

TOWNSHIP OF CARNEYS POINT

COUNTY OF SALEM

REPORT OF AUDIT

FOR THE YEAR ENDED DECEMBER 31, 2020



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TOWNSHIP OF CARNEYS POINT
PART 1
REPORT OF AUDIT OF FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020

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, 2020 and 2019, 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 asset group of accounts - regulatory basis for the year ended December 31, 2020, 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 entity'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 entity'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.

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, 2020 and 2019, 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, 2020 and 2019, 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 asset group of accounts - regulatory basis, for the year ended December 31, 2020, 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.

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 August 16, 2021 on our consideration of the Township of Carneys Point, 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 solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Township of Carneys Point's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Township of Carneys Point's internal control over financial reporting and compliance.

Respectfully submitted,

Bowman & Company LLP

BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants

Fred S. Caltabiano

Fred S. Caltabiano
Certified Public Accountant
Registered Municipal Accountant

Woodbury, New Jersey
August 16, 2021

**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, 2020, and the related notes to the financial statements, which collectively comprise the Township's basic financial statements, and have issued our report thereon dated August 16, 2021. 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.

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) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Township 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 financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*, and audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

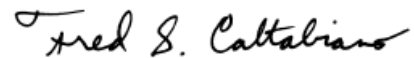
Purpose of this Report

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



Fred S. Caltabiano
Certified Public Accountant
Registered Municipal Accountant

Woodbury, New Jersey
August 16, 2021

TOWNSHIP OF CARNEYS POINT
CURRENT FUND

Statements of Assets, Liabilities, Reserves and Fund Balance -- Regulatory Basis
As of December 31, 2020 and 2019

	<u>Ref.</u>	<u>2020</u>	<u>2019</u>
ASSETS:			
Regular Fund:			
Cash - Chief Financial Officer	SA-1	\$ 6,209,040.57	\$ 5,003,360.98
Cash - Tax Collector	SA-1	3,368.36	3,368.36
Cash - Change Funds	SA-2	775.00	775.00
		<u>6,213,183.93</u>	<u>5,007,504.34</u>
Receivables and Other Assets with Full Reserves:			
Delinquent Property Taxes Receivable	SA-3	630,991.35	849,668.50
Tax Title Liens Receivable	SA-4	1,013,397.02	913,904.31
Property Acquired for Taxes	A	1,618,200.00	1,618,200.00
Solid Waste Fee Liens	A	1,426.70	1,426.70
Due from Trust - Other Funds	SB-7	22,416.98	19,837.34
Due from Trust - Open Space	SB-8		61.65
		<u>3,286,432.05</u>	<u>3,403,098.50</u>
Deferred Charges:			
Special Emergency - Revaluation	SA-17	315,000.00	420,000.00
		<u>315,000.00</u>	<u>420,000.00</u>
Total Regular Fund		<u>9,814,615.98</u>	<u>8,830,602.84</u>
Federal and State Grant Fund:			
Cash	SA-1	268,893.58	171,199.11
Grants Receivable	SA-13	437,555.81	65,657.47
Total Federal and State Grant Fund		<u>706,449.39</u>	<u>236,856.58</u>
		<u>\$ 10,521,065.37</u>	<u>\$ 9,067,459.42</u>

(Continued)

TOWNSHIP OF CARNEYS POINT
CURRENT FUND

Statements of Assets, Liabilities, Reserves and Fund Balance -- Regulatory Basis
As of December 31, 2020 and 2019

	<u>Ref.</u>	<u>2020</u>	<u>2019</u>
LIABILITIES, RESERVES AND FUND BALANCE:			
Regular Fund:			
Liabilities:			
Appropriation Reserves	A-3, SA-6	\$ 1,004,492.03	\$ 688,353.56
Reserve for Encumbrances	A-3, SA-6	213,581.92	190,013.89
Tax Overpayments	SA-7	237,992.13	164,386.86
Prepaid Taxes	SA-9	207,247.86	258,148.56
Due State of New Jersey:			
Senior Citizens and Veterans Deductions	SA-8	13,027.68	15,652.68
DCA Training Fees	SA-12	99,567.00	14,048.00
Due to Trust Fund - Municipal Open Space	SB-8	6,371.06	
Reserve for:			
Revaluation	SA-16	196,172.78	212,427.34
Property Registration Fee	A	1,000.00	1,000.00
Trash Truck	SA-1	146,297.81	92,825.21
Motor Vehicle Fines	A	700.00	700.00
Fire Fighting Equipment and Training	SA-1	3,700.00	4,200.00
		<u>2,130,150.27</u>	<u>1,641,756.10</u>
Reserves for Receivables and Other Assets	A	3,286,432.05	3,403,098.50
Fund Balance	A-1	<u>4,398,033.66</u>	<u>3,785,748.24</u>
Total Regular Fund		<u>9,814,615.98</u>	<u>8,830,602.84</u>
Federal and State Grant Fund:			
Reserve for Encumbrances	SA-14	123,335.69	10,365.19
Appropriated Reserves	SA-14	583,113.70	185,952.34
Unappropriated Reserves	SA-15		40,539.05
Total Federal and State Grant Fund		<u>706,449.39</u>	<u>236,856.58</u>
		<u>\$ 10,521,065.37</u>	<u>\$ 9,067,459.42</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, 2020 and 2019

	<u>2020</u>	<u>2019</u>
REVENUE AND OTHER INCOME REALIZED:		
Fund Balance Anticipated	\$ 1,163,500.00	\$ 1,163,500.00
Miscellaneous Revenues Anticipated	5,840,322.87	4,867,867.15
Receipts from Delinquent Taxes and Tax Title Liens	780,949.54	804,030.26
Receipts from Current Taxes	21,264,891.28	20,622,900.70
Non-Budget Revenue	197,076.67	164,916.80
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	524,113.52	571,192.83
Interfunds Liquidated		19,920.98
	<hr/>	<hr/>
Total Income	29,770,853.88	28,214,328.72
	<hr/>	<hr/>
EXPENDITURES:		
Budget Appropriations:		
Appropriations Within "CAPS":		
Operations:		
Salaries and Wages	3,380,929.00	3,186,782.00
Other Expenses	3,486,833.00	3,520,657.00
Deferred Charges and Statutory Expenditures	804,130.30	793,804.00
Appropriations Excluded from "CAPS":		
Operations:		
Salaries and Wages	381,971.00	274,782.00
Other Expenses	1,177,051.83	614,238.52
Capital Improvements	40,000.00	118,677.00
Debt Service	678,604.60	569,504.66
Deferred Charges	120,625.00	120,625.00
County Taxes	7,846,099.09	7,800,464.89
Regional School District Tax	9,842,855.00	9,923,481.00
Municipal Open Space Tax	6,432.71	6,382.98
Other Expenditures:		
Prior Year Senior Citizen/Veteran Deductions Disallowed	1,250.00	
Refund of Prior Year Taxes - Tax Appeals	224,661.28	269,013.00
Refund of Prior Year Revenue	1,035.25	5,540.00
Interfunds Created	2,590.40	
	<hr/>	<hr/>
Total Expenditures	27,995,068.46	27,203,952.05
	<hr/>	<hr/>
Excess in Revenue	1,775,785.42	1,010,376.67
Fund Balance January 1	3,785,748.24	3,938,871.57
	<hr/>	<hr/>
	5,561,533.66	4,949,248.24
Decreased by:		
Utilized as Anticipated Revenue	1,163,500.00	1,163,500.00
	<hr/>	<hr/>
Fund Balance December 31	\$ 4,398,033.66	\$ 3,785,748.24
	<hr/>	<hr/>

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, 2020

	<u>Anticipated Budget</u>	<u>Special NJSA 40A: 4-87</u>	<u>Realized</u>	<u>Excess or (Deficit)</u>
Fund Balance Anticipated	\$ 1,163,500.00		\$ 1,163,500.00	
Miscellaneous Revenues:				
Local Revenues:				
Alcoholic Beverages	8,000.00		8,072.00	\$ 72.00
Fees and Permits - Other	40,000.00		43,122.35	3,122.35
Fines and Costs - Municipal Court	100,000.00		72,484.95	(27,515.05)
Interest and Costs on Taxes	153,500.00		172,629.95	19,129.95
Interest on Investments and Deposits	15,000.00		16,026.84	1,026.84
Host Community Benefit Fee				
Chambers Co-Generation Limited Partnership	1,900,000.00		2,202,627.50	302,627.50
Payments in Lieu Of Taxes Pursuant to N.J.S.A. 54:4-3.95				
Senior Housing	90,000.00		94,250.00	4,250.00
MMTM	46,000.00		24,660.70	(21,339.30)
Contribution from Carneys Point Twp. Sewerage Authority - Health Insurance Premiums	20,000.00		20,945.40	945.40
Hotel/Motel Tax	125,000.00		105,927.54	(19,072.46)
Verizon Lease Agreement	18,000.00		18,543.60	543.60
State Aid Without Offsetting Appropriations:				
Energy Receipts Tax	807,374.00		807,374.00	
Dedicated Uniform Construction Code Fees Offset with Appropriations:				
Uniform Construction Code Fees	200,000.00		597,611.00	397,611.00
Special Items of General Revenue Anticipated with Prior Written Consent of Director of Local Government Services - Shared Service Agreement:				
Borough of Penns Grove - Interlocal Services Agreement - Tax Collector	64,644.00		64,644.19	0.19
Borough of Penns Grove - Interlocal Services Agreement - Public Works	623,485.00		623,484.61	(0.39)
Township of Pennsville - Interlocal Services Agreement - Municipal Court	169,000.00		168,985.00	(15.00)
Carneys Point Sewerage Authority - Interlocal Services Agreement - IT Services	1,500.00		3,649.37	2,149.37

(Continued)

TOWNSHIP OF CARNEYS POINT
CURRENT FUND
Statement of Revenues -- Regulatory Basis
For the Year Ended December 31, 2020

	<u>Anticipated Budget</u>	<u>Special NJSA 40A: 4-87</u>	<u>Realized</u>	<u>Excess or (Deficit)</u>
Special Items of General Revenue Anticipated with Prior Written Consent of Director of Local Government Services - Public and Private Revenues:				
Body Armor Replacement Program		\$ 2,094.76	\$ 2,094.76	
Municipal Alliance on Alcoholism & Drug Abuse	\$ 11,798.00	680.00	12,478.00	
Hazardous Discharge Grant		65,955.00	65,955.00	
Recycling Tonnage Grant	40,539.05		40,539.05	
Clean Communities Program		18,797.03	18,797.03	
Joint Insurance Fund - Safety Incentive	4,200.00		4,200.00	
Joint Insurance Fund - Optional Safety Budget	2,500.00		2,500.00	
Joint Insurance Fund - Wellness Incentive Program	1,000.00		1,000.00	
Joint Insurance Fund - EPL & Technology	2,000.00		2,000.00	
Small Cities CDBG		440,000.00	440,000.00	
Hazardous Discharge Grant Block 245, Lot 5		5,435.00	5,435.00	
Hazardous Discharge Grant Block 245, Lot 1		5,435.00	5,435.00	
Hazardous Discharge Grant Block 244, Lot 1		5,435.00	5,435.00	
Special Items of General Revenue Anticipated with Prior Written Consent of Director of Local Government Services - Other Special Items:				
Cable TV Franchise Fee	25,611.38		25,611.38	
Police Outside Employment Trust	27,000.00		27,000.00	
Reserve for Payment of Debt	46,303.65		46,303.65	
MUA Surplus as per N.J.S.A. 40A: 5A-12.1	90,000.00		90,000.00	
Reserve for Fire Safety Fines	500.00		500.00	
	<u>4,632,955.08</u>	<u>543,831.79</u>	<u>5,840,322.87</u>	<u>\$ 663,536.00</u>
Receipts from Delinquent Taxes	<u>700,000.00</u>		<u>780,949.54</u>	<u>80,949.54</u>
Amount to be Raised by Taxes for Support of Municipal Budget:				
Local Tax for Municipal Purposes including Reserve for Uncollected Taxes	<u>4,054,242.84</u>		<u>4,593,879.06</u>	<u>539,636.22</u>
Budget Totals	10,550,697.92	543,831.79	12,378,651.47	1,284,121.76
Non-Budget Revenues			<u>197,076.67</u>	<u>197,076.67</u>
	<u>\$ 10,550,697.92</u>	<u>\$ 543,831.79</u>	<u>\$ 12,575,728.14</u>	<u>\$ 1,481,198.43</u>

(Continued)

TOWNSHIP OF CARNEYS POINT
CURRENT FUND
Statement of Revenues -- Regulatory Basis
For the Year Ended December 31, 2020

Analysis of Realized Revenue

Allocation of Current Tax Collections:	
Revenue from Collections	\$ 21,264,891.28
Allocated to:	
County, School and Municipal Open Space Taxes	17,695,386.80
Amount for Support of Municipal Budget Appropriations	3,569,504.48
Add: Appropriation "Reserve for Uncollected Taxes"	1,024,374.58
Amount for Support of Municipal Budget Appropriations	<u>\$ 4,593,879.06</u>
Receipts from Delinquent Taxes:	
Delinquent Tax Collections	\$ 763,441.10
Tax Title Liens Collections	17,508.44
	<u>\$ 780,949.54</u>
Fees and Permits - Other	
Other	\$ 12.00
Trailer Fees	300.00
Bingo Raffle	1,130.00
Municipal Searches	0.35
Planning and Zoning Board	5,750.00
Street Opening Permits	4,000.00
White Oaks Monthly Pad Fees	13,480.00
Dualstar Mngt / Westwood Villa Pad Fees	11,025.00
Garden Homes Monthly Pad Fees	7,425.00
	<u>\$ 43,122.35</u>

Analysis for Non-Budget Revenue

Miscellaneous Revenue not Anticipated:	
Chief Financial Officer:	
Housing Certificate of Occupancy	\$ 47,576.00
Zoning Permit Fees	3,425.00
Sale of Assets	37,398.00
Hazardous Waste Facilities Tax	11,319.30
YMCA Rental Fees	1,400.00
Sewerage Authority Rent	1,200.00
Senior and Veterans Administration Fees	1,477.50
Recreation/Park Fees & Permits	2,060.00
CP Bulk Trash Tag	8,719.00
Election Workers	5,250.00
Bulk Trash Stickers - PG	4,916.00
Carneys Point Sewerage Authority - Fuel Usage	3,662.74
Tax Sale Premiums Greater than 5 Year Old	31,200.00
Registrar	1,263.00
Miscellaneous - Other	17,127.24
Total Chief Financial Officer -- Cash Collections	<u>177,993.78</u>
Tax Collector:	
Grass Cutting / Property Maintenance	7,595.23
Recording Fee	972.27
Miscellaneous	10,515.39
Total Tax Collector -- Cash Collections	<u>19,082.89</u>
	<u>\$ 197,076.67</u>

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, 2020

	Appropriations		Expended			Unexpended Balance Cancelled
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	
OPERATIONS -- WITHIN "CAPS"						
<u>General Government</u>						
Governing Body						
Salaries and Wages	\$ 31,580.00	\$ 54,230.00	\$ 47,954.87		\$ 6,275.13	
Other Expenses	2,200.00	2,200.00	1,722.52		477.48	
Municipal Clerk						
Salaries and Wages	91,000.00	69,600.00	65,557.74		4,042.26	
Other Expenses	18,650.00	18,150.00	15,524.79	\$ 305.15	2,320.06	
Financial Administration (Treasury)						
Salaries and Wages	150,000.00	156,000.00	153,986.25		2,013.75	
Other Expenses	19,800.00	20,900.00	17,819.69	2,998.63	81.68	
Grants Consultant	20,000.00	20,000.00	262.50	9,737.50	10,000.00	
Audit Services	51,000.00	51,000.00	50,750.00		250.00	
Computerized Data Processing	16,000.00	16,000.00	14,521.26	881.24	597.50	
Revenue Administration (Tax Collection)						
Salaries and Wages	16,150.00	7,700.00	4,777.95		2,922.05	
Other Expenses	27,000.00	27,000.00	21,272.24	443.48	5,284.28	
Foreclosure of Tax Title Liens	10,000.00	10,000.00	592.00	185.00	9,223.00	
Tax Assessment Administration (Tax Assessor)						
Salaries and Wages	28,550.00	29,710.00	29,586.56		123.44	
Other Expenses	49,975.00	39,975.00	6,345.50	2,898.95	30,730.55	
Legal Services (Legal Dept.)						
Other Expenses	435,000.00	435,000.00	406,035.23		28,964.77	
Engineering Services						
Other Expenses	32,000.00	32,000.00	15,683.57		16,316.43	
Industrial Commission						
Other Expenses	2,675.00	2,675.00	2,675.00			
<u>Land Use Administration</u>						
Planning Board						
Salaries and Wages	9,100.00	9,100.00	6,536.91		2,563.09	
Other Expenses	32,750.00	32,750.00	19,098.38	5,554.02	8,097.60	
Council on Affordable Housing (COAH)						
Salaries and Wages	1,500.00	1,500.00			1,500.00	
Other Expenses	10,000.00	10,000.00	6,113.54	125.00	3,761.46	
<u>Insurance</u>						
Liability Insurance	92,364.00	92,364.00	90,000.02		2,363.98	
Insurance Administration- Salaries and Wages	10,200.00	10,200.00	9,936.00		264.00	
Joint Insurance Fund- Other Expenses	5,450.00	5,450.00			5,450.00	
Workers Compensation Insurance	142,000.00	142,000.00	137,951.98		4,048.02	
Employee Group Insurance	1,260,594.00	1,232,264.00	1,030,792.61		201,471.39	
Unemployment Insurance	2,000.00	2,000.00	2,000.00			

(Continued)

TOWNSHIP OF CARNEYS POINT
CURRENT FUND
Statement of Expenditures - Regulatory Basis
For the Year Ended December 31, 2020

	Appropriations		Expended			Unexpended Balance Cancelled
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	
<u>Public Safety</u>						
Police						
Salaries and Wages	\$ 2,081,050.00	\$ 2,081,050.00	\$ 1,854,529.51		\$ 226,520.49	
Other Expenses	90,475.00	90,475.00	34,852.74	\$ 45,599.39	10,022.87	
Office of Emergency Management (OEM)						
Salaries and Wages	800.00	3,600.00	2,619.29		980.71	
Other Expenses	3,275.00	3,275.00	2,275.56	415.26	584.18	
Aid to Volunteer Fire Companies						
Fire Hydrant Services	82,000.00	82,000.00	70,227.54		11,772.46	
Miscellaneous Other Expenses	47,600.00	47,600.00	31,893.51	14,039.70	1,666.79	
Fire Business	3,100.00	3,100.00	1,673.87	587.00	839.13	
Aid to Volunteer Ambulance Companies						
Other Expenses-Rescue	32,100.00	32,100.00	19,996.28	9,449.86	2,653.86	
Ambulance Services	70,000.00	60,500.00	60,000.00		500.00	
Municipal Prosecutor's Office						
Other Expenses	9,375.00	9,375.00	9,375.00			
<u>Public Works</u>						
Streets and Roads Maintenance						
Salaries and Wages	305,000.00	305,000.00	289,593.20		15,406.80	
Other Expenses	26,625.00	27,225.00	8,126.83	2,280.04	16,818.13	
Snow Removal	2,000.00	2,000.00	2,000.00			
Solid Waste Collection						
Salaries and Wages	189,000.00	189,000.00	156,994.49		32,005.51	
Other Expenses	9,500.00	9,500.00	3,765.42	455.00	5,279.58	
Buildings and Grounds						
Salaries and Wages	10,200.00	10,200.00	9,634.40		565.60	
Other Expenses	68,850.00	73,850.00	38,219.03	27,991.82	7,639.15	
<u>Health and Human Services</u>						
Public Health Services (Board of Health)						
Salaries and Wages	6,500.00	6,500.00	6,306.30		193.70	
Other Expenses	10,150.00					
Registrar of Vital Statistics						
Salaries and Wages	5,500.00	5,500.00	5,169.66		330.34	
Other Expenses	800.00	300.00	50.10	25.00	224.90	
Animal Control Services						
Salaries and Wages	3,820.00	3,820.00	3,293.20		526.80	
Other Expenses	51,900.00	41,900.00	39,608.40		2,291.60	

(Continued)

TOWNSHIP OF CARNEYS POINT
CURRENT FUND
Statement of Expenditures - Regulatory Basis
For the Year Ended December 31, 2020

	Appropriations		Expended			Unexpended Balance Cancelled
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	
<u>Recreation</u>						
Recreation Services and Programs						
Salaries and Wages	\$ 22,412.00	\$ 4,412.00	\$ 2,364.00		\$ 2,048.00	
Other Expenses	6,352.00	6,352.00	2,136.01	\$ 149.57	4,066.42	
Maintenance of Parks						
Other Expenses	7,400.00	7,400.00	6,760.81	421.31	217.88	
<u>Court and Public Defender</u>						
Municipal Court						
Salaries and Wages	86,407.00	86,407.00	85,209.30		1,197.70	
Other Expenses	11,923.00	11,923.00	11,858.56		64.44	
Public Defender						
Other Expenses	5,250.00	5,250.00	4,375.00		875.00	
<u>Utility Expenses and Bulk Purchases</u>						
Electricity	150,000.00	150,000.00	92,348.79	13,675.52	43,975.69	
Street Lighting	160,000.00	160,000.00	138,857.51	13,756.46	7,386.03	
Telephone	44,000.00	44,000.00	36,195.90	3,655.97	4,148.13	
Gas (Natural or Propane)	19,000.00	19,000.00	11,430.68	1,189.07	6,380.25	
Sewerage Processing and Disposal	1,760.00	1,880.00	1,880.00			
Gasoline & Diesel	89,000.00	89,000.00	36,814.71	2,981.26	49,204.03	
<u>Recycling and Landfill</u>						
Sanitary Landfill						
Other Expenses	175,000.00	242,000.00	209,521.77		32,478.23	
Recycling						
Salaries and Wages	132,500.00	132,500.00	129,762.00		2,738.00	
Other Expenses	47,700.00	47,700.00	34,486.05	3,324.50	9,889.45	
<u>Code Enforcement</u>						
Construction Official						
Salaries and Wages	165,000.00	165,000.00	139,473.50		25,526.50	
Other Expenses	9,450.00	23,450.00	10,560.30	7,213.77	5,675.93	
Housing						
Salaries and Wages	32,900.00	32,900.00	27,060.51		5,839.49	
Other Expenses	3,300.00	3,300.00	2,093.60	269.00	937.40	
Zoning						
Salaries and Wages	7,000.00	7,000.00	6,342.93		657.07	
Other Expenses	650.00	650.00			650.00	

(Continued)

TOWNSHIP OF CARNEYS POINT
CURRENT FUND
Statement of Expenditures - Regulatory Basis
For the Year Ended December 31, 2020

	Appropriations		Expended			Unexpended Balance Cancelled
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	
<u>Unclassified</u>						
Accumulated Compensation	\$ 10,000.00	\$ 10,000.00	\$ 10,000.00			
Salary and Wage Adjustments	4,000.00					
Total Operations -- Within "CAPS"	6,868,162.00	6,867,762.00	5,807,233.37	\$ 170,608.47	\$ 889,920.16	
Detail:						
Salaries and Wages	3,400,169.00	3,380,929.00	3,046,688.57		334,240.43	
Other Expenses	3,467,993.00	3,486,833.00	2,760,544.80	170,608.47	555,679.73	
<u>Deferred Charges and Statutory Expenditures</u>						
<u>Statutory Expenditures</u>						
Public Employees Retirement System	144,967.30	144,967.30	144,440.24		527.06	
Social Security System (O.A.S.I.)	155,000.00	155,000.00	135,928.67		19,071.33	
Police & Fireman's Retirement System of NJ	483,763.00	483,763.00	483,763.00			
New Jersey Disability	13,500.00	13,700.00	13,570.20		129.80	
Defined Contribution Retirement Plan	6,500.00	6,700.00	6,542.50		157.50	
Total Deferred Charges and Statutory Expenditures -- Within "CAPS"	803,730.30	804,130.30	784,244.61		19,885.69	
Total General Appropriations for Municipal Purposes Within -- "CAPS"	7,671,892.30	7,671,892.30	6,591,477.98	170,608.47	909,805.85	
<u>OPERATIONS -- EXCLUDED FROM "CAPS"</u>						
Length of Service Awards Program (LOSAP)	11,500.00	11,500.00	11,500.00			
Solid Waste Recycling Tax	9,350.79	9,350.79	9,350.79			
Total Other Operations -- Excluded from "CAPS"	20,850.79	20,850.79	20,850.79			
<u>Shared Service Agreements</u>						
Tax Collector - Salary and Wages	64,644.00	64,644.00	64,574.42		69.58	
Public Works Department						
Salaries and Wages	208,707.00	208,707.00	207,434.14		1,272.86	
Other Expenses	374,778.00	374,778.00	294,925.28	41,757.76	38,094.96	
Municipal Court- Township of Pennsville						
Salaries and Wages	108,620.00	108,620.00	92,830.01	125.00	15,664.99	
Other Expenses	60,380.00	60,380.00	21,205.52	1,090.69	38,083.79	
Qualified Purchasing Agent- County of Salem	3,121.20	3,121.20	3,121.20			
Police Dispatching- County of Salem	109,242.00	109,242.00	109,242.00			
Carneys Point Sewerage Authority- IT Services	1,500.00	1,500.00			1,500.00	
Total Shared Service Agreements -- Excluded from "CAPS"	930,992.20	930,992.20	793,332.57	42,973.45	94,686.18	

(Continued)

TOWNSHIP OF CARNEYS POINT
CURRENT FUND
Statement of Expenditures - Regulatory Basis
For the Year Ended December 31, 2020

	Appropriations		Expended			Unexpended
	Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	Balance Cancelled
<u>Public and Private Programs Offset by Revenues</u>						
Body Armor Replacement Program (NJSA 40A:4-87 \$2,094.76)		\$ 2,094.76	\$ 2,094.76			
Municipal Alliance on Alcoholism & Drug Abuse	\$ 13,109.00	13,789.00	13,789.00			
Hazardous Discharge Grant (NJSA 40A:4-87 \$65,955.00)		65,955.00	65,955.00			
Recycling Tonnage Grant	40,539.05	40,539.05	40,539.05			
Clean Communities (NJSA 40A:4-87 \$18,797.03)		18,797.03	18,797.03			
Joint Insurance Fund- Safety Incentive	4,200.00	4,200.00	4,200.00			
Joint Insurance Fund- Optional Safety Budget	2,500.00	2,500.00	2,500.00			
Joint Insurance Fund- Wellness Incentive Program	1,000.00	1,000.00	1,000.00			
Joint Insurance Fund- EPL & Technology	2,000.00	2,000.00	2,000.00			
Small Cities CDBG (NJSA 40A:4-87 \$440,000.00)		440,000.00	440,000.00			
Hazardous Discharge Grant Block 245, Lot 5 (NJSA 40A:4-87 \$5,435.00)		5,435.00	5,435.00			
Hazardous Discharge Grant Block 245, Lot 1 (NJSA 40A:4-87 \$5,435.00)		5,435.00	5,435.00			
Hazardous Discharge Grant Block 244, Lot 1 (NJSA 40A:4-87 \$5,435.00)		5,435.00	5,435.00			
Total Public and Private Programs Offset by Revenues -- Excluded from "CAPS"	63,348.05	607,179.84	607,179.84			
Total Operations -- Excluded from "CAPS"	1,015,191.04	1,559,022.83	1,421,363.20	\$ 42,973.45	\$ 94,686.18	
Detail:						
Salaries and Wages	381,971.00	381,971.00	364,838.57	125.00	17,007.43	
Other Expenses	633,220.04	1,177,051.83	600,219.63	42,848.45	77,678.75	
<u>CAPITAL IMPROVEMENT FUND -- EXCLUDED FROM "CAPS"</u>						
Capital Improvement Fund - Penns Grove Interlocal	40,000.00	40,000.00	40,000.00			
Total Capital Improvements -- Excluded from "CAPS"	40,000.00	40,000.00	40,000.00			
<u>MUNICIPAL DEBT SERVICE -- EXCLUDED FROM "CAPS"</u>						
Payment of Bond Principal	410,000.00	410,000.00	410,000.00			
Payment of Bond Anticipation Notes and Capital Notes	100,000.00	100,000.00	100,000.00			
Interest on Bonds	120,350.00	120,350.00	120,350.00			
Interest on Notes	7,200.00	7,200.00	7,199.94			\$ 0.06
Green Trust Loan Program:						
Loan Repayments for Principal and Interest	13,920.00	13,920.00	13,912.11			7.89
NJEIT Loans:						
Principal on Loan	25,520.00	25,520.00	25,518.05			1.95
Interest on Loan	1,625.00	1,625.00	1,624.50			0.50
Total Municipal Debt Service -- Excluded from "CAPS"	678,615.00	678,615.00	678,604.60			10.40

(Continued)

(Continued)

TOWNSHIP OF CARNEYS POINT
CURRENT FUND
Statement of Expenditures - Regulatory Basis
For the Year Ended December 31, 2020

	Appropriations		Expended			Unexpended Balance Cancelled
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	
DEFERRED CHARGES -- EXCLUDED FROM "CAPS"						
Special Emergency Authorizations - 5 Years (N.J.S.40A:4-55)	\$ 105,000.00	\$ 105,000.00	\$ 105,000.00			
Deferred Charges to Future Taxation - Unfunded Ordinance 894	15,625.00	15,625.00	15,625.00			
Total Deferred Charges -- Excluded from "CAPS"	120,625.00	120,625.00	120,625.00			
Total General Appropriations for Municipal Purposes Excluded from "CAPS"	1,854,431.04	2,398,262.83	2,260,592.80	\$ 42,973.45	\$ 94,686.18	\$ 10.40
Subtotal General Appropriations	9,526,323.34	10,070,155.13	8,852,070.78	213,581.92	1,004,492.03	10.40
Reserve for Uncollected Taxes	1,024,374.58	1,024,374.58	1,024,374.58			
Total Appropriations	\$ 10,550,697.92	\$ 11,094,529.71	\$ 9,876,445.36	\$ 213,581.92	\$ 1,004,492.03	\$ 10.40
Adopted Budget		\$ 10,550,697.92				
Appropriated by NJSA 40A:4-87		543,831.79				
Deferred Charges			\$ 105,000.00			
Reserve for Federal and State Grant Funds Appropriated			607,179.84			
Reserve for Uncollected Taxes			1,024,374.58			
Cash Disbursed			8,139,890.94			
		<u>\$ 11,094,529.71</u>	<u>\$ 9,876,445.36</u>			

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

TOWNSHIP OF CARNEYS POINT**TRUST FUNDS**

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

As of December 31, 2020 and 2019

	<u>Ref.</u>	<u>2020</u>	<u>2019</u>
ASSETS:			
Animal Control Fund:			
Cash	SB-1	\$ 991.43	\$ 2,871.99
Total Animal Control Fund		991.43	2,871.99
Other Funds:			
Cash - Chief Financial Officer	SB-1	1,658,074.42	1,431,818.49
Cash - Tax Collector	SB-1	536,358.94	320,870.91
Total Other Funds		2,194,433.36	1,752,689.40
Municipal Open Space Fund:			
Cash	SB-1	332,064.00	331,464.02
Due from Current Fund	SB-8	6,371.06	
Total Municipal Open Space Fund		338,435.06	331,464.02
Length of Service Awards Program:			
Investments	SB-2	638,820.85	585,246.64
Total Length of Service Awards Program		638,820.85	585,246.64
		<u>\$ 3,172,680.70</u>	<u>\$ 2,672,272.05</u>

(Continued)

TOWNSHIP OF CARNEYS POINT
TRUST FUNDS

Statements of Assets, Liabilities, Reserves and Fund Balance -- Regulatory Basis
As of December 31, 2020 and 2019

	<u>Ref.</u>	<u>2020</u>	<u>2019</u>
LIABILITIES, RESERVES AND FUND BALANCE:			
Animal Control Fund:			
Reserve for Animal Control Expenditures	SB-3	\$ 984.83	\$ 2,871.99
Due State of New Jersey - Department of Health	SB-4	6.60	
Total Animal Control Fund		991.43	2,871.99
Other Funds:			
Due to Current Fund	SB-7	22,416.98	19,837.34
Reserve for:			
Escrows	SB-5	349,807.04	207,277.89
Abandoned Property Registration	SB-6	576,550.32	525,607.16
POAA	SB-6	1,332.75	1,271.59
Accumulated Absences	SB-6	10,868.79	17,800.04
Net Payroll and Payroll Deductions Payable	SB-6	39,140.20	29,863.76
Street Opening Deposits Escrow	SB-6	68,750.15	70,030.61
Recreation	SB-6	59,580.13	59,580.13
Unemployment	SB-6	39,012.62	37,691.07
Public Defender	SB-6	2,411.42	1,506.42
Municipal Alliance	SB-6	1,291.10	1,171.10
Police Outside Employment	SB-6	57,262.76	10,416.32
Forfeiture Trust	SB-6	104.47	84.28
House Revitalization Loan Account	SB-6	114,561.19	80,961.33
COAH	SB-6	278,327.59	337,860.33
Tax Title Liens Redemption	SB-6	48,309.52	3,504.74
Tax Title Liens Premiums	SB-6	488,000.00	317,200.00
Snow Removal	SB-6	26,448.13	20,785.62
Fire/Rescue	SB-6	3,508.11	3,501.75
Recreation Facility Improvement	SB-6	6,750.09	6,737.92
Total Other Funds		2,194,433.36	1,752,689.40
Municipal Open Space Fund:			
Due to Current Fund	SB-8		61.65
Reserve for Future Use	SB-9	338,435.06	331,402.37
Total Municipal Open Space Fund		338,435.06	331,464.02
Length of Service Awards Program:			
Reserve for Length of Service Awards Program	SB-2	638,820.85	585,246.64
Total Length of Service Awards Program		638,820.85	585,246.64
		<u>\$ 3,172,680.70</u>	<u>\$ 2,672,272.05</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, 2020

	<u>Original Budget</u>	<u>Realized</u>	<u>Excess (Deficit)</u>
Amount to be Raised by Taxation	\$ 6,432.71	\$ 6,432.71	
Miscellaneous		599.98	\$ 599.98
	<hr/>	<hr/>	<hr/>
Total Open Space Revenues	<u>\$ 6,432.71</u>	<u>\$ 7,032.69</u>	<u>\$ 599.98</u>

Analysis of Realized Revenues

Amount to be Raised by Taxation:	
Municipal Open Space Tax Levy	<u>\$ 6,432.71</u>
Miscellaneous:	
Interest Earned on Deposits	<u>\$ 599.98</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 Expenditures -- Regulatory Basis
For the Year Ended December 31, 2020

	<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>Reserved</u>	
Reserve for Future Use	\$ 6,432.71	\$ 6,432.71	\$ 6,432.71		
Total Open Space Appropriations	<u>\$ 6,432.71</u>	<u>\$ 6,432.71</u>	<u>\$ 6,432.71</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, 2020 and 2019

	<u>Ref.</u>	<u>2020</u>	<u>2019</u>
ASSETS:			
Cash	SC-1	\$ 2,200,102.60	\$ 3,048,219.72
Grants Receivable	SC-5	62,833.09	217,250.00
Deferred Charges to Future Taxation:			
Funded	SC-3	4,178,526.33	4,626,828.38
Unfunded	SC-6	941,869.00	557,494.00
		<u>\$ 7,383,331.02</u>	<u>\$ 8,449,792.10</u>
LIABILITIES, RESERVES AND FUND BALANCE:			
Bonds Payable	SC-8	\$ 4,015,000.00	\$ 4,425,000.00
Green Acres Trust Loan Payable	SC-9	46,801.69	59,585.69
NJEIT Loan Payable	SC-10	116,724.64	142,242.69
Bond Anticipation Note	SC-11	375,000.00	475,000.00
Improvement Authorizations:			
Funded	SC-7	1,575,093.02	2,056,751.25
Unfunded	SC-7	482,204.48	349,134.48
Contract / Encumbrances Payable	SC-7	599,627.10	635,408.21
Reserve for:			
Improvements to Recreation Sites	C	61,374.60	61,374.60
Payment of Debt	C	69,901.86	69,901.86
Capital Improvement Fund	SC-4	24,257.11	118,257.11
Fund Balance	C-1	17,346.52	57,136.21
		<u>\$ 7,383,331.02</u>	<u>\$ 8,449,792.10</u>

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

TOWNSHIP OF CARNEYS POINT
GENERAL CAPITAL FUND
Statement of Operations and Changes in Fund Balance -- Regulatory Basis
For the Year Ended December 31, 2020

Balance December 31, 2019	\$ 57,136.21
Increased by:	
Canceled Improvement Authorization - Funded	<u>160,210.31</u>
	217,346.52
Decreased by:	
Appropriation to Finance Improvement Authorization	<u>200,000.00</u>
Balance December 31, 2020	<u><u>\$ 17,346.52</u></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, 2020

	Balance <u>Dec. 31, 2019</u>	<u>Additions</u>	<u>Deletions</u>	Balance <u>Dec. 31, 2020</u>
ASSETS:				
Land	\$ 1,331,000.00		\$ 93,700.00	\$ 1,237,300.00
Buildings & Improvements	5,032,702.80	\$ 21,467.45	412,200.00	4,641,970.25
Machinery and Equipment	1,728,448.26	176,958.51	147,877.95	1,757,528.82
Vehicles	<u>3,053,770.00</u>	<u>738,064.35</u>	<u>1,073,954.13</u>	<u>2,717,880.22</u>
	<u>\$ 11,145,921.06</u>	<u>\$ 936,490.31</u>	<u>\$ 1,727,732.08</u>	<u>\$ 10,354,679.29</u>
FUND BALANCE:				
Investment in General Fixed Assets	<u>\$ 11,145,921.06</u>	<u>\$ 936,490.31</u>	<u>\$ 1,727,732.08</u>	<u>\$ 10,354,679.29</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, 2020 and 2019

	<u>Ref.</u>	<u>2020</u>	<u>2019</u>
ASSETS:			
Cash	SF-1	\$ 3,630.48	\$ 4,531.31
Land	F	<u>318,650.00</u>	<u>318,650.00</u>
		<u>\$ 322,280.48</u>	<u>\$ 323,181.31</u>
LIABILITIES, RESERVES AND FUND BALANCE:			
Fund Balance	F-1	<u>\$ 322,280.48</u>	<u>\$ 323,181.31</u>

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

TOWNSHIP OF CARNEYS POINT
INDUSTRIAL COMMISSION

Statements of Operations and Changes in Fund Balance -- Regulatory Basis
For the Years Ended December 31, 2020 and 2019

	<u>2020</u>	<u>2019</u>
REVENUE AND OTHER INCOME REALIZED:		
Current Fund Budget Appropriations	\$ 2,675.00	\$ 1,585.00
Interest Earned on Deposits	5.81	27.29
	<u>2,680.81</u>	<u>1,612.29</u>
Total Income		
EXPENDITURES:		
Administration	<u>3,581.64</u>	<u>2,739.77</u>
	<u>3,581.64</u>	<u>2,739.77</u>
Total Expenditures		
Excess (Loss)	(900.83)	(1,127.48)
Fund Balance January 1	<u>323,181.31</u>	<u>324,308.79</u>
Fund Balance December 31	<u><u>\$ 322,280.48</u></u>	<u><u>\$ 323,181.31</u></u>

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

TOWNSHIP OF CARNEYS POINT
INDUSTRIAL COMMISSION
Statement of Expenditures - Regulatory Basis
For the Year Ended December 31, 2020

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
Administration	<u>\$ 7,175.00</u>	<u>\$ 3,581.64</u>	<u>\$ 3,593.36</u>
Total	<u><u>\$ 7,175.00</u></u>	<u><u>\$ 3,581.64</u></u>	<u><u>\$ 3,593.36</u></u>

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

TOWNSHIP OF CARNEYS POINT
Notes to Financial Statements
For the Year Ended December 31, 2020

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 units of the Township are not presented in accordance with Governmental Accounting Standards Board (GASB) Statement No. 14, *The Financial Reporting Entity*, as amended. If the provisions of the aforementioned GASB Statement, as amended had been complied with, the financial statements of the following component units 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* (the "Requirements") as promulgated by the State of New Jersey, Department of Community Affairs, Division of Local Government Services. The principles and practices established by the *Requirements* are designed primarily for determining compliance with legal provisions and budgetary restrictions and as a means of reporting on the stewardship of public officials with respect to public funds. Generally, the financial statements are presented using the flow of current financial resources measurement focus and modified accrual basis of accounting with minor exceptions as mandated by these *Requirements*. In addition, the prescribed accounting principles previously referred to differ in certain respects from accounting principles generally accepted in the United States of America applicable to local government units. The more significant differences are explained in this note.

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

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

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

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

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

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; therefore, unrealized gains or losses on investments have not been recorded. Investments recorded in the trust fund for the Township's length of service awards program, however, are stated at fair value.

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

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

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

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

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

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

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 acquisition value as of the date of the transaction. Interest costs relative to the acquisition of general fixed assets are recorded as expenditures when paid. Public domain ("infrastructure") general fixed assets consisting of certain improvements such as roads, bridges, curbs and gutters, streets and sidewalks and drainage systems are not capitalized. Expenditures for construction in progress are recorded in the capital funds until such time as the construction is completed and put into operation. The Township is required to maintain a subsidiary ledger detailing fixed assets records to control additions, retirements, and transfers of fixed assets. In addition, a statement of general fixed asset group of accounts, reflecting the activity for the year, must be included in the Township's basic financial statements.

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

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

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

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

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

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

Property Tax Revenues - Property tax revenues are collected in quarterly installments due February 1, May 1, August 1, and November 1. The amount of tax levied includes not only the amount required in support of the Township's annual budget, but also the amounts required in support of the budgets of the County of 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 to the County for the year, based upon the ratables required to be certified to the County Board of Taxation by January 10 of the current year. In addition, operations is charged for the County share of added and omitted taxes certified to the County Board of Taxation by October 10 of the current year, and due to be paid to the County by February 15 of the following year.

Reserve for Uncollected Taxes - The inclusion of the "reserve for uncollected taxes" appropriation in the Township's annual budget protects the Township from taxes not paid currently. The reserve, the minimum amount of which is determined on the percentage of collections experienced in the 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.

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

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

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

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

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.

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, 2020, the Township's bank balances of \$11,357,831.07 were exposed to custodial credit risk as follows:

Insured by FDIC and GUDPA	\$ 10,607,301.26
Uninsured and Uncollateralized	<u>750,529.81</u>
Total	<u>\$ 11,357,831.07</u>

Note 3: PROPERTY TAXES

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

Comparative Schedule of Tax Rates

	<u>Year Ended</u>				
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Tax Rate	<u>\$ 3.347</u>	<u>\$ 3.375</u>	<u>\$ 3.149</u>	<u>\$ 2.936</u>	<u>\$ 2.829</u>
Apportionment of Tax Rate:					
Municipal	.630	.602	.550	.529	.484
Municipal Open Space	.001	.001	.001	.001	.001
County	1.166	1.196	1.071	.932	.915
County Open Space	.020	.021	.019	.017	.018
Regional School	1.530	1.555	1.508	1.457	1.411

Assessed Valuation

<u>Year</u>	<u>Amount</u>
2020	\$ 643,271,000.00
2019	638,297,700.00
2018	644,463,200.00
2017	667,761,420.00
2016	698,621,900.00

Comparison of Tax Levies and Collections

<u>Year</u>	<u>Tax Levy</u>	<u>Collections</u>	<u>Percentage of Collections</u>
2020	\$ 22,153,383.01	\$ 21,264,891.28	95.99%
2019	21,637,426.70	20,622,900.70	95.31%
2018	20,566,104.06	19,548,084.11	95.05%
2017	19,701,533.54	18,910,587.34	95.99%
2016	19,851,554.53	18,871,198.24	95.06%

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>
2020	\$ 1,013,397.02	\$ 630,991.35	\$ 1,644,388.37	7.42%
2019	913,904.31	849,668.50	1,763,572.81	8.15%
2018	822,200.80	831,144.16	1,653,344.96	8.04%
2017	1,328,567.34	614,704.41	1,943,271.75	9.86%
2016	1,185,218.29	568,388.43	1,753,606.72	8.83%

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>
2020	77
2019	74
2018	72
2017	89
2016	106

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>
2020	\$ 1,618,200.00
2019	1,618,200.00
2018	1,618,200.00
2017	None
2016	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>
2020	\$ 4,398,033.66	\$ 1,390,000.00	31.61%
2019	3,785,748.24	1,163,500.00	30.73%
2018	3,938,871.57	1,163,500.00	29.54%
2017	3,209,606.07	925,000.00	28.82%
2016	1,318,753.66	901,595.00	68.37%

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, 2020:

<u>Fund</u>	<u>Interfunds Receivable</u>	<u>Interfunds Payable</u>
Current	\$ 22,416.98	\$ 6,371.06
Trust - Other		22,416.98
Trust - Open Space	6,371.06	
	<u>\$ 28,788.04</u>	<u>\$ 28,788.04</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 2021, 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, required supplementary information and detailed information about the PERS and PFRS plans' fiduciary net position which can be obtained by writing to or at the following website:

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

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

Public Employees' Retirement System - The Public Employees' Retirement System is a cost-sharing multiple-employer defined benefit pension plan which was established as of January 1, 1955, under the provisions of N.J.S.A. 43:15A. The PERS' designated purpose is to provide retirement, death, 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' 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' 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' 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 New Jersey State Police Retirement System (SPRS) or the Police and Firemen's Retirement System (PFRS) after May 21, 2010, who earn salary in excess of established "maximum compensation" limits; employees otherwise eligible to enroll in PERS on or after November 2, 2008, who do not earn the minimum annual salary for tier 3 enrollment but who earn salary of at least \$5,000.00 annually; and employees otherwise eligible to enroll in PERS after May 21, 2010 who do not work the minimum number of hours per week required for tiers 4 or 5 enrollment, but who earn salary of at least \$5,000.00 annually.

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

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 10 years of service, except disability benefits, which vest after four years of service.

The following represents the membership tiers for PFRS:

Tier Definition

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

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

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

Contributions

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

The Township's contractually required contribution rate for the year ended December 31, 2020 was 15.05% of the Township's covered payroll. This amount was actuarially determined as the amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, including an additional amount to finance any unfunded accrued liability.

Note 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, 2020, the Township's contractually required contribution to the pension plan for the year ended December 31, 2020 is \$174,984.00, and is payable by April 1, 2021. Due to the basis of accounting described in note 1, no liability has been recorded in the financial statements for this amount. For the prior year measurement date of June 30, 2019, the Township's contractually required contribution to the pension plan for the year ended December 31, 2019 was \$143,833.00, which was paid on April 1, 2020.

Employee contributions to the Plan for the year ended December 31, 2020 were \$89,130.64.

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

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

The Township's contractually required contribution rate for the year ended December 31, 2020 was 31.68% of the Township's covered payroll. This amount was actuarially determined as the amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability.

Based on the most recent PFRS measurement date of June 30, 2020, the Township's contractually required contribution to the pension plan for the year ended December 31, 2020 is \$532,026.00, and is payable by April 1, 2021. Due to the basis of accounting described in note 1, no liability has been recorded in the financial statements for this amount. For the prior year measurement date of June 30, 2019, the Township's contractually required contribution to the pension plan for the year ended December 31, 2019 was \$483,763.00, which was paid on April 1, 2020.

Employee contributions to the Plan for the year ended December 31, 2020 were \$169,711.70.

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, 2020 was 4.38% of the Township's covered 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, 2020, the State's contractually required contribution, on-behalf of the Township, to the pension plan for the year ended December 31, 2020 was \$73,486.00, and is payable by April 1, 2021. For the prior year measurement date of June 30, 2019, the State's contractually required contribution, on-behalf of the Township, to the pension plan for the year ended December 31, 2019 was \$62,356.00, which was paid on April 1, 2020.

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, 2020, employee contributions totaled \$8,081.16, and the Township's contributions were \$6,542.50. There were no forfeitures during the year.

Pension Liabilities, Pension (Benefit) Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions**Public Employees' Retirement System**

Pension Liability - As of December 31, 2020, the Township's proportionate share of the PERS net pension liability was \$2,608,467.00. The net pension liability was measured as of June 30, 2020 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2019. 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, 2020. 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, 2020 measurement date, the Township's proportion was .0159956186%, which was an increase of .0012087166% from its proportion measured as of June 30, 2019.

Pension Expense - For the year ended December 31, 2020, the Township's proportionate share of the PERS pension (benefit) expense, calculated by the Plan as of the June 30, 2020 measurement date was \$(3,704.00). This (benefit) 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, 2020, the Township's contribution to PERS was \$143,833.00, and was paid on April 1, 2020.

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

Pension Liability - As of December 31, 2020, 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	\$ 6,153,470.00
State of New Jersey's Proportionate Share of Net Pension Liability Associated with the Township	<u>954,991.00</u>
	<u><u>\$ 7,108,461.00</u></u>

The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2019. 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, 2020. 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, 2020 measurement date, the Township's proportion was .0476226173%, which was a decrease of .0002694652% from its proportion measured as of June 30, 2019. Likewise, at June 30, 2020, the State of New Jersey's proportion, on-behalf of the Township, was .0476226173%, which was a decrease of .0002694652% from its proportion, on-behalf of the Township, measured as of June 30, 2019.

Pension Expense - For the year ended December 31, 2020, the Township's proportionate share of the PFRS pension (benefit) expense, calculated by the Plan as of the June 30, 2020 measurement date was \$414,162.00. This (benefit) 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, 2020, the Township's contribution to PFRS was \$483,763.00, and was paid on April 1, 2020.

For the year ended December 31, 2020, the State's proportionate share of the PFRS pension (benefit) expense, associated with the Township, calculated by the Plan as of the June 30, 2020 measurement date, was \$108,229.00. This on-behalf (benefit) expense is not recognized by the Township because of the regulatory basis of accounting as described in note 1.

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

Deferred Outflows of Resources and Deferred Inflows of Resources - As of December 31, 2020, the Township had deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources			Deferred Inflows of Resources		
	<u>PERS</u>	<u>PFRS</u>	<u>Total</u>	<u>PERS</u>	<u>PFRS</u>	<u>Total</u>
Differences between Expected and Actual Experience	\$ 47,496.00	\$ 62,037.00	\$ 109,533.00	\$ 9,225.00	\$ 22,084.00	\$ 31,309.00
Changes of Assumptions	84,622.00	15,485.00	100,107.00	1,092,190.00	1,649,709.00	2,741,899.00
Net Difference between Projected and Actual Earnings on Pension Plan Investments	89,159.00	360,807.00	449,966.00	-	-	-
Changes in Proportion and Differences between Township Contributions and Proportionate Share of Contributions	234,071.00	250,455.00	484,526.00	269,548.00	132,050.00	401,598.00
Township Contributions Subsequent to the Measurement Date	87,492.00	266,013.00	353,505.00	-	-	-
	<u>\$ 542,840.00</u>	<u>\$ 954,797.00</u>	<u>\$ 1,497,637.00</u>	<u>\$ 1,370,963.00</u>	<u>\$ 1,803,843.00</u>	<u>\$ 3,174,806.00</u>

Deferred outflows of resources in the amounts of \$87,492.00 and \$266,013.00 for PERS and PFRS, respectively, will be included as a reduction of the net pension liability during the year ending December 31, 2021. These amounts were based on an estimated April 1, 2022 contractually required contribution, prorated from the pension plans' measurement date of June 30, 2020 to the Township's year-end of December 31, 2020.

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

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

	<u>PERS</u>		<u>PFRS</u>	
	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between Expected and Actual Experience				
Year of Pension Plan Deferral:				
June 30, 2015	5.72	-	-	5.53
June 30, 2016	5.57	-	-	5.58
June 30, 2017	5.48	-	5.59	-
June 30, 2018	-	5.63	5.73	-
June 30, 2019	5.21	-	-	5.92
June 30, 2020	5.16	-	5.90	-
Changes of Assumptions				
Year of Pension Plan Deferral:				
June 30, 2014	6.44	-	6.17	-
June 30, 2015	5.72	-	5.53	-
June 30, 2016	5.57	-	5.58	-
June 30, 2017	-	5.48	-	5.59
June 30, 2018	-	5.63	-	5.73
June 30, 2019	-	5.21	-	5.92
June 30, 2020	-	5.16	-	5.90
Net Difference between Projected and Actual Earnings on Pension Plan Investments				
Year of Pension Plan Deferral:				
June 30, 2016	5.00	-	5.00	-
June 30, 2017	5.00	-	5.00	-
June 30, 2018	5.00	-	5.00	-
June 30, 2019	5.00	-	5.00	-
June 30, 2020	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
June 30, 2016	5.57	5.57	5.58	5.58
June 30, 2017	5.48	5.48	5.59	5.59
June 30, 2018	5.63	5.63	5.73	5.73
June 30, 2019	5.21	5.21	5.92	5.92
June 30, 2020	5.16	5.16	5.90	5.90

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

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

<u>Year Ending Dec 31,</u>	<u>PERS</u>	<u>PFRS</u>	<u>Total</u>
2021	\$ (381,318.00)	\$ (487,210.00)	\$ (868,528.00)
2022	(335,189.00)	(355,349.00)	(690,538.00)
2023	(168,889.00)	(132,077.00)	(300,966.00)
2024	(23,744.00)	(82,394.00)	(106,138.00)
2025	(6,475.00)	(58,029.00)	(64,504.00)
	<u>\$ (915,615.00)</u>	<u>\$ (1,115,059.00)</u>	<u>\$ (2,030,674.00)</u>

Actuarial Assumptions

The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2019. 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, 2020. This actuarial valuation used the following actuarial assumptions, applied to all periods included in the measurement:

	<u>PERS</u>	<u>PFRS</u>
Inflation Rate:		
Price	2.75%	2.75%
Wage	3.25%	3.25%
Salary Increases (1):		
Through 2026	2.00% - 6.00%	
Thereafter	3.00% - 7.00%	
Through All Future Years		3.25% - 15.25%
Investment Rate of Return	7.00%	7.00%
Period of Actuarial Experience		
Study upon which Actuarial Assumptions were Based	July 1, 2014 - June 30, 2018	July 1, 2013 - June 30, 2018

(1) Based on Years of Service

Note 7: PENSION PLANS (CONT'D)**Actuarial Assumptions (Cont'd)****Public Employees' Retirement System**

Pre-retirement mortality rates were based on the Pub-2010 General Below-Median Income Employee mortality table with an 82.2% adjustment for males and 101.4% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Post-retirement mortality rates were based on the Pub-2010 General Below-Median Income Healthy Retiree mortality table with a 91.4% adjustment for males and 99.7% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Disability retirement rates used to value disabled retirees were based on the Pub-2010 Non-Safety Disabled Retiree mortality table with a 127.7% adjustment for males and 117.2% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Mortality improvement is based on Scale MP-2020.

Police and Firemen's Retirement System

Pre-retirement mortality rates were based on the Pub-2010 Safety Employee mortality table with a 105.6% adjustment for males and 102.5% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Post-retirement mortality rates were based on the Pub-2010 Safety Retiree Below-Median Income Weighted mortality table with a 96.7% adjustment for males and 96.0% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. For beneficiaries (contingent annuitants), the Pub-2010 General Retiree Below-Median Income Weighted mortality table was used, unadjusted, and with future improvement from the base year of 2010 on a generational basis. Disability rates were based on the Pub-2010 Safety Disabled Retiree mortality table with a 152.0% adjustment for males and 109.3% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Mortality improvement is based on Scale MP-2020.

For both PERS and PFRS, in accordance with State statute, the long-term expected rate of return on Plan investments (7.00% at June 30, 2020) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension Plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic rates of return for each major asset class included in PERS' and PFRS' target asset allocation as of June 30, 2020 are summarized in the table that follows:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
U.S. Equity	27.00%	7.71%
Non-US Developed Markets Equity	13.50%	8.57%
Emerging Market Equity	5.50%	10.23%
Private Equity	13.00%	11.42%
Real Assets	3.00%	9.73%
Real Estate	8.00%	9.56%
High Yield	2.00%	5.95%
Private Credit	8.00%	7.59%
Investment Grade Credit	8.00%	2.67%
Cash Equivalents	4.00%	0.50%
U.S. Treasuries	5.00%	1.94%
Risk Mitigation Strategies	3.00%	3.40%
	<u>100.00%</u>	

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

Public Employees' Retirement System - The discount rate used to measure the total pension liability was 7.00% as of June 30, 2020. This single blended discount rate was based on the long-term expected rate of return on pension plan investments of 7.00% and a municipal bond rate of 2.21% as of the June 30, 2020 measurement date based on the Bond Buyer Go 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. The projection of cash flows used to determine the discount rate assumed that contributions from Plan members will be made at the current member contribution rates and that contributions from employers would be based on 78% of the actuarially determined contributions for the State and 100% of actuarially determined contributions for the local employers. Based on those assumptions, the Plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on Plan investments was applied to all projected benefit payments to determine the total pension liability.

Police and Firemen's Retirement System - The discount rate used to measure the total pension liability was 7.00% as of June 30, 2020. This single blended discount rate was based on the long-term expected rate of return on pension plan investments of 7.00%, and a municipal bond rate of 2.21% as of June 30, 2020 measurement date based on the Bond Buyer Go 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. The projection of cash flows used to determine the discount rate assumed that contributions from Plan members will be made at the current member contribution rates and that contributions from employers will be based on 78% of the actuarially determined contributions for the State and 100% of actuarially determined contributions for the local employers. Based on those assumptions, the Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on Plan investments was applied to all projected benefit payments to determine the total pension liability.

Sensitivity of 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 as of the June 30, 2020 measurement date, calculated using a discount rate of 7.00%, 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:

	PERS		
	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Township's Proportionate Share of the Net Pension Liability	<u>\$ 3,283,625.00</u>	<u>\$ 2,608,467.00</u>	<u>\$ 2,035,577.00</u>

Note 7: PENSION PLANS (CONT'D)**Sensitivity of Township's Proportionate Share of Net Pension Liability to Changes in the Discount Rate (Cont'd)**

Police and Firemen's Retirement System (PFRS) - As previously mentioned, PFRS has a special funding situation, where the State of New Jersey pays a portion of the Township's annual required contribution. As such, the net pension liability as of the June 30, 2020 measurement date, for the Township and the State of New Jersey, calculated using a discount rate of 7.00%, as well as using a discount rate that is 1% lower or 1% higher than the current rates used, is as follows:

	PFRS		
	1% Decrease <u>(6.00%)</u>	Current Discount Rate <u>(7.00%)</u>	1% Increase <u>(8.00%)</u>
Township's Proportionate Share of the Net Pension Liability	\$ 8,182,849.00	\$ 6,153,470.00	\$ 4,467,916.00
State of New Jersey's Proportionate Share of Net Pension Liability associated with the Township	1,269,941.00	954,991.00	693,400.00
	<u>\$ 9,452,790.00</u>	<u>\$ 7,108,461.00</u>	<u>\$ 5,161,316.00</u>

Pension Plan Fiduciary Net Position

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

Note 7: PENSION PLANS (CONT'D)**Supplementary Pension Information**

In accordance with GASBS 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 Eight Plan Years)

	Measurement Date Ended June 30,			
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Township's Proportion of the Net Pension Liability	0.0159956186%	0.0147869020%	0.0156106970%	0.0162160085%
Township's Proportionate Share of the Net Pension Liability	\$ 2,608,467.00	\$ 2,664,375.00	\$ 3,073,668.00	\$ 3,774,828.00
Township's Covered Payroll (Plan Measurement Period)	\$ 1,157,508.00	\$ 1,038,620.00	\$ 1,066,196.00	\$ 1,099,540.00
Township's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	225.35%	256.53%	288.28%	343.31%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	58.32%	56.27%	53.60%	48.10%
	Measurement Date Ended June 30,			
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Township's Proportion of the Net Pension Liability	0.0177581648%	0.0170360105%	0.0173577758%	0.0185555129%
Township's Proportionate Share of the Net Pension Liability	\$ 5,259,459.00	\$ 3,824,243.00	\$ 3,249,850.00	\$ 3,546,327.00
Township's Covered Payroll (Plan Measurement Period)	\$ 1,221,648.00	\$ 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 Covered Payroll	430.52%	347.71%	261.63%	293.77%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	40.14%	47.93%	52.08%	48.72%

Note 7: PENSION PLANS (CONT'D)**Supplementary Pension Information (Cont'd)*****Schedule of the Township's Contributions - Public Employees' Retirement System (PERS) (Last Eight Years)***

	Year Ended December 31,			
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Township's Contractually Required Contribution	\$ 174,984.00	\$ 143,833.00	\$ 155,276.00	\$ 150,224.00
Township's Contribution in Relation to the Contractually Required Contribution	<u>\$ (174,984.00)</u>	<u>\$ (143,833.00)</u>	<u>(155,276.00)</u>	<u>(150,224.00)</u>
Township's Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Township's Covered Payroll (Calendar Year)	\$ 1,162,583.00	\$ 1,151,737.00	\$ 1,054,863.00	\$ 1,059,398.00
Township's Contributions as a Percentage of Covered Payroll	15.05%	12.49%	14.72%	14.18%
	Year Ended December 31,			
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Township's Contractually Required Contribution	\$ 157,761.00	\$ 146,464.00	\$ 143,095.00	\$ 139,812.00
Township's Contribution in Relation to the Contractually Required Contribution	<u>(157,761.00)</u>	<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>	<u>\$ -</u>
Township's Covered Payroll (Calendar Year)	\$ 1,099,629.00	\$ 1,153,054.00	\$ 1,149,959.00	\$ 1,215,299.00
Township's Contributions as a Percentage of Covered Payroll	14.35%	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 Eight Plan Years)***

	Measurement Date Ended June 30,			
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Township's Proportion of the Net Pension Liability	0.0476226173%	0.0478920825%	0.0485172908%	0.0460238989%
Township's Proportionate Share of the Net Pension Liability	\$ 6,153,470.00	\$ 5,860,946.00	\$ 6,565,189.00	\$ 7,105,200.00
State's Proportionate Share of the Net Pension Liability associated with the Township	954,991.00	925,455.00	891,772.00	795,842.00
Total	<u>\$ 7,108,461.00</u>	<u>\$ 6,786,401.00</u>	<u>\$ 7,456,961.00</u>	<u>\$ 7,901,042.00</u>
Township's Covered Payroll (Plan Measurement Period)	\$ 1,555,212.00	\$ 1,623,212.00	\$ 1,609,584.00	\$ 1,523,164.00
Township's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	395.67%	361.07%	407.88%	466.48%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	63.52%	65.00%	62.48%	58.60%
	Measurement Date Ended June 30,			
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Township's Proportion of the Net Pension Liability	0.0467365422%	0.0423944937%	0.0479997198%	0.0448829480%
Township's Proportionate Share of the Net Pension Liability	\$ 8,927,875.00	\$ 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	749,720.00	619,265.00	650,182.00	556,177.00
Total	<u>\$ 9,677,595.00</u>	<u>\$ 7,680,710.00</u>	<u>\$ 6,688,102.00</u>	<u>\$ 6,522,960.00</u>
Township's Covered Payroll (Plan Measurement Period)	\$ 1,493,812.00	\$ 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 Covered Payroll	597.66%	501.52%	398.26%	392.35%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	52.01%	56.31%	62.41%	58.70%

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

	<u>Year Ended December 31,</u>			
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Township's Contractually Required Contribution	\$ 532,026.00	\$ 483,763.00	\$ 474,328.00	\$ 407,320.00
Township's Contribution in Relation to the Contractually Required Contribution	(532,026.00)	(483,763.00)	(474,328.00)	(407,320.00)
Township's Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Township's Covered Payroll (Calendar Year)	\$ 1,679,617.00	\$ 1,610,188.00	\$ 1,585,637.00	\$ 1,586,919.00
Township's Contributions as a Percentage of Covered Payroll	31.68%	30.04%	29.91%	25.67%
	<u>Year Ended December 31,</u>			
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Township's Contractually Required Contribution	\$ 381,062.00	\$ 344,604.00	\$ 368,671.00	\$ 327,456.00
Township's Contribution in Relation to the Contractually Required Contribution	(381,062.00)	(344,604.00)	(368,671.00)	(327,456.00)
Township's Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Township's Covered Payroll (Calendar Year)	\$ 1,500,230.00	\$ 1,536,779.00	\$ 1,403,738.00	\$ 1,522,824.00
Township's Contributions as a Percentage of Covered Payroll	25.40%	22.42%	26.26%	21.50%

Note 7: PENSION PLANS (CONT'D)**Supplementary Pension Information (Cont'd)****Other Notes to Supplementary Pension Information*****Public Employees' Retirement System (PERS)*****Changes in Benefit Terms**

The June 30, 2020 measurement date included two changes to the plan provisions. Chapter 157, P.L. 2019 expanded the definition of regular or assigned duties for purposes of accidental disability. The Division of Pension and Benefits (DPB) also adopted a new policy regarding the crediting of interest on member contributions for the purpose of refund of accumulated deductions.

Changes in Assumptions

The discount rate used as of June 30 measurement date is as follows:

<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>
2020	7.00%	2016	3.98%
2019	6.28%	2015	4.90%
2018	5.66%	2014	5.39%
2017	5.00%		

The long-term expected rate of return used as of June 30 measurement date is as follows:

<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>
2020	7.00%	2016	7.65%
2019	7.00%	2015	7.90%
2018	7.00%	2014	7.90%
2017	7.00%		

The mortality assumption was updated upon direction from the DPB.

Police and Firemen's Retirement System (PFRS)**Changes in Benefit Terms**

None

Changes in Assumptions

The discount rate used as of June 30 measurement date is as follows:

<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>
2020	7.00%	2016	5.55%
2019	6.85%	2015	5.79%
2018	6.51%	2014	6.32%
2017	6.14%		

Note 7: PENSION PLANS (CONT'D)**Supplementary Pension Information (Cont'd)****Other Notes to Supplementary Pension Information (Cont'd)*****Police and Firemen's Retirement System (PFRS) (Cont'd)*****Changes in Assumptions (Cont'd)**

The long-term expected rate of return used as of June 30 measurement date is as follows:

<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>
2020	7.00%	2016	7.65%
2019	7.00%	2015	7.90%
2018	7.00%	2014	7.90%
2017	7.00%		

The mortality assumption was updated upon direction from the DPB.

Note 8: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS**TOWNSHIP OF CARNEYS POINT POSTEMPLOYMENT BENEFIT PLAN**

Plan Description and Benefits Provided - The Township provides postretirement benefits through a plan for retirees, which includes medical, dental, vision and prescription drug benefits. The Township provides a single employer post-employment healthcare plan, which is not administered through a trust that meets the criteria in paragraph 4 of the GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits other than Pensions*, and covers the following retiree populations: 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; therefore, premium payments are made directly to the insurance carriers.

Employees Covered by Benefit Terms - As of December 31, 2020, the most recent actuarial valuation date, the following employees were covered by the benefit terms:

Inactive Employees or Beneficiaries Currently Receiving Benefit Payments	24
Inactive Employees Entitled to but Not Yet Receiving Benefit Payments	-
Active Employees	<u>37</u>
	<u>61</u>

Total OPEB Liability

The Township's total OPEB liability of \$11,470,114.00 was measured as of December 31, 2020 and was determined by an actuarial valuation as of this same date.

Note 8: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)

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

Mortality	RP 2000 Combined Healthy Male Mortality Rates Set Forward Three Years
Turnover	NJ State Pension 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	2.74% Based on Bond Buyer 20 Index Dec. 31, 2019 2.12% Based on Bond Buyer 20 Index Dec. 31, 2020
CPI Increase	2.50%
Rate of Salary Increase	2.50%
Medical Trend	Medical: 5.60% in 2020, reducing by 0.1% per annum, leveling at 5.00% per annum in 2026 Drug: 9.00% in 2020, reducing by 0.5% per annum to 2022 and 1.00% per annum thereafter, leveling at 5.00% per annum in 2026
Medical Cost Aging Factor	NJ SHBP Medical Morbidity Rates

An experience study was not performed on the actuarial assumptions used in the December 31, 2020 valuation since the Plan had insufficient data to produce a study with credible results. Mortality rates, termination rates and retirement rates were based on standard tables issued by the SOA or developed for the applicable State Pension system in which the Township participates. The actuary has used their professional judgement in applying these assumptions to this Plan.

Changes in Total OPEB Liability

Balance at December 31, 2019		\$ 10,838,884.00
Changes for the Year:		
Service Cost	\$ 130,954.00	
Interest Cost	294,514.00	
Benefit Payments	(442,277.00)	
Changes in Assumptions	648,039.00	
Difference between Expected and Actual Experience	<u>-</u>	
Net Changes		<u>631,230.00</u>
Balance at December 31, 2020		<u>\$ 11,470,114.00</u>

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

Changes of assumptions and other inputs reflect a change in the discount rate from 2.74% at December 31, 2019 to 2.12% at December 31, 2020.

Note 8: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)

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

	<u>December 31, 2020</u>		
	<u>1.00% Decrease (1.12%)</u>	<u>Current Discount Rate (2.12%)</u>	<u>1.00% Increase (3.12%)</u>
Total OPEB Liability	<u>\$ 12,605,522.00</u>	<u>\$ 11,470,114.00</u>	<u>\$ 10,510,696.00</u>

Sensitivity of Total OPEB Liability to Changes in Healthcare Cost Trend Rates - The following presents the total OPEB liability of the Township, as well as what the Township's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

	<u>December 31, 2020</u>		
	<u>1.00% Decrease</u>	<u>Healthcare Cost Trend Rates</u>	<u>1.00% Increase</u>
Total OPEB Liability	<u>\$ 10,424,415.00</u>	<u>\$ 11,470,114.00</u>	<u>\$ 12,714,650.00</u>

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB - For the year ended December 31, 2020, the Township recognized OPEB expense of \$508,021.00. As of December 31, 2020, the Township reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Changes of Assumptions	\$ 1,359,972.00	\$ -
Difference Between Expected and Actual Experience	<u>-</u>	<u>-</u>
	<u>\$ 1,359,972.00</u>	<u>\$ -</u>

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

<u>Year Ending Dec 31,</u>	
2021	\$ 82,553.00
2022	82,553.00
2023	82,553.00
2024	82,553.00
2025	82,553.00
Thereafter	<u>947,207.00</u>
	<u>\$ 1,359,972.00</u>

Note 8: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**Supplementary OPEB Information**

In accordance with GASBS No. 75, the following information is also presented for the Township's OPEB Plan. 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 Changes in the Township's Total OPEB Liability and Related Ratios (Last Three Years)

	Plan Measurement Date December 31,		
	<u>2020</u>	<u>2019</u>	<u>2018</u>
Total OPEB Liability			
Service Cost	\$ 130,954.00	\$ 191,382.00	\$ 191,382.00
Interest Cost	294,514.00	402,310.00	393,119.00
Benefit Payments	(442,277.00)	(442,086.00)	(278,568.00)
Changes in Assumptions	648,039.00	845,171.00	-
Difference Between Expected and Actual Experience	-	-	-
Net Change in Total OPEB Liability	631,230.00	996,777.00	305,933.00
Total OPEB Liability - Beginning of Year	10,838,884.00	9,842,107.00	9,536,174.00
Total OPEB Liability - End of Year	<u>\$ 11,470,114.00</u>	<u>\$ 10,838,884.00</u>	<u>\$ 9,842,107.00</u>
Covered-Employee Payroll	\$ 3,400,312.66	\$ 3,298,028.10	\$ 3,345,973.79
Total OPEB Liability as a Percentage of Covered Payroll	337.33%	328.65%	294.15%

Other Notes to Supplementary OPEB Information**Changes in Benefit Terms**

None

Changes in Assumptions

The discount rate changed from 2.74% as of December 31, 2019 measurement date to 2.12% as of the December 31, 2020 measurement date.

Note 9: LENGTH OF SERVICE AWARDS PROGRAM

Plan Description – The Township's length of service awards program (the "Plan"), which is a defined contribution plan reported in the Township's trust fund, was created by a Township Ordinance adopted on August 30, 1999 pursuant to Section 457 (e)(11)(B) of the Internal Service Code of 1986, as amended, except for provisions added by reason of the length of service award program as enacted into federal law in 1997. The accumulated assets of the Plan are not administered through a trust that meets the criteria of paragraph 4 of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27*.

The voters of the Township approved the adoption of the Plan at the general election held on November 2, 1999, and the first year of eligibility for entrance into the Plan by qualified volunteers was calendar year 2000. The Plan provides tax deferred income benefits to active volunteer firefighters and emergency medical personnel, and is administered by Lincoln National Life Insurance Company ("Plan Administrator"), a State of New Jersey approved length of service awards program provider. The Township's practical involvement in administering the Plan is essentially limited to verifying the eligibility of each participant and remitting the funds to the Plan Administrator.

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

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

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

The Township elected to contribute \$1,150.00 for the year ended December 31, 2020, per eligible volunteer, into the Plan, depending on how many years the volunteer has served. Participants direct the investment of the contributions into various investment options offered by the Plan. The Township has no authorization to direct investment contributions on behalf of eligible volunteers nor has the ability to purchase or sell investment options offered by the Plan. The types of investment options, and the administering of such investments, rests solely with the Plan Administrator.

For the year ended December 31, 2020, the Township's total expenditure, net of forfeitures of \$0.00, to the Plan was \$11,500.00.

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

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

Vesting - The Township, in accordance with N.J.S.A. 40A:14-188 and N.J.A.C. 5:30-11.63 may make a yearly contribution to the length of service awards program account in the deferred income program for an active volunteer who has satisfied the requirements for receipt of an award, but the volunteer shall not be able to receive a distribution of the funds until the completion of a five year vesting period or be in accordance with changes to vesting conveyed through the issuance of a Local Finance Notice and/or publication of a public notice in the New Jersey Register, with payment of that benefit only being as otherwise permitted by the Plan.

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

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

Forfeited Accounts - For the year ended December 31, 2020, no accounts were forfeited.

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

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

Note 10: 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, 2020, the balance of the fund was \$10,868.79. It is estimated that, at December 31, 2020, accrued benefits for compensated absences are valued at \$136,567.56.

Note 11: CAPITAL DEBT**General Improvement Bonds**

On April 17, 2017, the Township issued \$5,150,000.00 of general obligation bonds, with interest rates 2.00%-3.00%. The bonds were issued for the purpose of funding various capital projects in the Township. The final maturity of the bonds is April 15, 2029.

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>
2021	\$ 420,000.00	\$ 112,050.00	\$ 532,050.00
2022	400,000.00	101,850.00	501,850.00
2023	410,000.00	89,700.00	499,700.00
2024	430,000.00	77,100.00	507,100.00
2025	450,000.00	63,900.00	513,900.00
2026-2029	<u>1,905,000.00</u>	<u>116,775.00</u>	<u>2,021,775.00</u>
	<u>\$ 4,015,000.00</u>	<u>\$ 561,375.00</u>	<u>\$ 4,576,375.00</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.

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	\$ 25,724.59	\$ 1,417.96	\$ 27,142.55
2022	25,946.41	1,196.14	27,142.55
2023	26,188.77	953.78	27,142.55
2024	26,449.65	692.90	27,142.55
2025	9,373.42	415.10	9,788.52
2026	<u>3,041.80</u>	<u>119.24</u>	<u>3,161.04</u>
	<u>\$ 116,724.64</u>	<u>\$ 4,795.12</u>	<u>\$ 121,519.76</u>

Note 11: 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 2.00%. 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.

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	\$ 13,040.96	\$ 871.16	\$ 13,912.12
2022	13,303.08	609.03	13,912.11
2023	13,570.47	341.64	13,912.11
2024	6,887.18	68.87	6,956.05
	<u>\$ 46,801.69</u>	<u>\$ 1,890.70</u>	<u>\$ 48,692.39</u>

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

	<u>2020</u>	<u>2019</u>	<u>2018</u>
<u>Issued</u>			
General:			
Bonds, Loans and Notes	\$ 4,553,526.33	\$ 5,101,828.38	\$ 5,064,690.01
<u>Authorized but not Issued</u>			
General:			
Bonds, Loans and Notes	<u>566,869.00</u>	<u>82,494.00</u>	<u>98,119.00</u>
Total Issued and Authorized but not Issued	<u>5,120,395.33</u>	<u>5,184,322.38</u>	<u>5,162,809.01</u>
<u>Deductions</u>			
General:			
Reserve for Payment of Debt	<u>69,901.86</u>	<u>69,901.86</u>	<u>48,998.06</u>
Net Debt	<u>\$ 5,050,493.47</u>	<u>\$ 5,114,420.52</u>	<u>\$ 5,113,810.95</u>

Note 11: 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 0.812%.

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
School Purposes	\$ 4,508,674.13	\$ 4,508,674.13	
General	5,120,395.33	69,901.86	\$ 5,050,493.47
	<u>\$ 9,629,069.46</u>	<u>\$ 4,578,575.99</u>	<u>\$ 5,050,493.47</u>

Net debt \$5,050,493.47 divided by the equalized valuation basis per N.J.S.A.40A:2-2, as amended, \$621,727,212.33 equals 0.812%.

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

3 1/2% of Equalized Valuation Basis (Municipal)	\$ 21,760,452.43
Less: Net Debt	<u>5,050,493.47</u>
Remaining Borrowing Power	<u>\$ 16,709,958.96</u>

Note 12: 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>
2020	\$ 2,000.00	\$ -	\$ 48.69	\$ 727.14	\$ 39,012.62
2019	-	-	148.77	5,351.31	37,691.07
2018	2,000.00	-	113.85	4,589.04	42,893.61

Note 12: 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 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, 2020, 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.

The following is a summary of the claims liability of the Township's for the current and previous year:

	<u>2020</u>	<u>2019</u>
Claims Liability Balance, January 1	\$ 76,193.39	\$ 46,573.34
Incurred Claims	1,164,769.00	935,228.05
Payment of Claims	(1,074,146.46)	(877,898.40)
Other - Administrative Fees	<u>(29,700.90)</u>	<u>(27,709.60)</u>
Claims Liability Balance, December 31	<u>\$ 137,115.03</u>	<u>\$ 76,193.39</u>

At December 31, 2020, the Township had a budget appropriation reserve of \$201,471.39. At December 31, 2019, the Township had a budget appropriation reserve of \$277,286.62.

Note 13: 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 14: 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 15: DEFERRED CHARGES TO BE RAISED IN SUCCEEDING BUDGETS

Certain expenditures are required to be deferred to budgets of succeeding years. At December 31, 2020, the following deferred charges are shown on the statement of assets, liabilities, reserves and fund balance of the following fund(s):

<u>Description</u>	<u>Balance December 31, 2020</u>	<u>2021 Budget Appropriation</u>
Current Fund:		
Special Emergency - Revaluation	\$ 315,000.00	\$ 105,000.00

The appropriations in the 2021 Budget as adopted are not less than that required by the statutes.

Note 16: 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 17: 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, 2020 showed no amount due under this agreement.

Note 18: 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.

Tax Appeals - As of December 31, 2020, 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 significant.

Note 19: SUBSEQUENT EVENTS

COVID-19 - On January 30, 2020, the World Health Organization ("WHO") announced a global health emergency because of a new strain of coronavirus originating in Wuhan, China (the "COVID-19 outbreak") and the risks to the international community as the virus spreads globally beyond its point of origin. In March 2020, the WHO classified the COVID-19 outbreak as a pandemic, based on the rapid increase in exposure globally.

The full impact of the COVID-19 outbreak continues to evolve as of the date of this report. As such, it is uncertain as to the full magnitude that the pandemic will have on the Township's financial condition, liquidity, and future results of operations. Management is actively monitoring the global situation on its financial condition, liquidity, operations, suppliers, industry, and workforce. Given the daily evolution of the COVID-19 outbreak and the global responses to curb its spread, the Township is not able to estimate the effects of the COVID-19 outbreak on its results of operations, financial condition, or liquidity for calendar year 2021.

SUPPLEMENTAL EXHIBITS

CURRENT FUND

TOWNSHIP OF CARNEYS POINT
CURRENT FUND
Statement of Cash
For the Year Ended December 31, 2020

	Regular Fund		Federal and State Grant Fund
	Chief Financial Officer	Tax Collector	
Balance December 31, 2019	\$ 5,003,360.98	\$ 3,368.36	\$ 171,199.11
Increased by Receipts:			
Received from Tax Collector	\$ 22,074,217.17		
Taxes Receivable		\$ 21,642,013.41	
Tax Title Liens		17,508.44	
Tax Overpayments		13,330.85	
Prepaid Taxes		207,247.86	
Miscellaneous Revenue Anticipated	5,059,420.31	175,033.72	
Miscellaneous Revenue Not Anticipated	177,993.78	19,082.89	
Due State of New Jersey - State Training Fees	107,251.00		
Due State of New Jersey - Senior Cit & Vet Deductions	73,875.00		
Reserve for Trash Truck	53,472.60		
Due Current Fund			\$ 1,311.00
Federal and State Grants Receivable			193,431.45
	<u>27,546,229.86</u>	<u>22,074,217.17</u>	<u>194,742.45</u>
	32,549,590.84	22,077,585.53	365,941.56
Decreased by Disbursements:			
Disbursed to Chief Financial Officer		22,074,217.17	
Appropriations	8,139,890.94		
Appropriation Reserves	354,253.93		
Regional School District Tax	9,842,855.00		
County Taxes	7,846,099.09		
Due State of New Jersey - State Training Fees	21,732.00		
Tax Overpayments	113,966.45		
Due Federal and State Grant Fund	1,311.00		
Due Trust - Other Funds - Disbursed for	2,652.05		
Refund of Prior Year Revenue	1,035.25		
Reserve for Fire Fighting Equipment and Training	500.00		
Reserve for Revaluation	16,254.56		
Reserve for Federal & State Grants - Appropriated			97,047.98
	<u>26,340,550.27</u>	<u>22,074,217.17</u>	<u>97,047.98</u>
Balance December 31, 2020	<u>\$ 6,209,040.57</u>	<u>\$ 3,368.36</u>	<u>\$ 268,893.58</u>

TOWNSHIP OF CARNEYS POINT
CURRENT FUND
Schedule of Change Funds
As of December 31, 2020

<u>Office</u>	<u>Balance</u> <u>Dec. 31, 2020</u>
Tax Collector	\$ 225.00
Clerk of Municipal Court	350.00
Dog Registrar	25.00
Municipal Clerk	75.00
Construction Code Office	100.00
	<hr/>
	\$ 775.00

TOWNSHIP OF CARNEYS POINT
CURRENT FUND
Statement of Taxes Receivable and Analysis of Property Tax Levy
For the Year Ended December 31, 2020

	Balance Dec. 31, 2019	Levy	Added Taxes	2019	Collected 2020	Due from State of New Jersey	Overpayments Applied	Transferred to Tax Title Liens	Adjustments/ Canceled	Balance Dec. 31, 2020
Prior	\$ 2,339.81				\$ 2,408.68				\$ (69.86)	\$ 0.99
2017	608.80								69.86	538.94
2018	34,548.32				0.82				29,961.71	4,585.79
2019	812,171.57				761,031.60			\$ 5,212.36	41,661.60	4,266.01
	849,668.50	-	-	-	763,441.10	-	-	5,212.36	71,623.31	9,391.73
2020	\$ 21,530,282.01	\$ 623,101.00	\$ 258,148.56	20,878,572.31	\$ 77,750.00	\$ 50,420.41	110,679.19	156,212.92	621,599.62	
	\$ 849,668.50	\$ 21,530,282.01	\$ 623,101.00	\$ 258,148.56	\$ 21,642,013.41	\$ 77,750.00	\$ 50,420.41	\$ 115,891.55	\$ 227,836.23	\$ 630,991.35

Analysis of Property Tax Levy

Tax Yield:

General Purpose Tax	\$ 21,530,282.01
Added, Omitted and Rollback Taxes	623,101.00
	<u>\$ 22,153,383.01</u>

Tax Levy:

Regional School District Tax	9,842,855.00
County Taxes:	
County Tax	\$ 7,499,699.32
County Open Space Tax	125,718.87
Due County for Added and Omitted Taxes:	
County Tax	216,924.76
County Open Space	3,756.14
Total County Taxes	<u>7,846,099.09</u>
Municipal Open Space Tax	6,432.71
Local Tax For Municipal Purposes	4,054,242.84
Add: Rounding	1,333.27
Add: Added, Omitted and Rollback Taxes	402,420.10
Total Local Tax for Municipal Purposes	<u>4,457,996.21</u>
	<u>\$ 22,153,383.01</u>

TOWNSHIP OF CARNEYS POINT
CURRENT FUND
Statement of Tax Title Liens Receivable
For the Year Ended December 31, 2020

Balance December 31, 2019		\$	913,904.31
Increased by:			
Transfers from Taxes Receivable	\$	115,891.55	
Interest & Costs		<u>1,109.60</u>	
			<u>117,001.15</u>
			1,030,905.46
Decreased by:			
Cash Receipts			<u>17,508.44</u>
Balance December 31, 2020		\$	<u><u>1,013,397.02</u></u>

TOWNSHIP OF CARNEYS POINT
CURRENT FUND
Statement of Revenue Accounts Receivable
For the Year Ended December 31, 2020

	Balance Dec. 31, 2019	Accrued	Realized	Balance Dec. 31, 2020
Miscellaneous Revenues:				
Local Revenues:				
Alcoholic Beverages		\$ 8,072.00	\$ 8,072.00	
Fees and Permits - Other		43,122.35	43,122.35	
Fines and Costs - Municipal Court		72,484.95	72,484.95	
Interest and Costs on Taxes		172,629.95	172,629.95	
Interest on Investments and Deposits		16,026.84	16,026.84	
Host Community Benefit Fee				
Chambers Co-Generation Limited Partnership		2,202,627.50	2,202,627.50	
Payments in Lieu Of Taxes Pursuant to N.J.S.A. 54:4-3.95				
Senior Housing		94,250.00	94,250.00	
MMTM		24,660.70	24,660.70	
Contribution from Carneys Point Twp. Sewerage Authority - Health Insurance Premiums		20,945.40	20,945.40	
Hotel/Motel Tax		105,927.54	105,927.54	
Verizon Lease Agreement		18,543.60	18,543.60	
State Aid Without Offsetting Appropriations:				
Energy Receipts Tax		807,374.00	807,374.00	
Dedicated Uniform Construction Code Fees Offset with Appropriations:				
Uniform Construction Code Fees		597,611.00	597,611.00	
Special Items of General Revenue Anticipated with Prior Written Consent of Director of Local Government Services - Shared Service Agreements:				
Borough of Penns Grove - Interlocal Services Agreement Tax Collector		64,644.19	64,644.19	
Borough of Penns Grove - Interlocal Services Agreement Public Works		623,484.61	623,484.61	
Township of Pennsville - Interlocal Services Agreement - Municipal Court		168,985.00	168,985.00	
Carneys Point Sewerage Authority - Interlocal Services Agreement - IT Services		3,649.37	3,649.37	
Special Items of General Revenue Anticipated with Prior Written Consent of Director of Local Government Services - Public and Private Revenues:		605,868.84	605,868.84	
Special Items of General Revenue Anticipated with Prior Written Consent of Director of Local Government Services - Other Special Items:				
Cable TV Franchise Fee		25,611.38	25,611.38	
Police Outside Employment Trust		27,000.00	27,000.00	
Reserve for Payment of Debt		46,303.65	46,303.65	
MUA Surplus as per N.J.S.A. 40A: 5A-12.1		90,000.00	90,000.00	
Reserve for Fire Safety Fines		500.00	500.00	
Total	\$ -	\$ 5,840,322.87	\$ 5,840,322.87	\$ -
Applied		\$ 605,868.84	\$ 605,868.84	
Cash Receipts				
Tax Collector		175,033.72	175,033.72	
Treasurer		5,059,420.31	5,059,420.31	
		<u>\$ 5,840,322.87</u>	<u>\$ 5,840,322.87</u>	

TOWNSHIP OF CARNEYS POINT
CURRENT FUND
Statement of Appropriation Reserves
For the Year Ended December 31, 2020

	<u>Balance December 31, 2019</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>
Governing Body					
Salaries and Wages		\$ 40.05	\$ 40.05		\$ 40.05
Other Expenses		106.31	106.31		106.31
Municipal Clerk					
Salaries and Wages		4,335.45	2,335.45		2,335.45
Other Expenses	\$ 414.18	1,979.86	2,394.04	\$ 1,314.18	1,079.86
Financial Administration (Treasury)					
Salaries and Wages		19.35	19.35		19.35
Other Expenses	676.93	1,526.21	2,203.14	681.31	1,521.83
Grants Consultant	3,200.00	800.00	4,000.00	3,200.00	800.00
Audit Services		1,160.00	1,160.00		1,160.00
Computerized Data Processing	1,500.00	2,828.93	4,328.93	1,500.00	2,828.93
Revenue Administration (Tax Collection)					
Salaries and Wages		150.52	150.52		150.52
Other Expenses	395.00	4,510.98	2,905.98	62.60	2,843.38
Foreclosure of Tax Title Liens	5,750.00	1,000.00	6,750.00		6,750.00
Tax Assessment Administration (Tax Assessor)					
Salaries and Wages		4,811.43	4,811.43		4,811.43
Other Expenses	2,373.48	8,773.89	11,147.37	5,680.98	5,466.39
Legal Services (Legal Dept.)					
Other Expenses	17,491.88	24,050.43	100,542.31	82,722.81	17,819.50
Engineering Services					
Other Expenses	5,946.50	5,238.88	11,185.38	5,090.25	6,095.13
Planning Board					
Salaries & Wages		2,420.61	2,420.61		2,420.61
Other Expenses	31,516.16	200.60	31,716.76	9,459.01	22,257.75
Council on Affordable Housing (COAH)					
Salaries and Wages		1,500.00	1,500.00		1,500.00
Other Expenses	70.00	8,857.00	8,927.00	70.00	8,857.00
Insurance					
Insurance Administration- Salaries and Wages		407.50	407.50		407.50
Workers Compensation Insurance		1,951.00	1,951.00		1,951.00
Employee Group Insurance		277,286.62	218,286.62	88,245.65	130,040.97
New Jersey Disability	734.40	851.39	1,585.79	1,585.79	
Police					
Salaries and Wages		81,509.05	81,509.05	116.44	81,392.61
Other Expenses	12,966.67	7,958.04	20,924.71	12,788.91	8,135.80
Office of Emergency Management (OEM)					
Salaries and Wages		419.57	419.57		419.57
Other Expenses		1,778.34	1,778.34	9.97	1,768.37
Aid to Volunteer Fire Companies		12,954.56	13,354.56	13,334.18	20.38
Fire Hydrant Service	11,833.44	4,433.40	16,266.84	11,566.18	4,700.66
Fire Business	175.00	1,875.00	2,050.00	175.00	1,875.00
Aid to Volunteer Ambulance Companies					
Other Expenses - Rescue	6,163.76	867.29	7,031.05	4,984.78	2,046.27
Ambulance Service		4,050.00	2,550.00		2,550.00
Municipal Prosecutor's Office					
Other Expenses		0.08	0.08		0.08
Public Works					
Streets and Roads Maintenance					
Salaries and Wages		3,268.30	3,268.30		3,268.30
Other Expenses	132.12	8,230.96	8,363.08	132.12	8,230.96
Solid Waste Collection					
Salaries and Wages		32,418.34	32,418.34		32,418.34
Other Expenses	2,155.23	2,113.98	4,269.21	2,344.16	1,925.05
Buildings and Grounds					
Salaries and Wages		431.85	431.85		431.85
Other Expenses	7,669.06	9,244.05	16,913.11	8,994.36	7,918.75

(Continued)

TOWNSHIP OF CARNEYS POINT
CURRENT FUND
Statement of Appropriation Reserves
For the Year Ended December 31, 2020

	<u>Balance December 31, 2019</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>
Public Health Services (Board of Health)					
Salaries and Wages		\$ 520.00	\$ 520.00		\$ 520.00
Other Expenses		1,115.98	1,115.98		1,115.98
Registrar of Vital Statistics					
Salaries and Wages		392.83	392.83		392.83
Other Expenses	\$ 50.00	475.96	525.96	\$ 50.00	475.96
Animal Control Services					
Salaries and Wages		162.00	162.00		162.00
Other Expenses		2,098.47	2,098.47	485.50	1,612.97
Recreation Services and Programs					
Salaries and Wages		48.00	48.00		48.00
Other Expenses	147.97	3,755.13	403.10	147.97	255.13
Maintenance of Parks					
Other Expenses		3,997.44	3,997.44	70.00	3,927.44
Municipal Court					
Salaries and Wages		8,987.56	8,987.56		8,987.56
Other Expenses	1,567.57	860.18	2,427.75	1,567.59	860.16
Public Defender					
Other Expenses		1,666.69	1,666.69	(291.67)	1,958.36
Electricity		33,011.15	33,011.15	4,768.87	28,242.28
Street Lighting	3,043.84	10,585.00	20,628.84	18,479.44	2,149.40
Telephone	351.56	485.15	2,836.71	2,445.86	390.85
Gas (Natural or Propane)	647.67	5,280.83	5,928.50	821.84	5,106.66
Gasoline & Diesel	6,333.91	9,069.42	15,403.33	9,154.46	6,248.87
Sanitary Landfill					
Other Expenses		17,980.80	17,980.80	15,044.04	2,936.76
Recycling					
Salaries and Wages		14,612.73	14,612.73		14,612.73
Other Expenses	1,908.86	4,934.41	6,843.27	5,525.14	1,318.13
Construction Official					
Salaries and Wages		1,142.47	1,142.47		1,142.47
Other Expenses	4,571.00	3,557.77	8,128.77	2,502.33	5,626.44
Housing					
Salaries and Wages		1,303.38	1,303.38		1,303.38
Other Expenses		594.80	594.80		594.80
Zoning					
Salaries and Wages		721.28	321.28		321.28
Other Expenses		350.06	350.06		350.06
Salary Adjustment		100.00	100.00		100.00
Statutory Expenditures:					
Social Security System (O.A.S.I.)		13,246.68	13,246.68	1,872.60	11,374.08
New Jersey Disability		2,773.66	2,773.66		2,773.66
Defined Contribution Retirement Plan		60.03	60.03		60.03
Length of Services Awards Program		3,750.00	3,750.00		3,750.00
Shared Services Agreements:					
Tax Collector - Salary and Wages		33.43	33.43		33.43
Township of Pilesgrove Interlocal Service Agreement		4,987.50	4,987.50		4,987.50
Public Works					
Salaries and Wages		35.25	35.25		35.25
Other Expenses	60,227.70	9,297.70	69,525.40	37,551.28	31,974.12
	<u>\$ 190,013.89</u>	<u>\$ 688,353.56</u>	<u>\$ 878,367.45</u>	<u>\$ 354,253.93</u>	<u>\$ 524,113.52</u>

TOWNSHIP OF CARNEYS POINT
CURRENT FUND
Statement of Tax Overpayments
For the Year Ended December 31, 2020

<hr/>		
Balance December 31, 2019		\$ 164,386.86
Increased by:		
Refund of Prior Year Taxes from Fund Balance - Tax Appeals	\$ 224,661.28	
Cash Receipts	<u>13,330.85</u>	
		<u>237,992.13</u>
		402,378.99
Decreased by:		
Applied	50,420.41	
Cash Disbursements	<u>113,966.45</u>	
		<u>164,386.86</u>
Balance December 31, 2020		<u><u>\$ 237,992.13</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, 2020

Balance December 31, 2019		\$ 15,652.68
Increased by:		
Cash Received		<u>73,875.00</u>
		89,527.68
Decreased by:		
Deductions per Tax Billings	\$ 73,375.00	
Deduction Allowed by Tax Collector	<u>4,375.00</u>	
	77,750.00	
Less Deductions Disallowed by Tax Collector:		
2019 Taxes	<u>1,250.00</u>	
Total State Share Applied to Taxes Receivable		<u>76,500.00</u>
Balance December 31, 2020		<u><u>\$ 13,027.68</u></u>

Exhibit SA-9

CURRENT FUND
Statement of Prepaid Taxes
For the Year Ended December 31, 2020

Balance December 31, 2019		\$ 258,148.56
Increased by:		
Collections - 2021 Taxes		<u>207,247.86</u>
		465,396.42
Decreased by:		
Applied to 2020 Taxes Receivable		<u>258,148.56</u>
Balance December 31, 2020		<u><u>\$ 207,247.86</u></u>

TOWNSHIP OF CARNEYS POINT
CURRENT FUND
Statement of County Taxes
For the Year Ended December 31, 2020

Balance December 31, 2019		\$ -
Increased by:		
General County Tax	\$ 7,499,699.32	
Open Space Tax	125,718.87	
General County Tax Added and Omitted Taxes	216,924.76	
Open Space Tax Added and Omitted Taxes	<u>3,756.14</u>	
		<u>7,846,099.09</u>
		7,846,099.09
Decreased by:		
Cash Disbursements		<u>7,846,099.09</u>
Balance December 31, 2020		<u><u>\$ -</u></u>

Exhibit SA-11

CURRENT FUND
Statement of Regional School District Tax
For the Year Ended December 31, 2020

Increased by:		
Calendar Year School Levy		\$ 9,842,855.00
Decreased by:		
Cash Disbursements		<u><u>\$ 9,842,855.00</u></u>

TOWNSHIP OF CARNEYS POINT
CURRENT FUND
Statement of Due State of New Jersey - DCA Training Fees
For the Year Ended December 31, 2020

Balance December 31, 2019	\$ 14,048.00
Increased by:	
State Fees Collected	<u>107,251.00</u>
	121,299.00
Decreased by:	
Disbursed to State	<u>21,732.00</u>
Balance December 31, 2020	<u><u>\$ 99,567.00</u></u>

TOWNSHIP OF CARNEYS POINT
FEDERAL AND STATE GRANT FUND
Statement of Federal and State Grants Receivable
For the Year Ended December 31, 2020

	<u>Balance Dec. 31, 2019</u>	<u>Anticipated as Revenue</u>	<u>Transferred from Unappropriated</u>	<u>Cash Receipts</u>	<u>Balance Dec. 31, 2020</u>
Federal Grants:					
Bulletproof Vest Partnership Grant	\$ 5,649.17			\$ 1,850.40	\$ 3,798.77
Drive Sober or Get Pulled Over	100.00				100.00
Small Cities CDBG		\$ 440,000.00		40,000.00	400,000.00
Total Federal Grants	5,749.17	440,000.00	-	41,850.40	403,898.77
State Grants:					
Municipal Alliance on Alcoholism and Drug Abuse	21,744.30	12,478.00		8,023.20	26,199.10
Clean Communities Program		18,797.03		18,797.03	
Recycling Tonnage Grant		40,539.05	\$ (40,539.05)		
Hazardous Discharge Site Remediation Fund					
Landfill	7,456.00				7,456.00
Clemente Vacant Land - P12678	28,208.00			28,208.00	
Hazardous Discharge Grant		65,955.00		65,955.00	
Hazardous Discharge Grant Block 245, Lot 5		5,435.00		5,435.00	
Hazardous Discharge Grant Block 245, Lot 1		5,435.00		5,435.00	
Hazardous Discharge Grant Block 244, Lot 1		5,435.00		5,435.00	
Body Armor Replacement Program		2,094.76		2,094.76	
Total State Grants	57,408.30	156,168.84	(40,539.05)	139,382.99	33,655.10
Local Grants:					
Joint Insurance Fund Award	2,500.00			2,498.06	1.94
Joint Insurance Fund - Safety Incentive		4,200.00		4,200.00	
Joint Insurance Fund - Optional Safety Budget		2,500.00		2,500.00	
Joint Insurance Fund - Wellness Incentive Program		1,000.00		1,000.00	
Joint Insurance Fund - EPL & Technology		2,000.00		2,000.00	
Total Local Grants	2,500.00	9,700.00	-	12,198.06	1.94
Total Grants	\$ 65,657.47	\$ 605,868.84	\$ (40,539.05)	\$ 193,431.45	\$ 437,555.81

TOWNSHIP OF CARNEYS POINT
FEDERAL AND STATE GRANT FUND
Statement of Reserve for Federal and State Grants -- Appropriated
For the Year Ended December 31, 2020

	Balance Dec. 31, 2019	Prior Year Encumbrances	Transferred from Budget Appropriation	Cash Disbursements	Current Year Encumbrances	Adjustments / Canceled	Balance Dec. 31, 2020
Federal Grants:							
Bulletproof Vest Partnership Grant	\$ 4,743.95			\$ 2,501.40			\$ 2,242.55
Drive Sober or Get Pulled Over	100.00						100.00
Small Cities CDBG			\$ 440,000.00	2,000.00	\$ 66,600.00		371,400.00
Total Federal Grants	4,843.95	-	440,000.00	4,501.40	66,600.00	-	373,742.55
State Grants:							
Clean Communities Program	20,503.37		18,797.03	22,570.92			16,729.48
Municipal Court Alcohol Education/Rehab. Program	11,790.03	\$ 505.00		2,067.23			10,227.80
Over the Limit Under Arrest	3,400.00						3,400.00
Drunk Driving Enforcement Fund	3,234.10			1,540.00			1,694.10
Recycling Tonnage Grant	1,161.39	1,970.95	40,539.05	6,025.60			37,645.79
Municipal Alliance on Alcoholism and Drug Abuse	9,867.86	6,639.52	13,789.00	7,279.14			23,017.24
Hazardous Discharge Site Remediation Fund							
Landfill	9,836.09						9,836.09
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	8,385.72						8,385.72
Clemente Vacant Land - P12678	45,594.50			11,308.70	16,899.30		17,386.50
East Hoover & Madison Street - P13017	11,185.57						11,185.57
Ash Street Site - P13019	13,575.02						13,575.02
Clemente Vacant Land - P13658 - Shell Rd.	1,528.00			1,528.00			
Hazardous Discharge Grant			65,955.00	27,197.57	36,634.23		2,123.20
Hazardous Discharge Grant Block 245, Lot 5			5,435.00				5,435.00
Hazardous Discharge Grant Block 245, Lot 1			5,435.00				5,435.00
Hazardous Discharge Grant Block 244, Lot 1			5,435.00				5,435.00
Body Armor Replacement Program	359.29	1,105.00	2,094.76	3,455.40			103.65
Municipal Stormwater Regulation	1,956.39						1,956.39
Emergency Management Grant	2,426.94			2,407.64			19.30
Total State Grants	178,507.22	10,220.47	157,479.84	85,380.20	53,533.53	-	207,293.80
Local Grants:							
Municipal Recycling Enhancement Program - SCIA	47.00						47.00
Heritage Land Group - Stormwater Drainage Maintenance	1,801.25						1,801.25
Joint Insurance Fund Award	752.92	144.72				\$ (670.70)	226.94
Joint Insurance Fund - Safety Incentive			4,200.00	2,209.69	1,990.31		
Joint Insurance Fund - Optional Safety Budget			2,500.00	1,958.85	1,211.85	670.70	
Joint Insurance Fund - Wellness Incentive Program			1,000.00	997.84			2.16
Joint Insurance Fund - EPL & Technology			2,000.00	2,000.00			
Total Local Grants	2,601.17	144.72	9,700.00	7,166.38	3,202.16	-	2,077.35
Total Grants	\$ 185,952.34	\$ 10,365.19	\$ 607,179.84	\$ 97,047.98	\$ 123,335.69	\$ -	\$ 583,113.70

TOWNSHIP OF CARNEYS POINT
FEDERAL AND STATE GRANT FUND
Statement of Reserve for Federal and State Grants -- Unappropriated
For the Year Ended December 31, 2020

	Balance <u>Dec. 31, 2019</u>	2020 Budget Anticipated <u>Revenue</u>	Cash <u>Receipts</u>	Balance <u>Dec. 31, 2020</u>
State Grants:				
Recycling Tonnage Grant	\$ 40,539.05	\$ 40,539.05	\$ -	\$ -

Exhibit SA-16

CURRENT FUND
Statement of Reserve for Revaluation
For the Year Ended December 31, 2020

Balance December 31, 2019	\$ 212,427.34
Decreased by:	
Cash Disbursements	<u>16,254.56</u>
Balance December 31, 2020	<u>\$ 196,172.78</u>

Exhibit SA-17

CURRENT FUND
Statement of Deferred Charges - Special Emergency
For the Year Ended December 31, 2020

<u>Date</u>	<u>Purpose</u>	<u>Amount Authorized</u>	<u>Balance Dec. 31, 2019</u>	<u>Budget Appropriation</u>	<u>Balance Dec. 31, 2020</u>
3/14/2018	Revaluation	\$ 525,000.00	\$ 420,000.00	\$ 105,000.00	\$ 315,000.00

SUPPLEMENTAL EXHIBITS

TRUST FUNDS

TOWNSHIP OF CARNEYS POINT
TRUST FUNDS
Statement of Trust Funds Cash
For the Year Ended December 31, 2020

	<u>Animal Control</u>	<u>CFO</u>	<u>Trust Other</u> <u>Tax Collector</u>	<u>Municipal Open Space</u>
Balance December 31, 2019	\$ 2,871.99	\$ 1,431,818.49	\$ 320,870.91	\$ 331,464.02
Increased by Receipts:				
Animal Control License Fees	\$ 8,562.00			
Interest Earned on Deposits				\$ 599.98
Due Current Fund - Interest Earnings		\$ 343.96	\$ 651.97	
Reserves - Escrows		374,862.16		
Reserves - Miscellaneous		3,941,383.50	968,921.84	
	<u>8,562.00</u>	<u>4,316,589.62</u>	<u>969,573.81</u>	<u>599.98</u>
	11,433.99	5,748,408.11	1,290,444.72	332,064.00
Decreased by Disbursements:				
Due Current Fund		299.62	768.72	
Reserve for Animal Control Fund	9,688.96			
Disbursed to State of New Jersey	753.60			
Reserves - Escrows		232,333.01		
Reserves - Miscellaneous		3,857,701.06	753,317.06	
	<u>10,442.56</u>	<u>4,090,333.69</u>	<u>754,085.78</u>	<u>-</u>
Balance December 31, 2020	<u>\$ 991.43</u>	<u>\$ 1,658,074.42</u>	<u>\$ 536,358.94</u>	<u>\$ 332,064.00</u>

TOWNSHIP OF CARNEYS POINT
TRUST FUND -- LENGTH OF SERVICE AWARDS PROGRAM
Statement of Investments - Length of Service Awards Program
For the Year Ended December 31, 2020

Balance December 31, 2019			\$ 585,246.64
Increased by:			
Township Contributions	\$ 11,500.00		
Unrealized Gain (Loss) on Investments	78,364.55		
			89,864.55
			675,111.19
Decreased by:			
Benefits Paid to Participants	35,390.34		
Administration Expenses	900.00		
			36,290.34
Balance December 31, 2020			\$ 638,820.85

Schedule of Investments, December 31, 2020

<u>Description</u>	<u>Amount</u>
Mutual Funds	\$ 638,820.85

TOWNSHIP OF CARNEYS POINT
TRUST FUND - ANIMAL CONTROL FUND
Statement of Reserve for Animal Control Fund Expenditures
For the Year Ended December 31, 2020

Balance December 31, 2019		\$ 2,871.99
Increased by:		
License Fees Collected		<u>8,562.00</u>
		11,433.99
Decreased by:		
Transferred to Due to State of New Jersey	\$ 760.20	
Expenditures Under R.S. 4:19-15.11	<u>9,688.96</u>	
		<u>10,449.16</u>
Balance December 31, 2020		<u><u>\$ 984.83</u></u>

License Fees Collected

<u>Year</u>	<u>Amount</u>
2019	\$ 12,200.00
2018	<u>11,624.00</u>
	<u><u>\$ 23,824.00</u></u>

Exhibit SB-4

TRUST FUND - ANIMAL CONTROL FUND
Statement of Due State of New Jersey - Department of Health
For the Year Ended December 31, 2020

Balance December 31, 2019	\$ -
Increased by:	
State Registration Fees Received	<u>760.20</u>
	760.20
Decreased by:	
Disbursements to State of New Jersey	<u>753.60</u>
Balance December 31, 2020	<u><u>\$ 6.60</u></u>

TOWNSHIP OF CARNEYS POINT
TRUST FUND - OTHER FUNDS
Statement of Changes in Reserve for Escrows
For the Year Ended December 31, 2020

	Balance	Increased by	Decreased by	Balance
	<u>Dec. 31, 2019</u>	<u>Receipts</u>	<u>Disbursed</u>	<u>Dec. 31, 2020</u>
Planning Board / Developer Escrows	\$ 26,138.75	\$ 28,712.35	\$ 36,341.25	\$ 18,509.85
McLane Escrow	37,134.02		34,322.05	2,811.97
Heritage Construction Escrow	5.97	20.11	26.08	-
Schlimme/Bauman Escrow	7,146.19	5.05	7,151.24	-
Point One Investments - Cornerstone Inspection	2,863.50	5,566.99	7,722.75	707.74
Heritage Corpus Christi #2	3,249.77	1.59	3,251.36	-
Affordable Salem Escrow	317.18	20.00		337.18
Ranney Station Water Treatment Plant Escrow	2,321.54		2,321.54	-
Heritage / Layton Lake Maintenance Escrow	25,017.53			25,017.53
Lakeview Woods Basin Maintenance Escrow	42,103.33			42,103.33
Laytons Lake Route 48 Properties	17,799.28		7,723.00	10,076.28
US Realty, LLC - Kast Distributors	1,612.92	18,022.11	17,945.35	1,689.68
Pilot Travel Center	7,231.99			7,231.99
Salem Community College Glass Ed. Center	1,780.25		1,780.25	-
Pilot Other	3,523.56		3,523.56	-
Courses Landing Redevelopment	5,204.88	46,747.50	28,496.54	23,455.84
Harding Highway LLC	21,217.24		12,183.70	9,033.54
Courses Landing Ure Escrow	104.57	7,020.00	7,124.57	-
Harding Hwy Distribution	2,505.42	9,136.00	9,594.50	2,046.92
Vesper Opportunity Fund LP		10,000.00	8,344.24	1,655.76
Courses Landing Urban Renewal		183,380.05	22,754.42	160,625.63
Roman Pantry Real Estate LLC		11,230.41	2,599.61	8,630.80
DFIP2 Acquisition Co LLC		20,000.00	610.00	19,390.00
Vesper Opportunity Fund		10,000.00	1,197.50	8,802.50
DFIP2 Acquisition Co Development		25,000.00	17,319.50	7,680.50
	<u>\$ 207,277.89</u>	<u>\$ 374,862.16</u>	<u>\$ 232,333.01</u>	<u>\$ 349,807.04</u>

TOWNSHIP OF CARNEYS POINT
TRUST FUND - OTHER FUNDS
Statement of Changes in Reserve for Miscellaneous
For the Year Ended December 31, 2020

	Balance	Increased by		Decreased by		Balance
	<u>Dec. 31, 2019</u>	<u>Receipts</u>	<u>Interest Earnings</u>	<u>Disbursements</u>	<u>Due Current Fund</u>	<u>Dec. 31, 2020</u>
Abandoned Property Registration	\$ 525,607.16	\$ 54,000.00	\$ 1,007.54	\$ 1,412.33	\$ 2,652.05	\$ 576,550.32
POAA	1,271.59	150.00	1.10	89.94		1,332.75
Accumulated Absences	17,800.04	10,000.00	37.44	16,968.69		10,868.79
Net Payroll and Payroll Deductions Payable	29,863.76	3,681,644.77		3,672,368.33		39,140.20
Street Opening Deposits Escrow	70,030.61	6,000.00		7,280.46		68,750.15
Recreation	59,580.13					59,580.13
Unemployment	37,691.07	2,000.00	48.69	727.14		39,012.62
Public Defender	1,506.42	1,780.00		875.00		2,411.42
Municipal Alliance	1,171.10	180.00		60.00		1,291.10
Police Outside Employment	10,416.32	141,695.32		94,848.88		57,262.76
Forfeiture Trust	84.28	20.00	0.19			104.47
House Revitalization Loan Account	80,961.33	33,599.86				114,561.19
COAH	337,860.33	2,957.50	580.05	63,070.29		278,327.59
Tax Title Liens Redemptions	3,504.74	459,421.84		414,617.06		48,309.52
Tax Title Liens Premiums	317,200.00	509,500.00		338,700.00		488,000.00
Snow Removal	20,785.62	5,623.83	38.68			26,448.13
Fire/Rescue	3,501.75		6.36			3,508.11
Recreation Facility Improvement	6,737.92		12.17			6,750.09
	<u>\$ 1,525,574.17</u>	<u>\$ 4,908,573.12</u>	<u>\$ 1,732.22</u>	<u>\$ 4,611,018.12</u>	<u>\$ 2,652.05</u>	<u>\$ 1,822,209.34</u>

Source:

Tax Collector
CFO

\$ 968,921.84	\$ 753,317.06
<u>3,941,383.50</u>	<u>3,857,701.06</u>
<u>\$ 4,910,305.34</u>	<u>\$ 4,611,018.12</u>

TOWNSHIP OF CARNEYS POINT
TRUST FUND - OTHER FUNDS
Statement of Due To (From) Current Fund
For the Year Ended December 31, 2020

		Increased by:		Disbursed	
	Balance	Interest Due	Due	to	Balance
	Dec. 31, 2019	Current Fund	Current Fund	Current Fund	Dec. 31, 2020
Abandoned Property Registration	\$ 3,141.45		\$ 2,652.05		\$ 5,793.50
POAA	(464.10)				(464.10)
Payroll Deductions Payable	(247.10)				(247.10)
Public Defender	600.00				600.00
Municipal Alliance Trust	20.10	\$ 2.23			22.33
Police Outside Employment	15,000.00				15,000.00
Tax Title Liens Redemptions	16.77	43.47		\$ 54.68	5.56
Tax Title Liens Premiums	149.40	608.50		714.04	43.86
Developers Escrow:					
McLane Escrow	232.74	40.53			273.27
Heritage Construction Escrow	118.00			118.00	-
Schlimme/Bauman Escrow	59.52			59.52	-
Point One Investments - Cornerstone Inspection	33.69	4.12			37.81
Heritage Corpus Christi #2	25.84			25.84	-
Affordable Salem Escrow	4.72	0.63			5.35
Ranney Station Water Treatment Plant Escrow	70.69	2.71		73.40	-
Heritage / Layton Lake Maintenance Escrow	309.73	45.87			355.60
Lakeview Woods Basin Maintenance Escrow	446.45	77.01			523.46
Laytons Lake Route 48 Properties	130.95	27.61			158.56
US4 Realty, LLC - Kast Distributors	12.90	13.84			26.74
Pilot Travel Center	114.97	13.27			128.24
Salem Community College Glass Ed. Center	5.11	1.70		6.81	-
Pilot Other	11.24	4.81		16.05	-
Courses Landing Redevelopment	9.17	9.19			18.36
Harding Highway LLC	28.26	31.53			59.79
Courses Landing Ure Escrow	0.69	1.21			1.90
Harding Hwy Distribution	6.15	4.32			10.47
Vesper Opportunity Fund LP		2.13			2.13
Courses Landing Urban Renewal		54.57			54.57
Roman Pantry Real Estate LLC		4.29			4.29
DFIP2 Acquisition Co LLC		0.67			0.67
Vesper Opportunity Fund		0.32			0.32
DFIP2 Acquisition Co Development		1.40			1.40
	<u>\$ 19,837.34</u>	<u>\$ 995.93</u>	<u>\$ 2,652.05</u>	<u>\$ 1,068.34</u>	<u>\$ 22,416.98</u>
Tax Collector		\$ 651.97			
CFO		343.96			
		<u>\$ 995.93</u>			

TOWNSHIP OF CARNEYS POINT
TRUST FUND - MUNICIPAL OPEN SPACE
Statement of Due from / to Current Fund
For the Year Ended December 31, 2020

Balance December 31, 2019 (Due to)	\$ 61.65
Decreased by:	
2020 Municipal Open Space Tax Levy	<u>6,432.71</u>
Balance December 31, 2020 (Due from)	<u><u>\$ 6,371.06</u></u>

Exhibit SB-9

TRUST FUND - MUNICIPAL OPEN SPACE
Statement of Reserve for Future Use
For the Year Ended December 31, 2020

Balance December 31, 2019		\$ 331,402.37
Increased by:		
2020 Municipal Open Space Tax Levy	\$ 6,432.71	
Interest Earned on Deposits	<u>599.98</u>	
		<u>7,032.69</u>
Balance December 31, 2020		<u><u>\$ 338,435.06</u></u>

SUPPLEMENTAL EXHIBITS
GENERAL CAPITAL FUND

TOWNSHIP OF CARNEYS POINT
GENERAL CAPITAL FUND
Statement of Cash
For the Year Ended December 31, 2020

Balance December 31, 2019			\$	3,048,219.72
Increased by Receipts:				
Capital Improvement Fund	\$	40,000.00		
Deferred Charges to Future Taxation - Unfunded		15,625.00		
Grants Receivable		<u>154,416.91</u>		
				<u>210,041.91</u>
				3,258,261.63
Decreased by Disbursements:				
Improvement Authorizations				<u>1,058,159.03</u>
Balance December 31, 2020			\$	<u><u>2,200,102.60</u></u>

TOWNSHIP OF CARNEYS POINT
GENERAL CAPITAL FUND
 Analysis of General Capital Fund Cash
 For the Year Ended December 31, 2020

	Balance Dec. 31, 2019	Receipts		Disbursements		Transfers		Balance Dec. 31, 2020
		Budget Appropriation	Miscellaneous	Improvement Authorizations	Miscellaneous	From	To	
General Capital Fund Balance	\$ 57,136.21					\$ 200,000.00	\$ 160,210.31	\$ 17,346.52
Capital Improvement Fund	118,257.11	\$ 40,000.00				134,000.00		24,257.11
Reserve for:								
Improvements to Recreation Sites	61,374.60							61,374.60
Payment of Debt	69,901.86							69,901.86
Improvement Authorizations:								
Ordinance								
Number:								
780 Certain Capital Improvements	25,368.64			\$ 15,519.00				9,849.64
861 Repairs to Boutown Creek & Plant Road								
Stormwater Pump Stations	188,235.44			6,306.90				181,928.54
894 Acquisition of Various Capital Equipment	(54,375.00)	15,625.00						(38,750.00)
905 Acquisition of Various Equipment and								
Capital Improvements	494,671.95			35,605.75		7,164.10		451,902.10
907 Completion of Various Capital Improvements	27,537.52							27,537.52
915 Completion of Various Capital Improvements	158,564.21					1,683.21		156,881.00
923 Various General Capital Improvements	1,424,853.53			473,600.63		151,363.00		799,889.90
935 Various General Capital Improvements	29,094.15			25,828.65				3,265.50
936 Reconstruction of Walker Avenue & Dupont Road	(14,216.48)		\$ 37,250.00	8,487.55				14,545.97
945 Various General Capital Improvements	463,527.98			271,933.50				191,594.48
950 Reconstruction Bianca Avenue	(1,712.00)		117,166.91	136,718.19				(21,263.28)
961 Various General Capital Improvements				84,158.86			334,000.00	249,841.14
	<u>\$ 3,048,219.72</u>	<u>\$ 55,625.00</u>	<u>\$ 154,416.91</u>	<u>\$ 1,058,159.03</u>	<u>\$ -</u>	<u>\$ 494,210.31</u>	<u>\$ 494,210.31</u>	<u>\$ 2,200,102.60</u>

TOWNSHIP OF CARNEYS POINT
GENERAL CAPITAL FUND
Statement of Deferred Charges to Future Taxation - Funded
For the Year Ended December 31, 2020

Balance December 31, 2019	\$ 4,626,828.38
Decreased by:	
Budget Appropriation:	
Payment of Bonds Payable	\$ 410,000.00
Payment of Green Acres Trust Loan Payable	12,784.00
Payment of NJEIT Loan Payable	<u>25,518.05</u>
	<u>448,302.05</u>
Balance December 31, 2020	<u><u>\$ 4,178,526.33</u></u>

Exhibit SC-4

GENERAL CAPITAL FUND
Statement of Capital Improvement Fund
For the Year Ended December 31, 2020

Balance December 31, 2019	\$ 118,257.11
Increased by:	
Budget Appropriation	<u>40,000.00</u>
	158,257.11
Decreased by:	
Appropriation to Finance Improvement Authorization	<u>134,000.00</u>
Balance December 31, 2020	<u><u>\$ 24,257.11</u></u>

TOWNSHIP OF CARNEYS POINT
GENERAL CAPITAL FUND
Statement of Grants Receivable
For the Year Ended December 31, 2020

Balance December 31, 2019	\$ 217,250.00
Decreased by:	
Cash Receipts	<u>154,416.91</u>
Balance December 31, 2020	<u><u>\$ 62,833.09</u></u>
 <u>Analysis of Balance</u>	
Ordinance 950 - Reconstruction Bianca Avenue	<u><u>\$ 62,833.09</u></u>

TOWNSHIP OF CARNEYS POINT
GENERAL CAPITAL FUND
Statement of Deferred Charges to Future Taxation - Unfunded
For the Year Ended December 31, 2020

Ordinance Number <u>Improvement Description</u>		Balance <u>Dec. 31, 2019</u> <u>Authorizations</u> Paid by Budget <u>Appropriation</u>			Analysis of Balance Dec. 31, 2020		
					Financed by Bond Anticipation <u>Notes</u>	<u>Expenditures</u>	Unexpended Improvement <u>Authorization</u>
894	Various Capital Equipment	\$ 54,375.00		\$ 15,625.00		\$ 38,750.00	
915	Completion of Various Capital Improvements	28,119.00					\$ 28,119.00
945	Various General Capital Improvements	475,000.00		100,000.00	\$ 375,000.00		
971	Improvements to Recreation		\$ 500,000.00			55,915.00	444,085.00
		<u>\$ 557,494.00</u>	<u>\$ 500,000.00</u>	<u>\$ 115,625.00</u>	<u>\$ 375,000.00</u>	<u>\$ 94,665.00</u>	<u>\$ 472,204.00</u>

TOWNSHIP OF CARNEYS POINT
GENERAL CAPITAL FUND
Statement of Improvement Authorizations
For the Year Ended December 31, 2020

Ordinance Number	Improvement Description	Ordinance Date	Amount	Balance Dec. 31, 2019		Increased by:		Decreased by:			Balance Dec. 31, 2020	
				Funded	Unfunded	Prior Year Encumbrances	Authorizations	Paid or Charged	Current Year Encumbrances	Canceled	Funded	Unfunded
780/884	Certain Capital Improvements	6/14/06, 12/4/13	\$ 1,200,000	\$ 25,368.64				\$ 15,519.00	\$ 9,849.64			
861	Repairs to Boutown Creek & Plant Road Stormwater Pump Stations	8/17/11	440,000	188,235.44				6,306.90	50,190.00		\$ 131,738.54	
905	Acquisition of Various Equipment & Capital Improvements	8/19/15	800,000	494,671.95				35,605.75	26,882.00	\$ 7,164.10	425,020.10	
907	Completion of Various Capital Improvements	11/4/15	665,000	27,537.52							27,537.52	
915	Completion of Various Capital Improvements	4/20/16	842,000	158,564.21	\$ 28,119.00					1,683.21	156,881.00	\$ 28,119.00
923	Various General Capital Improvements	2/15/17	2,557,613	1,014,372.99		\$ 410,480.54		473,600.63	94,652.51	151,363.00	705,237.39	
935	Various General Capital Improvements	6/20/18	116,000	3,265.50		25,828.65		25,828.65			3,265.50	
936	Reconstruction of Walker Avenue & Dupont Road	7/18/18	149,000			23,033.52		8,487.55			14,545.97	
945	Various General Capital Improvements	6/19/19	500,000		321,015.48	142,512.50		271,933.50	181,594.00			10,000.48
950	Reconstruction Bianca Avenue	10/2/19	180,000	144,735.00		33,553.00		136,718.19	39,091.95		2,477.86	
961	Various General Capital Improvements	6/17/20	334,000				\$ 334,000.00	84,158.86	141,452.00		108,389.14	
971	Improvements to Recreation	10/7/20	500,000				500,000.00		55,915.00			444,085.00
				<u>\$ 2,056,751.25</u>	<u>\$ 349,134.48</u>	<u>\$ 635,408.21</u>	<u>\$ 834,000.00</u>	<u>\$ 1,058,159.03</u>	<u>\$ 599,627.10</u>	<u>\$ 160,210.31</u>	<u>\$ 1,575,093.02</u>	<u>\$ 482,204.48</u>
Capital Improvement Fund							\$ 134,000.00					
Fund Balance							200,000.00					
Bonds and Notes Authorized							500,000.00					
Cash Disbursements								\$ 1,058,159.03				
							<u>\$ 834,000.00</u>	<u>\$ 1,058,159.03</u>		<u>\$ 160,210.31</u>		

TOWNSHIP OF CARNEYS POINT
GENERAL CAPITAL FUND
Statement of General Serial Bonds
For the Year Ended December 31, 2020

<u>Purpose</u>	<u>Date of Issue</u>	<u>Original Issue</u>	<u>Maturities of Bonds Outstanding Dec. 31, 2020</u>		<u>Interest Rate</u>	<u>Balance Dec. 31, 2019</u>	<u>Paid by Budget Appropriation</u>	<u>Balance Dec. 31, 2020</u>
			<u>Date</u>	<u>Amount</u>				
General Obligation Bonds, Series 2017	4/17/2017	\$ 5,150,000.00	2021	\$ 420,000.00	2.00%			
			2022	400,000.00	3.00%			
			2023	410,000.00	3.00%			
			2024	430,000.00	3.00%			
			2025	450,000.00	3.00%			
			2026	450,000.00	3.00%			
			2027	470,000.00	3.00%			
			2028	485,000.00	3.00%			
			2029	500,000.00	3.00%			
						\$ 4,425,000.00	\$ 410,000.00	\$ 4,015,000.00

Exhibit SC-9

GENERAL CAPITAL FUND
Statement of Green Acres Trust Loan Payable
For the Year Ended December 31, 2020

<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, 2020</u>		<u>Interest Rate</u>	<u>Balance Dec. 31, 2019</u>	<u>Paid by Budget Appropriation</u>	<u>Balance Dec. 31, 2020</u>
				<u>Year</u>	<u>Amount</u>				
726	Improvements to the Carneys Point Sports Facility	10/13/06	\$ 199,657.29	2021	\$ 13,040.96	2.00%			
				2022	13,303.08	2.00%			
				2023	13,570.47	2.00%			
				2024	6,887.18	2.00%	\$ 59,585.69	\$ 12,784.00	\$ 46,801.69

TOWNSHIP OF CARNEYS POINT
GENERAL CAPITAL FUND
Statement of New Jersey Environmental Infrastructure Trust Loan Payable
For the Year Ended December 31, 2020

Ordinance Number	Improvement Description	Date of Issue	Amount of Original Loan	Maturities of Loans Outstanding Dec. 31, 2020		Interest Rate	Balance Dec. 31, 2019	Paid by Budget Appropriation	Balance Dec. 31, 2020
				Year	Amount				
831	Improvement to Plant Road Pump Station	2/19/2010	\$ 124,439.00	2021	\$ 6,742.44	0.61% - 3.92%	\$ 45,703.81	\$ 6,535.90	\$ 39,167.91
				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	2021	18,982.15	none	96,538.88	18,982.15	77,556.73
				2022	18,982.15				
				2023	18,982.15				
				2024	18,982.15				
				2025	1,628.13				
							\$ 142,242.69	\$ 25,518.05	\$ 116,724.64

TOWNSHIP OF CARNEYS POINT
GENERAL CAPITAL FUND
Statement of Bond Anticipation Notes
For the Year Ended December 31, 2020

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Date of Original Note Issue</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	<u>Balance Dec. 31, 2019</u>	<u>Increase</u>	<u>Decrease</u>	<u>Balance Dec. 31, 2020</u>
945	Various Capital Improvements	8/6/2019	08/06/19 08/13/20	08/14/20 08/12/21	1.52% 0.75%	\$ 475,000.00	\$ 375,000.00	\$ 475,000.00	\$ 375,000.00
						<u>\$ 475,000.00</u>	<u>\$ 375,000.00</u>	<u>\$ 475,000.00</u>	<u>\$ 375,000.00</u>
	Budget Appropriation							\$ 100,000.00	
	Renewals						\$ 375,000.00	375,000.00	
							<u>\$ 375,000.00</u>	<u>\$ 475,000.00</u>	

TOWNSHIP OF CARNEYS POINT
GENERAL CAPITAL FUND
Statement of Bonds and Notes Authorized But Not Issued
For the Year Ended December 31, 2020

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Balance Dec. 31, 2019</u>	<u>Authorizations</u>	<u>Funded by Budget Appropriation</u>	<u>Balance Dec. 31, 2020</u>
894	Acquisition of Various Capital Equipment	\$ 54,375.00		\$ 15,625.00	\$ 38,750.00
915	Completion of Various Capital Improvements	28,119.00			28,119.00
971	Improvements to Recreation		\$ 500,000.00		500,000.00
		<u>\$ 82,494.00</u>	<u>\$ 500,000.00</u>	<u>\$ 15,625.00</u>	<u>\$ 566,869.00</u>

SUPPLEMENTAL EXHIBITS
INDUSTRIAL COMMISSION

TOWNSHIP OF CARNEYS POINT
INDUSTRIAL COMMISSION
Statement of Cash
For the Year Ended December 31, 2020

Balance December 31, 2019		\$	4,531.31
Increased by:			
Transferred from Current Fund Budget Appropriations	\$	2,675.00	
Interest Earned on Deposits		<u>5.81</u>	
			<u>2,680.81</u>
			7,212.12
Decreased by:			
Appropriations			<u>3,581.64</u>
Balance December 31, 2020		\$	<u><u>3,630.48</u></u>

PART 2

SCHEDULE OF FINDINGS AND RECOMMENDATIONS

FOR THE YEAR ENDED DECEMBER 31, 2020

TOWNSHIP OF CARNEYS POINT
Schedule of Findings and Recommendations
For the Year Ended December 31, 2020

Schedule of Financial Statement Findings

This section identifies the significant deficiencies, material weaknesses, fraud, noncompliance with provisions of laws, regulations, contracts, and grant agreements related to financial statements for which *Government Auditing Standards* and audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, requires.

None

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

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

FINANCIAL STATEMENT FINDINGS

No prior year audit findings.

TOWNSHIP OF CARNEYS POINT
Officials in Office and Surety Bonds

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

<u>Name</u>	<u>Title</u>
Ken Brown	Mayor
Patrick Bomba	Committee Member
Marcus Dowe, Jr.	Committee Member
Charles Newton	Committee Member
Wayne D. Pelura	Committee Member
Marie A. Stout	Administrator, Chief Financial Officer (1-1-20 to 9-30-20, retired)
Casey English	Administrator (10-1-20 to 12-31-20)
Kelsey Mitchell	Chief Financial Officer (10-1-20 to 12-31-20)
June M. Proffitt	Township Clerk
Jennifer Koeturius	Tax Collector
Kathleen Hill	Tax Assessor
Ann Marie Brown	Court Administrator
Jason D. Witcher	Judge of Municipal Court
Adam Telsey	Solicitor

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

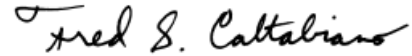
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APPRECIATION

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 cursive script that reads "Fred S. Caltabiano".

Fred S. Caltabiano
Certified Public Accountant
Registered Municipal Accountant