

**BOROUGH OF BELLMAWR**  
**COUNTY OF CAMDEN**  
**REPORT OF AUDIT**  
**FOR THE YEAR ENDED DECEMBER 31, 2019**



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**BOROUGH OF BELLMAWR**

**PART I**

**REPORT OF AUDIT OF FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED DECEMBER 31, 2019**

## INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and  
Members of the Borough Council  
Borough of Bellmawr  
Bellmawr, New Jersey 08031

### **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 Borough of Bellmawr, in the County of Camden, State of New Jersey, as of December 31, 2019 and 2018, and the related statements of operations and changes in fund balance - regulatory basis for the years then ended, and the related statement of revenues - regulatory basis, statement of expenditures - regulatory basis, and statement of general fixed asset group of accounts - regulatory basis for the year ended December 31, 2019, and the related notes to the financial statements, which collectively comprise the Borough's basic financial statements as listed in the table of contents.

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

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

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

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

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

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

### **Opinions**

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

As described in note 1 to the financial statements, the financial statements are prepared by the Borough 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 Borough of Bellmawr, in the County of Camden, State of New Jersey, as of December 31, 2019 and 2018, or the results of its operations and changes in fund balance for the years then ended.

### **Opinion on Regulatory Basis of Accounting**

In our opinion, the financial statements referred to previously present fairly, in all material respects, the assets, liabilities, reserves and fund balance - regulatory basis of the various funds of the Borough of Bellmawr, in the County of Camden, State of New Jersey, as of December 31, 2019 and 2018, and the results of its operations and changes in fund balance - regulatory basis of such funds for the years then ended, and the revenues - regulatory basis and expenditures - regulatory basis of the various funds, and general fixed asset group of accounts - regulatory basis, for the year ended December 31, 2019, in conformity with accounting principles and practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, as described in note 1.

### **Other Matters**

#### *Other Information*

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

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

**Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated September 30, 2020 on our consideration of the Borough of Bellmawr, in the County of Camden, State of New Jersey, internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Borough of Bellmawr's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Borough of Bellmawr's internal control over financial reporting and compliance.

Respectfully submitted,

*Bowman & Company LLP*

BOWMAN & COMPANY LLP  
Certified Public Accountants  
& Consultants

*Robert S. Marrone*

Robert S. Marrone  
Certified Public Accountant  
Registered Municipal Accountant

Voorhees, New Jersey  
September 30, 2020

**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 Borough Council  
Borough of Bellmawr  
Bellmawr, New Jersey 08031

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 Borough of Bellmawr, in the County of Camden, State of New Jersey, as of and for the year ended December 31, 2019, and the related notes to the financial statements, which collectively comprise the Borough's basic financial statements, and have issued our report thereon dated September 30, 2020. That report indicated that the Borough of Bellmawr's financial statements were not prepared in accordance with accounting principles generally accepted in the United States of America, but were prepared on a regulatory basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

**Internal Control over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the Borough of Bellmawr'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 Borough of Bellmawr's internal control. Accordingly, we do not express an opinion on the effectiveness of the Borough of Bellmawr's internal control.

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that have not been identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We did identify certain deficiencies in internal control, described in the accompanying *Schedule of Findings and Recommendations*, as 2019-001, 2019-002 and 2019-003 that we consider to be significant deficiencies.

### **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Borough of Bellmawr'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 Recommendations* as Finding Nos. 2019-001 and 2019-003.

### **The Borough of Bellmawr's Response to Findings**

The Borough of Bellmawr's response to the findings identified in our audit is described in the accompanying *Schedule of Findings and Recommendations*. The Borough'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 Borough's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Respectfully submitted,

*Bowman & Company LLP*

BOWMAN & COMPANY LLP  
Certified Public Accountants  
& Consultants

*Robert S. Marrone*

Robert S. Marrone  
Certified Public Accountant  
Registered Municipal Accountant

Voorhees, New Jersey  
September 30, 2020

**BOROUGH OF BELLMAWR**  
**CURRENT FUND**  
 Statements of Assets, Liabilities, Reserves and Fund Balance - Regulatory Basis  
 As of December 31, 2019 and 2018

<u>ASSETS</u>	<u>Ref.</u>	<u>2019</u>	<u>2018</u>
Regular Fund:			
Cash	SA-1	\$ 4,537,389.19	\$ 4,175,616.33
Change Funds	SA-3	350.00	350.00
		<u>4,537,739.19</u>	<u>4,175,966.33</u>
Receivables and Other Assets with Full Reserves:			
Delinquent Property Taxes Receivable	SA-5	676,595.26	566,676.88
Tax Title Liens Receivable	SA-6	84,750.02	80,558.62
Consumer Accounts Receivable	SA-9	572,460.23	447,154.36
Revenue Accounts Receivable	SA-8	16,758.29	16,176.67
Prepaid Regional High School Tax	SA-22		2.48
Accounts Receivable	A-3	4,051.54	
Protested Checks	A-1		7,505.76
Due Camden County Municipal Utilities Authority	SA-14	576.66	858.12
Due County - Omitted Taxes Overbilled	SA-1	24,353.69	
Due NJDOT Missing Moves	SA-1	2,839.79	
Due Bellmawr Board of Education	SA-12	9,587.29	6,864.12
Due Water Operating Fund	D	59.92	330,044.96
Due Trust Other Fund	B		32,100.39
Due Animal Control Trust Fund	B	1,973.70	3,261.35
		<u>1,394,006.39</u>	<u>1,491,203.71</u>
Deferred Charges:			
Emergency Appropriation	A-3	18,650.00	
Overexpenditure of Appropriation Reserves	A-3		1,117.33
		<u>18,650.00</u>	<u>1,117.33</u>
		<u>5,950,395.58</u>	<u>5,668,287.37</u>
Federal, State and Other Grant Fund:			
Cash	SA-1	158,689.60	42,063.65
Grants Receivable	SA-25	84,876.28	187,843.71
Due Trust Other Fund	B	57.85	57.85
		<u>243,623.73</u>	<u>229,965.21</u>
		<u>\$ 6,194,019.31</u>	<u>\$ 5,898,252.58</u>

(Continued)

**BOROUGH OF BELLMAWR**  
**CURRENT FUND**  
 Statements of Assets, Liabilities, Reserves and Fund Balance - Regulatory Basis  
 As of December 31, 2019 and 2018

<u>LIABILITIES, RESERVES AND FUND BALANCE</u>	<u>Ref.</u>	<u>2019</u>	<u>2018</u>
<b>Regular Fund:</b>			
Liabilities:			
Appropriation Reserves	A-3; SA-15	\$ 729,068.29	\$ 504,052.86
Reserve for Encumbrances	A-3; SA-15	35,825.44	16,068.71
Accounts Payable	SA-13	170.70	1,500.00
Prepaid Taxes	SA-17	234,763.47	290,592.86
Tax Overpayments	SA-7	1,572.95	6,129.29
Prepaid Sewer Rents	SA-16	5,728.24	3,965.19
Sewer Overpayments	SA-10	625.49	425.00
Due State of New Jersey:			
State Marriage License Fees	SA-18	150.00	275.00
Veterans' and Senior Citizens' Deductions	SA-4	34,307.85	29,221.87
Reserve for Special Emergencies	SA-24	15,314.80	16,795.80
Reserve for Police Records Management	SA-11	34,477.52	12,000.00
Due County for Added and Omitted Taxes	SA-19	17,933.71	20,398.39
Regional School District Payable	SA-22	0.52	
Local School District Taxes Payable	SA-21	2.50	2.50
Due Bank	A-1		6,623.52
Due Bellmawr Housing	A	30.00	30.00
Due General Capital Fund	C	599,759.32	338,703.97
Due Trust Other Fund	B	64,543.49	
		1,774,274.29	1,246,784.96
Reserve for Receivables and Other Assets	A	1,394,006.39	1,491,203.71
Fund Balance	A-1	2,782,114.90	2,930,298.70
		5,950,395.58	5,668,287.37
<b>Federal, State and Other Grant Fund:</b>			
Due General Capital	C	39,788.40	39,788.40
Reserve for Grants Unappropriated	SA-26	67,082.03	51,146.22
Reserve for Grants Appropriated	SA-27	126,893.30	139,030.59
Reserve for Encumbrances	SA-27	9,860.00	
		243,623.73	229,965.21
		<u>\$ 6,194,019.31</u>	<u>\$ 5,898,252.58</u>

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

**BOROUGH OF BELLMAWR**  
**CURRENT FUND**  
 Statements of Operations and Changes in Fund Balance - Regulatory Basis  
 For the Years Ended December 31, 2019 and 2018

	<u>2019</u>	<u>2018</u>
<u>Revenue and Other Income Realized</u>		
Fund Balance Utilized	\$ 1,408,000.00	\$ 1,045,000.00
Miscellaneous Revenue Anticipated	3,762,944.69	4,174,232.43
Receipts from Delinquent Taxes	562,320.44	797,857.00
Receipts from Current Taxes	29,159,900.56	28,817,738.40
Non-Budget Revenues	352,313.14	326,108.01
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	283,577.33	605,971.98
Cancellation of Grants Unappropriated	24,499.00	1,640.00
Cancellation of Due Bank	6,623.52	
Statutory Excess in Dog License Fund	1,964.00	
Reserves Liquidated:		
Prepaid School Taxes	2.48	
Protested Checks	7,505.76	
Due from Camden County Municipal Utilities Authority	281.46	
Due Water Utility Operating Fund	329,985.04	
Due Trust Other Fund	32,100.39	
Due Dog Trust Fund	1,287.65	2,260.18
Total Income	<u>35,933,305.46</u>	<u>35,770,808.00</u>
<u>Expenditures</u>		
Budget and Emergency Appropriations:		
Operations Within "CAPS":		
Salaries and Wages	5,817,014.95	5,641,269.66
Other Expenses	4,574,279.64	4,764,070.63
Deferred Charges and Statutory Expenditures Within "CAPS"	1,369,198.33	1,209,181.22
Operations - Excluded from "CAPS":		
Other Expenses	543,867.93	505,869.99
Capital Improvements - Excluded from "CAPS"	98,650.00	85,000.00
Municipal Debt Service - Excluded from "CAPS"	1,479,578.00	1,376,054.04
Municipal Deferred Charges - Excluded from "CAPS"		60,228.22
County Taxes	6,654,407.06	6,597,912.04
County Share of Added and Omitted Taxes	17,933.71	20,398.39
Local District School Tax	9,921,026.00	9,683,668.00
Regional High School Tax	4,099,707.00	3,916,781.00
State of New Jersey - Senior Citizens' and Veterans'		
Deductions Disallowed by Tax Collector - Prior Year Taxes	791.68	4,074.66
Refund of Prior Year Revenue	33,233.49	24,170.87
Refund of Prior Year Revenue - Reserve for Records Management	16,477.52	
Cancellation of Grants Receivable	24,500.00	78.89
Cancellation of Protested Checks	7,505.76	
Reserves Created:		
Prepaid School Taxes		1.98
Due County - Omitted Taxes Overbilled	24,353.69	
Due State of New Jersey Missing Moves	2,839.79	
Accounts Receivable	4,051.54	
Due from Bellmawr Board of Education	2,723.17	2,597.99
Due from Trust Other		32,100.39
Due from Water Utility Operating Fund		186,839.97
Protested Checks		2,938.00
Total Expenditures	<u>34,692,139.26</u>	<u>34,113,235.94</u>

(Continued)

**BOROUGH OF BELLMAWR**  
**CURRENT FUND**  
 Statements of Operations and Changes in Fund Balance - Regulatory Basis  
 For the Years Ended December 31, 2019 and 2018

	<u>2019</u>	<u>2018</u>
Excess In Revenue	\$ 1,241,166.20	\$ 1,657,572.06
Adjustments to Income Before Fund Balance:		
Expenditures Included above which are by Statute Deferred		
Charges to Budget of Succeeding Year	<u>18,650.00</u>	
Statutory Excess to Fund Balance	1,259,816.20	1,657,572.06
<b><u>Fund Balance</u></b>		
Balance Jan. 1	<u>2,930,298.70</u>	<u>2,317,726.64</u>
Utilized as Revenue	<u>4,190,114.90</u>	<u>3,975,298.70</u>
Balance Dec. 31	<u><u>\$ 2,782,114.90</u></u>	<u><u>\$ 2,930,298.70</u></u>

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

**BOROUGH OF BELLMAWR**  
**CURRENT FUND**  
 Statement of Revenues - Regulatory Basis  
 For the Year Ended December 31, 2019

	Anticipated			Excess or (Deficit)
	<u>Budget</u>	<u>Special N.J.S.A 40A:4-87</u>	<u>Realized</u>	
Fund Balance Anticipated	\$ 1,408,000.00		\$ 1,408,000.00	---
Miscellaneous Revenues:				
Licenses:				
Alcoholic Beverages	4,000.00		2,880.00	\$ (1,120.00)
Other	10,000.00		11,198.00	1,198.00
Fees and Permits - Other	20,000.00		29,472.00	9,472.00
Fines and Costs - Municipal Court	220,000.00		276,439.83	56,439.83
Interest and Costs on Taxes	90,000.00		122,697.38	32,697.38
Rental Agreements:				
Cingular/AT&T Wireless	40,000.00		49,128.00	9,128.00
Verizon Wireless	50,000.00		53,583.24	3,583.24
Sprint	30,000.00		29,859.84	(140.16)
Omni Point/T-Mobile	60,000.00		66,736.81	6,736.81
Nextel Communications	20,000.00		24,800.00	4,800.00
Rental of Borough Property	30,000.00		65,233.00	35,233.00
Vacant Property Fees	80,000.00		78,000.00	(2,000.00)
Sewer Fees	400,000.00		433,702.58	33,702.58
State Aid without Offsetting Appropriations:				
Energy Receipts Tax	1,215,317.00		1,215,317.00	
Consolidated Municipal Property Tax Relief Aid				
Special Items of General Revenue Anticipated with Prior Written				
Consent of Director of Local Government Services:				
Public and Private Revenues Off-Set with Appropriations:				
Recycling Tonnage Grant	12,338.16		12,338.16	
Reserve for Distracted Driving Incentive	3,300.00		3,300.00	
Body Armor Replacement Fund	2,501.97		2,501.97	
Reserve for Safe and Secure Communities Program	20,500.00		20,500.00	
Municipal Alliance on Alcoholism and Drug Abuse	14,300.00		14,300.00	
Assistance to Firefighters Grant		\$ 19,047.61	19,047.61	
Bulletproof Vest Partnership Grant		2,922.06	2,922.06	
Drunk Driving Enforcement Fund	2,500.00	1,857.53	4,357.53	
Clean Communities Program	151.82	25,153.78	25,305.60	
Donations - Emergency Medical Services		25.00	25.00	
Donations - Clean Communities		2,000.00	2,000.00	
Donations - All War Memorial	195.00		195.00	
Shared Service Agreements Off-Set with Appropriations:				
City of Gloucester City - Reconstruction of Roads	30,000.00		3,101.07	(26,898.93)
Borough of Brooklawn - Mechanical Service	6,500.00		11,278.10	4,778.10
City of Gloucester City - Mechanical Service	3,500.00			(3,500.00)
Borough of Hi-Nella - Concrete Install	10,000.00		2,095.00	(7,905.00)
Borough of Mt. Ephraim - Mechanical				
Services/Fleet Maintenance	20,000.00		9,175.21	(10,824.79)
Borough of Mt. Ephraim - Road Repairs	40,000.00			(40,000.00)
Bellmawr BOE - Mechanical Service	500.00		4,641.23	4,141.23
Borough of Runnemede - Mechanical Service	1,000.00			(1,000.00)
Borough of Runnemede - Concrete Install	15,000.00			(15,000.00)
Borough of Runnemede - Trash Removal	225,000.00		205,630.92	(19,369.08)
Borough of Woodlynne - Mechanical Service	7,000.00		8,507.52	1,507.52
Other Special Items:				
Uniform Construction Code Fees	220,000.00		220,171.00	171.00
Fire Safety Fees	13,000.00		15,827.00	2,827.00
Uniform Fire Safety Act	30,000.00		37,767.95	7,767.95
Reserve to Pay Debt	36,800.00		36,800.00	
Cable TV Franchise Fee	94,923.93		94,923.93	
Verizon Franchise Fee	65,674.96		65,674.96	
Payment in Lieu of Taxes	25,000.00		25,000.00	
Emergency Technician Fees	400,000.00		456,510.19	56,510.19
Total Miscellaneous Revenues	3,569,002.84	51,005.98	3,762,944.69	142,935.87
Receipts from Delinquent Taxes	474,500.00	-	562,320.44	87,820.44
Amount to be Raised for Support of Municipal Budget:				
Local Tax for Municipal Purpose Including				
Reserve for Uncollected Taxes	9,136,323.59	-	9,232,615.57	96,291.98
Budget Totals	14,587,826.43	51,005.98	14,965,880.70	327,048.29
Non Budget Revenues			352,313.14	352,313.14
	<u>\$ 14,587,826.43</u>	<u>\$ 51,005.98</u>	<u>\$ 15,318,193.84</u>	<u>\$ 679,361.43</u>

(Continued)

**BOROUGH OF BELLMAWR**  
**CURRENT FUND**  
 Statement of Revenues - Regulatory Basis  
 For the Year Ended December 31, 2019

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Analysis of Realized Revenue:

## Allocation of Current Tax Collections:

Revenue from Collections	\$ 29,159,900.56
Allocated to:	
School and County Taxes	<u>20,693,073.77</u>

Balance for Support of Municipal Budget Appropriations	8,466,826.79
Add: Appropriation "Reserve for Uncollected Taxes"	<u>765,788.78</u>

Amount for Support of Municipal Budget Appropriations	<u>\$ 9,232,615.57</u>
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Receipts from Delinquent Taxes	<u>\$ 562,320.44</u>
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## Sewer Fees:

Sewer Rents	\$ 429,312.39
Sewer Rent Overpayments Applied	425.00
Prepaid Sewer Rents Applied	<u>3,965.19</u>
	<u>\$ 433,702.58</u>

(Continued)

**BOROUGH OF BELLMAWR**  
**CURRENT FUND**  
 Statement of Revenues - Regulatory Basis  
 For the Year Ended December 31, 2019

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Analysis of Non-Budget Revenue:

## Miscellaneous Revenue not Anticipated:

## Revenue Accounts Receivable - Treasurer:

Interest on Deposits	\$	24,080.44
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## Treasurer:

Subdivision and Site Plan	\$ 3,010.00
Ground Rentals	2,639.00
Duplicate Bills	340.00
Property Maintenance/Violations	79,625.35
Returned Check Fees	120.00
DMV Inspections	2,477.13
Showmobile	3,000.00
Variance Fees	140.00
Service Agreements	1,055.18
Restitution	545.11
Sale of Property	82,941.57
Handicap Parking	725.00
Recycling Reimbursement	5,689.32
Cost of Tax Sale	12,229.94
Off Duty Police Administrative Fees	21,084.14
2% Administration Fee for Senior Citizen and Veterans Deductions	2,956.29
Insurance Dividends	55,323.00
Refund Prior Year Expenditures	42,402.34
Shared Services Not Anticipated	456.87
Miscellaneous	858.12
Unclaimed Funds	86.00

<u>317,704.36</u>	
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341,784.80	
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Due Animal Control Trust Fund - Interest on Deposits	212.96
Due General Capital Fund - Interest on Deposits	5,789.64
Due Trust Other Fund - Interest on Deposits	<u>4,525.74</u>

<u>10,528.34</u>	
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<u>\$ 352,313.14</u>	
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The accompanying Notes to Financial Statements are an integral part of this statement.

**BOROUGH OF BELLMAWR**  
**CURRENT FUND**  
 Statement of Expenditures - Regulatory Basis  
 For the Year Ended December 31, 2019

	<u>Budget</u>	<u>Budget After Modification</u>	<u>Expended</u>			<u>Unexpended Balance Canceled</u>
			<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	
<b><u>OPERATIONS - WITHIN "CAPS"</u></b>						
General Government						
General Administration						
Salaries and Wages	\$ 120,664.47	\$ 120,664.47	\$ 118,152.10		\$ 2,512.37	
Other Expenses	120,000.00	120,000.00	102,338.77	\$ 191.97	17,469.26	
Public Relations						
Other Expenses	6,000.00	6,000.00	6,000.00			
Mayor and Council						
Salaries and Wages	40,001.00	40,001.00	40,000.08		0.92	
Other Expenses	32,000.00	32,000.00	13,796.13	5,725.40	12,478.47	
Municipal Clerk (Elections)						
Salaries and Wages	83,400.00	83,400.00	83,259.61		140.39	
Other Expenses	8,000.00	15,000.00	7,985.98		7,014.02	
Financial Administration						
Salaries and Wages	77,371.44	77,371.44	76,965.59		405.85	
Audit Fee	40,000.00	40,000.00	40,000.00			
Other Expenses	40,000.00	40,000.00	28,120.00	100.00	11,780.00	
Assessment of Taxes						
Salaries and Wages	18,612.43	20,112.43	19,982.85		129.58	
Other Expenses	14,000.00	14,000.00	12,762.90		1,237.10	
Collection of Taxes						
Salaries and Wages	75,207.20	75,207.20	75,046.46		160.74	
Other Expenses	6,500.00	7,500.00	6,668.08	0.14	831.78	
Liquidation of Tax Title Liens and Foreclosed Property						
Other Expenses	1,000.00	1,000.00			1,000.00	
Legal Services and Costs						
Other Expenses	75,000.00	104,000.00	93,738.75		10,261.25	
Judgement	160,000.00	141,800.00	64,058.55		77,741.45	
Municipal Prosecutor						
Salaries and Wages	22,724.48	22,724.48	22,130.52		593.96	
Engineering Services and Costs						
Other Expenses	35,000.00	38,000.00	27,991.75	850.00	9,158.25	
Municipal Land Use Law (N.J.S.40:55D-1):						
Planning Board						
Salaries and Wages	2,296.04	2,296.04	2,296.04			
Other Expenses	7,000.00	7,000.00	1,777.46		5,222.54	
Zoning Board of Adjustment						
Salaries and Wages	2,881.53	2,881.53	2,881.53			
Other Expenses	3,000.00	3,000.00	1,063.34		1,936.66	
Environmental Commission (N.J.S.A.40:56A-1 et seq.)						
Salaries and Wages	511.02	511.02	440.53		70.49	
Other Expenses	500.00	500.00			500.00	

(Continued)

**BOROUGH OF BELLMAWR**  
**CURRENT FUND**  
 Statement of Expenditures - Regulatory Basis  
 For the Year Ended December 31, 2019

	<u>Budget</u>	<u>Budget After Modification</u>	<u>Expended</u>			<u>Unexpended Balance Canceled</u>
			<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	
<b><u>OPERATIONS - WITHIN "CAPS" (CONT'D)</u></b>						
<u>Public Safety</u>						
Municipal Court						
Salaries and Wages	\$ 215,163.33	\$ 215,163.33	\$ 202,237.54		\$ 12,925.79	
Other Expenses	24,000.00	24,000.00	12,174.35	\$ 494.00		11,331.65
Public Defender (P.L. 1997, C.256)						
Salaries and Wages	13,260.00	13,260.00	7,280.67			5,979.33
Fire						
Salaries and Wages	142,000.00	142,000.00	121,053.50			20,946.50
Other Expenses						
Fire Hydrant Services	38,500.00	38,500.00	33,495.98			5,004.02
Miscellaneous Other Expenses	133,500.00	133,500.00	102,203.80	5,817.50		25,478.70
Bellmawr Fire Company # 1	38,000.00	38,000.00	34,833.36			3,166.64
Bellmawr Park Fire Company	18,000.00	18,000.00	16,500.00			1,500.00
Fire Marshall						
Salaries and Wages	16,231.77	16,231.77	15,933.73			298.04
Other Expenses	150.00	150.00				150.00
Police						
Salaries and Wages	2,228,742.92	2,228,742.92	2,178,555.22			50,187.70
Other Expenses	158,000.00	158,000.00	124,421.48	5,454.61		28,123.91
Office of Emergency Management						
Salaries and Wages	5,951.65	5,951.65	5,924.43			27.22
Other Expenses	5,000.00	5,000.00	2,695.70	390.00		1,914.30
Emergency Medical Services						
Salary and Wages	424,020.00	429,620.00	426,275.02			3,344.98
Other Expenses	75,000.00	75,000.00	64,478.64	1,998.47		8,522.89
Uniform Fire Safety Act (PL 1983, CH 383):						
Fire Safety Inspector						
Salaries and Wages	63,303.90	63,303.90	63,187.21			116.69
Other Expenses	4,000.00	4,000.00	2,933.15			1,066.85
Streets and Roads						
Road Repairs and Maintenance						
Salaries and Wages	719,976.00	768,476.00	768,476.00			
Other Expenses	140,000.00	165,000.00	151,538.41	4,963.35		8,498.24
Garbage and Trash Removal						
Salaries and Wages	572,208.42	572,208.42	572,208.42			
Other Expenses	366,100.00	366,100.00	361,146.99	2,010.62		2,942.39
Sewer Department						
Salaries and Wages	476,725.15	376,725.15	369,950.29			6,774.86
Other Expenses	65,000.00	57,000.00	53,237.81	908.27		2,853.92
Public Buildings and Grounds						
Other Expenses	60,000.00	60,000.00	56,583.72	1,148.81		2,267.47

(Continued)

**BOROUGH OF BELLMAWR**  
**CURRENT FUND**  
 Statement of Expenditures - Regulatory Basis  
 For the Year Ended December 31, 2019

	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Expended</u>	<u>Unexpended Balance Canceled</u>
	<u>Encumbered</u>		<u>Reserved</u>		
<b><u>OPERATIONS - WITHIN "CAPS" (CONT'D)</u></b>					
<b><u>Health and Welfare</u></b>					
Board of Health					
Salaries and Wages	\$ 4,869.53	\$ 4,869.53	\$ 4,830.82	\$ 38.71	
Other Expenses	2,500.00	2,500.00	561.00	1,050.00	889.00
Dog Regulation					
Other Expenses	33,600.00	33,600.00	29,352.79	1,833.33	2,413.88
<b><u>Recreation and Education</u></b>					
Parks and Playgrounds					
Salaries and Wages	450,278.75	416,800.75	401,401.68	15,399.07	
Other Expenses	54,500.00	66,500.00	57,679.15	8.94	8,811.91
Celebration of Public Event, Anniversary or Holiday					
Other Expenses	35,000.00	35,000.00	27,184.86	240.85	7,574.29
Senior Citizens					
Other Expenses	5,000.00	5,000.00	2,975.00	2,025.00	
Transportation of Local Pupils (N.J.S.A. 18A:39-1.2)					
Other Expenses	17,000.00	17,000.00	16,925.00	75.00	
Shuttle Bus					
Salaries and Wages	14,608.59	14,608.59	13,897.17	711.42	
Other Expenses	4,500.00	4,500.00	928.15	3,571.85	
State Uniform Construction Code (N.J.S.A. 52:27-120 et seq)					
Salaries and Wages	103,883.33	103,883.33	102,687.13	1,196.20	
Other Expenses	15,000.00	15,000.00	12,668.94	658.89	1,672.17
<b><u>Insurance</u></b>					
General Liability	310,864.00	310,864.00	309,786.33	344.29	733.38
Workers Compensation	275,287.00	275,287.00	275,286.50	0.50	
Employee Group Health	1,500,464.64	1,507,064.64	1,504,869.87	1,636.00	558.77
<b><u>Utility Expenses and Bulk Purchases</u></b>					
Gasoline	153,000.00	153,000.00	133,018.32	19,981.68	
Street Lighting	210,000.00	210,000.00	192,657.62	17,342.38	
Electricity	137,700.00	137,700.00	96,140.42	41,559.58	
Telephone	55,000.00	57,000.00	51,629.74	5,370.26	
Gas - Natural	15,300.00	15,300.00	13,584.45	1,715.55	
Water	8,670.00	8,670.00	6,275.79	2,394.21	
Sewerage Processing and Disposal (CCMUA)	10,244.00	8,244.00	5,809.98	2,434.02	
Total Operations - Within "CAPS"	10,411,772.59	10,391,294.59	9,854,933.15	35,825.44	500,536.00
Detail:					-
Salaries and Wages	5,894,892.95	5,817,014.95	5,695,054.14	121,960.81	
Other Expenses	4,516,879.64	4,574,279.64	4,159,879.01	35,825.44	378,575.19

(Continued)

**BOROUGH OF BELLMAWR**  
**CURRENT FUND**  
 Statement of Expenditures - Regulatory Basis  
 For the Year Ended December 31, 2019

	Budget	Budget After Modification	Paid or Charged	Expended	Unexpended Balance Canceled
				Encumbered	Reserved
<b><u>DEFERRED CHARGES AND STATUTORY EXPENDITURES - MUNICIPAL WITHIN "CAPS"</u></b>					
Deferred Charges					
Prior Year Bills:					
Overexpenditure of Appropriation Reserves	\$ 1,117.33	\$ 1,117.33	\$ 1,117.33		
General Administration - Other Expenses: Bellmawr Self Storage	220.00	220.00	220.00		
Statutory Expenditures					
Contribution to:					
Public Employees' Retirement System	398,237.00	417,761.00	417,760.57	\$ 0.43	
Social Security System (O.A.S.I.)	330,000.00	330,000.00	309,303.21	20,696.79	
Unemployment Compensation Insurance	3,000.00	3,000.00		3,000.00	
Police and Fireman's Retirement System of N.J.	576,146.00	577,100.00	577,099.20	0.80	
Defined Contribution Retirement Plan	10,000.00	10,000.00	2,160.88	7,839.12	
Disability Insurance	30,000.00	30,000.00	27,761.39	2,238.61	
Total Deferred Charges and Statutory Expenditures Municipal - Within "CAPS"	1,348,720.33	1,369,198.33	1,335,422.58	-	33,775.75
Total General Appropriations for Municipal Purposes Within "CAPS"	11,760,492.92	11,760,492.92	11,190,355.73	\$ 35,825.44	534,311.75
<b><u>OPERATIONS - EXCLUDED FROM "CAPS"</u></b>					
Length of Service Awards Program	25,000.00	25,000.00	19,550.00		5,450.00
Tax Appeals	50,000.00	50,000.00			50,000.00
Shared Service Agreements Off-Set by Revenues:					
Borough of Mt. Ephraim - Mechanical Services/Fleet Maintenance	20,000.00	20,000.00	5,599.14		14,400.86
Borough of Mt. Ephraim - Concrete/Asphalt	40,000.00	40,000.00			40,000.00
Bellmawr BOE - Mechanical Services	500.00	500.00			500.00
Borough of Runnemede - Trash Removal	225,000.00	225,000.00	202,494.32		22,505.68
Borough of Runnemede - Concrete Install	15,000.00	15,000.00			15,000.00
Borough of Runnemede - Mechanical Service	1,000.00	1,000.00			1,000.00
Borough of Woodlynne - Mechanical Service	2,000.00	2,000.00	2,000.00		
Borough of Hi-Nella - Concrete Install	15,000.00	15,000.00	2,600.00		12,400.00
City of Gloucester - Road Reconstruction	30,000.00	30,000.00			30,000.00
Borough of Brooklawn - Mechanical Service	6,500.00	6,500.00	6,500.00		
City of Gloucester - Mechanical Services	3,500.00	3,500.00			3,500.00

(Continued)

**BOROUGH OF BELLMAWR**  
**CURRENT FUND**  
 Statement of Expenditures - Regulatory Basis  
 For the Year Ended December 31, 2019

	Budget	Budget After Modification	Paid or Charged	Expended	Unexpended Balance Canceled
				Encumbered	Reserved
<b><u>OPERATIONS - EXCLUDED FROM "CAPS" (CONT'D)</u></b>					
Public and Private Programs Off-Set by Revenues:					
Distracted Driving Incentive	\$ 3,300.00	\$ 3,300.00	\$ 3,300.00		
Bulletproof Vest Partnership Grant (40A:4-87 \$2,922.06)		2,922.06	2,922.06		
Body Armor Replacement Fund	2,501.97	2,501.97	2,501.97		
Municipal Alliance on Alcoholism and Drug Abuse	17,875.00	17,875.00	17,875.00		
Clean Communities Program (40A:4-87 \$25,153.78)	151.82	25,305.60	25,305.60		
Clean Communities Program - Private Donations (40A:4-87 \$2,000.00)		2,000.00	2,000.00		
Recycling Tonnage Grant	12,338.16	12,338.16	12,338.16		
Donations - All War Memorial	195.00	195.00	195.00		
Drunk Driving Enforcement Fund (40A:4-87 \$1,857.53)	2,500.00	4,357.53	4,357.53		
Private Donation - Emergency Medical Services (40A:4-87 \$25.00)		25.00	25.00		
Assistance to Firefighters (40A:4-87 \$19,047.61)		19,047.61	19,047.61		
Safe and Secure Communities Program	20,500.00	20,500.00	20,500.00		
Total Public and Private Programs Offset by Revenues	59,361.95	110,367.93	110,367.93	-	-
Total Operations - Excluded from "CAPS"	492,861.95	543,867.93	349,111.39	-	\$ 194,756.54
<b><u>CAPITAL IMPROVEMENTS - EXCLUDED FROM "CAPS"</u></b>					
Capital Improvement Fund (40A:4-47 \$18,650.00)	80,000.00	98,650.00	98,650.00		
Total Capital Improvements - Excluded from "CAPS"	80,000.00	98,650.00	98,650.00	-	-
<b><u>MUNICIPAL DEBT SERVICE - EXCLUDED FROM "CAPS"</u></b>					
Payment of Bond Principal	200,000.00	200,000.00	200,000.00		
Payment of Bond Anticipation Notes and Capital Notes	407,500.00	407,500.00	407,500.00		
Interest on Bonds	36,250.00	36,250.00	36,250.00		
Interest on Notes	113,500.00	113,500.00	113,030.02		\$ 469.98
New Jersey Green Acres Loan:					
Principal	10,288.54	10,288.54	10,288.54		
Interest	740.00	740.00	687.29		52.71
New Jersey Environmental Infrastructure Loan:					
Principal	578,038.12	578,038.12	570,489.12		7,549.00
Interest	105,566.12	105,566.12	104,533.03		1,033.09
Additional Note Paydowns	36,800.00	36,800.00	36,800.00		
Total Municipal Debt Service - Excluded from "CAPS"	1,488,682.78	1,488,682.78	1,479,578.00	-	9,104.78

(Continued)

**BOROUGH OF BELLMAWR**  
**CURRENT FUND**  
 Statement of Expenditures - Regulatory Basis  
 For the Year Ended December 31, 2019

	<u>Budget</u>	<u>Budget After Modification</u>	<u>Expended</u>			<u>Unexpended Balance Canceled</u>
			<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	
Total General Appropriations for Municipal Purposes Excluded from "CAPS"	\$ 2,061,544.73	\$ 2,131,200.71	\$ 1,927,339.39	\$ -	\$ 194,756.54	\$ 9,104.78
Subtotal General Appropriations Reserve for Uncollected Taxes	13,822,037.65 765,788.78	13,891,693.63 765,788.78	13,117,695.12 765,788.78	\$ 35,825.44	729,068.29	9,104.78
	<u>\$ 14,587,826.43</u>	<u>\$ 14,657,482.41</u>	<u>\$ 13,883,483.90</u>	<u>\$ 35,825.44</u>	<u>\$ 729,068.29</u>	<u>\$ 9,104.78</u>
Appropriation by N.J.S.A. 40A:4-87 Emergency Budget		\$ 51,005.98 18,650.00 <u>14,587,826.43</u>				
		<u>\$ 14,657,482.41</u>				
Reserve for Grants Appropriated Deferred Charges Reserve for Uncollected Taxes Refunds Accounts Receivable Due General Capital Fund Disbursed		\$ 110,367.93 1,117.33 765,788.78 (90,913.54) (4,051.54) 98,650.00 <u>13,002,524.94</u>				
		<u>\$ 13,883,483.90</u>				

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

**BOROUGH OF BELLMAWR**  
**TRUST FUNDS**  
 Statements of Assets, Liabilities and Reserves - Regulatory Basis  
 As of December 31, 2019 and 2018

	Ref.	<u>2019</u>	<u>2018</u>
<b><u>ASSETS</u></b>			
Animal Control Fund:			
Cash	SB-1	<u>\$ 7,181.73</u>	<u>\$ 8,637.98</u>
Length of Service Award Program:			
Investments - Length of Service Awards Program	SB-11	<u>316,257.08</u>	<u>277,104.91</u>
Trust Other Funds:			
Cash	SB-1	727,843.93	676,854.26
Community Development Block Grant Receivable	SB-6	39,465.32	98,465.32
Accounts Receivable	SB-8	63,933.50	
Due Current Fund	SB-7	64,543.49	
Due General Capital Fund	C	9,304.25	9,304.25
Due Water Utility Operating Fund	SB-5	3,818.83	
Due Bank	SB-12	<u>160.24</u>	<u>85.24</u>
		<u>909,069.56</u>	<u>784,709.07</u>
		<u><u>\$ 1,232,508.37</u></u>	<u><u>\$ 1,070,451.96</u></u>

**LIABILITIES AND RESERVES**

Animal Control Fund:			
Reserve for Animal Control Fund Expenditures	SB-2	\$ 5,071.20	\$ 4,932.00
Reserve for Encumbrances	SB-2	136.80	438.00
Due State of New Jersey	SB-3	136.80	6.60
Due Current Fund	SB-4	1,973.70	3,261.35
Due Bank	B	<u>0.03</u>	<u>0.03</u>
		<u>7,181.73</u>	<u>8,637.98</u>
Length of Service Award Program:			
Reserve for Length of Service Awards Program	SB-8	<u>316,257.08</u>	<u>277,104.91</u>

(Continued)

**BOROUGH OF BELLMAWR**  
**TRUST FUNDS**  
 Statements of Assets, Liabilities and Reserves - Regulatory Basis  
 As of December 31, 2019 and 2018

<u>LIABILITIES AND RESERVES (CONT'D)</u>	<u>Ref.</u>	<u>2019</u>	<u>2018</u>
Trust Other Funds:			
Due Federal and State Grant Fund	A	\$ 57.85	\$ 57.85
Due Water Utility Operating Fund	SB-5	22,812.10	
Due Current Fund	SB-7	32,100.39	
Reserve for Encumbrances	SB-10	2,044.54	63,557.52
Reserve for Law Enforcement Funds	SB-8	47,118.05	46,592.97
Reserve for Off Duty Police	SB-8	30,644.75	2,000.00
Reserve for Site Plan Review Escrow Deposits	SB-8	116,452.40	100,148.67
Reserve for Redemption of Tax Sale Certificates	SB-8	23,997.39	14,054.19
Reserve for Premiums Received at Tax Sale	SB-8	386,900.00	262,000.00
Reserve for Police Drug Enforcement	SB-8	33.17	139.24
Reserve for Community Beautification Donations	SB-8	8,614.28	7,771.87
Reserve for Parking Offenses Adjudication Act Funds	SB-8	485.19	379.19
Reserve for Public Defender Fees	SB-8	11,143.55	9,781.06
Reserve for Donations for the Needy	SB-8	14,796.37	17,558.66
Reserve for Municipal Alliance	SB-8	305.25	305.25
Reserve for Developers Escrow	SB-8	2,847.79	28,357.54
Reserve for Flexible Spending Account	SB-8	131.51	132.47
Reserve for Unemployment Compensation Insurance	SB-8	1,352.28	1,352.28
Payroll Deductions Payable	SB-9	165,120.64	78,583.27
Reserve for Community Development Block Grants	B	<u>97,024.55</u>	<u>97,024.55</u>
		<u>909,069.56</u>	<u>784,709.07</u>
		<u><u>\$ 1,232,508.37</u></u>	<u><u>\$ 1,070,451.96</u></u>

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

**BOROUGH OF BELLMAWR**  
**GENERAL CAPITAL FUND**  
**Statements of Assets, Liabilities, Reserves and Fund Balance - Regulatory Basis**  
**As of December 31, 2019 and 2018**

<u>ASSETS</u>	<u>Ref.</u>		<u>2019</u>		<u>2018</u>
Cash	SC-1	\$	253,530.38	\$	1,379,586.89
Accounts Receivable	SC-5		364,237.69		255,820.88
Due Current Fund	SC-6		599,759.32		338,703.97
Due Federal and State Grant Fund	A		39,788.40		39,788.40
Due Water Utility Operating Fund	D		424.50		424.50
Due Water Utility Capital Fund	D		30,000.00		30,000.00
Deferred Charges to Future Taxation:					
Funded	SC-3		4,338,781.02		5,127,107.68
Unfunded	SC-4		7,655,602.22		6,319,670.04
			<u>\$ 13,282,123.53</u>		<u>\$ 13,491,102.36</u>
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>					
Capital Improvement Fund	SC-7	\$	13,991.00	\$	9,041.00
Due Trust Other Fund	B		9,304.25		9,304.25
Improvement Authorizations:					
Funded	SC-9		232,518.72		360,281.97
Unfunded	SC-9		1,672,062.05		1,776,602.13
Reserve for Encumbrances	SC-10		268,731.61		187,042.45
Reserve for Payment of Bonds and Notes	SC-8		82,233.98		119,033.98
Reserve for Sewer Improvements	C		14,404.00		14,404.00
Bond Anticipation Notes	SC-11		6,622,887.00		5,861,075.00
New Jersey Environmental Infrastructure Trust Loan Payable	SC-13		3,212,145.82		3,790,183.94
Green Acres Loan Payable	SC-14		26,635.20		36,923.74
General Serial Bonds	SC-12		1,100,000.00		1,300,000.00
Fund Balance	C		27,209.90		27,209.90
			<u>\$ 13,282,123.53</u>		<u>\$ 13,491,102.36</u>

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

**BOROUGH OF BELLMAWR**  
**WATER UTILITY FUND**  
 Statements of Assets, Liabilities, Reserves and Fund Balance - Regulatory Basis  
 As of December 31, 2019 and 2018

	<u>Ref.</u>	<u>2019</u>	<u>2018</u>
<b><u>ASSETS</u></b>			
Operating Fund:			
Cash	SD-1	\$ 933,123.99	\$ 1,651,453.98
Change Fund	D	50.00	50.00
Due Water Utility Capital Fund	SD-7	33,236.51	
Due Trust Other Fund	SD-8		22,812.10
		<hr/> 966,410.50	<hr/> 1,674,316.08
Receivables with Full Reserves:			
Due Bank	D	3,271.00	3,271.00
Consumer Accounts Receivable	SD-4	<hr/> 154,519.92	<hr/> 100,523.43
		<hr/> 157,790.92	<hr/> 103,794.43
Total Operating Fund		<hr/> 1,124,201.42	<hr/> 1,778,110.51
Capital Fund:			
Cash	SD-1	318,730.55	
Due Water Utility Operating Fund	SD-7		417,703.86
Fixed Capital	SD-15	4,051,081.69	3,901,081.69
Fixed Capital Authorized and Uncompleted	SD-16	<hr/> 7,098,000.00	<hr/> 4,505,000.00
Total Capital Fund		<hr/> 11,467,812.24	<hr/> 8,823,785.55
		<hr/> \$ 12,592,013.66	<hr/> \$ 10,601,896.06

(Continued)

## BOROUGH OF BELLMAWR

## WATER UTILITY FUND

Statements of Assets, Liabilities, Reserves and Fund Balance - Regulatory Basis  
As of December 31, 2019 and 2018

	<u>Ref.</u>	<u>2019</u>	<u>2018</u>
<u>LIABILITIES, RESERVES AND FUND BALANCES</u>			
Operating Fund:			
Liabilities:			
Appropriation Reserves	D-3 & SD-9	\$ 196,606.99	\$ 66,214.22
Reserve for Encumbrances	D-3	57,943.91	
Water Rent Prepayments	SD-10	128,866.31	104,307.92
Water Rent Overpayments	SD-11	2,306.68	1,818.55
Accrued Interest on Notes and Loans	SD-12	23,863.94	23,937.49
Reserve for Maintenance of Elevated Water Tanks	D-2		65,020.00
Due Current Fund	SD-5	59.92	330,044.96
Due Water Utility Capital Fund	SD-7		417,703.86
Due Trust Other Fund	SD-8	3,818.83	
Due General Capital Fund	C	424.50	424.50
		413,891.08	1,009,471.50
Reserves for Receivables	D	157,790.92	103,794.43
Fund Balance	D-1	552,519.42	664,844.58
Total Operating Fund		1,124,201.42	1,778,110.51
Capital Fund:			
Due Water Operating Fund	SD-7	33,236.51	
Due General Capital Fund	C	30,000.00	30,000.00
Improvement Authorizations:			
Funded	SD-18	3,201.74	3,201.74
Unfunded	SD-14	3,378,767.43	1,391,497.03
Capital Improvement Fund	D	41,701.09	41,701.09
Reserve for Encumbrances	SD-14	33,057.78	150,000.00
Reserve for Amortization	SD-13	4,169,990.05	3,843,207.16
Reserve for Deferred Amortization	D	81,607.84	81,607.84
Bond Anticipation Notes	SD-18	3,255,000.00	3,255,000.00
New Jersey Infrastructure Loans Payable	SD-17	441,249.80	27,570.69
Total Capital Fund		11,467,812.24	8,823,785.55
		\$ 12,592,013.66	\$ 10,601,896.06

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

**BOROUGH OF BELLMAWR**  
**WATER UTILITY OPERATING FUND**  
 Statements of Operations and Changes in Fund Balance - Regulatory Basis  
 For the Years Ended December 31, 2019 and 2018

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	<u>2019</u>	<u>2018</u>
<b><u>Revenue and Other Income Realized</u></b>		
Operating Surplus Anticipated	\$ 273,450.00	\$ 10,000.00
Rents	1,171,164.33	1,235,563.61
Miscellaneous	22,668.74	41,011.70
Reserve for Maintenance of Water Tank	65,020.00	
Other Credits to Income:		
Cancelation of Water Rent Prepayments	10,156.09	
Unexpended Balance of Appropriation Reserves	38,669.38	16,661.21
 Total Income	 1,581,128.54	 1,303,236.52
 <b><u>Expenditures</u></b>		
Operating	1,254,898.87	896,273.40
Debt Service	98,604.83	103,121.36
Deferred Charges and Statutory Expenditures	66,500.00	90,000.00
 Total Expenditures	 1,420,003.70	 1,089,394.76
 Statutory Excess to Fund Balance	 161,124.84	 213,841.76
 <b><u>Fund Balance</u></b>		
Balance Jan. 1	664,844.58	461,002.82
 Decreased by:		
Utilized as Revenue	825,969.42	674,844.58
 Balance Dec. 31	 \$ 273,450.00	 10,000.00
	 \$ 552,519.42	 \$ 664,844.58

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

**BOROUGH OF BELLMAWR**  
**WATER UTILITY OPERATING FUND**  
**Statement of Revenues - Regulatory Basis**  
**For the Year Ended December 31, 2019**

	<u>Anticipated</u>	<u>Realized</u>	<u>Excess</u>
Operating Surplus Anticipated	\$ 273,450.00	\$ 273,450.00	
Rents	1,109,255.00	1,171,164.33	\$ 61,909.33
Miscellaneous	5,000.00	22,668.74	17,668.74
Reserve for Maintenance of Water Tank	<u>65,020.00</u>	<u>65,020.00</u>	
	<u><u>\$ 1,452,725.00</u></u>	<u><u>\$ 1,532,303.07</u></u>	<u><u>\$ 79,578.07</u></u>

Analysis of Realized Revenue

Rents:

Consumer Accounts Receivable:	
Collected	\$ 1,075,193.95
Overpayments Applied	1,818.55
Prepayments Applied	<u>94,151.83</u>
	<u><u>\$ 1,171,164.33</u></u>

Miscellaneous:

Collector:	
Penalty on Delinquent Accounts	\$ 12,726.58
Treasurer:	
Interest Earned on Investments:	
Receipts	\$ 8,303.65
Due Water Capital Fund	<u>334.51</u>
	8,638.16
Cancelation of Excess Note	
Proceeds - Ordinance 06:09-13	<u>1,304.00</u>
	<u><u>\$ 22,668.74</u></u>

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

**BOROUGH OF BELLMAWR**  
**WATER UTILITY OPERATING FUND**  
**Statement of Expenditures - Regulatory Basis**  
**For the Year Ended December 31, 2019**

	Appropriations		Expended			Unexpended Balance Canceled
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	
<b>Operating:</b>						
Salaries and Wages	\$ 495,998.87	\$ 495,998.87	\$ 462,021.77	\$ 57,943.91	\$ 33,977.10	
Other Expenses	758,900.00	758,900.00	544,161.18	156,794.91		
<b>Total Operating</b>	<b>1,254,898.87</b>	<b>1,254,898.87</b>	<b>1,006,182.95</b>	<b>57,943.91</b>	<b>190,772.01</b>	<b>-</b>
<b>Debt Service:</b>						
Principal and Interest on Loans	50,026.13	50,026.13	38,365.92			\$ 11,660.21
Interest on Notes	81,300.00	81,300.00	60,238.91			21,061.09
<b>Total Debt Service</b>	<b>131,326.13</b>	<b>131,326.13</b>	<b>98,604.83</b>	<b>-</b>	<b>-</b>	<b>32,721.30</b>
<b>Deferred Charges and Statutory Expenditures:</b>						
Statutory Expenditures - Contributions to:						
Public Employees' Retirement System	25,500.00	25,500.00	25,500.00			
Social Security System (O.A.S.I.)	38,000.00	38,000.00	32,921.85			5,078.15
Unemployment Compensation Insurance	3,000.00	3,000.00	2,243.17			756.83
<b>Total Deferred Charges and Statutory Expenditures</b>	<b>66,500.00</b>	<b>66,500.00</b>	<b>60,665.02</b>	<b>-</b>	<b>5,834.98</b>	<b>-</b>
	<b>\$ 1,452,725.00</b>	<b>\$ 1,452,725.00</b>	<b>\$ 1,165,452.80</b>	<b>\$ 57,943.91</b>	<b>\$ 196,606.99</b>	<b>\$ 32,721.30</b>
Accrued Interest on Loans and Notes			\$ 65,947.94			
Refunds			(74.47)			
Disbursed			1,099,579.33			
			<b>\$ 1,165,452.80</b>			

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

**BOROUGH OF BELLMAWR**  
**GENERAL FIXED ASSET ACCOUNT GROUP**  
**Statement of General Fixed Asset Group of Accounts - Regulatory Basis**  
**For the Year Ended December 31, 2019**

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	<u>Balance</u> <u>Dec. 31, 2018</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>Dec. 31, 2019</u>
<b>General Fixed Assets:</b>				
Land and Buildings	\$ 11,496,325.51	\$ 25,000.00	\$ 45,800.00	\$ 11,475,525.51
Equipment	2,870,939.47	40,659.00	150,342.82	2,761,255.65
Vehicles	<u>5,054,273.63</u>	<u>580,231.97</u>	<u>686,871.11</u>	<u>4,947,634.49</u>
	<u><u>\$ 19,421,538.61</u></u>	<u><u>\$ 645,890.97</u></u>	<u><u>\$ 883,013.93</u></u>	<u><u>\$ 19,184,415.65</u></u>
<b>Investment in General Fixed Assets</b>	<u><u>\$ 19,421,538.61</u></u>	<u><u>\$ 645,890.97</u></u>	<u><u>\$ 883,013.93</u></u>	<u><u>\$ 19,184,415.65</u></u>

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

**BOROUGH OF BELLMAWR**  
Notes to Financial Statements  
For the Year Ended December 31, 2019

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

**Description of Financial Reporting Entity** - The Borough of Bellmawr (hereafter referred to as the "Borough") was incorporated as a Borough by an act of the New Jersey legislature in March 1926. The Borough, located in Camden County, New Jersey, has a total area of approximately three square miles, and is located approximately ten miles southeast from the City of Philadelphia. The Borough borders the Boroughs of Barrington, Brooklawn, Haddon Heights, Mount Ephraim, Westville, Deptford, and the City of Gloucester City. According to the 2010 census, the population is 11,583.

The Borough is governed under the Mayor-Council form of government, with a six-member Council. The Council is elected by popular vote to three-year terms. The Mayor is elected by the general election to serve a four-year term. The Mayor is the chief executive and the Council is the legislative body of the government.

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

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

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

**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.

**Water Utility Operating and Capital Funds** - The water utility operating and capital funds account for the operations and acquisition of capital facilities of the municipally owned water 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 Borough must adopt an annual budget for its current and water 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 Borough's financial statements.

**Cash, Cash Equivalents and Investments** - Cash and cash equivalents include petty cash, change funds and cash on deposit with public depositories. All certificates of deposit are recorded as cash regardless of the date of maturity. Investments are stated at cost; therefore, unrealized gains or losses on investments have not been recorded. Investments recorded in the trust fund for the Borough's length of service awards program, however, are stated at fair value.

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

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 Borough 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 Borough has adopted a capitalization threshold of \$5,000.00, the maximum amount allowed by the Circular. Generally, assets are valued at historical cost; however, assets acquired prior to December 31, 1985 are valued at actual historical cost or estimated historical cost. No depreciation of general fixed assets is recorded. Donated general fixed assets are recorded at acquisition value as of the date of the transaction. Interest costs relative to the acquisition of general fixed assets are recorded as expenditures when paid. Public domain ("infrastructure") general fixed assets consisting of certain improvements such as roads, bridges, curbs and gutters, streets and sidewalks and drainage systems are not capitalized. Expenditures for construction in progress are recorded in the capital funds until such time as the construction is completed and put into operation. The Borough is required to maintain a subsidiary ledger detailing fixed assets records to control additions, retirements, and transfers of fixed assets. In addition, a statement of general fixed asset group of accounts, reflecting the activity for the year, must be included in the Borough's basic financial statements.

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

**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, 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 asset group of accounts. If such property is converted to a municipal use, it will be recorded in the general fixed asset group of accounts.

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

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

**Fund Balance** - Fund balances included in the current fund and water utility operating fund represent amounts available for anticipation as revenue in future years' 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 is realized when anticipated as such in the Borough's budget. Receivables for property taxes are recorded with offsetting reserves on the statement of assets, liabilities, reserves and fund balance of the Borough's current fund; accordingly, such amounts are not recorded as revenue until collected. Other amounts that are due to the Borough 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 Borough's annual budget, but also the amounts required in support of the budgets of the County of Camden, the Borough of Bellmawr School District and the Black Horse Pike Regional High School District. Unpaid property taxes are subject to tax sale in accordance with the statutes.

**School Taxes** - The Borough is responsible for levying, collecting, and remitting school taxes for the Borough of Bellmawr School District and the Black Horse Pike Regional High 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 Camden. County taxes are determined on a calendar year by the County Board of Taxation based upon the ratables required to be certified to them on January 10 of each year. Operations is charged for the amount due to the County for the year, based upon the ratables required to be certified to the County Board of Taxation by January 10 of the current year. In addition, operations is charged for the County share of added and omitted taxes certified to the County Board of Taxation by October 10 of the current year, and due to be paid to the County by February 15 of the following year.

**Reserve for Uncollected Taxes** - The inclusion of the "reserve for uncollected taxes" appropriation in the Borough's annual budget protects the Borough 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.

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

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

**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.

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

As of December 31, 2019, the Borough's bank balances of \$7,044,692.28 were exposed to custodial credit risk as follows:

Insured by FDIC and GUDPA	\$ 6,834,115.83
Uninsured and Uncollateralized	<u>210,576.45</u>
Total	<u><u>\$ 7,044,692.28</u></u>

**Note 3: PROPERTY TAXES**

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

**Comparative Schedule of Tax Rates**

	<u>Year Ended</u>				
	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Tax Rate	<u>\$ 3.805</u>	<u>\$ 3.745</u>	<u>\$ 3.701</u>	<u>\$ 3.629</u>	<u>\$ 3.559</u>
<b>Apportionment of Tax Rate:</b>					
Municipal	\$ 1.166	\$ 1.166	\$ 1.146	\$ 1.146	\$ 1.117
County	0.850	0.843	0.856	0.810	0.803
Local School	1.266	1.236	1.199	1.173	1.140
Regional School	0.523	0.500	0.500	0.500	0.499

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

Five-year comparison of certain statistical information relative to property taxes and property tax collections for the current and previous four calendar years (cont'd):

**Assessed Valuation**

<u>Year</u>	<u>Amount</u>
2019	\$ 783,550,100.00
2018	783,336,900.00
2017	788,389,400.00
2016	793,673,100.00
2015	795,951,735.00

**Comparison of Tax Levies and Collections**

<u>Year</u>	<u>Tax Levy</u>	<u>Collections</u>	<u>Percentage of Collections</u>
2019	\$ 29,894,292.06	\$ 29,159,900.56	97.54%
2018	29,426,553.08	28,817,738.40	97.93%
2017	29,197,434.03	28,446,278.80	97.43%
2016	28,868,260.23	28,108,344.70	97.37%
2015	28,470,597.56	27,723,367.00	97.38%

**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>
2019	\$ 84,750.02	\$ 676,595.26	\$ 761,345.28	2.55%
2018	80,558.62	566,676.88	647,235.50	2.20%
2017	78,077.54	790,492.73	868,570.27	2.97%
2016	74,820.59	628,004.70	702,825.29	2.43%
2015	69,776.25	553,333.62	623,109.87	2.19%

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

<u>Year</u>	<u>Number</u>
2019	8
2018	8
2017	9
2016	9
2015	7

**Note 4: SEWER SERVICE CHARGES**

The following is a five-year comparison of sewer service charges (rents) for the current and previous four years:

<u>Year</u>	<u>Balance Beginning of Year</u>			<u>Cash Collections</u>		
	<u>Receivable</u>	<u>Liens</u>	<u>Levy</u>	<u>Total</u>		
2019	\$ 447,154.36	--	\$ 559,008.45	\$ 1,006,162.81	\$ 433,702.58	
2018	359,954.59	--	527,607.63	887,562.22	440,407.66	
2017	282,276.20	--	516,289.46	798,565.66	437,473.61	
2016	216,325.36	--	510,366.98	726,692.34	444,354.14	
2015	163,332.14	--	502,934.82	666,266.96	449,941.60	

**Note 5: WATER UTILITY SERVICE CHARGES**

The following is a five-year comparison of water utility service charges (rents) for the current and previous four years:

<u>Year</u>	<u>Balance Beginning of Year</u>			<u>Cash Collections</u>		
	<u>Receivable</u>	<u>Liens</u>	<u>Levy</u>	<u>Total</u>		
2019	\$ 100,523.43	--	\$ 1,225,160.82	\$ 1,325,684.25	\$ 1,171,164.33	
2018	157,659.46	--	1,186,207.94	1,343,867.40	1,235,563.61	
2017	139,243.55	--	1,186,848.45	1,326,092.00	1,168,369.56	
2016	99,958.52	--	1,168,874.48	1,268,833.00	1,129,589.45	
2015	99,140.28	--	1,144,556.84	1,243,697.12	1,143,738.60	

**Note 6: FUND BALANCES APPROPRIATED**

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

**Current Fund**

<u>Year</u>	<u>Balance December 31,</u>	<u>Utilized in Budget of Succeeding Year</u>	<u>Percentage of Fund Balance Used</u>
2019	\$ 2,782,114.90	\$ 1,745,000.00	62.72%
2018	2,930,298.70	1,408,000.00	48.05%
2017	2,259,195.61	1,045,000.00	46.26%
2016	1,898,528.49	950,000.00	50.04%
2015	2,070,449.91	1,200,000.00	57.96%

**Water Utility Fund**

<u>Year</u>	<u>Balance December 31,</u>	<u>Utilized in Budget of Succeeding Year</u>	<u>Percentage of Fund Balance Used</u>
2019	\$ 552,519.42	\$ 379,450.00	68.68%
2018	664,844.58	273,450.00	41.13%
2017	461,002.82		
2016	478,154.69	200,000.00	41.83%
2015	462,557.22	200,000.00	43.24%

**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, 2019:

<u>Fund</u>	<u>Interfunds Receivable</u>	<u>Interfunds Payable</u>
Current	\$ 2,033.62	\$ 664,302.81
Federal and State Grant	57.85	39,788.40
Trust - Animal Control		1,973.70
Trust - Other	77,666.57	57.85
General Capital	669,972.22	9,304.25
Water Utility - Operating	33,236.51	4,303.25
Water Utility - Capital		63,236.51
<b>Totals</b>	<b>\$ 782,966.77</b>	<b>\$ 782,966.77</b>

The interfund receivables and payables above predominately resulted from collections and payments made by certain funds on behalf of other funds. During the year 2020, the Borough expects to liquidate such interfunds, depending upon the availability of cash flow.

**Note 8: PENSION PLANS**

A substantial number of the Borough'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 Borough employees participate in the Defined Contribution Retirement Program ("DCRP"), which is a defined contribution pension plan. This Plan is administered by Prudential Financial for the New Jersey Division of Pensions and Benefits. Each Plan has a Board of Trustees that is primarily responsible for its administration. The Division issues a publicly available financial report that includes financial statements, required supplementary information and detailed information about the PERS and PFRS plans' fiduciary net position which can be obtained by writing to or at the following website:

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

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

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

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

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

**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 10 years of service, except for medical benefits, which vest after 25 years of service or under the disability provisions of the PERS.

The following represents the membership tiers for PERS:

**Tier Definition**

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

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

**Police and Firemen's Retirement System** - The vesting and benefit provisions are set by N.J.S.A. 43:16A. The PFRS provides retirement, death and disability benefits. All benefits vest after 10 years of service, except disability benefits, which vest after four years of service.

The following represents the membership tiers for PFRS:

**Tier Definition**

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

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

**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 non-forfeitable. A participant's interest in that portion of his or her defined contribution retirement plan account attributable to employer contributions shall be vested and non-forfeitable on the date the participant commences the second year of employment or upon his or her attainment of age 65, while employed by an employer, whichever occurs first.

**Contributions**

**Public Employees' Retirement System** - The contribution policy is set by N.J.S.A. 43:15A and requires contributions by active members and contributing employers. Pursuant to the provisions of P.L. 2011, C. 78, the member contribution rate was 7.50% in State fiscal year 2019. The rate for members who are eligible for the Prosecutors Part of PERS (P.L. 2001, C. 366) was 10.0% in State fiscal year 2019. Employers' contributions are based on an actuarially determined amount, which includes the normal cost and unfunded accrued liability.

The Borough's contractually required contribution rate for the year ended December 31, 2019 was 13.60% of the Borough's covered payroll. This amount was actuarially determined as the amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, including an additional amount to finance any unfunded accrued liability.

Based on the most recent PERS measurement date of June 30, 2019, the Borough's contractually required contribution to the pension plan for the year ended December 31, 2019 is \$400,265.00, and was payable by April 1, 2020. 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, 2018, the Borough's contractually required contribution to the pension plan for the year ended December 31, 2018 was \$421,746.00, which was paid on April 1, 2019. Employee contributions to the Plan during the year ended December 31, 2019 were \$227,999.13.

**Police and Firemen's Retirement System** - The contribution policy for PFRS is set by N.J.S.A 43:16A and requires contributions by active members and contributing employers. Pursuant to the provisions of P.L. 2011, C. 78, the member contribution rate was 10.0% in State fiscal year 2019. State legislation has modified the amount that is contributed by the State. The State's contribution amount is based on an actuarially determined rate, which includes the normal cost and unfunded accrued liability.

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

**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 Borough's contractually required contribution rate for the year ended December 31, 2019 was 28.10% of the Borough's covered payroll. This amount was actuarially determined as the amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability.

Based on the most recent PFRS measurement date of June 30, 2019, the Borough's contractually required contribution to the pension plan for the year ended December 31, 2019 is \$586,678.00, and was payable by April 1, 2020. 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, 2018, the Borough's contractually required contribution to the pension plan for the year ended December 31, 2018 was \$576,146.00, which was paid on April 1, 2019. Employee contributions to the Plan during the year ended December 31, 2019 were \$212,825.94.

The amount of contractually required contribution for the State of New Jersey's proportionate share, associated with the Borough, for the year ended December 31, 2019 was 3.62% of the Borough's covered payroll.

Based on the most recent PFRS measurement date of June 30, 2019, the State's contractually required contribution, on-behalf of the Borough, to the pension plan for the year ended December 31, 2019 is \$75,622.00, and was payable by April 1, 2020. Based on the PFRS measurement date of June 30, 2018, the State's contractually required contribution, on-behalf of the Borough, to the pension plan for the year ended December 31, 2018 was \$64,151.00, which was paid on April 1, 2019.

**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 Borough 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, 2019, employee contributions totaled \$1,977.51, and the Borough's contributions were \$2,160.88. There were no forfeitures during the year.

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

**Public Employees' Retirement System** - At December 31, 2019, the Borough's proportionate share of the PERS net pension liability was \$7,414,545.00. The net pension liability was measured as of June 30, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2018. 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, 2019. The Borough's proportion of the net pension liability was based on a projection of the Borough's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. For the June 30, 2019 measurement date, the Borough's proportion was 0.0411496621%, which was a decrease of 0.0012506381% from its proportion measured as of June 30, 2018.

**Note 8: PENSION PLANS (CONT'D)****Pension Liabilities, Pension (Benefit) 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, 2019, the Borough's proportionate share of the PERS pension (benefit) expense, calculated by the Plan as of the June 30, 2019 measurement date is \$490,096.00. This (benefit) expense is not recognized by the Borough because of the regulatory basis of accounting as described in note 1; however, as previously mentioned, for the year ended December 31, 2019, the Borough's contribution to PERS was \$421,746.00, and was paid on April 1, 2019.

**Police and Firemen's Retirement System** - At December 31, 2019, the Borough's and State of New Jersey's proportionate share of the PFRS net pension liability were as follows:

Borough's Proportionate Share of Net Pension Liability	\$ 7,107,795.00
State of New Jersey's Proportionate Share of Net Pension Liability Associated with the Borough	<u>1,122,334.00</u>
	<u><u>\$ 8,230,129.00</u></u>

The net pension liability was measured as of June 30, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2018. 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, 2019. The Borough's proportion of the net pension liability was based on a projection of the Borough's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers and the State of New Jersey, actuarially determined. For the June 30, 2019 measurement date, the Borough's proportion was 0.0580805708%, which was a decrease of 0.0008513140 from its proportion measured as of June 30, 2018. Likewise, at June 30, 2019, the State of New Jersey's proportion, on-behalf of the Borough, was 0.0580805708%, which was a decrease of 0.0008513140% from its proportion, on-behalf of the Borough, measured as of June 30, 2018.

At December 31, 2019, the Borough's proportionate share of the PFRS pension (benefit) expense, calculated by the Plan as of the June 30, 2019 measurement date is \$803,613.00. This (benefit) expense is not recognized by the Borough because of the regulatory basis of accounting as described in note 1; however, as previously mentioned, for the year ended December 31, 2019, the Borough's contribution to PFRS was \$576,146.00, and was paid on April 1, 2019.

At December 31, 2019, the State's proportionate share of the PFRS pension (benefit) expense, associated with the Borough, calculated by the Plan as of the June 30, 2019 measurement date is \$130,406.00. This on-behalf (benefit) expense is not recognized by the Borough because of the regulatory basis of accounting as described in note 1.

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

**Deferred Outflows of Resources and Deferred Inflows of Resources** - At December 31, 2019, the Borough had deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources			Deferred Inflows of Resources		
	<u>PERS</u>	<u>PFRS</u>	<u>Total</u>	<u>PERS</u>	<u>PFRS</u>	<u>Total</u>
Differences between Expected and Actual Experience	\$ 133,081.00	\$ 59,999.00	\$ 193,080.00	\$ 32,754.00	\$ 45,001.00	\$ 77,755.00
Changes of Assumptions	740,370.00	243,552.00	983,922.00	2,573,565.00	2,297,174.00	4,870,739.00
Net Difference between Projected and Actual Earnings on Pension Plan Investments	-	-	-	117,041.00	96,308.00	213,349.00
Changes in Proportion and Differences between Borough Contributions and Proportionate Share of Contributions	291,064.00	905,124.00	1,196,188.00	387,404.00	596,431.00	983,835.00
Borough Contributions Subsequent to the Measurement Date	200,133.00	293,339.00	493,472.00	-	-	-
	<u>\$ 1,364,648.00</u>	<u>\$ 1,502,014.00</u>	<u>\$ 2,866,662.00</u>	<u>\$ 3,110,764.00</u>	<u>\$ 3,034,914.00</u>	<u>\$ 6,145,678.00</u>

\$200,133.00 and \$293,339.00 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, 2020. These amounts were based on an estimated April 1, 2021 contractually required contribution, prorated from the pension plans' measurement date of June 30, 2019 to the Borough's year end of December 31, 2019.

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

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

	<b>PERS</b>		<b>PFRS</b>	
	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Differences between Expected and Actual Experience				
Year of Pension Plan Deferral:				
June 30, 2014	-	-	-	-
June 30, 2015	5.72	-	-	5.53
June 30, 2016	5.57	-	-	5.58
June 30, 2017	5.48	-	5.59	-
June 30, 2018	-	5.63	5.73	-
June 30, 2019	5.21	-	-	5.92
Changes of Assumptions				
Year of Pension Plan Deferral:				
June 30, 2014	6.44	-	6.17	-
June 30, 2015	5.72	-	5.53	-
June 30, 2016	5.57	-	5.58	-
June 30, 2017	-	5.48	-	5.59
June 30, 2018	-	5.63	-	5.73
June 30, 2019	-	5.21	-	5.92
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	-
June 30, 2016	5.00	-	5.00	-
June 30, 2017	-	5.00	-	5.00
June 30, 2018	-	5.00	-	5.00
June 30, 2019	-	5.00	-	5.00
Changes in Proportion and Differences between Borough Contributions and Proportionate Share of Contributions				
Year of Pension Plan Deferral:				
June 30, 2014	6.44	6.44	6.17	6.17
June 30, 2015	5.72	5.72	5.53	5.53
June 30, 2016	5.57	5.57	5.58	5.58
June 30, 2017	5.48	5.48	5.59	5.59
June 30, 2018	5.63	5.63	5.73	5.73
June 30, 2019	5.21	5.21	5.92	5.92

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

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

<b>Year Ending</b> <b>Dec 31,</b>	<b>PERS</b>	<b>PFRS</b>	<b>Total</b>
2020	\$ (141,799.00)	\$ (247,847.00)	\$ (389,646.00)
2021	(699,936.00)	(726,380.00)	(1,426,316.00)
2022	(690,108.00)	(510,404.00)	(1,200,512.00)
2023	(373,084.00)	(167,611.00)	(540,695.00)
2024	(41,322.00)	(173,997.00)	(215,319.00)
	<u>\$ (1,946,249.00)</u>	<u>\$ (1,826,239.00)</u>	<u>\$ (3,772,488.00)</u>

**Actuarial Assumptions**

The net pension liability was measured as of June 30, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2018. 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, 2019. This actuarial valuation used the following actuarial assumptions, applied to all periods included in the measurement:

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

(1) Based on Years of Service

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

For PERS, pre-retirement mortality rates were based on the Pub-2010 General Below-Median Income Employee mortality table with an 82.2% adjustment for males and 101.4% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Post-retirement mortality rates were based on the Pub-2010 General Below-Median Income Healthy Retiree mortality table with a 91.4% adjustment for males and 99.7% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Disability retirement rates used to value disabled retirees were based on the Pub-2010 Non-Safety Disabled Retiree mortality table with a 127.7% adjustment for males and 117.2% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Mortality improvement is based on Scale MP-2019.

For PFRS, pre-retirement mortality rates were based on the Pub-2010 Safety Employee mortality table with a 105.6% adjustment for males and 102.5% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Post-retirement mortality rates were based on the Pub-2010 Safety Retiree Below-Median Income Weighted mortality table with a 96.7% adjustment for males and 96.0% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. For beneficiaries (contingent annuitants), the Pub-2010 General Retiree Below-Median Income Weighted mortality table was used, unadjusted, and with future improvement from the base year of 2010 on a generational basis. Disability rates were based on the Pub-2010 Safety Disabled Retiree mortality table with a 152.0% adjustment for males and 109.3% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Mortality improvement is based on Scale MP-2019.

For PERS and PFRS, in accordance with State statute, the long-term expected rate of return on Plan investments (7.00% at June 30, 2019) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension Plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic rates of return for each major asset class included in PERS' and PFRS' target asset allocation as of June 30, 2019 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Risk Mitigation Strategies	3.00%	4.67%
Cash Equivalents	5.00%	2.00%
U.S. Treasuries	5.00%	2.68%
Investment Grade Credit	10.00%	4.25%
High Yield	2.00%	5.37%
Private Credit	6.00%	7.92%
Real Assets	2.50%	9.31%
Real Estate	7.50%	8.33%
U.S. Equity	28.00%	8.26%
Non-U.S. Developed Markets Equity	12.50%	9.00%
Emerging Markets Equity	6.50%	11.37%
Private Equity	<u>12.00%</u>	<u>10.85%</u>
		<u>100.00%</u>

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

**Discount Rate** - The discount rate used to measure the total pension liability at June 30, 2019 was 6.28% for PERS and 6.85% 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 7.00%, and a municipal bond rate of 3.50% as of June 30, 2019, based on the Bond Buyer Go 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be based on 70% of the actuarially determined contributions for the State employer and 100% of actuarially determined contributions for the local employers. Based on those assumptions, the Plans' fiduciary net position was projected to be available to make projected future benefit payments of current plan members through 2057 for PERS and 2076 for PFRS. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments through 2057 for PERS and 2076 for PFRS, and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

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

**Public Employees' Retirement System (PERS)** - The following presents the Borough's proportionate share of the net pension liability at June 30, 2019, the Plan's measurement date, calculated using a discount rate of 6.28%, as well as what the Borough's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1% lower or 1% higher than the current rates used:

<b>PERS</b>			
	1% Decrease <u>(5.28%)</u>	Current Discount Rate <u>(6.28%)</u>	1% Increase <u>(7.28%)</u>
Borough's Proportionate Share of the Net Pension Liability	<u>\$ 9,365,775.00</u>	<u>\$ 7,414,545.00</u>	<u>\$ 5,770,357.00</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 Borough's annual required contribution. As such, the net pension liability as of June 30, 2019, the Plan's measurement date, for the Borough and the State of New Jersey, calculated using a discount rate of 6.85%, as well as using a discount rate that is 1% lower or 1% higher than the current rates used is as follows:

<b>PFRS</b>			
	1% Decrease <u>(5.85%)</u>	Current Discount Rate <u>(6.85%)</u>	1% Increase <u>(7.85%)</u>
Borough's Proportionate Share of the Net Pension Liability	<u>\$ 9,607,149.00</u>	<u>\$ 7,107,795.00</u>	<u>\$ 5,039,220.00</u>
State of New Jersey's Proportionate Share of Net Pension Liability associated with the Borough	<u>1,516,987.00</u>	<u>1,122,334.00</u>	<u>795,702.00</u>
	<u><u>\$ 11,124,136.00</u></u>	<u><u>\$ 8,230,129.00</u></u>	<u><u>\$ 5,834,922.00</u></u>

**Note 8: PENSION PLANS (CONT'D)****Pension Plan Fiduciary Net Position**

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension (benefit) expense, information about the respective fiduciary net position of the PERS and PFRS and additions to/deductions from PERS and PFRS' respective fiduciary net position have been determined on the same basis as they are reported by PERS and PFRS. Accordingly, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value. For additional information about PERS and PFRS, please refer to the Plan's Comprehensive Annual Financial Report (CAFR) which can be found at <https://www.state.nj.us/treasury/pensions/financial-reports.shtml>.

**Supplementary Pension Information**

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

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

	Measurement Date Ended June 30,			
	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Borough's Proportion of the Net Pension Liability	0.0411496621%	0.0424003002%	0.0434901724%	0.0420185729%
Borough's Proportionate Share of the Net Pension Liability	\$ 7,414,545.00	\$ 8,348,408.00	\$ 10,123,817.00	\$ 12,444,696.00
Borough's Covered Payroll (Plan Measurement Period)	\$ 2,872,728.00	\$ 2,977,580.00	\$ 3,075,872.00	\$ 2,872,416.00
Borough's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	258.10%	280.38%	329.14%	433.25%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	56.27%	53.60%	48.10%	40.14%
	Measurement Date Ended June 30,			
	<u>2015</u>	<u>2014</u>	<u>2013</u>	
Borough's Proportion of the Net Pension Liability	0.0403417669%	0.0397980034%	0.0368255503%	
Borough's Proportionate Share of the Net Pension Liability	\$ 9,055,918.00	\$ 7,451,275.00	\$ 7,038,094.00	
Borough's Covered Payroll (Plan Measurement Period)	\$ 2,580,384.00	\$ 2,449,300.00	\$ 2,521,224.00	
Borough's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	350.95%	304.22%	279.15%	
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	47.93%	52.08%	48.72%	

**Note 8: PENSION PLANS (CONT'D)****Supplementary Pension Information (Cont'd)*****Schedule of the Borough's Contributions - Public Employees' Retirement System (PERS) (Last Seven Years)***

	<u>Year Ended December 31,</u>			
	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Borough's Contractually Required Contribution	\$ 400,265.00	\$ 421,746.00	\$ 402,890.00	\$ 373,287.00
Borough's Contribution in Relation to the Contractually Required Contribution	<u>\$ (400,265.00)</u>	<u>(421,746.00)</u>	<u>(402,890.00)</u>	<u>(373,287.00)</u>
Borough's Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Borough's Covered Payroll (Calendar Year)	\$ 2,944,187.00	\$ 2,902,314.00	\$ 2,969,549.00	\$ 2,995,682.00
Borough's Contributions as a Percentage of Covered Payroll		13.60%	14.53%	13.57%
			12.46%	
	<u>Year Ended December 31,</u>			
	<u>2015</u>	<u>2014</u>	<u>2013</u>	
Borough's Contractually Required Contribution	\$ 346,831.00	\$ 328,089.00	\$ 277,473.00	
Borough's Contribution in Relation to the Contractually Required Contribution	<u>(346,831.00)</u>	<u>(328,089.00)</u>	<u>(277,473.00)</u>	
Borough's Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	
Borough's Covered Payroll (Calendar Year)	\$ 2,917,219.00	\$ 2,667,431.00	\$ 2,482,506.00	
Borough's Contributions as a Percentage of Covered Payroll		11.89%	12.30%	11.18%

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

	<b>Measurement Date Ended June 30,</b>			
	<b>2019</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>
Borough's Proportion of the Net Pension Liability	0.0580805708%	0.0589318848%	0.0525451188%	0.0593397415%
Borough's Proportionate Share of the Net Pension Liability	\$ 7,107,795.00	\$ 7,974,456.00	\$ 8,111,950.00	\$ 11,335,409.00
State's Proportionate Share of the Net Pension Liability associated with the Borough	1,122,334.00	1,083,198.00	908,607.00	951,893.00
<b>Total</b>	<b>\$ 8,230,129.00</b>	<b>\$ 9,057,654.00</b>	<b>\$ 9,020,557.00</b>	<b>\$ 12,287,302.00</b>
Borough's Covered Payroll (Plan Measurement Period)	\$ 1,968,532.00	\$ 1,896,732.00	\$ 1,733,688.00	\$ 1,896,644.00
Borough's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	361.07%	420.43%	467.90%	597.66%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	65.00%	62.48%	58.60%	52.01%
	<b>Measurement Date Ended June 30,</b>			
	<b>2015</b>	<b>2014</b>	<b>2013</b>	
Borough's Proportion of the Net Pension Liability	0.0532829612%	0.0536372336%	0.0510144398%	
Borough's Proportionate Share of the Net Pension Liability	\$ 8,875,084.00	\$ 6,747,066.00	\$ 6,781,909.00	
State's Proportionate Share of the Net Pension Liability associated with the Borough	778,315.00	726,546.00	632,156.00	
<b>Total</b>	<b>\$ 9,653,399.00</b>	<b>\$ 7,473,612.00</b>	<b>\$ 7,414,065.00</b>	
Borough's Covered Payroll (Plan Measurement Period)	\$ 1,687,372.00	\$ 1,639,200.00	\$ 1,516,644.00	
Borough's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	525.97%	411.61%	447.17%	
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	56.31%	62.41%	58.70%	

**Note 8: PENSION PLANS (CONT'D)****Supplementary Pension Information (Cont'd)*****Schedule of the Borough's Contributions - Police and Firemen's Retirement System (PFRS) (Last Seven Years)***

	<b>Year Ended December 31,</b>			
	<b>2019</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>
Borough's Contractually Required Contribution	\$ 586,678.00	\$ 576,146.00	\$ 465,034.00	\$ 483,821.00
Borough's Contribution in Relation to the Contractually Required Contribution	<u>(586,678.00)</u>	<u>(576,146.00)</u>	<u>(465,034.00)</u>	<u>(483,821.00)</u>
Borough's Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Borough's Covered Payroll (Calendar Year)	\$ 2,087,773.00	\$ 1,924,201.00	\$ 1,871,324.00	\$ 1,789,516.00
Borough's Contributions as a Percentage of Covered Payroll	28.10%	29.94%	24.85%	27.04%
	<b>Year Ended December 31,</b>			
	<b>2015</b>	<b>2014</b>	<b>2013</b>	
Borough's Contractually Required Contribution	\$ 433,111.00	\$ 411,971.00	\$ 372,190.00	
Borough's Contribution in Relation to the Contractually Required Contribution	<u>(433,111.00)</u>	<u>(411,971.00)</u>	<u>(372,190.00)</u>	
Borough's Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	
Borough's Covered Payroll (Calendar Year)	\$ 1,901,669.00	\$ 1,708,897.00	\$ 1,611,627.00	
Borough's Contributions as a Percentage of Covered Payroll	22.78%	24.11%	23.09%	

**Note 8: PENSION PLANS (CONT'D)****Supplementary Pension Information (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 at June 30th over the following years: 5.39% 2014, 4.90% 2015, 3.98% 2016, 5.00% 2017, 5.66% 2018, and 6.28% 2019.

The Long-term Expected Rate of Return changed at June 30<sup>th</sup> over the following years: 7.90% 2014 and 2015, 7.65% 2016, 7.00% 2017, 2018 and 2019.

For 2019, the assumed rates of retirement, mortality, salary increases, and inflation were updated based on the July 1, 2014 - June 30, 2018 Experience Study. For pre-retirement mortality, the Pub-2010 General Below-Median Income Employee mortality table with an 82.2% adjustment for males and 101.4% adjustment for females, and with future improvement from the base year of 2010 on a generational basis was used. For healthy retirees and beneficiaries, the Pub-2010 General Below-Median Income Healthy Retiree mortality table with a 91.4% adjustment for males and 99.7% adjustment for females, and with future improvement from the base year of 2010 on a generational basis was used. For disabled retiree mortality, the Pub-2010 Non-Safety Disabled Retiree mortality table with a 127.7% adjustment for males, and a 117.2% adjustment for females, and with future improvement from the base year of 2010 on a generational basis was used. For mortality improvement, Scale MP-2019 was used.

For 2016, demographic assumptions were revised in accordance with the results of the July 1, 2011 - June 30, 2014 experience study and the mortality improvement scale incorporated the plan actuary's modified MP-2014 projection scale. Further, salary increases were assumed to increase between 1.65% and 4.15% (based on age) through fiscal year 2026 and 2.65% and 5.15% (based on age) for each fiscal year thereafter.

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

In 2017, Chapter 26, P.L. 2016 increased the accidental death benefit payable to children if there is no surviving spouse to 70% of final compensation.

**Changes in Assumptions**

The Discount Rate changed at June 30th over the following years: 6.32% 2014, 5.79% 2015, 5.55% 2016, 6.14% 2017, 6.51% 2018 and 6.85% 2019.

The Long-term Expected Rate of Return changed at June 30<sup>th</sup> over the following years: 7.90% 2014 and 2015, 7.65% 2016, 7.00% 2017, 2018 and 2019.

**Note 8: PENSION PLANS (CONT'D)****Supplementary Pension Information (Cont'd)****Other Notes to Supplementary Pension Information (Cont'd)*****Police and Firemen's Retirement System (PFRS) (Cont'd)*****Changes in Assumptions (Cont'd)**

For 2019, the assumed rates of retirement, mortality, salary increases, and inflation were updated based on the July 1, 2013 - June 30, 2018 Experience Study. For pre-retirement mortality, the Pub-201 Safety Employee mortality table with a 105.6% adjustment for males and 102.5% adjustment for females, and with future improvement from the base year of 2010 on a generational basis was used. For healthy retirees, the Pub-2010 Safety Retiree Below-Median Income Weighted mortality table with a 96.7% adjustment for males and 96.0% adjustment for females, and with future improvement from the base year of 2010 on a generational basis was used. For beneficiaries' mortality, the Pub-2010 General Retiree Below-Median Income Weighted mortality table, unadjusted, and with future improvement from the base year of 2010 on a generational basis was used. For disabled mortality, the Pub-2010 Safety Disabled Retiree mortality table with a 152.0% adjustment for males and 109.3% adjustment for females, and with future improvement from the base year of 2010 on a generational basis was used. For mortality improvement, Scale MP-2019 was used.

For 2016, the mortality improvement scale incorporated the plan actuary's modified 2014 projection scale. Further, salary increases were assumed to increase between 2.10% and 8.98% (based on age through fiscal year 2026 and 3.10% and 9.98% (based on age) for each fiscal year thereafter. For 2015, demographic assumptions were revised in accordance with the results of the July 1, 2010 - June 30, 2013 experience study.

**Note 9: LENGTH OF SERVICE AWARDS PROGRAM**

**Plan Description** - The Borough's length of service awards program (the "Plan"), which is a defined contribution plan reported in the Borough's trust fund, was created by a Borough Resolution adopted on September 25, 2008 pursuant to Section 457(e)(11)(B) of the Internal Service Code of 1986, as amended, except for provisions added by reason of the length of service award program as enacted into federal law in 1997. The accumulated assets of the Plan are not administered through a trust that meets the criteria of paragraph 4 of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions - an amendment of GASB Statement No. 27*.

The voters of the Borough approved the adoption of the Plan at the general election held on November 4, 2008, and the first year of eligibility for entrance into the length of service awards program by qualified volunteers was calendar year 2008. The Plan provides tax deferred income benefits to active volunteer firefighters, and is administered by Lincoln National Life Insurance Company ("Plan Administrator"), a State of New Jersey approved length of service awards program provider. The Borough's practical involvement in administering the Plan is essentially limited to verifying the eligibility of each participant and remitting the funds to the Plan Administrator.

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

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

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

The Borough elected to contribute \$1,150.00 for the year ended December 31, 2019 per eligible volunteer, into the Plan, depending on how many years the volunteer has served. Participants direct the investment of the contributions into various investment options offered by the Plan. The Borough has no authorization to direct investment contributions on behalf of eligible volunteers nor has the ability to purchase or sell investment options offered by the Plan. The types of investment options, and the administering of such investments, rests solely with the Plan Administrator.

For the year ended December 31, 2019, the Borough's total expenditure was \$19,550.00.

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

**Participant Accounts** - Each participant's account is credited with the Borough's contribution and Plan earnings, and charged with administrative expenses. For the year ended December 31, 2019, the Borough elected to pay substantially all of the Plan's administrative costs. The benefit to which a participant is entitled is the benefit that can be provided from the participant's vested account. The Borough has placed the amounts deferred, including earnings, in an account maintained by a third-party administrator for the exclusive benefit of the Plan participants and their beneficiaries. The contributions from the Borough to the Plan, and the related earnings, are not irrevocable, and such funds are not legally protected from the creditors of the Borough. These funds, however, are not available for funding the operations of the Borough.

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

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

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

**Forfeited Accounts** - For the year ended December 31, 2019, no accounts were forfeited.

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

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

## **Note 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS**

**Plan Description and Benefits Provided** - The Borough provides postretirement health care benefits through a health plan for retirees, which includes a medical, dental, and prescription plan. The Borough's provides a single employer post-employment healthcare plan, which is not administered through a trust that meets the criteria in paragraph 4 of the GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits other than Pensions*, and covers the following retiree population: eligible retirees who retire from active employment with the Borough under the classification of Police and Sewer who have at least twenty-five (25) years of service with the Borough and who are at least sixty (60) years of age. The Plan is administered by the Borough; therefore, premium payments are made directly to the insurance carriers.

**Employees Covered by Benefit Terms** - As of December 31, 2019, the most recent actuarial valuation date, the following employees were covered by the benefit terms:

Inactive Employees or Beneficiaries Currently Receiving Benefit Payments	41
Active Employees	79
	<hr/> <hr/> <hr/> 120

### **Total OPEB Liability**

The Borough's total OPEB liability of \$16,576,370.00 was measured as of December 31, 2019 and was determined by an actuarial valuation as of December 31, 2019.

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

Inflation	2.5% Annually
Discount Rate	2.74%
Healthcare Cost Trend Rates:	
Medical	5.7% in 2019, reducing by 0.1% per annum,
Drug	9.5% in 2019, reducing by 0.5% per annum to 2020 and 1.0% per annum thereafter, leveling at 5% per annum in 2026
Dental	3.5% per annum
Retirees' Share of Benefit-Related Costs	Contribution rate in effect when they retire

The discount rate was based on the Bond Buyer 20 index rate.

Mortality rates were based on RP 2000 Combined Healthy Male Mortality Rates Set Forward One Year and Adjusted for Generational Improvement.

An experience study was not performed on the actuarial assumptions used in the December 31, 2019 valuation since the plan had insufficient data to produce a study with credible results. Mortality rates, termination rates and retirement rates were based on standard tables either developed for the applicable State Pension system in which the Borough participates or State Health Benefits Program. The actuary has used their professional judgement in applying these assumptions to this plan.

**Note 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)****Changes in Total OPEB Liability**

Balance at December 31, 2018		\$ 14,856,130.00
Changes for the Year:		
Service Cost	\$ 229,523.00	
Interest Cost	606,345.00	
Benefit Payments	(593,486.00)	
Changes in Assumptions	1,477,858.00	
Difference between Expected and Actual Experience	<hr/> -	
Net Changes		<hr/> 1,720,240.00
Balance at December 31, 2019		<hr/> \$ 16,576,370.00

Changes of assumptions and other inputs reflect a change in the discount rate from 4.10% at December 31, 2018 to 2.74% at December 31, 2019.

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

<b>December 31, 2019</b>		
<b>1.00% Decrease <u>(1.74%)</u></b>	<b>Current Discount Rate <u>(2.74%)</u></b>	<b>1.00% Increase <u>(3.74%)</u></b>
Total OPEB Liability	\$ 16,870,767.00	\$ 16,576,370.00
	<hr/>	<hr/>
		\$ 16,469,167.00

The following presents the total OPEB liability of the Borough, as well as what the Borough's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

<b>December 31, 2019</b>		
<b>1.00% Decrease <u>(1.74%)</u></b>	<b>Healthcare Cost Trend Rates <u>(2.74%)</u></b>	<b>1.00% Increase <u>(3.74%)</u></b>
Total OPEB Liability	\$ 16,192,512.00	\$ 16,576,370.00
	<hr/>	<hr/>
		\$ 17,095,239.00

**Note 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**

**OPEB (Benefit) Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB** - For the year ended December 31, 2019, the Borough recognized OPEB (benefit) expense of \$942,419.00. As of December 31, 2019, the Borough reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Changes of Assumptions	\$ 1,371,307.00	\$ -
Difference Between Expected and Actual Experience	- <hr style="width: 100px; border: 0; border-top: 1px solid black; margin: 0;"/>	- <hr style="width: 100px; border: 0; border-top: 1px solid black; margin: 0;"/>
	<hr style="width: 100px; border: 0; border-top: 1px solid black; margin: 0;"/> <u>\$ 1,371,307.00</u>	<hr style="width: 100px; border: 0; border-top: 1px solid black; margin: 0;"/> <u>\$ -</u>

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

	<u>Year Ending Dec 31,</u>
2020	\$ 106,551.00
2021	106,551.00
2022	106,551.00
2023	106,551.00
2024	106,551.00
Thereafter	<hr style="width: 100px; border: 0; border-top: 1px solid black; margin: 0;"/> 838,552.00
	<hr style="width: 100px; border: 0; border-top: 1px solid black; margin: 0;"/> <u>\$ 1,371,307.00</u>

**Supplementary OPEB Information**

In accordance with GASB No. 75, the following information is also presented for the Borough's OPEB Plan. These schedules are presented to illustrate the requirements to show information for 10 years; however, until a full 10-year trend is compiled, this presentation will only include information for those years for which information is available.

**Note 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)****Supplementary OPEB Information (Cont'd)*****Schedule of Changes in the Borough's Total OPEB Liability and Related Ratios (Last Two Years)***

	<u>Plan Measurement Date December 31</u>	
	<u>2019</u>	<u>2018</u>
<b>Total OPEB Liability</b>		
Service Cost	\$ 229,523.00	\$ 229,523.00
Interest Cost	606,345.00	596,553.00
Benefit Payments	(593,486.00)	(580,970.00)
Changes in Assumptions	1,477,858.00	-
Difference Between Expected and Actual Experience	<u>-</u>	<u>-</u>
Net Change in Total OPEB Liability	1,720,240.00	245,106.00
Total OPEB Liability - Beginning of Fiscal Year	<u>14,856,130.00</u>	<u>14,611,024.00</u>
Total OPEB Liability - End of Fiscal Year	<u>\$ 16,576,370.00</u>	<u>\$ 14,856,130.00</u>
Covered-Employee Payroll	\$ 6,416,807.59	\$ 5,980,657.17
Total OPEB Liability as a Percentage of Covered Payroll	258.33%	248.40%

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

None.

**Changes in Assumptions**

The discount rate changed from 4.10% as of December 31, 2018 to 2.74% as of December 31, 2019. The medical trend rate changed from 5.80% as of December 31, 2018 to 5.70% as of December 31, 2019. The dental trend rate changed from 10.0% as of December 31, 2018 to 9.5% as of December 31, 2019.

**Note 11: COMPENSATED ABSENCES**

Borough employees are entitled to paid sick leave for a bona fide absence due to illness or an off-duty injury (not covered by workman's compensation) up to a maximum of twenty (20) days each calendar year based on length of employment in accordance with the following schedule:

<u>Completion of</u>	<u>Entitled to</u>
1 Year	5 Days
2 Years	7 Days
5 Years	10 Days
10 Years	12 Days
15 Years	20 Days

All unused sick leave may be carried from year to year not to exceed ninety (90) days.

Provisions of the union contract with the Police provides for the buyback of unused sick days at various rates according to length of service. Details of the plan may be obtained from the Borough. All other employees cannot return nor have any monetary payback for unused sick time.

All paid Borough employees working on a regular five (5) day a week basis who have been employed in the Borough for more than one year shall receive vacation time according to the following schedule, with the provision that vacation pay shall not be paid unless the employee actually takes vacation from his employ, and that vacation may not be accumulated from year to year.

<u>Completion of</u>	<u>Entitled to</u>
1 to 2 Years	5 Days
2 to 5 Years	10 Days
5 Years	15 Days
10 Years	18 Days
15 Years	20 Days
20 Years	25 Days

The Borough does not record accrued expenses related to compensated absences. However, it is estimated that, at December 31, 2019, accrued benefits for compensated absences are valued at \$108,271.00.

**Note 12: DEFERRED COMPENSATION SALARY ACCOUNT**

The Borough 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 Borough or its creditors. Since the Borough does not have a fiduciary relationship with the Plan, the balances and activities of the Plan are not reported in the Borough's financial statements.

**Note 13: LEASE OBLIGATIONS**

At December 31, 2019, the Borough had lease agreements in effect for the following:

## Capital:

Two (2) 2020 Ford Utility Interceptor Police Vehicles

## Operating:

One (1) Copy Machine  
One (1) Mailing System

**Capital Leases** - The following is an analysis of the Borough's capital leases:

<u>Description</u>	<u>Balance at December 31,</u>	
	<u>2019</u>	<u>2018</u>
Vehicles	\$ 41,118.22	\$ 17,318.07

The following schedule represents the remaining principal and interest payments, through maturity, for capital leases:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2020	\$ 20,179.73	\$ 1,546.05	\$ 21,725.78
2021	<u>20,938.49</u>	<u>787.29</u>	<u>21,725.78</u>
Total	<u>\$ 41,118.22</u>	<u>\$ 2,333.34</u>	<u>\$ 43,451.56</u>

**Operating Leases** - Future minimum lease payments under operating lease agreements are as follows:

<u>Year</u>	<u>Amount</u>
2020	\$ 4,686.84
2021	2,919.36

Rental payments under operating leases for the year 2019 were \$5,636.84.

**Note 14: CAPITAL DEBT****General Improvement Bonds**

General Improvement Bonds, Series 2013 - On August 16, 2013, the Borough issued \$2,200,000.00 in general improvement bonds, with interest rates ranging from 2.0% to 3.0%. The bonds were issued for the purpose of funding various capital projects in the Borough. The final maturity of the bonds is July 15, 2023.

**Note 14: CAPITAL DEBT (CONT'D)****General Improvement Bonds (Cont'd)**

The following schedule represents the remaining debt service, through maturity, for the general improvement bonds issued as of December 31, 2019:

<b><u>Year</u></b>	<b><u>Principal</u></b>	<b><u>Interest</u></b>	<b><u>Total</u></b>
2020	\$ 250,000.00	\$ 31,750.00	\$ 281,750.00
2021	250,000.00	25,500.00	275,500.00
2022	300,000.00	18,000.00	318,000.00
2023	300,000.00	9,000.00	309,000.00
<b>Totals</b>	<b><u>\$ 1,100,000.00</u></b>	<b><u>\$ 84,250.00</u></b>	<b><u>\$ 1,184,250.00</u></b>

The above schedule does not include the General Obligation Bonds issued on July 30, 2020. See Note 20, herein.

**New Jersey Environmental Infrastructure Loans**

**General Debt** – On October 15, 2002, the Borough entered into a loan agreement with the New Jersey Environmental Infrastructure Trust to provide \$1,480,000.00, at no interest, from the fund loan, and \$1,502,073.00 at interest rates ranging from 2.0% to 5.0% from the trust loan. The proceeds were used to fund the rehabilitation and upgrading of the sewer service system. Semiannual debt payments are due February 1<sup>st</sup> and August 1<sup>st</sup> through 2022. These loans were refinanced by the New Jersey Environmental Infrastructure Bank and project savings credits were applied and maturities were adjusted as of December 31, 2018.

On November 6, 2008, the Borough entered into a second loan agreement with the New Jersey Environmental Infrastructure Trust to provide \$3,938,878.00, at no interest, from the fund loan, and \$3,955,000.00 at interest rates ranging from 4.0% to 5.5% from the trust loan. The proceeds were used to fund the upgrading of the storm sewer system. Semiannual debt payments are due February 1<sup>st</sup> and August 1<sup>st</sup> through 2026. These loans were refinanced by the New Jersey Environmental Infrastructure Bank and project savings credits were applied and maturities were adjusted as of December 31, 2018.

In addition, on May 21, 2014, the Borough entered into a third loan agreement with the New Jersey Department of Environmental Protection to provide \$486,092.00, at no interest, from the fund loan, and \$160,000.00 at interest rates ranging from 3.0% to 5.0% from the trust loan. The proceeds were used to fund the replacement of sanitary sewer mains. Semiannual debt payments are due February 1<sup>st</sup> and August 1<sup>st</sup> for the trust loan and annual payments are due September 1<sup>st</sup> for the fund loan through 2033.

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

<b><u>Year</u></b>	<b><u>Principal</u></b>	<b><u>Interest</u></b>	<b><u>Total</u></b>
2020	\$ 590,055.96	\$ 91,808.99	\$ 681,864.95
2021	597,911.28	77,428.65	675,339.93
2022	546,749.10	62,176.75	608,925.85
2023	457,104.78	46,107.50	503,212.28
2024	393,475.69	34,557.50	428,033.19
2025-2029	582,582.65	37,777.50	620,360.15
2030-2033	44,266.36	3,137.50	47,403.86
<b>Totals</b>	<b><u>\$ 3,212,145.82</u></b>	<b><u>\$ 352,994.39</u></b>	<b><u>\$ 3,565,140.21</u></b>

**Note 14: CAPITAL DEBT (CONT'D)****New Jersey Environmental Infrastructure Loans (Cont'd)**

**Water Utility Debt** – On May 24, 2019, the Borough entered into a loan agreement with the New Jersey Environmental Infrastructure Trust to provide \$226,336.00, at no interest, from the fund loan, and \$220,000.00 at interest rates ranging from 2.0% to 5.00% from the trust loan. The proceeds were used to fund replacement and installation of water mains and fire hydrants. Semiannual debt payments are due February 1<sup>st</sup> and August 1<sup>st</sup> through 2048 for the trust loan and the fund loan.

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

<b><u>Year</u></b>	<b><u>Principal</u></b>	<b><u>Interest</u></b>	<b><u>Total</u></b>
2020	\$ 12,629.30	\$ 7,293.76	\$ 19,923.06
2021	12,629.30	7,043.76	19,673.06
2022	12,629.30	6,793.76	19,423.06
2023	12,629.30	6,543.76	19,173.06
2024	12,629.30	6,293.76	18,923.06
2025-2029	63,146.50	27,718.80	90,865.30
2030-2034	68,146.50	23,650.02	91,796.52
2035-2039	88,146.50	18,000.00	106,146.50
2040-2044	88,146.50	10,500.00	98,646.50
2045-2048	70,517.30	3,000.00	73,517.30
<b>Totals</b>	<b><u>\$ 441,249.80</u></b>	<b><u>\$ 116,837.62</u></b>	<b><u>\$ 558,087.42</u></b>

**General Debt - New Jersey Green Acres Loans**

On April 25, 2002, the Borough entered into a loan agreement with the New Jersey Department of Environmental Protection to provide \$145,661.80, at an interest rate of 2.0%. The proceeds were used to fund the multi-park development. Semiannual debt payments are due February 4<sup>th</sup> and August 4<sup>th</sup> through 2022.

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

<b><u>Year</u></b>	<b><u>Principal</u></b>	<b><u>Interest</u></b>	<b><u>Total</u></b>
2020	\$ 10,495.34	\$ 480.44	\$ 10,975.78
2021	10,706.30	269.53	10,975.83
2022	5,433.56	54.36	5,487.92
<b>Totals</b>	<b><u>\$ 26,635.20</u></b>	<b><u>\$ 804.33</u></b>	<b><u>\$ 27,439.53</u></b>

**Note 14: CAPITAL DEBT (CONT'D)**

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

	<u>2019</u>	<u>2018</u>	<u>2017</u>
<b><u>Issued</u></b>			
General:			
Bonds, Loans and Notes	\$ 10,961,668.02	\$ 10,988,182.68	\$ 11,081,540.22
Water Utility:			
Notes and Loans	<u>3,696,249.80</u>	<u>3,282,570.69</u>	<u>2,885,000.00</u>
Total Issued	<u>14,657,917.82</u>	<u>14,270,753.37</u>	<u>13,966,540.22</u>
<b><u>Authorized but not Issued</u></b>			
General:			
Bonds and Notes	1,032,715.22	458,622.22	208,373.22
Water Utility:			
Bonds and Notes	<u>3,201,234.00</u>	<u>1,200,000.00</u>	<u>1,200,000.00</u>
Total Authorized but not Issued	<u>4,233,949.22</u>	<u>1,658,622.22</u>	<u>1,408,373.22</u>
Total Issued and Authorized but not Issued	<u>18,891,867.04</u>	<u>15,929,375.59</u>	<u>15,374,913.44</u>
<b><u>Deductions</u></b>			
General:			
Reserve for Payment of Debt	82,233.98	119,033.98	136,267.82
Excess Proceeds from Issuance of Notes		27.18	27.27
Water Utility:			
Excess Proceeds from Issuance of Notes		1,304.00	1,304.00
Self-Liquidating	<u>6,897,483.80</u>	<u>4,482,570.69</u>	<u>4,085,000.00</u>
Total Deductions	<u>6,979,717.78</u>	<u>4,602,935.85</u>	<u>4,222,599.09</u>
<b>Net Debt</b>	<u><u>\$ 11,912,149.26</u></u>	<u><u>\$ 11,326,439.74</u></u>	<u><u>\$ 11,152,314.35</u></u>

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 1.566%.

	<u><u>Gross Debt</u></u>	<u><u>Deductions</u></u>	<u><u>Net Debt</u></u>
Local School Purposes	\$ 2,433,000.00	\$ 2,433,000.00	
Self-Liquidating	6,897,483.80	6,897,483.80	
General	<u>11,994,383.24</u>	<u>82,233.98</u>	<u>\$ 11,912,149.26</u>
	<u><u>\$ 21,324,867.04</u></u>	<u><u>\$ 9,412,717.78</u></u>	<u><u>\$ 11,912,149.26</u></u>

Net debt \$11,912,149.26 divided by the equalized valuation basis per N.J.S.A.40A:2-2, as amended, \$760,576,811.67, equals 1.566%.

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

3 1/2% of Equalized Valuation Basis (Municipal)	\$ 26,620,188.41
Less: Net Debt	<u>11,912,149.26</u>
Remaining Borrowing Power	<u><u>\$ 14,708,039.15</u></u>

**Note 14: CAPITAL DEBT (CONT'D)****Calculation of "Self-Liquidating Purpose,"  
Water Utility Per N.J.S.A. 40:2-45**

Cash Receipts from Fees, Rents, Fund Balance Anticipated, Interest and Other Investment Income, and Other Charges for the Year	\$	1,532,303.07
Deductions:		
Operating and Maintenance Costs	\$	1,321,398.87
Debt Service		<u>98,604.83</u>
Total Deductions		<u>1,420,003.70</u>
Excess in Revenue	\$	<u>112,299.37</u>

A revised Annual Debt Statement should be filed by the Chief Financial Officer.

**Note 15: DEFERRED CHARGES TO BE RAISED IN SUCCEEDING BUDGETS**

Certain expenditures are required to be deferred to budgets of succeeding years. At December 31, 2019, the following deferred charges are shown on the statement of assets, liabilities, reserves and fund balance of the following fund:

<u>Description</u>	<u>Balance December 31, 2019</u>	<u>2020 Budget Appropriation</u>
Current Fund:		
Emergency Authorization	\$ 18,650.00	\$ 18,650.00

The appropriations in the 2020 Budget as adopted are not less than that required by the statutes.

**Note 16: RISK MANAGEMENT**

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

**Property and Liability Insurance** - The Borough maintains insurance coverage for property, liability, vehicle, surety bonds, etc.

**Joint Insurance Pool** - The Borough is a member of the Camden 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

**Note 16: RISK MANAGEMENT (CONT'D)**

**Joint Insurance Pool (Cont'd)** - 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 Borough with the following coverage:

Property - Blanket Building and Grounds  
Boiler and Machinery  
General and Automobile Liability  
Public Official Liability  
Employment Practices Liability

Contributions to the Fund, are payable in an annual premium and is based on actuarial assumptions determined by the Fund's actuary. The Borough's agreement with the Pool provides that the Pool will be self-sustaining through member premiums and will reinsurance through the Municipal Excess Liability Joint Insurance Fund for claims in excess of \$50,000.00 to \$200,000.00 based on the line of coverage for each insured event.

The Fund publishes its own financial report for the year ended December 31, 2019, which can be obtained from:

Camden County Municipal Joint Insurance Fund  
9 Campus Drive, Suite 16  
Parsippany, NJ 07054-4412

**Note 17: INTERLOCAL SERVICES AGREEMENT**

On October 8, 1996 the Borough entered into an Interlocal Services Agreement with the County of Camden to lease land to the County for the construction of a regional County Library and a Borough Health Clinic. The County provided the funds for the construction of the library and the Borough funded the cost of construction for the Health Clinic. The lease term is for a period of 40 years, in an amount of \$1.00 per year, over the life of the ground lease.

**Note 18: CONTINGENCIES**

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

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

**Note 19: CONCENTRATIONS**

The Borough 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 Borough is subject to changes in specific flows of intergovernmental revenues based on modifications to federal and State laws and federal and State appropriations.

**Note 20: SUBSEQUENT EVENTS**

**Tax Appeals** - As of December 31, 2019, several tax appeals were on file against the Borough. Based upon information provided by the tax assessor, if such appeals are not settled in favor of the Borough, the estimated impact of the tax refunds could be material.

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

<u>Purpose</u>	<u>Adoption</u>	<u>Authorization</u>
<b>General Improvements</b>		
Various Road Improvements	05/28/20	\$ 501,408.00
Acquisition of Various Capital Equipment and Completion of Various Capital Improvements	06/18/20	17,471,176.00
Acquisition of Various Capital Equipment and Completion of Various Capital Improvements	06/18/20	1,458,250.00
<b>Water Utility Improvements</b>		
Various Capital Improvements	06/18/20	1,050,000.00

**Issuance of Debt** - On July 30, 2020, the Borough issued \$13,288,000.00 in callable General Obligation Bonds, Series 2020 consisting of \$6,843,000.00 of General Improvement Bonds and \$6,445,000.00 of Water Utility Bonds. The purpose of the issuance was to permanently finance the costs of various capital improvements and the acquisition of various capital equipment by the repayment at maturity of a portion of the principal of certain bond anticipation notes previously issued by the Borough, permanently finance the costs of various capital improvements and the acquisition of various capital equipment for which, obligations have been authorized but not yet issued, and pay certain costs and expenses incidental to the issuance and delivery of the bonds.

**COVID-19** - In response to the COVID-19 outbreak in the United States, the Borough Hall has been closed to the public since March 30, 2020. Borough employees worked on a modified schedule, including office staff working remotely when possible. Many events previously planned had been canceled or rescheduled. Furthermore, at a meeting of the Mayor and Council held on May 28, 2020, the Borough adopted Resolution 05:107-20, authorizing the Tax Collector to prepare and mail estimated property tax bills for the third installment of 2020 taxes, as permitted by statutes. The Borough expects the COVID-19 matter to impact its operating results. However, the related financial impact and duration cannot be reasonably estimated at this time.

## **SUPPLEMENTAL EXHIBITS**

**SUPPLEMENTAL EXHIBITS**

**CURRENT FUND**

**BOROUGH OF BELLMAWR**  
**CURRENT FUND**  
Statement of Current Cash  
Per N.J.S. 40A:5-5 - Treasurer  
For the Year Ended December 31, 2019

	Regular Fund	Federal, State and Other Grant Fund
Balance Dec. 31, 2018	\$ 4,175,616.33	\$ 42,063.65
Increased by Receipts:		
Collector	\$ 33,438,133.71	
Miscellaneous Revenue Not Anticipated	317,704.36	
Revenue Accounts Receivable - Treasurer	24,080.44	
Due CCMUA	109,625.34	
Due State of New Jersey - Missing Moves	7,290.99	
Reserve for Police Records Management	6,000.00	
Due Trust Other Fund	474,468.90	
Due General Capital Fund	223,422.52	
Due Water Utility Operating Fund	329,985.04	
Due Animal Control Trust Fund	3,464.61	
Due from Current	\$ 1.00	
Grants Receivable	216,806.13	
Matching Funds for Grants	<u>3,575.00</u>	
	<u>34,934,175.91</u>	<u>220,382.13</u>
	39,109,792.24	262,445.78
Decreased by Disbursements:		
2019 Appropriations	13,002,524.94	
2018 Appropriation Reserves and Encumbrances	236,544.24	
Accounts Payable	1,329.30	
Due State of New Jersey:		
Marriage License Fees	1,450.00	
DCA Fees - State Training Fees	22,392.00	
Due County for Added and Omitted Taxes	20,398.39	
Due CCMUA	109,343.88	
County Taxes Payable	6,654,407.06	
Local District School Tax Payable	9,921,026.00	
Regional High School Tax Payable	4,099,704.00	
Due Bellmawr Board of Education	2,723.17	
Reserves for Special Emergencies	1,481.00	
Tax Overpayments	36,058.30	
Due County - Omitted Taxes Overbilled	24,353.69	
Matching Funds for Grants	3,575.00	
Due Grant Fund	1.00	
Due General Capital Fund	18,427.53	
Due State of New Jersey - Missing Moves	10,130.78	
Due Trust Other Fund	373,299.28	
Refund of Prior Year Revenue	33,233.49	
Reserve for Grants Appropriated	<u>103,756.18</u>	
	<u>34,572,403.05</u>	<u>103,756.18</u>
Balance Dec. 31, 2019	<u><u>\$ 4,537,389.19</u></u>	<u><u>\$ 158,689.60</u></u>

**BOROUGH OF BELLMAWR**  
**CURRENT FUND**  
**Statement of Current Cash**  
**Per N.J.S. 40A:5-5 - Collector**  
**For the Year Ended December 31, 2019**

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## Receipts:

## Miscellaneous Revenue Anticipated:

Energy Receipts Tax	\$ 1,215,317.00
Uniform Fire Safety Act	220,171.00
Uniform Construction Code Fees	37,767.95
Interlocal Agreements	244,429.05
Emergency Technician Fees	456,510.19
Fire Safety Fees	15,827.00
Vacant Property Fees	78,000.00
Payments in Lieu of Taxes	25,000.00
Rental of Borough Property	65,233.00
Interest and Costs on Taxes	<u>122,697.38</u>

\$ 2,480,952.57

## Tax Collector:

Taxes Receivable	29,288,108.02
Tax Overpayments	36,655.63
Prepaid Taxes	<u>229,609.80</u>

29,554,373.45

## Sewer Collector:

Sewer Rents	429,312.39
Prepaid Sewer Rents	5,728.24
Sewer Overpayments	<u>625.49</u>

435,666.12

## Refunds of Appropriations

90,913.54

## Due State of New Jersey:

Marriage License Fees	1,325.00
Veterans' and Senior Citizens' Deductions	147,814.42
DCA State Training Fees	<u>22,392.00</u>

171,531.42

## Revenue Accounts Receivable

704,696.61

33,438,133.71

## Decreased by:

## Payments to Treasurer

\$ 33,438,133.71

All funds are deposited directly to the Treasurer's bank account.

**BOROUGH OF BELLMAWR**  
**CURRENT FUND**  
**Schedule of Change Funds**  
**As of December 31, 2019**

---

<u>Office</u>	<u>Balance</u> <u>Dec. 31, 2019</u>
Tax Collector	\$ 50.00
Sewer Collector	50.00
Court Clerk	200.00
Construction Office	<u>50.00</u>
	<u><u>\$ 350.00</u></u>

## Exhibit SA-4

**CURRENT FUND**  
**Statement of Due State of New Jersey Veterans' and Senior Citizens' Deductions**  
**For the Year Ended December 31, 2019**

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Balance December 31, 2018	\$ 29,221.87
Increased by:	
Receipts - Collector	<u>147,814.42</u>
	177,036.29
Decreased by:	
Accrued in 2019:	
Senior Citizens' Deductions per Billings	\$ 47,000.00
Veterans' Deductions per Billings	<u>100,500.00</u>
	147,500.00
Deductions Allowed by Tax Collector for 2019 Taxes	<u>1,750.00</u>
	149,250.00
Deduct:	
Deductions Disallowed by Tax Collector for 2019 Taxes	<u>5,729.88</u>
	\$ 143,520.12
Less:	
Deductions Disallowed by Tax Collector for Prior Year Taxes	<u>791.68</u>
	142,728.44
Balance December 31, 2019	<u><u>\$ 34,307.85</u></u>

**BOROUGH OF BELLMAWR**  
**CURRENT FUND**  
**Statement of Taxes Receivable and Analysis of Property Tax Levy**  
**For the Year Ended December 31, 2019**

<u>Year</u>	<u>Balance Dec. 31, 2018</u>	<u>2019 Levy</u>	<u>Added</u>	<u>2018</u>	<u>Collections</u>	<u>2019</u>	<u>Due from State of New Jersey</u>	<u>Appeals &amp; Canceled</u>	<u>Transferred to Tax Title Liens</u>	<u>Balance Dec. 31, 2019</u>
2016	\$ 1.19				\$ 1.19					
2017	1,515.74				1,515.74					
2018	<u>565,159.95</u>		<u>\$ 791.68</u>		<u>560,803.51</u>					<u>\$ 5,148.12</u>
	566,676.88		791.68		562,320.44					5,148.12
2019		<u>\$ 29,894,292.06</u>		<u>\$ 290,592.86</u>	<u>28,725,787.58</u>	<u>\$ 143,520.12</u>	<u>\$ 58,752.96</u>	<u>\$ 4,191.40</u>		<u>671,447.14</u>
	<u>\$ 566,676.88</u>	<u>\$ 29,894,292.06</u>	<u>\$ 791.68</u>	<u>\$ 290,592.86</u>	<u>\$ 29,288,108.02</u>	<u>\$ 143,520.12</u>	<u>\$ 58,752.96</u>	<u>\$ 4,191.40</u>		<u>\$ 676,595.26</u>

Analysis of 2019 Property Tax

Tax Yield:

General Purpose Tax	\$ 29,814,089.50
Added Taxes (54:4-63.1 et seq.)	<u>80,202.56</u>
<u>\$ 29,894,292.06</u>	

Tax Levy:

Local School Tax	\$ 9,921,026.00
Regional High School Tax	4,099,707.00
County Taxes:	
County Tax	\$ 6,110,096.83
County Open Space Tax	153,510.70
County Library	390,799.53
Due County for Added and Omitted Taxes	<u>17,933.71</u>

Total County Taxes 6,672,340.77

Local Tax for Municipal Purposes	9,136,323.59
Add: Additional Tax Levied	<u>64,894.70</u>
Local Tax for Municipal Purposes Levied	<u>9,201,218.29</u>

\$ 29,894,292.06

**BOROUGH OF BELLMAWR**  
**CURRENT FUND**  
**Statement of Tax Title Liens**  
**For the Year Ended December 31, 2019**

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Balance Dec. 31, 2018	\$ 80,558.62
Increased by:	
Transferred from Taxes Receivable	<u>4,191.40</u>
Balance Dec. 31, 2019	<u><u>\$ 84,750.02</u></u>

**CURRENT FUND**  
**Statement of Tax Overpayments**  
**For the Year Ended December 31, 2019**

---

Balance December 31, 2018	\$ 6,129.29
Increased by:	
Receipts - Collector	<u>36,655.63</u>
	42,784.92
Decreased by:	
Applied to Prepaid Taxes	<u>\$ 5,153.67</u>
Refunded	<u>36,058.30</u>
	<u><u>41,211.97</u></u>
Balance December 31, 2019	<u><u>\$ 1,572.95</u></u>

**BOROUGH OF BELLMAWR**  
**CURRENT FUND**  
 Statement of Revenue Accounts Receivable  
 For the Year Ended December 31, 2019

	<u>Balance</u> <u>Dec. 31, 2018</u>	<u>Accrued</u> <u>in 2019</u>	<u>Realized</u>	<u>Balance</u> <u>Dec. 31, 2019</u>
<b>Clerk:</b>				
Alcoholic Beverage Licenses	\$ 2,880.00	\$ 2,880.00		
Licenses - Other	11,198.00	11,198.00		
Fees and Permits	29,472.00	29,472.00		
<b>Municipal Court:</b>				
Fines and Costs	\$ 16,156.05	277,019.81	276,439.83	\$ 16,736.03 (A)
Interest on Investments	20.62	288.61	286.97	22.26 (A)
Cable TV Franchise Fees		94,923.93	94,923.93	
Verizon Franchise Fees		65,674.96	65,674.96	
<b>Rental Agreements:</b>				
Cingular/AT&T Wireless		49,128.00	49,128.00	
Verizon Wireless		53,583.24	53,583.24	
Sprint		29,859.84	29,859.84	
Omni Point/T-Mobile		66,736.81	66,736.81	
Nextel Communications		24,800.00	24,800.00	
Interest on Deposits		<u>34,321.81</u>	<u>34,321.81</u>	
	<u><u>\$ 16,176.67</u></u>	<u><u>\$ 739,887.01</u></u>	<u><u>\$ 739,305.39</u></u>	<u><u>\$ 16,758.29</u></u>
<b>Cash - Collector</b>			\$ 704,696.61	
<b>Treasurer - Miscellaneous Revenue Not Anticipated:</b>				
Cash			24,080.44	
Due Animal Control Trust Fund			212.96	
Due Trust Other Fund			4,525.74	
Due General Capital Fund			<u>5,789.64</u>	
			<u><u>\$ 739,305.39</u></u>	

(A) December 2019

**BOROUGH OF BELLMAWR**  
**CURRENT FUND**  
**Statement of Consumer Accounts Receivable**  
**For the Year Ended December 31, 2019**

---

Balance Dec. 31, 2018	\$ 447,154.36
Increased by:	
Sewer Rents Levied	<u>559,008.45</u>
	1,006,162.81
Decreased by:	
Receipts - Collector	\$ 429,312.39
Overpayments Applied	425.00
Prepaid Sewer Rents Applied	<u>3,965.19</u>
	<u>433,702.58</u>
Balance Dec. 31, 2019	<u>\$ 572,460.23</u>

**CURRENT FUND**  
**Statement of Sewer Rent Overpayments**  
**For the Year Ended December 31, 2019**

---

Balance Dec. 31, 2018	\$ 425.00
Increased by:	
Receipts - Collector	<u>625.49</u>
	1,050.49
Decreased by:	
Applied to Consumer Accounts Receivable	<u>425.00</u>
Balance Dec. 31, 2019	<u>\$ 625.49</u>

**CURRENT FUND**  
**Statement of Reserve for Police Records Management**  
**For the Year Ended December 31, 2019**

---

Balance Dec. 31, 2018	\$ 12,000.00
Increased by:	
Refund of Prior Year Revenue	\$ 16,477.52
Receipts	<u>6,000.00</u>
	<u>22,477.52</u>
Balance Dec. 31, 2019	<u>\$ 34,477.52</u>

**BOROUGH OF BELLMAWR**  
**CURRENT FUND**  
 Statement of Due Bellmawr Board of Education  
 For the Year Ended December 31, 2019

---

Balance Dec. 31, 2018	\$ 6,864.12
Increased by:	
Disbursements	<u>2,723.17</u>
Balance Dec. 31, 2019	<u>\$ 9,587.29</u>

**CURRENT FUND**  
 Statement of Accounts Payable  
 For the Year Ended December 31, 2019

---

Balance Dec. 31, 2018	\$ 1,500.00
Decreased by:	
Disbursements	<u>1,329.30</u>
Balance Dec. 31, 2019	<u>\$ 170.70</u>

**CURRENT FUND**  
 Statement of Due Camden County Municipal Utilities Authority  
 For the Year Ended December 31, 2019

---

Balance Dec. 31, 2018	\$ 858.12
Increased by:	
Disbursements	<u>109,343.88</u>
	110,202.00
Decreased by:	
Receipts	<u>109,625.34</u>
Balance Dec. 31, 2019	<u>\$ 576.66</u>

**BOROUGH OF BELLMAWR**  
**CURRENT FUND**  
 Statement of 2018 Appropriation Reserves and Encumbrances  
 For the Year Ended December 31, 2019

	Balance December 31, 2018				
	<u>Reserve for Encumbrances</u>	<u>Appropriation Reserves</u>	<u>Balance After Transfers</u>	<u>Disbursed</u>	<u>Balance Lapsed</u>
<b>General Government</b>					
General Administration					
Salaries and Wages		\$ 1,714.64	\$ 1,714.64		\$ 1,714.64
Other Expenses	\$ 229.42	525.68	12,255.10	\$ 5,417.28	6,837.82
Public Relations					
Other Expenses		1,425.00	1,425.00		623.00
Mayor and Council					
Salaries and Wages		416.99	416.99		416.99
Other Expenses		2,952.28	6,252.28	6,229.71	22.57
Municipal Clerk (Elections)					
Other Expenses		125.73	125.73		125.73
Financial Administration					
Salaries and Wages		0.46	0.46		0.46
Other Expenses		399.00	399.00		399.00
Assessment of Taxes					
Salaries and Wages		786.37	786.37		786.37
Other Expenses		2,795.52	2,795.52		2,795.52
Collection of Taxes					
Other Expenses		919.67	919.67		919.67
Legal Services and Costs					
Other Expenses		17,917.27	17,917.27	16,924.02	993.25
Municipal Prosecutor					
Salaries and Wages		1,819.96	1,819.96		1,819.96
Engineering Services and Costs					
Other Expenses		4,436.54	21,936.54	19,803.50	2,133.04
Municipal Land Use Law (N.J.S.40:55D-1)					
Planning Board					
Salaries and Wages		101.83	101.83		101.83
Other Expenses		5,559.70	559.70		559.70
Zoning Board of Adjustment					
Other Expenses		1,718.00	1,718.00		1,718.00
Environmental Commission (N.J.S.A.40:56A-1)					
Other Expenses		450.00	450.00		450.00
<b>Public Safety</b>					
Municipal Court					
Salaries and Wages		4,725.73	4,725.73		4,725.73
Other Expenses		11,158.38	11,158.38	840.16	10,318.22
Fire					
Salaries and Wages		1,650.00	1,650.00		1,650.00
Other Expenses					
Fire Hydrant Services		5,182.47	5,182.47	1,778.00	3,404.47
Miscellaneous Other Expenses		14,659.97	15,159.97	14,083.49	1,076.48
Bellmawr Fire Company # 1		3,166.63	3,166.63	3,166.63	
Bellmawr Park Fire Company		1,500.00	1,500.00	1,500.00	
Fire Marshall					
Salaries and Wages		152.47	152.47		152.47
Other Expenses		107.21	107.21		107.21
Police					
Salaries and Wages		29,348.92	48.92		48.92
Other Expenses	4,729.15	24,528.70	23,257.85	16,583.63	6,674.22
Office of Emergency Management					
Salaries and Wages		2,441.26	2,441.26		2,441.26
Other Expenses		12.13	12.13		12.13
Emergency Medical Services					
Salaries and Wages		2,136.69	2,136.69		2,136.69
Other Expenses		9,559.99	9,559.99	5,331.95	4,228.04

(Continued)

**BOROUGH OF BELLMAWR**  
**CURRENT FUND**  
 Statement of 2018 Appropriation Reserves and Encumbrances  
 For the Year Ended December 31, 2019

	Balance December 31, 2018					
	<u>Reserve for Encumbrances</u>	<u>Appropriation Reserves</u>	<u>Balance After Transfers</u>	<u>Disbursed</u>	<u>Balance Lapsed</u>	
<b>Public Safety (Cont'd)</b>						
Uniform Fire Safety Act (PL 1983, CH 383):						
Fire Safety Inspector						
Salaries and Wages		\$ 236.75	\$ 236.75		\$ 236.75	
Other Expenses	\$ 250.00	295.88	545.88		545.88	
Streets and Roads						
Road Repairs and Maintenance						
Other Expenses	1,896.00	3,586.37	8,482.37	\$ 6,810.69	1,671.68	
Garbage and Trash Removal						
Other Expenses		19,794.20	16,894.20	3,568.01	13,326.19	
Sewer Department						
Salaries and Wages		6,276.35	6,276.35		6,276.35	
Other Expenses		3,470.28	3,470.28	2,652.78	817.50	
Buildings and Grounds						
Other Expenses		8,809.15	8,809.15	4,417.16	4,391.99	
<b>Health and Welfare</b>						
Board of Health						
Salaries and Wages		153.56	153.56		153.56	
Other Expenses		1,699.44	1,699.44	1,312.98	386.46	
Dog Regulation						
Other Expenses		4,750.00	4,750.00	2,094.40	2,655.60	
<b>Recreation and Education</b>						
Parks and Playgrounds						
Salaries and Wages		6,158.37	6,158.37		6,158.37	
Other Expenses		1,058.99	3,058.99	1,404.25	1,654.74	
Celebration of Public Event, Anniversary or Holiday						
Other Expenses		15.90	15.90		15.90	
Senior Citizens						
Other Expenses		325.00	325.00	325.00		
Shuttle Bus						
Salaries and Wages		705.26	705.26		705.26	
Other Expenses		3,402.87	3,402.87		3,402.87	
State Uniform Construction Code:						
(N.J.S.A. 52:27-120 et seq)						
Salaries and Wages		558.99	558.99	200.00	358.99	
Other Expenses		2,698.37	2,698.37	49.76	2,648.61	
<b>Insurance</b>						
General Liability		58.95	58.95		58.95	
Worker's Compensation		1,624.89	1,624.89		1,624.89	
Health Insurance		12,364.01	12,364.01	3,452.50	8,911.51	
<b>Utility Expenses and Bulk Purchases</b>						
Gasoline		15,116.12	15,116.12	9,132.82	5,983.30	
Street Lighting		38,568.72	38,568.72	18,009.24	20,559.48	
Electricity		22,912.38	22,912.38	11,447.48	11,464.90	
Telephone		894.57	6,294.57	6,273.20	21.37	
Gas- Natural		5,574.55	5,574.55		5,574.55	
Water		2,089.21	2,089.21	368.31	1,720.90	
Sewerage Processing and Disposal (CCMUA)		4,036.00	4,036.00		4,036.00	
<b>DEFERRED CHARGES AND STATUTORY EXPENDITURES - MUNICIPAL WITHIN "CAPS"</b>						
Statutory Expenditures						
Contribution to:						
Social Security System (O.A.S.I.)		20,933.56	20,933.56	20,642.48	291.08	
Unemployment Compensation Insurance		2,216.82	2,216.82		2,216.82	
Defined Contribution Retirement Plan		500.00	500.00		500.00	
Disability Insurance		2,313.26	2,313.26		2,313.26	
Total General Appropriations for Municipal Purposes Within "CAPS"	7,104.57	347,593.96	354,698.53	184,621.43	170,077.10	

(Continued)

**BOROUGH OF BELLMAWR**  
**CURRENT FUND**  
 Statement of 2018 Appropriation Reserves and Encumbrances  
 For the Year Ended December 31, 2019

	Balance December 31, 2018		Balance After Transfers	Disbursed	Balance Lapsed
	<u>Reserve for Encumbrances</u>	<u>Appropriation Reserves</u>			
<b>OPERATIONS - EXCLUDED FROM "CAPS"</b>					
Length of Service Awards Program		\$ 4,300.00	\$ 4,300.00		\$ 4,300.00
Tax Appeals		50,000.00	50,000.00		50,000.00
Interlocal Service Agreements:					
Borough of Mt. Ephraim - Mechanical Services		1,278.88	1,278.88		1,278.88
Borough of Mt. Ephraim - Concrete / Asphalt		10,198.00	10,198.00		10,198.00
Borough of Barrington - Concrete / Asphalt Install		19,557.34	19,557.34	\$ 14,477.06	5,080.28
Borough of Runnemede - Trash Removal	\$ 8,964.14	36,115.83	45,079.97	32,245.75	12,834.22
Borough of Runnemede - Concrete Install		15,000.00	15,000.00		15,000.00
Borough of Runnemede - Mechanical Service		1,000.00	1,000.00		1,000.00
Borough of Woodlynne - Mechanical Service		229.70	229.70		229.70
Borough of Hi-Nella - Concrete Install		15,000.00	15,000.00	5,200.00	9,800.00
Borough of Oaklyn - Paving		3,027.59	3,027.59		3,027.59
Borough of Brooklawn - Mechanical Service		547.56	547.56		547.56
City of Gloucester - Mechanical Service		204.00	204.00		204.00
Total Operations Excluded from "CAPS"		8,964.14	156,458.90	165,423.04	51,922.81
<b>Grand Total</b>		<b><u>\$ 16,068.71</u></b>	<b><u>\$ 504,052.86</u></b>	<b><u>\$ 520,121.57</u></b>	<b><u>\$ 236,544.24</u></b>
					<b><u>\$ 283,577.33</u></b>

**BOROUGH OF BELLMAWR**  
**CURRENT FUND**  
**Statement of Prepaid Sewer Rents**  
**For the Year Ended December 31, 2019**

---

Balance Dec. 31, 2018	\$ 3,965.19
Increased by:	
Receipts - Collector	<u>5,728.24</u>
	9,693.43
Decreased by:	
Applied to Sewer Rents Receivable	<u>3,965.19</u>
Balance Dec. 31, 2019	<u>\$ 5,728.24</u>

**CURRENT FUND**  
**Statement of Prepaid Taxes**  
**For the Year Ended December 31, 2019**

---

Balance Dec. 31, 2018	\$ 290,592.86
Increased by:	
Receipts - Collector	\$ 229,609.80
Overpayments Applied	<u>5,153.67</u>
	234,763.47
	525,356.33
Decreased by:	
Application to 2019 Taxes	<u>290,592.86</u>
Balance Dec. 31, 2019	<u>\$ 234,763.47</u>

**BOROUGH OF BELLMAWR**  
**CURRENT FUND**  
 Statement of Due State of New Jersey - Marriage License Fees  
 For the Year Ended December 31, 2019

---

Balance Dec. 31, 2018	\$ 275.00
Increased by:	
Receipts - Collector	<u>1,325.00</u>
	1,600.00
Decreased by:	
Disbursements	<u>1,450.00</u>
Balance Dec. 31, 2019	<u><u>\$ 150.00</u></u>

CURRENT FUND  
 Statement of Due County for Added and Omitted Taxes  
 For the Year Ended December 31, 2019

---

Balance Dec. 31, 2018	\$ 20,398.39
Increased by:	
2019 Added/Omitted Taxes	<u>17,933.71</u>
	38,332.10
Decreased by:	
Payments	<u>20,398.39</u>
Balance Dec. 31, 2019	<u><u>\$ 17,933.71</u></u>

**BOROUGH OF BELLMAWR**  
**CURRENT FUND**  
 Statement of County Taxes Payable  
 For the Year Ended December 31, 2019

---

2019 Levy:	
County Tax	\$ 6,110,096.83
County Open Space Tax	153,510.70
County Library Tax	<u>390,799.53</u>
	\$ 6,654,407.06
Decreased by:	
Payments	<u>\$ 6,654,407.06</u>

**CURRENT FUND**  
 Statement of Local District School Taxes Payable  
 For the Year Ended December 31, 2019

---

Balance Dec. 31, 2018	\$ 2.50
Increased by:	
Levy - Calendar Year 2019	<u>9,921,026.00</u>
	9,921,028.50
Decreased by:	
Payments	<u>9,921,026.00</u>
Balance Dec. 31, 2019	<u>\$ 2.50</u>

**CURRENT FUND**  
 Statement of Regional High School Taxes  
 For the Year Ended December 31, 2019

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Balance Dec. 31, 2018 (Prepaid)	\$ 2.48
Increased by:	
Payments	<u>4,099,704.00</u>
	4,099,706.48
Decreased by:	
Levy - Calendar Year 2019	<u>4,099,707.00</u>
Balance Dec. 31, 2019 (Payable)	<u>\$ 0.52</u>

**BOROUGH OF BELLMAWR**  
**CURRENT FUND**  
 Statement of Due State of New Jersey - DCA State Training Fees  
 for the Year Ended December 31, 2019

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Receipts - Collector	\$ 22,392.00
Decreased by:	
Disbursements	<u>\$ 22,392.00</u>

**CURRENT FUND**  
 Statement of Reserves for Special Emergencies  
 For the Year Ended December 31, 2019

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Balance Dec. 31, 2018	\$ 16,795.80
Decreased by:	
Disbursed	<u>1,481.00</u>
<hr/>	
Balance Dec. 31, 2019	<u>\$ 15,314.80</u>
<hr/>	
<u>Analysis of Balance Dec. 31, 2019</u>	
Reserve for Tax Revaluation and Preparation of Tax Map	\$ 10,416.80
Reserve for Revision and Codification of Ordinances	<u>4,898.00</u>
	<u><u>\$ 15,314.80</u></u>

**BOROUGH OF BELLMAWR**  
**FEDERAL, STATE AND OTHER GRANT FUND**  
**Statement of Grants Receivable**  
**For the Year Ended December 31, 2019**

<u>Program</u>	<u>Balance</u> <u>Dec. 31, 2018</u>	<u>Accrued</u>	<u>Decreased</u>	<u>Balance</u> <u>Dec. 31, 2019</u>
<b>Federal Grants:</b>				
Bulletproof Vest Partnership Grant	\$ 113.91	\$ 2,922.06	\$ 2,922.06	\$ 113.91
U.S. Dept. of Homeland Security - Port Security Grant	24,500.00		24,500.00	
Assistance to Firefighters		19,047.61		19,047.61
Distracted Driving Incentive		5,500.00	5,500.00	
Make it Click Grant	2,600.00		2,600.00	
<b>Total Federal Grants</b>	<b>27,213.91</b>	<b>27,469.67</b>	<b>35,522.06</b>	<b>19,161.52</b>
<b>State Grants:</b>				
Clean Communities Program	25.00	27,754.78	27,779.78	
Body Armor Replacement Fund		2,501.97	2,501.97	
Drunk Driving Enforcement Grant		3,000.00	3,000.00	
Municipal Alliance on Alcoholism and Drug Abuse	52,240.76	14,300.00	9,226.00	57,314.76
New Jersey Department of Environmental Protection - Forestry Services	95,700.00		95,700.00	
Sustainable New Jersey	5,000.00			5,000.00
NJ Department of Clean Energy				
Direct Install Program	6,264.04		6,264.04	
Recycling Tonnage Grant		24,676.32	24,676.32	
Safe and Secure Communities Program		20,500.00	20,500.00	
<b>Total State Grants</b>	<b>159,229.80</b>	<b>92,733.07</b>	<b>189,648.11</b>	<b>62,314.76</b>
<b>Other Grants:</b>				
Recreation Enhancement (Basketball Rebuild)		25,000.00	25,000.00	
<b>Private Donations:</b>				
Compassionate Science	1,400.00			1,400.00
Clean Communities Program		2,000.00		2,000.00
Emergency Medical Services		25.00	25.00	
<b>Total Other Grants</b>	<b>1,400.00</b>	<b>27,025.00</b>	<b>25,025.00</b>	<b>3,400.00</b>
<b>Total All Grants</b>	<b>\$ 187,843.71</b>	<b>\$ 147,227.74</b>	<b>\$ 250,195.17</b>	<b>\$ 84,876.28</b>
Received			\$ 216,806.13	
Canceled - Fund Balance			24,500.00	
Canceled - Reserve for Grants Appropriated			8,889.04	
			<b>\$ 250,195.17</b>	

**BOROUGH OF BELLMAWR**  
**FEDERAL, STATE AND OTHER GRANT FUND**  
**Statement of Reserve for Grants Unappropriated**  
**For the Year Ended December 31, 2019**

<u>Program</u>	<u>Balance Dec. 31, 2018</u>	<u>Grants Receivable</u>	<u>Realized as Miscellaneous Revenue in 2019 Budget</u>	<u>Canceled to Fund Balance</u>	<u>Balance Dec. 31, 2019</u>
<b>Federal Grants:</b>					
Bulletproof Vest Partnership Grant		\$ 2,922.06	\$ 2,922.06		
Distracted Driving Incentive	\$ 3,300.00	5,500.00	3,300.00		\$ 5,500.00
Assistance to Firefighters Grant		19,047.61	19,047.61		
<b>Total Federal Grants</b>	<b>3,300.00</b>	<b>27,469.67</b>	<b>25,269.67</b>	<b>-</b>	<b>5,500.00</b>
<b>State Grants:</b>					
Body Armor Replacement Fund		2,501.97	2,501.97		
Clean Communities Program	151.82	27,754.78	25,305.60		2,601.00
Drunk Driving Enforcement Fund	2,500.00	3,000.00	4,357.53		1,142.47
EMPG Exercise Support Program	24,499.00			\$ 24,499.00	
Municipal Alliance on Alcoholism and Drug Abuse		14,300.00	14,300.00		
Recycling Tonnage Grant	0.40	24,676.32	12,338.16		12,338.56
Safe and Secure Communities Program	20,500.00	20,500.00	20,500.00		20,500.00
<b>Total State Grants</b>	<b>47,651.22</b>	<b>92,733.07</b>	<b>79,303.26</b>	<b>24,499.00</b>	<b>36,582.03</b>
<b>Other Grants:</b>					
Recreation Enhancement (Basketball Rebuild)		25,000.00			25,000.00
<b>Private Donations:</b>					
Clean Communities Program		2,000.00	2,000.00		
Emergency Medical Services		25.00	25.00		
All Wars Memorial Fund	195.00		195.00		
<b>Total Other Grants</b>	<b>195.00</b>	<b>27,025.00</b>	<b>2,220.00</b>	<b>-</b>	<b>25,000.00</b>
<b>Total All Grants</b>	<b>\$ 51,146.22</b>	<b>\$ 147,227.74</b>	<b>\$ 106,792.93</b>	<b>\$ 24,499.00</b>	<b>\$ 67,082.03</b>
Original Budget			\$ 55,786.95		
Anticipated by 40A:4-87			51,005.98		
			<b>\$ 106,792.93</b>		

**BOROUGH OF BELLMAWR**  
**FEDERAL, STATE AND OTHER GRANT FUND**  
**Statement of Reserve for Grants Appropriated**  
**For the Year Ended December 31, 2019**

<u>Program</u>	<u>Balance</u> <u>Dec. 31, 2018</u>	<u>2019</u> <u>Budget</u> <u>Appropriation</u>	<u>Decreased</u>	<u>Balance</u> <u>Dec. 31, 2019</u>
<b>Federal Grants:</b>				
Bulletproof Vest Partnership Grant	\$ 341.89	\$ 2,922.06	\$ 1,376.07	\$ 1,887.88
Make it Click Grant	8,442.45		2,600.00	5,842.45
FEMA - SAFER Grant - LOSAP	2,266.46			2,266.46
FEMA - Assistance to Firefighters Grant		19,047.61	18,674.98	372.63
New Jersey Department of Transportation -				
Direct Connect Program	1,467.46		309.75	1,157.71
Distracted Driving Incentive	3,520.00	3,300.00	5,500.00	1,320.00
Stormwater Grant	2,688.00			2,688.00
<b>Total Federal Grants</b>	<b>18,726.26</b>	<b>25,269.67</b>	<b>28,460.80</b>	<b>15,535.13</b>
<b>State Grants:</b>				
Alcohol Education and Rehabilitation Fund	100.93			100.93
Body Armor Replacement Fund	4,506.62	2,501.97		7,008.59
Clean Communities Program		25,305.60	25,248.09	57.51
NJ Clean Energy Program - Direct Install Program	7,124.77		6,264.04	860.73
Drunk Driving Enforcement Fund	2,855.53	4,357.53	1,737.00	5,476.06
EMPG Exercise Support Program	10,000.00			10,000.00
New Jersey Department of Environmental				
Protection - Forestry Services	5,482.33		5,287.33	195.00
Municipal Alliance on Alcoholism and Drug Abuse	53,270.88	17,875.00	11,971.58	59,174.30
Recycling Tonnage Grant	127.60	12,338.16	12,465.76	
Sustainable New Jersey	2,399.65		2,267.02	132.63
Safe and Secure Communities Program	20,500.00	20,500.00	20,500.00	20,500.00
<b>Total State Grants</b>	<b>106,368.31</b>	<b>82,878.26</b>	<b>85,740.82</b>	<b>103,505.75</b>
<b>Other Grants:</b>				
Camden County Recreation Enhancement	2,050.21			2,050.21
<b>Private Donations:</b>				
Christmas in the Park	98.51			98.51
Emergency Medical Services		25.00		25.00
Clean Communities	3,536.11	2,000.00	5,536.11	
Compassionate Science	2,500.00		1,000.50	1,499.50
All War Memorial Fund	905.05	195.00		1,100.05
Park Benches	250.00			250.00
Recycling Rebate Grant	692.50		221.00	471.50
Security Cameras in the Parks	959.75			959.75
Shuttle Bus	1,397.90			1,397.90
Weyerhaeuser Company				
Foundation - Protective Vests	1,545.99		1,545.99	
<b>Total Other Grants</b>	<b>13,936.02</b>	<b>2,220.00</b>	<b>8,303.60</b>	<b>7,852.42</b>

(Continued)

**BOROUGH OF BELLMAWR**  
**FEDERAL, STATE AND OTHER GRANT FUND**  
**Statement of Reserve for Grants Appropriated**  
**For the Year Ended December 31, 2019**

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<u>Program</u>	<u>Balance</u> <u>Dec. 31, 2018</u>	<u>2019</u> <u>Budget</u> <u>Appropriation</u>	<u>Decreased</u>	<u>Balance</u> <u>Dec. 31, 2019</u>
Total All Grants	<u>\$ 139,030.59</u>	<u>\$ 110,367.93</u>	<u>\$ 122,505.22</u>	<u>\$ 126,893.30</u>
Budget Appropriated by 40A:4-87		<u>\$ 55,786.95</u>	<u>51,005.98</u>	
Budget - Matching Funds		<u>106,792.93</u>	<u>3,575.00</u>	
		<u><b>\$ 110,367.93</b></u>		
Disbursed				<u>\$ 103,756.18</u>
Reserve for Encumbrances				<u>9,860.00</u>
Canceled - Grants Receivable				<u>8,889.04</u>
				<u><b>\$ 122,505.22</b></u>

**SUPPLEMENTAL EXHIBITS**

**TRUST FUND**

**BOROUGH OF BELLMAWR**  
**TRUST FUNDS**  
**Statement of Trust Cash**  
**Per N.J.S. 40A:5-5 - Treasurer**  
**For the Year Ended December 31, 2019**

	Animal Control	Other
Balance Dec. 31, 2018	\$ 8,637.98	\$ 676,854.26
Increased by Receipts:		
Due Current Fund	\$ 212.96	\$ 18,961.24
Due Water Utility Operating Fund		89,973.76
Due General Capital Fund		40,400.47
Dog License Fees	2,339.20	
Due State of New Jersey	424.80	
Reserves and Special Deposits		926,672.42
Net Payroll		4,482,271.05
Payroll Deductions Payable		<u>4,222,686.24</u>
	<u>2,976.96</u>	<u>9,780,965.18</u>
	11,614.94	10,457,819.44
Decreased by Disbursements:		
Expenditures Under R.S. 4:19-5.11	674.00	
Due Current Fund	3,464.61	91,051.46
Due Water Utility Operating Fund		116,604.69
Due General Capital Fund		40,400.47
Due Bank		75.00
Due State of New Jersey	294.60	
Reserves and Special Deposits		863,423.97
Net Payroll		4,482,271.05
Payroll Deductions Payable		<u>4,136,148.87</u>
	<u>4,433.21</u>	<u>9,729,975.51</u>
Balance Dec. 31, 2019	<u>\$ 7,181.73</u>	<u>\$ 727,843.93</u>

**BOROUGH OF BELLMAWR**  
**ANIMAL CONTROL TRUST FUND**  
**Statement of Reserve for Animal Control Fund Expenditures**  
**For the Year Ended December 31, 2019**

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Balance Dec. 31, 2018	\$ 4,932.00
<b>Increased by:</b>	
Encumbrances Canceled	\$ 438.00
Dog License Fees Collected	<u>2,339.20</u>
	7,709.20
<b>Decreased by:</b>	
Expenditures Under R.S. 4:19-5.11	674.00
Statutory Excess Due to Current	<u>1,964.00</u>
	<u>2,638.00</u>
Balance Dec. 31, 2019	<u><u>\$ 5,071.20</u></u>

**License Fees Collected**

<u>Year</u>	<u>Amount</u>
2017	\$ 2,363.00
2018	<u>2,708.20</u>
	<u><u>\$ 5,071.20</u></u>

**ANIMAL CONTROL TRUST FUND**  
**Statement of Due State of New Jersey**  
**For the Year Ended December 31, 2019**

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Balance Dec. 31, 2018	\$ 6.60
<b>Increased by:</b>	
Dog Registration Fees Collected	<u>424.80</u>
	431.40
<b>Decreased by:</b>	
Disbursements	<u>294.60</u>
Balance Dec. 31, 2019	<u><u>\$ 136.80</u></u>

**BOROUGH OF BELLMAWR**  
**ANIMAL CONTROL TRUST FUND**  
**Statement of Due Current Fund**  
**For the Year Ended December 31, 2019**

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Balance Dec. 31, 2018	\$ 3,261.35
Increased by:	
Interest Earned on Deposits	\$ 212.96
Statutory Excess Due to Current	<u>1,964.00</u>
<u>2,176.96</u>	
5,438.31	
Decreased by:	
Disbursed to Current Fund	<u>3,464.61</u>
Balance Dec. 31, 2019	<u>\$ 1,973.70</u>

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**TRUST OTHER FUNDS**  
**Statement of Due Water Utility Operating Fund**  
**For the Year Ended December 31, 2019**

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Balance Dec. 31, 2018 (Due to)	\$ 22,812.10
Increased by:	
Receipts	<u>89,973.76</u>
112,785.86	
Decreased by:	
Disbursed	<u>116,604.69</u>
Balance Dec. 31, 2019 (Due from)	<u>\$ 3,818.83</u>

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**TRUST OTHER FUNDS**  
**Statement of Camden County Community Development Block Grants Receivable**  
**For the Year Ended December 31, 2019**

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Balance Dec. 31, 2018	\$ 98,465.32
Decreased by:	
Received in Current Fund	<u>59,000.00</u>
<u>59,000.00</u>	
Balance Dec. 31, 2019	<u>\$ 39,465.32</u>

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**BOROUGH OF BELLMAWR**  
**TRUST OTHER FUNDS**  
**Statement of Due Current Fund**  
**For the Year Ended December 31, 2019**

Balance Dec. 31, 2018 (Due To)	\$ 32,100.39
Increased by:	
Receipts:	
Interest Earned on Deposits	\$ 3,504.10
Interest Earned on Deposits - Payroll	1,021.64
Receipts from Current Fund	<u>14,435.50</u>
	\$ 18,961.24
Disbursed by Current on Behalf of Trust Other:	
Reserves and Special Deposits	<u>358,863.78</u>
	<u>377,825.02</u>
	409,925.41
Decreased by:	
Disbursed to Current Fund	91,051.46
Received by Current Fund on Behalf of Trust Other:	
Reserves and Special Deposits	324,417.44
Community Development Block Grants Receivable	<u>59,000.00</u>
	<u>383,417.44</u>
	<u>474,468.90</u>
Balance Dec. 31, 2019 (Due From)	<u><u>\$ 64,543.49</u></u>

Analysis of Balance Dec. 31, 2019

Developers Escrow Account	\$ 94.63
Site Plan Review Escrow Deposits	(45.35)
Redemption of Tax Sale Certificates	(41,974.09)
Premiums Received at Tax Sale	(7,704.97)
Law Enforcement Funds	(4,308.47)
Parking Offenses Adjudication Act Funds	(8.16)
Public Defender Fees	(8.41)
Donations for the Needy	(0.68)
Flexible Spending Account	0.04
Police Drug Enforcement/Activity	(12.52)
Off Duty Police	(33,288.75)
Community Beautification Donations	8,614.28
Municipal Alliance	(260.94)
Community Development Block Grant	57,559.23
Payroll Deductions Payable	<u>85,887.65</u>
	<u><u>\$ 64,543.49</u></u>

**BOROUGH OF BELLMAWR**  
**TRUST OTHER FUNDS**  
 Statement of Reserves and Special Deposits  
 For the Year Ended December 31, 2019

	Increased						Decreased			Balance Dec. 31, 2019
	Balance Dec. 31, 2018	Receipts	Accounts Receivable	Due From Current Fund	Unrealized Gain on Investments	Encumbrances Canceled	Disbursed	Due to Current Fund	Reserve for Encumbrances	
Law Enforcement Funds	\$ 46,592.97	\$ 2,934.49					\$ 2,409.41			\$ 47,118.05
Off Duty Police	2,000.00		\$ 63,933.50	\$ 319,022.44				\$ 354,311.19		30,644.75
Site Plan Review Escrow Deposits	100,148.67	180,121.71				\$ 3,777.86	167,595.84			116,452.40
Redemption of Tax Sale Certificates	14,054.19	314,183.33				59,185.86	363,425.99			23,997.39
Premiums Received at Tax Sale	262,000.00	405,400.00					280,500.00			386,900.00
Police Drug Enforcement/Activity	139.24	60.00				300.00	466.07			33.17
Community Beautification Donations	7,771.87			5,395.00				4,552.59		8,614.28
Parking Offenses Adjudication Act Funds	379.19	126.00					20.00			485.19
Public Defender Fees	9,781.06	8,162.49				100.00	6,700.00		\$ 200.00	11,143.55
Donations for the Needy	17,558.66	3,350.00				193.80	4,461.55		1,844.54	14,796.37
Municipal Alliance	305.25									305.25
Developers Escrow Account	28,357.54	7,334.40					32,844.15			2,847.79
Flexible Spending Account	132.47	5,000.00					5,000.96			131.51
Unemployment Compensation Insurance	1,352.28									1,352.28
Length of Service Award Program	277,104.91	19,550.00			\$ 52,827.09		33,224.92			316,257.08
	<u>\$ 767,678.30</u>	<u>\$ 946,222.42</u>	<u>\$ 63,933.50</u>	<u>\$ 324,417.44</u>	<u>\$ 52,827.09</u>	<u>\$ 63,557.52</u>	<u>\$ 896,648.89</u>	<u>\$ 358,863.78</u>	<u>\$ 2,044.54</u>	<u>\$ 961,079.06</u>
Cash							\$ 863,423.97			
Investments - Length of Service Award Program							<u>33,224.92</u>			
							<u>\$ 896,648.89</u>			

**BOROUGH OF BELLMAWR**  
**TRUST OTHER FUNDS**  
Statement of Payroll Deductions Payable  
For the Year Ended December 31, 2019

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Balance Dec. 31, 2018	\$ 78,583.27
Increased by:	
Receipts:	
Net Payroll	\$ 4,482,271.05
Payroll Deductions Payable	<u>4,222,686.24</u>
	<u>8,704,957.29</u>
	8,783,540.56
Decreased by:	
Disbursements:	
Net Payroll	4,482,271.05
Payroll Deductions Payable	<u>4,136,148.87</u>
	<u>8,618,419.92</u>
Balance Dec. 31, 2019	<u>\$ 165,120.64</u>

**BOROUGH OF BELLMAWR**  
**TRUST OTHER FUNDS**  
Statement of Reserve for Encumbrances  
For the Year Ended December 31, 2019

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Balance Dec. 31, 2018	\$ 63,557.52
Increased by:	
Encumbrances Charged	<u>2,044.54</u>
	65,602.06
Decreased by:	
Encumbrances Canceled	<u>63,557.52</u>
Balance Dec. 31, 2019	<u>\$ 2,044.54</u>

**BOROUGH OF BELLMAWR**  
**TRUST OTHER FUNDS**  
**Statement of Investments - Length of Service Awards Program**  
**For the Year Ended December 31, 2019**

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Balance Dec. 31, 2018	\$ 277,104.91
Increased by:	
Borough Contributions	\$ 19,550.00
Unrealized Gain on Investments	<u>52,827.09</u>
	<u>72,377.09</u>
	349,482.00
Decreased by:	
Benefits Paid to Participants	31,999.92
Administration Expenses	<u>1,225.00</u>
	<u>33,224.92</u>
Balance Dec. 31, 2019	<u><u>\$ 316,257.08</u></u>

Schedule of Investments Dec. 31, 2019

Fixed Annuity Contract	\$ 74,442.30
Mutual Funds	<u>241,814.78</u>
	<u><u>\$ 316,257.08</u></u>

**TRUST OTHER FUNDS**  
**Statement of Due Bank**  
**For the Year Ended December 31, 2019**

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Balance Dec. 31, 2018	\$ 85.24
Increased by:	
Disbursements	<u>75.00</u>
Balance Dec. 31, 2019	<u><u>\$ 160.24</u></u>

**SUPPLEMENTAL EXHIBITS**

**GENERAL CAPITAL FUND**

**BOROUGH OF BELLMAWR**  
**GENERAL CAPITAL FUND**  
**Statement of General Capital Cash**  
**Per N.J.S. 40A:5-5 - Treasurer**  
**For the Year Ended December 31, 2019**

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Balance Dec. 31, 2018	\$ 1,379,586.89
Increased by Receipts:	
Bond Anticipation Notes	\$ 6,622,887.00
Due Current Fund	20,605.11
Improvement Authorizations - Refunds	31,579.38
Due Trust Other - Payroll	40,400.47
Due Water Capital Fund	<u>6,714.04</u>
	<u>6,722,186.00</u>
	8,101,772.89
Decreased by Disbursements:	
Bond Anticipation Notes	5,416,775.00
Due Current Fund	56,839.33
Due Trust Other - Payroll	40,400.47
Due Water Capital Fund	6,714.04
Improvement Authorizations	<u>2,327,513.67</u>
	<u>7,848,242.51</u>
Balance Dec. 31, 2019	<u>\$ 253,530.38</u>

**BOROUGH OF BELLMAWR**  
**GENERAL CAPITAL FUND**  
Analysis of General Capital Cash  
For the Year Ended December 31, 2019

	Ordinance Number	Balance (Deficit) Dec. 31, 2018	Receipts			Disbursements			Transfers		Balance (Deficit) Dec. 31, 2019
			Bond Anticipation Notes	Miscellaneous	Improvement Authorizations	Bond Anticipation Notes	Miscellaneous	From	To		
Fund Balance		\$ 27,209.90									\$ 27,209.90
Capital Improvement Fund		9,041.00									13,991.00
Accounts Receivable		(255,820.88)									(364,237.69)
Due Current Fund		(338,703.97)		\$ 20,605.11							(599,759.32)
Due Federal and State Grant Fund		(39,788.40)									(39,788.40)
Due Trust Other		9,304.25		40,400.47							9,304.25
Due Water Utility Capital Fund		(30,000.00)		6,714.04							(30,000.00)
Due Water Utility Operating Fund		(424.50)									(424.50)
Reserve for Encumbrances		187,042.45									268,731.61
Reserve for Payment of Bonds and Notes		119,033.98									82,233.98
Reserve for Sewer Improvements		14,404.00									14,404.00
Excess Note Proceeds -											
Acquisition of Firefighter Turnout Gear	10:17-11	27.18									27.18
Improvement Authorizations:											
Infrastructure Improvements	5:10-02	227,778.31									227,778.31
Reconstruction and Rehabilitation of Various Roads	5:8-12	169.80	\$ 156,200.00				\$ 156,200.00				169.80
Acquisition of Utility Trucks, Fire Turnout Gear, License Plate Reader, and Software	9:11-12-2	4,740.41									4,740.41
Reconstruction of Heller Road, Dobbs, Rose, Jefferson and Apple Avenues	4:3-13		134,900.00				134,900.00				
Replacement of Sanitary Sewer Mains	4:4-13	(94,372.39)				\$ 32,574.00					(126,946.39)
Acquisition of Various Vehicles and Equipment	6:9-13		186,900.00				186,900.00				
Reconstruction and Installation of Drainage Pipe	2:2-14		156,400.00				156,400.00				
Various Capital Improvements and Acquisition of Equipment, Vehicles and Ambulance Building	4:5-14		190,000.00				190,000.00				
Various Building Improvements	9:12-14	(6,456.43)	70,000.00				70,000.00				(6,456.43)
Reconstruction and Rehabilitation of Various Roads	3:3-15	5,701.05	375,000.00				375,000.00				5,701.05
Purchase of Software and Equipment	4:4-15		10,500.00				10,500.00				
Reconstruction of Salem and Morris Avenues	6:6-15	(10,210.68)									(10,210.68)
Purchase of Various Vehicles and Equipment	7:8-15	59,775.38	380,000.00				380,000.00				59,775.38
Purchase of Trash Truck	3:8-16		145,300.00				145,300.00				
Purchase of Various Equipment and Improvements	5:11-16	18,418.68	289,800.00		8,577.10	289,800.00			3,584.88		6,256.70
Purchase of New Ladder Fire Truck and Apparatus	5:12-16	80.80	810,150.00			810,150.00					80.80
Construction and Installation of Batting Cages	11:19-16	(800.96)									(800.96)
Reconstruction and/or Repaving of Roads	2:5-17	349.14	381,300.00				381,300.00				349.14
Various Capital Improvements and Acquisition of Equipment	5:10-17	221,025.42	675,450.00		45,725.43	675,450.00					20,804.20
Various Capital Improvements	3:04-18	640,603.25	523,875.00	6,585.50	554,867.03	523,875.00					87,342.29
Acquisition of Various Equipment & Improvements	5:12-18	601,460.10	906,007.00	24,993.88	460,241.74	931,000.00					166,238.25
Acquisition of a Trash Truck	10:16-18	10,000.00			193,038.58						(183,038.58)
Stormwater Drainage System Improvements	04:04-19				131,279.60						(123,779.60)
Various Capital Improvements and Acquisition of Equipment	05:05-19		1,231,105.00		653,654.21						378,498.61
Various Road Improvements	06:07-19				247,555.98						277,750.00
Various Road Improvements	10:13-19										18,650.00
		\$ 1,379,586.89	\$ 6,622,887.00	\$ 99,299.00	\$ 2,327,513.67	\$ 5,416,775.00	\$ 103,953.84	\$ 978,252.93	\$ 978,252.93		\$ 253,530.38

**BOROUGH OF BELLMAWR**  
**GENERAL CAPITAL FUND**  
Statement of Deferred Charges to Future Taxation - Funded  
For the Year Ended December 31, 2019

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Balance Dec. 31, 2018	\$ 5,127,107.68
Decreased by:	
2019 Budget Appropriations:	
New Jersey Green Acres Loan	\$ 10,288.54
New Jersey Environmental Infrastructure Loan	570,489.12
Serial Bonds	200,000.00
Loans Canceled	<u>7,549.00</u>
	<u>788,326.66</u>
Balance Dec. 31, 2019	<u><u>\$ 4,338,781.02</u></u>

**BOROUGH OF BELLMAWR**  
**GENERAL CAPITAL FUND**  
**Statement of Deferred Charges to Future Taxation - Unfunded**  
**For the Year Ended December 31, 2019**

Improvement Description	Ordinance Number	Date of Ordinance	Balance Dec. 31, 2018	2019 Authorizations	Notes Paid by Budget Appropriation	Balance Dec. 31, 2019	Analysis of Balance December 31, 2019		
							Financed by Bond Anticipation Notes	Expended	Unexpended Improvement Authorizations
Acquisition of Firefighter Turnout Gear	10:17-11	11-21-11	\$ 9,272.82		\$ 9,272.82				
Improvements to the Municipal Building	05:07-12	07-19-12	27,100.00		27,100.00				
Reconstruction and Rehabilitation of Various Roads	05:08-12	06-14-12	193,101.78		31,100.00	\$ 162,001.78	\$ 156,200.00		\$ 5,801.78
Reconstruction of Heller Rd, Dobbs, Rose, Jefferson and Apple Avenues	04:03-13	04-25-13	190,300.00		55,400.00	134,900.00	134,900.00		
Replacement of Sanitary Sewer Mains	04:04-13	05-23-13	132,611.44			132,611.44		\$ 126,946.39	5,665.05
Acquisition of Various Vehicles and Equipment	06:09-13	07-25-13	224,750.00		37,850.00	186,900.00	186,900.00		
Reconstruction and Installation of Drainage Pipe	02:02-14	03-27-14	198,700.00		42,300.00	156,400.00	156,400.00		
Various Capital Improvements and Acquisition of Equipment, Vehicles and Ambulance Building	04:05-14	05-22-14	243,000.00		53,000.00	190,000.00	190,000.00		
Various Building Improvements	09:12-14	10-23-14	102,000.00			102,000.00	70,000.00	6,456.43	25,543.57
Reconstruction and Rehabilitation of Various Roads	03:03-15	04-23-15	440,450.00		65,450.00	375,000.00	375,000.00		
Purchase of Software and Equipment	04:04-15	05-28-15	21,350.00		10,850.00	10,500.00	10,500.00		
Reconstruction of Salem and Morris Avenues	06:06-15	07-23-15	36,500.00			36,500.00		10,210.68	26,289.32
Purchase of Various Vehicles and Equipment	07:08-15	08-27-15	427,500.00		47,500.00	380,000.00	380,000.00		
Purchase of Trash Truck	08:08-16	04-28-16	167,000.00		21,700.00	145,300.00	145,300.00		
Purchase of Various Equipment and Improvements	05:11-16	06-23-16	371,450.00		21,650.00	349,800.00	289,800.00		60,000.00
Purchase of New Ladder Fire Truck and Apparatus	05:12-16	06-23-16	831,250.00		21,100.00	810,150.00	810,150.00		
Construction and Installation of Batting Cages	11:19-16	11-17-16	1,460.00			1,460.00		800.96	659.04
Reconstruction and/or Repaving of Roads	02:05-17	03-23-17	381,300.00			381,300.00	381,300.00		
Various Capital Improvements and Acquisition of Equipment	05:10-17	06-22-17	675,450.00			675,450.00	675,450.00		
Various Capital Improvements	03:04-18	04-26-18	524,010.00			524,010.00	523,875.00		135.00
Acquisition of Various Equipment & Improvements	05:12-18	06-28-18	931,114.00			931,114.00	906,007.00		25,107.00
Acquisition of a Trash Truck	10:16-18	12-31-18	190,000.00			190,000.00		183,038.58	6,961.42
Stormwater Drainage System Improvements	04:04-19	05-23-19		\$ 142,500.00		142,500.00		123,779.60	18,720.40
Various Capital Improvements and Acquisition of Equipment	05:05-19	06-27-19		1,231,105.00		1,231,105.00	1,231,105.00		
Various Road Improvements	06:07-19	07-25-19		52,250.00		52,250.00			52,250.00
Various Road Improvements	10:13-19	11-18-19		354,350.00		354,350.00			354,350.00
			<u>\$ 6,319,670.04</u>	<u>\$ 1,780,205.00</u>	<u>\$ 444,272.82</u>	<u>\$ 7,655,602.22</u>	<u>\$ 6,622,887.00</u>	<u>\$ 451,232.64</u>	<u>\$ 581,482.58</u>
									\$ 1,672,062.05

## Improvement Authorizations - Unfunded

## Less: Unexpended Proceeds of Bond Anticipation Notes Issued:

05:08-12							\$ 169.80
03:03-15							5,701.05
07:08-15							59,775.38
05:11-16							6,256.70
05:12-16							80.80
02:05-17							349.14
05:10-17							196,104.19
03:04-18							87,342.29
05:12-18							307,457.49
05:05-19							378,498.61
06:07-19							30,194.02
10:13-19							18,650.00
							<u>1,090,579.47</u>
							<u>\$ 581,482.58</u>

**BOROUGH OF BELLMAWR**  
**GENERAL CAPITAL FUND**  
**Statement of Accounts Receivable**  
**For the Year Ended December 31, 2019**

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Balance Dec. 31, 2018	\$ 255,820.88
Increased by:	
New Jersey Department of Transportation:	
Grant Entitlement - Ordinance 06:07-19	<u>275,000.00</u>
	530,820.88
Decreased by:	
Due from Current Fund	<u>166,583.19</u>
Balance Dec. 31, 2019	<u><u>\$ 364,237.69</u></u>

Analysis of Balance Dec. 31, 2019

New Jersey Environmental Infrastructure Trust:			
Ordinance 04:04-13			\$ 7,900.56
New Jersey Department of Transportation:			
Ordinance 06:06-15		\$ 14,011.11	
Ordinance 03:04-18		67,326.02	
Ordinance 06:07-19		<u>275,000.00</u>	
			<u>356,337.13</u>
			<u><u>\$ 364,237.69</u></u>

**BOROUGH OF BELLMAWR**  
**GENERAL CAPITAL FUND**  
**Statement of Due Current Fund**  
**For the Year Ended December 31, 2019**

Balance Dec. 31, 2018	\$ 338,703.97
Increased by:	
Disbursements:	
Disbursed to Current Fund	\$ 56,839.33
Received in Current Fund on Behalf of General Capital Fund:	
Accounts Receivable	<u>166,583.19</u>
	\$ 223,422.52
Current Fund Budget Appropriation for Capital Improvements	<u>98,650.00</u>
	<u>322,072.52</u>
	660,776.49
Decreased by:	
Receipts:	
Interest Earned on Deposits	5,789.64
Receipts from Current Fund	<u>14,815.47</u>
	20,605.11
Revenue Realized in Current Fund - Reserve for Payment of Bonds	36,800.00
Disbursed by Current Fund on Behalf of General Capital Fund:	
Improvement Authorizations	3,584.88
Excess Note Proceeds	<u>27.18</u>
	<u>3,612.06</u>
	<u>61,017.17</u>
Balance Dec. 31, 2019	<u><u>\$ 599,759.32</u></u>

**BOROUGH OF BELLMAWR**  
**GENERAL CAPITAL FUND**  
Statement of Capital Improvement Fund  
For the Year Ended December 31, 2019

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Balance Dec. 31, 2018	\$ 9,041.00
Increased by:	
2019 Budget Appropriation Due from Current Fund	<u>98,650.00</u>
	107,691.00
Decreased by:	
Down Payment on Improvement Authorizations	<u>93,700.00</u>
Balance Dec. 31, 2019	<u><u>\$ 13,991.00</u></u>

**BOROUGH OF BELLMAWR**  
**GENERAL CAPITAL FUND**  
Statement of Reserve for Payment of Bonds, Loans and Notes  
For the Year Ended December 31, 2019

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Balance Dec. 31, 2018	\$ 119,033.98
Decreased by:	
Revenue Realized in Current Fund - Due Current Fund	<u>36,800.00</u>
Balance Dec. 31, 2019	<u><u>\$ 82,233.98</u></u>
 <u>Analysis of Balance December 31, 2019</u>	
Reserve for Payment of Bonds and Loans	\$ 58,353.50
Reserve for Payment of Notes	<u>23,880.48</u>
	<u><u>\$ 82,233.98</u></u>

**BOROUGH OF BELLMAWR**  
**GENERAL CAPITAL FUND**  
 Statement of Improvement Authorizations  
 For the Year Ended December 31, 2019

<u>Improvement Description</u>	<u>Number</u>	<u>Date</u>	<u>Amount</u>	<u>Balance Dec. 31, 2018</u>		<u>2019</u>	<u>Prior Year</u>	<u>Paid or</u>	<u>Balance Dec. 31, 2019</u>	
				<u>Funded</u>	<u>Unfunded</u>	<u>Authorizations</u>	<u>Encumbrances/</u>	<u>Charged</u>	<u>Funded</u>	<u>Unfunded</u>
<b>General Improvements:</b>										
Infrastructure Improvements	05:10-02	06-27-03	\$ 2,978,000.00	\$ 227,778.31					\$ 227,778.31	
Reconstruction and Rehabilitation of Various Roads	05:08-12	06-14-12	515,000.00		\$ 5,971.58					\$ 5,971.58
Acquisition of Utility Trucks, Fire Turnout Gear, License Plate Reader, and Software	9:11-12-2	10-25-12	190,000.00	4,740.41					4,740.41	
Replacement of Sanitary Sewer Mains	04:04-13	05-23-13	662,500.00		38,239.05			\$ 32,574.00		5,665.05
Various Building Improvements	09:12-14	10-23-14	110,000.00		25,543.57					25,543.57
Reconstruction and Rehabilitation of Various Roads	03:03-15	04-23-15	620,000.00		5,701.05					5,701.05
Reconstruction of Salem and Morris Avenues	06:06-15	07-23-15	250,000.00		26,289.32					26,289.32
Purchase of Various Vehicles and Equipment	07:08-15	08-27-15	450,000.00		59,775.38					59,775.38
Purchase of Various Equipment and Improvements	05:11-16	06-23-16	391,000.00		78,418.68			12,161.98		66,256.70
Purchase of New Ladder Fire Truck and Apparatus	05:12-16	06-23-16	875,000.00		80.80					80.80
Construction and Installation of Batting Cages	11:19-16	11-17-16	605,000.00		659.04					659.04
Reconstruction and/or Repaving of Roads	02:05-17	03-23-17	676,460.00		349.14					349.14
Various Capital Improvements and Acquisition of Equipment	05:10-17	06-22-17	711,000.00		221,025.42		\$ 20,804.20		45,725.43	196,104.19
Various Capital Improvements	3:4-18;10:15-18	04-26-18	941,090.00	117,763.25	522,975.00				553,260.96	87,477.29
Acquisition of Various Equipment & Improvements	05:12-18	06-28-18	980,120.00		601,574.10		166,238.25		435,247.86	332,564.49
Acquisition of a Trash Truck	10:16-18	12-11-18	200,000.00	10,000.00	190,000.00				193,038.58	6,961.42
Stormwater Drainage System Improvements	04:04-19	05-23-19	150,000.00			\$ 150,000.00			131,279.60	18,720.40
Various Capital Improvements and Acquisition of Equipment	05:05-19	06-27-19	1,295,905.00			1,295,905.00			917,406.39	378,498.61
Various Road Improvements	06:07-19	07-25-19	330,000.00			330,000.00			247,555.98	82,444.02
Various Road Improvements	10:13-19	11-18-19	373,000.00			373,000.00				373,000.00
				<u>\$ 360,281.97</u>	<u>\$ 1,776,602.13</u>	<u>\$ 2,148,905.00</u>	<u>\$ 187,042.45</u>	<u>\$ 2,568,250.78</u>	<u>\$ 232,518.72</u>	<u>\$ 1,672,062.05</u>
Capital Improvement Fund						\$ 93,700.00				
Accounts Receivable - Due New Jersey Department of Transportation						275,000.00				
Deferred Charges to Future Taxation - Unfunded						1,780,205.00				
						<u>\$ 2,148,905.00</u>				
Disbursements									\$ 2,327,513.67	
Due Current Fund									3,584.88	
Reserve for Encumbrances									268,731.61	
Refunds									(31,579.38)	
									<u>\$ 2,568,250.78</u>	

**BOROUGH OF BELLMAWR**  
**GENERAL CAPITAL FUND**  
**Statement of Reserve for Encumbrances**  
**For the Year Ended December 31, 2019**

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Balance Dec. 31, 2018	\$ 187,042.45
Increased by:	
Charged to Improvement Authorizations	<u>268,731.61</u>
	455,774.06
Decreased by:	
Canceled to Improvement Authorizations	<u>187,042.45</u>
Balance Dec. 31, 2019	<u>\$ 268,731.61</u>

**BOROUGH OF BELLMAWR**  
**GENERAL CAPITAL FUND**  
**Statement of Bond Anticipation Notes**  
**For the Year Ended December 31, 2019**

<u>Improvement Description</u>	<u>Ordinance Number</u>	<u>Date of Original Issue</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	<u>Balance Dec. 31, 2018</u>	<u>Increased</u>	<u>Decreased</u>	<u>Balance Dec. 31, 2019</u>
Acquisition of Firefighter Turnout Gear	10:17-11	08-22-13	08-17-18	08-16-19	1.93%	\$ 9,300.00		\$ 9,300.00	
Improvements to the Municipal Building	05:07-12	10-17-12	08-17-18	08-16-19	1.93%	27,100.00		27,100.00	
Reconstruction and Rehabilitation of Various Roads	05:08-12 05:08-12	8-17-12 08-17-18	08-16-19 08-16-19	08-14-20 1.68%	1.93%	187,300.00	\$ 156,200.00	187,300.00	\$ 156,200.00
Reconstruction of Heller Road, Dobbs, Rose, Jefferson and Apple Avenues	04:03-13 04:03-13	8-22-13 8-22-13	08-16-19 08-17-18	08-14-20 08-16-19	1.68% 1.93%	190,300.00	134,900.00	190,300.00	134,900.00
Acquisition of Various Vehicles and Equipment	06:09-13 06:09-13	8-22-13 8-22-13	08-16-19 08-17-18	08-14-20 08-16-19	1.68% 1.93%	224,750.00	186,900.00	224,750.00	186,900.00
Reconstruction and Installation of Drainage Pipe	02:02-14 02:02-14	8-20-14 8-20-14	08-16-19 08-17-18	08-14-20 08-16-19	1.68% 1.93%	198,700.00	156,400.00	198,700.00	156,400.00
Various Capital Improvements and Acquisition of Equipment, Vehicles and Ambulance Building	04:05-14 04:05-14	8-20-14 8-20-14	08-16-19 08-17-18	08-14-20 08-16-19	1.68% 1.93%	243,000.00	190,000.00	243,000.00	190,000.00
Various Building and Recreation Improvements	09:12-14 09:12-14	8-18-17 8-18-17	08-16-19 08-17-18	08-14-20 08-16-19	1.68% 1.93%	70,000.00	70,000.00	70,000.00	70,000.00
Reconstruction and Rehabilitation of Various Roads	03:03-15 03:03-15	8-20-15 8-20-15	08-16-19 08-17-18	08-14-20 08-16-19	1.68% 1.93%	440,450.00	375,000.00	440,450.00	375,000.00
Purchase of Software and Equipment	04:04-15 04:04-15	8-20-15 8-20-15	08-16-19 08-17-18	08-14-20 08-16-19	1.68% 1.93%	21,350.00	10,500.00	21,350.00	10,500.00
Purchase of Various Vehicles and Equipment	07:08-15 07:08-15	8-19-16 8-19-16	08-16-19 08-17-18	08-14-20 08-16-19	1.68% 1.93%	427,500.00	380,000.00	427,500.00	380,000.00
Purchase of Trash Truck	03:08-16 03:08-16	8-19-16 8-19-16	08-16-19 08-17-18	08-14-20 08-16-19	1.68% 1.93%	167,000.00	145,300.00	167,000.00	145,300.00
Purchase of Various Equipment and Improvements	05:11-16 05:11-16	8-19-16 8-19-16	08-16-19 08-17-18	08-14-20 08-16-19	1.68% 1.93%	311,450.00	289,800.00	311,450.00	289,800.00

(Continued)

**BOROUGH OF BELLMAWR**  
**GENERAL CAPITAL FUND**  
**Statement of Bond Anticipation Notes**  
**For the Year Ended December 31, 2019**

<u>Improvement Description</u>	<u>Ordinance Number</u>	<u>Date of Original Issue</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	<u>Balance Dec. 31, 2018</u>	<u>Increased</u>	<u>Decreased</u>	<u>Balance Dec. 31, 2019</u>
Purchase of New Ladder Fire Truck and Apparatus	5:12-16	8-19-16	08-16-19	08-14-20	1.68%	\$ 378,900.00	378,900.00	\$ 400,000.00	\$ 378,900.00
	5:12-16	8-19-16	08-17-18	08-16-19	1.93%		400,000.00		
	5:12-16	8-19-16	08-16-19	08-14-20	1.68%		431,250.00		
	5:12-16	8-19-16	08-17-18	08-16-19	1.93%		431,250.00		
Reconstruction and/or Repaving of Various Roads	02:05-17	8-18-17	08-16-19	08-14-20	1.68%	381,300.00	381,300.00	381,300.00	381,300.00
	02:05-17	8-18-17	08-17-18	08-16-19	1.93%		381,300.00		
Acquisition of Various Capital Improvements	5:10-17	8-18-17	08-16-19	08-14-20	1.68%	675,450.00	675,450.00	675,450.00	675,450.00
		8-18-17	08-17-18	08-16-19	1.93%		675,450.00		
Reconstruction of Roads including Kennedy Blvd	3:04-18	8-17-18	08-16-19	08-14-20	1.68%	474,000.00	474,000.00	474,000.00	474,000.00
	3:04-18	8-17-18	08-17-18	08-16-19	1.93%		474,000.00		
	3:04-18	8-17-18	08-16-19	08-14-20	1.68%		49,875.00		
	3:04-18	8-17-18	08-17-18	08-16-19	1.93%		49,875.00		
Purchase of Various Equipment and Improvements	5:12-18	8-17-18	08-16-19	08-14-20	1.68%	931,000.00	906,007.00	931,000.00	906,007.00
	5:12-18	8-17-18	08-17-18	08-16-19	1.93%		931,000.00		
Various Capital Improvements and Acquisition of Various Equipment	05:05-19	08-16-19	08-16-19	08-14-20	1.68%	\$ 5,861,075.00	1,231,105.00	\$ 5,861,075.00	\$ 6,622,887.00
							1,231,105.00		
Renewal Paid by Budget Appropriation Paid by Capital Cash Issued for Cash						\$ 6,622,887.00	5,391,782.00	\$ 5,391,782.00	444,300.00
							24,993.00		
							1,231,105.00		
							6,622,887.00		
									\$ 5,861,075.00

**BOROUGH OF BELLMAWR**  
**GENERAL CAPITAL FUND**  
**Statement of General Serial Bond Payable**  
**For the Year Ended December 31, 2019**

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<u>Purpose</u>	<u>Date of Issue</u>	<u>Original Issue</u>	Maturities of Bonds Outstanding				<u>Interest Rate</u>	<u>Balance Dec. 31, 2018</u>	<u>Paid by Budget Appropriation</u>	<u>Balance Dec. 31, 2019</u>
			<u>December 31, 2019</u>		<u>Date</u>	<u>Amount</u>				
General Obligation Bonds of 2013 (Non-callable)	8-16-13	\$ 2,200,000.00	07-15-20	\$ 250,000.00	2.50%					
			07-15-21	250,000.00	3.00%					
			07-15-22	300,000.00	3.00%					
			07-15-23	300,000.00	3.00%		\$ 1,300,000.00	\$ 200,000.00	\$ 1,100,000.00	

**BOROUGH OF BELLMAWR**  
**GENERAL CAPITAL FUND**  
**Statement of New Jersey Environmental Infrastructure Trust Loans Payable**  
**For the Year Ended December 31, 2019**

<u>Purpose</u>	<u>Date of Issue</u>	<u>Original Issue</u>	<u>Date</u>	Maturities of Loan Outstanding December 31, 2019			<u>Interest Rate</u>	<u>Balance Dec. 31, 2018</u>	<u>Decreased</u>	<u>Balance Dec. 31, 2019</u>
				<u>Trust Loan</u>	<u>Fund Loan</u>	<u>Total</u>				
Rehabilitation and Upgrading of the Sewer Service System including Replacement of Sanitary Service Mains, Manholes and Sewer Service Laterals and Improvement to Three (3) Pumping Stations	10-15-02	\$ 2,982,073.00	02-01-20 08-01-20 08-01-20 02-01-21 08-01-21 08-01-21 08-01-22	\$ 5,262.95 73,433.86 \$ 87,293.13 3,558.68 66,667.91 91,564.65 95,859.16	\$ 5,262.95 73,433.86 87,293.13 3,558.68 66,667.91 91,564.65 95,859.16	\$ 5,262.95 73,433.86 87,293.13 3,558.68 66,667.91 91,564.65 95,859.16	5.00% 5.00% 4.75%	\$ 585,307.28	\$ 161,666.94	\$ 423,640.34
				274,716.94	148,923.40	423,640.34				
Upgrading Storm Sewer System	11-06-08	7,893,878.00	02-01-20 08-01-20 08-01-20 02-01-21 08-01-21 08-01-21 02-01-22 08-01-22 08-01-22 08-01-22 02-01-23 08-01-23 08-01-23 02-01-24 08-01-24 08-01-24 08-01-25 08-01-26	37,091.81 192,000.00 165,257.68 33,567.25 200,000.00 167,836.26 29,874.85 213,000.00 173,298.56 25,930.70 221,000.00 175,457.55 21,818.71 234,000.00 102,940.45 243,000.00 166,000.00	37,091.81 192,000.00 165,257.68 33,567.25 200,000.00 167,836.26 29,874.85 213,000.00 173,298.56 25,930.70 221,000.00 175,457.55 21,818.71 234,000.00 102,940.45 243,000.00 166,000.00	37,091.81 192,000.00 165,257.68 33,567.25 200,000.00 167,836.26 29,874.85 213,000.00 173,298.56 25,930.70 221,000.00 175,457.55 21,818.71 234,000.00 102,940.45 243,000.00 166,000.00	4.00% 4.00% 5.00% 5.00% 4.25% 4.50% 4.50%	2,788,728.47	386,654.65	2,402,073.82
				1,469,000.00	933,073.82	2,402,073.82				

(Continued)

**BOROUGH OF BELLMAWR**  
**GENERAL CAPITAL FUND**

Purpose	Date of Issue	Original Issue	Date	Maturities of Loan Outstanding December 31, 2019					Interest Rate	Balance Dec. 31, 2018	Decreased	Balance Dec. 31, 2019		
				Trust Loan	Fund Loan	Total								
Replacement of Sanitary Sewer Mains	05-21-14	\$ 646,092.00	02-01-20		\$ 8,238.84	\$ 8,238.84								
			08-01-20		16,477.69	16,477.69								
			09-01-20	\$ 5,000.00		5,000.00		5.00%						
			02-01-21		8,238.84	8,238.84								
			08-01-21		16,477.69	16,477.69								
			09-01-21	10,000.00		10,000.00		5.00%						
			02-01-22		8,238.84	8,238.84								
			08-01-22		16,477.69	16,477.69								
			09-01-22	10,000.00		10,000.00		5.00%						
			02-01-23		8,238.84	8,238.84								
			08-01-23		16,477.69	16,477.69								
			09-01-23	10,000.00		10,000.00		5.00%						
			02-01-24		8,238.84	8,238.84								
			08-01-24		16,477.69	16,477.69								
			09-01-24	10,000.00		10,000.00		5.00%						
			02-01-25		8,238.84	8,238.84								
			08-01-25		16,477.69	16,477.69								
			09-01-25	10,000.00		10,000.00		3.00%						
			02-01-26		8,238.84	8,238.84								
			08-01-26		16,477.69	16,477.69								
			09-01-26	10,000.00		10,000.00		3.00%						
			02-01-27		8,238.84	8,238.84								
			08-01-27		16,477.69	16,477.69								
			09-01-27	10,000.00		10,000.00		3.00%						
			02-01-28		8,238.84	8,238.84								
			08-01-28		16,477.69	16,477.69								
			09-01-28	10,000.00		10,000.00		3.00%						
			02-01-29		8,238.84	8,238.84								
			08-01-29		16,477.69	16,477.69								
			09-01-29	10,000.00		10,000.00		3.00%						
			02-01-30		4,266.36	4,266.36								
			09-01-30	10,000.00		10,000.00		3.00%						
			09-01-31	10,000.00		10,000.00		3.00%						
			09-01-32	10,000.00		10,000.00		3.13%						
			09-01-33	10,000.00		10,000.00		3.25%						
				135,000.00	251,431.66	386,431.66			\$ 416,148.19	\$ 29,716.53	\$ 386,431.66			
				\$ 1,878,716.94	\$ 1,333,428.88	\$ 3,212,145.82			\$ 3,790,183.94	\$ 578,038.12	\$ 3,212,145.82			

Paid by Budget Appropriation  
Project Fund Credits

**BOROUGH OF BELLMAWR**  
**GENERAL CAPITAL FUND**  
 Statement of Green Acres Loan Payable  
 For the Year Ended December 31, 2019

Purpose	Date of Issue	Original Issue	Maturities of Loan Outstanding				Interest Rate	Balance Dec. 31, 2018	Paid by Budget Appropriation	Balance Dec. 31, 2019				
			December 31, 2019		Date	Amount								
			Date	Amount										
Acquisition and Installation of Recreation Equipment	04-25-02	\$ 145,661.80	02-04-20	\$ 5,221.56	2.00%									
			08-04-20	5,273.78	2.00%									
			02-04-21	5,326.52	2.00%									
			08-04-21	5,379.78	2.00%									
			02-04-22	5,433.56	2.00%	\$ 36,923.74	\$ 10,288.54	\$ 26,635.20						
						\$ 36,923.74	\$ 10,288.54	\$ 26,635.20						

**BOROUGH OF BELLMAWR**  
**GENERAL CAPITAL FUND**  
 Statement of Bonds and Notes Authorized But Not Issued  
 For the Year Ended December 31, 2019

	<u>Ordinance Number</u>	<u>Balance Dec. 31, 2018</u>	<u>2019 Authorizations</u>	<u>Paid by Capital Cash</u>	<u>Notes Issued</u>	<u>Balance Dec. 31, 2019</u>
Reconstruction and Rehabilitation of Various Roads	05:08-12	\$ 5,801.78				\$ 5,801.78
Replacement of Sanitary Sewer Mains	04:04-13	132,611.44				132,611.44
Various Building Improvements	09:12-14	32,000.00				32,000.00
Reconstruction of Salem and Morris Avenues	06:06-15	36,500.00				36,500.00
Purchase of Various Equipment and Improvements	05:11-16	60,000.00				60,000.00
Construction and Installation of Batting Cages	11:19-16	1,460.00				1,460.00
Various Capital Improvements	03:04-18	135.00				135.00
Acquisition of Various Equipment & Improvements	05:12-18	114.00		\$ 24,993.00		25,107.00
Acquisition of a Trash Truck	10:16-18	190,000.00				190,000.00
Stormwater Drainage System Improvements	04:04-19		\$ 142,500.00			142,500.00
Various Capital Improvements and Acquisition of Equipment	05:05-19		1,231,105.00		\$ 1,231,105.00	
Various Road Improvements	06:07-19		52,250.00			52,250.00
Various Road Improvements	10:13-19	<u>_____</u>	<u>354,350.00</u>	<u>_____</u>	<u>_____</u>	<u>354,350.00</u>
		<u><b>\$ 458,622.22</b></u>	<u><b>\$ 1,780,205.00</b></u>	<u><b>\$ 24,993.00</b></u>	<u><b>\$ 1,231,105.00</b></u>	<u><b>\$ 1,032,715.22</b></u>

**SUPPLEMENTAL EXHIBITS**

**WATER UTILITY FUND**

**BOROUGH OF BELLMAWR**  
**WATER UTILITY OPERATING FUND**  
**Statement of Water Utility Operating Cash**  
**Per N.J.S. 40A:5-5 - Water Treasurer**  
**For the Year Ended December 31, 2019**

	Operating	Capital
Balance Dec. 31, 2018	\$ 1,651,453.98	
Increased by Receipts:		
Water Collector	\$ 1,219,093.52	
Treasurer - Miscellaneous	8,303.65	
Due Trust Other Fund - Payroll	116,604.69	
Due Water Capital Fund	3,996,766.00	
Due Water Operating Fund	\$ 604,068.55	
Refunds	<u>74.47</u>	<u>6,714.04</u>
	<u>5,340,842.33</u>	<u>\$ 610,782.59</u>
	6,992,296.31	610,782.59
Decreased by Disbursements:		
2019 Budget Appropriations	1,099,579.33	
2018 Appropriation Reserves	27,544.84	
Accrued Interest on Notes and Loans	66,021.49	
Due Current Fund	329,985.04	
Improvement Authorizations		292,052.04
Due Water Capital Fund	4,446,067.86	
Due Trust Other Fund - Payroll	<u>89,973.76</u>	<u>292,052.04</u>
	<u>6,059,172.32</u>	<u>292,052.04</u>
Balance Dec. 31, 2019	<u>\$ 933,123.99</u>	<u>\$ 318,730.55</u>

**BOROUGH OF BELLMAWR**  
**WATER UTILITY OPERATING FUND**  
**Statement of Water Utility Cash**  
**Per N.J.S. 40A:5-5 - Water Collector**  
**For the Year Ended December 31, 2019**

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## Receipts:

Consumer Accounts Receivable	\$ 1,075,193.95
Overpayments	2,306.68
Prepayments	128,866.31
Miscellaneous Revenue Anticipated	<u>12,726.58</u>
	1,219,093.52

## Decreased by:

Payments to Treasurer	<u>\$ 1,219,093.52</u>
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**BOROUGH OF BELLMAWR**  
**WATER UTILITY CAPITAL FUND**  
 Analysis of Water Utility Capital Cash  
 For the Year Ended December 31, 2019

	Ordinance Number	Balance (Deficit) Dec. 31, 2018	Receipts	Disbursements	Transfers		Balance (Deficit) Dec. 31, 2019
			Miscellaneous	Improvement Authorizations	From	To	
Capital Improvement Fund		\$ 41,701.09					\$ 41,701.09
Reserve for Encumbrances		150,000.00					33,057.78
Due To (From) Water Utility Operating Fund		(417,703.86)	\$ 604,068.55		\$ 150,000.00	\$ 33,057.78	33,236.51
Due To (From) General Capital Fund		30,000.00			631,079.25	477,951.07	30,000.00
Excess Note Proceeds	06:09-13	1,304.00				1,304.00	
Improvement Authorizations:							
Replacement of Water Main on Howard Avenue	09:12-14	3,201.74					3,201.74
Purchase and Installation of Water Tank	11:11-15 /						
02:06-17		650,444.47			211,298.44		439,146.03
Improvements to Drinking Water Infrastructure	06:13-16	(755,462.24)	6,714.04	\$ 292,052.04	32,266.00	631,079.25	(441,986.99)
Various Electrical Repairs to Water Plant	03:04-18	16,514.80					16,514.80
Various Capital Improvements	05:13-18	280,000.00					280,000.00
Acquisition of Equipment	06:14-18				150,000.00	150,000.00	
Various Capital Improvements	02:01-19				84,542.41		(84,542.41)
Acquisition of Various Equipment	11:16-19				31,598.00		(31,598.00)
		<hr/> <u>\$ -</u>	<hr/> <u>\$ 610,782.59</u>	<hr/> <u>\$ 292,052.04</u>	<hr/> <u>\$ 1,292,088.10</u>	<hr/> <u>\$ 1,292,088.10</u>	<hr/> <u>\$ 318,730.55</u>

**BOROUGH OF BELLMAWR**  
**WATER UTILITY OPERATING FUND**  
**Statement of Consumer Accounts Receivable**  
**For the Year Ended December 31, 2019**

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Balance Dec. 31, 2018	\$ 100,523.43
Increased by:	
Water Rents Levied	<u>1,225,160.82</u>
	1,325,684.25
Decreased by:	
Collections	\$ 1,075,193.95
Prepayments Applied	94,151.83
Overpayments Applied	<u>1,818.55</u>
	<u>1,171,164.33</u>
Balance Dec. 31, 2019	<u>\$ 154,519.92</u>

**BOROUGH OF BELLMAWR**  
**WATER UTILITY OPERATING FUND**  
**Statement of Due Current Fund**  
**For the Year Ended December 31, 2019**

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Balance Dec. 31, 2018	\$ 330,044.96
Decreased by:	
Disbursements	<u>329,985.04</u>
Balance Dec. 31, 2019	<u>\$ 59.92</u>

**WATER UTILITY CAPITAL FUND**  
**Statement of Accounts Receivable - Due State of New Jersey**  
**For the Year Ended December 31, 2019**

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Loans Issued	\$ 741,766.00
Decreased by:	
Received by Operating Fund	<u>\$ 741,766.00</u>

**BOROUGH OF BELLMAWR**  
**WATER UTILITY CAPITAL FUND**  
**Statement of Due Water Utility Operating Fund**  
**For the Year Ended December 31, 2019**

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Balance Dec. 31, 2018 (Due from)	\$ 417,703.86
Increased by:	
Received by Water Operating on Behalf of Water Capital:	
New Jersey Infrastructure Bank Loan	\$ 741,766.00
Bond Anticipation Note	<u>3,255,000.00</u>
	<u>3,996,766.00</u>
	4,414,469.86
Decreased by:	
Disbursed by Water Operating on Behalf of Water Capital:	
Bond Anticipation Note	\$ 3,255,000.00
Improvement Authorizations	<u>587,333.82</u>
	<u>3,842,333.82</u>
Receipts - Water Capital Fund:	
Water Operating Fund Miscellaneous Revenue - Interest	334.51
Receipts from Water Operating	<u>603,734.04</u>
	<u>604,068.55</u>
Cancelation of Excess Note Proceeds - Ordinance 06:09-13	<u>1,304.00</u>
	<u>4,447,706.37</u>
Balance Dec. 31, 2019 (Due to)	<u>\$ 33,236.51</u>

**WATER UTILITY OPERATING FUND**  
**Statement of Due Trust Other Funds**  
**For the Year Ended December 31, 2019**

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Balance Dec. 31, 2018 (Due from)	\$ 22,812.10
Increased by:	
Disbursements	<u>89,973.76</u>
	<u>112,785.86</u>
Decreased by:	
Receipts	<u>116,604.69</u>
Balance Dec. 31, 2019 (Due to)	<u>\$ 3,818.83</u>

**BOROUGH OF BELLMAWR**  
**WATER UTILITY OPERATING FUND**  
**Statement of 2018 Appropriation Reserves**  
**For the Year Ended December 31, 2019**

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	<u>Balance</u> <u>Dec. 31, 2018</u>	<u>Modified</u> <u>Balance</u>	<u>Disbursed</u>	<u>Balance</u> <u>Lapsed</u>
<b>Operating:</b>				
Salaries and Wages	\$ 11,935.62	\$ 11,935.62		\$ 11,935.62
Other Expenses	44,443.18	44,443.18	\$ 26,324.12	18,119.06
<b>Statutory Expenditures:</b>				
Contribution to:				
Social Security System (O.A.S.I)	9,043.79	9,043.79	1,220.72	7,823.07
Unemployment Compensation Insurance	<u>791.63</u>	<u>791.63</u>		<u>791.63</u>
	<u><u>\$ 66,214.22</u></u>	<u><u>\$ 66,214.22</u></u>	<u><u>\$ 27,544.84</u></u>	<u><u>\$ 38,669.38</u></u>

**BOROUGH OF BELLMAWR**  
**WATER UTILITY OPERATING FUND**  
**Statement of Water Rent Prepayments**  
**For the Year Ended December 31, 2019**

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Balance Dec. 31, 2018	\$ 104,307.92
Increased by:	
Collections	<u>128,866.31</u>
	233,174.23
Decreased by:	
Canceled	\$ 10,156.09
Prepayments Applied	<u>94,151.83</u>
	<u>104,307.92</u>
Balance Dec. 31, 2019	<u>\$ 128,866.31</u>

**WATER UTILITY OPERATING FUND**  
**Statement of Water Rent Overpayments**  
**For the Year Ended December 31, 2019**

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Balance Dec. 31, 2018	\$ 1,818.55
Increased by:	
Collections	<u>2,306.68</u>
	4,125.23
Decreased by:	
Overpayments Applied	<u>1,818.55</u>
Balance Dec. 31, 2019	<u>\$ 2,306.68</u>

**BOROUGH OF BELLMAWR**  
**WATER UTILITY OPERATING FUND**  
**Statement of Accrued Interest on Notes and Loans**  
**For the Year Ended December 31, 2019**

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Balance Dec. 31, 2018		\$ 23,937.49
Increased by:		
Budget Appropriation for:		
Interest on Notes	\$ 60,238.91	
Interest on Loans	<u>5,709.03</u>	
		<u>65,947.94</u>
		89,885.43
Decreased by:		
Disbursed		<u>66,021.49</u>
Balance Dec. 31, 2019		<u>\$ 23,863.94</u>

Analysis of Accrued Interest Dec. 31, 2019

<u>Principal Outstanding Dec. 31, 2019</u>	<u>Interest Rate</u>	<u>From</u>	<u>To</u>	<u>Period</u>	<u>Amount</u>
NJ Environmental Infrastructure Trust Loan (Capital):					
\$ 441,249.80	Variable	08-01-19	12-31-19	5 Months	\$ 3,039.07
Bond Anticipation Notes:					
3,255,000.00	1.68%	08-16-19	12-31-19	139 Days	<u>20,824.87</u>
					<u>\$ 23,863.94</u>

**BOROUGH OF BELLMAWR**  
**WATER UTILITY CAPITAL FUND**  
**Statement of Reserve for Amortization**  
**For the Year Ended December 31, 2019**

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Balance Dec. 31, 2018	\$ 3,843,207.16
Increased by:	
NJ Wastewater Treatment Loan Paid by Operating Budget	\$ 32,656.89
Loans Defeased - Principal Forgiveness	<u>295,430.00</u>
	<u>328,086.89</u>
	4,171,294.05
Decreased by:	
Cancelation of Excess Note Proceeds - Ordinance 06:09-13	<u>1,304.00</u>
Balance Dec. 31, 2019	<u><u>\$ 4,169,990.05</u></u>

**BOROUGH OF BELLMAWR**  
**WATER UTILITY CAPITAL FUND**  
Statement of Improvement Authorizations  
For the Year Ended December 31, 2019

Ordinance Number	Improvement Description	Ordinance		Balance Dec. 31, 2018		2019 Authorizations	Reserve for Encumbrances Canceled	Paid or Charged	Balance Dec. 31, 2019	
		Date	Amount	Funded	Unfunded				Funded	Unfunded
09:12-14	Replacement of Water Main on Howard Avenue	10-23-14	\$ 50,000.00	\$ 3,201.74					\$ 3,201.74	
11:11-15	) Purchase and Installation of Water Tank	11-23-15	2,500,000.00		\$ 650,444.47			\$ 211,298.44		\$ 439,146.03
02:06-17	) Acquisition and Installation of Water Tank	03-23-17	300,000.00							
06:13-16	Improvements to Drinking Water Infrastructure	07-28-16	1,200,000.00		444,537.76			428,290.75		16,247.01
03:04-18	Various Electrical Repairs to Water Plant	04-26-18	25,000.00		16,514.80					16,514.80
05:13-18	Various Capital Improvements	06-28-18	280,000.00		280,000.00					280,000.00
06:14-18	Acquisition of Equipment	08-23-18	150,000.00			\$ 150,000.00	150,000.00			
02:01-19	Various Capital Improvements	04-25-19	448,000.00		\$ 448,000.00			84,542.41		363,457.59
11:16-19	Acquisition of Various Equipment	12-10-19	35,000.00		35,000.00			31,598.00		3,402.00
11:17-19	Various Improvements and Equipment Acquisition	12-10-19	2,260,000.00		2,260,000.00					2,260,000.00
				<u>\$ 3,201.74</u>	<u>\$ 1,391,497.03</u>	<u>\$ 2,743,000.00</u>	<u>\$ 150,000.00</u>	<u>\$ 905,729.60</u>	<u>\$ 3,201.74</u>	<u>\$ 3,378,767.43</u>
Disbursed								\$ 292,052.04		
Refunds								(6,714.04)		
Reserve for Encumbrances								33,057.78		
Due Water Utility Operating Fund								<u>587,333.82</u>		
								<u>\$ 905,729.60</u>		

**BOROUGH OF BELLMAWR**  
**WATER UTILITY CAPITAL FUND**  
**Statement of Fixed Capital**  
For the Year Ended December 31, 2019

<u>Account</u>	<u>Balance</u> <u>Dec. 31, 2018</u>	<u>Transfers from</u> <u>Authorized and</u> <u>Uncompleted</u>	<u>Balance</u> <u>Dec. 31, 2019</u>
Organization	\$ 1,230.92		\$ 1,230.92
Springs and Wells	9,137.60		9,137.60
Pumping Station and Structures	5,754.85		5,754.85
Electric Power and Pumping Equipment	12,063.61		12,063.61
Storage Reservoir, Tanks and Sandpipe	129,701.49		129,701.49
Distribution Mains and Accessories	468,317.65		468,317.65
Service Pipes and Stops	2,623.20		2,623.20
Meters, Meter Boxes and Vaults	57,838.32		57,838.32
Fire Hydrants and Fire Cisterns	10,352.76		10,352.76
Engineering and Superintendence	24,713.06		24,713.06
Legal Expenditures During Construction	16,915.57		16,915.57
Interest During Construction	5,260.10		5,260.10
Equipment	9,405.84		9,405.84
Enlargement of Water System	21,000.00		21,000.00
Chlorinator	48,117.92		48,117.92
Water Extension Loop	2,691.20		2,691.20
New Well and Water Treatment Plant	622,008.56		622,008.56
Improvements to Water Supply and Distribution System	73,807.66		73,807.66
Improvement to Well No. 6 Water Treatment Facility and Building	849,673.21		849,673.21
Improvements to Wells Nos. 4 and 5	336,066.77		336,066.77
Install New Worthington Stage Pump - Well No. 6	29,833.00		29,833.00
Painting of the Warren Avenue Storage Tank and Repairs			
Water Well Numbers 3 & 6	250,000.00		250,000.00
Rehabilitation of Well Number 6	15,000.00		15,000.00
Miscellaneous	3,000.00		3,000.00
Upgrades and Improvements to the Water Storage and Distribution System	676,591.40		676,591.40
Emergency Repair of Water Main	80,969.00		80,969.00
Machinery and Equipment	109,696.00	\$ 150,000.00	259,696.00
Emergency Repair to Well Shaft	29,312.00		29,312.00
	<hr/> <u>\$ 3,901,081.69</u>	<hr/> <u>\$ 150,000.00</u>	<hr/> <u>\$ 4,051,081.69</u>

The Fixed Capital Reported Is as Taken From the Municipal Records and Does Not Necessarily Reflect the  
True Condition of Such Fixed Capital.

**BOROUGH OF BELLMAWR**  
**WATER UTILITY CAPITAL FUND**  
 Statement of Fixed Capital Authorized and Uncompleted  
 For the Year Ended December 31, 2019

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Ordinance Number	Improvement Description	Ordinance		Balance Dec. 31, 2018	2019 Authorizations	Transfers to Fixed Capital	Balance Dec. 31, 2019
		Date	Amount				
09:12-14	Replacement of Water Main on Howard Avenue	10-23-14	\$ 50,000.00	\$ 50,000.00			\$ 50,000.00
11:11-15 )	Purchase and Installation of Water Tank	11-23-15	2,500,000.00	2,800,000.00			2,800,000.00
02:06-17 )	Acquisition and Installation of Water Tank	03-23-17	300,000.00				
06:13-16	Improvements to Drinking Water Infrastructure	07-28-16	1,200,000.00	1,200,000.00			1,200,000.00
03:04-18	Various Electrical Repairs to Water Plant	04-26-18	25,000.00	25,000.00			25,000.00
05:13-18	Various Capital Improvements	06-28-18	280,000.00	280,000.00			280,000.00
06:14-18	Acquisition of Equipment	08-23-18	150,000.00	150,000.00		\$ 150,000.00	
02:01-19	Various Capital Improvements	04-25-19	448,000.00		\$ 448,000.00		448,000.00
11:16-19	Acquisition of Various Equipment	12-10-19	35,000.00		35,000.00		35,000.00
11:17-19	Various Improvements and Equipment Acquisition	12-10-19	2,260,000.00		2,260,000.00		2,260,000.00
				<u>\$ 4,505,000.00</u>	<u>\$ 2,743,000.00</u>	<u>\$ 150,000.00</u>	<u>\$ 7,098,000.00</u>

**BOROUGH OF BELLMAWR**  
**WATER UTILITY CAPITAL FUND**  
 Statement of New Jersey Environmental Infrastructure Trust Loan Payable  
 For the Year Ended December 31, 2019

<u>Purpose</u>	<u>Date of Issue</u>	<u>Original Issue</u>	Maturities of Loan			<u>Interest Rate</u>	<u>Balance Dec. 31, 2018</u>	<u>Issued</u>	<u>Decreased</u>	<u>Balance Dec. 31, 2019</u>
			<u>Date</u>	<u>Trust Loan</u>	<u>Fund Loan</u>					
NJ Environmental Infrastructure Loan, Series 1999	11-04-99	\$ 350,000.00				5.70%	\$ 27,570.69		\$	27,570.69
NJ Environmental Infrastructure Loan, Series 2019	05-23-19	905,345.00	02-01-20 08-01-20 02-01-21 08-01-21 02-01-22 08-01-22 02-01-23 08-01-23 02-01-24 08-01-24 2025-2029 2030-2034 2035-2039 2040-2044 2045-2048	\$ 5,000.00 5,000.00 5,000.00 5,000.00 5,000.00 5,000.00 5,000.00 5,000.00 5,000.00 5,000.00 25,000.00 30,000.00 50,000.00 50,000.00 40,000.00	\$ 5,086.20 2,543.10 5,086.20 2,543.10 5,086.20 2,543.10 5,086.20 2,543.10 5,086.20 2,543.10 38,146.50 38,146.50 38,146.50 38,146.50 30,517.30					
				<u>220,000.00</u>	<u>221,249.80</u>					
							\$ 741,766.00		\$ 300,516.20	\$ 441,249.80
							\$ 27,570.69	\$ 741,766.00	\$ 328,086.89	\$ 441,249.80
									\$ 32,656.89	
									295,430.00	
									\$ 328,086.89	
Paid by Budget Appropriation Defeased - Principal Forgiveness										

**BOROUGH OF BELLMAWR**  
**WATER UTILITY CAPITAL FUND**  
**Statement of Bond Anticipation Notes**  
**For the Year Ended December 31, 2019**

<u>Improvement Description</u>	<u>Ordinance Number</u>	<u>Date of Original Issue</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	<u>Balance Dec. 31, 2018</u>	<u>Increased</u>	<u>Decreased</u>	<u>Balance Dec. 31, 2019</u>
Purchase and Installation of Water Tank	2:06-17	08-18-17	08-17-18 08-16-19	08-16-19 08-14-20	1.93% 1.68%	\$ 2,800,000.00	\$ 2,800,000.00	\$ 2,800,000.00	\$ 2,800,000.00
Various Electrical Repairs to Water Plant	3:04-18	08-17-18	08-17-18 08-16-19	08-16-19 08-14-20	1.93% 1.68%	25,000.00	25,000.00	25,000.00	25,000.00
Various Capital Improvements	5:13-18	08-17-18	08-17-18 08-16-19	08-16-19 08-14-20	1.93% 1.68%	280,000.00	280,000.00	280,000.00	280,000.00
Acquisition of Equipment	6:14-18	08-17-18	08-17-18 08-16-19	08-16-19 08-14-20	1.93% 1.68%	150,000.00	150,000.00	150,000.00	150,000.00
						\$ 3,255,000.00	\$ 3,255,000.00	\$ 3,255,000.00	\$ 3,255,000.00
Renewal						\$ 3,255,000.00	\$ 3,255,000.00		

**BOROUGH OF BELLMAWR**  
**WATER UTILITY CAPITAL FUND**  
 Statement of Bonds and Notes Authorized But Not Issued  
 For the Year Ended December 31, 2019

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Ordinance Number	Improvement Description	Ordinance		Balance Dec. 31, 2018	2019 Authorizations	Loans Issued	Balance Dec. 31, 2019
		Date	Amount				
06:13-16	Improvements to Drinking Water Infrastructure	07-28-16	\$ 1,200,000.00	\$ 1,200,000.00		\$ 741,766.00	\$ 458,234.00
02:01-19	Various Capital Improvements	04-25-19	448,000.00		\$ 448,000.00		448,000.00
11:16-19	Acquisition of Various Equipment	12-10-19	35,000.00		35,000.00		35,000.00
11:17-19	Various Improvements and Equipment Acquisition	12-10-19	2,260,000.00		2,260,000.00		2,260,000.00
				\$ 1,200,000.00	\$ 2,743,000.00	\$ 741,766.00	\$ 3,201,234.00

**BOROUGH OF BELLMAWR**

**PART II**

**SCHEDULE OF FINDINGS AND RECOMMENDATIONS**

**FOR THE YEAR ENDED DECEMBER 31, 2019**

**BOROUGH OF BELLMAWR**  
Schedule of Findings and Recommendations  
For the Year Ended December 31, 2019

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***Schedule of Financial Statement Findings***

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

**Finding No. 2019-001**

**Criteria or Specific Requirement**

The payroll process should follow statutory guidelines and Borough ordinances.

**Condition**

The Borough did not process payroll in accordance with established guidelines.

**Context**

The following items were found during a test of payroll disbursements and reporting:

1. Four employees tested were not paid according to the salary ordinance.
2. The base salary of seven employees tested did not agree to the base salary reported on the quarterly pension reports.
3. Amounts reported on quarterly PERS and PFRS pension reports did not agree to the supporting payroll reports for all four quarters.
4. The quarterly pension reports for all four quarters were not filed timely.
5. The quarterly NJ927 was not properly prepared for one quarter tested.
6. Health benefit contributions were not calculated correctly for four employees tested.

**Effect**

Inaccurate and untimely payroll reports were filed with the respective agencies and employees did not receive proper deductions.

**Cause**

Oversight by the responsible personnel.

**Recommendation**

That the Borough review procedures with respect to the payroll process, and adhere to healthcare and pension deduction guidelines, including information contained in Local Finance Notices issued by the State of New Jersey, Division of Local Government Services.

**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.

**BOROUGH OF BELLMAWR**  
Schedule of Findings and Recommendations  
For the Year Ended December 31, 2019

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***Schedule of Financial Statement Findings (Cont'd)***

**Finding No. 2019-002**

**Criteria or Specific Requirement**

Transactions between funds (Interfunds) should be liquidated within a reasonable period of time and transactions should be posted to the respective general ledger of each fund.

**Condition**

The Borough had several interfund balances as of December 31. The interfund balances between funds in the respective general ledgers were not in agreement prior to audit adjustments.

**Context**

During the year numerous transactions between Borough funds occurred that were not properly posted to the general ledger of each fund.

**Effect**

The general ledgers for the funds of the Borough were not accurate and required adjustments to agree to cash reconciliations and other interfund balances.

**Cause**

There were timing differences between the reconciliation function and the maintenance of the general ledger.

**Recommendation**

That all transactions between Borough funds (interfunds) be reviewed prior to the end of the year and that all activity be posted to the respective general ledgers of the Borough.

**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.

**BOROUGH OF BELLMAWR**  
Schedule of Findings and Recommendations  
For the Year Ended December 31, 2019

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***Schedule of Financial Statement Findings (Cont'd)***

**Finding No. 2019-003**

**Criteria or Specific Requirement**

N.J.S.A. 40A:4-57 requires that budgetary transfers be approved by a resolution of the governing body prior to being over-expended.

**Condition**

Appropriations were over-expended prior to transfers and approved budget transfers of current appropriations and appropriation reserves were not properly recorded.

**Context**

One 2019 budget appropriation was over-expended twice prior to budget transfers. One budget transfer posted to the 2018 appropriation reserves was not approved by the governing body (appears to have been duplicated). One bond ordinance had commitments charged against it prior to the effective date of the ordinance.

**Effect**

The Borough is not in compliance with the above referenced statute and controls over current budgetary accounts are not effective to reduce the likelihood that errors could occur and not be detected.

**Cause**

Oversight by the responsible personnel.

**Recommendation**

That the Borough adheres to statutes with respect to over-commitments, ordinances and encumbrances.

**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.

**BOROUGH OF BELLMAWR**  
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. 2018-001**

**Condition**

The Borough did not process payroll in accordance with established guidelines as promulgated by Borough ordinance and health benefit deductions were not calculated in accordance with state statutes. In addition, amounts reported to the Division of Pensions for Public Employees' Retirement System (PERS) and Police and Firemen's Retirement System (PFRS) did not agree to amounts per payroll reports.

**Current Status**

This condition still exists. See Finding 2019-001.

**Planned Corrective Action**

The Borough will implement procedures as part of their corrective action plan.

**Finding No. 2018-002**

**Condition**

The Borough had several interfund balances as of December 31. The interfund balances between funds in the respective general ledgers were not in agreement prior to audit adjustments.

**Current Status**

This condition still exists. See Finding 2019-002.

**Planned Corrective Action**

The Chief Financial Officer will review all interfund balances prior to the end of the year.

**Finding No. 2018-003**

**Condition**

Appropriations were over-expended prior to transfers and approved budget transfers of current appropriations and appropriation reserves were not properly recorded. There was one appropriation reserve that was over-expended.

**Current Status**

This condition still exists. See Finding 2019-003.

**Planned Corrective Action**

The Borough will implement procedures as part of their corrective action plan.

**BOROUGH OF BELLMAWR**  
Summary Schedule of Prior Year Audit Findings  
and Recommendations as Prepared by Management

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**FEDERAL AWARDS**

Not Applicable.

**STATE FINANCIAL ASSISTANCE PROGRAMS**

Not Applicable.

**BOROUGH OF BELLMAWR**  
 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>
Charles J. Sauter III	Mayor	
Raymond Bider	President of Council	
James P. Casey	Member of Council	
James F. D'Angelo	Member of Council	
Paul T. DeAngelis	Member of Council	
Stephen B. Hagerty	Member of Council	
Craig Wilhelm	Member of Council	
Francine M. Wright	Municipal Clerk, Municipal Improvements Search Clerk, Street Opening Permit Clerk	(B)
Maria A. Fasulo	Chief Financial Officer	(B)
Margaret A. Sandrock	Tax Collector, Tax Search Officer, Tax Lien Officer	\$1,000,000.00 (A)
Tina A. Johnson	Water Collector, Tax Assessor Clerk, Licensing Official	\$1,000,000.00 (A)
John A. Dymond	Tax Assessor	(B)
N. Ryan Trabosh	Judge of Municipal Court	(B)
Amanda Cubbler	Municipal Court Administrator, Violations Clerk	(B)
James Burleigh	Construction Code Official	(B)

(A) Camden County Municipal Joint Insurance Fund - Public Employee Dishonesty Bond covers all "Statutory" positions (Tax Collector and Water Collector).

(B) Covered by a Public Employee Bond of \$1,000,000.00 with Camden County Joint Insurance Fund as participants in the Municipal Excess Liability Joint Insurance Fund.

**APPRECIATION**

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

Respectfully submitted,

BOWMAN & COMPANY LLP  
Certified Public Accountants  
& Consultants

*Robert S. Marrone*

Robert S. Marrone  
Certified Public Accountant  
Registered Municipal Accountant