is a tax-qualified defined contribution money purchase pension plan under Internal Revenue Code (IRC) § 401(a) et seq., and is a "governmental plan" within the meaning of IRC § 414(d). The DCRP provides retirement benefits for eligible employees and their beneficiaries. Individuals covered under DCRP are employees enrolled in PERS on or after July 1, 2007, who earn salary in excess of established "maximum compensation" limits; employees enrolled in PFRS after May 21, 2010, who earn salary in excess of established "maximum compensation" limits; employees otherwise eligible to enroll in PERS on or after November 2, 2008, who do not earn the minimum annual salary for tier 3 enrollment but who earn salary of at least \$5,000.00 annually; and employees otherwise eligible to enroll in PERS after May 21, 2010 who do not work the minimum number of hours per week required for tiers 4 or 5 enrollment, but who earn salary of at least \$5,000.00 annually.

**Vesting and Benefit Provisions**

**Public Employees' Retirement System** - The vesting and benefit provisions are set by N.J.S.A. 43:15A. The PERS provides retirement, death and disability benefits. All benefits vest after ten years of service, except for medical benefits, which vest after 25 years of service or under the disability provisions of the PERS.

The following represents the membership tiers for PERS:

**Tier Definition**

- 1 Members who were enrolled prior to July 1, 2007
- 2 Members who were eligible to enroll on or after July 1, 2007 and prior to November 2, 2008
- 3 Members who were eligible to enroll on or after November 2, 2008 and prior to May 21, 2010
- 4 Members who were eligible to enroll after May 21, 2010 and prior to June 28, 2011
- 5 Members who were eligible to enroll on or after June 28, 2011

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

**Note 7: PENSION PLANS (CONT'D)****General Information about the Pension Plans (Cont'd)****Vesting and Benefit Provisions (Cont'd)**

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

The following represents the membership tiers for PFRS:

**Tier Definition**

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

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

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

**Contributions**

**Public Employees' Retirement System** - The contribution policy is set by N.J.S.A. 43:15A and requires contributions by active members and contributing employers. Members contribute at a uniform rate. Pursuant to the provisions of Chapter 78, P.L. 2011, the active member contribution rate increased from 5.5% of annual compensation to 6.5% plus an additional 1% phased-in over seven years beginning in July 2012. The member contribution rate was 6.92% in State fiscal year 2015. The phase-in of the additional incremental member contribution rate takes place in July of each subsequent State fiscal year. The rate for members who are eligible for the Prosecutors Part of PERS (Chapter 366, P.L. 2001) increased from 8.5% of base salary to 10%. Employers' contributions are based on an actuarially determined amount which includes the normal cost and unfunded accrued liability.

The Township's contractually required contribution rate for the year ended December 31, 2015 was 12.70% of the Township's covered-employee payroll. This amount was actuarially determined as the amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, including an additional amount to finance any unfunded accrued liability.

**Note 7: PENSION PLANS (CONT'D)****General Information about the Pension Plans (Cont'd)****Contributions (Cont'd)**

**Public Employees' Retirement System (Cont'd)** - Based on the most recent PERS measurement date of June 30, 2015, the Township's contractually required contribution to the pension plan for the year ended December 31, 2015 is \$146,464.00, and is payable by April 1, 2016. Due to the basis of accounting described in note 1, no liability has been recorded in the financial statements for this amount. Based on the PERS measurement date of June 30, 2014, the Township's contractually required contribution to the pension plan for the year ended December 31, 2014 was \$143,095.00, which was paid on April 1, 2015. Employee contributions to the plan during the year ended December 31, 2015 were \$81,122.82.

**Police and Firemen's Retirement System** - The contribution policy is set by N.J.S.A. 43:16A and requires contributions by active members and contributing employers. Pursuant to the provisions of Chapter 78, P.L. 2011, the active member contribution rate increased from 8.5% to 10.0% in October 2011. Employers' contributions are based on an actuarially determined amount which includes the normal cost and unfunded accrued liability.

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

The Township's contractually required contribution rate for the year ended December 31, 2015 was 22.42% of the Township's covered-employee payroll. This amount was actuarially determined as the amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability.

Based on the most recent PFRS measurement date of June 30, 2015, the Township's contractually required contribution to the pension plan for the year ended December 31, 2015 is \$344,604.00, and is payable by April 1, 2016. Due to the basis of accounting described in note 1, no liability has been recorded in the financial statements for this amount. Based on the PFRS measurement date of June 30, 2014, the Township's contractually required contribution to the pension plan for the year ended December 31, 2014 was \$368,671.00, which was paid on April 1, 2015. Employee contributions to the plan during the year ended December 31, 2015 were \$159,650.25.

The amount of contractually required contribution for the State of New Jersey's proportionate share, associated with the Township, for the year ended December 31, 2015 was 2.10% of the Township's covered-employee payroll.

**Note 7: PENSION PLANS (CONT'D)****General Information about the Pension Plans (Cont'd)****Contributions (Cont'd)**

**Police and Firemen's Retirement System (Cont'd)** - Based on the most recent PFRS measurement date of June 30, 2015, the State's contractually required contribution, on-behalf of the Township, to the pension plan for the year ended December 31, 2015 is \$32,236.00, and is payable by April 1, 2016. Based on the PFRS measurement date of June 30, 2014, the State's contractually required contribution, on-behalf of the Township, to the pension plan for the year ended December 31, 2014 was \$26,997.00, which was paid on April 1, 2015.

**Defined Contribution Retirement Program** - The contribution policy is set by N.J.S.A. 43:15C-3 and requires contributions by active members and contributing employers. In accordance with Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007, plan members are required to contribute 5.5% of their annual covered salary. In addition to the employee contributions, the Township contributes 3% of the employees' base salary, for each pay period, to Prudential Financial not later than the fifth business day after the date on which the employee is paid for that pay period.

For the year ended December 31, 2015, employee contributions totaled \$2,863.70, and the Township's contributions were \$2,064.66. There were no forfeitures during the year.

**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions**

**Public Employees' Retirement System** - At December 31, 2015, the Township's proportionate share of the PERS net pension liability was \$3,824,243.00. The net pension liability was measured as of June 30, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2014. The total pension liability was calculated through the use of updated procedures to roll forward from the actuarial valuation date to the measurement date of June 30, 2015. The Township's proportion of the net pension liability was based on a projection of the Township's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. For the June 30, 2015 measurement date, the Township's proportion was 0.0170360105%, which was a decrease of 0.0003217653% from its proportion measured as of June 30, 2014.

At December 31, 2015, the Township's proportionate share of the PERS pension expense, calculated by the plan as of the June 30, 2015 measurement date is \$205,640.00. This expense is not recognized by the Township because of the regulatory basis of accounting as described in note 1; however, as previously mentioned, for the year ended December 31, 2015, the Township's contributions to PERS were \$146,464.00, and were paid on April 1, 2015.

**Police and Firemen's Retirement System** - At December 31, 2015, the Township's and State of New Jersey's proportionate share of the PFRS net pension liability were as follows:

Township's Proportionate Share of Net Pension Liability	\$ 7,061,445.00
State of New Jersey's Proportionate Share of Net Pension Liability Associated with the Township	619,265.00
	<u>\$ 7,680,710.00</u>

**Note 7: PENSION PLANS (CONT'D)****Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)**

**Police and Firemen's Retirement System (Cont'd)** - The net pension liability was measured as of June 30, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2014. The total pension liability was calculated through the use of updated procedures to roll forward from the actuarial valuation date to the measurement date of June 30, 2015. The Township's proportion of the net pension liability was based on a projection of the Township's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers and the State of New Jersey, actuarially determined. For the June 30, 2015 measurement date, the Township's proportion was 0.0423944937%, which was a decrease of 0.0056052261% from its proportion measured as of June 30, 2014. Likewise, at June 30, 2015, the State of New Jersey's proportion, on-behalf of the Township, was 0.0423944937%, which was a decrease of 0.0056052261% from its proportion, on-behalf of the Township, measured as of June 30, 2014.

At December 31, 2015, the Township's proportionate share of the PFRS pension expense, calculated by the plan as of the June 30, 2015 measurement date is \$545,028.00. This expense is not recognized by the Township because of the regulatory basis of accounting as described in note 1; however, as previously mentioned, for the year ended December 31, 2015, the Township's contributions to PFRS were \$344,604.00, and were paid on April 1, 2015.

At December 31, 2015, the State's proportionate share of the PFRS pension expense, associated with the Township, calculated by the plan as of the June 30, 2015 measurement date is \$77,244.00. This on-behalf expense is not recognized by the Township because of the regulatory basis of accounting as described in note 1.

**Deferred Outflows of Resources and Deferred Inflows of Resources** - At December 31, 2015, the Township had deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>			<u>Deferred Inflows of Resources</u>		
	<u>PERS</u>	<u>PFRS</u>	<u>Total</u>	<u>PERS</u>	<u>PFRS</u>	<u>Total</u>
Differences between Expected and Actual Experience	\$ 91,233.00	\$ -	\$ 91,233.00	\$ -	\$ 60,907.00	\$ 60,907.00
Changes of Assumptions	410,693.00	1,303,718.00	1,714,411.00	-	-	-
Net Difference between Projected and Actual Earnings on Pension Plan Investments	-	-	-	61,486.00	122,898.00	184,384.00
Changes in Proportion and Differences between Township Contributions and Proportionate Share of Contributions	-	280,036.00	280,036.00	208,930.00	614,840.00	823,770.00
Township Contributions Subsequent to the Measurement Date	73,232.00	172,302.00	245,534.00	-	-	-
	<u>\$ 575,158.00</u>	<u>\$ 1,756,056.00</u>	<u>\$ 2,331,214.00</u>	<u>\$ 270,416.00</u>	<u>\$ 798,645.00</u>	<u>\$ 1,069,061.00</u>

\$73,232.00 and \$172,302.00 for PERS and PFRS, respectively, included in deferred outflows of resources, will be included as a reduction of the net pension liability in the year ending December 31, 2016. These amounts were based on an estimated April 1, 2017 contractually required contribution, prorated from the pension plans measurement date of June 30, 2015 to the Township's year end of December 31, 2015.

**Note 7: PENSION PLANS (CONT'D)****Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)**

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

	<u>PERS</u>		<u>PFRS</u>	
	<u>Deferred Outflow of Resources</u>	<u>Deferred Inflow of Resources</u>	<u>Deferred Outflow of Resources</u>	<u>Deferred Inflow of Resources</u>
Differences between Expected and Actual Experience				
Year of Pension Plan Deferral:				
June 30, 2014	-	-	-	-
June 30, 2015	5.72	-	-	5.53
Changes of Assumptions				
Year of Pension Plan Deferral:				
June 30, 2014	6.44	-	6.17	-
June 30, 2015	5.72	-	5.53	-
Net Difference between Projected and Actual Earnings on Pension Plan Investments				
Year of Pension Plan Deferral:				
June 30, 2014	-	5.00	-	5.00
June 30, 2015	-	5.00	-	5.00
Changes in Proportion and Differences between Township Contributions and Proportionate Share of Contributions				
Year of Pension Plan Deferral:				
June 30, 2014	6.44	6.44	6.17	6.17
June 30, 2015	5.72	5.72	5.53	5.53



**Note 7: PENSION PLANS (CONT'D)****Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)**

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

<b><u>Year Ending Dec 31,</u></b>	<b><u>PERS</u></b>	<b><u>PFRS</u></b>	<b><u>Total</u></b>
2016	\$ 33,934.00	\$ 144,745.00	\$ 178,679.00
2017	33,934.00	144,745.00	178,679.00
2018	33,932.00	144,743.00	178,675.00
2019	82,350.00	298,781.00	381,131.00
2020	47,360.00	52,095.00	99,455.00
	<u>\$ 231,510.00</u>	<u>\$ 785,109.00</u>	<u>\$ 1,016,619.00</u>

**Actuarial Assumptions**

The net pension liability was measured as of June 30, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2014. The total pension liability was calculated through the use of updated procedures to roll forward from the actuarial valuation date to the measurement date of June 30, 2015. This actuarial valuation used the following actuarial assumptions, applied to all periods included in the measurement:

	<b><u>PERS</u></b>	<b><u>PFRS</u></b>
Inflation	3.04%	3.04%
Salary Increases:		
2012-2021	2.15% - 4.40% Based on Age	2.60% - 9.48% Based on Age
Thereafter	3.15% - 5.40% Based on Age	3.60% - 10.48% Based on Age
Investment Rate of Return	7.90%	7.90%
Mortality Rate Table	RP-2000	RP-2000
Period of Actuarial Experience		
Study upon which Actuarial		
Assumptions were Based	July 1, 2008 - June 30, 2011	July 1, 2010 - June 30, 2013

For PERS, mortality rates were based on the RP-2000 Combined Healthy Male and Female Mortality Tables (setback 1 year for males and females) for service retirement and beneficiaries of former members with adjustments for mortality improvements from the base year of 2012 based on Projection Scale AA. The RP-2000 Disabled Mortality Tables (setback 3 years for males and setback 1 year for females) are used to value disabled retirees.

**Note 7: PENSION PLANS (CONT'D)****Actuarial Assumptions (Cont'd)**

For PFRS, mortality rates were based on the RP-2000 Combined Healthy Mortality Tables projected one year using Projection Scale AA and one year using Projection Scale BB for male service retirements with adjustments for mortality improvements from the base year based on Projection Scale BB. Mortality rates were based on the RP-2000 Combined Healthy Mortality Tables projected fourteen years using Projection Scale BB for female service retirements and beneficiaries with adjustments for mortality improvements from the base year of 2014 based on Projection Scale BB.

For PERS and PFRS, in accordance with State statute, the long-term expected rate of return on plan investments (7.90% at June 30, 2015) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic rates of return for each major asset class included in PERS's and PFRS's target asset allocation as of June 30, 2015 are summarized in the following table:

<b><u>Asset Class</u></b>	<b><u>Target Allocation</u></b>	<b><u>Long-Term Expected Real Rate of Return</u></b>
Cash	5.00%	1.04%
U.S. Treasuries	1.75%	1.64%
Investment Grade Credit	10.00%	1.79%
Mortgages	2.10%	1.62%
High Yield Bonds	2.00%	4.03%
Inflation-Indexed Bonds	1.50%	3.25%
Broad U.S. Equities	27.25%	8.52%
Developed Foreign Equities	12.00%	6.88%
Emerging Market Equities	6.40%	10.00%
Private Equity	9.25%	12.41%
Hedge Funds / Absolute Return	12.00%	4.72%
Real Estate (Property)	2.00%	6.83%
Commodities	1.00%	5.32%
Global Debt ex U.S.	3.50%	-0.40%
REIT	4.25%	5.12%
	<u>100.00%</u>	

**Note 7: PENSION PLANS (CONT'D)****Actuarial Assumptions (Cont'd)**

**Discount Rate** - The discount rate used to measure the total pension liability at June 30, 2015 was 4.90% for PERS and 5.79% for PFRS. For both PERS and PFRS, the respective single blended discount rates were based on the long-term expected rate of return on pension plan investments of 7.90%, and a municipal bond rate of 3.80% as of June 30, 2015, 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 rates assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers and for PFRS, the non-employer contributing entity, will be made based on the average of the last five years of 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 2033 for PERS and through 2045 for PFRS. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments through 2033 for PERS and through 2045 for PFRS, and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liabilities.

**Sensitivity of Township's Proportionate Share of Net Pension Liability to Changes in the Discount Rate**

**Public Employees' Retirement System (PERS)** - The following presents the Township's proportionate share of the net pension liability at June 30, 2015, the plans measurement date, calculated using a discount rate of 4.90%, as well as what the Township's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1% lower or 1% higher than the current rates used:

	<b>PERS</b>		
	<b>1% Decrease (3.90%)</b>	<b>Current Discount Rate (4.90%)</b>	<b>1% Increase (5.90%)</b>
Township's Proportionate Share of the Net Pension Liability	<u>\$ 4,753,066.00</u>	<u>\$ 3,824,243.00</u>	<u>\$ 3,045,524.00</u>

**Police and Firemen's Retirement System (PFRS)** - As previously mentioned, PFRS has a special funding situation, where the State of New Jersey pays a portion of the Township's annual required contribution. As such, the net pension liability as of June 30, 2015, the plans measurement date, for the Township and the State of New Jersey, calculated using a discount rate of 5.79%, as well as using a discount rate that is 1% lower or 1% higher than the current rates used is as follows:

	<b>PFRS</b>		
	<b>1% Decrease (4.79%)</b>	<b>Current Discount Rate (5.79%)</b>	<b>1% Increase (6.79%)</b>
Township's Proportionate Share of the Net Pension Liability	\$ 9,309,226.00	\$ 7,061,445.00	\$ 5,228,580.00
State of New Jersey's Proportionate Share of Net Pension Liability associated with the Township	<u>816,388.00</u>	<u>619,265.00</u>	<u>458,529.00</u>
	<u>\$ 10,125,614.00</u>	<u>\$ 7,680,710.00</u>	<u>\$ 5,687,109.00</u>

**Note 7: PENSION PLANS (CONT'D)****Pension Plan Fiduciary Net Position**

Detailed information about each pension plan's fiduciary net position is available in the separately issued New Jersey Division of Pension and Benefits financial report. Information on where to obtain the report is indicated at the beginning of this note.

**Supplementary Pension Information**

In accordance with GASB 68, the following information is also presented for the PERS and PFRS Pension Plans. These schedules are presented to illustrate the requirements to show information for 10 years; however, until a full 10-year trend is compiled, this presentation will only include information for those years for which information is available.

***Schedule of the Township's Proportionate Share of the Net Pension Liability - Public Employees' Retirement System (PERS) (Last Three Years)***

	<b><u>Measurement Date Ended June 30,</u></b>		
	<b><u>2015</u></b>	<b><u>2014</u></b>	<b><u>2013</u></b>
Township's Proportion of the Net Pension Liability	0.0170360105%	0.0173577758%	0.0185555129%
Township's Proportionate Share of the Net Pension Liability	\$ 3,824,243.00	\$ 3,249,850.00	\$ 3,546,327.00
Township's Covered-Employee Payroll	\$ 1,099,852.00	\$ 1,242,164.00	\$ 1,207,172.00
Township's Proportionate Share of the Net Pension Liability as a Percentage of it's Covered-Employee Payroll	347.71%	261.63%	293.77%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	47.93%	52.08%	48.72%

***Schedule of the Township's Contributions - Public Employees' Retirement System (PERS) (Last Three Years)***

	<b><u>Year Ended December 31,</u></b>		
	<b><u>2015</u></b>	<b><u>2014</u></b>	<b><u>2013</u></b>
Township's Contractually Required Contribution	\$ 146,464.00	\$ 143,095.00	\$ 139,812.00
Township's Contribution in Relation to the Contractually Required Contribution	<u>(146,464.00)</u>	<u>(143,095.00)</u>	<u>(139,812.00)</u>
Township's Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Township's Covered-Employee Payroll	\$ 1,153,054.00	\$ 1,149,959.00	1,215,299.00
Township's Contributions as a Percentage of it's Covered-Employee Payroll	12.70%	12.44%	11.50%

**Note 7: PENSION PLANS (CONT'D)****Supplementary Pension Information (Cont'd)*****Schedule of the Township's Proportionate Share of the Net Pension Liability - Police and Firemen's Retirement System (PFRS) (Last Three Years)***

	<u>Measurement Date Ended June 30,</u>		
	<u>2015</u>	<u>2014</u>	<u>2013</u>
Township's Proportion of the Net Pension Liability	0.0423944937%	0.0479997198%	0.0448829480%
Township's Proportionate Share of the Net Pension Liability	\$ 7,061,445.00	\$ 6,037,920.00	\$ 5,966,783.00
State's Proportionate Share of the Net Pension Liability associated with the Township	619,265.00	650,182.00	556,177.00
Total	<u>\$ 7,680,710.00</u>	<u>\$ 6,688,102.00</u>	<u>\$ 6,522,960.00</u>
Township's Covered-Employee Payroll	\$ 1,408,004.00	\$ 1,516,064.00	\$ 1,520,764.00
Township's Proportionate Share of the Net Pension Liability as a Percentage of it's Covered-Employee Payroll	501.52%	398.26%	392.35%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	56.31%	62.41%	58.70%

***Schedule of the Township's Contributions - Police and Firemen's Retirement System (PFRS) (Last Three Years)***

	<u>Year Ended December 31,</u>		
	<u>2015</u>	<u>2014</u>	<u>2013</u>
Township's Contractually Required Contribution	\$ 344,604.00	\$ 368,671.00	\$ 327,456.00
Township's Contribution in Relation to the Contractually Required Contribution	<u>(344,604.00)</u>	<u>(368,671.00)</u>	<u>(327,456.00)</u>
Township's Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Township's Covered-Employee Payroll	\$ 1,536,779.00	\$ 1,403,738.00	\$ 1,522,824.00
Township's Contributions as a Percentage of it's Covered-Employee Payroll	22.42%	26.26%	21.50%

**Note 7: PENSION PLANS (CONT'D)****Other Notes to Supplementary Pension Information*****Public Employees' Retirement System (PERS)***

Changes in Benefit Terms - None

Changes in Assumptions - The discount rate changed from 5.39% as of June 30, 2014, to 4.90% as of June 30, 2015, in accordance with Paragraph 44 of GASB Statement No. 67.

Other Changes in Assumptions – New assumptions related to future increases on Social Security Wage Base and the 401(a)(17) compensation limit have been added as follows:

401(a)(17) Pay Limit – 3.00 per annum  
Social Security Wage Base – 4.00 per annum

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

Changes in Benefit Terms - None

Changes in Assumptions - The discount rate changed from 6.32% as of June 30, 2014, to 5.79% as of June 30, 2015, in accordance with Paragraph 44 of GASB Statement No. 67.

Other Changes in Assumptions – Demographic assumptions with respect to no-vested withdrawal, disability, service retirement, active death, salary increases rates and inactive mortality were revised in accordance with the results of the July 1, 2010 – June 30, 2013 experience study and approved by the Board of Trustees of the PERS Pension Plan at its February 9, 2015 Board Meeting.

**Note 8: COMPENSATED ABSENCES**

Non-contractual full-time Township employees are entitled to paid vacation days based upon their length of service. Upon approval by the Township Committee, up to ten unused vacation days may be accumulated and carried forward to the next succeeding year. Vacation days carried forward must be used in the next succeeding year or be forfeited. Employees are compensated for unused vacation days upon retirement or resignation with Committee approval.

Full-time employees are entitled to 96 hours of paid sick leave each year. Unused sick leave may be accumulated and carried forward to the subsequent year. Employees are not compensated for unused sick days upon retirement or resignation with Committee approval.

The Township has established a Compensated Absences Trust Fund to set aside funds for future payments of compensated absences. At December 31, 2015 the balance of the fund was \$48,010.93. It is estimated that, at December 31, 2015, accrued benefits for compensated absences are valued at \$154,735.97.

**Note 9: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS**

**Plan Description** - The Township's defined benefit postemployment healthcare plan, allows certain police officers and non-contractual active employees who are age sixty (60) or older and who retire from the Township with at least twenty-five (25) years of full-time service with the Township and who are already covered by health insurance through the Township to receive fully paid health and prescription benefits. This entitlement requires that police officers retire from service with the Township, be covered by any collective bargaining agreement between the Township and the Fraternal Order of Police, Labor Council Lodge No. 6 and have served at least twenty-five years. The continuation of benefits to the members of the employee's family will be, as the family exists as of the date of retirement and only to those family members who exist as of the date of retirement. The plan is administered by the Township and does not issue a separate financial report.

**Funding Policy** - The contribution requirement of the plan members and the Township are established and may be amended by the Township's governing body.

**Retirees** - The Township presently funds its current retiree postemployment benefit costs on a "pay-as-you-go" basis. The Township's estimated contributions to the plan for the years ended December 31, 2015, 2014, and 2013 were \$319,872.00, \$290,734.00 and \$279,552.00, respectively. There are no contributions required from eligible retirees.

**Future Retirees** - In accordance with Statement No. 45 of the Governmental Accounting Standards Board, the Township is required to disclose the *annual required contribution of the employer (ARC)*, an amount actuarially determined in accordance with the parameters of Statement No. 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty (30) years. The ARC includes the costs of both current and future retirees. The current ARC was determined to be \$495,798.00 at an unfunded discount rate of 4.50%. As stated above, the Township has funded the cost of existing retirees in the amount of \$319,872.00, and has incurred the benefit costs for future eligible employees, but has not yet begun funding this outstanding liability.

**Annual OPEB Cost** - For year ended December 31, 2015, the Township's annual OPEB cost (expense) of \$499,033.20 for the plan was equal to the ARC plus certain adjustments because the Township's actual contributions in prior years differed from the ARC. The Township's annual required contribution (ARC), the interest on the net OPEB obligation, the adjustment to the ARC, the increase or decrease in the net OPEB obligation, the net OPEB obligation, and the percentage of annual OPEB cost contributed to the plan for years 2015, 2014, and 2013 are as follows:

	<u>2015</u>	<u>2014</u>	<u>2013</u>
Annual Required Contribution (ARC)	\$ 495,798.00	\$ 340,956.00	\$ 340,956.00
Interest on the Net OPEB Obligation	12,478.63	10,100.80	7,253.00
Adjustment to the ARC	<u>(9,243.43)</u>	<u>(7,482.07)</u>	<u>(5,372.59)</u>
Annual OPEB Cost	499,033.20	343,574.73	342,836.41
Pay-as-You Go Cost (Existing Retirees)	<u>(319,872.00)</u>	<u>(290,734.00)</u>	<u>(279,552.00)</u>
Increase (Decrease) in the Net OPEB Obligation	179,161.20	52,840.73	63,284.41
Net OPEB Obligation, January 1	<u>277,302.96</u>	<u>224,462.23</u>	<u>161,177.82</u>
Net OPEB Obligation, December 31	<u>\$ 456,464.16</u>	<u>\$ 277,302.96</u>	<u>\$ 224,462.23</u>
Percentage of Annual OPEB Cost Contributed	64%	85%	82%

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

**Funded Status and Funding Progress** - The funded status of the plan as of the three past actuarial valuation dates is as follows:

	<u>2015</u>	<u>2012</u>	<u>2009</u>
Actuarial Accrued Liability (AAL)	\$ 5,560,763.00	\$ 3,882,268.00	\$ 3,665,162.00
Actuarial Value of Plan Assets	<u>-</u>	<u>-</u>	<u>-</u>
Unfunded Actuarial Accrued Liability (UAAL)	<u>\$ 5,560,763.00</u>	<u>\$ 3,882,268.00</u>	<u>\$ 3,665,162.00</u>
Funded Ratio (Actuarial Value of Plan Assets / AAL)	0.0%	0.0%	0.0%
Covered Payroll (Active Plan Members)	\$ 3,130,000.00	\$ 2,968,000.00	\$ 3,268,000.00
UAAL as a Percentage of Covered Payroll	177.7%	130.8%	112.2%

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, as shown above, presents multiyear trend information that shows whether the actuarial value of the plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

**Actuarial Methods and Assumptions** - Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the December 31, 2015 actuarial valuation, the projected unit credit funding method was used. Under this method, an actuarial accrued liability is determined as the actuarial present value of the portion of projected benefits which is allocated to service before the current plan year. In addition, a normal cost is determined as the actuarial present value of the portion of projected benefits which is allocated to service in the current plan year for each active participant under the assumed retirement age. The UAAL is being amortized (straight-line) for thirty (30) years on an open basis. The actuarial assumptions included the following:

- *Mortality.* RP 2000 Combined Healthy Male Mortality Rates set forward three years.
- *Turnover.* NJ State Pensions Ultimate Withdrawal Rates - prior to benefits eligibility.
- *Assumed Retirement Age.* At first eligibility after completing 25 years of service and attainment of age 60.
- *Full Attribution Period.* Service to assumed retirement age.
- *Annual Discount Rate.* 4.50%
- *Medical Trend.* 7% in 2016, reducing by .5% per annum, leveling at 5% per annum in 2020.
- *Medical Cost Aging Factor.* NJSHBP Medical Morbidity Rates



**Note 10: DEFERRED COMPENSATION SALARY ACCOUNT**

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

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

**Note 11: LENGTH OF SERVICE AWARDS PROGRAM**

The Township's Length of Service Awards Program (LOSAP) was created by a Township Ordinance adopted on August 30, 1999 pursuant to Section 457 (e)(11)(13) of the Internal Service Code of 1986, as amended, except for provisions added by reason of the Length of Service Awards Program as enacted into federal law in 1997. The voters of the Township approved the adoption of the LOSAP at the general election held on November 2, 1999, and the first year of eligibility for entrance into the LOSAP by qualified volunteers was calendar year 2000. The LOSAP provides tax deferred income benefits to active volunteer firefighters and emergency medical personnel.

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

As required by N.J.A.C. 5:30-14.49, the Township must have an annual review of its LOSAP performed in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

**Note 12: LEASE OBLIGATIONS**

At December 31, 2015, the Township had a capital lease agreement in effect for two Police Vehicles.

The following is an analysis of the Township's capital leases:

<u>Description</u>	<u>Balance at December 31,</u>	
	<u>2015</u>	<u>2014</u>
Police Vehicles	\$ 22,596.60	\$ 45,193.20

Future minimum lease payments under this capital lease agreement are as follows:

<u>Year</u>	<u>Amount</u>
2016	\$ 22,596.60

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

On January 15, 2005, the Township issued \$4,905,000.00 of general improvement refunding bonds, with a net interest cost of 3.74%. The bonds were issued for the purpose of funding various capital projects in the Township. The final maturity of the bonds is July 1, 2017.

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

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2016	\$ 560,000.00	\$ 59,250.00	\$ 619,250.00
2017	625,000.00	31,250.00	656,250.00
	<u>\$ 1,185,000.00</u>	<u>\$ 90,500.00</u>	<u>\$ 1,275,500.00</u>

**General Debt - New Jersey Environmental Infrastructure Loans**

On February 19, 2010, the Township entered into a loan agreement with the New Jersey Environmental Infrastructure Trust to provide \$373,316.00, at no interest, from the fund loan, and \$124,439.00 at interest rates ranging from 0.61% to 3.92% from the trust loan. The proceeds were used to fund improvements to the Plant Road Pump Station. Semiannual debt payments are due February 1st and August 1st through 2026. On November 14, 2011 the loan was decreased to the final allowable costs of the project. The final loan agreement provided \$280,033.00, at no interest, from the fund loan, and \$93,344.00 from the trust loan.

The following schedule represents the remaining debt service, through maturity, for the New Jersey Environmental Infrastructure loans:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2016	\$ 24,867.17	\$ 2,275.38	\$ 27,142.55
2017	25,002.52	2,140.02	27,142.54
2018	25,158.45	1,984.10	27,142.55
2019	25,329.53	1,813.02	27,142.55
2020	25,518.05	1,624.50	27,142.55
2021-2025	113,682.84	4,675.88	118,358.72
2026	3,041.80	119.24	3,161.04
	<u>\$ 242,600.36</u>	<u>\$ 14,632.14</u>	<u>\$ 257,232.50</u>

**Note 13: CAPITAL DEBT (CONT'D)****General Debt - New Jersey Green Acres Loans**

On October 13, 2006, the Township entered into a loan agreement with the New Jersey Department of Environmental Protection to provide \$199,657.29, at an interest rate of 2.0%. The proceeds were used to fund the improvements of the Township's sports facility. Semiannual debt payments are due January 13th and July 13th through 2024.

The following schedule represents the remaining debt service, through maturity, for the New Jersey Green Acres loans:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2016	\$ 11,805.81	\$ 2,106.30	\$ 13,912.11
2017	12,043.10	1,869.00	13,912.10
2018	12,285.16	1,626.94	13,912.10
2019	12,532.10	1,380.01	13,912.11
2020	12,784.00	1,128.11	13,912.11
2021-2024	<u>46,801.69</u>	<u>1,890.70</u>	<u>48,692.39</u>
	<u>\$ 108,251.86</u>	<u>\$ 10,001.06</u>	<u>\$ 118,252.92</u>

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

	<u>2015</u>	<u>2014</u>	<u>2013</u>
<b><u>Issued</u></b>			
General:			
Bonds, Loans and Notes	\$ 3,055,352.22	\$ 2,922,680.01	\$ 3,638,691.66
<b><u>Authorized but not Issued</u></b>			
General:			
Bonds, Loans and Notes	<u>679,467.00</u>	<u>193,067.00</u>	<u>82,267.00</u>
Total Issued and Authorized but not Issued	<u>3,734,819.22</u>	<u>3,115,747.01</u>	<u>3,720,958.66</u>
<b><u>Deductions</u></b>			
General:			
Reserve for Payment of Debt	<u>52,310.00</u>	<u>52,310.00</u>	<u>52,310.00</u>
<b>Net Debt</b>	<u>\$ 3,682,509.22</u>	<u>\$ 3,063,437.01</u>	<u>\$ 3,668,648.66</u>

**Note 13: CAPITAL DEBT (CONT'D)****Summary of Statutory Debt Condition - Annual Debt Statement**

The summarized statement of debt condition which follows is prepared in accordance with the required method of setting up the annual debt statement and indicated a statutory net debt of .555%.

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
School Purposes	\$ 7,967,331.62	\$ 7,967,331.62	
General	3,734,819.22	52,310.00	\$ 3,682,509.22
	<u>\$ 11,702,150.84</u>	<u>\$ 8,019,641.62</u>	<u>\$ 3,682,509.22</u>

Net debt \$3,682,509.22 divided by the equalized valuation basis per N.J.S.A.40A:2-2, as amended, \$663,514,759.00, equals .555%.

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

3 1/2% of Equalized Valuation Basis (Municipal)	\$ 23,223,016.57
Less: Net Debt	<u>3,682,509.22</u>
Remaining Borrowing Power	<u>\$ 19,540,507.35</u>

**Note 14: RISK MANAGEMENT**

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

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

The following is a summary of Township contributions, reimbursements to the State for benefits paid and the ending balance of the Township's trust fund for the current and previous two years:

<u>Year</u>	<u>Township Contributions</u>	<u>Employee Contributions</u>	<u>Interest Earnings</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2015	\$ 5,000.00	\$ 5,444.55	\$ 75.75	\$ 4,158.51	\$ 62,110.41
2014	-	5,429.75	80.26	6,506.43	55,748.62
2013	1,000.00	5,208.14	75.80	4,873.83	56,745.04

**Note 14: RISK MANAGEMENT (CONT'D)**

**Joint Insurance Pool** - The Township is a member of the Gloucester, Salem and Cumberland Counties Municipal Joint Insurance Fund. The Fund provides its members with the following coverage:

Workers' Compensation and Employer's Liability  
General Liability other than motor vehicles  
Property damage other than motor vehicles  
Automobile Liability and damage  
Public Employees Blanket Bond

Contributions to the Fund, including a reserve for contingencies, are based on actuarial assumptions determined by the Fund's actuary. The Commissioner of Banking and Insurance may order additional assessments to supplement the Fund's claim, loss retention or administrative accounts to assure the payment of the Fund's obligations.

Coverage in excess of the Fund's self-insured retention limits is provided through the Fund's membership in the Municipal Excess Liability Joint Insurance Fund.

The Fund publishes its own financial report for the year ended December 31, 2015, which can be obtained from:

Gloucester, Salem, Cumberland Counties Municipal Joint Insurance Fund  
P.O. Box 490  
Marlton, New Jersey 08053

**Self-Insurance Plan** - The Township has adopted a plan of self-insurance for medical, dental and prescription insurance. The UHY Advisors of Insurance Design Administrators act as administrator of the plan. The Township purchases commercial insurance for claims in excess of \$40,000.00.

At December 31, 2015, there is an estimated \$121,365.57 of claims payable. At December 31, 2015, the Township had a reserve of \$14,569.93. The additional funds required for claims in excess of the amounts reserved and recorded as a liability will be paid and charged to the 2016 budget.

At December 31, 2014, there was an estimated \$120,725.96 of claims payable. At December 31, 2014, the Township had a reserve of \$71,594.85. The additional funds required for claims in excess of the amounts reserved and recorded as a liability were charged to the 2015 budget.

**Note 15: OPEN SPACE, RECREATION AND FARMLAND PRESERVATION TRUST**

On November 7, 2006 pursuant to P.L. 1997, c. 24 (N.J.S.A. 40:12-15.1 et seq.), the voters of the Township authorized the establishment of a Township Open Space, Recreation and Farmland Preservation Trust Fund effective January 1, 2007, for the purpose of raising revenue for the acquisition of lands and interests in lands for the conservation of farmland and open space. The Township proposed to levy a tax not to exceed two cents per one hundred dollars of equalized valuation. Amounts raised by taxation are assessed, levied and collected in the same manner and at the same time as other taxes. Future increases in the tax rate or to extend the authorization must be authorized by referendum. All revenue received is accounted for in a Trust Fund dedicated by rider (N.J.S.A. 40A:4-39) for the purposed stated. Interest earned on the investment of these funds is credited to the Township Open Space, Recreation and Farmland Preservation Trust Fund.

**Note 16: CARNEYS POINT TOWNSHIP SEWERAGE AUTHORITY**

Under Section 403 of a service agreement between Carneys Point Township Sewerage Authority and Township, the Township is required to pay a sum of money equal to the excess (if any) of:

(1) Operating expenses, interest on bonds, principal or redemption premium on bonds, any deficits of the Authority resulting from failure to receive sums payable to the Authority by the Township, to maintain such reserves or sinking funds to provide for expenses of operations and maintenance of the system or for any interest on or principal on redemption premium of bonds or for any such deficits as may be required by the terms of any contract of the Authority or agreement with or for the benefit of holders of bonds or be deemed necessary or desirable by the Authority, over

(2) The sum of such parts (if any) of the several amounts of service charges collected, the proceeds of bond received by or for account of the authority, the proceeds of insurance received, interest received on investments of funds held for benefit or security of the Authority, contributions received by or for the account of the Authority and not repayable by the Authority, reserves on hand and available, therefore, at the beginning of such fiscal year.

The computation for the Sewerage Authority's Fiscal Year November 30, 2015 showed no amount due under this agreement.

**Note 17: CONTINGENCIES**

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

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

In addition to the above, the Township is in litigation with a major industrial taxpayer concerning the validity of a host community benefit agreement. The Township has been successful in the litigation to date and all required payments have been made by the taxpayer to the Township. The taxpayer has appealed the Judge's decisions in State court and also has filed an additional lawsuit in Federal court. Should the Township be unsuccessful in defending the lawsuits, the loss of the host community benefit payments will be material to the financial statements.

**Tax Appeals** - As of December 31, 2015, several tax appeals were on file against the Township. Based upon information provided by the tax assessor, if such appeals are not settled in favor of the Township, the estimated impact of the tax refunds could be material.

**Note 18: CONCENTRATIONS**

The Township depends on financial resources flowing from, or associated with, both the federal government and the State of New Jersey. As a result of this dependency, the Township is subject to changes in specific flows of intergovernmental revenues based on modifications to federal and State laws and federal and State appropriations.

**Note 19: SUBSEQUENT EVENTS**

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

<b><u>Purpose</u></b>	<b><u>Adoption</u></b>	<b><u>Authorization</u></b>
<b>General Improvements</b>		
Various 2016 General Capital Improvements	04/20/16	\$ 799,900.00

## **SUPPLEMENTAL EXHIBITS**



**SUPPLEMENTAL EXHIBITS**

**CURRENT FUND**

**TOWNSHIP OF CARNEYS POINT**  
**CURRENT FUND**  
**Statement of Cash**  
**For the Year Ended December 31, 2015**

	Regular Fund		Federal and State Grant Fund
	Chief Financial Officer	Tax Collector	
Balance December 31, 2014	\$ 1,923,852.97	\$ 439,470.31	\$ 228,244.40
Increased by Receipts:			
Received from Tax Collector	\$ 19,866,102.28		
Taxes Receivable	305,748.25	\$ 18,723,586.52	
Tax Title Liens		355,949.95	
Solid Waste Fee Liens		235.00	
Tax Overpayments		77,436.79	
Prepaid Taxes		134,825.96	
Miscellaneous Revenue Anticipated	4,708,690.18	114,682.64	
Miscellaneous Revenue Not Anticipated	69,428.46	23,283.77	
Due State of New Jersey - State Training Fees	9,133.00		
Due State of New Jersey - Senior Cit & Vet Deductions	95,172.60		
Due Trust -- Other Funds (POAA)	316.00		
Reserve for Fire Equipment and Training	1,200.00		
Federal and State Grants Receivable			\$ 63,190.65
	<u>25,055,790.77</u>	<u>19,430,000.63</u>	<u>63,190.65</u>
	26,979,643.74	19,869,470.94	291,435.05
Decreased by Disbursements:			
Disbursed to Chief Financial Officer		19,866,102.28	
Appropriations	7,806,029.05		
Appropriation Reserves	250,364.88		
Regional School District Taxes Payable	9,511,374.30		
County Taxes Payable	7,055,987.16		
Municipal Open Space Taxes	7,317.00		
Refund of Tax Overpayments	16,299.41		
Due State of New Jersey - State Training Fees	7,908.00		
Change Fund	100.00		
Due Trust -- Other Funds (POAA)	33.90		
Reserve for Dunns Park	5,000.00		
Reserve for Federal & State Grants - Appropriated			65,219.02
	<u>24,660,413.70</u>	<u>19,866,102.28</u>	<u>65,219.02</u>
Balance December 31, 2015	<u>\$ 2,319,230.04</u>	<u>\$ 3,368.66</u>	<u>\$ 226,216.03</u>

**TOWNSHIP OF CARNEYS POINT**  
**CURRENT FUND**  
Statement of Change Funds  
For the Year Ended December 31, 2015

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Balance December 31, 2014	\$ 675.00
Increased by:	
Cash Disbursement	<u>100.00</u>
Balance December 31, 2015	<u><u>\$ 775.00</u></u>

<u>Office</u>	<u>Balance</u> <u>Dec. 31, 2015</u>
Tax Collector	\$ 225.00
Clerk of Municipal Court	350.00
Dog Registrar	25.00
Municipal Clerk	75.00
Construction Code Office	<u>100.00</u>
	<u><u>\$ 775.00</u></u>

**TOWNSHIP OF CARNEYS POINT**  
**CURRENT FUND**  
Statement of Taxes Receivable and Analysis of Property Tax Levy  
For the Year Ended December 31, 2015

	Balance Dec. 31, 2014	Levy	Added Taxes	2014	Collected 2015	Due from State of New Jersey	Transferred to Tax Title Liens	Adjustments/ Canceled	Balance Dec. 31, 2015
Prior								\$ (3,372.29)	\$ 3,372.29
2013	\$ 36.78				\$ 36.58				0.20
2014	459,138.53				443,464.58	\$ (2,000.00)	\$ 17,672.11		1.84
	459,175.31	-	-	-	443,501.16	(2,000.00)	17,672.11	(3,372.29)	3,374.33
2015		\$ 19,734,095.54	\$ 25,524.85	\$ 147,617.55	18,585,833.61	95,895.21	193,193.12	176,170.80	560,910.10
	\$ 459,175.31	\$ 19,734,095.54	\$ 25,524.85	\$ 147,617.55	\$ 19,029,334.77	\$ 93,895.21	\$ 210,865.23	\$ 172,798.51	\$ 564,284.43

Analysis of 2015 Property Tax Levy

Tax Yield:

General Purpose Tax	\$ 19,734,095.54	
Added and Omitted Tax (54:4-63 et. seq.)	25,524.85	
	<u>\$ 19,759,620.39</u>	

Tax Levy:

Regional School Tax (Abstract)	\$ 9,511,374.30	
County Taxes:		
County Tax (Abstract)	\$ 6,883,834.01	
County Open Space Tax (Duplicate)	140,894.71	
Due County for Added and Omitted Taxes (54:4-63.1 et.seq.)		
County Tax	8,904.66	
Open Space	189.34	
Total County Tax	<u>7,033,822.72</u>	
Municipal Open Space Tax:		
Municipal Open Space (Abstract)	7,317.00	
Municipal Open Space for Added and Omitted Tax	9.49	
Total Municipal Open Space Tax	<u>7,326.49</u>	
Local Tax For Municipal Purposes Levied (Abstract)	3,183,429.88	
Added and Omitted Tax	16,421.36	
Rounding	7,245.64	
Total Local Tax for Municipal Purposes Levied	<u>3,207,096.88</u>	

\$ 19,759,620.39

**TOWNSHIP OF CARNEYS POINT**  
CURRENT FUND  
Statement of Tax Title Liens Receivable  
For the Year Ended December 31, 2015

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Balance December 31, 2014			\$ 1,140,040.61
Increased by:			
Transfers from Taxes Receivable	\$ 210,865.23		
Interest & Costs	<u>53,966.55</u>		
		<u>264,831.78</u>	
			1,404,872.39
Decreased by:			
Collections		<u>355,949.95</u>	
Balance December 31, 2015			<u><u>\$ 1,048,922.44</u></u>

**TOWNSHIP OF CARNEYS POINT**  
**CURRENT FUND**  
Statement of Revenue Accounts Receivable  
For the Year Ended December 31, 2015

	Balance Dec. 31, 2014	Accrued	Collected	Balance Dec. 31, 2015
Miscellaneous Revenues:				
Local Revenues:				
Alcoholic Beverages		\$ 8,072.00	\$ 8,072.00	
Fees and Permits - Other		46,297.00	46,297.00	
Fines and Costs - Municipal Court	\$ 11,228.03	157,205.02	158,979.50	\$ 9,453.55
Interest and Costs on Taxes		114,682.64	114,682.64	
Interest on Investments and Deposits		3,409.66	3,409.66	
Payments in Lieu Of Taxes Pursuant to N.J.S.A. 54:4-3.95				
Chambers Co-Generation Limited Partnership		2,497,560.00	2,497,560.00	
Senior Housing		84,525.00	84,525.00	
Cable Television Fees		24,972.43	24,972.43	
Contribution from Carneys Point Twp. Sewerage Authority -				
Health Insurance Premiums		23,476.59	23,476.59	
Hotel/Motel Tax		134,605.80	134,605.80	
Police Outside Employment Trust		25,000.00	25,000.00	
Rent - YMCA of Salem County		15,000.00	15,000.00	
State Aid Without Offsetting Appropriations:				
Consolidated Municipal Property Tax Relief Aid		67,153.00	67,153.00	
Energy Receipts Tax		740,221.00	740,221.00	
Dedicated Uniform Construction Code Fees Offset				
with Appropriations (N.J.S.40A:4-36 and N.J.A.C.5:23-4.17)				
Uniform Construction Code Fees		202,375.00	202,375.00	
Special Items of General Revenue Anticipated with Prior Written Consent				
Government Services - Interlocal Municipal Service Agreements				
Borough of Penns Grove - Interlocal Services Agreement - Tax Collector		60,000.00	60,000.00	
Oldmans Township - Interlocal Services Agreement - Municipal Court		83,752.06	83,752.06	
Borough of Penns Grove - Interlocal Services Agreement - Public Works		533,291.14	533,291.14	
Total	\$ 11,228.03	\$ 4,821,598.34	\$ 4,823,372.82	\$ 9,453.55
Tax Collector		\$ 114,682.64	\$ 114,682.64	
Treasurer		4,706,915.70	4,708,690.18	
		\$ 4,821,598.34	\$ 4,823,372.82	

**TOWNSHIP OF CARNEYS POINT**  
**CURRENT FUND**  
Statement of Appropriation Reserves  
For the Year Ended December 31, 2015

	<u>Balance December 31, 2014</u>		<u>Balance After</u>	<u>Paid or</u>	<u>Lapsed to</u>
	<u>Encumbered</u>	<u>Reserved</u>	<u>Modification</u>	<u>Charged</u>	<u>Fund Balance</u>
<b>OPERATIONS -- WITHIN "CAPS"</b>					
<b>GENERAL GOVERNMENT FUNCTIONS</b>					
Administrative and Executive					
Salaries and Wages					
Municipal Clerk's Office		\$ 92.30	\$ 92.30		\$ 92.30
Other Expenses					
Computer Consultant		1,046.25	1,046.25	\$ 885.00	161.25
Miscellaneous		3,622.28	43,622.28	25,619.80	18,002.48
Governing Body		213.00	213.00		213.00
Financial Administration					
Salaries and Wages		723.78	723.78		723.78
Other Expenses					
Audit		6,100.00	6,100.00		6,100.00
Fixed Asset Account		50.00	50.00		50.00
Miscellaneous	\$ 804.59	4,169.57	4,974.16	765.80	4,208.36
Registrar of Vital Statistics					
Salaries and Wages		53.17	53.17		53.17
Other Expenses		1,147.37	1,147.37		1,147.37
Assessment of Taxes					
Salaries and Wages		483.23	483.23		483.23
Other Expenses		13,658.23	13,658.23	10,015.85	3,642.38
Collection of Taxes					
Salaries and Wages		6,531.25	6,531.25		6,531.25
Other Expenses	1,829.19	5,324.39	7,153.58	1,829.19	5,324.39
Foreclosure of TTL		100.00	100.00		100.00
Legal Services and Costs					
Other Expenses	342.48	28,730.68	29,073.16	6,998.94	22,074.22
Engineering Services and Costs					
Other Expenses	2,464.00	4,467.00	6,931.00	5,916.10	1,014.90
Land Use Administration					
Municipal Land Use Law (NJSA 40:55D-1 et seq.)					
Planning Board					
Salaries & Wages		3,611.69	3,611.69		3,611.69
Other Expenses	337.50	2,846.81	3,184.31	2,872.01	312.30
Insurance					
Salaries and Wages		1,532.32	1,532.32		1,532.32
General Liability		39.98	39.98		39.98
Workers Compensation		10.02	10.02		10.02
Employee Group Health		357,017.82	357,017.82	53,857.13	303,160.69
New Jersey Disability		1,053.88	1,053.88		1,053.88
JIF - Other Expenses	1,005.00	74.21	1,079.21	1,015.51	63.70
<b>PUBLIC SAFETY</b>					
Volunteer Fire Co.					
Fire Hydrant Service		7,853.62	7,853.62		7,853.62
Other Expenses	15,397.79	8,869.10	24,266.89	14,882.45	9,384.44
Police					
Salaries and Wages		86,415.89	44,415.89	3,296.48	41,119.41
Other Expenses	4,439.35	6,299.33	10,738.68	4,577.55	6,161.13
Purchase Police Car		124.14	124.14		124.14
Police Radio and Communications					
Salaries and Wages		5,442.88	5,442.88		5,442.88
Other Expenses	550.00	1,761.32	2,311.32	550.00	1,761.32
First Aid Organization					
Other Expenses - Rescue	4,913.61	6,092.42	11,006.03	5,666.54	5,339.49
Ambulance Service	5,394.42	6,209.50	11,603.92	5,394.42	6,209.50
Emergency Management Services					
Salaries and Wages		5.00	5.00		5.00
Other Expenses	234.00	2,002.00	2,236.00	234.00	2,002.00

(Continued)

**TOWNSHIP OF CARNEYS POINT**  
**CURRENT FUND**  
Statement of Appropriation Reserves  
For the Year Ended December 31, 2015

	<u>Balance December 31, 2014</u>		<u>Balance After</u>	<u>Paid or</u>	<u>Lapsed to</u>
	<u>Encumbered</u>	<u>Reserved</u>	<u>Modification</u>	<u>Charged</u>	<u>Fund Balance</u>
OPERATIONS -- WITHIN "CAPS" (CONT'D)					
PUBLIC SAFETY (CONT'D)					
Fire Business	\$ 686.00	\$ 5,718.89	\$ 6,404.89	\$ 50.00	\$ 6,354.89
Municipal Prosecutor					
Other Expenses		0.08	0.08		0.08
Municipal Court					
Salaries and Wages		7,394.11	7,394.11		7,394.11
Other Expenses	915.03	4,074.48	4,989.51	901.45	4,088.06
Public Defender					
Other Expenses		1,200.00	1,200.00		1,200.00
PUBLIC WORKS FUNCTIONS					
Sanitation					
Garbage and Trash Removal					
Salaries and Wages		31,316.37	31,316.37	502.76	30,813.61
Other Expenses		1,863.36	1,863.36	56.31	1,807.05
Sanitary Landfill					
Other Expenses		30,874.23	30,874.23	19,837.48	11,036.75
Streets and Roads Maintenance					
Salaries and Wages		2,531.82	2,531.82	286.49	2,245.33
Other Expenses					
Miscellaneous	2,670.35	9,557.79	12,228.14	2,954.50	9,273.64
Recycling					
Salaries and Wages		3,968.08	3,968.08	443.40	3,524.68
Other Expenses		8,433.67	8,433.67		8,433.67
Public Buildings and Grounds					
Other Expenses	2,379.54	4,859.71	7,239.25	2,635.58	4,603.67
HEALTH AND HUMAN SERVICES FUNCTIONS					
Board of Health					
Salaries and Wages		132.64	132.64		132.64
Other Expenses		3,446.94	3,446.94		3,446.94
Dog Regulation					
Salaries and Wages		638.34	638.34		638.34
Other Expenses	1,331.92	3,708.22	5,040.14	1,331.92	3,708.22
PARK AND RECREATION FUNCTIONS					
Maintenance of Parks					
Other Expenses		4,200.71	4,200.71		4,200.71
Recreation Services and Programs					
Salaries and Wages		0.01	0.01		0.01
Other Expenses	394.71	2,672.44	3,067.15	394.71	2,672.44
UTILITY EXPENSES AND BULK PURCHASES					
Electricity		32,175.46	32,175.46	8,313.10	23,862.36
Street Lighting	2,598.67	11,266.53	15,865.20	15,717.35	147.85
Telephone	1,967.87	4,910.86	6,878.73	1,967.87	4,910.86
Gas (Natural or Propane)		1,220.07	1,220.07		1,220.07
Gasoline & Diesel	5,650.33	32,125.66	37,775.99	9,713.96	28,062.03
UNIFORM CONSTRUCTION CODE					
Code Enforcement and Administrator					
Salaries and Wages		242.70	242.70		242.70
Other Expenses	4,471.44	4,851.48	9,322.92	8,549.24	773.68
Other Code Enforcement Functions					
Housing					
Salaries and Wages		5,600.17	3,950.17		3,950.17
Other Expenses		64.05	64.05		64.05
COAH					
Salaries and Wages		1,000.00	1,000.00		1,000.00
Other Expenses		1,645.96	3,295.96	3,271.23	24.73
Zoning					
Salaries and Wages		58.23	58.23		58.23
Other Expenses		192.72	192.72		192.72

(Continued)



**TOWNSHIP OF CARNEYS POINT**  
**CURRENT FUND**  
Statement of Appropriation Reserves  
For the Year Ended December 31, 2015

	<u>Balance December 31, 2014</u>		<u>Balance After</u>	<u>Paid or</u>	<u>Lapsed to</u>
	<u>Encumbered</u>	<u>Reserved</u>	<u>Modification</u>	<u>Charged</u>	<u>Fund Balance</u>
<b>DEFERRED CHARGES AND STATUTORY EXPENDITURES</b>					
Statutory Expenditures					
Contribution to:					
Public Employees Retirement System		\$ 14,726.53	\$ 14,726.53		\$ 14,726.53
Social Security System (O.A.S.I.)		3,062.60	3,062.60	\$ 3,062.60	
Police & Fireman's Retirement System		18,352.58	18,352.58		18,352.58
Defined Contribution Retirement Plan		1,955.14	1,955.14	15.03	1,940.11
<b>OTHER OPERATIONS -- EXCLUDED FROM "CAPS"</b>					
Solid Waste Recycling Tax		3,731.12	3,731.12	1,154.46	2,576.66
Reserve for Tax Appeals		1,472.66	1,472.66		1,472.66
<b>SHARED SERVICE AGREEMENTS</b>					
Tax Collector		13.26	13.26		13.26
Police Dispatching		257.18	257.18		257.18
Public Works					
Salaries and Wages		60.68	60.68		60.68
Other Expenses	\$ 21,943.59	43,456.88	65,400.47	24,828.67	40,571.80
Matching Funds for Grants		4,140.90	4,140.90		4,140.90
	<u>\$ 82,721.38</u>	<u>\$ 886,949.74</u>	<u>\$ 969,671.12</u>	<u>\$ 250,364.88</u>	<u>\$ 719,306.24</u>

**TOWNSHIP OF CARNEYS POINT**  
**CURRENT FUND**  
Statement of Tax Overpayments  
For the Year Ended December 31, 2015

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Balance December 31, 2014	\$ 2,161.79
Increased by:	
Overpayments Received in 2015	<u>77,436.79</u>
	79,598.58
Decreased by:	
Cash Disbursements - CFO	<u>16,299.41</u>
Balance December 31, 2015	<u><u>\$ 63,299.17</u></u>

## Exhibit SA-8

**CURRENT FUND**  
Statement of Solid Waste Fee Liens  
For the Year Ended December 31, 2015

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Balance December 31, 2014	\$ 1,661.70
Decreased by:	
Cash Receipts	<u>235.00</u>
Balance December 31, 2015	<u><u>\$ 1,426.70</u></u>

**TOWNSHIP OF CARNEYS POINT**  
**CURRENT FUND**

Statement of Due to State of New Jersey Senior Citizens and Veterans' Deductions  
For the Year Ended December 31, 2015

Balance December 31, 2014			\$ 28,169.95
Increased by:			
Received from State of New Jersey			<u>95,172.60</u>
			123,342.55
Decreased by:			
Deductions per Tax Billings:			
Senior Citizens	\$ 21,500.00		
Veterans	<u>74,250.00</u>		
		\$ 95,750.00	
Deduction Allowed by Tax Collector:			
2015 Taxes		<u>145.21</u>	
		95,895.21	
Less Deductions Disallowed by Tax Collector:			
2014 Taxes		<u>2,000.00</u>	
Total State Share Applied to Taxes Receivable			<u>93,895.21</u>
Balance December 31, 2015			<u><u>\$ 29,447.34</u></u>

## Exhibit SA-10

CURRENT FUND  
Statement of Prepaid Taxes  
For the Year Ended December 31, 2015

Balance December 31, 2014		\$ 147,617.55
Increased by:		
Collections - 2016 Taxes		<u>134,825.96</u>
		282,443.51
Decreased by:		
Applied to 2015 Taxes Receivable		<u>147,617.55</u>
Balance December 31, 2015		<u><u>\$ 134,825.96</u></u>

**TOWNSHIP OF CARNEYS POINT**  
**CURRENT FUND**  
Statement of County Taxes Payable  
For the Year Ended December 31, 2015

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Balance December 31, 2014		\$ 31,258.44
Increased by:		
General County Tax	\$ 6,883,834.01	
Open Space Tax	140,894.71	
General County Added and Omitted Taxes	8,904.66	
Open Space Tax Added and Omitted Taxes	<u>189.34</u>	
		<u>7,033,822.72</u>
		7,065,081.16
Decreased by:		
Disbursements		<u>7,055,987.16</u>
Balance December 31, 2015		<u><u>\$ 9,094.00</u></u>

## Exhibit SA-12

**CURRENT FUND**  
Statement of Regional School District Taxes Payable  
For the Year Ended December 31, 2015

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Increased by:		
Levy -- Calendar Year 2015		\$ 9,511,374.30
Decreased by:		
Disbursements		<u><u>\$ 9,511,374.30</u></u>

**TOWNSHIP OF CARNEYS POINT**  
**CURRENT FUND**  
Statement of Municipal Open Space Taxes Payable Due to Trust Fund  
For the Year Ended December 31, 2015

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Balance December 31, 2014		\$ 51.10
Increased by:		
2015 Municipal Open Space Tax Levy	\$ 7,317.00	
2015 Added/Omitted Taxes	<u>9.49</u>	
		<u>7,326.49</u>
		7,377.59
Decreased by:		
Disbursements		<u>7,317.00</u>
Balance December 31, 2015		<u><u>\$ 60.59</u></u>

## Exhibit SA-14

**CURRENT FUND**  
Statement of Due State of New Jersey - DCA Training Fees  
For the Year Ended December 31, 2015

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Balance December 31, 2014	\$ 1,046.00
Increased by:	
State Fees Collected	<u>9,133.00</u>
	10,179.00
Decreased by:	
Disbursed to State	<u>7,908.00</u>
Balance December 31, 2015	<u><u>\$ 2,271.00</u></u>

**TOWNSHIP OF CARNEYS POINT**  
**FEDERAL AND STATE GRANT FUND**  
Statement of Federal and State Grants Receivable  
For the Year Ended December 31, 2015

	<u>Balance Dec. 31, 2014</u>	<u>Anticipated as Revenue</u>	<u>Transferred from Unappropriated</u>	<u>Cash Receipts</u>	<u>Canceled</u>	<u>Balance Dec. 31, 2015</u>
Federal Grants:						
Bulletproof Vest Partnership Grant	\$ 2,007.55					\$ 2,007.55
Drive Sober or Get Pulled Over	7,500.00	\$ 5,000.00		\$ 11,325.00	\$ 1,175.00	
Click It or Ticket		4,000.00		4,000.00		
Planning for Water Quality		13,000.00				13,000.00
<b>Total Federal Grants</b>	<b>9,507.55</b>	<b>22,000.00</b>	<b>-</b>	<b>15,325.00</b>	<b>1,175.00</b>	<b>15,007.55</b>
State Grants:						
Municipal Alliance on Alcoholism and Drug Abuse	16,102.53	17,182.50		13,518.11		19,766.92
Municipal Alliance on Alcoholism and Drug Abuse Co-match - Penns Grove Borough	5,442.30					5,442.30
Municipal Court Alcohol Education/Rehab. Program		1,709.06		1,709.06		
Clean Communities Program		19,937.01		19,937.01		
Drunk Driving Enforcement Grant		4,837.78		4,837.78		
Recycling Tonnage Grant		13,935.14	\$ 13,935.14			
Hazardous Discharge Site Remediation Fund Clemente Vacant Land - P12671	7,456.00					7,456.00
Body Armor Replacement Program		2,099.69		2,099.69		
Emergency Management Grant		5,000.00		5,000.00		
Salem County Safe Roadways Project	500.00				500.00	
Volunteer Firefighter Grant		764.00		764.00		
<b>Total State Grants</b>	<b>29,500.83</b>	<b>65,465.18</b>	<b>13,935.14</b>	<b>47,865.65</b>	<b>500.00</b>	<b>32,665.22</b>
Local Grants:						
Municipal Recycling Enhanc. Program (SCIA) - Penns Grove	3,547.00					3,547.00
<b>Total Local Grants</b>	<b>3,547.00</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3,547.00</b>
<b>Total Grants</b>	<b>\$ 42,555.38</b>	<b>\$ 87,465.18</b>	<b>\$ 13,935.14</b>	<b>\$ 63,190.65</b>	<b>\$ 1,675.00</b>	<b>\$ 51,219.77</b>

**TOWNSHIP OF CARNEYS POINT**  
**FEDERAL AND STATE GRANT FUND**  
Statement of Reserve for Federal and State Grants -- Appropriated  
For the Year Ended December 31, 2015

	<u>Balance Dec. 31, 2014</u>	<u>Prior Year Encumbrances</u>	<u>Transferred from Budget Appropriation</u>	<u>Cash Disbursed</u>	<u>Current Year Encumbrances</u>	<u>Canceled</u>	<u>Balance Dec. 31, 2015</u>
Federal Grants:							
Bulletproof Vest Partnership Grant	\$ 2,149.17	\$ 760.00		\$ 2,909.17			
Drive Sober or Get Pulled Over	5,500.00		\$ 5,000.00	9,325.00		\$ 1,175.00	
Click It or Ticket			4,000.00	4,000.00			
Planning for Water Quality			13,000.00	3,025.00			\$ 9,975.00
Total Federal Grants	7,649.17	760.00	22,000.00	19,259.17	-	1,175.00	9,975.00
State Grants:							
Clean Communities Program	6,943.97	250.00	19,937.01	15,392.66	\$ 105.30		11,633.02
Municipal Court Alcohol Education/Rehab. Program	10,592.78		1,709.06				12,301.84
Over the Limit Under Arrest	3,400.00						3,400.00
Drunk Driving Enforcement Fund	6,937.48		4,837.78	6,612.92			5,162.34
Recycling Tonnage Grant	39,309.78		13,935.14		3,800.02		49,444.90
Municipal Alliance on Alcoholism and Drug Abuse	22,431.69	106.97	17,182.50	12,334.51	4,539.74		22,846.91
Hazardous Discharge Site Remediation Fund							
Landfill	6,391.09	4,455.00					10,846.09
Clemente Asphalt Plant - P12671	914.57						914.57
Clemente Vacant Land - P12672	14,450.96						14,450.96
Clemente Vacant Land - P12673	18,337.42						18,337.42
Clemente Vacant Land - P12677	7,885.72						7,885.72
Clemente Vacant Land - P12678	16,886.50						16,886.50
East Hoover & Madison Street - P13017	11,185.57						11,185.57
Ash Street Site - P13019	13,565.02						13,565.02
Clemente Vacant Land - P13658 - Shell Rd.	1,528.00						1,528.00
Volunteer Firefighter Grant	68.03	128.00	764.00	960.03			
Body Armor Replacement Program	1,877.38		2,099.69	1,338.83			2,638.24
Municipal Stormwater Regulation	1,956.39						1,956.39
Emergency Management Grant	25,705.94		5,000.00	7,120.90			23,585.04
Salem County Safe Roadways Grant	500.00					500.00	
Total State Grants	210,868.29	4,939.97	65,465.18	43,759.85	8,445.06	500.00	228,568.53
Local Grants:							
Municipal Recycling Enhancement Program - SCIA	7,094.00			2,200.00			4,894.00
Comcast Technology Grant	1,672.44	140.77					1,813.21
Heritage Land Group - Stormwater Drainage Maintenance	3,740.00						3,740.00
Total Local Grants	12,506.44	140.77	-	2,200.00	-	-	10,447.21
Total Grants	\$ 231,023.90	\$ 5,840.74	\$ 87,465.18	\$ 65,219.02	\$ 8,445.06	\$ 1,675.00	\$ 248,990.74

**SUPPLEMENTAL EXHIBITS**

**TRUST FUNDS**



**TOWNSHIP OF CARNEYS POINT**  
**TRUST FUNDS**  
Statement of Trust Funds Cash  
For the Year Ended December 31, 2015

	<u>Animal Control</u>	<u>CFO</u>	<u>Trust Other</u>	<u>Tax Collector</u>	<u>Municipal Open Space</u>
Balance December 31, 2014	\$ 254.40	\$ 461,129.65		\$ 233,313.16	\$ 293,426.48
Increased by Receipts:					
Animal Control License Fees	\$ 8,745.00				
Municipal Open Space Tax Levy					\$ 7,317.00
Interest Earned on Deposits					440.85
Due Current Fund - Interest Earnings		\$ 185.23	\$ 85.49		
Due Current Fund (Received for)		600.00			
Reserves - Developers Escrow		42,083.73			
Reserves - Miscellaneous		3,717,554.49		448,648.86	
	<u>8,745.00</u>	<u>3,760,423.45</u>		<u>448,734.35</u>	<u>7,757.85</u>
	8,999.40	4,221,553.10		682,047.51	301,184.33
Decreased by Disbursements:					
Expenditures Under R.S. 4:19-15.11	7,347.00				
Disbursed to State of New Jersey	799.20				
Due Current Fund - Disbursed to as MRA				94.01	
Reserves - Developers Escrow		43,379.13			
Reserves - Miscellaneous		3,687,683.42		453,527.27	
	<u>8,146.20</u>	<u>3,731,062.55</u>		<u>453,621.28</u>	<u>-</u>
Balance December 31, 2015	<u>\$ 853.20</u>	<u>\$ 490,490.55</u>		<u>\$ 228,426.23</u>	<u>\$ 301,184.33</u>

**TOWNSHIP OF CARNEYS POINT**  
**TRUST FUND - ANIMAL CONTROL FUND**  
Statement of Reserve for Animal Control Fund Expenditures  
For the Year Ended December 31, 2015

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Balance December 31, 2014	\$ 254.40
Increased by:	
License Fees Collected	<u>8,745.00</u>
	8,999.40
Decreased by:	
Transferred to Due to State of New Jersey	\$ 810.00
Expenditures Under R.S. 4:19-15.11	<u>7,347.00</u>
	<u>8,157.00</u>
Balance December 31, 2015	<u><u>\$ 842.40</u></u>

License Fees Collected

<u>Year</u>	<u>Amount</u>
2014	\$ 10,239.00
2013	<u>10,608.00</u>
	<u><u>\$ 20,847.00</u></u>

**Exhibit SB-3**

TRUST FUND - ANIMAL CONTROL FUND  
Statement of Due State of New Jersey - Department of Health  
For the Year Ended December 31, 2015

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Increased by:	
State Registration Fees Received	\$ 810.00
Decreased by:	
Disbursements to State of New Jersey	<u>799.20</u>
Balance December 31, 2015	<u><u>\$ 10.80</u></u>

**TOWNSHIP OF CARNEYS POINT**  
**TRUST FUND - OTHER FUNDS**  
Statement of Changes in Reserve for Developers Escrow  
For the Year Ended December 31, 2015

	Balance	Increased by		Decreased by	Balance
	<u>Dec. 31, 2014</u>	<u>Receipts</u>	<u>Interest Earnings</u>	<u>Disbursements</u>	<u>Dec. 31, 2015</u>
Planning Board / Developers Escrow	\$ 10,425.74	\$ 29,209.27	\$ 17.71	\$ 25,444.09	\$ 14,208.63
Heritage Construction Escrow	10,887.12				10,887.12
Schlimme/Bauman Escrow	7,146.19				7,146.19
Point One Investments - Cornerstone Inspection	1,392.51	4,000.00		952.13	4,440.38
Heritage Corpus Christi #2	3,249.77				3,249.77
G&B Highland Ave. Inspections	6,808.77				6,808.77
Heritage / Layton Lake Inspections	3,343.86			3,343.86	
McLane Escrow	6,948.01			50.00	6,898.01
Drimones Escrow	6,517.05			3,061.40	3,455.65
Affordable Salem Escrow	337.18				337.18
Ranney Station Water Treatment Plant Escrow	2,321.54				2,321.54
Heritage / Layton Lake Maintenance Escrow	25,000.00				25,000.00
Lakeview Woods Basin Maintenance Escrow	42,000.00				42,000.00
MTM Associates LLC	11,000.00	8,856.75		10,527.65	9,329.10
	<u>\$ 137,377.74</u>	<u>\$ 42,066.02</u>	<u>\$ 17.71</u>	<u>\$ 43,379.13</u>	<u>\$ 136,082.34</u>
Total Receipts			<u>\$ 42,083.73</u>		

**TOWNSHIP OF CARNEYS POINT**  
**TRUST FUND - OTHER FUNDS**  
Statement of Changes in Reserve for Miscellaneous  
For the Year Ended December 31, 2015

	Balance Dec. 31, 2014	Increased by		Decreased by		Balance Dec. 31, 2015	
		Receipts	Interest Earnings	Collected by Current Fund	Disbursements	Disbursed by Current Fund	
Accumulated Absences	\$ 17,974.32	\$ 30,000.00	\$ 36.61				\$ 48,010.93
Payroll Deductions Payable	3,266.29	3,466,721.17			\$ 3,465,488.52		4,498.94
Street Opening Deposits Escrow	39,209.25	19,750.00			10,907.63		48,051.62
Recreation	73,664.29	8,500.00			23,930.85		58,233.44
Unemployment	55,748.62	10,444.55	75.75		4,158.51		62,110.41
Public Defender	545.08	2,700.00			2,783.36		461.72
Municipal Alliance	3,015.57	5,683.00			4,997.78		3,700.79
Police Outside Employment	28,256.17	141,608.56			136,260.77		33,603.96
Forfeiture Trust	0.33	1,300.00	0.65				1,300.98
House Revitalization Loan Account	19,611.93		17.35		13,670.00		5,959.28
COAH	45,457.47	11,112.75	75.20		5,210.83		51,434.59
Tax Title Liens Redemptions	47,097.80	306,248.86			339,527.27		13,819.39
Tax Title Liens Premiums	186,200.00	142,400.00			114,000.00		214,600.00
Confiscated Funds	7,292.55		10.95				7,303.50
Snow Removal	7,011.67	7,000.00	12.75				14,024.42
Fire/Rescue	3,456.92		5.20				3,462.12
Recreation Facility Improvement	19,477.76	12,500.00			20,275.17		11,702.59
POAA	130.00			\$ 316.00		\$ 33.90	412.10
	<u>\$ 557,416.02</u>	<u>\$ 4,165,968.89</u>	<u>\$ 234.46</u>	<u>\$ 316.00</u>	<u>\$ 4,141,210.69</u>	<u>\$ 33.90</u>	<u>\$ 582,690.78</u>
Tax Collector			\$ 448,648.86		\$ 453,527.27		
CFO			<u>3,717,554.49</u>		<u>3,687,683.42</u>		
			<u>\$ 4,166,203.35</u>		<u>\$ 4,141,210.69</u>		

**TOWNSHIP OF CARNEYS POINT**  
**TRUST FUND - OTHER FUNDS**  
Statement of Due To (From) Current Fund  
For the Year Ended December 31, 2015

	Balance Dec. 31, 2014	Increased by:			Decreased by:		Balance Dec. 31, 2015
		Interest due Current Fund	Disbursed by Current Fund	Collected for Current Fund	Disbursed	Collected by Current Fund	
Payroll Deductions Payable	\$ (247.10)						\$ (247.10)
Municipal Alliance Trust	2.62	\$ 4.86					7.48
Tax Title Liens Redemptions	13.89	68.96			\$ 77.73		5.12
Tax Title Liens Premiums	1.47	16.53			16.28		1.72
Recreation Facility Improvement	0.24	4.63					4.87
POAA	(130.00)		\$ 33.90			\$ 316.00	(412.10)
Public Defender				\$ 600.00			600.00
Developers Escrow:							
Heritage Construction Escrow		16.34					16.34
Schlimme/Bauman Escrow		10.71					10.71
Point One Investments - Cornerstone Inspection	0.20	1.77					1.97
Heritage Corpus Christi #2	(1.23)	4.84					3.61
G&B Highland Ave Inspections	0.87	10.23					11.10
Heritage / Layton Lake Inspections	(3.19)	3.93					0.74
McLane Escrow	0.89	10.45					11.34
Drimones Escrow	0.83	7.30					8.13
Affordable Salem Escrow	0.48	0.48					0.96
Ranney Station Water Treatment Plant Escrow	0.49	5.98					6.47
Heritage / Layton Lake Maintenance Escrow	3.19	37.55					40.74
Lakeview Woods Basin Maintenance Escrow	5.35	63.05					68.40
MTM Associates LLC	0.05	3.11					3.16
	<u>\$ (350.95)</u>	<u>\$ 270.72</u>	<u>\$ 33.90</u>	<u>\$ 600.00</u>	<u>\$ 94.01</u>	<u>\$ 316.00</u>	<u>\$ 143.66</u>
Tax Collector		\$ 85.49			\$ 94.01		
CFO		185.23			-		
		<u>\$ 270.72</u>			<u>\$ 94.01</u>		

**TOWNSHIP OF CARNEYS POINT**  
**TRUST FUND - MUNICIPAL OPEN SPACE**  
Statement of Due from Current Fund  
For the Year Ended December 31, 2015

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Balance December 31, 2014	\$ 51.10
Increased by:	
2015 Added/Omitted Taxes	<u>9.49</u>
Balance December 31, 2015	<u><u>\$ 60.59</u></u>

## Exhibit SB-8

**TRUST FUND - MUNICIPAL OPEN SPACE**  
Statement of Reserve for Future Use  
For the Year Ended December 31, 2015

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Balance December 31, 2014		\$ 293,477.58
Increased by:		
2015 Municipal Open Space Tax Levy	\$ 7,317.00	
2015 Added/Omitted Taxes	9.49	
Interest Earned on Deposits	<u>440.85</u>	
		<u>7,767.34</u>
Balance December 31, 2015		<u><u>\$ 301,244.92</u></u>

**SUPPLEMENTAL EXHIBITS**  
**GENERAL CAPITAL FUND**

**TOWNSHIP OF CARNEYS POINT**  
**GENERAL CAPITAL FUND**  
**Statement of Cash**  
**For the Year Ended December 31, 2015**

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Balance December 31, 2014		\$ 980,967.66
Increased by Receipts:		
Capital Improvement Fund	\$ 60,000.00	
Grants Receivable	114,750.00	
Bond Anticipation Notes - Issued	760,000.00	
Bond Anticipation Note Premium Received	1,991.20	
	<u>                    </u>	<u>936,741.20</u>
		1,917,708.86
Decreased by Disbursements:		
Improvement Authorizations	254,731.11	
Contracts Payable	400,434.00	
	<u>                    </u>	<u>655,165.11</u>
Balance December 31, 2015		<u><u>\$ 1,262,543.75</u></u>



**TOWNSHIP OF CARNEYS POINT**  
**GENERAL CAPITAL FUND**  
Statement of Capital Cash and Investments  
For the Year Ended December 31, 2015

	Balance Dec. 31, 2014	Receipts		Disbursements		Transfers		Balance Dec. 31, 2015
		Budget Appropriation	Miscellaneous	Improvement Authorizations	Miscellaneous	From	To	
General Capital Fund Balance	\$ 37,031.16		\$ 1,991.20					\$ 39,022.36
Capital Improvement Fund	138,310.39	\$ 60,000.00				\$ 65,600.00		132,710.39
Grants Receivable	(153,000.00)		114,750.00				\$ 38,250.00	
Reserve for:								
Improvements to Recreation Sites	61,374.60							61,374.60
Purchase of Recycling Truck	32,777.00							32,777.00
Purchase of Public Works Equipment	25,000.00							25,000.00
Acquisition of Equipment for Buildings and Grounds	9,000.00							9,000.00
Construction of Addition to Public Building & Fire Building	12,711.90							12,711.90
Payment of Debt	52,310.00							52,310.00
Encumbrances Payable	46,419.50					46,419.50	34,461.38	34,461.38
Contracts Payable	400,434.00				\$ 400,434.00			
Improvement Authorizations:								
Ordinance								
Number:								
601 Various Capital Improvements	(70,000.00)							(70,000.00)
780 Certain Capital Improvements	230,655.12			\$ 144,681.43		5,058.00	37,450.50	118,366.19
831 Improvement to Plant Road Pump Station	(6,333.38)							(6,333.38)
861 Repairs to Boutown Creek & Plant Road Stormwater Pump Stations	218,900.19			10,364.00			8,969.00	217,505.19
870 Various Acquisitions	8,933.02			8,674.02				259.00
872 Replacement of Municipal Building Roof	20,903.80							20,903.80
893 Acquisition of a Refuse Truck	16,166.00							16,166.00
894 Acquisition of Various Capital Equipment	(100,625.64)							(100,625.64)
898 Reconstruction of Jefferson Street						38,250.00		(38,250.00)
905 Acquisition of Various Equipment and Capital Improvements			760,000.00	71,073.00		24,336.00	40,000.00	704,591.00
907 Completion of Various Capital Improvements				19,938.66		5,067.38	25,600.00	593.96
	<u>\$ 980,967.66</u>	<u>\$ 60,000.00</u>	<u>\$ 876,741.20</u>	<u>\$ 254,731.11</u>	<u>\$ 400,434.00</u>	<u>\$ 184,730.88</u>	<u>\$ 184,730.88</u>	<u>\$ 1,262,543.75</u>

**TOWNSHIP OF CARNEYS POINT**  
**GENERAL CAPITAL FUND**  
Statement of Deferred Charges to Future Taxation - Funded  
For the Year Ended December 31, 2015

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Balance December 31, 2014		\$ 2,107,180.01
Decreased by:		
Budget Appropriation:		
Payment of Bonds Payable	\$ 535,000.00	
Payment of Green Acres Trust Loan Payable	11,573.18	
Payment of NJEIT Loan Payable	<u>24,754.61</u>	
		<u>571,327.79</u>
Balance December 31, 2015		<u><u>\$ 1,535,852.22</u></u>

## Exhibit SC-4

**GENERAL CAPITAL FUND**  
Statement of Capital Improvement Fund  
For the Year Ended December 31, 2015

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Balance December 31, 2014		\$ 138,310.39
Increased by:		
Budget Appropriation		<u>60,000.00</u>
		198,310.39
Decreased by:		
Appropriation to Finance Improvement Authorization		<u>65,600.00</u>
Balance December 31, 2015		<u><u>\$ 132,710.39</u></u>

**TOWNSHIP OF CARNEYS POINT**  
**GENERAL CAPITAL FUND**  
**Statement of Grants Receivable**  
**For the Year Ended December 31, 2015**

Balance December 31, 2014	\$ 153,000.00
Increased by:	
Grant Awarded	<u>153,000.00</u>
	306,000.00
Decreased by:	
Cash Receipts	<u>114,750.00</u>
Balance December 31, 2015	<u><u>\$ 191,250.00</u></u>
 <u>Analysis of Balance</u>	
Ordinance 898 - Reconstruction of Jefferson Street	\$ 38,250.00
Ordinance 907 - Reconstruction of E Street	<u>153,000.00</u>
	<u><u>\$ 191,250.00</u></u>

**TOWNSHIP OF CARNEYS POINT**  
**GENERAL CAPITAL FUND**  
Statement of Deferred Charges to Future Taxation - Unfunded  
For the Year Ended December 31, 2015

Ordinance Number	Improvement Description	Balance Dec. 31, 2014	Authorizations	Notes Paid by Budget Appropriation	Balance Dec. 31, 2015	Analysis of Balance Dec. 31, 2015		
						Financed by Bond Anticipation Notes	Expenditures	Unexpended Improvement Authorization
601	Various Capital Improvements	\$ 70,000.00			\$ 70,000.00		\$ 70,000.00	
780	Certain Capital Improvements	210,400.00		\$ 45,000.00	165,400.00	\$ 165,400.00		
831	Improvement to Plant Road Pump Station	12,267.00			12,267.00		6,333.38	\$ 5,933.62
861	Repairs to Boutown Creek & Plant Road Stormwater Pump Stations	381,600.00			381,600.00	381,600.00		
872	Replacement of Municipal Building Roof	223,500.00		11,000.00	212,500.00	212,500.00		
894	Various Capital Equipment	110,800.00			110,800.00		100,625.64	10,174.36
905	Acquisition of Various Equipment and Capital Improvements		\$ 760,000.00		760,000.00	760,000.00		
907	Completion of Various Capital Improvements		486,400.00		486,400.00			486,400.00
		<u>\$ 1,008,567.00</u>	<u>\$ 1,246,400.00</u>	<u>\$ 56,000.00</u>	<u>\$ 2,198,967.00</u>	<u>\$ 1,519,500.00</u>	<u>\$ 176,959.02</u>	<u>\$ 502,507.98</u>
Improvement Authorizations - Unfunded								\$ 1,563,874.16
Less: Unexpended Proceeds of Bond Anticipation Notes Issued:								
Ordinance No. 780								118,366.19
Ordinance No. 861								217,505.19
Ordinance No. 872								20,903.80
Ordinance No. 905								704,591.00
								<u>\$ 502,507.98</u>

**TOWNSHIP OF CARNEYS POINT**  
**GENERAL CAPITAL FUND**  
Statement of Improvement Authorizations  
For the Year Ended December 31, 2015

Ordinance Number	Improvement Description	Ordinance Date	Ordinance Amount	Balance Dec. 31, 2014		Increased by:		Decreased by:		Balance Dec. 31, 2015	
				Funded	Unfunded	Prior Year Encumbrances	Authorizations	Paid or Charged	Current Year Encumbrances	Funded	Unfunded
780/884	Certain Capital Improvements	6/14/06									
		12/4/13	\$ 1,200,000.00	\$ 20,255.12	\$ 210,400.00	\$ 37,450.50		\$ 144,681.43	\$ 5,058.00	\$	118,366.19
831	Improvements to Plant Road Pump Station	8/19/09	515,000.00		5,933.62						5,933.62
861	Repairs to Boutown Creek & Plant Road Stormwater Pump Stations	8/17/11	440,000.00		218,900.19	8,969.00		10,364.00			217,505.19
870	Various Acquisitions	8/1/12	69,000.00	8,933.02				8,674.02		\$ 259.00	
872	Replacement of Municipal Building Roof	10/3/12	300,000.00		20,903.80						20,903.80
893	Acquisition of a Refuse Truck	6/4/14	183,600.00	16,166.00						16,166.00	
894	Acquisition of Various Capital Equipment	7/16/14	116,800.00		10,174.36						10,174.36
905	Acquisition of Various Equipment and Capital Improvements	8/19/15	800,000.00				\$ 800,000.00	71,073.00	24,336.00		704,591.00
907	Completion of Various Capital Improvements	11/4/15	665,000.00				665,000.00	19,938.66	5,067.38	153,593.96	486,400.00
				<u>\$ 45,354.14</u>	<u>\$ 466,311.97</u>	<u>\$ 46,419.50</u>	<u>\$ 1,465,000.00</u>	<u>\$ 254,731.11</u>	<u>\$ 34,461.38</u>	<u>\$ 170,018.96</u>	<u>\$ 1,563,874.16</u>
Grants Receivable							\$ 153,000.00				
Capital Improvement Fund							65,600.00				
Deferred Charges to Future Taxation - Unfunded							1,246,400.00				
Cash Disbursements								\$ 254,731.11			
							<u>\$ 1,465,000.00</u>	<u>\$ 254,731.11</u>			

**TOWNSHIP OF CARNEYS POINT**  
**GENERAL CAPITAL FUND**  
Statement of General Serial Bonds  
For the Year Ended December 31, 2015

<u>Purpose</u>	<u>Date of Issue</u>	<u>Original Issue</u>	<u>Maturities of Bonds Outstanding Dec. 31, 2015</u>		<u>Interest Rate</u>	<u>Balance Dec. 31, 2014</u>	<u>Paid by Budget Appropriation</u>	<u>Balance Dec. 31, 2015</u>
			<u>Date</u>	<u>Amount</u>				
General Improvement Refunding Bonds, 2005	1/15/05	\$ 4,905,000.00	7/1/16	\$ 560,000.00	5.00%	\$ 1,720,000.00	\$ 535,000.00	\$ 1,185,000.00
			7/1/17	625,000.00	5.00%			

## Exhibit SC-9

**GENERAL CAPITAL FUND**  
Statement of Green Acres Trust Loan Payable  
For the Year Ended December 31, 2015

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Date of Issue</u>	<u>Amount of Original Loan</u>	<u>Maturities of Loan Outstanding Dec. 31, 2015</u>		<u>Interest Rate</u>	<u>Balance Dec. 31, 2014</u>	<u>Paid by Budget Appropriation</u>	<u>Balance Dec. 31, 2015</u>
				<u>Year</u>	<u>Amount</u>				
726	Improvements to the Carneys Point Sports Facility	10/13/06	\$ 199,657.29	2016	\$ 11,805.81	2.00%	\$ 119,825.04	\$ 11,573.18	\$ 108,251.86
				2017	12,043.10	2.00%			
				2018	12,285.16	2.00%			
				2019	12,532.10	2.00%			
				2020	12,784.00	2.00%			
				2021	13,040.96	2.00%			
				2022	13,303.08	2.00%			
				2023	13,570.47	2.00%			
				2024	6,887.18	2.00%			

**TOWNSHIP OF CARNEYS POINT**  
**GENERAL CAPITAL FUND**  
Statement of Bond Anticipation Note Payable  
For the Year Ended December 31, 2015

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Date of Original Issue</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	<u>Balance Dec. 31, 2014</u>	<u>Increased</u>	<u>Decreased</u>	<u>Balance Dec. 31, 2015</u>
780	Certain Capital Improvements	06/20/06	05/20/14 05/18/15	05/19/15 05/17/16	0.99% 0.81%	\$ 210,400.00	\$ 165,400.00	\$ 210,400.00	\$ 165,400.00
861	Repairs to Boutown Creek & Plant Road Stormwater Pump Stations	05/22/13	05/20/14 05/18/15	05/19/15 05/17/16	0.99% 0.81%	381,600.00	381,600.00	381,600.00	381,600.00
872	Replacement of Municipal Building Roof	11/15/12	05/20/14 05/18/15	05/19/15 05/17/16	0.99% 0.81%	223,500.00	212,500.00	223,500.00	212,500.00
905	Acquisition of Various Equipment and Capital Improvements	09/24/15	09/24/15	05/17/16	1.25%		760,000.00		760,000.00
						<u>\$ 815,500.00</u>	<u>\$ 1,519,500.00</u>	<u>\$ 815,500.00</u>	<u>\$ 1,519,500.00</u>
Paid by Budget Appropriation								\$ 56,000.00	
Issued						\$ 760,000.00			
Renewed						759,500.00		759,500.00	
						<u>\$ 1,519,500.00</u>	<u>\$ 815,500.00</u>		

**TOWNSHIP OF CARNEYS POINT**  
**GENERAL CAPITAL FUND**  
Statement of New Jersey Environmental Infrastructure Trust Loan Payable  
For the Year Ended December 31, 2015

Ordinance Number	Improvement Description	Date of Issue	Amount of Original Loan	Maturities of Loans Outstanding		Interest Rate	Balance Dec. 31, 2014	Paid by Budget Appropriation	Balance Dec. 31, 2015								
				Dec. 31, 2015													
				Year	Amount												
831	Improvement to Plant Road Pump Station	2/19/2010	\$ 124,439.00	2016	\$ 5,885.02	0.61% - 3.92%	\$ 75,905.34	\$ 5,772.46	\$ 70,132.88								
				2017	6,020.37												
				2018	6,176.30												
				2019	6,347.38												
				2020	6,535.90												
				2021	6,742.44												
				2022	6,964.26												
				2023	7,206.62												
				2024	7,467.50												
				2025	7,745.29												
				2026	3,041.80												
				831	Improvement to Plant Road Pump Station					2/19/2010	373,316.00	2016	\$ 18,982.15	none	191,449.63	18,982.15	172,467.48
												2017	18,982.15				
2018	18,982.15																
2019	18,982.15																
2020	18,982.15																
2021	18,982.15																
2022	18,982.15																
2023	18,982.15																
2024	18,982.15																
2025	1,628.13																
							\$ 267,354.97	\$ 24,754.61	\$ 242,600.36								
Budget Appropriation							\$ 24,742.55										
EIT Credit								12.06									
							\$ 24,754.61										



**TOWNSHIP OF CARNEYS POINT**  
**GENERAL CAPITAL FUND**  
Statement of Bonds and Notes Authorized But Not Issued  
For the Year Ended December 31, 2015

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Balance Dec. 31, 2014</u>	<u>Authorizations</u>	<u>Bond Anticipation Notes Issued</u>	<u>Balance Dec. 31, 2015</u>
601	Various Capital Improvements	\$ 70,000.00			\$ 70,000.00
831	Improvements to Plant Road Pump Station	12,267.00			12,267.00
894	Acquisition of Various Capital Equipment	110,800.00			110,800.00
905	Acquisition of Various Equipment and Capital Improvements		\$ 760,000.00	\$ 760,000.00	
907	Completion of Various Capital Improvements		486,400.00		486,400.00
		<u>\$ 193,067.00</u>	<u>\$ 1,246,400.00</u>	<u>\$ 760,000.00</u>	<u>\$ 679,467.00</u>

**SUPPLEMENTAL EXHIBITS**  
**PUBLIC ASSISTANCE FUND**

**TOWNSHIP OF CARNEYS POINT**  
**PUBLIC ASSISTANCE FUND**  
Statement of Cash  
For the Year Ended December 31, 2015

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Balance December 31, 2014	\$ 4,678.62
Increased by:	
Interest Earned on Deposits - Due to Current Fund	<u>6.46</u>
	4,685.08
Decreased by:	
Disbursed to Current Fund	<u>4,685.08</u>
Balance December 31, 2015	<u><u>\$ -</u></u>

## Exhibit SD-2

PUBLIC ASSISTANCE FUND  
Statement of Reserve for Public Assistance  
For the Year Ended December 31, 2015

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Balance December 31, 2014	\$ 4,678.62
Increased by:	
Interest Earned on Deposits - Due to Current Fund	<u>6.46</u>
	4,685.08
Decreased by:	
Disbursed to Current Fund	<u>4,685.08</u>
Balance December 31, 2015	<u><u>\$ -</u></u>

**SUPPLEMENTAL EXHIBITS**  
**INDUSTRIAL COMMISSION**

**TOWNSHIP OF CARNEYS POINT**  
**INDUSTRIAL COMMISSION**  
Statement of Cash  
For the Year Ended December 31, 2015

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Balance December 31, 2014		\$	5,037.22
Increased by:			
Budget Appropriation	\$	6,000.00	
Interest Earned on Deposits		<u>10.52</u>	
			<u>6,010.52</u>
			11,047.74
Decreased by:			
Appropriations			<u>3,605.00</u>
Balance December 31, 2015		\$	<u><u>7,442.74</u></u>

**PART 2**  
**SCHEDULE OF FINDINGS AND RECOMMENDATIONS**  
**FOR THE YEAR ENDED DECEMBER 31, 2015**

**TOWNSHIP OF CARNEYS POINT**  
Schedule of Findings and Recommendations  
For the Year Ended December 31, 2015

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***Schedule of Financial Statement Findings***

This section identifies the significant deficiencies, material weaknesses, and instances of noncompliance related to the financial statements that are required to be reported in accordance with *Government Auditing Standards* and with audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

**None**

**TOWNSHIP OF CARNEYS POINT**  
Summary Schedule of Prior Year Audit Findings  
and Recommendations as Prepared by Management

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

**FINANCIAL STATEMENT FINDINGS**

No prior year audit findings.



**TOWNSHIP OF CARNEYS POINT**  
Officials in Office and Surety Bonds

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

<u><b>Name</b></u>	<u><b>Title</b></u>
G. Richard Gatanis	Mayor
Kenneth Brown	Committee Member
Kenneth Dennis	Committee Member
Marcus Dowe, Jr.	Committee Member
Wayne Pelura	Committee Member
June Proffitt	Township Clerk
Marie Stout	Chief Financial Officer
Elizabeth Ruhl	Tax Collector
Kathleen Hill	Tax Assessor
Ann Marie Brown	Court Administrator
Robert Berducci	Construction Code Official
Jason D. Witcher	Judge of Municipal Court
Andrea Rhea	Solicitor
Sickles & Associates	Engineer

All employees are covered under a Blanket Surety Bond from the Joint Insurance Fund in the amount of \$1,000,000.

**APPRECIATION**

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

Respectfully submitted,

BOWMAN & COMPANY LLP  
Certified Public Accountants  
& Consultants

A handwritten signature in black ink, appearing to read "M. Welding", with a stylized flourish at the end.

Michael J. Welding  
Certified Public Accountant  
Registered Municipal Accountant