

**TOWNSHIP OF DELRAN  
COUNTY OF BURLINGTON**

**REPORT OF AUDIT**

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



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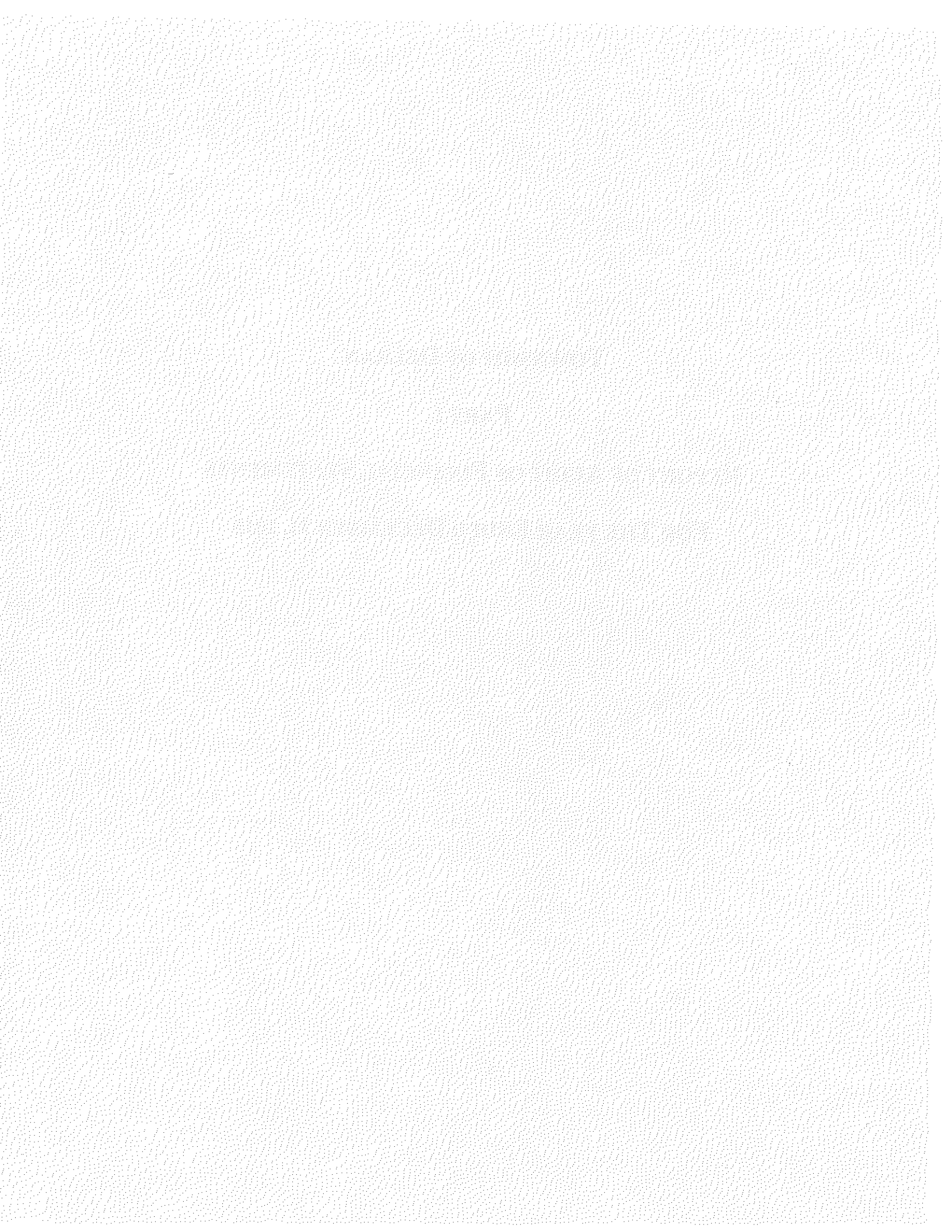


**TOWNSHIP OF DELRAN**

**PART I**

**REPORT OF AUDIT OF FINANCIAL STATEMENTS**

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



## **INDEPENDENT AUDITOR'S REPORT**

The Honorable Mayor and  
Members of the Township Council  
Township of Delran  
Delran, New Jersey 08075

### ***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 Delran, in the County of Burlington, State of New Jersey, as of December 31, 2015 and 2014, and the related statements of operations and changes in fund balance - regulatory basis for the years then ended, and the related statement of revenues - regulatory basis, statement of expenditures - regulatory basis, and schedule of general fixed assets group of accounts - regulatory basis for the year ended December 31, 2015, and the related notes to the financial statements, which collectively comprise the Township's basic financial statements as listed in the table of contents.

### ***Management's Responsibility for the Financial Statements***

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the financial reporting provisions of the Division of Local Government Services, Department of Community Affairs, State of New Jersey; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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

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

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

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



**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 Delran, in the County of Burlington, State of New Jersey, as of December 31, 2015 and 2014, or the results of its operations and changes in fund balance for the years then ended.

*Basis for Qualified Opinion on Regulatory Basis of Accounting*

The financial statements referred to above include errors in the general fixed assets account group, as required by N.J.A.C. 5:30-5.6, because the record of general fixed assets was not adequately maintained by the Township. The amount of the error in the general fixed assets account group is not known.

*Qualified Opinion on Regulatory Basis of Accounting*

In our opinion, except for the effect of the matter described in the "Basis for Qualified Opinion on Regulatory Basis of Accounting" paragraph, 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 Delran, in the County of Burlington, State of New Jersey, as of December 31, 2015 and 2014, and the results of its operations and changes in fund balance - regulatory basis of such funds for the years then ended, and the revenues - regulatory basis and expenditures - regulatory basis of the various funds for the year ended December 31, 2015 in conformity with accounting principles and practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, as described in note 1.

**Emphasis of Matter**

*Adoption of New Accounting Principles*

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





**Other Matters**

*Other Information*

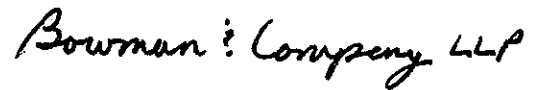
Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Township's basic financial statements. The supplemental statements and schedules presented for the various funds, as listed in the table of contents, are presented for purposes of additional analysis as required by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, and are not a required part of the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the financial statements.

The supplemental statements and schedules presented for the various funds and the schedule of expenditures of federal awards 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 June 29, 2016 on our consideration of the Township of Delran's, in the County of Burlington, State of New Jersey, internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Township of Delran's internal control over financial reporting and compliance.

Respectfully submitted,



BOWMAN & COMPANY LLP  
Certified Public Accountants  
& Consultants



Robert S. Marrone  
Certified Public Accountant  
Registered Municipal Accountant

Voorhees New Jersey  
June 29, 2016



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

**INDEPENDENT AUDITOR'S REPORT**

The Honorable Mayor and  
Members of the Township Council  
Township of Delran  
Delran, New Jersey 08075

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 Delran, in the County of Burlington, State of New Jersey, as of and for the year ended December 31, 2015, and the related notes to the financial statements, which collectively comprise the Township's basic financial statements, and have issued our report thereon dated June 29, 2016. That report indicated that the Township of Delran's financial statements were not prepared in accordance with accounting principles generally accepted in the United States of America, but were prepared on a regulatory basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. In addition, our report included a qualification for the general fixed assets account group as records were not maintained during the year. Lastly, our report on the financial statements also included an emphasis of matter paragraph describing the adoption of new accounting principles.

***Internal Control Over Financial Reporting***

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

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as described in the accompanying *Schedule of Findings and Questioned Costs*, we identified certain deficiencies in internal control that we consider to be material weaknesses and significant deficiencies.

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. We consider the deficiency described in the accompanying *Schedule of Findings and Questioned Costs* to be a material weakness as finding no. 2015-002.



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. We consider the deficiency described in the accompanying *Schedule of Findings and Questioned Costs* to be a significant deficiency as finding no. 2015-001.

***Compliance and Other Matters***

As part of obtaining reasonable assurance about whether the Township of Delran's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed 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, and which are described in the accompanying *Schedule of Findings and Questioned Costs* as findings no. 2015-001, 2015-002, and 2015-003.

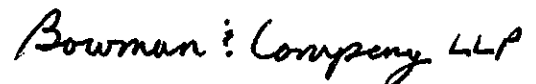
***The Township of Delran's Response to Findings***

The Township of Delran's response to the findings identified in our audit is described in the accompanying *Schedule of Findings and Questioned Costs*. The Township's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

***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



Robert S. Marrone  
Certified Public Accountant  
Registered Municipal Accountant

Voorhees New Jersey  
June 29, 2016

**TOWNSHIP OF DELRAN**  
**CURRENT FUND**  
 Statements of Assets, Liabilities, Reserves and Fund Balance -- Regulatory Basis  
 As of December 31, 2015 and 2014

<u>ASSETS</u>	<u>Ref.</u>	<u>2015</u>	<u>2014</u>
Regular Fund:			
Cash--Treasurer	SA-1	\$ 10,670,337.73	\$ 9,350,958.24
Cash--Change Fund	A	150.00	150.00
		<hr/>	<hr/>
		10,670,487.73	9,351,108.24
Receivables and Other Assets with Full Reserves:			
Delinquent Property Taxes Receivable	SA-4	682,998.77	459,969.01
Tax Title Liens Receivable	SA-5	104,711.44	86,831.68
Property Acquired for Taxes--Assessed Valuation	A	282,015.00	282,015.00
Revenue Accounts Receivable	SA-6	26,433.09	20,093.51
Due from Animal Control Fund	B		14,589.91
Due from Trust Other Fund	B	85,744.76	9,939.82
Due from Trust - Open Space Fund	B	14,971.02	
Due from General Capital Fund	C	640.51	9,015.50
		<hr/>	<hr/>
		1,197,514.59	882,454.43
Deferred Charges:			
Special Emergency Authorizations (40A:4-53)	SA-7	4,000.00	8,000.00
		<hr/>	<hr/>
		11,872,002.32	10,241,562.67
Federal and State Grant Fund:			
Cash--Treasurer	SA-1	672,589.90	259,168.84
Federal and State Grants Receivable	SA-19	93,758.43	150,800.00
		<hr/>	<hr/>
		766,348.33	409,968.84
		<hr/>	<hr/>
		\$ 12,638,350.65	\$ 10,651,531.51

**TOWNSHIP OF DELRAN**  
**CURRENT FUND**

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

<u>LIABILITIES, RESERVES AND FUND BALANCE</u>	<u>Ref.</u>	<u>2015</u>	<u>2014</u>
Regular Fund:			
Liabilities:			
Appropriation Reserves	A-3 & SA-8	\$ 1,332,311.29	\$ 1,456,672.99
Reserve for Encumbrances	A-3 & SA-8	353,835.34	222,151.33
Accounts Payable	SA-10		76,650.10
Payroll Deductions Payable	SA-14	47,240.26	70,471.00
Prepaid Licenses	SA-1 & SA-6	38,925.00	36,972.00
Due to Trust--Open Space Tax Payable	B		93.34
Due from Sewer Utility Operating Fund	D		20,131.76
Due to State of New Jersey:			
Marriage License Fees	SA-9	450.00	625.00
Construction Code Office - Training Fees	SA-13	5,226.00	2,369.00
Senior Citizens' and Veterans' Deductions	SA-3	4,218.62	674.10
Prepaid Taxes	SA-11	447,200.43	248,453.97
Tax Overpayments	SA-12	23,150.86	23,704.03
Due County for Added and Omitted Taxes	SA-17	47,030.03	664.90
Reserve for:			
Master Plan	A	4,243.60	4,243.60
Reassessment	A	11,276.73	11,276.73
Codification of Ordinances	A	2,568.00	2,568.00
Tax Appeals	A	250,000.00	250,000.00
Post Employment Benefits	A	100,000.00	100,000.00
		2,667,676.16	2,527,721.85
Reserves for Receivables and Other Assets	A	1,197,514.59	882,454.43
Fund Balance	A-1	8,006,811.57	6,831,386.39
		11,872,002.32	10,241,562.67
Federal and State Grant Fund:			
Reserve for Encumbrances	SA-1 & SA-21	12,449.18	48,974.50
Unappropriated Reserves	SA-20	212,730.36	57,659.34
Appropriated Reserves	SA-21	541,168.79	303,335.00
		766,348.33	409,968.84
		\$ 12,638,350.65	\$ 10,651,531.51

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

**TOWNSHIP OF DELRAN**  
**CURRENT FUND**  
 Statements of Operations and Changes in Fund Balance -- Regulatory Basis  
 For the Years Ended December 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
<b>Revenue and Other Income Realized</b>		
Fund Balance Utilized	\$ 2,560,000.00	\$ 2,700,000.00
Miscellaneous Revenues Anticipated	2,645,328.66	2,430,658.17
Receipts from Delinquent Taxes	461,563.29	620,824.81
Receipts from Current Taxes	50,166,878.86	47,906,370.48
Non-Budget Revenue	168,497.10	163,514.77
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	1,107,029.88	1,268,682.39
Cancellation of Accounts Payable	9,989.21	
Liquidation of Reserves for:		
Due from Trust - Other Fund		7,451.24
Due from Animal Control Fund	14,589.91	
Due from Sewer Utility Operating - Other Fund		46,927.50
Due from General Capital Fund	8,374.99	124,800.00
<b>Total Income</b>	<b>57,142,251.90</b>	<b>55,269,229.36</b>
<b>Expenditures</b>		
Budget Appropriations:		
Operations--Within "CAPS":		
Salaries and Wages	5,866,813.68	6,036,455.08
Other Expenses	4,517,470.32	4,514,426.92
Deferred Charges and Statutory Expenditures		
Municipal--Within "CAPS"	1,380,913.13	1,417,827.00
Operations--Excluded from "CAPS":		
Salaries and Wages	39,089.41	
Other Expenses	397,110.01	403,236.69
Capital Improvements--Excluded from "CAPS"	50,000.00	50,000.00
Municipal Debt Service--Excluded from "CAPS"	1,250,677.76	1,187,245.79
Deferred Charges and Statutory Expenditures:		
Special Emergency Authorization	4,000.00	4,000.00
County Taxes	6,355,030.20	5,934,969.11
Due County for Added and Omitted	47,030.03	664.90
Special Fire District Taxes	2,169,622.22	1,858,123.00
Local School District Taxes	30,910,794.00	29,666,560.00
Municipal Open Space Trust Tax	325,000.00	325,000.00
Due to State of New Jersey--Senior Citizens'		
Deductions Disallowed--Prior Years	2,500.00	1,000.00
Refund of Prior Year Revenues		1,101.32
Cancellation of Federal and State Grants Receivable		2,787.38
Creation of Reserve for:		
Due from Trust - Open Space Fund	14,971.02	
Due from General Capital Fund		9,015.50
Due from Animal Control Fund		3,683.40
Due from Trust - Other Fund	75,804.94	
<b>Total Expenditures</b>	<b>53,406,826.72</b>	<b>51,416,096.09</b>
Statutory Excess to Fund Balance (Carried Forward)	3,735,425.18	3,853,133.27

(Continued)



**TOWNSHIP OF DELRAN**  
**CURRENT FUND**  
 Statements of Operations and Changes in Fund Balance -- Regulatory Basis  
 For the Years Ended December 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
Statutory Excess to Fund Balance (Brought Forward)	\$ 3,735,425.18	\$ 3,853,133.27
<u>Fund Balance</u>		
Balance Jan. 1	<u>6,831,386.39</u>	<u>5,678,253.12</u>
Decreased by:	10,566,811.57	9,531,386.39
Utilized as Revenue	<u>2,560,000.00</u>	<u>2,700,000.00</u>
Balance Dec. 31	<u>\$ 8,006,811.57</u>	<u>\$ 6,831,386.39</u>

**TOWNSHIP OF DELRAN**  
**CURRENT FUND**

Statement of Revenues -- Regulatory Basis  
For the Year Ended December 31, 2015

	<u>Anticipated</u> <u>Budget</u>	<u>Special</u> <u>N.J.S.40A:4-87</u>	<u>Realized</u>	<u>Excess</u>
Fund Balance Anticipated	\$ 2,560,000.00	\$ -	\$ 2,560,000.00	\$ -
Miscellaneous Revenues:				
Licenses:				
Alcoholic Beverages	17,000.00		17,950.00	950.00
Other	33,000.00		67,178.50	34,178.50
Fees and Permits:				
Other	25,000.00		28,551.06	3,551.06
Fines and Costs:				
Municipal Court	265,000.00		319,433.22	54,433.22
Interest and Costs on Taxes	77,039.66		141,161.45	64,121.79
Interest on Investments and Deposits	7,500.00		13,341.01	5,841.01
Consolidated Municipal Property Tax Relief Act	53,847.00		53,847.00	
Energy Receipts Tax	1,225,254.00		1,225,254.00	
Dedicated Uniform Construction Code Fees Offset with Appropriation Uniform Construction Code Fees	120,000.00		334,975.00	214,975.00
Special Items of General Revenue Anticipated with Prior Written Consent of Director of Local Government Services: State and Federal Revenues Off-Set with Appropriations:				
Reserve for Clean Communities Program	29,406.18	33,516.01	62,922.19	
Reserve for Municipal Court - Alcohol Education and Rehabilitation Program	627.29	6,836.25	7,463.54	
Reserve for Recycling Tonnage Grants	27,625.87		27,625.87	
Occupant Protection		4,000.00	4,000.00	
Body Armor Replacement Fund		3,025.82	3,025.82	
NJ DOT--Fairview Sidewalk Project Grant		215,000.00	215,000.00	
Sustainable Jersey Small Grants Program		2,000.00	2,000.00	
Special Items of General Revenue Anticipated with Prior Written Consent of Director of Local Government Services: Other Special Items:				
Rental Agreement--Delran Township Fire Commission	21,600.00		21,600.00	
Reserve for Payment of Bonds--General Capital	100,000.00		100,000.00	
	<u>2,002,900.00</u>	<u>264,378.08</u>	<u>2,645,328.66</u>	<u>378,050.58</u>

(Continued)

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

	<u>Anticipated Budget</u>	<u>Special N.J.S.40A:4-87</u>	<u>Realized</u>	<u>Excess</u>
Receipts from Delinquent Taxes	\$ 300,000.00	-	\$ 461,563.29	\$ 161,563.29
Amount to be Raised by Taxes for Support of Municipal Budget:				
Local Tax for Municipal Purposes	10,722,000.00	-	12,669,357.94	1,947,357.94
Budget Totals	15,584,900.00	264,378.08	18,336,249.89	2,751,349.89
Non-Budget Revenue			168,497.10	168,497.10
	<u>\$ 15,584,900.00</u>	<u>\$ 264,378.08</u>	<u>\$ 18,504,746.99</u>	<u>\$ 2,919,846.99</u>

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

Analysis of Realized Revenues

Allocation of Current Tax Collections:	
Revenue from Collections	\$ 50,166,878.86
Allocated to:	
School, County, Special District and Municipal Open Space Taxes	<u>39,807,476.45</u>
Balance for Support of Municipal Budget Appropriations	10,359,402.41
Add: Appropriation "Reserve for Uncollected Taxes"	<u>2,309,955.53</u>
Amount for Support of Municipal Budget Appropriations	<u>\$ 12,669,357.94</u>
Receipts from Delinquent Taxes:	
Delinquent Tax Collections	<u>\$ 461,563.29</u>
<u>Analysis of Non-Budget Revenue</u>	
Miscellaneous Revenue Not Anticipated:	
Collected by Treasurer:	
Comcast Cable Fees	\$ 59,130.09
Outside Police Admin & Vehicle Fees	30,917.50
Property Maintenance Fees	5,735.00
Clear Channel Reimbursement	7,240.00
State of New Jersey Inspection Fine	2,584.50
Forfeiture of Premiums on Foreclosed Properties	15,200.00
Administrative Fee for Senior Citizens and Veterans Deductions	3,165.00
Administrative Fee for Homestead Rebate	1,076.40
Insurance Reimbursements	18,700.00
JIF Reimbursements	3,950.00
Mulch, Tire and Stump Receipts	1,679.00
	<u>19,119.61</u>
Total Cash Collections	<u>\$ 168,497.10</u>

**TOWNSHIP OF DELRAN**  
**CURRENT FUND**

Statement of Expenditures -- Regulatory Basis  
For the Year Ended December 31, 2015

	<u>Appropriations</u>		Paid or <u>Charged</u>	<u>Expended</u>		<u>Unexpended Balance Canceled</u>
	<u>Budget</u>	<u>Budget After Modification</u>		<u>Encumbered</u>	<u>Reserved</u>	
<b>OPERATIONS--WITHIN "CAPS"</b>						
<u>Department of Administration</u>						
Division of Administration:						
Business Administration Office						
Salaries and Wages	\$ 161,672.00	\$ 162,527.86	\$ 162,527.86	\$ 1,994.16	\$ 8,851.22	
Other Expenses	66,850.00	65,672.04	54,826.66			
Mayor and Council						
Salaries and Wages	14,855.00	14,855.00	14,462.82		392.18	
Other Expenses	3,400.00	3,400.00	2,869.48		530.52	
Public Relations						
Other Expenses	6,000.00	6,000.00	449.00		5,551.00	
Office of Municipal Clerk						
Salaries and Wages	58,849.00	58,849.00	58,849.00			
Other Expenses	22,600.00	22,600.00	14,367.53	4,662.83	3,569.64	
Insurance						
General Liability	237,502.00	237,502.00	237,502.00			
Workers Compensation	178,574.00	178,574.00	178,574.00			
Employee Group Health	1,222,645.00	1,222,645.00	936,343.49	2,533.56	283,767.95	
Health Benefit Waiver	20,000.00	20,000.00	16,500.00		3,500.00	
<u>Department of Finance</u>						
Division of Accounts and Controls:						
Municipal Auditor						
Audit Services	28,000.00	28,000.00	28,000.00			
Division of Treasury:						
Treasurer						
Salaries and Wages	121,804.00	121,804.00	121,804.00			
Other Expenses	12,050.00	12,050.00	5,039.85	6,479.40	530.75	

**TOWNSHIP OF DELRAN  
CURRENT FUND**

Statement of Expenditures -- Regulatory Basis  
For the Year Ended December 31, 2015

	Appropriations		Paid or Charged	Expended		Unexpended Balance Canceled
	Budget	Budget After Modification		Encumbered	Reserved	
<u>OPERATIONS--WITHIN "CAPS" (CONTD):</u>						
<u>Department of Finance (Cont'd)</u>						
Division of Revenue:						
Bureau of Assessments						
Salaries and Wages	\$ 61,948.00	\$ 61,692.82	\$ 51,882.25	\$	9,810.57	
Other Expenses	45,310.00	45,310.00	14,161.82	3,075.00	28,073.18	
Bureau of Collections						
Salaries and Wages	151,056.00	163,841.52	163,841.52			
Other Expenses	10,992.00	10,992.00	5,450.80	2,587.93	2,953.27	
<u>Department of Engineering</u>						
Township Engineer						
Other Expenses	45,000.00	45,000.00	13,215.50	1,553.00	30,231.50	
<u>Department of Law</u>						
Township Solicitor						
Other Expenses	100,000.00	100,322.10	100,322.10			
<u>Department of Public Safety</u>						
Division of Police:						
Police						
Salaries and Wages	3,603,623.00	3,603,623.00	3,366,046.29		237,576.71	
Other Expenses	272,500.00	272,500.00	176,723.59	87,775.43	8,000.98	
School Traffic Guards						
Salaries and Wages	92,000.00	92,000.00	86,734.30		5,265.70	
Other Expenses	500.00	500.00		451.69	48.31	
First Aid Organization--Contribution	100.00	100.00			100.00	
Municipal Court						
Salaries and Wages	143,596.00	145,508.73	145,508.73			
Other Expenses	12,468.00	12,723.18	10,843.78	1,879.40		
Public Defender						
Other Expenses	6,752.00	6,752.00			6,752.00	

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

	<u>Appropriations</u>		<u>Paid or Charged</u>	<u>Expended</u>		<u>Unexpended Balance Canceled</u>
	<u>Budget</u>	<u>Budget After Modification</u>		<u>Encumbered</u>	<u>Reserved</u>	
<b>OPERATIONS--WITHIN "CAPS" (CONT'D):</b>						
<u>Department of Public Safety (Cont'd)</u>						
Office of Emergency Management						
Salaries and Wages	\$ 3,071.00	\$ 3,132.00	\$ 3,132.00		\$ 939.00	
Other Expenses	1,000.00	939.00				
<u>Department of Public Works and Public Safety</u>						
<u>Division of Roads and Public Property:</u>						
Streets and Roads						
Salaries and Wages	925,156.00	925,156.00	821,565.61		103,590.39	
Other Expenses	197,500.00	197,500.00	136,146.09	\$ 59,471.55	1,882.36	
Solid Waste Collection						
Other Expenses	450,000.00	450,000.00	391,463.21		58,536.79	
Recycling						
Salaries and Wages	152,868.00	152,868.00	66,877.59		85,990.41	
Other Expenses	21,000.00	21,000.00	15,222.41	1,050.00	4,727.59	
Public Buildings and Grounds						
Other Expenses	114,500.00	114,500.00	93,452.54	11,105.42	9,942.04	
<u>Division of Parks and Recreation:</u>						
Recreation Committee						
Salaries and Wages	6,500.00	6,500.00	5,970.25		529.75	
Other Expenses	17,800.00	17,800.00	17,102.85		697.15	
Juvenile Conference Committee						
Other Expenses	100.00	100.00			100.00	
<u>Department of Health</u>						
<u>Division of Health:</u>						
Salaries and Wages	49,127.00	49,127.00	41,133.05		7,993.95	
Other Expenses	200.00	200.00	151.34		48.66	
Dog Regulation:						
Other Expenses	21,000.00	21,000.00			21,000.00	

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

	Appropriations		Paid or Charged	Expended		Unexpended Balance Canceled
	Budget	Budget After Modification		Encumbered	Reserved	
<u>OPERATIONS--WITHIN "CAPS" (CONT'D):</u>						
<u>Statutory Agencies</u>						
Municipal Land Use Law (N.J.S.40-55D-1)						
Zoning Board of Adjustments						
Other Expenses	\$ 14,675.00	\$ 14,675.00	\$ 3,799.00	\$ 379.43	\$ 10,496.57	
Municipal Prosecutor						
Other Expenses	15,914.00	15,914.00	15,575.00		339.00	
Planning Board						
Salaries and Wages	49,927.00	36,738.74	19,022.41		17,716.33	
Other Expenses	14,150.00	14,150.00	4,382.74	1,828.69	7,938.57	
Council on Affordable Housing						
Other Expenses	20,000.00	20,000.00	19,675.48		324.52	
Zoning Officer						
Salaries and Wages	11,845.00	12,247.74	12,247.74			
Landfill/Solid Waste Disposal Costs	455,000.00	455,000.00	410,408.71	38,227.43	6,363.86	
Utility Purchases and Bulk Purchases						
Electricity/Gas	215,000.00	215,000.00	196,480.06	2,188.46	16,331.48	
Street Lighting	210,000.00	210,000.00	152,522.54	1,068.75	56,408.71	
Telephone	35,000.00	35,000.00	24,346.66	181.65	10,471.69	
Water	55,000.00	55,000.00	38,090.20	824.61	16,085.19	
Gasoline	175,000.00	175,000.00	83,931.05		91,068.95	
P.L. 2000 Chapter 26:						
Solid Waste Service to Apartments						
Collection	115,000.00	115,000.00	57,509.11	37,254.27	20,236.62	
Disposal	73,000.00	73,000.00	26,142.55	23,818.30	23,039.15	
State Uniform Construction Code:						
Construction Official						
Salaries and Wages	238,255.00	236,342.27	219,612.34		16,729.93	
Other Expenses	14,050.00	14,050.00	11,489.50	414.00	2,146.50	



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

	Appropriations		Paid or		Expended		Unexpended Balance Canceled
	Budget	Budget After Modification	Charged	Encumbered	Reserved		
<u>OPERATIONS--WITHIN "CAPS" (CONT'D):</u>							
Unclassified							
Salary Adjustment	\$ 5,000.00	\$ 5,000.00			\$ 5,000.00		
Interest on Developers Deposits	2,000.00	2,000.00			2,000.00		
Total Operations--Within "CAPS"	10,379,284.00	10,379,284.00	\$ 8,854,298.40	\$ 290,804.96	1,234,180.64		-
Contingent	5,000.00	5,000.00	-	-	5,000.00		-
Total Operations Including Contingent--Within "CAPS"	10,384,284.00	10,384,284.00	8,854,298.40	290,804.96	1,239,180.64		-
Detail:							
Salaries and Wages	5,866,152.00	5,866,813.68	5,377,717.76	-	489,095.92		-
Other Expenses	4,518,132.00	4,517,470.32	3,476,580.64	290,804.96	750,084.72		-
<u>DEFERRED CHARGES AND STATUTORY EXPENDITURES MUNICIPAL--WITHIN "CAPS"</u>							
Statutory Expenditures:							
Contribution to:							
Public Employees Retirement System	212,177.00	212,177.00	212,177.00				
Social Security System (O.A.S.I.)	488,002.13	488,002.13	430,168.65		57,833.48		
Police and Firemen's Retirement System	677,734.00	677,734.00	677,634.00		100.00		
Defined Contribution Retirement Program	2,000.00	2,000.00	618.11		1,381.89		
Unemployment Compensation Insurance	1,000.00	1,000.00	204.00		796.00		
Total Deferred Charges and Statutory Expenditures--Municipal--Within "CAPS"	1,380,913.13	1,380,913.13	1,320,801.76	-	60,111.37		-
Total General Appropriations for Municipal Purposes Within--"CAPS"	11,765,197.13	11,765,197.13	10,175,100.16	290,804.96	1,299,292.01		-

**TOWNSHIP OF DELRAN**  
CURRENT FUND

Statement of Expenditures -- Regulatory Basis  
For the Year Ended December 31, 2015

	<u>Appropriations</u>		Paid or <u>Charged</u>	<u>Expended</u>		<u>Unexpended Balance Canceled</u>
	<u>Budget</u>	<u>Budget After Modification</u>		<u>Encumbered</u>	<u>Reserved</u>	
<u>OPERATIONS EXCLUDED FROM "CAPS"</u>						
Statutory Expenditures:						
SFSP Fire District Payment	\$ 5,162.00	\$ 5,162.00	\$ 5,162.00			
Length of Service Awards Program	82,000.00	82,000.00		\$ 61,498.55	\$ 20,501.45	
Landfill Recycling Fees	27,000.00	27,000.00	12,950.34	1,531.83	12,517.83	
<u>Public and Private Programs Off-Set by Revenues</u>						
Body Armor Grant (N.J.S.A. 40A:4-87, \$3,025.82+)		3,025.82	3,025.82			
Municipal Court - Alcohol Education and Rehabilitation Program (N.J.S.A. 40A:4-87, \$6,836.25+)	627.29	7,463.54	7,463.54			
NJDOT-- Fairview Sidewalk Project Grant (N.J.S.A. 40A:4-87, \$215,000.00+)	27,625.87	215,000.00	215,000.00			
Recycling Tonnage Grant (N.J.S.A. 40A:4-87, \$2,625.87)		27,625.87	27,625.87			
Occupant Protection (N.J.S.A. 40A:4-87, \$4,000.00+)		4,000.00	4,000.00			
Sustainable Jersey Small Grants Program (N.J.S.A. 40A:4-87, \$2,000.00+)		2,000.00	2,000.00			
Clean Communities Grant (N.J.S.A. 40A:4-87, \$33,516.01+)	29,406.18	62,922.19	62,922.19			
Total Operations--Excluded from "CAPS"	171,821.34	436,199.42	340,149.76	63,030.38	33,019.28	-
Detail:						
Salaries and Wages	28,253.16	39,089.41	39,089.41	-	-	-
Other Expenses	143,568.18	397,110.01	301,060.35	63,030.38	33,019.28	-
<u>CAPITAL IMPROVEMENTS--EXCLUDED FROM "CAPS"</u>						
Capital Improvement Fund	50,000.00	50,000.00	50,000.00	-	-	-
<u>MUNICIPAL DEBT SERVICE--EXCLUDED FROM "CAPS"</u>						
Payment of Bond Principal	877,000.00	877,000.00	877,000.00			
Payment of Bond Anticipation Notes and Capital Notes	126,588.00	126,588.00	126,588.00			
Interest on Bonds	214,378.00	214,378.00	214,375.10			\$ 2.90
Interest on Notes	65,960.00	65,960.00	32,714.66			33,245.34
Total Municipal Debt Service--Excluded from "CAPS"	1,283,926.00	1,283,926.00	1,250,677.76	-	-	33,248.24

(Continued)

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

	Appropriations		Paid or Charged	Expended		Unexpended Balance Canceled
	Budget	Budget After Modification		Encumbered	Reserved	
<u>DEFERRED CHARGES -- MUNICIPAL -- EXCLUDED FROM "CAPS"</u>						
Deferred Charges:						
Special Emergency Authorizations - 5 Years	\$ 4,000.00	\$ 4,000.00	\$ 4,000.00	\$ -	\$ -	\$ -
Total General Appropriations for Municipal Purposes--Excluded from "CAPS"	1,509,747.34	1,774,125.42	1,644,827.52	63,030.38	33,019.28	\$ 33,248.24
Subtotal General Appropriations	13,274,944.47	13,539,322.55	11,819,927.68	353,835.34	1,332,311.29	33,248.24
Reserve for Uncollected Taxes	2,309,955.53	2,309,955.53	2,309,955.53	-	-	-
Total General Appropriations	<u>\$15,584,900.00</u>	<u>\$15,849,278.08</u>	<u>\$14,129,883.21</u>	<u>\$353,835.34</u>	<u>\$1,332,311.29</u>	<u>\$ 33,248.24</u>
Adopted Budget		\$ 15,584,900.00				
Appropriated by 40:4-87		<u>264,378.08</u>				
		<u>\$15,849,278.08</u>				
Reserve for Federal and State Grants--Appropriated		\$ 322,037.42				
Deferred Charges		4,000.00				
Reserve for Uncollected Taxes		2,309,955.53				
Payroll and Related Deductions Payable		6,737,608.93				
Disbursed		<u>4,756,281.33</u>				
		<u>\$14,129,883.21</u>				

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

**TOWNSHIP OF DELRAN**  
**TRUST FUND**  
 Statements of Assets, Liabilities and Reserves-- Regulatory Basis  
 As of December 31, 2015 and 2014

<u>ASSETS</u>	<u>Ref.</u>	<u>2015</u>	<u>2014</u>
Animal Control License Fund:			
Cash--Treasurer	SB-1	\$ 16,048.90	\$ 42,195.11
Change Fund--Township Clerk	B	50.00	50.00
		<u>16,098.90</u>	<u>42,245.11</u>
Open Space Fund:			
Cash--Treasurer	SB-1	1,981,815.30	1,896,990.10
Due from Current Fund	SB-2		93.34
		<u>1,981,815.30</u>	<u>1,897,083.44</u>
Other Funds:			
Cash--Treasurer	SB-1	2,518,981.17	2,171,582.74
Accounts Receivable - Outside Police	SB-5	1,600.00	
		<u>2,520,581.17</u>	<u>2,171,582.74</u>
		<u>\$ 4,518,495.37</u>	<u>\$ 4,110,911.29</u>

(Continued)

**TOWNSHIP OF DELRAN**  
**TRUST FUND**  
 Statements of Assets, Liabilities and Reserves-- Regulatory Basis  
 As of December 31, 2015 and 2014

<u>LIABILITIES AND RESERVES</u>	<u>Ref.</u>	<u>2015</u>	<u>2014</u>
Animal Control License Fund:			
Due to Current Fund	SB-2		\$ 14,589.91
Due to State of New Jersey	SB-1		4.20
Reserve for Animal Control	SB-6	\$ 16,098.90	27,651.00
		<u>16,098.90</u>	<u>42,245.11</u>
Open Space Fund:			
Due to General Capital Fund	SB-3		25,000.00
Due to Current Fund	SB-2	14,971.02	
Reserve for Open Space	SB-7	1,775,615.46	1,680,854.62
Reserve for Payment of Debt	B	191,228.82	191,228.82
		<u>1,981,815.30</u>	<u>1,897,083.44</u>
Other Funds:			
Accounts Payable	SB-8	76,255.91	65,788.70
Prepaid Outside Police	SB-9	14,440.00	6,330.00
Due to Current Fund	SB-2	85,744.76	9,939.82
Due to Sewer Operating	SB-4	4,654.04	1,654.04
Reserve for Miscellaneous Trust Reserves:			
Street Opening Deposits	SB-10	26,072.80	28,715.08
New Jersey Unemployment Insurance	SB-10	50,736.72	47,598.24
Planning Escrow Fund Deposits	SB-10	868,762.92	706,323.60
Affordable Housing Trust Funds	SB-10	507,749.91	484,332.13
Reserve for Public Defender Fees	SB-10	10,373.91	9,237.45
Reserve for Credit Card Program	SB-10	7,619.60	7,619.60
Reserve for Parking Offense Adjudication Act	SB-10	742.00	696.00
Reserve for Tax Sale Premiums	SB-10	559,900.00	513,900.00
Delran Day Donations	SB-10	12,320.64	12,265.64
Deposits for Redemption of Tax Sale Certificates	SB-10	23,939.63	11,034.60
Reserve for Performance/ Maintenance Escrows	SB-10	13,692.64	13,692.64
Reserve for Police Emergency Service Equipment	SB-10	1,555.47	1,555.47
Reserve for Special Law Enforcement	SB-10	37,549.33	38,240.32
Reserve for Bike Patrol	SB-10	9,065.87	9,081.85
Reserve for Jake's Place	SB-10	2,004.00	2,004.00
Reserve for Storm Recovery	SB-10	40,000.00	40,000.00
Reserve for Accumulated Absences	SB-10	140,000.00	140,000.00
Reserve for Multiple-Dwelling Security Deposits	SB-10	14,625.29	14,647.83
Reserve for Kenneth Johnston Memorial Fund	SB-10	319.23	319.23
Reserve for Police Unclaimed Funds	SB-10	4,806.50	4,806.50
Reserve for Easter Egg Hunt	SB-10	1,350.00	
Reserve for Community Park Donations	SB-10	4,500.00	
Reserve for Mayor's Great Grill Off	SB-10	1,800.00	1,800.00
		<u>2,520,581.17</u>	<u>2,171,582.74</u>
		<u>\$ 4,518,495.37</u>	<u>\$ 4,110,911.29</u>

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

**TOWNSHIP OF DELRAN**  
**TRUST - OPEN SPACE**  
 Statements of Operations and Changes in Reserve for Future Use -- Regulatory Basis  
 For the Years Ended December 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
<b>REVENUE REALIZED:</b>		
Amount to be Raised by Taxation	\$ 325,000.00	\$ 325,000.00
Reserve for Payment of Debt		89,196.00
Miscellaneous Revenue Not Anticipated	3,154.50	3,051.14
	<hr/>	<hr/>
Total Income	328,154.50	417,247.14
	<hr/>	<hr/>
<b>EXPENDITURES:</b>		
Budget Appropriations:		
Down Payments on Improvements		25,000.00
Debt Service	225,243.66	235,296.00
Reserved for Future Use	8,150.00	5,351.56
	<hr/>	<hr/>
Total Budget Appropriations	233,393.66	265,647.56
	<hr/>	<hr/>
Excess - Reserve for Future Use	94,760.84	151,599.58
<b>RESERVE FOR FUTURE USE:</b>		
Balance Jan. 1	1,680,854.62	1,529,255.04
	<hr/>	<hr/>
Balance Dec. 31	\$ 1,775,615.46	\$ 1,680,854.62
	<hr/> <hr/>	<hr/> <hr/>

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

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

	<u>Modified Budget</u>	<u>Realized</u>	<u>Excess</u>
Amount to be Raised by Taxation	\$ 325,000.00	\$ 325,000.00	
Miscellaneous Revenue Not Anticipated		3,154.50	\$ 3,154.50
	<u>\$ 325,000.00</u>	<u>\$ 328,154.50</u>	<u>\$ 3,154.50</u>

Analysis of Realized Revenues

Amount to be Raised by Taxation:	
Current Year Levy -- Due from Current Fund	<u>\$ 325,000.00</u>
Miscellaneous Revenue Not Anticipated:	
Interest on Deposits	<u>\$ 3,154.50</u>

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

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

	<u>Appropriations</u> <u>Budget After</u> <u>Modification</u>	<u>Paid or</u> <u>Charged</u>	<u>Unexpended</u> <u>Balance</u> <u>Canceled</u>
Down Payments on Improvements			
Debt Service:			
Payment of Bond Principal	\$ 77,000.00	\$ 77,000.00	
Payment of Bond Anticipation Note - Reserve for the Payment of Debt	67,674.00	67,674.00	
Interest on Bonds	68,063.00	68,062.50	\$ 0.50
Interest on Notes	13,210.00	12,507.16	702.84
Reserve for Future Use	99,053.00	8,150.00	90,903.00
	<u>\$ 325,000.00</u>	<u>\$ 233,393.66</u>	<u>\$ 91,606.34</u>
Due to Current Fund		\$ 12,507.16	
Disbursed		<u>220,886.50</u>	
		<u>\$ 233,393.66</u>	

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



**TOWNSHIP OF DELRAN  
GENERAL CAPITAL FUND**

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

<u>ASSETS</u>	<u>Ref.</u>	<u>2015</u>	<u>2014</u>
Cash	SC-1	\$ 3,301,046.40	\$ 3,809,020.57
Due from Department of Transportation	SC-2	24,364.97	24,364.97
Due from Trust - Open Space Fund	SC-8		25,000.00
Deferred Charges to Future Taxation:			
Funded	SC-3	5,455,000.00	6,409,000.00
Unfunded	SC-4	10,298,489.36	9,498,970.36
		<u>\$ 19,078,900.73</u>	<u>\$ 19,766,355.90</u>
 <u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
Serial Bonds Payable	SC-11	\$ 5,455,000.00	\$ 6,409,000.00
Bond Anticipation Note	SC-12	9,115,630.00	7,759,542.00
Due to Current Fund	SC-8	640.51	9,015.50
Improvement Authorizations:			
Funded	SC-9	411,684.52	456,727.44
Unfunded	SC-9	3,172,913.66	3,437,800.27
Contracts Payable	SC-10	281,570.89	1,075,187.12
Capital Improvement Fund	SC-5	56,232.32	55,202.32
Reserves for:			
Preliminary Expenses	SC-7	1,249.94	1,249.94
Facilities--Delran Harbor	SC-2	15,000.00	15,000.00
Generator	SC-2	20,000.00	20,000.00
Traffic Improvements	SC-2	15,000.00	15,000.00
Storm Sewer Maintenance	SC-2	21,750.00	21,750.00
Payment of Bonds	SC-6	439,591.96	418,244.38
Fund Balance	C	72,636.93	72,636.93
		<u>\$ 19,078,900.73</u>	<u>\$ 19,766,355.90</u>

There were bonds and notes authorized but not issued on December 31, 2015 totaling \$1,673,635.08 and 2014 totaling \$2,230,204.08.

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

**TOWNSHIP OF DELRAN**  
**SEWER UTILITY FUND**  
 Statements of Assets, Liabilities, Reserves and Fund Balance--  
 Regulatory Basis  
 As of December 31, 2015 and 2014

<u>ASSETS</u>	<u>Ref.</u>	<u>2015</u>	<u>2014</u>
Operating Fund:			
Cash--Treasurer	SD-1	\$ 4,813,274.87	\$ 4,359,834.07
Change Fund--Collector	SD-1	100.00	50.00
Due from Current Fund	SD-5		20,131.76
Due from Trust--Other Fund	SD-5	4,654.04	1,654.04
Due from Sewer Capital Fund	SD-5	96,382.82	
		<u>4,914,411.73</u>	<u>4,381,669.87</u>
Receivables with Full Reserves:			
Consumer Accounts Receivable	SD-4	844,529.62	886,294.99
Deferred Charges:			
Emergency Appropriation	D-3		34,824.00
Total Operating Fund		<u>5,758,941.35</u>	<u>5,302,788.86</u>
Capital Fund:			
Cash--Treasurer	SD-1	1,991,876.87	548,165.21
Fixed Capital Authorized and Completed	SD-7	29,387,658.59	29,387,658.59
Fixed Capital Authorized and Uncompleted	SD-8	5,244,000.00	5,244,000.00
NJEIT Loan Receivable	SD-3	189,186.00	1,604,177.00
Due from Sewer Operating Fund	SD-6		312,462.64
Total Capital Fund		<u>36,812,721.46</u>	<u>37,096,463.44</u>
		<u>\$ 42,571,662.81</u>	<u>\$ 42,399,252.30</u>

(Continued)

**TOWNSHIP OF DELRAN**  
**SEWER UTILITY FUND**  
 Statements of Assets, Liabilities, Reserves and Fund Balance--  
 Regulatory Basis  
 As of December 31, 2015 and 2014

<u>LIABILITIES, RESERVES AND FUND BALANCES</u>	<u>Ref.</u>	<u>2015</u>	<u>2014</u>
Operating Fund:			
Liabilities:			
Appropriation Reserves	D-3	\$ 186,564.94	\$ 215,152.17
Reserve for Encumbrances	D-3	171,569.21	186,306.40
Sewer Rent Prepayments	SD-9	7,242.37	16,126.82
Accounts Payable	SD-10		24,900.00
Prepaid Connection Fees	SD-1	6,095.20	
Accrued Interest on Bonds, Notes and Loans	SD-12	8,492.23	7,513.45
Developer's Escrow Deposits	SD-13	36,219.79	82,104.84
Due to Sewer Utility Capital Fund	SD-5		312,462.64
		416,183.74	844,566.32
Reserves for Receivables	D	844,529.62	886,294.99
Fund Balance	D-1	4,498,227.99	3,571,927.55
		5,758,941.35	5,302,788.86
Total Operating Fund			
Capital Fund:			
Due to Sewer Utility Operating Fund	SD-6	96,382.82	
Capital Improvement Fund	SD-14	325,000.00	225,000.00
Improvement Authorizations:			
Funded	SD-15	441,740.76	495,228.26
Unfunded	SD-15	2,645,756.09	2,813,217.34
Contracts Payable	SD-16	23,349.50	1,235,525.55
Reserve for Amortization	SD-17	29,687,396.71	29,597,673.84
Deferred Reserve for Amortization	SD-18	568,000.00	320,000.00
NJ Environmental Trust Loan Payable	SD-19	1,810,011.88	1,899,734.75
Bond Anticipation Notes Payable	SD-20	1,205,000.00	500,000.00
Fund Balance	D	10,083.70	10,083.70
		36,812,721.46	37,096,463.44
Total Capital Fund		36,812,721.46	37,096,463.44
		\$ 42,571,662.81	\$ 42,399,252.30

There were bonds and notes authorized but not issued on December 31, 2015 totaling \$1,651,800.00 and 2014 totaling \$2,604,800.00.

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

**TOWNSHIP OF DELRAN**  
**SEWER UTILITY FUND**  
 Statements of Operations and Changes in Fund Balance--Regulatory Basis  
 For the Year Ended December 31, 2015 and 2014

<u>Revenue and Other Income Realized</u>	<u>2015</u>	<u>2014</u>
Rents	\$ 3,888,193.82	\$ 3,798,862.61
Miscellaneous	67,102.70	75,733.81
Non-Budget Revenue	14,665.83	32,167.86
Other Credits to Income:		
Refund of Prior Years Expenditures		21,255.21
Cancellation of Prior Year Accounts Payable	7,422.22	
Unexpended Balance of Appropriation Reserves	154,331.49	369,315.83
	<hr/>	<hr/>
Total Income	4,131,716.06	4,297,335.32
	<hr/>	<hr/>
<u>Expenditures</u>		
Operating	2,534,729.71	2,439,546.00
Capital Improvements	125,000.00	125,000.00
Debt Service	111,432.91	54,824.00
Deferred Charges and Statutory Expenditures	431,570.29	445,454.00
Other Expenses:		
Refund of Prior Year Revenue	2,682.71	
	<hr/>	<hr/>
Total Expenditures	3,205,415.62	3,064,824.00
	<hr/>	<hr/>
Excess in Revenue	926,300.44	1,232,511.32
Adjustments to Income Before Fund Balance:		
Expenditures Included above which are by Statute Deferred Charges to Budget of Succeeding Year		34,824.00
		<hr/>
Statutory Excess to Fund Balance	926,300.44	1,267,335.32
<u>Fund Balance</u>		
Balance Jan. 1	3,571,927.55	2,304,592.23
	<hr/>	<hr/>
Balance Dec. 31	\$ 4,498,227.99	\$ 3,571,927.55
	<hr/>	<hr/>

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

**TOWNSHIP OF DELRAN**  
**SEWER UTILITY OPERATING FUND**  
Statement of Revenues--Regulatory Basis  
For the Year Ended December 31, 2015

	<u>Anticipated Budget</u>	<u>Realized</u>	<u>Excess</u>
Rents	\$ 3,185,000.00	\$ 3,888,193.82	\$ 703,193.82
Miscellaneous	5,000.00	11,031.84	6,031.84
Interest on Delinquents	15,000.00	56,070.86	41,070.86
	<u>3,205,000.00</u>	<u>3,955,296.52</u>	<u>750,296.52</u>
Non-Budget Revenue	-	14,665.83	14,665.83
	<u>\$ 3,205,000.00</u>	<u>\$ 3,969,962.35</u>	<u>\$ 764,962.35</u>

Analysis of Realized Revenue:

Rents:

Consumer Accounts Receivable:

Collected

\$ 3,872,067.00

Overpayments Applied

16,126.82

\$ 3,888,193.82

Analysis of Miscellaneous Revenue:

Interest on Investments:

Collected in Sewer Utility Operating Fund

\$ 4,924.22

Collected in Sewer Utility Capital Fund

2,871.31

Return Check Charges

301.95

Other - Miscellaneous

2,934.36

\$ 11,031.84

Analysis of Miscellaneous Revenue Not Anticipated:

Connection Fees: Collected in Current Year

\$ 14,665.83

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

**TOWNSHIP OF DELRAN**  
**SEWER UTILITY OPERATING FUND**  
 Statement of Expenditures--Regulatory Basis  
 For the Year Ended December 31, 2015

	Appropriations		Expended			
	Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	Cancelled
Operating:						
Salaries and Wages	\$ 720,458.00	\$ 738,669.76	\$ 736,703.42		\$ 1,966.34	
Other Expenses	1,820,018.00	1,796,059.95	1,464,892.14	\$ 171,569.21	159,598.60	
Total Operating	2,540,476.00	2,534,729.71	2,201,595.56	171,569.21	161,564.94	-
Capital Improvements:						
Capital Improvement Fund	100,000.00	100,000.00	100,000.00			
Capital Outlay	25,000.00	25,000.00			25,000.00	
Total Capital Improvements	125,000.00	125,000.00	100,000.00	-	25,000.00	-
Debt Service:						
Interest on Notes	2,700.00	2,700.00	2,700.00			
Principal & Interest on Loans & Notes	111,000.00	111,000.00	108,732.91			\$ 2,267.09
Total Capital Improvements	113,700.00	113,700.00	111,432.91	-	-	2,267.09
Deferred Charges and Statutory Expenditures:						
Deferred Charges:						
Emergency Authorization Ordinance 2014-15	34,824.00	34,824.00	34,824.00			
Statutory Expenditures:	248,000.00	248,000.00	248,000.00			
Contribution to:						
Public Employees Retirement System	86,000.00	86,000.00	86,000.00			
Social Security System (O.A.S.I.)	54,000.00	59,746.29	59,746.29			
Unemployment Compensation Insurance (N.J.S.43:21-3 et seq.)	3,000.00	3,000.00	3,000.00			
Total Deferred Charges and Statutory Expenditures	425,824.00	431,570.29	431,570.29	-	-	-
Total (Carried Forward)	\$ 3,205,000.00	\$ 3,205,000.00	\$ 2,844,598.76	\$ 171,569.21	\$ 186,564.94	\$ 2,267.09

(Continued)

**TOWNSHIP OF DELRAN**  
**SEWER UTILITY OPERATING FUND**  
 Statement of Expenditures--Regulatory Basis  
 For the Year Ended December 31, 2015

	Appropriations		Expended			
	Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	Cancelled
Total (Brought Forward)	\$ 3,205,000.00	\$ 3,205,000.00	\$ 2,844,598.76	\$ 171,569.21	\$ 186,564.94	\$ 2,267.09
Deferred Charge - Emergency Authorization			\$ 34,824.00			
Disbursed by Current Fund			882,449.71			
Accrued Interest			21,710.04			
Disbursed			1,905,615.01			
			<u>\$ 2,844,598.76</u>			

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

**TOWNSHIP OF DELRAN**  
General Fixed Asset Group of Accounts  
Schedule of General Fixed Assets  
As of December 31, 2015

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	Balance <u>Dec. 31, 2015</u>
General Fixed Assets:	
Land	\$ 10,419,800.00
Building	1,503,399.19
Equipment and Vehicles	<u>2,905,602.11</u>
Total Investment in General Fixed Assets	<u>\$ 14,828,801.30</u>

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



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

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

**Description of Financial Reporting Entity** - The Township of Delran was incorporated in 1880 and is located in Burlington County, New Jersey approximately ten miles from the City of Philadelphia. The population according to the latest census is 13,178.

The Township has a Mayor-Council form of government known as the Mayor-Council Plan D under the Optional Municipal Charter Law of 1960, popularly known as the Faulkner Act. The Mayor and two Council members are elected at large and three Council members are elected by ward. All members serve four-year terms.

**Component Units** - The Township of Delran had no component units as defined by Governmental Accounting Standards Board Statement No. 14, as amended by GASB Statements No. 39 and No. 61.

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

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

**Current Fund** - The Current Fund accounts for resources and expenditures for governmental operations of a general nature, including Federal and State grant funds.

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

**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.

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

**Foreclosed Property** - Foreclosed property is recorded in the Current Fund at the assessed valuation when such property was acquired and is fully reserved. Ordinarily it is the intention of the municipality to resell foreclosed property in order to recover all or a portion of the delinquent taxes or assessments and to return the property to a taxpaying basis. For this reason the value of foreclosed property has not been included in the General Fixed Assets Account Group. If such property is converted to a municipal use, it will be recorded in the General Fixed Assets Account Group.

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

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

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

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

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

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

**School Taxes** - The municipality is responsible for levying, collecting and remitting school taxes for the Township of Delran School District. Operations is charged for the full amount required to be raised from taxation to operate the local 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 Burlington. County taxes are determined on a calendar year by the County Board of Taxation based upon the ratables required to be certified to them on January 10 of each year. Operations is charged for the amount due 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.

**Fire District Taxes** - The municipality is responsible for levying, collecting, and remitting Fire District Taxes for Township of Delran Fire District. Operations is charged for the full amount required to be raised from taxation to operate the Fire District for the period from January 1 to December 31.

**Open Space Fund** - In 2005, the Township established an Open Space Trust Fund as a result of a referendum passed in the general election in November 2004. The amount raised each year is limited to \$325,000.00.

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

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

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

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

**Appropriation Reserves** - Appropriation reserves covering unexpended appropriation balances are automatically created at year-end and recorded as liabilities, except for amounts which may be canceled by the governing body. Appropriation reserves are available, until lapsed at the close of the succeeding year, to meet specific claims, commitments or contracts incurred during the preceding fiscal 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 and Utility Capital Funds. Where an improvement is a "local improvement", i.e. assessable upon completion, long-term debt associated with that portion of the cost of the improvement to be funded by assessments is transferred to the Trust Fund upon the confirmation of the assessments or when the improvement is fully and permanently funded.

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

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

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

**Note 2: CASH AND CASH EQUIVALENTS**

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

As of December 31, 2015, the Township's bank balances of \$25,859,644.42 were exposed to custodial credit risk as follows:

Insured by FDIC	\$ 500,000.00
Insured by GUDPA	23,674,901.79
Uninsured and Uncollateralized	<u>1,684,742.63</u>
Total	<u>\$ 25,859,644.42</u>

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

**New Jersey Cash Management Fund** - During the year, the Township participated in the New Jersey Cash Management Fund. The Fund is governed by regulations of the State Investment Council, who prescribe standards designed to insure the quality of investments in order to minimize risk to the Funds participants. Deposits with the New Jersey Cash Management Fund are not subject to custodial credit risk as defined above. At December 31, 2015 the Township's deposits with the New Jersey Cash Management Fund are \$220,416.60.

**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>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Tax Rate	<u>\$ 3.607</u>	<u>\$ 3.450</u>	<u>\$ 3.386</u>	<u>\$ 3.300</u>	<u>\$ 2.980</u>
Apportionment of Tax Rate:					
Municipal	\$ 0.765	\$ 0.756	\$ 0.756	\$ 0.744	\$ 0.683
Municipal Open Space	0.023	0.023	0.023	0.023	0.020
County & County Library	0.411	0.408	0.414	0.404	0.387
County Open Space Preservation					
Trust Fund	0.044	0.017	0.017	0.048	0.046
Local School	2.209	2.113	2.042	1.954	1.730
Special District Rates:					
Fire District	0.155	0.133	0.134	0.127	0.114

**Assessed Valuation**

<u>Year</u>	<u>Assessed Valuation</u>
2015	\$ 1,399,747,792.00
2014	1,403,370,633.00
2013	1,408,433,780.00
2012	1,409,575,370.00
2011	1,565,016,051.00

**Comparison of Tax Levies and Collections**

<u>Year</u>	<u>Tax Levy</u>	<u>Collections</u>	<u>Percentage of Collections</u>
2015	\$ 50,868,960.59	\$ 50,166,878.86	98.62%
2014	48,425,442.76	47,906,370.48	98.93%
2013	47,740,389.50	47,060,436.15	98.58%
2012	46,573,018.57	45,953,514.41	98.67%
2011	46,713,933.58	46,156,401.30	98.81%

**Note 3: PROPERTY TAXES (CONT'D)****Delinquent Taxes and Tax Title Liens**

<u>Year</u>	<u>Tax Title Liens</u>	<u>Delinquent Taxes</u>	<u>Total Delinquent</u>	<u>Percentage of Tax Levy</u>
2015	\$ 104,711.44	\$ 682,998.77	\$ 787,710.21	1.55%
2014	86,831.68	459,969.01	546,800.69	1.13%
2013	76,525.03	618,237.15	694,762.18	1.46%
2012	59,280.69	608,538.43	667,819.12	1.43%
2011	47,186.87	544,342.98	591,529.85	1.27%

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

<u>Year</u>	<u>Number of Tax Title Liens Receivable</u>
2015	10
2014	9
2013	9
2012	8
2011	13

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

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

<u>Year</u>	<u>Amount</u>
2015	\$ 282,015.00
2014	282,015.00
2013	282,015.00
2012	282,015.00
2011	282,015.00

**Note 5: SEWER UTILITY SERVICE CHARGES**

The Delran Sewerage Utility Fund was created on July 14, 2010 as a result of the dissolution of the Delran Sewerage Authority. The following is a five-year comparison of sewer utility service charges (rents) for the current and previous four years:

<u>Year</u>	<u>Receivable Balance as of January 1</u>	<u>Levy</u>	<u>Total</u>	<u>Collections</u>	<u>Percentage of Collection</u>
2015	\$ 886,294.99	\$ 3,902,499.31	\$ 4,788,794.30	\$ 3,944,264.68	82.36%
2014	962,244.02	3,785,385.74	4,747,629.76	3,861,334.77	81.33%
2013	895,064.24	3,793,670.78	4,688,735.02	3,726,491.00	79.48%
2012	1,145,578.57	3,981,796.14	5,127,374.71	4,232,310.47	82.54%
2011	280,564.03	4,842,935.87	5,123,499.90	3,977,921.33	77.64%

**Note 6: FUND BALANCES APPROPRIATED**

The following schedule details 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:

<u>Year</u>	<u>Balance Dec. 31</u>	<u>Utilized In Budget of Succeeding Year</u>	<u>Percentage of Fund Balance Used</u>
<b><u>Current Fund</u></b>			
2015	\$ 8,006,811.57	\$ 3,000,000.00	37.47%
2014	6,831,386.39	2,560,000.00	37.47%
2013	5,678,253.12	2,700,000.00	47.55%
2012	5,109,611.00	2,700,000.00	52.84%
2011	5,126,355.94	2,700,000.00	52.67%
<b><u>Sewer Utility Operating Fund</u></b>			
2015	\$ 4,498,177.99	None	None
2014	3,571,927.55	None	None
2013	2,304,592.23	None	None
2012	1,815,005.38	None	None
2011	1,154,802.48	\$ 342,000.00	29.62%

**Note 7: INTERFUND RECEIVABLES AND PAYABLES**

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

<u>Fund</u>	<u>Interfunds Receivables</u>	<u>Interfunds Payable</u>
Current Fund	\$ 101,356.29	
Trust-Open Space Fund		\$ 14,971.02
Trust-Other Funds		90,398.80
General Capital Fund		640.51
Sewer Utility Operating Fund	101,036.86	
Sewer Utility Capital Fund		96,382.82
	<u>\$ 202,393.15</u>	<u>\$ 202,393.15</u>

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



**Note 8: PENSION PLANS**

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

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

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

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

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

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

**Note 8: PENSION PLANS (CONT'D)****General Information about the Pension Plans (Cont'd)****Vesting and Benefit Provisions**

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

The following represents the membership tiers for PERS:

**Tier Definition**

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

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

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

The following represents the membership tiers for PFRS:

**Tier Definition**

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

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

**Note 8: PENSION PLANS (CONT'D)****General Information about the Pension Plans (Cont'd)****Vesting and Benefit Provisions (Cont'd)**

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

**Contributions**

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

The Township's contractually required contribution rate for the year ended December 31, 2015 was 11.76% of the Township's covered-employee payroll. This amount was actuarially determined as the amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, including an additional amount to finance any unfunded accrued liability.

Based on the most recent PERS measurement date of June 30, 2015, the Township's contractually required contribution to the pension plan for the year ended December 31, 2015 is \$300,523.00 and is payable by April 1, 2016. Due to the basis of accounting described in note 1, no liability has been recorded in the financial statements for this amount. Based on the PERS measurement date of June 30, 2014, the Township's contractually required contribution to the pension plan for the year ended December 31, 2014 was \$298,177.00 which was paid on April 1, 2015. Employee contributions to the plan during the year ended December 31, 2015 were \$182,221.77.

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

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

**Note 8: PENSION PLANS (CONT'D)****General Information about the Pension Plans (Cont'd)****Contributions (Cont'd)**

**Police and Firemen's Retirement System (Cont'd)** - The Township's contractually required contribution rate for the year ended December 31, 2015 was 25.57% of the Township's covered-employee payroll. This amount was actuarially determined as the amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability.

Based on the most recent PFRS measurement date of June 30, 2015, the Township's contractually required contribution to the pension plan for the year ended December 31, 2015 is \$737,087.00, and is payable by April 1, 2016. Due to the basis of accounting described in note 1, no liability has been recorded in the financial statements for this amount. Based on the PFRS measurement date of June 30, 2014, the Township's contractually required contribution to the pension plan for the year ended December 31, 2014 was \$677,634.00, which was paid on April 1, 2015. Employee contributions to the plan during the year ended December 31, 2015 were \$289,615.10.

The amount of contractually required contribution for the State of New Jersey's proportionate share, associated with the Township, for the year ended December 31, 2015 was 2.39% of the Township's covered-employee payroll.

Based on the most recent PFRS measurement date of June 30, 2015, the State's contractually required contribution, on-behalf of the Township, to the pension plan for the year ended December 31, 2015 is \$68,951.00, and is payable by April 1, 2016. Based on the PFRS measurement date of June 30, 2014, the State's contractually required contribution, on-behalf of the Township, to the pension plan for the year ended December 31, 2014 was \$49,623.00, which was paid on April 1, 2015.

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

For the year ended December 31, 2015, employee contributions totaled \$1,098.54, and the Township's contributions were \$618.11. There were no forfeitures during the year.

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

**Public Employees' Retirement System** - At December 31, 2015, the Township's proportionate share of the PERS net pension liability was \$7,846,795.00. The net pension liability was measured as of June 30, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2014. The total pension liability was calculated through the use of updated procedures to roll forward from the actuarial valuation date to the measurement date of June 30, 2015. The Township's proportion of the net pension liability was based on a projection of the Township's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. For the June 30, 2015 measurement date, the Township's proportion was .0349554359%, which was a decrease of .0012141683% from its proportion measured as of June 30, 2014.

**Note 8: PENSION PLANS (CONT'D)**

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

**Public Employees' Retirement System (Cont'd)** - At December 31, 2015, the Township's proportionate share of the PERS pension expense, calculated by the plan as of the June 30, 2015 measurement date is \$461,476.00. This expense is not recognized by the Township because of the regulatory basis of accounting as described in note 1; however, as previously mentioned, for the year ended December 31, 2015, the Township's contributions to PERS were \$298,177.00, and were paid on April 1, 2015.

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

Township's Proportionate Share of Net Pension Liability	\$ 15,104,001.00
State of New Jersey's Proportionate Share of Net Pension Liability Associated with the Township	<u>1,324,570.00</u>
	<u>\$ 16,428,571.00</u>

The net pension liability was measured as of June 30, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2014. The total pension liability was calculated through the use of updated procedures to roll forward from the actuarial valuation date to the measurement date of June 30, 2015. The Township's proportion of the net pension liability was based on a projection of the Township's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers and the State of New Jersey, actuarially determined. For the June 30, 2015 measurement date, the Township's proportion was .0906792440%, which was an increase of .0024535845% from its proportion measured as of June 30, 2014. Likewise, at June 30, 2015, the State of New Jersey's proportion, on-behalf of the Township, was .0906792440%, which was an increase of .0024535845% from its proportion, on-behalf of the Township, measured as of June 30, 2014.

At December 31, 2015, the Township's proportionate share of the PFRS pension expense, calculated by the plan as of the June 30, 2015 measurement date is \$1,359,268.00. This expense is not recognized by the Township because of the regulatory basis of accounting as described in note 1; however, as previously mentioned, for the year ended December 31, 2015, the Township's contributions to PFRS were \$677,634.00, and were paid on April 1, 2015.

At December 31, 2015, the State's proportionate share of the PFRS pension expense, associated with the Township, calculated by the plan as of the June 30, 2015 measurement date is \$165,221.00. This on-behalf expense is not recognized by the Township because of the regulatory basis of accounting as described in note 1.

**Note 8: PENSION PLANS (CONT'D)**

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

**Deferred Outflows of Resources and Deferred Inflows of Resources** - At December 31, 2015, 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		
	PERS	PFRS	Total	PERS	PFRS	Total
Differences between Expected and Actual Experience	\$ 187,197.00		\$ 187,197.00		\$ 130,277.00	\$ 130,277.00
Changes of Assumptions	842,683.00	\$ 2,788,574.00	3,631,257.00			
Net Difference between Projected and Actual Earnings on Pension Plan Investments				\$ 126,161.00	262,872.00	389,033.00
Changes in Proportion and Differences between Township Contributions and Proportionate Share of Contributions		269,134.00	269,134.00	247,973.00	14,324.00	262,297.00
Township Contributions Subsequent to the Measurement Date	150,262.00	368,544.00	518,806.00			
	<u>\$ 1,180,142.00</u>	<u>\$ 3,426,252.00</u>	<u>\$ 4,606,394.00</u>	<u>\$ 374,134.00</u>	<u>\$ 407,473.00</u>	<u>\$ 781,607.00</u>

\$150,262.00 and \$368,544.00 for PERS and PFRS, respectively, included in deferred outflows of resources, will be included as a reduction of the net pension liability in the year ending December 31, 2016. These amounts were based on an estimated April 1, 2017 contractually required contribution, prorated from the pension plans measurement date of June 30, 2015 to the Township's year end of December 31, 2015.

**Note 8: PENSION PLANS (CONT'D)****Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)**

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

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

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>
2016	\$ 111,716.00	\$ 510,637.00	\$ 622,353.00
2017	111,716.00	510,637.00	622,353.00
2018	111,718.00	510,639.00	622,357.00
2019	212,609.00	793,767.00	1,006,376.00
2020	107,987.00	324,555.00	432,542.00
	<u>\$ 655,746.00</u>	<u>\$ 2,650,235.00</u>	<u>\$ 3,305,981.00</u>

**Note 8: PENSION PLANS (CONT'D)****Actuarial Assumptions**

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

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

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

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

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



**Note 8: PENSION PLANS (CONT'D)****Actuarial Assumptions ( Cont'd)**

Best estimates of arithmetic rates of return for each major asset class included in PERS's and PFRS's target asset allocation as of June 30, 2015 are summarized in the following table:

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

**Discount Rate** - The discount rate used to measure the total pension liability at June 30, 2015 was 4.90% for PERS and 5.79% for PFRS. For both PERS and PFRS, the respective single blended discount rates were based on the long-term expected rate of return on pension plan investments of 7.90%, and a municipal bond rate of 3.80% as of June 30, 2015, based on the Bond Buyer Go 20-Bond Municipal Bond Index which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. The projection of cash flows used to determine the discount rates assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers and for PFRS, the non-employer contributing entity, will be made based on the average of the last five years of contributions. Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members through 2033 for PERS and through 2045 for PFRS. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments through 2033 for PERS and through 2045 for PFRS, and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liabilities.

**Note 8: PENSION PLANS (CONT'D)**

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

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

	<b>1% Decrease (3.90%)</b>	<b>Current Discount Rate (4.90%)</b>	<b>1% Increase (5.90%)</b>
Township's Proportionate Share of the Net Pension Liability	<u>\$ 9,752,606.00</u>	<u>\$ 7,846,795.00</u>	<u>\$ 6,248,977.00</u>

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

	<b>1% Decrease (4.79%)</b>	<b>Current Discount Rate (5.79%)</b>	<b>1% Increase (6.79%)</b>
Township's Proportionate Share of the Net Pension Liability	\$ 19,911,868.00	\$ 15,104,001.00	\$ 11,183,615.00
State of New Jersey's Proportionate Share of Net Pension Liability associated with the Township	<u>1,746,204.00</u>	<u>1,324,570.00</u>	<u>980,765.00</u>
	<u>\$ 21,658,072.00</u>	<u>\$ 16,428,571.00</u>	<u>\$ 12,164,380.00</u>

**Pension Plan Fiduciary Net Position**

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

**Note 8: PENSION PLANS (CONT'D)****Supplementary Pension Information**

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

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

	<u>Measurement Date Ended June 30,</u>		
	<u>2015</u>	<u>2014</u>	<u>2013</u>
Township's Proportion of the Net Pension Liability	0.0349554359%	0.0361696042%	0.0365878531%
Township's Proportionate Share of the Net Pension Liability	\$ 7,846,795.00	\$ 6,771,939.00	\$ 6,992,666.00
Township's Covered-Employee Payroll	\$ 2,360,716.00	\$ 2,484,836.00	\$ 2,530,596.00
Township's Proportionate Share of the Net Pension Liability as a Percentage of it's Covered-Employee Payroll	332.39%	272.53%	276.32%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	47.93%	52.08%	48.72%

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

	<u>Year Ended December 31,</u>		
	<u>2015</u>	<u>2014</u>	<u>2013</u>
Township's Contractually Required Contribution	\$ 300,523.00	\$ 298,177.00	\$ 275,682.00
Township's Contribution in Relation to the Contractually Required Contribution	<u>(300,523.00)</u>	<u>(298,177.00)</u>	<u>(275,682.00)</u>
Township's Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Township's Covered-Employee Payroll	\$ 2,556,514.00	\$ 2,371,131.00	2,409,705.00
Township's Contributions as a Percentage of it's Covered-Employee Payroll	11.76%	12.58%	11.44%

**Note 8: PENSION PLANS (CONT'D)****Supplementary Pension Information (Cont'd)*****Schedule of the Township's Proportionate Share of the Net Pension Liability - Police and Firemen's Retirement System (PFRS) (Last Three Years)***

	<u>Measurement Date Ended June 30,</u>		
	<u>2015</u>	<u>2014</u>	<u>2013</u>
Township's Proportion of the Net Pension Liability	0.0906792440%	0.0882256595%	0.0883850972%
Township's Proportionate Share of the Net Pension Liability	\$ 15,104,001.00	\$ 11,097,970.00	\$ 11,750,001.00
State's Proportionate Share of the Net Pension Liability associated with the Township	<u>1,324,570.00</u>	<u>1,195,065.00</u>	<u>1,095,243.00</u>
Total	<u>\$ 16,428,571.00</u>	<u>\$ 12,293,035.00</u>	<u>\$ 12,845,244.00</u>
Township's Covered-Employee Payroll	\$ 3,078,700.00	\$ 2,929,272.00	\$ 2,924,976.00
Township's Proportionate Share of the Net Pension Liability as a Percentage of it's Covered-Employee Payroll	490.60%	378.86%	401.71%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	56.31%	62.41%	58.70%

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

	<u>Year Ended December 31,</u>		
	<u>2015</u>	<u>2014</u>	<u>2013</u>
Township's Contractually Required Contribution	\$ 737,087.00	\$ 677,634.00	\$ 644,838.00
Township's Contribution in Relation to the Contractually Required Contribution	<u>(737,087.00)</u>	<u>(677,634.00)</u>	<u>(644,838.00)</u>
Township's Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Township's Covered-Employee Payroll	\$ 2,882,684.00	\$ 2,923,223.00	\$ 2,929,231.00
Township's Contributions as a Percentage of it's Covered-Employee Payroll	25.57%	23.18%	22.01%

**Note 8: PENSION PLANS (CONT'D)****Other Notes to Supplementary Pension Information*****Public Employees' Retirement System (PERS)***

Changes in Benefit Terms - None

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

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

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

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

Changes in Benefit Terms - None

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

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

**Note 9: POST EMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS**

The Township provides health insurance through the State Health Benefit Plan. The State Pension Fund provides health benefits through the State Health Benefit Plan which is a cost-sharing multiple-employer defined benefit postemployment healthcare plan.

The Township also provides reimbursement of health insurance premiums directly to employees if they choose not to participate in the State Health Benefit Plan. The reimbursement for health insurance premiums and the amount of the benefit is established by the Township.

**State Health Benefit Plan*****Plan Description***

The Township contributes to the State Health Benefits Program (SHBP), a cost-sharing, multiple-employer defined benefit post-employment healthcare plan administered by the State of New Jersey Division of Pensions and Benefits. SHBP was established in 1961 under N.J.S.A. 52:14-17.25 et seq., to provide health benefits to State employees, retirees, and their dependents. Rules governing the operation and administration of the program are found in Title 17, Chapter 9 of the New Jersey Administrative Code. SHBP provides medical, prescription drugs, mental health/substance abuse, and Medicare Part B reimbursement to retirees and their covered dependents.

The SHBP was extended to employees, retirees, and dependents of participating local public employers in 1964. Local employers must adopt a resolution to participate in the SHBP. In 2009, the Township authorized participation in the SHBP's post-retirement benefit program through resolution number 2009-133. The Township provides post-employment health care benefits, at its cost, to certain employees. Employees retiring with twenty-five (25) or more years of service with the Township and/or twenty-five (25) or more years of service credit in a state or locally administered retirement system, and employees retiring on an accidental disability pension, are eligible to receive fully paid health and prescription benefits.

**Note 9: POST EMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)****State Health Benefit Plan (Cont'd)*****Plan Description (Cont'd)***

The State Health Benefits Commission is the executive body established by statute to be responsible for the operation of the SHBP. The State of New Jersey Division of Pensions and Benefits issues a publicly available financial report that includes financial statements and required supplementary information for the SHBP. That report may be obtained by writing to: State of New Jersey Division of Pensions and Benefits, P.O. Box 295, Trenton, NJ 08625-0295 or by visiting their website at [www.state.nj.us/treasury/pensions/](http://www.state.nj.us/treasury/pensions/).

***Funding Policy***

Participating employers are contractually required to contribute based on the amount of premiums attributable to their retirees. Post-retirement medical benefits under the plan have been funded on a pay-as-you-go basis since 1994. Prior to 1994, medical benefits were funded on an actuarial basis.

Contributions to pay for the health premiums of participating retirees in the SHBP are billed to the Township on a monthly basis. The Township funds these benefits on a pay-as-you-go basis and therefore does not record accrued expenses related to these benefits.

The Township contributions to SHBP for the years ended December 31, 2015, 2014, and 2013, were \$25,133.00, \$15,633.40, \$20,216.67, respectively, which equaled the required contributions for each year. There were 5 retired participants eligible at December 31, 2015.

**Direct Reimbursement Plan*****Plan Description***

The Township provides post-employment health care benefits to employees who have retired from the Township. The Township provides this benefit for ten years after the employee retires or until the death of the employee. The benefit is determined by negotiated contract for each collective bargaining unit.

***Funding Policy***

The Township funds these benefits on a pay-as-you-go basis and therefore does not record accrued expenses related to these benefits. For the year ended December 31, 2015, there were four retired employees who were eligible to receive this benefit, resulting in a maximum possible payment of \$22,375.00. Actual payments for the years ended December 31, 2015, 2014, and 2013, were \$7,209.90, \$9,629.33, and \$14,336.56 in related health care premiums.

**Note 9: POST EMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)****Direct Reimbursement Plan (Cont'd)****Annual OPEB Cost**

For year ended December 31, 2015, the Township's annual OPEB cost (expense) of \$70,000.00 for the plan was equal to the ARC plus certain adjustments because the Township's actual contributions in prior years differed from the ARC. The Township's annual required contribution (ARC), the interest on the net OPEB obligation, the adjustment to the ARC, the increase or decrease in the net OPEB obligation, the net OPEB obligation, and the percentage of annual OPEB cost contributed to the plan for years 2015, 2014, and 2013 are as follows:

	<u>2015</u>	<u>2014</u>	<u>2013</u>
Normal cost	\$ 25,000.00	\$ 25,000.00	\$ 20,000.00
Amortization of Unfunded Accrued Liability	40,000.00	40,000.00	30,000.00
Annual Required Contribution	65,000.00	65,000.00	50,000.00
Interest on Normal Cost	1,538.00	1,538.00	4,000.00
Interest on Amortization	3,462.00	3,462.00	6,000.00
Annual OPEB Cost (Expense)	70,000.00	70,000.00	60,000.00
Contributions made	7,209.90	9,629.33	14,336.56
Net OPEB Obligation (NOO) - Beginning of Year	187,333.49	126,962.82	81,299.38
Net OPEB Obligation (NOO) - End of Year	<u>\$ 250,123.59</u>	<u>\$ 187,333.49</u>	<u>\$ 126,962.82</u>
Percentage of Annual OPEB Cost Contributed	10.30%	13.76%	23.89%

**Funded Status and Funding Progress**

The funded status of the plan as of the two past actuarial valuation dates is as follows:

Actuarial Valuation Date	1/1/2014	1/1/2011
Actuarial Accrued Liability (AAL)	\$ 700,000.00	\$ 580,000.00
Actuarial Value of Plan Assets	-	-
Unfunded Actuarial Accrued Liability (UAAL)	<u>\$ 700,000.00</u>	<u>\$ 580,000.00</u>
Funded Ratio (Actuarial Value of Plan Assets / AAL)	0.00%	0.00%
Covered Payroll (Active Plan Members)	\$ 6,480,000.00	5,990,000.00
UAAL as a Percentage of Covered Payroll	10.80%	9.68%

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

**Note 9: POST EMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)*****Actuarial Methods and Assumptions***

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

In the January 1, 2014 actuarial valuation, the projected unit credit method was used. Under this method, an actuarial accrued liability is determined as the actuarial present value of the portion of projected benefits which is allocated to service before the current plan year. In addition, a normal cost is determined as the actuarial present value of the portion of projected benefits which is allocated to service in the current plan year for each active participant under the assumed retirement age. The UAAL is being amortized (straight-line) for thirty (30) years on an open basis. The remaining amortization period at December 31, 2015 was twenty-five years. The actuarial assumptions included the following:

- *Mortality* - RP 2000 Combined Table.
- *Annual Discount Rate* - Future costs have been discounted at the rate of 4.5% compounded annually for GASB 45 purposes.
- *Turnover* - Sarasson T-5 Table.
- *Medical Trend*. 5% for the current year and each future year.
- *Rates of Retirement* - 25% grading up to 100% from ages 55 to 65

**Note 10: COMPENSATED ABSENCES**

Full-time employees are entitled to fifteen paid sick leave days each year. Unused sick leave may be accumulated and carried forward to the subsequent year.

The Township of Delran compensates employees for unused sick leave upon termination or retirement. The current policy provides one compensated day for every two days accumulated. There is a maximum pay-out of fifty days' pay, and is paid at the rate of pay upon termination or retirement.

The Township does not record accrued expenses related to compensated absences. However, it is estimated that, at December 31, 2015, accrued benefits for compensated absences are valued at \$676,100.57.

**Note 11: 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 12: LENGTH OF SERVICE AWARDS PROGRAM**

The Township's Length of Service Awards Program (LOSAP) was created by a Township Ordinance adopted on June 7, 2006 pursuant to Section 457 (e)(11)(13) of the Internal Service Code of 1986, as amended, except for provisions added by reason of the Length of Service Awards Program as enacted into federal law in 1997. The voters of the Township of Delran approved the adoption of the LOSAP at the general election held on November 7, 2006, and the first year of eligibility for entrance into the LOSAP by qualified volunteers was calendar year 2007. The LOSAP provides tax deferred income benefits to active volunteer firefighters and emergency medical personnel.

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

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

**Note 13: CAPITAL DEBT**

**General Obligation Bonds**

General Obligation Bonds, Series 2009 - On August 15, 2009, the Township issued \$4,056,000.00 in general obligation bonds, with interest rates ranging from 4.00% to 5.00% through the Burlington County Bridge Commission in their capacity as County Improvement Authority. The bonds were issued to fund various Township improvements. The final maturity of the bonds is August 15, 2018.

General Obligation Bonds – Open Space, Series 2009 - On August 15, 2009, the Township issued \$4,056,000.00 in general obligation bonds, with interest rates ranging from 4.00% to 5.00% through the Burlington County Bridge Commission in their capacity as County Improvement Authority. The bonds were issued to acquire various pieces of property for preservation and recreation. The final maturity of the bonds is August 15, 2029.

General Obligation Refunding Bonds, Series 2009 - On November 3, 2009, the Township issued \$4,215,000.00 in general obligation refunding bonds, with interest rates ranging from 2.00% to 4.50%. The bonds were issued to currently refund the \$4,747,000 General Obligation Bonds, Series 1998. The final maturity of the bonds is January 1, 2019.

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

Year	<u>Bonded Debt</u>				<u>Total</u>
	<u>General</u>		<u>Open Space</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	
2016	\$ 1,212,000.00	\$ 175,690.00	\$ 79,000.00	\$ 64,212.50	\$ 1,530,902.50
2017	1,242,000.00	118,933.75	81,000.00	60,262.50	1,502,196.25
2018	1,286,000.00	59,065.00	84,000.00	56,212.50	1,485,277.50
2019	320,000.00	6,350.00	86,000.00	52,852.50	465,202.50
2020			86,000.00	48,552.50	134,552.50
2021-2025			495,000.00	174,522.50	669,522.50
2026-2029			484,000.00	54,206.26	538,206.26
	<u>\$ 4,060,000.00</u>	<u>\$ 360,038.75</u>	<u>\$ 1,395,000.00</u>	<u>\$ 510,821.26</u>	<u>\$ 6,325,860.01</u>

**Note 13: CAPITAL DEBT (CONT'D)****New Jersey Environmental Infrastructure Trust Loans**

**Sewer Utility Debt** - On May 21, 2014, the Township entered into a loan agreement with the New Jersey Environmental Infrastructure Trust to provide \$1,469,550.00, at no interest, from the fund loan, and \$480,000.00 at interest rates ranging from 3.00% to 5.00% from the trust loan. The proceeds were used to fund the renovations to the waste water treatment plant. Semiannual debt payments are due March 1<sup>st</sup> and September 1<sup>st</sup> through 2033.

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

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2016	\$ 94,722.87	\$ 17,581.26	\$ 112,304.13
2017	94,722.87	16,981.26	111,704.13
2018	94,722.87	15,981.26	110,704.13
2019	94,722.87	14,981.26	109,704.13
2020	94,722.87	13,981.26	108,704.13
2021-2025	493,614.35	53,406.30	547,020.65
2026-2030	518,614.35	29,006.30	547,620.65
2031-2033	324,168.83	6,500.02	330,668.85
	<u>\$ 1,810,011.88</u>	<u>\$ 168,418.92</u>	<u>\$ 1,978,430.80</u>

**Note 13: CAPITAL DEBT (CONT'D)**

**Summary of Debt**

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

	<u>2015</u>	<u>2014</u>	<u>2013</u>
<b><u>Issued</u></b>			
General:			
Bonds and Notes	\$ 14,570,630.00	\$ 14,168,542.00	\$ 13,808,450.00
Sewer Utility:			
Loans and Notes	3,015,011.88	2,399,734.75	
 Total Issued	 <u>17,585,641.88</u>	 <u>16,568,276.75</u>	 <u>13,808,450.00</u>
 <b><u>Authorized but not Issued</u></b>			
General:			
Bonds and Notes	1,673,635.08	2,230,204.08	1,026,904.08
Sewer Utility:			
Bonds and Notes	1,651,800.00	2,604,800.00	2,603,800.00
 Total Authorized but Not Issued	 <u>3,325,435.08</u>	 <u>4,835,004.08</u>	 <u>3,630,704.08</u>
 Total Issued and Authorized but Not Issued	 <u>20,911,076.96</u>	 <u>21,403,280.83</u>	 <u>17,439,154.08</u>
 Deductions:			
Funds Temporarily Held To Pay Notes	650,820.89	438,236.46	703,661.28
Self-liquidating Debt	4,666,811.88	5,004,534.75	2,603,800.00
 Total Deductions	 <u>5,317,632.77</u>	 <u>5,442,771.21</u>	 <u>3,307,461.28</u>
 Net Debt	 <u>\$ 15,593,444.19</u>	 <u>\$ 15,960,509.62</u>	 <u>\$ 14,131,692.80</u>

**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 1.02%.

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
Local School District	\$ 26,483,000.00	\$ 26,483,000.00	
Sewer Utility	4,666,811.88	4,666,811.88	
General	16,244,265.08	650,820.89	\$ 15,593,444.19
	<u>\$ 47,394,076.96</u>	<u>\$ 31,800,632.77</u>	<u>\$ 15,593,444.19</u>

Net Debt \$15,593,444.19 divided by the Equalized Valuation Basis per N.J.S.A.40A:2-2 as amended, \$1,527,404,009.00 equals 1.02%.

**Note 13: CAPITAL DEBT (CONT'D)****Borrowing Power Under N.J.S.A. 40A:2-6 As Amended**

3.5% of Equalized Valuation Basis (Municipal)	\$ 53,459,140.32
Net Debt	<u>15,593,444.19</u>
Remaining Borrowing Power	<u>\$ 37,865,696.13</u>

**Calculation of "Self Liquidating Purpose," - Sewer Utility Per N.J.S.A. 40A:2-45**

Cash Receipts from Fees, Rents, Fund Balance Anticipated, Interest, and Other Investment Income, and Other Charges for Year	\$ 3,969,962.35
Deductions:	
Operating and Maintenance Cost	\$ 2,683,476.00
Debt Service per Sewer Fund	<u>111,432.91</u>
Total Deductions	<u>2,794,908.91</u>
Excess in Revenue	<u>\$ 1,175,053.44</u>

A revised Annual Debt Statement has been filed by the Chief Financial Officer.

**Note 14: RISK MANAGEMENT**

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

**New Jersey Unemployment Compensation Insurance** - The Township has elected to fund its New Jersey Unemployment Compensation Insurance under the "Benefit Reimbursement Method". Under this plan, the Township is required to reimburse the New Jersey Unemployment Trust Fund for benefits paid to its former employees and charged to its account with the State. The Township is billed quarterly for amounts due to the State. The following is a summary of Township contributions, reimbursements to the State for benefits paid and the ending balance of the Township's trust fund for the current and previous two years:

<u>Year</u>	<u>Township &amp; Utility Contributions</u>	<u>Employee Contributions</u>	<u>Interest Earnings</u>	<u>Claims Paid</u>	<u>Ending Balance</u>
2015	\$ 3,000.00	\$ 7,939.58		\$ 7,801.10	\$ 50,736.72
2014	3,000.00	9,227.15		8,761.55	47,598.24
2013	3,000.00	7,778.46	\$ 17.68	16,912.40	44,132.64

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

**Joint Insurance Pool** - The Township of Delran is a member of the Burlington County Municipal Joint Insurance Fund. The Fund provides its members with the following coverage:

Workers' Compensation and Employer's Liability  
Liability other than Motor Vehicles  
Property Damage other than Motor Vehicles  
Motor Vehicles

Contributions to the Fund, including a reserve for contingencies, are payable in two installments and 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.

The Fund provides the Township with the following coverage:

Property - Blanket Building and Grounds  
Boiler and Machinery  
General and Automobile Liability  
Burglary and Theft  
Fire Insurance

Contributions to the Fund, are payable in an annual premium and is based on actuarial assumptions determined by the Fund's actuary. The Township's agreement with the pool provides that the pool will be self-sustaining through member premiums and will reinsure through the Municipal Excess Liability Joint Insurance Fund for claims in excess of \$500,000 based on the line of coverage for each insured event.

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

Burlington County Municipal Joint Insurance Fund  
Five Greentree Centre/525 Lincoln Drive West  
P.O. Box 489  
Marlton, NJ 08053

**Note 15: 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.

**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.

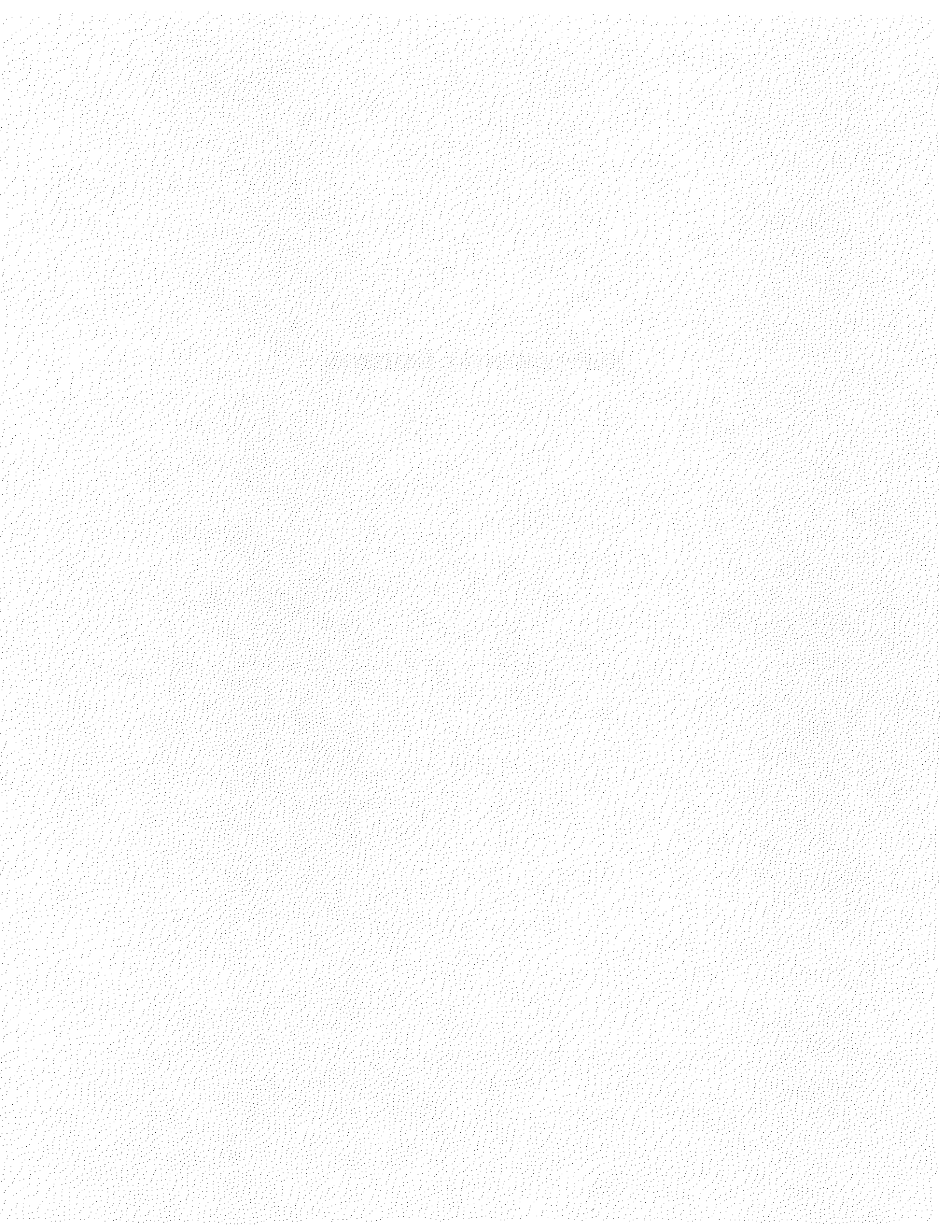
**Note 17: SUBSEQUENT EVENTS**

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

**Authorization of Debt** - Subsequent to December 31, the Township of Delran authorized additional Bonds and Notes as follows:

	<u>Purpose</u>	<u>Date</u>	<u>Amount</u>
General Capital:			
Bonds and Notes:			
	Construction of New Sidewalks	June 14, 2016	\$ 80,000.00

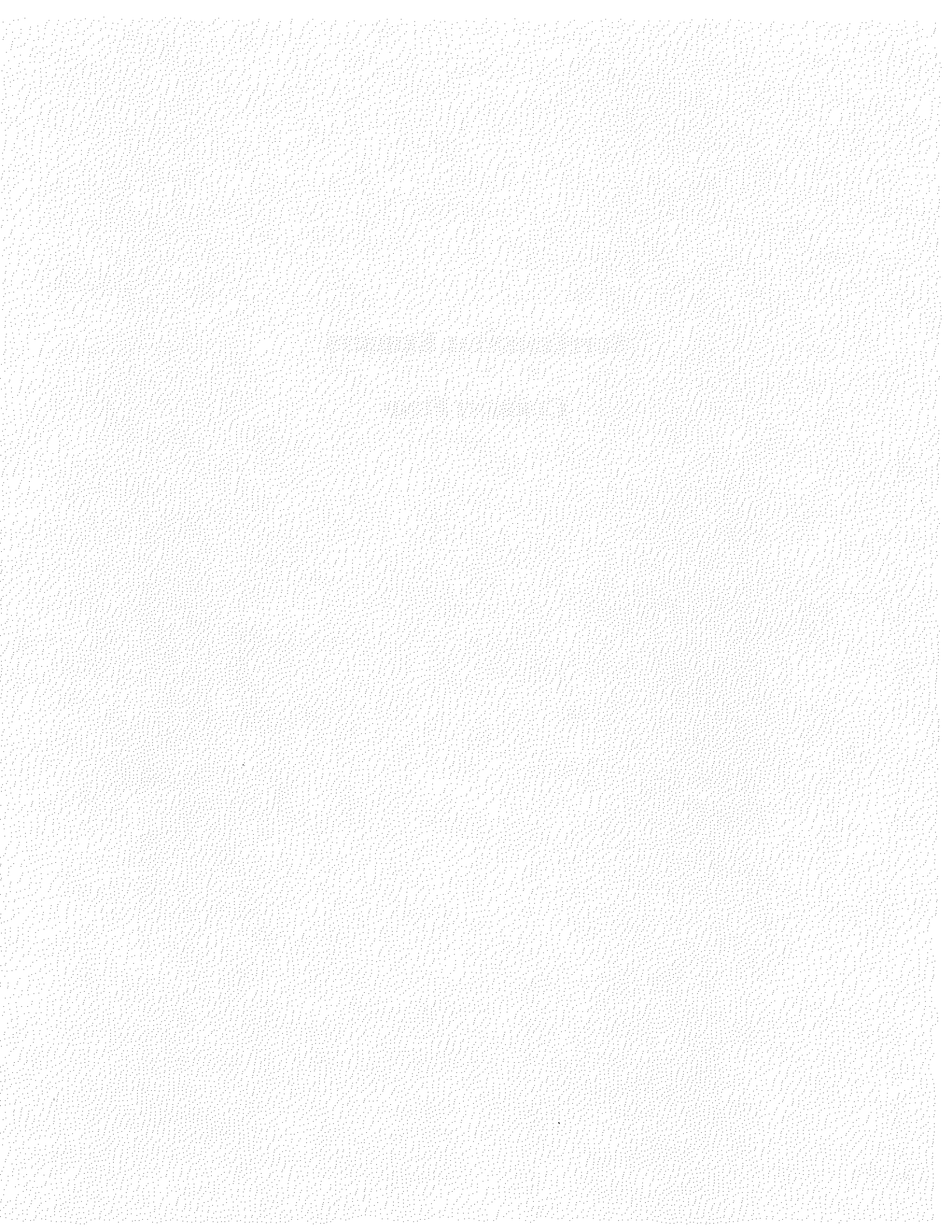
## **SUPPLEMENTAL EXHIBITS**





**SUPPLEMENTAL EXHIBITS**

**CURRENT FUND**



**TOWNSHIP OF DELRAN**  
**CURRENT FUND**

Statement of Current Cash per N.J.S. 40A:5-5 -- Treasurer  
 For the Year Ended December 31, 2015

	<u>Regular</u>	<u>Federal and State Grant Fund</u>
Balance Dec. 31, 2014	\$ 50,834,295.44	\$ 259,168.84
Increased by Receipts:		
Collector	168,497.10	
Miscellaneous Revenue Not Anticipated	741,997.89	
Revenue Accounts Receivable	158,250.00	
Due from State of New Jersey - Senior Citizens' and Veterans' Deduction:	53,847.00	
Consolidated Municipal Property Tax Relief Act Funds	1,225,254.00	
Energy Tax Receipts	21,600.00	
Rental of Office Space to Delran Fire Commission	38,925.00	
Prepaid Mercantile Licenses	100,000.00	
Reserve for the Payment of Bonds	2,675.00	
Due to State of New Jersey - Marriage License Fees	52,540.00	
Due to State of New Jersey - D.C.A. Training Fees	14,589.96	
Due to/from Trust - Animal Control	22,379.58	
Due to/from Trust - Other Fund	9,015.50	
Due to/from General Capital Fund		
Federal and State Grants		\$ 534,150.01
	<u>53,443,866.47</u>	<u>534,150.01</u>
Carried Forward	62,794,824.71	793,318.85

(Continued)

**TOWNSHIP OF DELRAN**

**CURRENT FUND**

Statement of Current Cash per N.J.S. 40A:5-5 -- Treasurer  
For the Year Ended December 31, 2015

	<u>Regular</u>	<u>Federal and State Grant Fund</u>
Brought Forward	\$ 62,794,824.71	\$ 793,318.85
Decreased by Disbursements:		
2015 Appropriations	\$ 4,756,281.33	
2014 Appropriation Reserves	571,794.44	
Payroll and Related Deductions Payable	6,760,839.67	
Accounts Payable	66,660.89	
Local District School Taxes	30,910,794.00	
County Taxes	6,355,030.20	
County Share of Added and Omitted Taxes	664.90	
Special Fire District Tax	2,169,622.22	
Open Space Trust Fund Tax	325,000.00	
Refund Tax Overpayments	23,704.03	
Due to State of New Jersey--Marriage License Fees	2,850.00	
Due to State of New Jersey--D.C.A. Training Fees	49,683.00	
Due to/from Trust - Open Space Fund	15,064.36	
Due to/from Sewer Utility Operating Fund	20,131.76	
Due to/from Trust - Other Fund	96,366.18	
Federal and State Grant Fund:		
Reserve for Encumbrances		\$ 48,974.50
Federal and State Grants		71,754.45
	<u>52,124,486.98</u>	<u>120,728.95</u>
Balance Dec. 31, 2015	<u>\$ 10,670,337.73</u>	<u>\$ 672,589.90</u>

**TOWNSHIP OF DELRAN**  
**CURRENT FUND**  
Statement of Current Cash per N.J.S. 40A:5-5 -- Collector  
For the Year Ended December 31, 2015

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Cash Receipts:	
Taxes Receivable	\$ 50,222,782.70
Interest and Costs on Taxes	141,161.45
2016 Taxes Prepaid	447,200.43
Tax Overpayments	<u>23,150.86</u>
	50,834,295.44
Decreased by:	
Direct Deposits to Treasurer's Bank Account	<u>\$ 50,834,295.44</u>

**TOWNSHIP OF DELRAN**  
**CURRENT FUND**  
Statement of Due To State of New Jersey for Senior Citizens' and Veterans' Deductions  
For the Year Ended December 31, 2015

Balance Dec. 31, 2014		\$ 674.10
Increased by:		
Collections		<u>158,250.00</u>
		158,924.10
Decreased by:		
Accrued in 2015 to Municipality:		
Senior Citizens' Deductions per Tax Billings	\$ 20,250.00	
Veterans' Deductions per Tax Billings	<u>141,250.00</u>	
	161,500.00	
Senior Citizens' and Veterans' Deductions Allowed by Tax Collector	<u>3,500.00</u>	
	165,000.00	
Deduct:		
Senior Citizens' Deductions Disallowed by Tax Collector	<u>7,794.52</u>	
Subtotal 2015 Tax Accrual	157,205.48	
Deduct:		
Prior Year Senior Citizens' Deductions Disallowed by Tax Collector	<u>2,500.00</u>	
		<u>154,705.48</u>
Balance Dec. 31, 2015		<u><u>\$ 4,218.62</u></u>

**TOWNSHIP OF DELRAN  
CURRENT FUND**

Statement of Taxes Receivable and Analysis of Property Tax Levy  
For the Year Ended December 31, 2015

Year	Balance Dec. 31, 2014	2015 Levy	Added Taxes	2014 Collections	2015 Collections	Due from State of New Jersey	Canceled	Transfer to Tax Title Liens	Balance Dec. 31, 2015
2013	\$ 2,126.46				\$ 1,554.22			\$ 572.24	250.00
2014	457,842.55		\$ 2,520.66		460,009.07			104.14	\$ 250.00
2015	459,969.01	\$ -	2,520.66	-	461,563.29	\$ -	\$ -	676.38	250.00
		50,868,960.59		248,453.97	49,761,219.41	157,205.48	2,254.38	17,078.58	682,748.77
	<u>\$459,969.01</u>	<u>\$50,868,960.59</u>	<u>\$ 2,520.66</u>	<u>\$ 248,453.97</u>	<u>\$ 50,222,782.70</u>	<u>\$ 157,205.48</u>	<u>\$ 2,254.38</u>	<u>\$ 17,754.96</u>	<u>\$ 682,998.77</u>

Analysis of 2015 Tax Levy

Tax Yield									
General Purpose Tax					\$ 48,312,824.20				
Special District Tax					2,169,622.22				
Added Taxes (54:4-63.1 et seq.)					<u>386,514.17</u>				
								<u>\$ 50,868,960.59</u>	
Tax Levy									
Local District School Tax					\$ 30,910,794.00				
County Taxes:									
County Tax					\$5,250,425.59				
County Library Tax					489,179.81				
County Open Space Taxes					615,424.80				
Due County for Added Taxes					<u>47,030.03</u>				
Total County Taxes					6,402,060.23				
Fire District No. 1 Tax					2,169,622.22				
Local Tax for Municipal Purposes					10,722,000.00				
Local Open Space Tax					325,000.00				
Add: Additional Tax Levied					<u>339,484.14</u>				
Local Tax for Municipal Purposes Levied					11,386,484.14				
									<u>\$ 50,868,960.59</u>

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

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Balance Dec. 31, 2014		\$ 86,831.68
Increased by:		
Interests and Cost on Taxes	\$ 124.80	
Transferred from Taxes Receivable	<u>17,754.96</u>	
		<u>17,879.76</u>
Balance Dec. 31, 2015		<u><u>\$ 104,711.44</u></u>



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

	<u>Balance</u>	<u>Accrued</u>	<u>Prepaid</u>	<u>Collected</u>	<u>Interfund</u>	<u>Balance</u>
	<u>Dec. 31, 2014</u>	<u>2015</u>	<u>Applied</u>	<u>2015</u>	<u>Activity</u>	<u>Dec. 31, 2015</u>
Clerk:						
Licenses:						
Alcoholic Beverages		\$ 17,950.00		\$ 17,950.00		
Other		67,178.50	\$ 36,972.00	30,206.50		
Fees and Permits		28,551.06		28,551.06		
Construction Code Office:						
Fees and Permits		334,975.00		334,975.00		
Municipal Court:						
Fines and Costs	\$ 20,093.51	325,772.80		319,433.22		\$ 26,433.09 (A)
Interest on Investments and Deposits		13,341.01		10,882.11	\$ 2,458.90	
	<u>\$ 20,093.51</u>	<u>\$ 787,768.37</u>	<u>\$ 36,972.00</u>	<u>\$ 741,997.89</u>	<u>\$ 2,458.90</u>	<u>\$ 26,433.09</u>

Animal Control Fund	\$	0.05
Trust Other Fund	\$	1,818.34
General Capital Fund	\$	640.51
		<u>2,458.90</u>

(A) Dec. 2015

**TOWNSHIP OF DELRAN**  
**CURRENT FUND**  
Statement of Deferred Charges--N.J.S.A 40A:4-55 Special Emergency  
For the Year Ended December 31, 2015

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<u>Date</u> <u>Authorized</u>	<u>Purpose</u>	<u>Net Amount</u> <u>Authorized</u>	1/5 of <u>Net Amount</u> <u>Authorized</u>	<u>Balance</u> <u>Dec. 31, 2014</u>	<u>Reduced</u> <u>2015</u>	<u>Balance</u> <u>Dec. 31, 2015</u>
10/25/2011	Reassessment	\$ 20,000.00	\$ 4,000.00	\$ 8,000.00	\$ 4,000.00	\$ 4,000.00

**TOWNSHIP OF DELRAN**  
**CURRENT FUND**  
Statement of 2014 Appropriation Reserves and Reserve for Encumbrances  
For the Year Ended December 31, 2015

	Balance Dec. 31,		Paid or Charged	Balance Lapsed
	<u>Encumbered</u>	<u>Reserved</u>		
<b><u>OPERATIONS--WITHIN "CAPS"</u></b>				
<b><u>Department of Administration</u></b>				
Division of Administration:				
Business Administration Office				
Other Expenses	\$ 6,450.16	\$ 11,969.99	\$ 5,822.16	\$ 12,597.99
Mayor and Council				
Salaries and Wages		391.68		391.68
Other Expenses	146.35	290.20	277.86	158.69
Public Relations				
Other Expenses		5,478.00		5,478.00
Office of Municipal Clerk				
Salaries and Wages		5,350.78		5,350.78
Other Expenses	3,995.98	1,391.76	3,392.52	1,995.22
Insurance				
Workers Compensation		4,385.00		4,385.00
Employee Group Health	296.00	245,822.87	7,700.03	238,418.84
<b><u>Department of Finance</u></b>				
Division of Treasury:				
Treasurer				
Other Expenses	107.65	13,996.66	5,207.65	8,896.66
Division of Revenue:				
Bureau of Assessments				
Salaries and Wages		4,783.04	1,327.50	3,455.54
Other Expenses	255.00	54,254.82	288.80	54,221.02
Bureau of Collections				
Salaries and Wages		217.82	34.38	183.44
Other Expenses		5.51		5.51
<b><u>Department of Engineering</u></b>				
Township Engineer				
Other Expenses		14,955.25	12,712.00	2,243.25
<b><u>Department of Law</u></b>				
Township Solicitor				
Other Expenses	481.36		481.36	
<b><u>Department of Public Safety</u></b>				
Division of Police:				
Police				
Salaries and Wages		92,811.66	8,445.30	84,366.36
Other Expenses	90,340.02	27,604.08	85,836.52	32,107.58
School Traffic Guards				
Other Expenses		92.91		92.91
First Aid Organization--Contribution		100.00		100.00

(Continued)

**TOWNSHIP OF DELRAN**  
**CURRENT FUND**  
Statement of 2014 Appropriation Reserves and Reserve for Encumbrances  
For the Year Ended December 31, 2015

	<u>Balance Dec. 31,</u>		<u>Paid or</u>	<u>Balance</u>
	<u>Encumbered</u>	<u>Reserved</u>	<u>Charged</u>	<u>Lapsed</u>
<b><u>OPERATIONS--WITHIN "CAPS" (CONT'D):</u></b>				
<b><u>Department of Public Safety (Cont'd)</u></b>				
Municipal Court				
Salaries and Wages		\$ 20,721.54	\$ 1,040.75	\$ 19,680.79
Other Expenses	\$ 97.32	1,444.97	955.54	586.75
Public Defender				
Other Expenses		6,752.00		6,752.00
Division of Emergency Management				
Office of Emergency Management				
Other Expenses	176.28	673.65	176.28	673.65
<b><u>Department of Public Works and Public Safety</u></b>				
<b><u>Division of Roads and Public Property:</u></b>				
Streets and Roads				
Salaries and Wages		85,892.33	33,252.87	52,639.46
Other Expenses	32,943.69	50,647.77	45,186.92	38,404.54
Solid Waste Collection				
Other Expenses		58,850.00	58,850.00	
Recycling				
Salaries and Wages		89,342.65	3,784.45	85,558.20
Other Expenses	3,310.37	7,782.30	3,514.85	7,577.82
Public Buildings and Grounds				
Other Expenses	13,688.85	12,150.68	13,748.66	12,090.87
<b><u>Division of Parks and Recreation:</u></b>				
Recreation Committee				
Salaries and Wages		313.00		313.00
Other Expenses	268.21	3,799.32	511.21	3,556.32
Juvenile Conference Committee				
Other Expenses		100.00		100.00
<b><u>Department of Health</u></b>				
<b><u>Division of Health:</u></b>				
Salaries and Wages		10,372.97	2,757.86	7,615.11
Other Expenses	102.59	97.41	102.59	97.41
<b><u>Dog Regulation:</u></b>				
Other Expenses		15,551.08		15,551.08
<b><u>Statutory Agencies</u></b>				
<b><u>Municipal Land Use Law (N.J.S.40-55D-1)</u></b>				
Zoning Board of Adjustments				
Other Expenses		9,166.11	491.00	8,675.11
Municipal Prosecutor				
Other Expenses		339.00		339.00
Planning Board				
Salaries and Wages		22,059.92	1,090.80	20,969.12
Other Expenses	750.00	7,499.73	892.70	7,357.03

(Continued)

**TOWNSHIP OF DELRAN**  
**CURRENT FUND**  
Statement of 2014 Appropriation Reserves and Reserve for Encumbrances  
For the Year Ended December 31, 2015

	Balance Dec. 31,		Paid or Charged	Balance Lapsed
	<u>Encumbered</u>	<u>Reserved</u>		
<b><u>OPERATIONS--WITHIN "CAPS" (CONT'D):</u></b>				
<b><u>Statutory Agencies (Cont'd)</u></b>				
Zoning Officer				
Salaries and Wages		\$ 787.96		\$ 787.96
Landfill/Solid Waste Disposal Costs	\$ 35,237.53	22,665.59	\$ 46,120.89	11,782.23
Utility Purchases and Bulk Purchases				
Electricity/Gas	14,950.99	67,993.72	39,244.95	43,699.76
Street Lighting	15,237.53	34,081.52	47,777.11	1,541.94
Telephone	801.33	12,933.30	2,053.01	11,681.62
Water	407.53	40,709.53	1,493.90	39,623.16
Gasoline	66.01	65,564.14	32,125.61	33,504.54
P.L. 2000 Chapter 26:				
Solid Waste Service to Apartments				
Collection		89,762.67	37,201.62	52,561.05
Disposal		1,883.66	1,883.66	0.00
State Uniform Construction Code:				
Construction Official				
Salaries and Wages		17,807.99	2,813.00	14,994.99
Other Expenses	559.05	357.77	409.05	507.77
<u>Unclassified</u>				
Salary Adjustment		5,000.00		5,000.00
Interest on Developers Deposits		2,000.00		2,000.00
Total Operations--Within "CAPS"	220,669.80	1,249,006.31	509,005.36	960,670.75
Contingent		5,000.00		5,000.00
Total Operations Including Contingent--Within "CAPS"	220,669.80	1,254,006.31	509,005.36	965,670.75
Detail:				
Salaries and Wages		350,853.34	54,546.91	296,306.43
Other Expenses	220,669.80	903,152.97	454,458.45	669,364.32

(Continued)

**TOWNSHIP OF DELRAN**  
**CURRENT FUND**  
Statement of 2014 Appropriation Reserves and Reserve for Encumbrances  
For the Year Ended December 31, 2015

	Balance Dec. 31,		Paid or Charged	Balance Lapsed
	Encumbered	Reserved		
<b>DEFERRED CHARGES AND STATUTORY</b>				
<b>EXPENDITURES MUNICIPAL--WITHIN "CAPS"</b>				
Statutory Expenditures:				
Contribution to:				
Social Security System (O.A.S.I.)		\$ 64,765.24		\$ 64,765.24
Police and Firemen's Retirement System		45,015.00		45,015.00
Defined Contribution Retirement Program	\$ 41.50	709.50		751.00
Unemployment Compensation Insurance		800.50		800.50
<b>Total Deferred Charges and Statutory Expenditures--Municipal--Within "CAPS"</b>	<b>41.50</b>	<b>111,290.24</b>	<b>\$ -</b>	<b>111,331.74</b>
<b>Total General Appropriations for Municipal Purposes Within--"CAPS"</b>	<b>220,711.30</b>	<b>1,365,296.55</b>	<b>509,005.36</b>	<b>1,077,002.49</b>
<b>OPERATIONS EXCLUDED FROM "CAPS"</b>				
Statutory Expenditures:				
Length of Service Awards Program		82,000.00	61,349.05	20,650.95
Landfill Recycling Fees	1,440.03	9,376.44	1,440.03	9,376.44
<b>Total Operations--Excluded from "CAPS"</b>	<b>1,440.03</b>	<b>91,376.44</b>	<b>62,789.08</b>	<b>30,027.39</b>
Detail:				
Salaries and Wages				
Other Expenses	1,440.03	91,376.44	62,789.08	30,027.39
<b>Total General Appropriations for Municipal Purposes--Excluded from "CAPS"</b>	<b>1,440.03</b>	<b>91,376.44</b>	<b>62,789.08</b>	<b>30,027.39</b>
<b>Subtotal General Appropriations</b>	<b>222,151.33</b>	<b>1,456,672.99</b>	<b>571,794.44</b>	<b>1,107,029.88</b>
<b>Total General Appropriations</b>	<b>\$ 222,151.33</b>	<b>\$ 1,456,672.99</b>	<b>\$ 571,794.44</b>	<b>\$ 1,107,029.88</b>

**TOWNSHIP OF DELRAN**  
**CURRENT FUND**  
Statement of Due to State of New Jersey - State Fee for Marriage Licenses  
For the Year Ended December 31, 2015

---

Balance Dec. 31, 2014		\$ 625.00
Increased by:		
State Fees Collected		<u>2,675.00</u>
		3,300.00
Decreased by:		
State Fees Disbursed		<u>2,850.00</u>
Balance Dec. 31, 2015		<u><u>\$ 450.00</u></u>

## Exhibit SA-10

**TOWNSHIP OF DELRAN**  
**CURRENT FUND**  
Statement of Accounts Payable  
For the Year Ended December 31, 2015

---

Balance Dec. 31, 2014		\$ 76,650.10
Decreased by:		
Disbursed	\$ 66,660.89	
Cancelled to Miscellaneous Revenue Not Anticipated	<u>9,989.21</u>	
		<u><u>\$ 76,650.10</u></u>

## Exhibit SA-11

**TOWNSHIP OF DELRAN**  
**CURRENT FUND**  
Statement of Prepaid Taxes  
For the Year Ended December 31, 2015

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Balance Dec. 31, 2014 (2015 Taxes)		\$ 248,453.97
Increased by:		
Collections-- 2016 Taxes -- Collector		<u>447,200.43</u>
		695,654.40
Decreased by:		
Application to 2015 Taxes Receivable		<u>248,453.97</u>
Balance Dec. 31, 2015 (2016 Taxes)		<u><u>\$ 447,200.43</u></u>

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

---

Balance Dec. 31, 2014	\$ 23,704.03
Increased by:	
Overpayments Collected in 2015 -- Collector	<u>23,150.86</u>
	46,854.89
Decreased by:	
Refunds	<u>23,704.03</u>
Balance Dec. 31, 2015	<u><u>\$ 23,150.86</u></u>

Exhibit SA-13

**TOWNSHIP OF DELRAN**  
**CURRENT FUND**  
 Statement of Due to State of New Jersey - D.C.A. Training Fees  
 For the Year Ended December 31, 2015

---

Balance Dec. 31, 2014	\$ 2,369.00
Increased by:	
State Fees Collected	<u>52,540.00</u>
	54,909.00
Decreased by:	
Disbursements	<u>49,683.00</u>
Balance Dec. 31, 2015	<u><u>\$ 5,226.00</u></u>



**TOWNSHIP OF DELRAN**  
**CURRENT FUND**  
Statement of Payroll Deductions Payable  
For the Year Ended December 31, 2015

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Balance Dec. 31, 2014	\$ 70,471.00
Increased by:	
Charges to Budget Appropriation	<u>6,737,608.93</u>
	6,808,079.93
Decreased by:	
Disbursements	<u>6,760,839.67</u>
Balance Dec. 31, 2015	<u><u>\$ 47,240.26</u></u>

Exhibit SA-15

**TOWNSHIP OF DELRAN**  
**CURRENT FUND**  
Statement of Special District Taxes Payable  
For the Year Ended December 31, 2015

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2015 Levy--Fire District No. 1	\$ 2,169,622.22
Decreased by:	
Payments	<u><u>\$ 2,169,622.22</u></u>

Exhibit SA-16

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

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Levy--Calendar Year 2015		
County Tax	\$ 5,250,425.59	
County Library Tax	489,179.81	
County Open Space Taxes	<u>615,424.80</u>	
		\$ 6,355,030.20
Decreased by:		
Payments		<u><u>\$ 6,355,030.20</u></u>

**TOWNSHIP OF DELRAN**  
**CURRENT FUND**  
 Statement of Due County for Added and Omitted Taxes  
 For the Year Ended December 31, 2015

---

Balance Dec. 31, 2014		\$ 664.90
Added Taxes (2014)		664.90
Increased by County Share of 2015 Levy:		
Rollback Assessment (2013)	\$ 13,307.65	
Rollback Assessment (2014)	13,707.48	
Rollback Assessment (2015)	15,186.76	
Added Taxes (2014)	4.96	
Added Taxes (2015)	4,788.54	
Added / Omitted Taxes (2014)	34.64	
		47,030.03
		47,694.93
Decreased by:		
Payments		664.90
Balance Dec. 31, 2015		
Rollback Assessment (2013)	13,307.65	
Rollback Assessment (2014)	13,707.48	
Rollback Assessment (2015)	15,186.76	
Added Taxes (2014)	4.96	
Added Taxes (2015)	4,788.54	
Added / Omitted Taxes (2014)	34.64	
		\$ 47,030.03

**TOWNSHIP OF DELRAN**  
**CURRENT FUND**  
 Statement of Local District School Tax Payable  
 For the Year Ended December 31, 2015

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Levy--Calendar Year 2015		\$ 30,910,794.00
Decreased by:		
Payments		\$ 30,910,794.00

**TOWNSHIP OF DELRAN**  
**CURRENT FUND**  
 Statement of Federal and State Grants Receivable  
 For the Year Ended December 31, 2015

<u>Program</u>	<u>Balance Dec. 31, 2014</u>	<u>Federal and State Grant Funds Receivable</u>	<u>Received</u>	<u>Balance Dec. 31, 2015</u>
Federal:				
Occupant Protection	\$ -	\$ 4,000.00	\$ 4,000.00	\$ -
State:				
Body Armor Replacement Fund		3,025.82	3,025.82	
Clean Communities Program		33,516.01	33,516.01	
Municipal Court--Alcohol Education and Rehabilitation Program		6,836.25	6,836.25	
NJDEP--Grant	110,800.00		17,041.57	93,758.43
NJ DOT & DVRPC--Tenby Chase Project Grant		182,175.00	182,175.00	
NJ DOT--Fairview Sidewalk Project Grant		215,000.00	215,000.00	
Recycling Tonnage Grant		30,555.36	30,555.36	
Safe and Secure Communities Program	40,000.00		40,000.00	
Sustainable Jersey Small Grants Program		2,000.00	2,000.00	
<b>Total State</b>	<b>150,800.00</b>	<b>473,108.44</b>	<b>530,150.01</b>	<b>93,758.43</b>
	<b>\$ 150,800.00</b>	<b>\$ 477,108.44</b>	<b>\$ 534,150.01</b>	<b>\$ 93,758.43</b>

**TOWNSHIP OF DELRAN**  
**CURRENT FUND**  
 Statement of Unappropriated Reserves for Federal and State Grants  
 For the Year Ended December 31, 2015

<u>Program</u>	<u>Balance</u> <u>Dec. 31, 2014</u>	<u>Federal</u> <u>and State</u> <u>Grant Funds</u> <u>Receivable</u>	<u>Miscellaneous</u> <u>Revenue in</u> <u>2015 Budget</u>	<u>Balance</u> <u>Dec. 31, 2015</u>
Federal:	\$ -	\$ 4,000.00	\$ 4,000.00	\$ -
Occupant Protection				
State:				
Body Armor Replacement Fund		3,025.82	3,025.82	
Clean Communities Program	29,406.18	33,516.01	62,922.19	
Municipal Court--Alcohol Education and Rehabilitation Program	627.29	6,836.25	7,463.54	
NJ DOT & DVRPC--Tenby Chase Project Grant		182,175.00		182,175.00
NJ DOT--Fairview Sidewalk Project Grant		215,000.00	215,000.00	
Recycling Tonnage Grant	27,625.87	30,555.36	27,625.87	30,555.36
Sustainable Jersey Small Grants Program		2,000.00	2,000.00	
<b>Total State</b>	<b>57,659.34</b>	<b>473,108.44</b>	<b>318,037.42</b>	<b>212,730.36</b>
	<b>\$ 57,659.34</b>	<b>\$ 477,108.44</b>	<b>\$ 322,037.42</b>	<b>\$ 212,730.36</b>

**TOWNSHIP OF DELRAN  
CURRENT FUND**

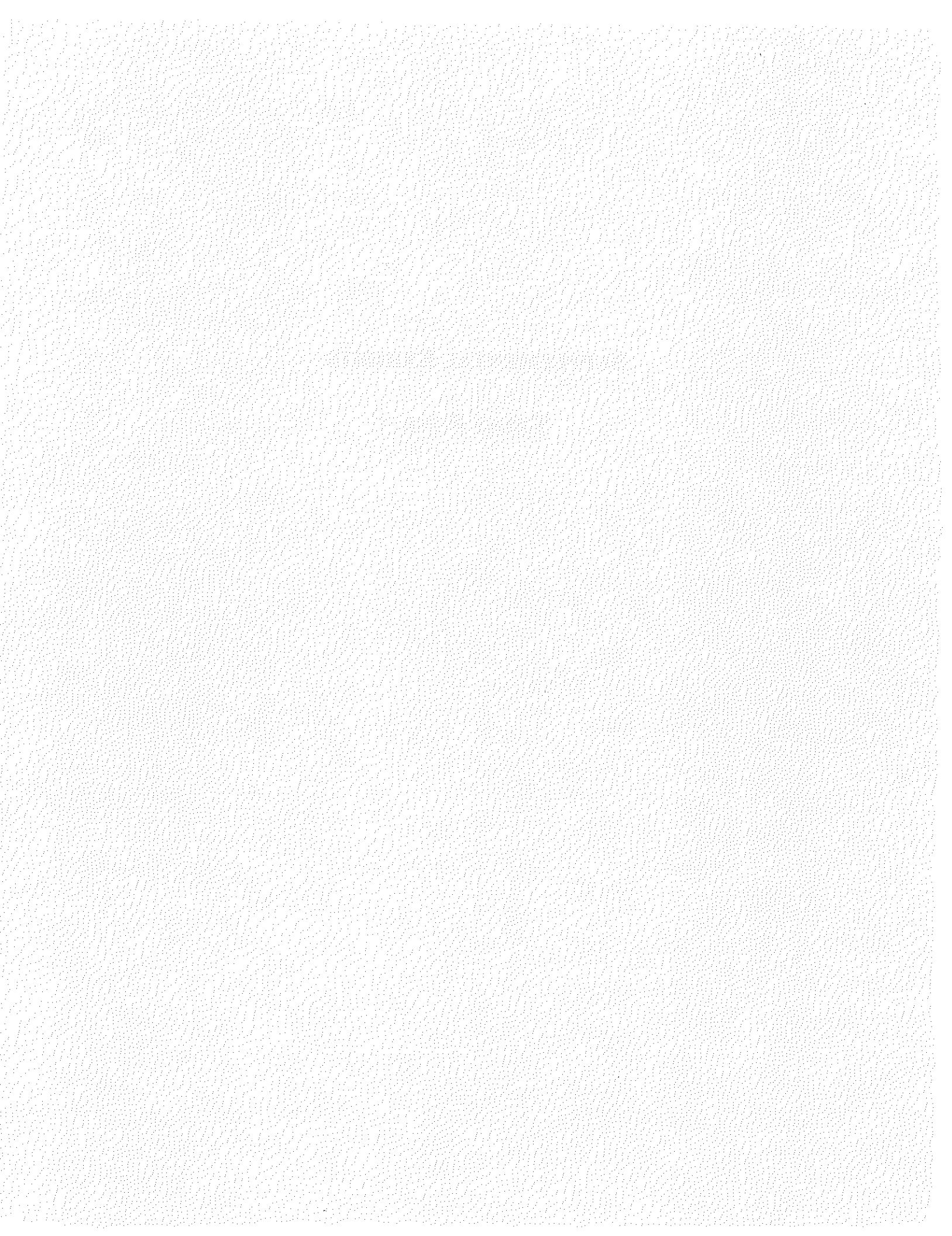
Statement of Appropriated Reserves for Federal and State Grants  
For the Year Ended December 31, 2015

<u>Program</u>	<u>Balance Dec. 31, 2014</u>	<u>Transferred from Budget Appropriations</u>	<u>Disbursed</u>	<u>Balance Dec. 31, 2015</u>
Federal:				
Bulletproof Vest Partnership Grant	\$ 2,092.18	\$ 4,000.00	\$ 4,000.00	\$ 2,092.18
Occupant Protection	5,056.67			5,056.67
Alcohol Impaired Driving	150.00			150.00
Make It Click Grant				
<b>Total Federal</b>	<b>7,298.85</b>	<b>4,000.00</b>	<b>4,000.00</b>	<b>7,298.85</b>
State:				
Body Armor Replacement Fund	3,544.46	3,025.82	3,736.00	2,834.28
Clean Communities Program	27,868.24	62,922.19	13,924.38	76,866.05
Governor's Council on Drug Abuse - Municipal Drug Alliance	7,623.39			7,623.39
Municipal Court--Alcohol Education and Rehabilitation Program	72,682.02	7,463.54		80,145.56
NJ DOT--Fairview Sidewalk Project Grant		215,000.00		215,000.00
NJDEP--Pompeston Creek	65,800.00		21,212.75	44,587.25
Recycling Tonnage Grant	40,503.04	27,625.87	267.50	67,861.41
Safe and Secure Communities Program	78,015.00		40,150.00	37,865.00
Sustainable Jersey Small Grants Program		2,000.00	913.00	1,087.00
<b>Total State</b>	<b>296,036.15</b>	<b>318,037.42</b>	<b>80,203.63</b>	<b>533,869.94</b>
	<b>\$ 303,335.00</b>	<b>\$ 322,037.42</b>	<b>\$ 84,203.63</b>	<b>\$ 541,168.79</b>
		Encumbered	\$ 12,449.18	
		Disbursed	71,754.45	
			<u>\$ 84,203.63</u>	



**SUPPLEMENTAL EXHIBITS**

**TRUST FUND**





TOWNSHIP OF DELRAN  
TRUST FUND

Statement of Cash per N.J.S. 40A:5-5--Treasurer  
For Year Ended December 31, 2015

	<u>Animal Control</u>	<u>Open Space</u>	<u>Trust/Other</u>
Balance Dec. 31, 2014	\$ 42,195.11	\$1,896,990.10	\$2,171,582.74
Increased by Receipts:			
Dog License Fees	\$ 9,829.40		
Cat License Fees	858.00		
Late Registration Fees	1,220.00		
Replacement Fees	2.00		
State Registration Fees	1,104.60		
Open Space Taxes	\$ 325,000.00		
Reserve for Open Space Trust Fund	3,154.50		
Miscellaneous Trust Reserves		\$1,923,595.40	
Due to Sewer Operating		3,000.00	
Due to Current	0.05	2,557.20	74,236.69
	<u>13,014.05</u>	<u>330,711.70</u>	<u>2,000,832.09</u>
Decreased by Disbursements:			
Expenditures Under R.S.4:19-15.11	23,461.50		
State Registration Fees	1,108.80		
Reserve for Open Space Trust Fund		220,886.50	
Due to Current Fund	14,589.96	25,000.00	
Due to General Capital Fund			1,653,433.66
Miscellaneous Trust Reserves			
	<u>39,160.26</u>	<u>245,886.50</u>	<u>1,653,433.66</u>
Balance Dec. 31, 2015	<u>\$ 16,048.90</u>	<u>\$1,981,815.30</u>	<u>\$2,518,981.17</u>

TOWNSHIP OF DELRAN  
TRUST FUND

Statement of Due (To) / From Current Fund  
For Year Ended December 31, 2015

	<u>Animal Control</u>	<u>Open Space</u>	<u>Trust Other</u>
Balance Dec. 31, 2014 Due (To) / From	\$ (14,589.91)	\$ 93.34	\$ (9,939.82)
Increased by:			
Cash Disbursements:			
Interfund Returned	14,589.96		7,939.58
Employee Contributions for Unemployment Insurance			14,440.00
Outside Police Employment Funds Received in Current Fund - Prepaid	14,589.96	-	22,379.58
	0.05	93.34	12,439.76
Decreased by:			
Cash Receipts:			
Realized as Miscellaneous Revenue - Interest of Investments	0.05		1,818.34
Interfund Advanced		2,557.20	72,418.35
Open Space Expenditures Paid in Current Fund		12,507.16	
Accounts Payable Disbursed by Current Fund			4,505.00
Reserve for Public Defender Fees - Disbursed by Current Fund			7,292.83
Reserve for Outside Police Employment - Disbursed by Current Fund			12,150.00
Animal Control Funds - Refund of CY Dog Regulation OE			
	0.05	15,064.36	98,184.52
Balance Dec. 31, 2015 Due (To) / From	\$ -	\$ (14,971.02)	\$ (85,744.76)

**TOWNSHIP OF DELRAN**  
**TRUST - OPEN SPACE**  
Statement of Due To Capital Fund  
For Year Ended December 31, 2015

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Balance Dec. 31, 2014	\$ 25,000.00
Decreased by:	
Interfund Returned	<u>\$ 25,000.00</u>

## Exhibit SB-4

**TOWNSHIP OF DELRAN**  
**TRUST FUND**  
Statement of Due To Sewer Operating Fund  
For Year Ended December 31, 2015

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Balance Dec. 31, 2014	\$ 1,654.04
Increased by:	
Cash Received - Sewer Operating Unemployment Appropriation	<u>3,000.00</u>
Balance Dec. 31, 2015	<u>\$ 4,654.04</u>

## Exhibit SB-5

**TOWNSHIP OF DELRAN**  
**TRUST FUND**  
Statement of Accounts Receivable - Outside Police  
For Year Ended December 31, 2015

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Increased by:	
Accrued for Services Rendered	<u>\$ 1,600.00</u>
Balance Dec. 31, 2015	<u>\$ 1,600.00</u>

**TOWNSHIP OF DELRAN**  
**TRUST ANIMAL CONTROL FUND**  
Statement of Reserve for Animal Control Expenditures  
For Year Ended December 31, 2015

Balance Dec. 31, 2014	\$ 27,651.00
Increased by:	
Receipts:	
Dog License Fees Collected	\$ 9,829.40
Cat License Fees Collected	858.00
Late Registration Fees	1,220.00
Replacement Fees	<u>2.00</u>
	<u>11,909.40</u>
	39,560.40
Decreased by:	
Expenditures Under R.S.4:19-15.11:	
Cash Disbursed	<u>23,461.50</u>
Balance Dec. 31, 2015	<u><u>\$ 16,098.90</u></u>

Animal License Fees Collected

<u>Year</u>	<u>Amount</u>
2013	\$ 13,483.20
2014	<u>12,620.40</u>
	<u><u>\$ 26,103.60</u></u>

**TOWNSHIP OF DELRAN**  
**TRUST - OPEN SPACE**  
Statement of Reserve Open Space Trust Fund  
For Year Ended December 31, 2015

Balance Dec. 31, 2014		\$ 1,680,854.62
Increased by:		
Interest Earned on Investments and Deposits	\$ 3,154.50	
Open Space Taxes	<u>325,000.00</u>	
		<u>328,154.50</u>
		2,009,009.12
Decreased by:		
Paid or Charged:		
Debt Service:		
Payment of Bond Principal	77,000.00	
Payment of Bond Anticipation Note	67,674.00	
Interest on Bonds	68,062.50	
Interest on Notes	12,507.16	
Reserve for Future Use	<u>8,150.00</u>	
		<u>233,393.66</u>
Balance Dec. 31, 2015		<u><u>\$ 1,775,615.46</u></u>

**TOWNSHIP OF DELRAN**  
**TRUST FUND**  
Statement of Accounts Payable  
For Year Ended December 31, 2015

---

Balance Dec. 31, 2014	\$ 65,788.70
Increased by:	
Miscellaneous Trust Reserves	<u>14,972.21</u>
	80,760.91
Decreased by:	
Disbursed by Current Fund	<u>4,505.00</u>
Balance Dec. 31, 2015	<u><u>\$ 76,255.91</u></u>
 <u>Analysis of Balance Dec. 31, 2015</u>	
Due to Criminal Disposition and Review Collection Fund	\$ 64,575.91
Salaries and Wages Payable - Outside Police	<u>11,680.00</u>
	<u><u>\$ 76,255.91</u></u>

Exhibit SB-9

**TOWNSHIP OF DELRAN**  
**TRUST FUND**  
Statement of Prepaid Outside Police  
For Year Ended December 31, 2015

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Balance Dec. 31, 2014	\$ 6,330.00
Increased by:	
Received in Current Fund	<u>14,440.00</u>
	20,770.00
Decreased by:	
Applied to Reserve	<u>6,330.00</u>
Balance Dec. 31, 2015	<u><u>\$ 14,440.00</u></u>

**TOWNSHIP OF DELRAN**  
**TRUST FUND**  
Statement of Miscellaneous Trust Reserves  
For Year Ended December 31, 2015

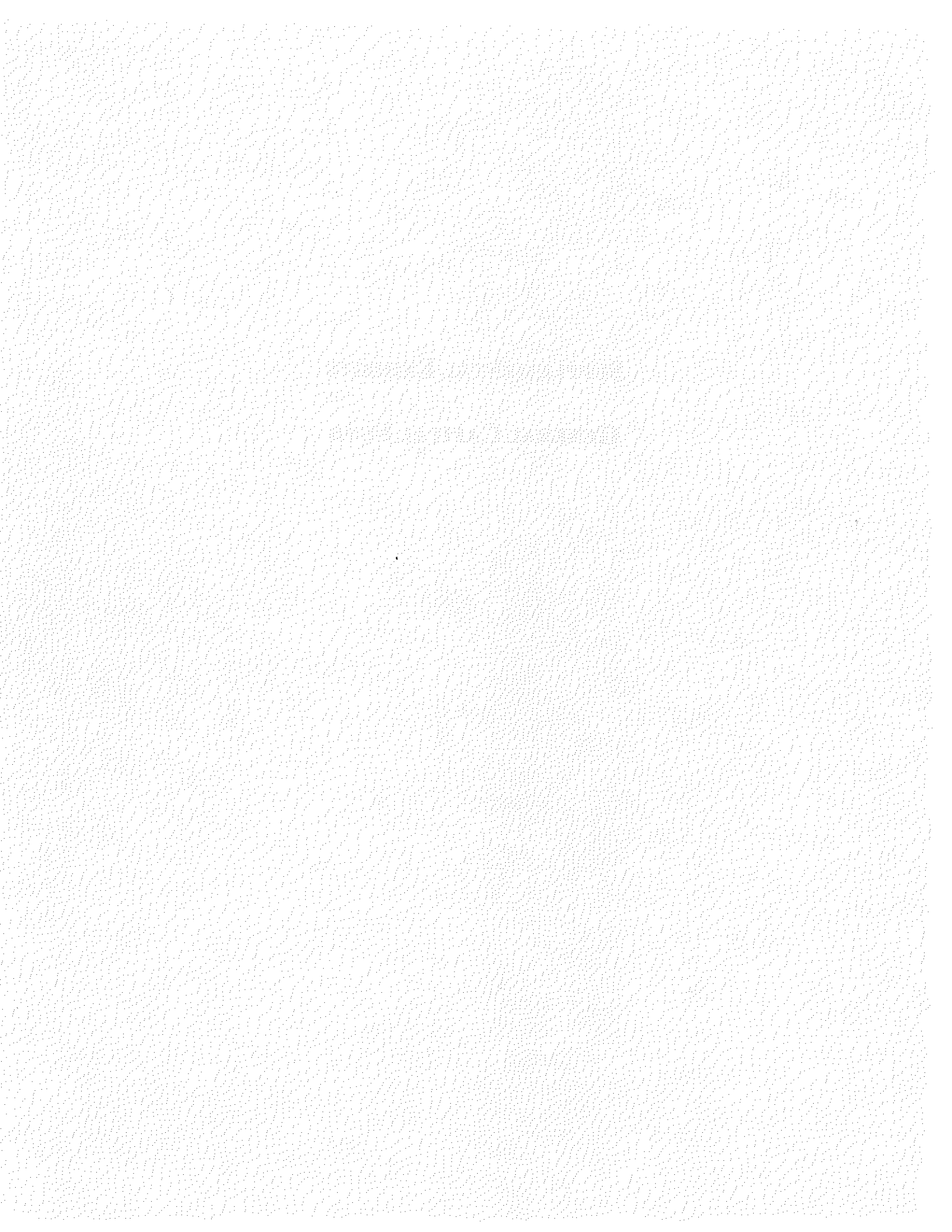
	Balance <u>Dec. 31, 2014</u>	<u>Receipts</u>	<u>Disbursements</u>	Due From (to) <u>Other Fund</u>	<u>Accounts Receivable</u>	<u>Prepaid Applied</u>	<u>Accounts Payable</u>	Balance <u>Dec. 31, 2015</u>
Street Opening Deposits	\$ 28,715.08	\$ 2,290.00	\$ 4,932.28					\$ 26,072.80
New Jersey Unemployment Insurance	47,598.24	3,000.00	7,801.10	\$ 7,939.58				50,736.72
Planning Escrow Fund Deposits	706,323.60	641,860.84	479,421.52					868,762.92
Affordable Housing Trust Funds	484,332.13	32,853.84	9,436.06					507,749.91
Reserve for Public Defender Fees	9,237.45	14,071.50	2,350.00	(7,292.83)			\$ (3,292.21)	10,373.91
Reserve for Credit Card Program	7,619.60							7,619.60
Reserve for Parking Offense Adjudication Act	696.00	46.00						742.00
Reserve for Tax Sale Premiums	513,900.00	544,500.00	498,500.00					559,900.00
Delran Day Donations	12,265.64	4,675.00	4,620.00					12,320.64
Deposits for Redemption of Tax Sale Certificates	11,034.60	468,971.79	456,066.76					23,939.63
Reserve for Performance/ Maintenance Escrows	13,692.64							13,692.64
Reserve for Police Emergency Service Equipment	1,555.47							1,555.47
Reserve for Special Law Enforcement	38,240.32	9,269.11	9,960.10					37,549.33
Reserve for Bike Patrol	9,081.85		15.98					9,065.87
Reserve for Outside Police Employment		196,205.00	180,305.00	(12,150.00)	\$ 1,600.00	\$ 6,330.00	(11,680.00)	
Reserve for Jake's Place	2,004.00							2,004.00
Reserve for Storm Recovery	40,000.00							40,000.00
Reserve for Accumulated Absences	140,000.00							140,000.00
Reserve for Multiple-Dwelling Security Deposits	14,647.83	2.32	24.86					14,625.29
Reserve for Kenneth Johnston Memorial Fund	319.23							319.23
Reserve for Police Unclaimed Funds	4,806.50							4,806.50
Reserve for Easter Egg Hunt		1,350.00						1,350.00
Reserve for Community Park Donations		4,500.00						4,500.00
Reserve for Mayor's Great Grill Off	1,800.00							1,800.00
	<u>\$2,087,870.18</u>	<u>\$1,923,595.40</u>	<u>\$1,653,433.66</u>	<u>\$ (11,503.25)</u>	<u>\$ 1,600.00</u>	<u>\$ 6,330.00</u>	<u>\$ (14,972.21)</u>	<u>\$2,339,486.46</u>





**SUPPLEMENTAL EXHIBITS**

**GENERAL CAPITAL FUND**



**TOWNSHIP OF DELRAN**  
**GENERAL CAPITAL FUND**  
Statement of General Capital Cash per N.J.S. 40A:5-5--Treasurer  
For the Year Ended December 31, 2015

Balance Dec. 31, 2014		\$ 3,809,020.57
Increased by Receipts:		
Department of Transportation Grant	\$ 121,347.58	
Capital Improvement Fund	50,000.00	
Interest on Investment due to Current Fund	640.51	
Due from Open Space Fund	25,000.00	
Bond Anticipation Note	<u>9,115,630.00</u>	
		<u>9,312,618.09</u>
		13,121,638.66
Decreased by Disbursements:		
Improvement Authorizations	1,134,617.56	
Repayment of Bond Anticipation Notes	7,565,280.00	
Contracts Payable	1,011,679.20	
Reserve for the Payment of Debt - Current Fund Anticipated Revenue	100,000.00	
Due to Current Fund	<u>9,015.50</u>	
		<u>9,820,592.26</u>
Balance Dec. 31, 2015		<u><u>\$ 3,301,046.40</u></u>

**TOWNSHIP OF DELRAN**  
**GENERAL CAPITAL FUND**  
 Statement of General Capital Cash  
 For the Year Ended December 31, 2015

	Receipts		Disbursements		Transfers	Balance (Deficit) Dec. 31, 2015
	Bond Anticipation Notes	Miscellaneous	Improvement Authorizations	Bond Anticipation Notes		
Fund Balance						\$ 72,636.93
Capital Improvement Fund						55,202.32
Due from Current Fund		\$ 50,000.00			\$ 48,970.00	56,232.32
Due from the Department of Transportation		640.51				640.51
Due from Trust - Open Space						(24,364.97)
Reserve for:		25,000.00				(24,364.97)
Repairs and Improvements to Drainage Facilities						15,000.00
Generator						20,000.00
Traffic Improvements						15,000.00
Storm Sewer Maintenance						21,750.00
Preliminary Expenses						1,249.94
Payment of Bonds and Notes						418,244.38
Contracts Payable						1,075,187.12
Excess Note Proceeds						19,992.08
Improvement Authorizations:						
Ordinance Number						
2008-4 Construction of Curb Cuts and Ramps					6,701.41	
2008-9 Acquisition of Ambulance					1,167.10	
2008-12 Various Improvements					6,358.00	
2008-15 Acquisition of Property						192,095.19
2009-19 Acquisition of Various Equipment						5,218.45
2010-01 Reconstruction of Haines Mill Road, Various Municipal Improvement and Reconstruction of Yansick Drive and Moreland Drive						(37,873.97)
2009-14 /						\$ 258,190.00
2010-8 Improvements to Various Roads						221,024.50
2010-11 Various Improvements						85,761.74
2011-03 Purchase of Land						201,338.26
2011-07 Open Space Purchase of Land						70,372.00
						(200,000.00)
						221,740.00
						\$ 258,190.00
						221,024.50
						287,100.00
						70,372.00
						221,740.00
						(37,873.97)
						370.00
						180,394.76
						370.00
						(200,000.00)
						(Continued)

**TOWNSHIP OF DELRAN**  
**GENERAL CAPITAL FUND**  
 Statement of General Capital Cash  
 For the Year Ended December 31, 2015

	Balance (Deficit) Dec. 31, 2014	Receipts			Disbursements			Transfers From	To	Balance (Deficit) Dec. 31, 2015
		Bond Anticipation Notes	Miscellaneous	Improvement Authorizations	Bond Anticipation Notes	Miscellaneous				
Improvement Authorizations (Cont'd):										
Ordinance Number										
2011-09 Improvements to Various Roads	\$ 44,202.94	\$ 139,241.06			\$ 183,444.00					
2011-10/										
2011-22 Various Improvements	24,971.79						\$ 24,971.79			
2011-11 Various Roadway Improvements	419,471.74	111,394.26			530,866.00					
2011-18 Open Space Recreational Improvements	78,009.75	1,724,740.00			1,724,740.00				\$ 78,009.75	
2011-20 Various Roadway Improvements	(19,813.00)	61,912.00			61,912.00			\$ 4,278.85		(15,534.15)
2012-1 Open Space Acquisition of Real Property	65,000.00		\$ 4,500.00							60,500.00
2012-4 Various Improvements	226,669.75	743,085.00	3,393.75		873,085.00		4,925.00			88,351.00
2012-6 Open Space Improvements to Fields	30,000.00									30,000.00
2012-8 Reconstruction of Haines Mill Road	111,492.24	16,160.79			127,645.00		8.03			
2012-9 Sidewalk Construction & Installation	26,782.52	262,214.00			262,214.00			1,824.00		28,606.52
2012-10 Various Road Improvements		189,473.00			189,473.00					
2012-12 Open Space Upgrades to Swedes Lake Outfall	87,465.50		147.00							87,318.50
2012-13 Improvements to River Drive Outfall	18,675.25	90,712.00	13,480.25		90,712.00					5,195.00
2013-9 Various Capital Improvements and Acquisition of Capital Equipment	110,235.67	950,000.00			950,000.00			57,035.07		167,270.74
2013-12 Various Capital Improvements and Acquisition of Capital Equipment		100,712.50			100,712.50					
2014-8 Various Capital Improvements	278,515.20	1,662,500.00	543,370.63		868,700.00		64,910.40			464,034.17
2014-10 Reconstruction of Tenby Chase Drive	45,500.00	98,950.00	295,740.18		22,750.00		1,074.00			(175,114.16)
2014-11 Improvements to Community Park	228,500.00	235,600.00	218,922.25		235,600.00		271.00			9,306.75

(Continued)

TOWNSHIP OF DELRAN  
GENERAL CAPITAL FUND  
Statement of General Capital Cash  
For the Year Ended December 31, 2015

	Balance (Deficit) Dec. 31, 2014	Receipts			Disbursements			Transfers From	To	Balance (Deficit) Dec. 31, 2015
		Bond Anticipation Notes	Miscellaneous	Improvement Authorizations	Bond Anticipation Notes	Miscellaneous				
Improvement Authorizations (Cont'd):										
Ordinance Number										
2014-13 Construction of Sidewalks	\$ 300,000.00	\$ 285,000.00		\$ 33,570.32	\$ 285,000.00		\$ 686.00			\$ 265,743.68
2015-7 Various Capital Improvements		446,350.00		9,379.25			206,482.50	\$ 36,650.00		267,138.25
2015-10 Various Roadway Improvements		234,000.00		413.50				12,320.00		245,906.50
2015-11 Various Roadway Improvements		790,920.63					3,221.99	44,416.75		832,115.39
	<u>\$3,809,020.57</u>	<u>\$9,115,630.00</u>	<u>\$ 196,988.09</u>	<u>\$1,134,617.56</u>	<u>\$7,565,280.00</u>	<u>\$1,120,694.70</u>	<u>\$ 438,473.59</u>	<u>\$ 438,473.59</u>		<u>\$3,301,046.40</u>

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

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Balance Dec. 31, 2014	\$ 6,409,000.00
Decreased by:	
Current Year Budget Appropriations	<u>954,000.00</u>
Balance Dec. 31, 2015	<u>\$ 5,455,000.00</u>

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

Ordinance Number	Improvement Description	Balance Dec. 31, 2014	2015 Authorizations	Notes Paid by Budget Appropriation	Reappropriated	Canceled	Balance Dec. 31, 2015	Analysis of Balance Dec. 31, 2015			
								Financed by Bond Anticipation Notes	Expended	Unexpended Improvement Authorizations	
	General Improvements:										
2000-21	Provide Funding for Payments Under a Regional Contribution Agreement between the Township of Delran and the City of Burlington	\$ 279,750.00					\$ 279,750.00				\$ 279,750.00
2009-14/ 2010-8 & 9	Improvements to Various Roads	224,215.42	\$ 23,183.00				201,032.42	\$ 201,032.42			
2009-19	Acquisition of Various Equipment	130.00				\$ 130.00					
2010-01	Reconstruction of Haines Mill Road, Various Municipal Improvement and Reconstruction of Yansick Drive and Moreland Drive	318,690.41	10,500.00	(12,126.44)			296,063.97	258,190.00	\$ 37,873.97		
2010-11	Various Improvements	291,600.00	4,500.00	(85,761.74)			201,338.26	201,338.26			
2011-03	Purchase of Land	71,286.00	914.00				70,372.00	70,372.00			
2011-07	Open Space Purchase of Land	424,620.00	2,880.00				421,740.00	221,740.00	200,000.00		
2011-09	Improvements to Various Roads	194,542.00	4,958.00	(50,342.94)			139,241.06	139,241.06			
2011-10/22	Various Improvements	92.00				92.00					
2011-11	Various Roadway Improvements	550,528.00	19,662.00	(419,471.74)			111,394.26	111,394.26			
2011-18	Open Space Recreational Improvements	1,788,620.00	63,880.00				1,724,740.00	1,724,740.00			
2011-20	Various Roadway Improvements	84,206.00	2,294.00				81,912.00	61,912.00	15,534.15		4,465.85
2012-4	Various Improvements	900,000.00	26,915.00	(130,000.00)			743,085.00	743,085.00			
2012-8	Reconstruction of Haines Mill Road	134,737.48	7,092.48	(111,492.24)			16,152.76	16,152.76			
2012-9	Sidewalk Construction & Installation	276,790.55	14,568.52				262,222.03	262,214.00			8.03
2012-10	Reconstruction of Haines Mill Road	200,000.00	10,527.00				189,473.00	189,473.00			
2012-13	Improvements to River Drive Outfall	93,100.00	2,388.00				90,712.00	90,712.00			
2013-9	Various Capital Improvements and Acquisition of Capital Equipment	950,000.00					950,000.00	950,000.00			
2013-12	Various Capital Improvements and Acquisition of Capital Equipment	100,712.50					100,712.50	100,712.50			

(Continued)



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

Ordinance Number	Improvement Description	Balance Dec. 31, 2014	2015 Authorizations	Notes Paid by Budget Appropriation	Reappropriated	Canceled	Balance Dec. 31, 2015	Analysis of Balance Dec. 31, 2015		
								Financed by Bond Anticipation Notes	Unexpended Improvement Authorizations	
General Improvements (Cont'd):										
2014-8	Various Capital Improvements	\$ 1,662,500.00					\$ 1,662,500.00	\$ 1,662,500.00		
2014-10	Reconstruction of Tenby Chase Drive	432,250.00					432,250.00	98,950.00	\$ 175,114.18	
2014-11	Improvements to Community Park	235,600.00					235,600.00			
2014-13	Construction of Sidewalks	285,000.00					285,000.00			
2015-7	Various Capital Improvements		\$ 696,350.00				696,350.00	446,350.00	250,000.00	
2015-10	Various Roadway Improvements		234,068.00				234,068.00	234,000.00	68.00	
2015-11	Various Roadway Improvements			\$ 809,195.10			809,195.10	790,920.63	18,274.47	
2015-12	Hazardous Discharge Site Remediation		63,585.00				63,585.00		63,585.00	
		\$ 9,498,970.36	\$ 994,003.00	\$ 194,262.00	\$ -	\$ 222.00	\$ 10,298,489.36	\$ 9,095,629.89	\$ 428,522.30	\$ 774,337.17
Bond Anticipation Notes Issued								\$ 9,115,630.00		
Less: Excess Proceeds from Ordinance 2010-8 & 9, 2009-14 Bond Anticipation Note Held to Pay Debt								19,992.08		
Less: Excess Proceeds from Ordinance 2012-8 Bond Anticipation Note Held to Pay Debt								8.03		
								\$ 9,095,629.89	\$ 3,172,913.66	
Improvement Authorizations - Unfunded										
Less: Unexpended Proceeds of Bond Anticipation Notes Issued:										
Ord. 2011-18								\$ 78,009.75		
Ord. 2012-4								88,351.00		
Ord. 2012-9								28,606.52		
Ord. 2012-13								5,195.00		
Ord. 2013-9								167,270.74		
Ord. 2014-8								464,034.17		
Ord. 2014-11								9,306.75		
Ord. 2014-13								265,743.68		
Ord. 2015-7								267,138.25		
Ord. 2015-10								234,000.00		
Ord. 2015-11								790,920.63		
									2,398,576.49	
									\$ 774,337.17	

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

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Balance Dec. 31, 2014	\$	55,202.32
Increased by:		
Current Year Budget Appropriation:		
Current Fund		50,000.00
		105,202.32
Decreased by:		
Appropriated to Finance Improvement Authorizations		48,970.00
Balance Dec. 31, 2015	\$	56,232.32

**TOWNSHIP OF DELRAN**  
**GENERAL CAPITAL FUND**  
Statement of Reserve for Payment of Bonds and Notes  
For the Year Ended December 31, 2015

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Balance Dec. 31, 2014	\$	418,244.38
Increased by:		
Grant Receipts		121,347.58
		539,591.96
Decreased by:		
Disbursed to Current Fund - Anticipated as Miscellaneous Revenue		100,000.00
Balance Dec. 31, 2015	\$	439,591.96

**TOWNSHIP OF DELRAN**  
**GENERAL CAPITAL FUND**  
 Schedule of Reserve for Preliminary Expenses  
 As of December 31, 2015

Analysis of Balance--Dec. 31, 2015

Road Construction--Engineering	\$	794.22
Building--Legal		<u>455.72</u>
	\$	<u><u>1,249.94</u></u>

**Exhibit SC-8**

**TOWNSHIP OF DELRAN**  
**GENERAL CAPITAL FUND**  
 Statement of Due From/To Other Funds  
 For the Year Ended December 31, 2015

	<u>Due From (To)</u> <u>Current Fund</u>	<u>Due From</u> <u>Open Space</u>
Balance Dec. 31, 2014--Due From (To)	\$ (9,015.50)	\$ 25,000.00
Increased by:		
Disbursements:		
Interfund Returned	<u>9,015.50</u>	
	9,015.50	-
Decreased by:		
Receipts:		
Interest on Investments--Due Current Fund	640.51	
Interfund Returned		<u>25,000.00</u>
	<u>640.51</u>	<u>25,000.00</u>
Balance Dec. 31, 2015--Due (To)	<u><u>\$ (640.51)</u></u>	<u><u>\$ -</u></u>

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

Ordinance Number	Improvement Description	Date	Ordinance Amount	Balance Dec. 31, 2014		2015 Authorizations	Expended	Reappropriated	Improvement Authorization Cancelled	Balance Dec. 31, 2015		
				Funded	Unfunded					Funded	Unfunded	
General Improvements:												
2000-21	Provide Funding for Payments Under a Regional Contribution Agreement between the Township of Delran and the City of Burlington	11-28-00	\$ 1,140,000.00	\$	279,750.00						\$ 279,750.00	
2008-4	Construction of Curb Cuts and Ramps	3-25-08	90,000.00	\$ 6,701.41			\$ (6,701.41)					
2008-9	Acquisition of Ambulance	8-26-08	154,000.00	1,167.10			(1,167.10)					
2008-12	Various Improvements	12-17-08	131,000.00	6,356.00			(6,356.00)					
2008-15	Acquisition of Property	12-29-08	2,000,000.00	192,095.19						\$ 180,394.76		
2009-19	Acquisition of Various Equipment	10-27-09	130,000.00	5,218.45	130.00		(370.00)	(5,218.45)	(130.00)	370.00		
2010-01	Reconstruction of Haines Mill Road, Various Municipal Improvement and Reconstruction of Yansick Drive and Moreland Drive	2-23-10	881,400.00		12,126.44			(12,126.44)				
2010-11	Various Improvements	9-15-10	326,000.00		85,761.74			(85,761.74)				
2011-09	Improvements to Various Roads	6-15-11	210,000.00		50,342.94			(50,342.94)				
2011-10 / 2011-22	Various Improvements	6-28-11	659,324.87	24,971.79	92.00			(24,971.79)	(92.00)			
2011-11	Various Roadway Improvements	6-28-11	600,200.00		419,471.74			(419,471.74)				
2011-18	Open Space Recreational Improvements	7-26-11	2,200,000.00		78,009.75						78,009.75	
2011-20	Various Roadway Improvements	10-25-11	70,000.00		187.00		(4,278.85)				4,465.85	
2012-1	Open Space Acquisition of Real Property	1-24-12	65,000.00	65,000.00			4,500.00			60,500.00		
2012-4	Various Improvements	6-26-12	1,000,000.00		226,669.75			(130,000.00)			88,351.00	
2012-6	Open Space Improvements to Fields	7-24-12	30,000.00	30,000.00						30,000.00		
2012-8	Reconstruction of Haines Mill Road	8-28-12	245,902.45		111,492.24			(111,492.24)				

(Continued)

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

Ordinance Number	Improvement Description	Date	Ordinance Amount	Balance Dec. 31, 2014		2015 Authorizations	Expended	Reappropriated	Improvement Authorization Cancelled	Balance Dec. 31, 2015		
				Funded	Unfunded					Funded	Unfunded	
General Improvements (Cont'd):												
2012-9	Sidewalk Construction & Installation	8-28-12	\$ 200,000.00	\$	\$ 26,790.55	\$	(1,824.00)			\$	28,614.55	
2012-12	Open Space Upgrades to Swedes Lake Outfall	9-25-12	88,000.00	\$ 87,465.50		147.00				\$ 87,318.50		
2012-13	Improvements to River Drive Outfall	9-25-12	98,000.00		18,675.25		13,480.25				5,195.00	
2013-9	Various Capital Improvements and Acquisition of Capital Equipment	5-28-13	1,000,000.00		110,235.67		(57,035.07)				167,270.74	
2013-12	Various Capital Improvements and Acquisition of Capital Equipment	11-22-13	100,712.50									
2014-8	Various Capital Improvements	6/10/14	1,750,000.00		1,072,315.20		608,281.03				464,034.17	
2014-10	Reconstruction of Tenby Chase Drive	7/1/14	455,250.00	22,750.00	432,250.00		296,814.18				158,185.82	
2014-11	Improvements to Community Park	8/5/14	248,000.00		228,500.00		219,193.25				9,306.75	
2014-13	Construction of Sidewalks	9/2/14	300,000.00	15,000.00	285,000.00		34,256.32				265,743.68	
2015-7	Various Capital Improvements	6/2/14	733,000.00		\$ 733,000.00		215,861.75				517,138.25	
2015-10	Various Roadway Improvements	10/6/15	246,388.00		246,388.00		413.50			11,906.50	234,068.00	
2015-11	Various Roadway Improvements	10/6/15	853,611.85				3,221.99	\$ 853,611.85		41,194.76	809,195.10	
2015-12	Hazardous Discharge Site Remediation	11/10/15	63,585.00		63,585.00						63,585.00	
				\$ 456,727.44	\$ 3,437,600.27	\$ 1,042,973.00	\$ 1,352,680.53	\$	\$	(222.00)	\$ 411,684.52	\$ 3,172,913.66

Deferred Charges to Future Taxation -- Unfunded  
 Capital Improvement Fund

\$ 994,003.00  
48,970.00

Cash Disbursed  
 Cancelled Contracts Payable - Prior Year  
 Contracts Payable

\$ 1,134,617.56  
 (63,507.92)  
281,570.89

\$ 1,352,680.53

**TOWNSHIP OF DELRAN**  
**GENERAL CAPITAL FUND**  
**Statement of Contracts Payable**  
**For the Year Ended December 31, 2015**

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Balance Dec. 31, 2014		\$ 1,075,187.12
Increased by:		
2015 Contracts		<u>281,570.89</u>
		1,356,758.01
Decreased by:		
Disbursed	\$1,011,679.20	
Cancelled	<u>63,507.92</u>	
		<u>1,075,187.12</u>
Balance Dec. 31, 2015		<u><u>\$ 281,570.89</u></u>

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

<u>Purpose</u>	<u>Date of Issue</u>	<u>Original Issue</u>	<u>Date</u>	<u>Amount</u>	<u>Interest Rate</u>	<u>Balance Dec. 31, 2014</u>	<u>Budget Appropriation</u>	<u>Balance Dec. 31, 2015</u>
General Obligation Bonds	8-15-09	\$ 4,056,000.00	8-15-16	\$ 917,000.00	5.00%			
			8-15-17	952,000.00	5.00%			
			8-15-18	996,000.00	4.00%			
				<u>2,865,000.00</u>		\$ 3,447,000.00	\$ 582,000.00	\$ 2,865,000.00
General Obligation Bonds - Open Space	8-15-09	1,829,000.00	8-15-16	79,000.00	5.00%			
			8-15-17	81,000.00	5.00%			
			8-15-18	84,000.00	4.00%			
			8-15-19	86,000.00	5.00%			
			8-15-20	86,000.00	5.00%			
			8-15-21	91,000.00	5.00%			
			8-15-22	96,000.00	5.00%			
			8-15-23	101,000.00	5.00%			
			8-15-24	101,000.00	4.00%			
			8-15-25	106,000.00	4.375%			
			8-15-26	114,000.00	4.375%			
			8-15-27	115,000.00	4.375%			
			8-15-28	125,000.00	4.375%			
			8-15-29	130,000.00	4.375%			
				<u>1,395,000.00</u>		1,472,000.00	77,000.00	1,395,000.00

(Continued)

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

<u>Purpose</u>	<u>Date of Issue</u>	<u>Original Issue</u>	<u>Date</u>	<u>Amount</u>	<u>Interest Rate</u>	<u>Balance</u>	
						<u>Dec. 31, 2014</u>	<u>Dec. 31, 2015</u>
General Obligation Refunding	11-3-09	\$ 4,215,000.00	1-1-16	\$ 295,000.00	3.50%		
			1-1-17	125,000.00	3.25%		
			1-1-17	165,000.00	4.50%		
			1-1-18	290,000.00	4.50%		
			1-1-19	20,000.00	3.50%		
			1-1-19	300,000.00	4.00%		
				<u>1,195,000.00</u>		\$ 1,490,000.00	\$ 1,195,000.00
						\$ 6,409,000.00	\$ 5,455,000.00
Current Fund						\$ 877,000.00	
Open Space Trust Fund						<u>77,000.00</u>	
						\$ 954,000.00	



**TOWNSHIP OF DELRAN**  
**GENERAL CAPITAL FUND**  
Statement of Bond Anticipation Notes  
For the Year Ended December 31, 2015

Ordinance Number	Improvement Description	Date of Issue		Date of Maturity	Interest Rate	Balance		Paid	Balance Dec. 31, 2015
		of Original Note	Date of Issue			Dec. 31, 2014	Issued		
2009-14 / 2010-8	Improvements to Various Roads	12/22/10 12/22/10	11/6/14 11/4/15	11/5/15 11/3/16	0.60% 0.62%	\$ 244,207.50	\$ 244,207.50	\$ 244,207.50	\$ 221,024.50
2010-1	Reconstruction of Haines Mill Road, Various Municipal Improvement and Reconstruction of Yansick Drive and Moreland Drive	12/22/10 12/22/10	11/6/14 11/4/15	11/5/15 11/3/16	0.60% 0.62%	268,690.00	268,690.00	268,690.00	258,190.00
2010-11	Various Improvements	12/22/10 12/22/10	11/6/14 11/4/15	11/5/15 11/3/16	0.60% 0.62%	291,600.00	291,600.00	291,600.00	201,338.26
2011-03	Purchase of Land	11/14/11 11/14/11	11/6/14 11/4/15	11/5/15 11/3/16	0.60% 0.62%	71,286.00	71,286.00	71,286.00	70,372.00
2011-07	Open Space Purchase of Land	11/14/11 11/14/11	11/6/14 11/4/15	11/5/15 11/3/16	0.60% 0.62%	224,620.00	224,620.00	224,620.00	221,740.00
2011-09	Improvements to Various Roads	11/14/11 11/14/11	11/6/14 11/4/15	11/5/15 11/3/16	0.60% 0.62%	188,402.00	188,402.00	188,402.00	139,241.06
2011-11	Improvements to Various Roads	11/14/11 11/14/11	11/6/14 11/4/15	11/5/15 11/3/16	0.60% 0.62%	550,528.00	550,528.00	550,528.00	111,394.26
2011-18	Open Space Improvements	11/14/11 11/14/11	11/6/14 11/4/15	11/5/15 11/3/16	0.60% 0.62%	1,788,620.00	1,788,620.00	1,788,620.00	1,724,740.00

**TOWNSHIP OF DELRAN**  
**GENERAL CAPITAL FUND**  
Statement of Bond Anticipation Notes  
For the Year Ended December 31, 2015

Ordinance Number	<u>Improvement Description</u>	Date of Issue		Date of <u>Issue</u>	Date of <u>Maturity</u>	Interest <u>Rate</u>	Balance <u>Dec. 31, 2014</u>	<u>Issued</u>	<u>Paid</u>	Balance <u>Dec. 31, 2015</u>
		of Original <u>Note</u>								
2011-20	Various Road Improvements	11/13/12	11/6/14	11/6/14	11/5/15	0.60%	\$ 64,206.00	\$ 61,912.00	\$ 64,206.00	\$ 61,912.00
		11/13/12	11/4/15	11/4/15	11/3/16	0.62%				
2012-4	Various Improvements	11/13/12	11/6/14	11/6/14	11/5/15	0.60%	900,000.00	743,085.00	900,000.00	743,085.00
		11/13/12	11/4/15	11/4/15	11/3/16	0.62%				
2012-8	Various Road Improvements	11/13/12	11/6/14	11/6/14	11/5/15	0.60%	134,737.48	16,160.79	134,737.48	16,160.79
		11/13/12	11/4/15	11/4/15	11/3/16	0.62%				
2012-9	Various Road Improvements	11/13/12	11/6/14	11/6/14	11/5/15	0.60%	276,782.52	262,214.00	276,782.52	262,214.00
		11/13/12	11/4/15	11/4/15	11/3/16	0.62%				
2012-10	Various Road Improvements	11/13/12	11/6/14	11/6/14	11/5/15	0.60%	200,000.00	189,473.00	200,000.00	189,473.00
		11/13/12	11/4/15	11/4/15	11/3/16	0.62%				
2012-13	Various Road Improvements	11/13/12	11/6/14	11/6/14	11/5/15	0.60%	93,100.00	90,712.00	93,100.00	90,712.00
		11/13/12	11/4/15	11/4/15	11/3/16	0.62%				
2013-9	Acquisition of Various Equipment	11/8/13	11/6/14	11/6/14	11/5/15	0.60%	950,000.00	950,000.00	950,000.00	950,000.00
		11/8/13	11/4/15	11/4/15	11/3/16	0.62%				
2013-12	Various Capital Improvements and Acquisition of Capital Equipment	11/8/13	11/6/14	11/6/14	11/5/15	0.60%	100,712.50	100,712.50	100,712.50	100,712.50
		11/8/13	11/4/15	11/4/15	11/3/16	0.62%				
2014-8	Various Capital Improvements	12/23/14	12/23/14	12/23/14	11/5/15	0.60%	868,700.00	1,662,500.00	868,700.00	1,662,500.00
		12/23/14	11/4/15	11/4/15	11/3/16	0.62%				

(Continued)

**TOWNSHIP OF DELRAN**  
**GENERAL CAPITAL FUND**  
Statement of Bond Anticipation Notes  
For the Year Ended December 31, 2015

Ordinance Number	Improvement Description	Date of Issue		Date of Maturity	Interest Rate	Balance Dec. 31, 2014	Issued	Paid	Balance Dec. 31, 2015
		of Original Note	Date of Issue						
2014-10	Reconstruction Tenby Chase Drive	12/23/14	12/23/14	11/5/15	0.60%	\$ 22,750.00	\$ 98,950.00	\$ 22,750.00	\$ 98,950.00
2014-11	Improvements to Community Park	12/23/14	12/23/14	11/5/15	0.60%	235,600.00	235,600.00	235,600.00	235,600.00
2014-13	Construction of Sidewalks	12/23/14	12/23/14	11/5/15	0.60%	285,000.00	285,000.00	285,000.00	285,000.00
2015-7	Various Capital Improvements	11/4/15	11/4/15	11/3/16	0.62%	446,350.00	446,350.00	446,350.00	446,350.00
2015-10	Various Roadway Improvements	11/4/15	11/4/15	11/3/16	0.62%	234,000.00	234,000.00	234,000.00	234,000.00
2015-11	Various Roadway Improvements	11/4/15	11/4/15	11/3/16	0.62%	790,920.63	790,920.63	790,920.63	790,920.63
						<u>\$ 7,759,542.00</u>	<u>\$ 9,115,630.00</u>	<u>\$ 7,759,542.00</u>	<u>\$ 9,115,630.00</u>
Renewals									
	Current Fund Budget Appropriation					\$ 7,565,280.00	\$ 7,565,280.00		
	Open Space Budget Appropriation					126,588.00	126,588.00		
	Issued for Cash					67,674.00	67,674.00		
						<u>1,550,350.00</u>			
						<u>\$ 9,115,630.00</u>	<u>\$ 7,759,542.00</u>	<u>\$ 9,115,630.00</u>	<u>\$ 7,759,542.00</u>

**TOWNSHIP OF DELRAN**  
**GENERAL CAPITAL FUND**

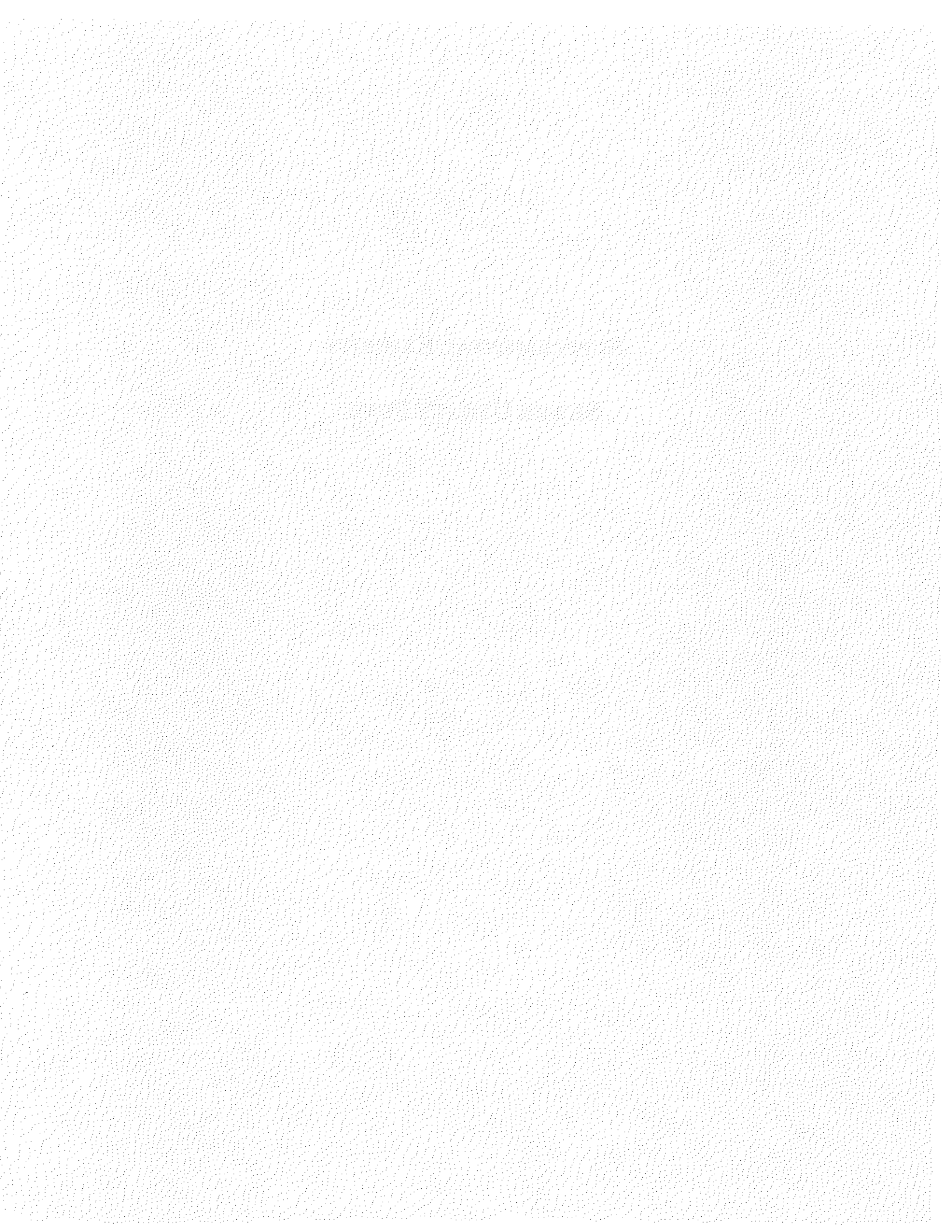
Statement of Bonds and Notes Authorized But Not Issued  
For the Year Ended December 31, 2015

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Balance</u> <u>Dec. 31, 2014</u>	<u>2015</u> <u>Authorizations</u>	<u>Bond</u> <u>Anticipation</u> <u>Notes Issued</u> <u>and Redeemed</u>	<u>Reappropriated</u>	<u>Canceled</u>	<u>Balance</u> <u>Dec. 31, 2015</u>
2000-21	Provide Funding for Payments Under a Regional Contribution Agreement between the Township of Delran and the City of Burlington	\$ 279,750.00					\$ 279,750.00
2009-19	Acquisition of Various Equipment	130.00				\$ 130.00	
2010-01	Reconstruction of Haines Mill Road, Various Municipal Improvement and Reconstruction of Yansick Drive and Moreland Drive	520,784.05			\$ (12,126.44)		508,657.61
2011-07	Open Space Purchase of Land	200,000.00					200,000.00
2011-09	Improvements to Various Roads	6,140.00			(6,140.00)		
2011-10/22	Various Improvements	92.00				92.00	
2011-20	Improvements to Various Roads	20,000.00					20,000.00
2012-8	Reconstruction of Haines Mill Road	8.03			(8.03)		
2014-8	Various Capital Improvements	793,800.00		\$ 793,800.00			
2014-10	Reconstruction Tenby Chase Drive	409,500.00		76,200.00			
2015-7	Various Capital Improvements		\$ 696,350.00	446,350.00			333,300.00
2015-10	Various Roadway Improvements		234,068.00	234,000.00			250,000.00
2015-11	Various Roadway Improvements						68.00
2015-12	Hazardous Discharge Site Remediation		63,585.00		18,274.47		18,274.47
		<u>\$ 2,230,204.08</u>	<u>\$ 994,003.00</u>	<u>\$ 1,550,350.00</u>	<u>\$ -</u>	<u>\$ 222.00</u>	<u>\$ 1,673,635.08</u>

Issued \$ 9,115,630.00  
Redeemed 7,565,280.00  
\$ 1,550,350.00

**SUPPLEMENTAL EXHIBITS**

**SEWER UTILITY FUND**



**TOWNSHIP OF DELRAN**  
**SEWER UTILITY FUND**  
Statement of Sewer Utility Cash  
Per N.J.S. 40A:5-5--Sewer Treasurer  
For the Year Ended December 31, 2015

	<u>Operating</u>	<u>Capital</u>
Balance Dec. 31, 2014	\$ 4,359,834.07	\$ 548,165.21
Increased by Receipts:		
Sewer Collector	\$ 3,961,077.90	
Developer's Escrow Deposits	12,422.25	
Prepaid Connection Fees	6,095.20	
Due from Sewer Utility Capital Fund	111,154.54	
NJEIT Loans Receivable		\$ 1,414,991.00
Bond Anticipation Notes		1,205,000.00
Capital Improvement Fund		100,000.00
Budget Appropriation		248,000.00
Due from Sewer Utility Operating Fund		520,000.00
	<u>4,090,749.89</u>	<u>3,487,991.00</u>
	8,450,583.96	4,036,156.21
Decreased by Disbursements:		
2015 Budget Appropriations	1,905,615.01	
2014 Appropriation Reserves	247,127.08	
Accounts Payable Disbursed	17,477.78	
Developer's Escrow Deposits	58,307.30	
Interest on Bonds	20,731.26	
Due to Sewer Utility Capital Fund	520,000.00	
Due to Current Fund	862,317.95	
Due to Trust - Other Fund	3,000.00	
Refund of Prior Year Revenue	2,682.71	
Increase in Change Fund	50.00	
Due to Sewer Utility Operating Fund		111,154.54
Bond Anticipation Notes		500,000.00
Contracts Payable		1,235,525.55
Improvement Authorizations		197,599.25
	<u>3,637,309.09</u>	<u>2,044,279.34</u>
Balance Dec. 31, 2015	<u>\$ 4,813,274.87</u>	<u>\$ 1,991,876.87</u>

**TOWNSHIP OF DELRAN**  
**SEWER UTILITY FUND**  
Statement of Sewer Utility Cash  
Per N.J.S. 40A:5-5--Sewer Collector  
For the Year Ended December 31, 2015

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## Receipts:

Consumer Accounts Receivable	\$ 3,872,067.00
Prepayments	7,242.37
Interest on Delinquent Accounts	56,070.86
Miscellaneous Revenue Anticipated	11,031.84
Miscellaneous Revenue Not Anticipated	<u>14,665.83</u>

3,961,077.90

## Decreased by:

Payments to Treasurer	<u>\$ 3,961,077.90</u>
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All funds are deposited directly to the Treasurer's bank account.



**TOWNSHIP OF DELRAN**  
**SEWER UTILITY CAPITAL FUND**  
 Analysis of Sewer Utility Capital Cash  
 For the Year Ended December 31, 2015

Ordinance Number	Balance (Deficit) Dec. 31, 2014	Receipts			Disbursements			Transfers		Balance (Deficit) Dec. 31, 2015
		Miscellaneous	Budget Appropriation	Bond Anticipation Notes	Miscellaneous	Anticipation Notes	Improvement Authorization	From	To	
Capital Improvement Fund	\$ 225,000.00	\$ 100,000.00								\$ 325,000.00
Fund Balance	10,083.70									10,083.70
NOTE Loans Receivable	(1,604,177.00)	1,414,991.00								(189,186.00)
Due To (From) Sewer Utility Operating Fund	(312,462.64)	520,000.00		\$ 111,154.54						96,382.82
Excess Note Proceeds	290,550.00									290,550.00
Contracts Payable	1,235,525.55			1,235,525.55					\$ 23,349.50	23,349.50
Improvement Authorizations:										
2010-4 Dissolution of Delran Sewerage Authority	(8.25)									(8.25)
2010-12 Brown Street Pumping Station Improvements	(1,024.41)									(1,024.41)
2012-5 / Various Improvements to WWTP	704,678.26		\$ 500,000.00			\$ 30,138.00	\$ 8,738.75			665,801.51
2013-10 5th Street Pump Station, Various Plant Upgrades			\$ 248,000.00	705,000.00		167,461.25	14,610.75			770,928.00
			\$ 2,034,991.00	\$ 248,000.00	\$ 1,205,000.00	\$ 197,599.25	\$ 23,349.50	\$ 23,349.50	\$ 1,991,876.87	
	\$ 548,165.21	\$ 2,034,991.00	\$ 248,000.00	\$ 1,205,000.00	\$ 1,346,680.09	\$ 500,000.00	\$ 23,349.50	\$ 23,349.50	\$ 1,991,876.87	

**TOWNSHIP OF DELRAN**  
**SEWER UTILITY OPERATING FUND**  
Statement of Consumer Accounts Receivable  
For the Year Ended December 31, 2015

Balance Dec. 31, 2014		\$ 886,294.99
Increased by:		
Sewer Rents Levied	\$ 3,848,066.02	
Interest on Delinquent Accounts	<u>54,433.29</u>	
		<u>3,902,499.31</u>
		4,788,794.30
Decreased by:		
Sewer Rents Collected	3,872,067.00	
Prepayments Applied	<u>16,126.82</u>	
	3,888,193.82	
Interest on Delinquent Accounts Collected	<u>56,070.86</u>	
		<u>3,944,264.68</u>
Balance Dec. 31, 2015		<u>\$ 844,529.62</u>

**TOWNSHIP OF DELRAN**  
**SEWER UTILITY OPERATING FUND**  
Statement of Due From / (To) Other Funds  
For the Year Ended December 31, 2015

	Sewer Utility Capital Fund	Trust Other Fund	Current Fund
Balance Dec. 31, 2014--Due From (To)	\$ (312,462.64)	\$ 1,654.04	\$ 20,131.76
Increased by:			
Disbursed to Current Fund			862,317.95
Disbursed to Trust Other Fund		3,000.00	
Disbursed to Sewer Utility Capital Fund	520,000.00		
	520,000.00	3,000.00	862,317.95
Decreased by:			
Received from Sewer Utility Capital Fund	111,154.54		
Expenses Paid from Current Fund			882,449.71
	111,154.54	-	882,449.71
Balance Dec. 31, 2015--Due From	<u>\$ 96,382.82</u>	<u>\$ 4,654.04</u>	<u>\$ -</u>

Exhibit SD-6

**TOWNSHIP OF DELRAN**  
**SEWER UTILITY CAPITAL FUND**  
Statement of Due From / (To) Sewer Operating Fund  
For the Year Ended December 31, 2015

Balance Dec. 31, 2014--Due From	\$ 312,462.64
Increased by:	
Disbursed to Sewer Utility Operating Fund	111,154.54
	423,617.18
Decreased by:	
Received from Sewer Operating Fund	520,000.00
Balance Dec. 31, 2015--Due (To)	<u>\$ (96,382.82)</u>

**TOWNSHIP OF DELRAN**  
**SEWER UTILITY CAPITAL FUND**  
 Schedule of Fixed Capital  
 As of December 31, 2015

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<u>Account</u>	<u>Balance</u> <u>Dec. 31, 2015</u>
Land	\$ 4,444,542.00
Land Improvements	132,336.00
Pumping Stations and Treatment Plant	7,115,499.98
Sewer Mains and Treatment Infrastructure	8,170,886.29
General Equipment	<u>9,524,394.32</u>
	<u>\$ 29,387,658.59</u>

The Fixed Capital reported is Taken from the Municipal Records and Does not Necessarily Reflect the True Condition of Such Fixed Capital.

**TOWNSHIP OF DELRAN**  
**SEWER UTILITY CAPITAL FUND**  
 Schedule of Fixed Capital Authorized and Uncompleted  
 As of December 31, 2015

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<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Ordinance</u>		<u>Balance Dec. 31, 2015</u>
		<u>Date</u>	<u>Amount</u>	
2010-4	Dissolution of Delran Sewerage Authority	2/23/2010	\$ 125,000.00	\$ 125,000.00
2010-12	Brown Street Pumping Station Improvements	8/24/2010	160,000.00	160,000.00
2012-5/2013-10	Various Improvements to WWTP	6/26/2012	2,479,000.00	2,479,000.00
2014-15	5th Street Pump Station, various Plant upgrades	10/7/2014	2,480,000.00	<u>2,480,000.00</u>
				<u>\$ 5,244,000.00</u>

**TOWNSHIP OF DELRAN**  
**SEWER UTILITY OPERATING FUND**  
Statement of Sewer Rent Prepayments  
For the Year Ended December 31, 2015

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Balance Dec. 31, 2014		\$ 16,126.82
Increased by:		
Collections		<u>7,242.37</u>
		23,369.19
Decreased by:		
Applied to 2015 Consumer Accounts Receivable		<u>16,126.82</u>
Balance Dec. 31, 2015		<u><u>\$ 7,242.37</u></u>

Exhibit SD-10

**TOWNSHIP OF DELRAN**  
**SEWER UTILITY OPERATING FUND**  
Statement of Accounts Payable  
For the Year Ended December 31, 2015

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Balance Dec. 31, 2014		\$ 24,900.00
Decreased by:		
Disbursed	\$ 17,477.78	
Cancelled	<u>7,422.22</u>	
		<u><u>\$ 24,900.00</u></u>

**TOWNSHIP OF DELRAN**  
**SEWER UTILITY OPERATING FUND**  
Statement of 2014 Appropriation Reserves and Reserve for Encumbrances  
For the Year Ended December 31, 2015

	Balance Dec.31,		<u>Disbursed</u>	Balance <u>Lapsed</u>
	<u>Encumbered</u>	<u>Reserved</u>		
Operating:				
Salaries and Wages		\$ 41,925.04	\$ 19,017.63	\$ 22,907.41
Other Expenses	\$ 186,306.40	114,442.51	228,109.45	72,639.46
Capital Improvements:				
Capital Outlay		23,150.97		23,150.97
Deferred Charges and Statutory Expenditures:				
Statutory Expenditures:				
Contribution to:				
Public Employees Retirement System		31,292.00		31,292.00
Social Security System (O.A.S.I)		4,341.65		4,341.65
	<u>\$ 186,306.40</u>	<u>\$ 215,152.17</u>	<u>\$ 247,127.08</u>	<u>\$ 154,331.49</u>

**TOWNSHIP OF DELRAN**  
**SEWER UTILITY OPERATING FUND**  
Statement of Accrued Interest on Bonds, Notes and Loans and Analysis of Balance  
For the Year Ended December 31, 2015

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Balance Dec. 31, 2014	\$ 7,513.45
Increased by:	
Accrued Interest	21,710.04
	29,223.49
Decreased by:	
Interest Paid	20,731.26
Balance Dec. 31, 2015	\$ 8,492.23

Exhibit SD-13

**TOWNSHIP OF DELRAN**  
**SEWER UTILITY OPERATING FUND**  
Statement of Developer's Escrow Deposits  
For the Year Ended December 31, 2015

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Balance Dec. 31, 2014	\$ 82,104.84
Increased by:	
Receipts	12,422.25
	94,527.09
Decreased by:	
Disbursements	58,307.30
Balance Dec. 31, 2015	\$ 36,219.79

Exhibit SD-14

**TOWNSHIP OF DELRAN**  
**SEWER UTILITY CAPITAL FUND**  
Statement of Capital Improvement Fund  
For the Year Ended December 31, 2015

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Balance Dec. 31, 2014	225,000.00
Increased by:	
Current Year Sewer Budget Appropriation	100,000.00
Balance Dec. 31, 2015	\$ 325,000.00



**TOWNSHIP OF DELRAN**  
**SEWER UTILITY CAPITAL FUND**  
 Statement of Improvement Authorizations  
 For the Year Ended December 31, 2015

Improvement Description	Number	Ordinance Date	Amount	Balance Dec. 31, 2014		Paid or Charged	Balance Dec. 31, 2015	
				Funded	Unfunded		Funded	Unfunded
General Improvements:								
Dissolution of Sewerage Authority	2010-4	4/27/2010	\$ 227,500.00	\$ 18,541.75			\$ 18,541.75	
Brown Street Pumping Station	2010-12	9/15/2010	160,000.00	105,225.59			105,225.59	
	2012-5 /							
Various Improvements to WWTP	2013-10	6/26/2012	2,479,000.00	\$ 495,228.26	\$ 53,487.50	\$ 441,740.76	209,450.00	209,450.00
5th Street Pump Station, Various Plant Upgrades	2014-15	10/7/2014	2,480,000.00	2,480,000.00	167,461.25		2,312,538.75	
				<u>\$ 495,228.26</u>	<u>\$ 2,813,217.34</u>	<u>\$ 220,948.75</u>	<u>\$ 441,740.76</u>	<u>\$ 2,645,756.09</u>
Disbursed					\$ 197,599.25			
Contracts Payable					<u>23,349.50</u>			
						<u>\$ 220,948.75</u>		

**TOWNSHIP OF DELRAN**  
SEWER UTILITY CAPITAL FUND  
Statement of Contracts Payable  
For the Year Ended December 31, 2015

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Balance Dec. 31, 2014	\$ 1,235,525.55
Increased by:	
2015 Contracts	23,349.50
	1,258,875.05
Decreased by:	
Disbursements	1,235,525.55
Balance Dec. 31, 2015	\$ 23,349.50

**Exhibit SD-17**

**TOWNSHIP OF DELRAN**  
SEWER UTILITY CAPITAL FUND  
Statement of Reserve for Amortization  
For the Year Ended December 31, 2015

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Balance Dec. 31, 2014	\$ 29,597,673.84
Increased by:	
NJ Environmental Trust Loan Paid by Utility Operating Budget	89,722.87
Balance Dec. 31, 2015	\$ 29,687,396.71

**Exhibit SD-18**

**TOWNSHIP OF DELRAN**  
SEWER UTILITY CAPITAL FUND  
Statement of Deferred Reserve for Amortization  
For the Year Ended December 31, 2015

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Balance Dec. 31, 2014	\$ 320,000.00
Increased by:	
Budget Appropriation - Costs of Improvements Authorized - Ordinance 2014-15	248,000.00
Balance Dec. 31, 2015	\$ 568,000.00

**TOWNSHIP OF DELRAN**  
**SEWER UTILITY CAPITAL FUND**  
 Statement of New Jersey Environmental Infrastructure Trust Loan Payable  
 For the Year Ended December 31, 2015

<u>Purpose</u>	<u>Date of Issue</u>	<u>Original Issue</u>	<u>Outstanding Date</u>	<u>Maturities of Loan</u>		<u>Interest Rate</u>	<u>Balance Dec. 31, 2014</u>	<u>Paid by Budget Appropriation</u>	<u>Balance Dec. 31, 2015</u>
				<u>Dec. 31, 2015</u>	<u>Amount</u>				
New Jersey Environmental Infrastructure Trust Loan, Series 2014A (Non-Interest Bearing)	5/21/2014	\$ 671,458.86	2/1/2016	\$ 24,907.62		N/A			
			8/1/2016	49,815.25		N/A			
			2/1/2017	24,907.62		N/A			
			8/1/2017	49,815.25		N/A			
			2/1/2018	24,907.62		N/A			
			8/1/2018	49,815.25		N/A			
			2/1/2019	24,907.62		N/A			
			8/1/2019	49,815.25		N/A			
			2/1/2020	24,907.62		N/A			
			8/1/2020	49,815.25		N/A			
			2/1/2021	24,907.62		N/A			
			8/1/2021	49,815.25		N/A			
			2/1/2022	24,907.62		N/A			
			8/1/2022	49,815.25		N/A			
			2/1/2023	24,907.62		N/A			
			8/1/2023	49,815.25		N/A			
			2/1/2024	24,907.62		N/A			
			8/1/2024	49,815.25		N/A			
			2/1/2025	24,907.62		N/A			
			8/1/2025	49,815.25		N/A			
			2/1/2026	24,907.62		N/A			
			8/1/2026	49,815.25		N/A			
			2/1/2027	24,907.62		N/A			
			8/1/2027	49,815.25		N/A			
			2/1/2028	24,907.62		N/A			
			8/1/2028	49,815.25		N/A			
			2/1/2029	24,907.62		N/A			
			8/1/2029	49,815.25		N/A			
			2/1/2030	24,907.62		N/A			
			8/1/2030	49,815.25		N/A			

(Continued)



**TOWNSHIP OF DELRAN**  
**SEWER UTILITY CAPITAL FUND**  
 Statement of Bond Anticipation Notes  
 For the Year Ended December 31, 2015

Ordinance Number	Improvement Description	Date of Original Issue	Date of Issue	Date of Maturity	Interest Rate	Balance Dec. 31, 2014	Balance Dec. 31, 2015	
							Increased	Decreased
2012-5	5th Street Pump Station, Various Plant Upgrades	12-23-14	12-23-14	11-5-15	0.60%	\$ 500,000.00	\$ 500,000.00	\$ 500,000.00
		12-23-14	11-4-15	11-3-16	0.62%	\$ 500,000.00	\$ 500,000.00	\$ 500,000.00
2014-5	Various Improvements and Upgrades to the Sewer System	11-4-15	11-4-15	11-3-16	0.62%		705,000.00	705,000.00
						\$ 500,000.00	\$ 1,205,000.00	\$ 1,205,000.00
						\$ 500,000.00	\$ 500,000.00	\$ 500,000.00

**TOWNSHIP OF DELRAN**  
**SEWER UTILITY CAPITAL FUND**  
 Statement of Bonds and Notes Authorized But Not Issued  
 For the Year Ended December 31, 2015

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Balance Dec. 31, 2014</u>	<u>Funded by Budget Appropriation</u>	<u>Bond Anticipation Notes Issued</u>	<u>Balance Dec. 31, 2015</u>
2010-4	Dissolution of Delran Sewerage Authority	\$ 18,550.00			\$ 18,550.00
2010-12	Brown Street Pumping Station Improvements	106,250.00			106,250.00
2014-15	Various Improvements to Sewer System	2,480,000.00	\$ 248,000.00	\$ 705,000.00	1,527,000.00
		<u>\$ 2,604,800.00</u>	<u>\$ 248,000.00</u>	<u>\$ 705,000.00</u>	<u>\$ 1,651,800.00</u>

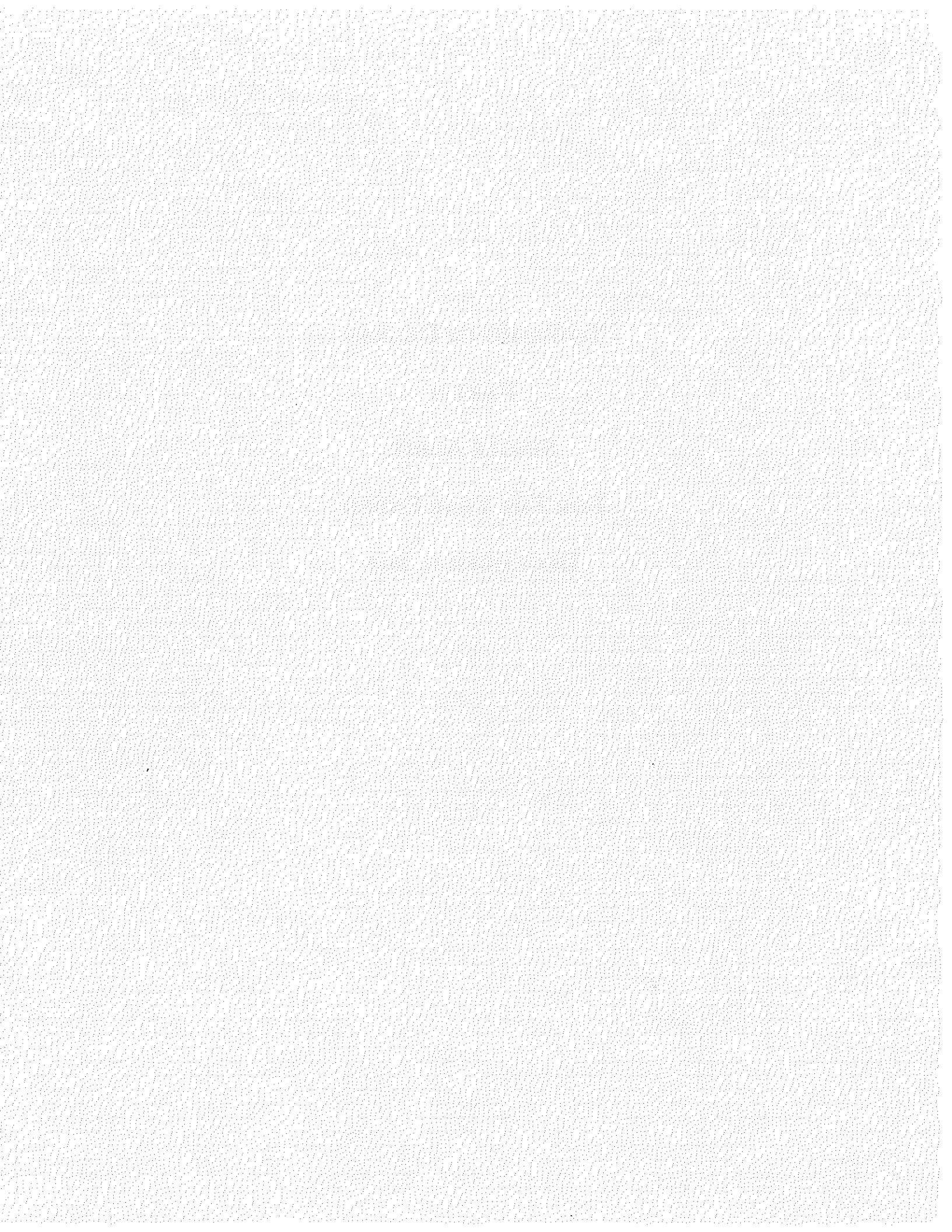
**TOWNSHIP OF DELRAN**

**PART II**

**SINGLE AUDIT**

**FOR THE YEAR ENDED**

**DECEMBER 31, 2015**





**REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE**

**INDEPENDENT AUDITOR'S REPORT**

The Honorable Mayor and  
Members of the Township Council  
Township of Delran  
Delran, NJ 08075

***Report on Compliance for Each Major Federal Program***

We have audited the Township of Delran's, in the County of Burlington, State of New Jersey, compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on the Township of Delran's major federal program for the year ended December 31, 2015. The Township of Delran's major federal program is identified in the *Summary of Auditor's Results* section of the accompanying *Schedule of Findings and Questioned Costs*.

***Management's Responsibility***

Management is responsible for compliance with the federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal program.

***Auditor's Responsibility***

Our responsibility is to express an opinion on compliance for the Township of Delran's major federal program based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance 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; audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey; Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance, require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Township of Delran's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for the major federal program. However, our audit does not provide a legal determination of the Township of Delran's compliance.

***Opinion on Each Major Federal Program***

In our opinion, the Township of Delran complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major federal program for the year ended December 31, 2015.



**Report on Internal Control Over Compliance**

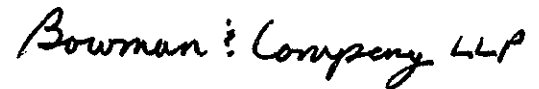
Management of the Township of Delran is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the Township of Delran's internal control over compliance with the types of requirements that could have a direct and material effect on its major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for the major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Township of Delran's internal control over compliance.

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Respectfully submitted,



BOWMAN & COMPANY LLP  
 Certified Public Accountants  
 & Consultants



Certified Public Accountant  
 Registered Municipal Accountant

Voorhees, New Jersey  
 June 29, 2016





**TOWNSHIP OF DELRAN**  
Notes to Schedule of Expenditures of Federal Awards  
For the Year Ended December 31, 2015

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**Note 1: BASIS OF PRESENTATION**

The accompanying schedule of expenditures of federal awards include federal award activity of the Township of Delran (hereafter referred to as the "Township") under programs of the federal government for the year ended December 31, 2015. The Township is defined in note 1 to the financial statements. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because this schedule presents only a selected portion of the operations of the Township, it is not intended to and does not present the financial position and changes in operations of the Township.

**Note 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Expenditures reported on the schedule are reported on the modified accrual basis of accounting as promulgated by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. This basis of accounting is described in note 1 to the financial statements. Such expenditures are recognized following, as applicable, either the cost principles in OMB Circular A-87, *Cost Principles for State, Local and Indian Tribal Governments*, or the cost principles contained in Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, wherein certain types of expenditures are not allowed or are limited as to reimbursement. The Township has elected not to use the 10-percent de minimis indirect cost rate allowed under Uniform Guidance.

**Note 3: RELATIONSHIP TO FINANCIAL STATEMENTS**

Amounts reported in the accompanying schedule agree with amounts reported in the Township's financial statements. Expenditures from awards are reported in the Township's financial statements as follows:

<u>Fund</u>	<u>Federal</u>
Federal & State Grant	\$ 4,000.00
Sewer Utility Capital	<u>1,432,995.00</u>
Total Awards and Financial Assistance	<u>\$ 1,436,995.00</u>

**Note 4: RELATIONSHIP TO FEDERAL FINANCIAL REPORTS**

Amounts reported in the accompanying schedule agree with the amounts reported in the related federal financial reports.

**Note 5: MAJOR PROGRAMS**

Major programs are identified in the *Summary of Auditor's Results* section of the *Schedule of Findings and Questioned Costs*.

**TOWNSHIP OF DELRAN**

**PART III**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**

**FOR THE YEAR ENDED**

**DECEMBER 31, 2015**





**TOWNSHIP OF DELRAN**  
 Schedule of Findings and Questioned Costs  
 For the Year Ended December 31, 2015

**Section 1- Summary of Auditor's Results**

**Financial Statements**

Type of auditor's report issued Qualified

Internal control over financial reporting:

Material weakness(es) identified?  x  yes   no

Significant deficiency(ies) identified?  x  yes   none reported

Noncompliance material to financial statements noted?   yes  x  no

**Federal Awards**

Internal control over major programs:

Material weakness(es) identified?   yes  x  no

Significant deficiency(ies) identified?   yes  x  none reported

Type of auditor's report issued on compliance for major programs Unmodified

Any audit findings disclosed that are required to be reported in accordance with Section 516 of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance)?   yes  x  no

Identification of major programs:

**CFDA Number(s)**

**Name of Federal Program or Cluster**

66.458

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Capitalization Grants for Clean Water  
State Revolving Funds

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Dollar threshold used to determine Type A programs \$ 750,000.00

Auditee qualified as low-risk auditee?   yes  x  no

**TOWNSHIP OF DELRAN**  
 Schedule of Findings and Questioned Costs  
 For the Year Ended December 31, 2015

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**Section 2 - Schedule of Financial Statement Findings**

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

**Finding No. 2015-001**

**Criteria or Specific Requirement**

N.J.S.A. 40A:5-17 requires the Township to establish internal controls so that payments for claims are properly authorized.

**Condition**

During our audit, we noted that there was a break down in the internal controls over expenditures.

**Context**

We found the following issues:

- During our control testing of disbursements, we found the following issues:
  - 5 vouchers were not properly approved
  - 2 vendors did not have a business registration certificate on file
  - 1 check was missing 1 of the 2 required signatures
  - 1 voucher did not have supporting documentation
- During our testing of recorded and unrecorded liabilities, we found the following issues:
  - 2 encumbrances had been cancelled by resolution but the remaining funds were still encumbered in the Township's financial records. The total of these contracts was \$28,119.00
  - 2 encumbrances that should have been cancelled
  - 1 encumbrance that was a duplicate, and as a result had to be cancelled
  - 1 encumbrance that we could not locate supporting documentation for
  - 1 voucher was for services rendered in 2015, but the amount was not encumbered. It should be noted that the error was only \$233.00.

**Effect**

Not properly monitoring controls over expenditures could result in overexpenditures or payments for goods or services that were not received or approved.

**Cause**

There was a break down in the monitoring and enforcement of internal controls over expenditures.

**Recommendation**

The Township should ensure that all internal controls over expenditures are reviewed and adhered to.

**View of Responsible Officials and Planned Corrective Action**

The responsible officials agree with the finding and will address the matter as part of their corrective action plan.

**TOWNSHIP OF DELRAN**  
Schedule of Findings and Questioned Costs  
For the Year Ended December 31, 2015

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***Section 2 - Schedule of Financial Statement Findings (Cont'd)***

**Finding No. 2015-002**

**Criteria or Specific Requirement**

N.J.A.C. 5:30-5.6 requires the Township to maintain an accurate record of general fixed assets. Good internal control practices also dictate that complete and accurate records should be maintained to ensure adequate control over the preparation of financial statements including the related footnotes.

**Condition**

The Township has not had a complete inventory of fixed asset performed in several years.

**Context**

The Township was scheduled to have a complete inventory undertaken during the year; however, this did not happen.

**Effect**

Without improved internal controls, there is an increased risk that the Township's general fixed asset listing could have material errors.

**Cause**

A complete inventory of fixed assets has not been performed in several years and as a result there are several assets that may have been disposed through proper procedures that were not removed from the fixed asset account group.

**Recommendation**

The Township should review their internal controls over fixed assets and perform a complete inventory to ensure that their general fixed asset listing is properly stated in order to achieve fair presentation.

**View of Responsible Officials and Planned Corrective Action**

The responsible officials agree with the finding and will address the matter as part of their corrective action plan.

**TOWNSHIP OF DELRAN**  
Schedule of Findings and Questioned Costs  
For the Year Ended December 31, 2015

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***Section 2 - Schedule of Financial Statement Findings (Cont'd)***

**Finding No. 2015-003**

**Criteria or Specific Requirement**

New Jersey Administrative Code 5:30-5.4 states "The Chief Financial Officer (CFO) of a local unit shall be responsible for determining the availability of sufficient funds for all contracts and amendments thereto. The CFO shall certify in writing to the governing body the availability or lack thereof of adequate funds for each contract which is pending approval by the governing body. Said certification shall designate specifically the line item appropriation(s) of the official budget to which the contract will be properly charged and requires a Certificate of Availability of Funds be completed upon the award of all contracts."

**Condition**

During our test of bids and contracts, we found that several of the contracts tested did not have a certificate of available funds prepared in accordance with N.J.A.C.5:30-5.4.

**Context**

Our test of bids and contracts disclosed that three of five contracts tested did not have a certificate of available funds prepared.

**Effect**

The Township did not fully comply with the New Jersey Administrative Code 5:30-5.4.

**Cause**

There was a breakdown in the internal controls for awarding contracts.

**Recommendation**

That the Township comply with its internal controls in place to ensure that a certificate of available funds is completed for all contracts and amendments when required by N.J.A.C.5:30-5.4.

**View of Responsible Officials and Planned Corrective Action**

The responsible officials agree with the finding and will address the matter as part of their corrective action plan.

**TOWNSHIP OF DELRAN**  
Schedule of Findings and Questioned Costs  
For the Year Ended December 31, 2015

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***Section 3 - Schedule of Federal Award Findings and Questioned Costs***

This section identifies the significant deficiencies, material weaknesses, and instances of noncompliance, including questioned costs, related to the audit of major Federal programs, as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance).

**None**

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

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

**FINANCIAL STATEMENT FINDINGS**

**Finding No. 2014-001**

**Condition**

The Township has not implemented adequate controls and oversight over the sewer utility and tax billings. There were a number adjusting journal entries that were required to be recorded in the utility funds. Examples of the errors found are as follows:

- Connection fees are not being tracked nor has any employee been assigned the job. We noted in that a connection fee was collected from a new business, however, once the business was operating they did not receive a bill for services. Also, the Utility should be collecting connection fees even when commercial users remodel or a change in business results in a substantial change in water usage.
- There is insufficient monitoring of flow meters and the related billings on those accounts. As a result, some customers on flow meters were not billed properly for 2014.
- The general ledger account for accounts receivable had to be adjusted by over \$170,000.00 to make it agree with the department's subsidiary ledger.
- In order to reduce connection fees, customers can choose to set up one meter per building even though there are multiple users. As a result, all the usage shows up on one account, which causes most of the usage to be charged at the highest billing rate. In order to accommodate the users, the Utility has been reducing the bill for the accounts that have multiple users to the minimum. If the utility chooses to allow one meter for multiple users, then they should allocate the usage to all the users. The Utility should not continue to reduce usage without allocating it to the actual users.
- There are excessive tax and utility adjustments that increase the likelihood of material errors and inaccurate revenue billings.

**Current Status**

This condition has been corrected.

**Finding No. 2014-002**

**Condition**

Numerous Sewer Utility and Tax receipts were posted over 10 days late.

**Current Status**

This condition has been corrected.

**Finding No. 2014-003**

**Condition**

The Township failed to retain bank statements and reconciliations for several escrow bank accounts. Additionally, the escrow trust accounts were not reconciled in a timely manner.

**Current Status**

This condition has been corrected.

**TOWNSHIP OF DELRAN**  
Summary Schedule of Prior Year Audit Findings  
and Recommendations as Prepared by Management (Cont'd)

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**FINANCIAL STATEMENT FINDINGS (CONT'D)****Finding No. 2014-004****Condition**

During our audit, we noted that there was a break down in the internal controls over expenditures. We found the following issues:

- During our control testing of current fund disbursements, we found the following issues:
  - 5 checks were not approved by Council in the Township minutes
- During our control testing of utility fund disbursements, we found the following issues:
  - 6 checks were not approved by Council in the Township minutes
- During our testing of recorded and unrecorded liabilities, we found the following issues:
  - 2 contracts had been cancelled by resolution but the remaining funds were still encumbered in the Township's financial records. The total of these contracts was \$28,119.00
  - 1 encumbrance was overstated in the Township's records by \$500.00
  - 1 purchase order for \$21,620.00 had been encumbered twice in the Township's records
  - 5 purchase orders, which totaled \$101,326.77, in the sewer operating fund that should have been encumbered as of year end

**Current Status**

The condition continues to exist. See audit finding 2015-001.

**Planned Corrective Action**

The Administrator and Chief Financial Officer will be reviewing procedures and make recommendations as part of the Township's corrective action plan.

**Finding No. 2014-005****Condition**

During our testing of the Township's general fixed asset record, 7 of the 17 assets tested were unable to be located. The projection of this error resulted in a material error to the Township's Statement of General Fixed Assets.

**Current Status**

The condition continues to exist. See audit finding 2015-002.

**Planned Corrective Action**

The Administrator and Chief Financial Officer will be reviewing procedures and make recommendations as part of the Township's corrective action plan.

**TOWNSHIP OF DELRAN**  
**Officials in Office and Surety Bonds**

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

<u>Name</u>	<u>Title</u>	<u>Amount of Surety Bond</u>
Ken Paris	Mayor	
Gary Catrambone	Council President	
Patty Kolodi	Vice President	
Dan O'Connell	Councilperson	
Lona Pangia	Councilperson	
Michael Schwartz	Councilperson	
Jeffrey Hatcher	Township Administrator	
Linda Lewis	Chief Financial Officer	\$1,000,000.00 (A)
Victoria Boras	Tax Collector	1,000,000.00 (A)
Jamey Eggers	Township Clerk	1,000,000.00 (A)

(A) Public Employees' Faithful Performance\Dishonesty Crime Coverage of \$1,000,000.00 provided by the Burlington County Joint Insurance Fund and the Municipal Excess Liability Joint Insurance Fund.

Township court employees and all other Township employees are under the Public Employees' Faithful Performance\Dishonesty Crime Coverage listed above.



15300

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 "Robert S. Marrone".

Robert S. Marrone  
Certified Public Accountant  
Registered Municipal Accountant