

BOROUGH OF BELLMAWR
COUNTY OF CAMDEN
REPORT OF AUDIT
FOR THE YEAR ENDED DECEMBER 31, 2020



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BOROUGH OF BELLMAWR

PART I

REPORT OF AUDIT OF FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2020

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, 2020 and 2019, and the related statements of operations and changes in fund balance - regulatory basis for the years then ended, and the related statement of revenues - regulatory basis, statement of expenditures - regulatory basis, and statement of general fixed asset group of accounts - regulatory basis for the year ended December 31, 2020, and the related notes to the financial statements, which collectively comprise the 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, 2020 and 2019, or the results of its operations and changes in fund balance for the years then ended.

Opinion on Regulatory Basis of Accounting

In our opinion, the financial statements referred to previously present fairly, in all material respects, the assets, liabilities, reserves and fund balance - regulatory basis of the various funds of the Borough of Bellmawr, in the County of Camden, State of New Jersey, as of December 31, 2020 and 2019, and the results of its operations and changes in fund balance - regulatory basis of such funds for the years then ended, and the revenues - regulatory basis and expenditures - regulatory basis of the various funds, and general fixed asset group of accounts - regulatory basis, for the year ended December 31, 2020, in conformity with accounting principles and practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, as described in note 1.

Other Matters

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the 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 10, 2021 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 10, 2021

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

INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and
Members of the 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, 2020, 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 10, 2021. 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) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the 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 Finding Nos. 2020-001 and 2020-002 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 financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed an instance of noncompliance or other matter that is 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 is described in the accompanying *Schedule of Findings and Recommendations* as Finding No. 2020-002.

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 entity'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 10, 2021

BOROUGH OF BELLMAWR
CURRENT FUND
 Statements of Assets, Liabilities, Reserves and Fund Balance - Regulatory Basis
 As of December 31, 2020 and 2019

<u>ASSETS</u>	<u>Ref.</u>	<u>2020</u>	<u>2019</u>
Regular Fund:			
Cash	SA-1	\$ 4,700,764.50	\$ 4,537,389.19
Change Funds	SA-3	350.00	350.00
		<u>4,701,114.50</u>	<u>4,537,739.19</u>
Receivables and Other Assets with Full Reserves:			
Delinquent Property Taxes Receivable	SA-5	486,832.78	676,595.26
Tax Title Liens Receivable	SA-6	89,355.12	84,750.02
Consumer Accounts Receivable	SA-9	687,870.09	572,460.23
Revenue Accounts Receivable	SA-8	6,598.32	16,758.29
Prepaid Regional High School Tax	SA-20	4.48	
Accounts Receivable	SA-1		4,051.54
Due Bellmawr Redevelopment Agency	SA-1	1,526.00	
Due Bellmawr Board of Education	SA-11	28,308.27	9,587.29
Due Camden County Municipal Utilities Authority	SA-12		576.66
Due County - Omitted Taxes Overbilled	SA-24		24,353.69
Due NJDOT Missing Moves	SA-25		2,839.79
Due Water Operating Fund	D		59.92
Due Water Capital Fund	D	7,775.00	
Due Animal Control Trust Fund	B	899.92	1,973.70
		<u>1,309,169.98</u>	<u>1,394,006.39</u>
Deferred Charges:			
Emergency Appropriation	A-3		18,650.00
		<u>-</u>	<u>18,650.00</u>
		<u>6,010,284.48</u>	<u>5,950,395.58</u>
Federal, State and Other Grant Fund:			
Cash	SA-1	166,002.66	158,689.60
Grants Receivable	SA-27	71,129.42	84,876.28
Due Trust Other Fund	B	57.85	57.85
		<u>237,189.93</u>	<u>243,623.73</u>
		<u>\$ 6,247,474.41</u>	<u>\$ 6,194,019.31</u>

(Continued)

BOROUGH OF BELLMAWR
CURRENT FUND
 Statements of Assets, Liabilities, Reserves and Fund Balance - Regulatory Basis
 As of December 31, 2020 and 2019

<u>LIABILITIES, RESERVES AND FUND BALANCE</u>	<u>Ref.</u>	<u>2020</u>	<u>2019</u>
Regular Fund:			
Liabilities:			
Appropriation Reserves	A-3; SA-13	\$ 672,409.77	\$ 729,068.29
Reserve for Encumbrances	A-3; SA-13	152,156.94	35,825.44
Accounts Payable	SA-23	1,645.57	170.70
Prepaid Taxes	SA-15	310,698.04	234,763.47
Tax Overpayments	SA-7	526.20	1,572.95
Prepaid Sewer Rents	SA-14	6,497.77	5,728.24
Sewer Overpayments	SA-10	645.88	625.49
Due State of New Jersey:			
State Marriage License Fees	SA-16		150.00
Veterans' and Senior Citizens' Deductions	SA-4	35,904.96	34,307.85
Reserve for Special Emergencies	SA-22	15,314.80	15,314.80
Reserve for Police Records Management	SA-26	26,362.67	34,477.52
Due County for Added and Omitted Taxes	SA-17	18,802.87	17,933.71
Regional School District Payable	SA-20		0.52
Local School District Taxes Payable	SA-19	2.50	2.50
Due Bellmawr Housing	A	30.00	30.00
Due Camden County Municipal Utilities Authority	SA-12	849.16	
Due Water Operating Fund	D	51,489.22	
Due General Capital Fund	C	391,625.81	599,759.32
Due Trust Other Fund	B	89,851.33	64,543.49
		1,774,813.49	1,774,274.29
Reserve for Receivables and Other Assets	A	1,309,169.98	1,394,006.39
Fund Balance	A-1	2,926,301.01	2,782,114.90
		6,010,284.48	5,950,395.58
Federal, State and Other Grant Fund:			
Due General Capital	C	39,788.40	39,788.40
Reserve for Grants Unappropriated	SA-28	43,180.55	67,082.03
Reserve for Grants Appropriated	SA-29	149,739.98	126,893.30
Reserve for Encumbrances	SA-29	4,481.00	9,860.00
		237,189.93	243,623.73
		<u>\$ 6,247,474.41</u>	<u>\$ 6,194,019.31</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, 2020 and 2019

	<u>2020</u>	<u>2019</u>
Revenue and Other Income Realized		
Fund Balance Utilized	\$ 1,745,000.00	\$ 1,408,000.00
Miscellaneous Revenue Anticipated	4,072,841.67	3,762,944.69
Receipts from Delinquent Taxes	649,984.61	562,320.44
Receipts from Current Taxes	29,823,810.92	29,159,900.56
Non-Budget Revenues	597,742.52	352,313.14
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	492,020.00	283,577.33
Cancellation of Grants Unappropriated		24,499.00
Cancellation of Due Bank		6,623.52
Statutory Excess in Dog License Fund	909.60	1,964.00
Reserves Liquidated:		
Prepaid School Taxes		2.48
Protested Checks		7,505.76
Accounts Receivable	4,051.54	
Due State of New Jersey Missing Moves	2,839.79	
Due County - Omitted Taxes Overbilled	24,353.69	
Due from Camden County Municipal Utilities Authority	576.66	281.46
Due Water Utility Operating Fund	59.92	329,985.04
Due Trust Other Fund		32,100.39
Due Animal Control Trust Fund	1,073.78	1,287.65
 Total Income	 37,415,264.70	 35,933,305.46
Expenditures		
Budget and Emergency Appropriations:		
Operations Within "CAPS":		
Salaries and Wages	6,105,384.93	5,817,014.95
Other Expenses	5,062,391.64	4,574,279.64
Deferred Charges and Statutory Expenditures Within "CAPS"	1,331,245.00	1,369,198.33
Operations - Excluded from "CAPS":		
Other Expenses	439,887.52	543,867.93
Capital Improvements - Excluded from "CAPS"	100,000.00	98,650.00
Municipal Debt Service - Excluded from "CAPS"	1,565,764.33	1,479,578.00
Municipal Deferred Charges - Excluded from "CAPS"	18,650.00	
County Taxes	6,578,274.05	6,654,407.06
County Share of Added and Omitted Taxes	18,802.87	17,933.71
Local District School Tax	10,115,587.00	9,921,026.00
Regional High School Tax	4,142,322.00	4,099,707.00
State of New Jersey - Senior Citizens' and Veterans'		
Deductions Disallowed by Tax Collector - Prior Year Taxes	2,107.64	791.68
Refund of Prior Year Revenue		33,233.49
Refund of Prior Year Revenue - Reserve for Records Management	17,635.15	16,477.52
Cancellation of Grants Receivable		24,500.00
Cancellation of Protested Checks		7,505.76
Reserves Created:		
Due County - Omitted Taxes Overbilled		24,353.69
Due State of New Jersey Missing Moves		2,839.79
Accounts Receivable		4,051.54
Due Water Capital Fund	7,775.00	
Prepaid School Taxes	4.48	2,723.17
Due Bellmawr Redevelopment Agency	1,526.00	
Due from Bellmawr Board of Education	18,720.98	
 Total Expenditures	 35,526,078.59	 34,692,139.26

(Continued)

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

	<u>2020</u>	<u>2019</u>
Excess In Revenue	\$ 1,889,186.11	\$ 1,241,166.20
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	1,889,186.11	1,259,816.20
<u>Fund Balance</u>		
Balance Jan. 1	<u>2,782,114.90</u>	<u>2,930,298.70</u>
	4,671,301.01	4,190,114.90
Utilized as Revenue	<u>1,745,000.00</u>	<u>1,408,000.00</u>
Balance Dec. 31	<u>\$ 2,926,301.01</u>	<u>\$ 2,782,114.90</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, 2020

	Anticipated			
	<u>Budget</u>	Special N.J.S.A 40A:4-87	<u>Realized</u>	Excess or (Deficit)
Fund Balance Anticipated	\$ 1,745,000.00		\$ 1,745,000.00	
Miscellaneous Revenues:				
Licenses:				
Alcoholic Beverages	2,000.00		4,170.00	\$ 2,170.00
Other	10,000.00		9,598.00	(402.00)
Fees and Permits - Other	25,000.00		16,688.00	(8,312.00)
Fines and Costs - Municipal Court	220,000.00		141,969.63	(78,030.37)
Interest and Costs on Taxes	100,000.00		161,079.92	61,079.92
Rental Agreements:				
Cingular/AT&T Wireless	40,000.00		46,990.00	6,990.00
Verizon Wireless	50,000.00		58,952.16	8,952.16
Sprint	29,000.00		34,059.84	5,059.84
Omni Point/T-Mobile	60,000.00		67,605.95	7,605.95
Nextel Communications	20,000.00		21,000.00	1,000.00
Rental of Borough Property	40,000.00		66,398.00	26,398.00
Vacant Property Fees	60,000.00		107,158.14	47,158.14
Reserve for Records Management Maintenance	50,000.00		50,000.00	
Sewer Fees	400,000.00		441,434.31	41,434.31
State Aid without Offsetting Appropriations:				
Energy Receipts Tax	1,215,317.00		1,215,317.01	0.01
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	12,338.56		12,338.56	
Reserve for Distracted Driving Incentive	5,500.00		5,500.00	
Body Armor Replacement Fund	2,430.39		2,430.49	0.10
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	
Drunk Driving Enforcement Fund	1,142.47		1,142.47	
Clean Communities Program	2,601.00		2,601.00	
Recreation Enhancement Grant	75,000.00		75,000.00	
Shared Service Agreements Off-Set with Appropriations:				
Borough of Brooklawn - Mechanical Service	2,500.00		2,989.39	489.39
Borough of Woodlynne - Clean Sewer Mains	5,000.00		5,240.48	240.48
Borough of Hi-Nella - Concrete Install	10,000.00		3,332.00	(6,668.00)
Borough of Mt. Ephraim - Mechanical Services/Fleet Maintenance	10,000.00		10,488.91	488.91
Borough of Mt. Ephraim - Road Repairs	7,500.00			(7,500.00)
Bellmawr BOE - Mechanical Service	2,000.00		17,690.64	15,690.64
Borough of Woodlynne - Construction of Soccer Fields	12,000.00		17,790.00	5,790.00
Borough of Runnemede - Trash Removal	225,000.00		229,796.42	4,796.42
Borough of Woodlynne - Mechanical Service	2,500.00		698.00	(1,802.00)
Other Special Items:				
Uniform Construction Code Fees	220,000.00		233,022.93	13,022.93
Fire Safety Fees	14,000.00		13,937.00	(63.00)
Uniform Fire Safety Act	41,000.00		39,206.40	(1,793.60)
Reserve to Pay Debt	35,000.00		35,000.00	
Cable TV Franchise Fee	93,219.44		93,219.44	
Verizon Franchise Fee	64,287.69		64,287.69	
Payment in Lieu of Taxes	25,000.00		25,000.00	
2019 JIF Dividend	327,127.53		327,127.53	
Emergency Technician Fees	405,000.00		377,781.36	(27,218.64)
Total Miscellaneous Revenues	3,956,264.08	-	4,072,841.67	116,577.59
Receipts from Delinquent Taxes	474,500.00	-	649,984.61	175,484.61
Amount to be Raised for Support of Municipal Budget:				
Local Tax for Municipal Purpose Including Reserve for Uncollected Taxes	9,281,839.51	-	9,793,577.77	511,738.26
Budget Totals	15,457,603.59	-	16,261,404.05	803,800.46
Non Budget Revenues			597,742.52	597,742.52
	<u>\$ 15,457,603.59</u>	<u>\$ -</u>	<u>\$ 16,859,146.57</u>	<u>\$ 1,401,542.98</u>

(Continued)

BOROUGH OF BELLMAWR
CURRENT FUND
 Statement of Revenues - Regulatory Basis
 For the Year Ended December 31, 2020

Analysis of Realized Revenue:

Allocation of Current Tax Collections:

Revenue from Collections	\$ 29,823,810.92
Allocated to:	
School and County Taxes	<u>20,854,985.92</u>

Balance for Support of Municipal Budget Appropriations	8,968,825.00
Add: Appropriation "Reserve for Uncollected Taxes"	<u>824,752.77</u>

Amount for Support of Municipal Budget Appropriations

<u>\$ 9,793,577.77</u>	
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Receipts from Delinquent Taxes:

Delinquent Tax Collections	<u>\$ 649,984.61</u>
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Sewer Fees:

Sewer Rents	\$ 435,080.58
Sewer Rent Overpayments Applied	625.49
Prepaid Sewer Rents Applied	<u>5,728.24</u>
	<u>\$ 441,434.31</u>

(Continued)

BOROUGH OF BELLMAWR
CURRENT FUND
Statement of Revenues - Regulatory Basis
For the Year Ended December 31, 2020

Analysis of Non-Budget Revenue:

Miscellaneous Revenue not Anticipated:

Revenue Accounts Receivable - Treasurer:

Interest on Deposits	\$ 20,407.41
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Treasurer:

Subdivision and Site Plan	\$ 900.00
Ground Rentals	4,350.00
Duplicate Bills	384.00
Returned Check Fees	180.00
DMV Inspections	850.00
Zoning Applications	250.00
Showmobile	1,500.00
Variance Fees	120.00
Restitution	632.35
Rebates	838.85
Unclaimed Funds	63.00
Stale Dated Checks	879.68
NJ Turnpike	1,000.00
Sewer Connection Fees	100.00
Sale of Property	61,168.00
Handicap Parking	210.00
Recycling Reimbursement	6,620.60
Cost of Tax Sale	5,385.73
NJDOT Missing Moves	73,212.90
Off Duty Police Administrative Fees	25,882.00
2% Administration Fee for Senior Citizen and Veterans Deductions	2,569.39
Insurance Dividends	264,271.00
Refund Prior Year Expenditures	3,364.45
Shared Service Agreements	4,849.81
Camden County CARES Reimbursement (COVID-19)	39,124.48
Miscellaneous	<u>14,509.98</u>

513,216.22

Due Animal Control Trust Fund - Interest on Deposits	23.15
Due General Capital Fund - Interest on Deposits	2,361.47
Due Trust Other Fund - Interest on Deposits	3,142.60
Due Trust Other Fund - Miscellaneous	<u>58,591.67</u>

64,118.89

<u>\$ 597,742.52</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, 2020

	Original Budget	Budget After Modification	Expended			Unexpended Balance Canceled
			Paid or Charged	Encumbered	Reserved	
<u>OPERATIONS - WITHIN "CAPS"</u>						
General Government						
General Administration						
Salaries and Wages	\$ 95,000.00	\$ 86,975.00	\$ 86,093.12		\$ 881.88	
Other Expenses	120,000.00	119,999.00	110,123.40	\$ 4,652.86	5,222.74	
Public Relations						
Other Expenses	6,000.00	6,000.00	4,000.00		2,000.00	
Mayor and Council						
Salaries and Wages	40,001.00	40,001.00	40,000.08		0.92	
Other Expenses	32,000.00	28,267.00	25,410.74	29.61	2,826.65	
Municipal Clerk (Elections)						
Salaries and Wages	85,068.00	88,801.00	88,658.32		142.68	
Other Expenses	8,000.00	8,000.00	2,994.25		5,005.75	
Financial Administration						
Salaries and Wages	78,918.87	78,918.87	78,826.51		92.36	
Audit Fee	40,000.00	40,000.00	30,005.00	9,000.00	995.00	
Other Expenses	40,000.00	40,000.00	40,000.00			
Assessment of Taxes						
Salaries and Wages	20,500.00	20,500.00	20,242.31		257.69	
Other Expenses	14,000.00	14,000.00	9,155.00		4,845.00	
Collection of Taxes						
Salaries and Wages	76,711.34	79,711.34	77,185.40		2,525.94	
Other Expenses	9,500.00	7,500.00	7,308.74		191.26	
Liquidation of Tax Title Liens and Foreclosed Property						
Other Expenses	1,000.00					
Legal Services and Costs						
Other Expenses	115,000.00	135,000.00	103,644.29	7,852.50	23,503.21	
Judgement	10,000.00					
Municipal Prosecutor						
Salaries and Wages	24,673.00	24,673.00	24,469.90		203.10	
Engineering Services and Costs						
Other Expenses	45,000.00	45,000.00	35,844.75	7,253.00	1,902.25	
Municipal Land Use Law (N.J.S.40:55D-1):						
Planning Board						
Salaries and Wages	2,341.96	2,341.96	1,570.92		771.04	
Other Expenses	7,000.00	7,000.00	1,544.82		5,455.18	
Zoning Board of Adjustment						
Salaries and Wages	2,939.16	2,939.16	2,927.08		12.08	
Other Expenses	3,000.00	3,000.00	1,123.68		1,876.32	
Environmental Commission (N.J.S.A.40:56A-1 et seq.)						
Salaries and Wages	521.24	546.24	516.69		29.55	
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, 2020

	Original Budget	Budget After Modification	Expended			Unexpended Balance Canceled
			Paid or Charged	Encumbered	Reserved	
OPERATIONS - WITHIN "CAPS" (CONT'D)						
Public Safety						
Municipal Court						
Salaries and Wages	\$ 210,000.00	\$ 210,000.00	\$ 205,096.39		\$ 4,903.61	
Other Expenses	20,000.00	20,000.00	9,109.01		10,890.99	
Public Defender (P.L. 1997, C.256)						
Salaries and Wages	13,525.20	13,525.20	9,482.00		4,043.20	
Fire						
Salaries and Wages	159,000.00	159,000.00	148,730.48		10,269.52	
Other Expenses						
Fire Hydrant Services	38,500.00	38,500.00	34,544.48	\$ 3,285.76	669.76	
Miscellaneous Other Expenses	123,500.00	123,500.00	97,938.97	15,696.17	9,864.86	
Bellmawr Fire Company # 1	38,000.00	38,000.00	31,644.42	3,166.67	3,188.91	
Bellmawr Park Fire Company	18,000.00	18,000.00	15,287.50		2,712.50	
Fire Marshall						
Salaries and Wages	16,556.41	16,556.41	16,520.19		36.22	
Other Expenses	150.00	150.00			150.00	
Police						
Salaries and Wages	2,513,354.00	2,430,754.00	2,318,392.05		112,361.95	
Other Expenses	198,000.00	198,000.00	165,652.89	14,195.27	18,151.84	
Office of Emergency Management						
Salaries and Wages	6,070.68	6,070.68	5,955.64		115.04	
Other Expenses	5,000.00	5,000.00	4,799.01		200.99	
Emergency Medical Services						
Salary and Wages	447,500.40	447,500.40	445,707.01		1,793.39	
Other Expenses	75,000.00	86,000.00	60,562.28	6,735.89	18,701.83	
Uniform Fire Safety Act (PL 1983, CH 383):						
Fire Safety Inspector						
Salaries and Wages	64,569.98	68,769.98	68,769.31		0.67	
Other Expenses	4,000.00	4,000.00	2,446.03	485.92	1,068.05	
Streets and Roads						
Road Repairs and Maintenance						
Salaries and Wages	787,591.68	787,591.68	787,591.68			
Other Expenses	161,000.00	161,000.00	145,965.38	11,042.88	3,991.74	
Storm Recovery						
Other Expenses	5,000.00	5,000.00			5,000.00	
Garbage and Trash Removal						
Salaries and Wages	590,201.58	590,201.58	569,979.37		20,222.21	
Other Expenses	375,000.00	452,000.00	412,228.01	38,755.18	1,016.81	
Sewer Department						
Salaries and Wages	400,000.00	385,000.00	378,875.99		6,124.01	
Other Expenses	65,000.00	65,000.00	45,830.01	652.73	18,517.26	
Public Buildings and Grounds						
Other Expenses	60,000.00	64,000.00	61,793.79	239.91	1,966.30	

(Continued)

BOROUGH OF BELLMAWR
CURRENT FUND
 Statement of Expenditures - Regulatory Basis
 For the Year Ended December 31, 2020

	Original Budget	Budget After Modification	Paid or Charged	Expended	Unexpended Balance Canceled
				Encumbered	Reserved
<u>OPERATIONS - WITHIN "CAPS" (CONT'D)</u>					
<u>Health and Welfare</u>					
Board of Health					
Salaries and Wages	\$ 4,966.92	\$ 4,966.92	\$ 4,766.08	\$ 200.84	
Other Expenses	2,500.00	2,500.00	185.06	1,000.00	1,314.94
Dog Regulation					
Other Expenses	33,600.00	35,600.00	33,155.29	800.00	1,644.71
<u>Recreation and Education</u>					
Parks and Playgrounds					
Salaries and Wages	450,278.75	442,778.75	441,506.82		1,271.93
Other Expenses	44,500.00	47,500.00	42,655.43	1,676.03	3,168.54
Celebration of Public Event, Anniversary or Holiday					
Other Expenses	35,000.00	35,000.00	7,105.07	1,131.94	26,762.99
Senior Citizens					
Other Expenses	5,000.00	5,000.00	3,772.50		1,227.50
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	14,900.76	4,900.76	4,519.32		381.44
Other Expenses	4,500.00				
State Uniform Construction Code (N.J.S.A. 52:27-120 et seq)					
Salaries and Wages	105,961.00	107,361.00	100,280.71		7,080.29
Other Expenses	15,000.00	15,000.00	14,058.49	98.47	843.04
<u>Insurance</u>					
General Liability	312,119.00	327,119.00	317,199.07	6,087.85	3,832.08
Workers Compensation	280,049.00	280,049.00	280,049.00		
Employee Group Health	1,981,163.64	1,981,163.64	1,870,211.79		110,951.85
<u>Utility Expenses and Bulk Purchases</u>					
Gasoline	150,000.00	135,000.00	90,938.08	9,207.56	34,854.36
Street Lighting	210,000.00	220,000.00	200,288.04	484.69	19,227.27
Electricity	130,000.00	130,000.00	98,353.29	107.74	31,538.97
Telephone	60,000.00	65,000.00	61,886.08	3,102.32	11.60
Gas - Natural	15,300.00	15,300.00	9,646.19	2,373.20	3,280.61
Water	8,500.00	8,500.00	5,593.12	369.11	2,537.77
Sewerage Processing and Disposal (CCMUA)	10,244.00	10,244.00	5,280.99		4,963.01
Unclassified:					
Accumulated Leave Compensation	5,000.00	5,000.00		5,000.00	
Total Operations - Within "CAPS"	11,167,777.57	11,167,776.57	10,442,922.31	149,483.26	575,371.00
Detail:					-
Salaries and Wages	6,216,151.93	6,105,384.93	5,926,663.37		178,721.56
Other Expenses	4,951,625.64	5,062,391.64	4,516,258.94	149,483.26	396,649.44

(Continued)

BOROUGH OF BELLMAWR
CURRENT FUND
 Statement of Expenditures - Regulatory Basis
 For the Year Ended December 31, 2020

	Original Budget	Budget After Modification	Paid or Charged	Expended	Unexpended Balance Canceled
				Encumbered	Reserved
<u>DEFERRED CHARGES AND STATUTORY EXPENDITURES - MUNICIPAL WITHIN "CAPS"</u>					
Statutory Expenditures					
Contribution to:					
Public Employees' Retirement System	\$ 376,567.00	\$ 376,567.00	\$ 376,567.00		
Social Security System (O.A.S.I.)	330,000.00	330,000.00	318,387.42	\$ 11,612.58	
Unemployment Compensation Insurance	3,000.00	3,000.00		3,000.00	
Police and Fireman's Retirement System of N.J.	586,678.00	586,678.00	586,678.00		
Defined Contribution Retirement Plan	5,000.00	5,000.00	517.15	4,482.85	
Disability Insurance	30,000.00	30,000.00	19,050.87	10,949.13	
Total Deferred Charges and Statutory Expenditures Municipal - Within "CAPS"	1,331,245.00	1,331,245.00	1,301,200.44	-	30,044.56
Total General Appropriations for Municipal Purposes Within "CAPS"	12,499,022.57	12,499,021.57	11,744,122.75	\$ 149,483.26	605,415.56
<u>OPERATIONS - EXCLUDED FROM "CAPS"</u>					
Length of Service Awards Program	26,000.00	26,000.00	21,850.00		4,150.00
Shared Service Agreements Off-Set by Revenues:					
Borough of Mt. Ephraim - Mechanical Services/Fleet Maintenance	10,000.00	10,000.00	2,000.00	2,647.88	5,352.12
Borough of Mt. Ephraim - Shining Star Park	7,500.00	7,500.00			7,500.00
Bellmawr BOE - Mechanical Services	2,000.00	2,000.00			2,000.00
Borough of Runnemede - Trash Removal	225,000.00	225,000.00	191,718.00	25.80	33,256.20
Borough of Woodlynne - Cleaning of Sanitary Sewer System	5,000.00	5,000.00	4,479.44		520.56
Borough of Woodlynne - Mechanical Service	2,500.00	2,500.00	803.63		1,696.37
Borough of Woodlynne - Construction: Soccer	12,000.00	12,000.00	11,981.04		18.96
Borough of Hi-Nella - Concrete Install	10,000.00	10,000.00			10,000.00
Borough of Brooklawn - Mechanical Service	2,500.00	2,500.00			2,500.00
Total Shared Service Agreements Off-Set by Revenues	276,500.00	276,500.00	210,982.11	2,673.68	62,844.21
Public and Private Programs Off-Set by Revenues:					
Distracted Driving Incentive	5,500.00	5,500.00	5,500.00		
Body Armor Replacement Fund	2,430.49	2,430.49	2,430.49		
Municipal Alliance on Alcoholism and Drug Abuse	17,875.00	17,875.00	17,875.00		
Clean Communities Program	2,601.00	2,601.00	2,601.00		
Recycling Tonnage Grant	12,338.56	12,338.56	12,338.56		
Drunk Driving Enforcement Fund	1,142.47	1,142.47	1,142.47		
Recreation Enhancement	75,000.00	75,000.00	75,000.00		
Safe and Secure Communities Program	20,500.00	20,500.00	20,500.00		
Total Public and Private Programs Offset by Revenues	137,387.52	137,387.52	137,387.52	-	-
Total Operations - Excluded from "CAPS"	439,887.52	439,887.52	370,219.63	2,673.68	66,994.21
<u>CAPITAL IMPROVEMENTS - EXCLUDED FROM "CAPS"</u>					
Capital Improvement Fund	100,000.00	100,000.00	100,000.00		

(Continued)

BOROUGH OF BELLMAWR
CURRENT FUND
 Statement of Expenditures - Regulatory Basis
 For the Year Ended December 31, 2020

	Original Budget	Budget After Modification	Expended			Unexpended Balance Canceled
			Paid or Charged	Encumbered	Reserved	
<u>MUNICIPAL DEBT SERVICE - EXCLUDED FROM "CAPS"</u>						
Payment of Bond Principal	\$ 250,000.00	\$ 250,000.00	\$ 250,000.00			
Payment of Bond Anticipation Notes and Capital Notes	488,700.00	488,700.00	488,700.00			
Interest on Bonds	31,750.00	31,750.00	31,750.00			
Interest on Notes	112,000.00	112,000.00	110,342.57			\$ 1,657.43
New Jersey Green Acres Loan:						
Principal	10,495.34	10,495.34	10,495.34			
Interest	480.44	481.44	480.44			1.00
New Jersey Environmental Infrastructure Loan:						
Principal	590,055.96	590,055.96	590,055.96			
Interest	91,808.99	91,808.99	83,940.02			7,868.97
Total Municipal Debt Service - Excluded from "CAPS"	<u>1,575,290.73</u>	<u>1,575,291.73</u>	<u>1,565,764.33</u>	<u>-</u>	<u>-</u>	<u>9,527.40</u>
<u>MUNICIPAL DEFERRED CHARGES - EXCLUDED FROM "CAPS"</u>						
Deferred Charges - Emergency Authorizations	18,650.00	18,650.00	18,650.00			
Total General Appropriations for Municipal Purposes Excluded from "CAPS"	2,133,828.25	2,133,829.25	2,054,633.96	\$ 2,673.68	\$ 66,994.21	9,527.40
Subtotal General Appropriations Reserve for Uncollected Taxes	14,632,850.82 824,752.77	14,632,850.82 824,752.77	13,798,756.71 824,752.77	152,156.94	672,409.77	9,527.40
	<u>\$ 15,457,603.59</u>	<u>\$ 15,457,603.59</u>	<u>\$ 14,623,509.48</u>	<u>\$ 152,156.94</u>	<u>\$ 672,409.77</u>	<u>\$ 9,527.40</u>
Reserve for Grants Appropriated Deferred Charges Reserve for Uncollected Taxes Refunds Due General Capital Fund Disbursed			\$ 137,387.52 18,650.00 824,752.77 (104,393.50) 100,000.00 13,647,112.69			
			<u>\$ 14,623,509.48</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, 2020 and 2019

	<u>Ref.</u>	<u>2020</u>	<u>2019</u>
<u>ASSETS</u>			
Animal Control Fund:			
Cash	SB-1	\$ 6,093.75	\$ 7,181.73
Length of Service Award Program:			
Investments - Length of Service Awards Program	SB-12	344,142.89	316,257.08
Trust Other Funds:			
Cash	SB-1	892,890.41	727,843.93
Community Development Block Grant Receivable	SB-6	11,115.32	39,465.32
Accounts Receivable	SB-11	26,098.50	63,933.50
Due Current Fund	SB-7	89,851.33	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-13	90.24	160.24
		<u>1,029,350.05</u>	<u>909,069.56</u>
		<u>\$ 1,379,586.69</u>	<u>\$ 1,232,508.37</u>
<u>LIABILITIES AND RESERVES</u>			
Animal Control Fund:			
Reserve for Animal Control Fund Expenditures	SB-2	\$ 5,047.43	\$ 5,071.20
Due State of New Jersey	SB-3	146.40	136.80
Due Current Fund	SB-4	899.92	1,973.70
Due Bank	B		0.03
		<u>6,093.75</u>	<u>7,181.73</u>
Length of Service Award Program:			
Reserve for Length of Service Awards Program	SB-15	344,142.89	316,257.08
Trust Other Funds:			
Due Federal and State Grant Fund	A	57.85	57.85
Reserve for Encumbrances	SB-10	920.82	2,044.54
Reserve for Law Enforcement Funds	SB-8	42,179.54	47,118.05
Reserve for Off Duty Police	SB-8	40,176.20	30,644.75
Reserve for Site Plan Review Escrow Deposits	SB-8	118,553.72	116,452.40
Reserve for Redemption of Tax Sale Certificates	SB-8	6,614.20	23,997.39
Reserve for Premiums Received at Tax Sale	SB-8	599,800.00	386,900.00
Reserve for Police Drug Enforcement	SB-8	33.17	33.17
Reserve for Community Beautification Donations	SB-8	8,317.78	8,614.28
Reserve for Parking Offenses Adjudication Act Funds	SB-8	553.19	485.19
Reserve for Public Defender Fees	SB-8	13,793.71	11,143.55
Reserve for Donations for the Needy	SB-8	13,558.18	14,796.37
Reserve for Municipal Alliance	SB-8	305.25	305.25
Reserve for Developers Escrow	SB-8	11,435.29	2,847.79
Reserve for Flexible Spending Account	SB-8	603.37	131.51
Reserve for Unemployment Compensation Insurance	SB-8	1,352.28	1,352.28
Payroll Deductions Payable	SB-9	74,070.95	165,120.64
Reserve for Community Development Block Grants	B	97,024.55	97,024.55
		<u>1,029,350.05</u>	<u>909,069.56</u>
		<u>\$ 1,379,586.69</u>	<u>\$ 1,232,508.37</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, 2020 and 2019

<u>ASSETS</u>	<u>Ref.</u>	<u>2020</u>	<u>2019</u>
Cash	SC-1	\$ 351,398.61	\$ 253,530.38
Accounts Receivable	SC-5	1,347,708.20	364,237.69
Due Current Fund	SC-6	391,625.81	599,759.32
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	10,331,229.72	4,338,781.02
Unfunded	SC-4	2,095,472.36	7,655,602.22
		<u>\$ 14,587,647.60</u>	<u>\$ 13,282,123.53</u>
LIABILITIES, RESERVES AND FUND BALANCE			
Capital Improvement Fund	SC-7	\$ 22,654.00	\$ 13,991.00
Due Trust Other Fund	B	9,304.25	9,304.25
Improvement Authorizations:			
Funded	SC-9	1,040,499.29	232,518.72
Unfunded	SC-9	1,613,103.35	1,672,062.05
Reserve for Encumbrances and Contracts Payable	SC-10	1,095,983.74	268,731.61
Reserve for Payment of Bonds and Notes	SC-8	149,818.94	82,233.98
Reserve for Sewer Improvements	C	14,404.00	14,404.00
Bond Anticipation Notes	SC-11	278,700.00	6,622,887.00
New Jersey Environmental Infrastructure Trust Loan Payable	SC-13	2,622,089.86	3,212,145.82
Green Acres Loan Payable	SC-14	16,139.86	26,635.20
General Serial Bonds	SC-12	7,693,000.00	1,100,000.00
Fund Balance	C-1	31,950.31	27,209.90
		<u>\$ 14,587,647.60</u>	<u>\$ 13,282,123.53</u>

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

BOROUGH OF BELLMAWR
GENERAL CAPITAL FUND
Statement of Fund Balance - Regulatory Basis
For the Year Ended December 31, 2020

Balance Dec. 31, 2019	\$ 27,209.90
Increased by:	
Cancellation of Improvement Authorizations:	
Ordinance 09:11-12	<u>4,740.41</u>
Balance Dec. 31, 2020	<u><u>\$ 31,950.31</u></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, 2020 and 2019

	<u>Ref.</u>	<u>2020</u>	<u>2019</u>
<u>ASSETS</u>			
Operating Fund:			
Cash	SD-1	\$ 1,118,367.21	\$ 933,123.99
Change Fund	D	50.00	50.00
Due Current Fund	SD-5	51,489.22	
Due Water Utility Capital Fund	SD-7	43,245.86	33,236.51
		<hr/> 1,213,152.29	<hr/> 966,410.50
Receivables with Full Reserves:			
Due Bank	SD-6	3,271.00	
Consumer Accounts Receivable	SD-4	<hr/> 79,268.41	<hr/> 154,519.92
		<hr/> 79,268.41	<hr/> 157,790.92
Total Operating Fund		<hr/> 1,292,420.70	<hr/> 1,124,201.42
Capital Fund:			
Cash	SD-1	2,510,906.09	318,730.55
Fixed Capital	SD-15	4,097,879.95	4,051,081.69
Fixed Capital Authorized and Uncompleted	SD-16	<hr/> 8,218,000.00	<hr/> 7,098,000.00
Total Capital Fund		<hr/> 14,826,786.04	<hr/> 11,467,812.24
		<hr/> \$ 16,119,206.74	<hr/> \$ 12,592,013.66

(Continued)

BOROUGH OF BELLMAWR

WATER UTILITY FUND

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

	<u>Ref.</u>	<u>2020</u>	<u>2019</u>
<u>LIABILITIES, RESERVES AND FUND BALANCES</u>			
Operating Fund:			
Liabilities:			
Appropriation Reserves	D-3 & SD-9	\$ 608,713.84	\$ 196,606.99
Reserve for Encumbrances	D-3 & SD-9	22,960.22	57,943.91
Water Rent Prepayments	SD-10	66,327.42	128,866.31
Water Rent Overpayments	SD-11	1,981.81	2,306.68
Accrued Interest on Loans	SD-12	2,934.90	23,863.94
Due Current Fund	SD-5		59.92
Due Trust Other Fund	SD-8		3,818.83
Due General Capital Fund	C	424.50	424.50
		703,342.69	413,891.08
Reserves for Receivables	D	79,268.41	157,790.92
Fund Balance	D-1	509,809.60	552,519.42
Total Operating Fund		1,292,420.70	1,124,201.42
Capital Fund:			
Due Water Operating Fund	SD-7	43,245.86	33,236.51
Due General Capital Fund	C	30,000.00	30,000.00
Due Current Fund	SD-1	7,775.00	
Improvement Authorizations:			
Funded	SD-14	2,252,497.52	3,201.74
Unfunded	SD-14	1,124,636.00	3,378,767.43
Capital Improvement Fund	D	41,701.09	41,701.09
Accrued Interest on Bonds	SD-12	43,116.38	
Reserve for Encumbrances	SD-14	120,966.50	33,057.78
Reserve for Amortization	SD-13	4,207,619.35	4,169,990.05
Reserve for Deferred Amortization	D	81,607.84	81,607.84
Bond Anticipation Notes	SD-18		3,255,000.00
General Obligation Bonds	SD-19	6,445,000.00	
New Jersey Infrastructure Loans Payable	SD-17	428,620.50	441,249.80
Total Capital Fund		14,826,786.04	11,467,812.24
		\$ 16,119,206.74	\$ 12,592,013.66

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, 2020 and 2019

	<u>2020</u>	<u>2019</u>
<u>Revenue and Other Income Realized</u>		
Operating Surplus Anticipated	\$ 379,450.00	\$ 273,450.00
Rents	1,314,471.08	1,171,164.33
Miscellaneous	23,846.78	22,668.74
Reserve for Maintenance of Water Tank		65,020.00
Other Credits to Income:		
Cancelation of Water Rent Prepayments		10,156.09
Liquidation of Reserve for Due Bank	3,271.00	
Unexpended Balance of Appropriation Reserves	105,618.67	38,669.38
 Total Income	 1,826,657.53	 1,581,128.54
<u>Expenditures</u>		
Operating	1,341,553.43	1,254,898.87
Debt Service	78,592.92	98,604.83
Deferred Charges and Statutory Expenditures	66,500.00	66,500.00
Cancelation of Due Bank	3,271.00	
 Total Expenditures	 1,489,917.35	 1,420,003.70
 Statutory Excess to Fund Balance	 336,740.18	 161,124.84
<u>Fund Balance</u>		
Balance Jan. 1	552,519.42	664,844.58
	889,259.60	825,969.42
Decreased by:		
Utilized as Revenue	379,450.00	273,450.00
 Balance Dec. 31	 \$ 509,809.60	 \$ 552,519.42

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, 2020

	<u>Anticipated</u>	<u>Realized</u>	<u>Excess</u>
Operating Surplus Anticipated	\$ 379,450.00	\$ 379,450.00	
Rents	1,134,584.30	1,314,471.08	\$ 179,886.78
Miscellaneous	<u>10,000.00</u>	<u>23,846.78</u>	<u>13,846.78</u>
	<u><u>\$ 1,524,034.30</u></u>	<u><u>\$ 1,717,767.86</u></u>	<u><u>\$ 193,733.56</u></u>

Analysis of Realized Revenue

Rents:

Consumer Accounts Receivable:

Collected	\$ 1,183,298.09
Overpayments Applied	2,306.68
Prepayments Applied	<u>128,866.31</u>
	<u><u>\$ 1,314,471.08</u></u>

Miscellaneous:

Collector:

Penalty on Delinquent Accounts	\$ 12,662.72
Miscellaneous	<u>6,225.00</u>
	<u>\$ 18,887.72</u>

Treasurer:

Interest Earned on Investments:

Receipts	2,999.88
Due Water Capital Fund	<u>1,959.18</u>
	<u><u>4,959.06</u></u>
	<u><u>\$ 23,846.78</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, 2020

	Appropriations		Expended			Unexpended Balance Canceled
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	
Operating:						
Salaries and Wages	\$ 523,393.43	\$ 523,393.43	\$ 374,441.85		\$ 148,951.58	
Other Expenses	818,160.00	818,160.00	349,647.89	\$ 22,960.22	445,551.89	
Total Operating	1,341,553.43	1,341,553.43	724,089.74	22,960.22	594,503.47	-
Debt Service:						
Payment of Bond Anticipation Notes and Capital Notes	35,450.00	35,450.00	25,000.00			\$ 10,450.00
Principal and Interest on Loans	20,530.87	20,530.87	19,733.79			797.08
Interest on Notes	60,000.00	60,000.00	33,859.13			26,140.87
Total Debt Service	115,980.87	115,980.87	78,592.92	-	-	37,387.95
Deferred Charges and Statutory Expenditures:						
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	25,427.03		12,572.97	
Unemployment Compensation Insurance	3,000.00	3,000.00	1,362.60		1,637.40	
Total Deferred Charges and Statutory Expenditures	66,500.00	66,500.00	52,289.63	-	14,210.37	-
	\$ 1,524,034.30	\$ 1,524,034.30	\$ 854,972.29	\$ 22,960.22	\$ 608,713.84	\$ 37,387.95
Accrued Interest on Loans and Notes			\$ 40,963.62			
Refunds			(100.00)			
Disbursed			814,108.67			
			\$ 854,972.29			

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, 2020

	<u>Balance</u> <u>Dec. 31, 2019</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>Dec. 31, 2020</u>
General Fixed Assets:				
Land and Buildings	\$ 11,475,525.51	\$ 17,600.00		\$ 11,493,125.51
Equipment	2,761,255.65	173,075.15	\$ 154,250.00	2,780,080.80
Vehicles	<u>4,947,634.49</u>	<u>1,080,031.43</u>	<u>236,856.40</u>	<u>5,790,809.52</u>
	<u><u>\$ 19,184,415.65</u></u>	<u><u>\$ 1,270,706.58</u></u>	<u><u>\$ 391,106.40</u></u>	<u><u>\$ 20,064,015.83</u></u>
Investment in General Fixed Assets	<u><u>\$ 19,184,415.65</u></u>	<u><u>\$ 1,270,706.58</u></u>	<u><u>\$ 391,106.40</u></u>	<u><u>\$ 20,064,015.83</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, 2020

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, the Township of 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, 2020, the Borough's bank balances of \$10,292,314.32 were exposed to custodial credit risk as follows:

Insured by FDIC and GUDPA	\$ 9,916,769.72
Uninsured and Uncollateralized	<u>375,544.60</u>
Total	<u>\$ 10,292,314.32</u>

Note 3: PROPERTY TAXES

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

Comparative Schedule of Tax Rates

	<u>Year Ended</u>				
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Tax Rate	<u>\$ 3.844</u>	<u>\$ 3.805</u>	<u>\$ 3.745</u>	<u>\$ 3.701</u>	<u>\$ 3.629</u>
Apportionment of Tax Rate:					
Municipal	\$ 1.185	\$ 1.166	\$ 1.166	\$ 1.146	\$ 1.146
County	0.839	0.850	0.843	0.856	0.810
Local School	1.291	1.266	1.236	1.199	1.173
Regional School	0.529	0.523	0.500	0.500	0.500

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>
2020	\$ 783,621,800.00
2019	783,550,100.00
2018	783,336,900.00
2017	788,389,400.00
2016	793,673,100.00

Comparison of Tax Levies and Collections

<u>Year</u>	<u>Tax Levy</u>	<u>Collections</u>	<u>Percentage of Collections</u>
2020	\$ 30,343,082.92	\$ 29,823,810.92	98.29%
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%

Delinquent Taxes and Tax Title Liens

<u>Year</u>	<u>Tax Title Liens</u>	<u>Delinquent Taxes</u>	<u>Total Delinquent</u>	<u>Percentage of Tax Levy</u>
2020	\$ 89,355.12	\$ 486,832.78	\$ 576,187.90	1.90%
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%

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

<u>Year</u>	<u>Number</u>
2020	8
2019	8
2018	8
2017	9
2016	9

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>		
2020	\$ 572,460.23	---	\$ 556,844.17	\$ 1,129,304.40	\$ 441,434.31	
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	

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>		
2020	\$ 154,519.92	---	\$ 1,239,219.57	\$ 1,393,739.49	\$ 1,314,471.08	
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	

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>
2020	\$ 2,926,301.01	\$ 1,724,615.00	58.93%
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%

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>
2020	\$ 509,809.60	\$ 385,000.00	75.52%
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%

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, 2020:

<u>Fund</u>	<u>Interfunds Receivable</u>	<u>Interfunds Payable</u>
Current	\$ 8,674.92	\$ 532,966.36
Federal and State Grant	57.85	39,788.40
Trust - Animal Control		899.92
Trust - Other	99,155.58	57.85
General Capital	461,838.71	9,304.25
Water Utility - Operating	94,735.08	424.50
Water Utility - Capital		81,020.86
Totals	\$ 664,462.14	\$ 664,462.14

The interfund receivables and payables above predominately resulted from collections and payments made by certain funds on behalf of other funds. During the year 2021, the 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 1/55th of final average salary for each year of service credit is available to tiers 1 and 2 members upon reaching age 60 and to tier 3 members upon reaching age 62. Service retirement benefits of 1/60th of final average salary for each year of service credit is available to tier 4 members upon reaching age 62 and tier 5 members upon reaching age 65. Early retirement benefits are available to tiers 1 and 2 members before reaching age 60, tiers 3 and 4 with 25 years or more of service credit before age 62, and tier 5 with 30 or more years of service credit before age 65. Benefits are reduced by a fraction of a percent for each month that a member retires prior to the age at which a member can receive full early retirement benefits in accordance with their respective tier. Tier 1 members can receive an unreduced benefit from age 55 to age 60 if they have at least 25 years of service. Deferred retirement is available to members who have at least 10 years of service credit and have not reached the service retirement age for the respective tier.

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 is currently 7.50% of base salary, effective July 1, 2018. The rate for members who are eligible for the Prosecutors Part of PERS (P.L. 2001, C. 366) is 10.0%. Employers' contributions are based on an actuarially determined amount, which includes the normal cost and unfunded accrued liability.

The Borough's contractually required contribution rate for the year ended December 31, 2020 was 15.77% 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, 2020, the Borough's contractually required contribution to the pension plan for the year ended December 31, 2020 is \$463,408.00, and is payable by April 1, 2021. Due to the basis of accounting described in note 1, no liability has been recorded in the financial statements for this amount. For the prior year measurement date of June 30, 2019, the Borough's contractually required contribution to the pension plan for the year ended December 31, 2019 was \$400,265.00, which was paid on April 1, 2020.

Employee contributions to the Plan for the year ended December 31, 2020 were \$226,487.56.

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

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

The Borough's contractually required contribution rate for the year ended December 31, 2020 was 31.00% 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, 2020, the Borough's contractually required contribution to the pension plan for the year ended December 31, 2020 is \$672,760.00, and is payable by April 1, 2021. Due to the basis of accounting described in note 1, no liability has been recorded in the financial statements for this amount. For the prior year measurement date of June 30, 2019, the Borough's contractually required contribution to the pension plan for the year ended December 31, 2019 was \$586,678.00, which was paid on April 1, 2020.

Employee contributions to the Plan for the year ended December 31, 2020 were \$219,506.12.

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, 2020 was 4.28% of the Borough's covered payroll.

Based on the most recent PFRS measurement date of June 30, 2020, the State's contractually required contribution, on-behalf of the Borough, to the pension plan for the year ended December 31, 2020 was \$92,925.00, and is payable by April 1, 2021. For the prior year measurement date of June 30, 2019, the State's contractually required contribution, on-behalf of the Borough, to the pension plan for the year ended December 31, 2019 was \$75,622.00, which was paid on April 1, 2020.

Defined Contribution Retirement Program - The contribution policy is set by N.J.S.A. 43:15C-3 and requires contributions by active members and contributing employers. In accordance with Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007, Plan members are required to contribute 5.5% of their annual covered salary. In addition to the employee contributions, the 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, 2020, employee contributions totaled \$948.10, and the Borough's contributions were \$517.15. There were no forfeitures during the year.

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

Pension Liability - As of December 31, 2020, the Borough's proportionate share of the PERS net pension liability was \$6,907,972.00. The net pension liability was measured as of June 30, 2020 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2019. The total pension liability was calculated through the use of updated procedures to roll forward from the actuarial valuation date to the measurement date of June 30, 2020. The 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, 2020 measurement date, the Borough's proportion was 0.0423610023%, which was an increase of 0.0012113402% from its proportion measured as of June 30, 2019.

Pension Expense - For the year ended December 31, 2020, the Borough's proportionate share of the PERS pension (benefit) expense, calculated by the Plan as of the June 30, 2020 measurement date was \$296,380.00. 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, 2020, the Borough's contribution to PERS was \$400,265.00, and was paid on April 1, 2020.

Police and Firemen's Retirement System

Pension Liability - As of December 31, 2020, 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	\$ 7,781,215.00
State of New Jersey's Proportionate Share of Net Pension Liability Associated with the Borough	1,207,609.00
	<u>\$ 8,988,824.00</u>

Pension Liability - The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2019. The total pension liability was calculated through the use of updated procedures to roll forward from the actuarial valuation date to the measurement date of June 30, 2020. The 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, 2020 measurement date, the Borough's proportion was 0.0602199742%, which was an increase of 0.0021394034% from its proportion measured as of June 30, 2019. Likewise, at June 30, 2020, the State of New Jersey's proportion, on-behalf of the Borough, was 0.0602199742%, which was an increase of 0.0021394034% from its proportion, on-behalf of the Borough, measured as of June 30, 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)****Police and Firemen's Retirement System (Cont'd)**

Pension Expense - For the year ended December 31, 2020, the Borough's proportionate share of the PFRS pension (benefit) expense, calculated by the Plan as of the June 30, 2020 measurement date was \$626,894.00. 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, 2020, the Borough's contribution to PFRS was \$586,678.00, and was paid on April 1, 2020.

For the year ended December 31, 2020, the State's proportionate share of the PFRS pension (benefit) expense, associated with the Borough, calculated by the Plan as of the June 30, 2020 measurement date, was \$136,858.00. This on-behalf (benefit) expense is not recognized by the Borough because of the regulatory basis of accounting as described in note 1.

Deferred Outflows of Resources and Deferred Inflows of Resources - As of December 31, 2020, 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		
	PERS	PFRS	Total	PERS	PFRS	Total
Differences between Expected and Actual Experience	\$ 125,783.00	\$ 78,448.00	\$ 204,231.00	\$ 24,430.00	\$ 27,926.00	\$ 52,356.00
Changes of Assumptions	224,102.00	19,581.00	243,683.00	2,892,433.00	2,086,097.00	4,978,530.00
Net Difference between Projected and Actual Earnings on Pension Plan Investments	236,120.00	456,249.00	692,369.00	-	-	-
Changes in Proportion and Differences between Borough Contributions and Proportionate Share of Contributions	340,603.00	850,499.00	1,191,102.00	289,368.00	383,836.00	673,204.00
Borough Contributions Subsequent to the Measurement Date	231,704.00	336,380.00	568,084.00	-	-	-
	<u>\$ 1,158,312.00</u>	<u>\$ 1,741,157.00</u>	<u>\$ 2,899,469.00</u>	<u>\$ 3,206,231.00</u>	<u>\$ 2,497,859.00</u>	<u>\$ 5,704,090.00</u>

Deferred outflows of resources in the amounts of \$231,704.00 and \$336,380.00 for PERS and PFRS, respectively, will be included as a reduction of the net pension liability during the year ending December 31, 2021. These amounts were based on an estimated April 1, 2022 contractually required contribution, prorated from the pension plans' measurement date of June 30, 2020 to the Borough's year end of December 31, 2020.

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 other deferred outflows of resources and deferred inflows of resources related to pensions over the following number of years:

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

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:

Year Ending <u>Dec 31,</u>	PERS	PFRS	Total
2021	\$ (819,375.00)	\$ (614,343.00)	\$ (1,433,718.00)
2022	(807,359.00)	(389,960.00)	(1,197,319.00)
2023	(480,651.00)	(36,820.00)	(517,471.00)
2024	(141,196.00)	(38,787.00)	(179,983.00)
2025	(31,042.00)	(13,172.00)	(44,214.00)
	<u>\$ (2,279,623.00)</u>	<u>\$ (1,093,082.00)</u>	<u>\$ (3,372,705.00)</u>

Actuarial Assumptions

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

	PERS	PFRS
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)**

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

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

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

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

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

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

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

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

PERS			
	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Borough's Proportionate Share of the Net Pension Liability	\$ 8,695,984.00	\$ 6,907,972.00	\$ 5,390,794.00

Note 8: PENSION PLANS (CONT'D)**Sensitivity of Borough's Proportionate Share of Net Pension Liability to Changes in the Discount Rate (Cont'd)**

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

	PFRS		
	1% Decrease <u>(6.00%)</u>	Current Discount Rate <u>(7.00%)</u>	1% Increase <u>(8.00%)</u>
Borough's Proportionate Share of the Net Pension Liability	\$ 10,347,414.00	\$ 7,781,215.00	\$ 5,649,790.00
State of New Jersey's Proportionate Share of Net Pension Liability associated with the Borough	<u>1,605,872.00</u>	<u>1,207,609.00</u>	<u>876,822.00</u>
	<u><u>\$ 11,953,286.00</u></u>	<u><u>\$ 8,988,824.00</u></u>	<u><u>\$ 6,526,612.00</u></u>

Pension Plan Fiduciary Net Position

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

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

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

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

	Measurement Date Ended June 30,			
	2020	2019	2018	2017
Borough's Proportion of the Net Pension Liability	0.0423610023%	0.0411496621%	0.0424003002%	0.0434901724%
Borough's Proportionate Share of the Net Pension Liability	\$ 6,907,972.00	\$ 7,414,545.00	\$ 8,348,408.00	\$ 10,123,817.00
Borough's Covered Payroll (Plan Measurement Period)	\$ 2,997,272.00	\$ 2,872,728.00	\$ 2,977,580.00	\$ 3,075,872.00
Borough's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	230.48%	258.10%	280.38%	329.14%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	58.32%	56.27%	53.60%	48.10%

	Measurement Date Ended June 30,			
	2016	2015	2014	2013
Borough's Proportion of the Net Pension Liability	0.0420185729%	0.0403417669%	0.0397980034%	0.0368255503%
Borough's Proportionate Share of the Net Pension Liability	\$ 12,444,696.00	\$ 9,055,918.00	\$ 7,451,275.00	\$ 7,038,094.00
Borough's Covered Payroll (Plan Measurement Period)	\$ 2,872,416.00	\$ 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	433.25%	350.95%	304.22%	279.15%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	40.14%	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 Eight Years)**

	<u>Year Ended December 31,</u>			
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Borough's Contractually Required Contribution	\$ 463,408.00	\$ 400,265.00	\$ 421,746.00	\$ 402,890.00
Borough's Contribution in Relation to the Contractually Required Contribution	\$ (463,408.00)	\$ (400,265.00)	\$ (421,746.00)	\$ (402,890.00)
Borough's Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Borough's Covered Payroll (Calendar Year)	\$ 2,939,386.00	\$ 2,944,187.00	\$ 2,902,314.00	\$ 2,969,549.00
Borough's Contributions as a Percentage of Covered Payroll	15.77%	13.60%	14.53%	13.57%
	<u>Year Ended December 31,</u>			
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Borough's Contractually Required Contribution	\$ 373,287.00	\$ 346,831.00	\$ 328,089.00	\$ 277,473.00
Borough's Contribution in Relation to the Contractually Required Contribution	\$ (373,287.00)	\$ (346,831.00)	\$ (328,089.00)	\$ (277,473.00)
Borough's Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Borough's Covered Payroll (Calendar Year)	\$ 2,995,682.00	\$ 2,917,219.00	\$ 2,667,431.00	\$ 2,482,506.00
Borough's Contributions as a Percentage of Covered Payroll	12.46%	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 Eight Plan Years)**

	Measurement Date Ended June 30,			
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Borough's Proportion of the Net Pension Liability	0.0602199742%	0.0580805708%	0.0589318848%	0.0525451188%
Borough's Proportionate Share of the Net Pension Liability	\$ 7,781,215.00	\$ 7,107,795.00	\$ 7,974,456.00	\$ 8,111,950.00
State's Proportionate Share of the Net Pension Liability associated with the Borough	<u>1,207,609.00</u>	<u>1,122,334.00</u>	<u>1,083,198.00</u>	<u>908,607.00</u>
Total	<u>\$ 8,988,824.00</u>	<u>\$ 8,230,129.00</u>	<u>\$ 9,057,654.00</u>	<u>\$ 9,020,557.00</u>
Borough's Covered Payroll (Plan Measurement Period)	\$ 2,077,880.00	\$ 1,968,532.00	\$ 1,896,732.00	\$ 1,733,688.00
Borough's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	374.48%	361.07%	420.43%	467.90%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	63.52%	65.00%	62.48%	58.60%
	Measurement Date Ended June 30,			
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Borough's Proportion of the Net Pension Liability	0.0593397415%	0.0532829612%	0.0536372336%	0.0510144398%
Borough's Proportionate Share of the Net Pension Liability	\$ 11,335,409.00	\$ 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	<u>951,893.00</u>	<u>778,315.00</u>	<u>726,546.00</u>	<u>632,156.00</u>
Total	<u>\$ 12,287,302.00</u>	<u>\$ 9,653,399.00</u>	<u>\$ 7,473,612.00</u>	<u>\$ 7,414,065.00</u>
Borough's Covered Payroll (Plan Measurement Period)	\$ 1,896,644.00	\$ 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	597.66%	525.97%	411.61%	447.17%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	52.01%	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 Eight Years)**

	Year Ended December 31,			
	2020	2019	2018	2017
Borough's Contractually Required Contribution	\$ 672,760.00	\$ 586,678.00	\$ 576,146.00	\$ 465,034.00
Borough's Contribution in Relation to the Contractually Required Contribution	(672,760.00)	(586,678.00)	(576,146.00)	(465,034.00)
Borough's Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Borough's Covered Payroll (Calendar Year)	\$ 2,170,342.00	\$ 2,087,773.00	\$ 1,924,201.00	\$ 1,871,324.00
Borough's Contributions as a Percentage of Covered Payroll	31.00%	28.10%	29.94%	24.85%
	Year Ended December 31,			
	2016	2015	2014	2013
Borough's Contractually Required Contribution	\$ 483,821.00	\$ 433,111.00	\$ 411,971.00	\$ 372,190.00
Borough's Contribution in Relation to the Contractually Required Contribution	(483,821.00)	(433,111.00)	(411,971.00)	(372,190.00)
Borough's Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Borough's Covered Payroll (Calendar Year)	\$ 1,789,516.00	\$ 1,901,669.00	\$ 1,708,897.00	\$ 1,611,627.00
Borough's Contributions as a Percentage of Covered Payroll	27.04%	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**

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

Changes in Assumptions

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

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

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

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

The mortality assumption was updated upon direction from the DPB.

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

None

Changes in Assumptions

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

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

Note 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)**

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

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

The mortality assumption was updated upon direction from the DPB.

Note 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, 2020 per eligible volunteer, into the Plan, depending on how many years the volunteer has served. Participants direct the investment of the contributions into various investment options offered by the Plan. The 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, 2020, the Borough's total expenditure, to the Plan was \$21,850.00.

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. 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, 2020, no accounts were forfeited.

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

Plan Information - Additional information about the 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, 2020, the most recent actuarial valuation date, the following employees were covered by the benefit terms:

Inactive Employees or Beneficiaries Currently Receiving Benefit Payments	67
Active Employees	59
<hr/>	
<hr/>	
126	

Total OPEB Liability

The Borough's total OPEB liability of \$17,180,982.00 was measured as of December 31, 2020 and was determined by an actuarial valuation as of December 31, 2020.

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	2.12%
Healthcare Cost Trend Rates:	
Medical	5.6% in 2020, reducing by 0.1% per annum, leveling at 5% per annum in 2026
Drug	9.0% in 2020, reducing by 0.5% per annum to 2022 and 1.0% per annum thereafter, leveling at 5% per annum in 2026
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.

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

Balance at December 31, 2019	\$ 16,576,370.00
Changes for the Year:	
Service Cost	\$ 128,945.00
Interest Cost	445,096.00
Benefit Payments	(921,878.00)
Changes in Assumptions	<u>952,449.00</u>
Net Changes	<u>604,612.00</u>
Balance at December 31, 2020	<u>\$ 17,180,982.00</u>

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

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:

	December 31, 2020		
	1.00% Decrease (1.12%)	Current Discount Rate (2.12%)	1.00% Increase (3.12%)
Total OPEB Liability	<u>\$ 18,165,170.00</u>	<u>\$ 17,180,982.00</u>	<u>\$ 16,376,491.00</u>

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:

	December 31, 2020		
	1.00% Decrease	Healthcare Cost Trend Rates	1.00% Increase
Total OPEB Liability	<u>\$ 16,222,446.00</u>	<u>\$ 17,180,982.00</u>	<u>\$ 18,322,917.00</u>

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, 2020, the Borough recognized OPEB (benefit) expense of \$736,807.00. As of December 31, 2020, 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	\$ 2,160,990.00	\$ -
Difference Between Expected and Actual Experience	- - -----	- - -----
	<u>\$ 2,160,990.00</u>	<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>
2021	\$ 162,766.00
2022	162,766.00
2023	162,766.00
2024	162,766.00
2025	162,766.00
Thereafter	<u>1,347,160.00</u>
	<u>\$ 2,160,990.00</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)***Schedule of Changes in the Borough's Total OPEB Liability and Related Ratios (Last Three Years):***

	Plan Measurement Date December 31,		
	<u>2020</u>	<u>2019</u>	<u>2018</u>
Total OPEB Liability			
Service Cost	\$ 128,945.00	\$ 229,523.00	\$ 229,523.00
Interest Cost	445,096.00	606,345.00	596,553.00
Benefit Payments	(921,878.00)	(593,486.00)	(580,970.00)
Changes in Assumptions	<u>952,449.00</u>	<u>1,477,858.00</u>	<u></u>
Net Change in Total OPEB Liability	604,612.00	1,720,240.00	245,106.00
Total OPEB Liability - Beginning of Fiscal Year	<u>16,576,370.00</u>	<u>14,856,130.00</u>	<u>14,611,024.00</u>
Total OPEB Liability - End of Fiscal Year	<u>\$ 17,180,982.00</u>	<u>\$ 16,576,370.00</u>	<u>\$ 14,856,130.00</u>
Covered-Employee Payroll	\$ 6,328,281.56	\$ 6,416,807.59	\$ 5,980,657.17
Total OPEB Liability as a Percentage of Covered Payroll	271.50%	258.33%	248.40%

Other Notes to Supplementary OPEB Information

Changes of Benefit Terms:

None.

Changes of Assumptions:

In 2020, the discount rate changed to 2.74% from 2.12%.

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, 2020, accrued benefits for compensated absences are valued at \$101,901.25.

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, 2020, the Borough had lease agreements in effect for the following:

Capital:

Two (2) 2020 Ford Utility Interceptor Police Vehicles
One (1) 2021 Police Vehicle

Operating:

Two (2) Copy Machines
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>2020</u>	<u>2019</u>
Vehicles	\$ 41,709.45	\$ 41,118.22

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>
2021	\$ 31,157.40	\$ 1,464.42	\$ 32,621.82
2022	10,552.05	343.99	10,896.04
Total	<u>\$ 41,709.45</u>	<u>\$ 1,808.41</u>	<u>\$ 43,517.86</u>

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

<u>Year</u>	<u>Amount</u>
2021	\$ 3,411.36
2022	492.00
2023	492.00
2024	492.00
2025	246.00

Rental payments under operating leases for the year 2020 were \$4,932.84.

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.

General Improvement Bonds, Series 2020 – On July 30, 2020, the Borough issued \$6,843,000.00 of general improvement bonds, with interest rates ranging from 0.05% to 2.00%. The purpose of the bonds is 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 and 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. The final maturity of the bonds is July 15, 2031.

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

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	\$ 608,000.00	\$ 94,529.72	\$ 702,529.72
2022	665,000.00	92,672.50	757,672.50
2023	780,000.00	83,490.00	863,490.00
2024	690,000.00	74,250.00	764,250.00
2025	695,000.00	70,800.00	765,800.00
2026-2030	3,545,000.00	241,350.00	3,786,350.00
2031	<u>710,000.00</u>	<u>14,200.00</u>	<u>724,200.00</u>
Totals	<u>\$ 7,693,000.00</u>	<u>\$ 671,292.22</u>	<u>\$ 8,364,292.22</u>

General Debt - New Jersey Environmental Infrastructure Loans

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 1st and August 1st 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 1st and August 1st 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 1st and August 1st for the trust loan and annual payments are due September 1st for the fund loan through 2033.

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

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

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
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	277,716.53	22,357.50	300,074.03
2026-2030	319,132.48	16,657.50	335,789.98
2031-2033	<u>30,000.00</u>	<u>1,900.00</u>	<u>31,900.00</u>
Totals	<u>\$ 2,622,089.86</u>	<u>\$ 261,185.40</u>	<u>\$ 2,883,275.26</u>

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 4th and August 4th through 2022.

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

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	\$ 10,706.30	\$ 269.53	\$ 10,975.83
2022	<u>5,433.56</u>	<u>54.36</u>	<u>5,487.92</u>
Totals	<u>\$ 16,139.86</u>	<u>\$ 323.89</u>	<u>\$ 16,463.75</u>

Note 14: CAPITAL DEBT (CONT'D)**Water Utility Bonds**

Water Utility Bonds, Series 2020 - On July 30, 2020, the Borough issued \$6,445,000.00 of water utility bonds, with interest rates ranging from 0.05% to 2.25%. The purpose of the bonds is to fund various water capital ordinances. The final maturity of the bonds is July 15, 2050.

The following schedule represents the remaining debt service, through maturity, for the water utility bonds:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	\$ 175,000.00	\$ 103,729.25	\$ 278,729.25
2022	165,000.00	112,390.00	277,390.00
2023	165,000.00	112,307.50	277,307.50
2024	165,000.00	112,225.00	277,225.00
2025	170,000.00	111,400.00	281,400.00
2026-2030	885,000.00	529,350.00	1,414,350.00
2031-2035	970,000.00	448,000.00	1,418,000.00
2036-2040	1,085,000.00	346,900.00	1,431,900.00
2041-2045	1,240,000.00	231,881.26	1,471,881.26
2046-2050	<u>1,425,000.00</u>	<u>94,418.78</u>	<u>1,519,418.78</u>
Totals	<u>\$ 6,445,000.00</u>	<u>\$ 2,202,601.79</u>	<u>\$ 8,647,601.79</u>

Water Utility Debt - New Jersey Environmental Infrastructure Loans

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 1st and August 1st 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:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
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	12,629.30	6,043.76	18,673.06
2026-2030	63,146.50	26,618.80	89,765.30
2031-2035	73,146.50	22,906.26	96,052.76
2036-2040	88,146.50	16,500.00	104,646.50
2041-2045	88,146.50	9,000.00	97,146.50
2046-2048	<u>52,888.00</u>	<u>1,800.00</u>	<u>54,688.00</u>
Totals	<u>\$ 428,620.50</u>	<u>\$ 109,543.86</u>	<u>\$ 538,164.36</u>

Note 14: CAPITAL DEBT (CONT'D)

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

	<u>2020</u>	<u>2019</u>	<u>2018</u>
<u>Issued</u>			
General:			
Bonds, Loans and Notes	\$ 10,609,929.72	\$ 10,961,668.02	\$ 10,988,182.68
Water Utility:			
Bonds, Loans and Notes	<u>6,873,620.50</u>	<u>3,696,249.80</u>	<u>3,282,570.69</u>
Total Issued	<u>17,483,550.22</u>	<u>14,657,917.82</u>	<u>14,270,753.37</u>
<u>Authorized but not Issued</u>			
General:			
Bonds and Notes	1,816,772.36	1,032,715.22	458,622.22
Water Utility:			
Bonds and Notes	<u>1,156,234.00</u>	<u>3,201,234.00</u>	<u>1,200,000.00</u>
Total Authorized but not Issued	<u>2,973,006.36</u>	<u>4,233,949.22</u>	<u>1,658,622.22</u>
Total Issued and Authorized but not Issued	<u>20,456,556.58</u>	<u>18,891,867.04</u>	<u>15,929,375.59</u>
<u>Deductions</u>			
General:			
Reserve for Payment of Debt	149,818.94	82,233.98	119,033.98
Excess Proceeds from Issuance of Notes			27.18
Water Utility:			
Excess Proceeds from Issuance of Bonds/Notes	3,201.74		1,304.00
Self-Liquidating	<u>8,026,652.76</u>	<u>6,897,483.80</u>	<u>4,482,570.69</u>
Total Deductions	<u>8,179,673.44</u>	<u>6,979,717.78</u>	<u>4,602,935.85</u>
Net Debt	\$ 12,276,883.14	\$ 11,912,149.26	\$ 11,326,439.74

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 1.56%.

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
School Purposes	\$ 2,288,000.00	\$ 2,288,000.00	
Self-Liquidating	8,029,854.50	8,029,854.50	
General	<u>12,426,702.08</u>	<u>149,818.94</u>	<u>\$ 12,276,883.14</u>
	<u>\$ 22,744,556.58</u>	<u>\$ 10,467,673.44</u>	<u>\$ 12,276,883.14</u>

Net debt \$12,276,883.14 divided by the equalized valuation basis per N.J.S.A.40A:2-2, as amended, \$787,540,957.00, equals 1.56%.

Note 14: CAPITAL DEBT (CONT'D)**Summary of Statutory Debt Condition - Annual Debt Statement****Borrowing Power Under N.J.S.A. 40A:2-6 as Amended**

3 1/2% of Equalized Valuation Basis (Municipal)	\$ 27,563,933.50
Less: Net Debt	<u>12,276,883.14</u>
Remaining Borrowing Power	<u>\$ 15,287,050.36</u>

**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	\$ 1,717,767.86
Deductions:	
Operating and Maintenance Costs	\$ 1,408,053.43
Debt Service	<u>78,592.92</u>
Total Deductions	<u>1,486,646.35</u>
Excess in Revenue	<u>\$ 231,121.51</u>

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

Note 15: 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.

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

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

Note 15: RISK MANAGEMENT (CONT'D)

Joint Insurance Pool (Cont'd) - 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.

For more information regarding claims, coverages and deductibles, the Fund publishes its own financial report which can be obtained from:

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

Note 16: 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 17: CONTINGENCIES

Grantor Agencies - Amounts received or receivable from grantor agencies could be subject to audit and adjustment by grantor agencies. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time, although the 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 18: 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 19: SUBSEQUENT EVENTS

Tax Appeals - As of December 31, 2020, 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 would not 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>
Reconstruction of Various Roads	03/25/21	\$ 27,377.00
Various Capital Improvements	05/27/21	1,079,250.00

COVID-19 - On January 30, 2020, the World Health Organization ("WHO") announced a global health emergency because of a new strain of coronavirus originating in Wuhan, China (the "COVID-19 outbreak") and the risks to the international community as the virus spreads globally beyond its point of origin. In March 2020, the WHO classified the COVID-19 outbreak as a pandemic, based on the rapid increase in exposure globally. As a result of the spread of the COVID-19 coronavirus in New Jersey, economic uncertainties have arisen which could negatively impact the financial position of the Borough. While the impact that COVID-19 will have is expected to be temporary, as of the date of the financial statements, the related financial impact and duration cannot be reasonably estimated.

The Federal American Rescue Plan Act of 2021 (the Act), was signed into law on March 11, 2021, was enacted to provide funding for COVID-19 pandemic response and recovery. Among the key elements of the Act is the Coronavirus Local Fiscal Recovery Fund (LFRF). All municipalities and counties will receive LFRF funds in two tranches, with the federal government releasing the second tranche next year. Municipalities and counties with populations greater than 50,000 will receive funds directly from the Federal government. Those municipalities and counties with populations less than 50,000 will receive their funds through their respective State. Since the Borough of Bellmawr's population is less than 50,000, LFRF funds will be passed through the State of New Jersey.

The Borough has been allocated \$1,188,930.11 in LFRF funding with half of it received in 2021 and the other half before December 31, 2022.

The United States Department of Treasury (U.S. Treasury) has issued an Interim Final Rule regulating county and municipal use of LFRF funds. Permitted use of LFRF funds for municipalities and counties may be for the one or more of the following purposes:

- Replacing lost public sector revenue
- Investing in water, sewer, and broadband infrastructure
- Providing premium pay for essential workers
- Supporting public health expenditures
- Addressing COVID-19 related negative economic impacts
- Addressing the disproportionate public health and economic impacts of the crisis on the hardest-hit communities, populations, and households

For expenditures outside of revenue replacement to be LFRF-eligible under the U.S. Treasury Interim Final Rule, costs must be incurred on or after March 3, 2021 but must be obligated no later than December 31, 2024. The "period of performance" will run until December 31, 2026 to allow recipients a reasonable amount of time to complete LFRF-funded projects.

As of the date of this report, the Borough has not determined the amount, if any, that will be submitted for a Local Fiscal Recovery Fund Distribution Request.

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, 2020

	Regular Fund	Federal, State and Other Grant Fund
Balance Dec. 31, 2019	\$ 4,537,389.19	\$ 158,689.60
Increased by Receipts:		
Collector	\$ 34,558,147.51	
Miscellaneous Revenue Not Anticipated	513,216.22	
Revenue Accounts Receivable - Treasurer	20,407.41	
Due Camden County Municipal Utilities Authority	97,031.72	
Due Bellmawr Board of Education	15,181.00	
Due State of New Jersey - Missing Moves	31,102.29	
Reserve for Police Records Management	24,250.00	
Accounts Payable	1,474.87	
Due County - Omitted Taxes Overbilled	24,353.69	
Due Trust Other Funds	364,713.52	
Due Water Utility Operating Fund	53,962.92	
Due General Capital Fund	527,099.51	
Due Animal Control Trust Fund	2,006.53	
Accounts Receivable	4,051.54	
Grants Receivable	\$ 72,410.04	
Matching Funds for Grants	<u>3,575.00</u>	
	<u>36,236,998.73</u>	<u>75,985.04</u>
	40,774,387.92	234,674.64
Decreased by Disbursements:		
2020 Appropriations	13,647,112.69	
2019 Appropriation Reserves and Encumbrances	272,873.73	
Due State of New Jersey:		
Marriage License Fees	1,425.00	
DCA Fees - State Training Fees	8,540.00	
Due County for Added and Omitted Taxes	17,933.71	
Due Camden County Municipal Utilities Authority	95,605.90	
County Taxes Payable	6,578,274.05	
Local District School Tax Payable	10,115,587.00	
Regional High School Tax Payable	4,142,327.00	
Due Bellmawr Board of Education	33,901.98	
Tax Overpayments	40,947.12	
Matching Funds for Grants	3,575.00	
Due State of New Jersey - Missing Moves	28,262.50	
Due Bellmawr Redevelopment Agency	1,526.00	
Due Trust Other Funds	277,671.41	
Due Water Utility Operating Fund	2,413.78	
Due Water Utility Capital Fund	7,775.00	
Due General Capital Fund	797,871.55	
Reserve for Grants Appropriated	<u>68,671.98</u>	
	<u>36,073,623.42</u>	<u>68,671.98</u>
Balance Dec. 31, 2020	<u>\$ 4,700,764.50</u>	<u>\$ 166,002.66</u>

BOROUGH OF BELLMAWR
CURRENT FUND
Statement of Current Cash
Per N.J.S. 40A:5-5 - Collector
For the Year Ended December 31, 2020

Receipts:**Miscellaneous Revenue Anticipated:**

Energy Receipts Tax	\$ 1,215,317.01
Uniform Fire Safety Act	39,206.40
Uniform Construction Code Fees	233,022.93
Interlocal Agreements	288,025.84
Emergency Technician Fees	377,781.36
Fire Safety Fees	13,937.00
Vacant Property Fees	107,158.14
Payments in Lieu of Taxes	25,000.00
Rental of Borough Property	66,398.00
2019 JIF Dividend	327,127.53
Interest and Costs on Taxes	<u>161,079.92</u>
	\$ 2,854,054.13

Tax Collector:

Taxes Receivable	30,110,801.81
Tax Overpayments	70,149.35
Prepaid Taxes	<u>280,449.06</u>

30,461,400.22

Sewer Collector:

Sewer Rents	435,080.58
Prepaid Sewer Rents	6,497.77
Sewer Overpayments	<u>645.88</u>

442,224.23

Refunds of Appropriations

104,393.50

Due State of New Jersey:

Marriage License Fees	1,275.00
Veterans' and Senior Citizens' Deductions	127,719.72
DCA State Training Fees	<u>8,540.00</u>

137,534.72

Revenue Accounts Receivable558,540.71**Decreased by:**

34,558,147.51

Payments to Treasurer\$ 34,558,147.51

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

BOROUGH OF BELLMAWR
CURRENT FUND
Schedule of Change Funds
As of December 31, 2020

<u>Office</u>	Balance <u>Dec. 31, 2020</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, 2020

Balance December 31, 2019	\$ 34,307.85
Increased by:	
Receipts - Collector	<u>127,719.72</u>
	162,027.57
Decreased by:	
Accrued in 2020:	
Senior Citizens' Deductions per Billings	\$ 42,750.00
Veterans' Deductions per Billings	<u>91,250.00</u>
	134,000.00
Deductions Allowed by Tax Collector for 2020 Taxes	<u>750.00</u>
	134,750.00
Deduct:	
Deductions Disallowed by Tax Collector for 2020 Taxes	<u>6,519.75</u>
	\$ 128,230.25
Less:	
Deductions Disallowed by Tax Collector for Prior Year Taxes	<u>2,107.64</u>
	<u><u>126,122.61</u></u>
Balance December 31, 2020	<u><u>\$ 35,904.96</u></u>

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

<u>Year</u>	<u>Balance</u>				<u>Collections</u>	<u>Due from</u>	<u>Appeals &</u>	<u>Transferred</u>	<u>Balance</u>
	<u>Dec. 31, 2019</u>	<u>2020 Levy</u>	<u>Added</u>	<u>2019</u>	<u>2020</u>	<u>State of</u> <u>New Jersey</u>	<u>Canceled</u>	<u>to Tax</u> <u>Title Liens</u>	
2018	\$ 5,148.12				\$ 2,761.46				\$ 2,386.66
2019	<u>671,447.14</u>		\$ 2,107.64		<u>647,223.15</u>		\$ 19,473.32		<u>6,858.31</u>
	676,595.26		2,107.64		649,984.61		19,473.32		9,244.97
2020		<u>\$ 30,343,082.92</u>		<u>\$ 234,763.47</u>	<u>29,460,817.20</u>	<u>\$ 128,230.25</u>	<u>37,079.09</u>	<u>\$ 4,605.10</u>	<u>477,587.81</u>
	<u>\$ 676,595.26</u>	<u>\$ 30,343,082.92</u>	<u>\$ 2,107.64</u>	<u>\$ 234,763.47</u>	<u>\$ 30,110,801.81</u>	<u>\$ 128,230.25</u>	<u>\$ 56,552.41</u>	<u>\$ 4,605.10</u>	<u>\$ 486,832.78</u>

Analysis of 2020 Property Tax

Tax Yield:

General Purpose Tax	\$ 30,122,421.78
Other Added Taxes	134,540.00
Added Taxes (54:4-63.1 et seq.)	<u>86,121.14</u>
<u>\$ 30,343,082.92</u>	

Tax Levy:

Local School Tax	\$ 10,115,587.00
Regional High School Tax	4,142,322.00
County Taxes:	
County Tax	\$ 6,028,672.84
County Open Space Tax	394,758.05
County Library	154,843.16
Due County for Added and Omitted Taxes	<u>18,802.87</u>
Total County Taxes	6,597,076.92
Local Tax for Municipal Purposes	9,281,839.51
Add: Additional Tax Levied	<u>206,257.49</u>
Local Tax for Municipal Purposes Levied	<u>9,488,097.00</u>
	<u>\$ 30,343,082.92</u>

BOROUGH OF BELLMAWR
CURRENT FUND
Statement of Tax Title Liens
For the Year Ended December 31, 2020

Balance Dec. 31, 2019	\$ 84,750.02
Increased by:	
Transferred from Taxes Receivable	<u>4,605.10</u>

Balance Dec. 31, 2020	<u><u>\$ 89,355.12</u></u>
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CURRENT FUND
Statement of Tax Overpayments
For the Year Ended December 31, 2020

Balance December 31, 2019	\$ 1,572.95
Increased by:	
Receipts - Collector	<u>70,149.35</u>
	71,722.30
Decreased by:	
Applied to Prepaid Taxes	\$ 30,248.98
Refunded	<u>40,947.12</u>
	<u><u>71,196.10</u></u>
Balance December 31, 2020	<u><u>\$ 526.20</u></u>

BOROUGH OF BELLMAWR
CURRENT FUND
 Statement of Revenue Accounts Receivable
 For the Year Ended December 31, 2020

	<u>Balance</u> <u>Dec. 31, 2019</u>	<u>Accrued</u> <u>in 2020</u>	<u>Realized</u>	<u>Balance</u> <u>Dec. 31, 2020</u>
Clerk:				
Alcoholic Beverage Licenses	\$ 4,170.00	\$ 4,170.00		
Licenses - Other	9,598.00	9,598.00		
Fees and Permits	16,688.00	16,688.00		
Municipal Court:				
Fines and Costs	\$ 16,736.03	131,829.24	141,969.63	\$ 6,595.64 (A)
Interest on Deposits	22.26	117.36	136.94	2.68 (A)
Cable TV Franchise Fees		93,219.44	93,219.44	
Verizon Franchise Fees		64,287.69	64,287.69	
Rental Agreements:				
Cingular/AT&T Wireless		46,990.00	46,990.00	
Verizon Wireless		58,952.16	58,952.16	
Sprint		34,059.84	34,059.84	
Omni Point/T-Mobile		67,605.95	67,605.95	
Nextel Communications		21,000.00	21,000.00	
Interest on Deposits	<hr/>	<hr/>	<hr/>	<hr/>
	<hr/> <u>\$ 16,758.29</u>	<hr/> <u>\$ 574,315.37</u>	<hr/> <u>\$ 584,475.34</u>	<hr/> <u>\$ 6,598.32</u>
Cash - Collector			\$ 558,540.71	
Treasurer - Miscellaneous Revenue Not Anticipated:				
Cash			20,407.41	
Due Animal Control Trust Fund			23.15	
Due Trust Other Fund			3,142.60	
Due General Capital Fund			<hr/> <u>2,361.47</u>	
			<hr/> <u>\$ 584,475.34</u>	

(A) December 2020

BOROUGH OF BELLMAWR
CURRENT FUND
Statement of Consumer Accounts Receivable
For the Year Ended December 31, 2020

Balance Dec. 31, 2019	\$ 572,460.23
Increased by:	
Sewer Rents Levied	<u>556,844.17</u>
	1,129,304.40
Decreased by:	
Receipts - Collector	\$ 435,080.58
Overpayments Applied	625.49
Prepaid Sewer Rents Applied	<u>5,728.24</u>
	<u>441,434.31</u>
Balance Dec. 31, 2020	<u>\$ 687,870.09</u>

CURRENT FUND
Statement of Sewer Rent Overpayments
For the Year Ended December 31, 2020

Balance Dec. 31, 2019	\$ 625.49
Increased by:	
Receipts - Collector	<u>645.88</u>
	1,271.37
Decreased by:	
Applied to Consumer Accounts Receivable	<u>625.49</u>
Balance Dec. 31, 2020	<u>\$ 645.88</u>

BOROUGH OF BELLMAWR
CURRENT FUND
 Statement of Due Bellmawr Board of Education
 For the Year Ended December 31, 2020

Balance Dec. 31, 2019	\$ 9,587.29
Increased by:	
Disbursements	<u>33,901.98</u>
	43,489.27
Decreased by:	
Receipts	<u>15,181.00</u>
Balance Dec. 31, 2020	<u><u>\$ 28,308.27</u></u>

CURRENT FUND
 Statement of Due Camden County Municipal Utilities Authority
 For the Year Ended December 31, 2020

Balance Dec. 31, 2019 (Due from)	\$ 576.66
Increased by:	
Disbursements	<u>95,605.90</u>
	96,182.56
Decreased by:	
Receipts	<u>97,031.72</u>
Balance Dec. 31, 2020 (Due to)	<u><u>\$ 849.16</u></u>

BOROUGH OF BELLMAWR
CURRENT FUND
 Statement of 2019 Appropriation Reserves and Encumbrances
 For the Year Ended December 31, 2020

	Balance December 31, 2019				
	<u>Reserve for Encumbrances</u>	<u>Appropriation Reserves</u>	<u>Balance After Transfers</u>	<u>Disbursed</u>	<u>Balance Lapsed</u>
General Government					
General Administration					
Salaries and Wages		\$ 2,512.37	\$ 2,512.37		\$ 2,512.37
Other Expenses	\$ 191.97	17,469.26	7,661.23	\$ 5,309.34	2,351.89
Mayor and Council					
Salaries and Wages		0.92	0.92		0.92
Other Expenses	5,725.40	12,478.47	12,203.87	6,152.35	6,051.52
Municipal Clerk (Elections)					
Salaries and Wages		140.39	140.39		140.39
Other Expenses		7,014.02	7,014.02		7,014.02
Financial Administration					
Salaries and Wages		405.85	405.85		405.85
Other Expenses	100.00	11,780.00	5,880.00		5,880.00
Assessment of Taxes					
Salaries and Wages		129.58	129.58		129.58
Other Expenses		1,237.10	1,237.10		1,237.10
Collection of Taxes					
Salaries and Wages		160.74	160.74		160.74
Other Expenses	0.14	831.78	831.92	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		10,261.25	10,261.25	8,091.25	2,170.00
Judgement		77,741.45	77,741.45		77,741.45
Municipal Prosecutor					
Salaries and Wages		593.96	593.96		593.96
Engineering Services and Costs					
Other Expenses	850.00	9,158.25	10,008.25	9,584.50	423.75
Municipal Land Use Law (N.J.S.40:55D-1)					
Planning Board		5,222.54	5,222.54		5,222.54
Other Expenses		1,936.66	1,936.66	500.00	1,436.66
Zoning Board of Adjustment					
Other Expenses		70.49	70.49		70.49
Environmental Commission (N.J.S.A.40:56A-1)					
Salaries and Wages		500.00	500.00		500.00
Other Expenses		500.00	500.00		500.00
Public Safety					
Municipal Court					
Salaries and Wages		12,925.79	12,925.79		12,925.79
Other Expenses	494.00	11,331.65	11,825.65	494.00	11,331.65
Public Defender (P.L. 1997, C.256)					
Salaries and Wages		5,979.33	5,979.33		5,979.33
Fire					
Salaries and Wages		20,946.50	20,946.50		20,946.50
Other Expenses					
Fire Hydrant Services		5,004.02	5,004.02	3,128.00	1,876.02
Miscellaneous Other Expenses	5,817.50	25,478.70	31,296.20	12,423.58	18,872.62
Bellmawr Fire Company # 1		3,166.64	3,166.64	3,166.64	
Bellmawr Park Fire Company		1,500.00	1,500.00	1,500.00	
Fire Marshall					
Salaries and Wages		298.04	298.04		298.04
Other Expenses		150.00	150.00		150.00

(Continued)

BOROUGH OF BELLMAWR
CURRENT FUND
 Statement of 2019 Appropriation Reserves and Encumbrances
 For the Year Ended December 31, 2020

	Balance December 31, 2019				
	<u>Reserve for Encumbrances</u>	<u>Appropriation Reserves</u>	<u>Balance After Transfers</u>	<u>Disbursed</u>	<u>Balance Lapsed</u>
Public Safety (Cont'd)					
Police					
Salaries and Wages		\$ 50,187.70	\$ 9,187.70		\$ 9,187.70
Other Expenses	\$ 5,454.61	28,123.91	33,578.52	\$ 21,997.05	11,581.47
Office of Emergency Management					
Salaries and Wages		27.22	27.22		27.22
Other Expenses	390.00	1,914.30	2,304.30	390.00	1,914.30
Emergency Medical Services					
Salaries and Wages		3,344.98	3,344.98		3,344.98
Other Expenses	1,998.47	8,522.89	10,521.36	6,600.24	3,921.12
Uniform Fire Safety Act (PL 1983, CH 383):					
Fire Safety Inspector					
Salaries and Wages		116.69	116.69		116.69
Other Expenses		1,066.85	1,066.85		1,066.85
Streets and Roads					
Road Repairs and Maintenance					
Salaries and Wages			13,000.00	11,739.22	1,260.78
Other Expenses	4,963.35	8,498.24	13,461.59	13,063.98	397.61
Garbage and Trash Removal					
Salaries and Wages			5,000.00	5,000.00	
Other Expenses	2,010.62	2,942.39	34,953.01	31,192.50	3,760.51
Sewer Department					
Salaries and Wages		6,774.86	6,774.86	4,913.27	1,861.59
Other Expenses	908.27	2,853.92	3,762.19	3,651.17	111.02
Buildings and Grounds					
Other Expenses	1,148.81	2,267.47	3,416.28	3,364.70	51.58
Health and Welfare					
Board of Health					
Salaries and Wages		38.71	38.71		38.71
Other Expenses	1,050.00	889.00	1,939.00	1,050.00	889.00
Dog Regulation					
Other Expenses	1,833.33	2,413.88	4,247.21	2,633.33	1,613.88
Recreation and Education					
Parks and Playgrounds					
Salaries and Wages		15,399.07	27,399.07	25,923.30	1,475.77
Other Expenses	8.94	8,811.91	8,820.85	7,335.92	1,484.93
Celebration of Public Event, Anniversary or Holiday					
Other Expenses	240.85	7,574.29	7,815.14	4,005.35	3,809.79
Senior Citizens					
Other Expenses		2,025.00	2,025.00	1,750.00	275.00
Transportation of Local Pupils					
Other Expenses		75.00	75.00		75.00
Shuttle Bus					
Salaries and Wages		711.42	711.42		711.42
Other Expenses		3,571.85	3,571.85		3,571.85
State Uniform Construction Code: (N.J.S.A. 52:27-120 et seq.)					
Salaries and Wages		1,196.20	1,196.20		1,196.20
Other Expenses	658.89	1,672.17	2,331.06	658.89	1,672.17
Insurance					
General Liability	344.29	733.38	1,077.67	898.41	179.26
Worker's Compensation		0.50	0.50		0.50
Health Insurance	1,636.00	558.77	2,194.77	2,139.49	55.28
Utility Expenses and Bulk Purchases					
Gasoline		19,981.68	19,981.68	12,100.06	7,881.62
Street Lighting		17,342.38	17,342.38	15,744.88	1,597.50
Electricity		41,559.58	41,559.58	6,888.03	34,671.55
Telephone		5,370.26	8,370.26	7,008.43	1,361.83
Gas- Natural		1,715.55	1,715.55	174.95	1,540.60
Water		2,394.21	2,394.21	416.75	1,977.46
Sewerage Processing and Disposal (CCMUA)		2,434.02	2,434.02		2,434.02

(Continued)

BOROUGH OF BELLMAWR
CURRENT FUND
 Statement of 2019 Appropriation Reserves and Encumbrances
 For the Year Ended December 31, 2020

	Balance December 31, 2019				
	Reserve for Encumbrances	Appropriation Reserves	Balance After Transfers	Disbursed	Balance Lapsed
<u>DEFERRED CHARGES AND STATUTORY EXPENDITURES - MUNICIPAL WITHIN "CAPS"</u>					
Statutory Expenditures					
Contribution to:					
Social Security System (O.A.S.I.)	\$ 20,696.79	\$ 20,696.79	\$ 19,008.84	\$ 1,687.95	
Public Employees' Retirement System	0.43	0.43			0.43
Unemployment Compensation Insurance	3,000.00	3,000.00			3,000.00
Defined Contribution Retirement Plan	7,839.12	7,839.12			7,839.12
Police and Fireman's Retirement System of N.J.	0.80	0.80			0.80
Disability Insurance	2,238.61	2,238.61	377.03		1,861.58
Total General Appropriations for Municipal Purposes Within "CAPS"	<u>\$ 35,825.44</u>	<u>534,311.75</u>	<u>570,137.19</u>	<u>260,375.59</u>	<u>309,761.60</u>
<u>OPERATIONS - EXCLUDED FROM "CAPS"</u>					
Length of Service Awards Program	5,450.00	5,450.00			5,450.00
Tax Appeals	50,000.00	50,000.00			50,000.00
Interlocal Service Agreements:					
Borough of Mt. Ephraim - Mechanical Services	14,400.86	14,400.86	734.00		13,666.86
Borough of Mt. Ephraim - Concrete / Asphalt	40,000.00	40,000.00			40,000.00
Borough of Barrington - Concrete / Asphalt Install	500.00	500.00			500.00
Borough of Runnemede - Trash Removal	22,505.68	22,505.68	11,764.14		10,741.54
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 Hi-Nella - Concrete Install	12,400.00	12,400.00			12,400.00
Borough of Oaklyn - Paving	30,000.00	30,000.00			30,000.00
City of Gloucester - Mechanical Service	3,500.00	3,500.00			3,500.00
Total Operations Excluded from "CAPS"	<u>-</u>	<u>194,756.54</u>	<u>194,756.54</u>	<u>12,498.14</u>	<u>182,258.40</u>
Grand Total	<u><u>\$ 35,825.44</u></u>	<u><u>\$ 729,068.29</u></u>	<u><u>\$ 764,893.73</u></u>	<u><u>\$ 272,873.73</u></u>	<u><u>\$ 492,020.00</u></u>

BOROUGH OF BELLMAWR
CURRENT FUND
Statement of Prepaid Sewer Rents
For the Year Ended December 31, 2020

Balance Dec. 31, 2019	\$ 5,728.24
Increased by:	
Receipts - Collector	<u>6,497.77</u>
	12,226.01
Decreased by:	
Applied to Sewer Rents Receivable	<u>5,728.24</u>
Balance Dec. 31, 2020	<u>\$ 6,497.77</u>

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

Balance Dec. 31, 2019	\$ 234,763.47
Increased by:	
Receipts - Collector	\$ 280,449.06
Overpayments Applied	<u>30,248.98</u>
	<u>310,698.04</u>
	545,461.51
Decreased by:	
Application to 2020 Taxes	<u>234,763.47</u>
Balance Dec. 31, 2020	<u>\$ 310,698.04</u>

BOROUGH OF BELLMAWR
CURRENT FUND
 Statement of Due State of New Jersey - Marriage License Fees
 For the Year Ended December 31, 2020

Balance Dec. 31, 2019	\$ 150.00
Increased by:	
Receipts - Collector	<u>1,275.00</u>
	1,425.00
Decreased by:	
Disbursements	<u>\$ 1,425.00</u>

CURRENT FUND
 Statement of Due County for Added and Omitted Taxes
 For the Year Ended December 31, 2020

Balance Dec. 31, 2019	\$ 17,933.71
Increased by:	
2020 Added/Omitted Taxes	<u>18,802.87</u>
	36,736.58
Decreased by:	
Payments	<u>17,933.71</u>
Balance Dec. 31, 2020	<u>\$ 18,802.87</u>

BOROUGH OF BELLMAWR
CURRENT FUND
Statement of County Taxes Payable
For the Year Ended December 31, 2020

2020 Levy:

County Tax	\$ 6,028,672.84
County Open Space Tax	394,758.05
County Library Tax	<u>154,843.16</u>
 \$ 6,578,274.05	

Decreased by:

Payments	<u>\$ 6,578,274.05</u>
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CURRENT FUND
Statement of Local District School Taxes Payable
For the Year Ended December 31, 2020

Balance Dec. 31, 2019	\$ 2.50
Increased by:	
Levy - Calendar Year 2020	<u>10,115,587.00</u>
10,115,589.50	
Decreased by:	
Payments	<u>10,115,587.00</u>
Balance Dec. 31, 2020	<u>\$ 2.50</u>

CURRENT FUND
Statement of Regional High School Taxes
For the Year Ended December 31, 2020

Balance Dec. 31, 2019 (Payable)	\$ 0.52
Increased by:	
Levy - Calendar Year 2020	<u>4,142,322.00</u>
4,142,322.52	
Decreased by:	
Payments	<u>4,142,327.00</u>
Balance Dec. 31, 2020 (Prepaid)	<u>\$ 4.48</u>

BOROUGH OF BELLMAWR
CURRENT FUND
 Statement of Due State of New Jersey - DCA State Training Fees
 for the Year Ended December 31, 2020

Receipts - Collector	\$ 8,540.00
Decreased by:	
Disbursements	<u>\$ 8,540.00</u>

CURRENT FUND
 Schedule of Reserves for Special Emergencies
 As of December 31, 2020

<u>Description</u>	<u>Balance</u> <u>Dec. 31, 2020</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>

CURRENT FUND
 Statement of Accounts Payable
 For the Year Ended December 31, 2020

Balance December 31, 2019	\$ 170.70
Increased by:	
Receipts - Prior Year Check Voided	<u>1,474.87</u>
Balance Dec. 31, 2020	<u><u>\$ 1,645.57</u></u>

BOROUGH OF BELLMAWR
CURRENT FUND
 Statement of Due County - Omitted Taxes Overbilled
 For the Year Ended December 31, 2020

Balance Dec. 31, 2019	\$ 24,353.69
Decreased by:	
Receipts	<u>\$ 24,353.69</u>

CURRENT FUND
 Statement of Due NJDOT Missing Moves
 For the Year Ended December 31, 2020

Balance Dec. 31, 2019	\$ 2,839.79
Increased by:	
Disbursed	<u>28,262.50</u>
	31,102.29
Decreased by:	
Receipts	<u>\$ 31,102.29</u>

CURRENT FUND
 Statement of Reserve for Police Records Management
 For the Year Ended December 31, 2020

Balance Dec. 31, 2019	\$ 34,477.52
Increased by:	
Refund of Prior Year Revenue	\$ 17,635.15
Receipts	<u>24,250.00</u>
	41,885.15
	76,362.67
Decreased by:	
Realized as Miscellaneous Revenue	<u>50,000.00</u>
Balance Dec. 31, 2020	<u>\$ 26,362.67</u>

BOROUGH OF BELLMAWR
FEDERAL, STATE AND OTHER GRANT FUND
Statement of Grants Receivable
For the Year Ended December 31, 2020

<u>Program</u>	<u>Balance</u> <u>Dec. 31, 2019</u>	<u>Accrued</u>	<u>Decreased</u>	<u>Balance</u> <u>Dec. 31, 2020</u>
Federal Grants:				
Bulletproof Vest Partnership Grant	\$ 113.91			\$ 113.91
FEMA - Assistance to Firefighters	19,047.61			19,047.61
Total Federal Grants	19,161.52	-	-	19,161.52
State Grants:				
Clean Communities Program		\$ 22,680.55	\$ 22,680.55	
Body Armor Replacement Fund		2,430.49	2,430.49	
Municipal Alliance on Alcoholism and Drug Abuse	57,314.76	14,300.00	53,046.86	18,567.90
Sustainable New Jersey	5,000.00			5,000.00
Safe and Secure Communities Program		20,500.00	20,500.00	
Total State Grants	62,314.76	59,911.04	98,657.90	23,567.90
Other Grants:				
Recreation Enhancement (Basketball Rebuild)		50,000.00	25,000.00	25,000.00
Private Donations:				
Compassionate Science	1,400.00			1,400.00
Clean Communities Program	2,000.00			2,000.00
Total Other Grants	3,400.00	50,000.00	25,000.00	28,400.00
Total All Grants	\$ 84,876.28	\$ 109,911.04	\$ 123,657.90	\$ 71,129.42
Received			\$ 72,410.04	
Canceled - Reserve for Grants Appropriated			51,247.86	
			\$ 123,657.90	

BOROUGH OF BELLMAWR
FEDERAL, STATE AND OTHER GRANT FUND
Statement of Reserve for Grants Unappropriated
For the Year Ended December 31, 2020

<u>Program</u>	<u>Balance Dec. 31, 2019</u>	<u>Grants Receivable</u>	<u>Realized as Miscellaneous Revenue in 2020 Budget</u>		<u>Balance Dec. 31, 2020</u>
Federal Grants:					
Distracted Driving Incentive	\$ 5,500.00		\$ 5,500.00		
State Grants:					
Body Armor Replacement Fund		\$ 2,430.49	\$ 2,430.49		
Clean Communities Program	2,601.00	22,680.55	2,601.00	\$ 22,680.55	
Drunk Driving Enforcement Fund	1,142.47		1,142.47		
Municipal Alliance on Alcoholism and Drug Abuse		14,300.00	14,300.00		
Recycling Tonnage Grant	12,338.56		12,338.56		
Safe and Secure Communities Program	20,500.00	20,500.00	20,500.00	20,500.00	
Total State Grants	36,582.03	59,911.04	53,312.52		43,180.55
Other Grants:					
Recreation Enhancement (Basketball Rebuild)	25,000.00	50,000.00	75,000.00		
Total All Grants	\$ 67,082.03	\$ 109,911.04	\$ 133,812.52		\$ 43,180.55
Original Budget					<u>\$ 133,812.52</u>

BOROUGH OF BELLMAWR
FEDERAL, STATE AND OTHER GRANT FUND
Statement of Reserve for Grants Appropriated
For the Year Ended December 31, 2020

Program	Balance Dec. 31, 2019	2020 Budget Appropriation	Prior Year Encumbrances Appropriated	Decreased	Balance Dec. 31, 2020
Federal Grants:					
Bulletproof Vest Partnership Grant	\$ 1,887.88			\$ 1,498.23	\$ 389.65
Make it Click Grant	5,842.45				5,842.45
FEMA - SAFER Grant - LOSAP	2,266.46				2,266.46
FEMA - Assistance to Firefighters Grant	372.63		\$ 9,860.00	10,232.63	
New Jersey Department of Transportation - Direct Connect Program	1,157.71				1,157.71
Distracted Driving Incentive	1,320.00	\$ 5,500.00			6,820.00
Stormwater Grant	2,688.00				2,688.00
Total Federal Grants	15,535.13	5,500.00	9,860.00	11,730.86	19,164.27
State Grants:					
Alcohol Education and Rehabilitation Fund	100.93				100.93
Body Armor Replacement Fund	7,008.59	2,430.49		1,498.23	7,940.85
Clean Communities Program	57.51	2,601.00			2,658.51
NJ Clean Energy Program - Direct Install Program	860.73				860.73
Drunk Driving Enforcement Fund	5,476.06	1,142.47		721.50	5,897.03
EMPG Exercise Support Program	10,000.00				10,000.00
New Jersey Department of Environmental Protection - Forestry Services	195.00				195.00
Municipal Alliance on Alcoholism and Drug Abuse	59,174.30	17,875.00		54,365.90	22,683.40
Recycling Tonnage Grant		12,338.56		7,098.50	5,240.06
Sustainable New Jersey	132.63				132.63
Safe and Secure Communities Program	20,500.00	20,500.00			41,000.00
Total State Grants	103,505.75	56,887.52	-	63,684.13	96,709.14
Other Grants:					
Camden County Recreation Enhancement	2,050.21	75,000.00		48,985.85	28,064.36
Private Donations:					
Christmas in the Park	98.51				98.51
Emergency Medical Services	25.00				25.00
Compassionate Science	1,499.50				1,499.50
All War Memorial Fund	1,100.05				1,100.05
Park Benches	250.00				250.00
Recycling Rebate Grant	471.50				471.50
Security Cameras in the Parks	959.75				959.75
Shuttle Bus	1,397.90				1,397.90
Total Other Grants	7,852.42	75,000.00	-	48,985.85	33,866.57
Total All Grants	\$ 126,893.30	\$ 137,387.52	\$ 9,860.00	\$ 124,400.84	\$ 149,739.98
Original Budget		\$ 133,812.52			
Budget - Matching Funds		3,575.00			
		\$ 137,387.52			
Disbursed				\$ 68,671.98	
Reserve for Encumbrances				4,481.00	
Canceled - Grants Receivable				51,247.86	
				\$ 124,400.84	

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, 2020

	Animal Control	Other
Balance Dec. 31, 2019	\$ 7,181.73	\$ 727,843.93
Increased by Receipts:		
Due Current Fund	\$ 23.15	\$ 58,779.59
Due Water Utility Operating Fund		8,968.01
Dog License Fees	1,113.80	
Due State of New Jersey	160.20	
Due Bank		70.00
Reserves and Special Deposits		967,690.55
Net Payroll		4,343,735.57
Payroll Deductions Payable		<u>2,326,243.43</u>
	<u>1,297.15</u>	<u>7,705,487.15</u>
	8,478.88	8,433,331.08
Decreased by Disbursements:		
Expenditures Under R.S. 4:19-5.11	228.00	
Due Current Fund	2,006.53	60,383.57
Due Water Utility Operating Fund		5,149.18
Due State of New Jersey	150.60	
Reserves and Special Deposits		713,879.23
Net Payroll		4,343,735.57
Payroll Deductions Payable		<u>2,417,293.12</u>
	<u>2,385.13</u>	<u>7,540,440.67</u>
Balance Dec. 31, 2020	<u>\$ 6,093.75</u>	<u>\$ 892,890.41</u>

BOROUGH OF BELLMAWR
ANIMAL CONTROL TRUST FUND
Statement of Reserve for Animal Control Fund Expenditures
For the Year Ended December 31, 2020

Balance Dec. 31, 2019	\$ 5,071.20
Increased by:	
Due Bank Canceled	\$ 0.03
Dog License Fees Collected	<u>1,113.80</u>
<u>1,113.83</u>	
	6,185.03
Decreased by:	
Disbursed:	
Expenditures Under R.S. 4:19-5.11	228.00
Statutory Excess Due to Current	<u>909.60</u>
<u>1,137.60</u>	
Balance Dec. 31, 2020	<u><u>\$ 5,047.43</u></u>

License Fees Collected

<u>Year</u>	<u>Amount</u>
2018	\$ 2,708.23
2019	<u>2,339.20</u>
	<u><u>\$ 5,047.43</u></u>

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

Balance Dec. 31, 2019	\$ 136.80
Increased by:	
Dog Registration Fees Collected	<u>160.20</u>
<u>297.00</u>	
Decreased by:	
Disbursements	<u>150.60</u>
Balance Dec. 31, 2020	<u><u>\$ 146.40</u></u>

BOROUGH OF BELLMAWR
ANIMAL CONTROL TRUST FUND
Statement of Due Current Fund
For the Year Ended December 31, 2020

Balance Dec. 31, 2019		\$ 1,973.70
Increased by:		
Interest Earned on Deposits	\$ 23.15	
Statutory Excess Due to Current	<u>909.60</u>	
		<u>932.75</u>
		2,906.45
Decreased by:		
Disbursed to Current Fund		<u>2,006.53</u>
Balance Dec. 31, 2020	\$	<u>899.92</u>

TRUST OTHER FUNDS
Statement of Due Water Utility Operating Fund
For the Year Ended December 31, 2020

Balance Dec. 31, 2019		\$ 3,818.83
Increased by:		
Disbursed		<u>5,149.18</u>
		8,968.01
Decreased by:		
Receipts	\$	<u>8,968.01</u>

TRUST OTHER FUNDS
Statement of Camden County Community Development Block Grants Receivable
For the Year Ended December 31, 2020

Balance Dec. 31, 2019		\$ 39,465.32
Decreased by:		
Received in Current Fund		<u>28,350.00</u>
Balance Dec. 31, 2020	\$	<u>11,115.32</u>

BOROUGH OF BELLMAWR
TRUST OTHER FUNDS
Statement of Due Current Fund
For the Year Ended December 31, 2020

Balance Dec. 31, 2019	\$ 64,543.49
Increased by:	
Disbursed to Current Fund	\$ 60,383.57
Received by Current Fund on Behalf of Trust Other:	
Reserves and Special Deposits	\$ 212,046.45
Accounts Receivable	63,933.50
Community Development Block Grants Receivable	<u>28,350.00</u>
	<u>304,329.95</u>
	<u>364,713.52</u>
	429,257.01
Decreased by:	
Receipts:	
Interest Earned on Deposits	2,589.42
Interest Earned on Deposits - Payroll	553.18
Received on Behalf of Current Fund	6,439.63
Receipts from Current Fund	<u>49,197.36</u>
	58,779.59
Canceled to Current Fund	52,152.04
Disbursed by Current on Behalf of Trust Other:	
Reserves and Special Deposits	<u>228,474.05</u>
	<u>339,405.68</u>
Balance Dec. 31, 2020	<u><u>\$ 89,851.33</u></u>
 <u>Analysis of Balance Dec. 31, 2020</u>	
Developers Escrow Account	\$ 187.77
Site Plan Review Escrow Deposits	(48,059.06)
Redemption of Tax Sale Certificates	(2,530.87)
Premiums Received at Tax Sale	(604.97)
Law Enforcement Funds	(4,308.47)
Parking Offenses Adjudication Act Funds	(7.80)
Public Defender Fees	578.92
Donations for the Needy	(6.77)
Flexible Spending Account	(1.73)
Police Drug Enforcement/Activity	423.43
Off Duty Police	14,077.70
Community Beautification Donations	8,317.78
Municipal Alliance	(260.94)
Community Development Block Grant	85,909.23
Payroll Deductions Payable	<u>36,137.11</u>
	<u><u>\$ 89,851.33</u></u>

BOROUGH OF BELLMAWR
TRUST OTHER FUNDS
 Statement of Reserves and Special Deposits
 For the Year Ended December 31, 2020

	Increased					Decreased				Balance Dec. 31, 2020
	Balance Dec. 31, 2019	Receipts	Accounts Receivable	Due From Current Fund	Encumbrances Canceled	Disbursed	Due to Current Fund	Reserve for Encumbrances		
Law Enforcement Funds	\$ 47,118.05	\$ 420.99				\$ 5,359.50				\$ 42,179.54
Off Duty Police	30,644.75		\$ 26,098.50	\$ 211,430.50			\$ 227,997.55			40,176.20
Site Plan Review Escrow Deposits	116,452.40	120,099.97				70,005.29	47,993.36			118,553.72
Redemption of Tax Sale Certificates	23,997.39	338,176.27				351,400.78	4,158.68			6,614.20
Premiums Received at Tax Sale	386,900.00	485,400.00				272,500.00				599,800.00
Police Drug Enforcement/Activity	33.17	166.32		435.95		602.27				33.17
Community Beautification Donations	8,614.28			180.00			476.50			8,317.78
Parking Offenses Adjudication Act Funds	485.19	68.00								553.19
Public Defender Fees	11,143.55	3,059.00			\$ 200.00	608.84				13,793.71
Donations for the Needy	14,796.37	150.00			1,844.54	2,311.91		\$ 920.82		13,558.18
Municipal Alliance	305.25									305.25
Developers Escrow Account	2,847.79	15,000.00				6,412.50				11,435.29
Flexible Spending Account	131.51	5,150.00				4,678.14				603.37
Unemployment Compensation Insurance	1,352.28									1,352.28
	<u>\$ 644,821.98</u>	<u>\$ 967,690.55</u>	<u>\$ 26,098.50</u>	<u>\$ 212,046.45</u>	<u>\$ 2,044.54</u>	<u>\$ 713,879.23</u>	<u>\$ 280,626.09</u>	<u>\$ 920.82</u>		<u>\$ 857,275.88</u>

BOROUGH OF BELLMAWR
TRUST OTHER FUNDS
Statement of Payroll Deductions Payable
For the Year Ended December 31, 2020

Balance Dec. 31, 2019	\$ 165,120.64
Increased by:	
Receipts:	
Net Payroll	\$ 4,343,735.57
Payroll Deductions Payable	<u>2,326,243.43</u>
	<u>6,669,979.00</u>
	6,835,099.64
Decreased by:	
Disbursements:	
Net Payroll	4,343,735.57
Payroll Deductions Payable	<u>2,417,293.12</u>
	<u>6,761,028.69</u>
Balance Dec. 31, 2020	<u>\$ 74,070.95</u>

BOROUGH OF BELLMAWR
TRUST OTHER FUNDS
Statement of Reserve for Encumbrances
For the Year Ended December 31, 2020

Balance Dec. 31, 2019	\$ 2,044.54
Increased by:	
Encumbrances Charged	<u>920.82</u>
	2,965.36
Decreased by:	
Encumbrances Canceled	<u>2,044.54</u>
Balance Dec. 31, 2020	<u><u>\$ 920.82</u></u>

TRUST OTHER FUNDS
Statement of Accounts Receivable
For the Year Ended December 31, 2020

Balance Dec. 31, 2019	\$ 63,933.50
Increased by:	
Reserve for Off Duty Police	<u>26,098.50</u>
	90,032.00
Decreased by:	
Receipts - Due Current Fund	<u><u>63,933.50</u></u>
Balance Dec. 31, 2020	<u><u>\$ 26,098.50</u></u>

BOROUGH OF BELLMAWR
TRUST OTHER FUNDS
Statement of Investments - Length of Service Awards Program
For the Year Ended December 31, 2020

Balance Dec. 31, 2019	\$ 316,257.08
Increased by:	
Borough Contributions	\$ 21,850.00
Unrealized Gain on Investments	<u>42,364.13</u>
	<u>64,214.13</u>
	380,471.21
Decreased by:	
Benefits Paid to Participants	35,128.32
Administration Expenses	<u>1,200.00</u>
	<u>36,328.32</u>
Balance Dec. 31, 2020	<u>\$ 344,142.89</u>

Schedule of Investments Dec. 31, 2020

Fixed Annuity Contract	\$ 80,388.15
Mutual Funds	<u>263,754.74</u>
	<u>\$ 344,142.89</u>

TRUST OTHER FUNDS
Statement of Due Bank
For the Year Ended December 31, 2020

Balance Dec. 31, 2019	\$ 160.24
Decreased by:	
Receipts	<u>70.00</u>
Balance Dec. 31, 2020	<u>\$ 90.24</u>

ANIMAL CONTROL TRUST FUND
Statement of Due Bank
For the Year Ended December 31, 2020

Balance Dec. 31, 2019	\$ 0.03
Decreased by:	
Canceled to Reserve for Animal Control	<u>\$ 0.03</u>

BOROUGH OF BELLMAWR
TRUST FUND - LENGTH OF SERVICE AWARD PROGRAM
Statement of Reserve for Length of Service Award Program
For the Year Ended December 31, 2020

Balance Dec. 31, 2019		\$ 316,257.08
Increased by:		
Borough Contributions	\$ 21,850.00	
Unrealized Gain on Investments	<u>42,364.13</u>	
		<u>64,214.13</u>
		380,471.21
Decreased by:		
Benefits Paid to Participants	35,128.32	
Administration Expenses	<u>1,200.00</u>	
		<u>36,328.32</u>
Balance Dec. 31, 2020		<u>\$ 344,142.89</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, 2020

Balance Dec. 31, 2019	\$ 253,530.38
Increased by Receipts:	
Bond Anticipation Notes	\$ 278,700.00
Due Current Fund	800,233.02
Improvement Authorizations - Refunds	5,551.02
Deferred Charges to Future Taxation - Unfunded:	
Grants - Community Development Block Grant	276,455.28
General Obligation Bonds	<u>6,843,000.00</u>
	<u>8,203,939.32</u>
	8,457,469.70
Decreased by Disbursements:	
Bond Anticipation Notes	6,134,187.00
Due Current Fund	55,570.02
Improvement Authorizations	<u>1,916,314.07</u>
	<u>8,106,071.09</u>
Balance Dec. 31, 2020	<u>\$ 351,398.61</u>

BOROUGH OF BELLMAWR
GENERAL CAPITAL FUND
Analysis of General Capital Cash
For the Year Ended December 31, 2020

	Ordinance Number	Balance (Deficit) Dec. 31, 2019	Receipts			Disbursements			Transfers		Balance (Deficit) Dec. 31, 2020
			Bond Anticipation Notes	Serial Bonds	Miscellaneous	Improvement Authorizations	Bond Anticipation Notes	Miscellaneous	From	To	
Fund Balance		\$ 27,209.90								\$ 4,740.41	\$ 31,950.31
Capital Improvement Fund		13,991.00								91,337.00	100,000.00
Accounts Receivable		(364,237.69)								1,455,000.00	471,529.49
Due Current Fund		(599,759.32)			\$ 800,233.02					571,529.49	35,000.00
Due Federal and State Grant Fund		(39,788.40)									(39,788.40)
Due Trust Other		9,304.25									9,304.25
Due Water Utility Capital Fund		(30,000.00)									(30,000.00)
Due Water Utility Operating Fund		(424.50)									(424.50)
Reserve for Encumbrances and Contracts Payable		268,731.61							268,731.61	1,095,983.74	1,095,983.74
Reserve for Payment of Bonds and Notes		82,233.98							35,000.00	102,584.96	149,818.94
Reserve for Sewer Improvements		14,404.00									14,404.00
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	(126,946.39)				\$ (32,574.00)					88,000.00
Acquisition of Various Vehicles and Equipment	6:9-13		88,000.00								(6,372.39)
Reconstruction and Installation of Drainage Pipe	2:2-14		156,400.00				156,400.00				
Various Building Improvements	9:12-14	(6,456.43)					102,000.00				25,543.57
Reconstruction and Rehabilitation of Various Roads	3:3-15	5,701.05					375,000.00				5,701.05
Reconstruction of Salem and Morris Avenues	6:6-15	(10,210.68)					15,000.00				4,789.32
Purchase of Various Vehicles and Equipment	7:8-15	59,775.38	\$ 278,700.00					278,700.00			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	6,256.70						289,800.00			6,256.70
Purchase of New Ladder Fire Truck and Apparatus	5:12-16	80.80						805,170.00			
Construction and Installation of Batting Cages	11:19-16	(800.96)							810,150.00		
Reconstruction and/or Repaving of Roads	2:5-17	349.14									349.14
Various Capital Improvements and Acquisition of Equipment	5:10-17	196,104.19									152,563.44
Various Capital Improvements	3:04-18	87,342.29									41,576.74
Acquisition of Various Equipment & Improvements	5:12-18	307,457.49									211,762.37
Acquisition of a Trash Truck	10:16-18	(183,038.58)									3,937.42
Stormwater Drainage System Improvements	04:04-19	(123,779.60)									18,185.90
Various Capital Improvements and Acquisition of Equipment	05:05-19	378,498.61									268,527.00
Various Road Improvements	06:07-19	30,194.02									7,312.02
Various Road Improvements	10:13-19	18,650.00									(26,040.23)
Various Road Improvements	04:10-20										99,606.09
Various Capital Improvements and Acquisition of Equipment	05:14-20										(165,556.23)
Acquisition of an Ambulance	10:17-20										9,250.00
		<u>\$ 253,530.38</u>	<u>\$ 278,700.00</u>	<u>\$ 6,843,000.00</u>	<u>\$ 1,082,239.32</u>	<u>\$ 1,916,314.07</u>	<u>\$ 6,134,187.00</u>	<u>\$ 55,570.02</u>	<u>\$ 3,712,907.21</u>	<u>\$ 3,712,907.21</u>	<u>\$ 351,398.61</u>

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

Balance Dec. 31, 2019	\$ 4,338,781.02
Increased by:	
Serial Bonds Issued	<u>6,843,000.00</u>
	11,181,781.02
Decreased by:	
2020 Budget Appropriations:	
New Jersey Green Acres Loan	\$ 10,495.34
New Jersey Environmental Infrastructure Loan	590,055.96
Serial Bonds	<u>250,000.00</u>
	850,551.30
Balance Dec. 31, 2020	<u>\$ 10,331,229.72</u>

BOROUGH OF BELLMAWR
GENERAL CAPITAL FUND

BOROUGH OF BELLMAWR
GENERAL CAPITAL FUND
Statement of Accounts Receivable
For the Year Ended December 31, 2020

Balance Dec. 31, 2019	\$ 364,237.69
Increased by:	
New Jersey Department of Transportation:	
Grant Entitlement - Ordinance 04:10-20	<u>1,455,000.00</u>
	1,819,237.69
Decreased by:	
Due from Current Fund	<u>471,529.49</u>
Balance Dec. 31, 2020	<u><u>\$ 1,347,708.20</u></u>

Analysis of Balance Dec. 31, 2020

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	13,100.33
Ordinance 04:10-20	<u>1,312,696.20</u>
	<u>1,339,807.64</u>
	<u><u>\$ 1,347,708.20</u></u>

BOROUGH OF BELLMAWR
GENERAL CAPITAL FUND
Statement of Due Current Fund
For the Year Ended December 31, 2020

Balance Dec. 31, 2019	\$ 599,759.32
Increased by:	
Disbursements:	
Disbursed to Current Fund	\$ 55,570.02
Received in Current Fund on Behalf of General Capital Fund:	
Accounts Receivable	<u>471,529.49</u>
Current Fund Budget Appropriation for Capital Improvements	
	\$ 527,099.51
	<u>100,000.00</u>
	<u>627,099.51</u>
	1,226,858.83
Decreased by:	
Receipts:	
Interest Earned on Deposits	2,361.47
Receipts from Current Fund	<u>797,871.55</u>
	800,233.02
Revenue Realized in Current Fund - Reserve for Payment of Bonds	<u>35,000.00</u>
	<u>835,233.02</u>
Balance Dec. 31, 2020	<u>\$ 391,625.81</u>

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

Balance Dec. 31, 2019	\$ 13,991.00
Increased by:	
2020 Budget Appropriation Due from Current Fund	<u>100,000.00</u>
	113,991.00
Decreased by:	
Down Payment on Improvement Authorizations	<u>91,337.00</u>
Balance Dec. 31, 2020	<u>\$ 22,654.00</u>

BOROUGH OF BELLMAWR
GENERAL CAPITAL FUND
Statement of Reserve for Payment of Bonds, Loans and Notes
For the Year Ended December 31, 2020

Balance Dec. 31, 2019	\$ 82,233.98
Increased by:	
Cancelation of Improvement Authorizations	<u>102,584.96</u>
	184,818.94
Decreased by:	
Revenue Realized in Current Fund - Due Current Fund	<u>35,000.00</u>
Balance Dec. 31, 2020	<u><u>\$ 149,818.94</u></u>
 <u>Analysis of Balance December 31, 2020</u>	
Reserve for Payment of Bonds and Loans	\$ 125,938.46
Reserve for Payment of Notes	<u>23,880.48</u>
	<u><u>\$ 149,818.94</u></u>

BOROUGH OF BELLMAWR
GENERAL CAPITAL FUND
 Statement of Improvement Authorizations
 For the Year Ended December 31, 2020

<u>Improvement Description</u>	<u>Number</u>	<u>Date</u>	<u>Amount</u>	<u>Balance Dec. 31, 2019</u>		<u>2020 Authorizations</u>	<u>Prior Year Encumbrances/ Canceled</u>	<u>Paid or Charged</u>	<u>Reallocated</u>	<u>Canceled</u>	<u>Balance Dec. 31, 2020</u>	
				<u>Funded</u>	<u>Unfunded</u>						<u>Funded</u>	<u>Unfunded</u>
General Improvements:												
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		5,665.05						\$ 32,574.00	\$ 38,239.05
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		66,256.70						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	196,104.19				\$ 43,540.75			152,563.44	
Various Capital Improvements	3:4-18:10:15-18	04-26-18	941,090.00	87,477.29		\$ 4,979.43		\$ 50,744.98			41,576.74	135.00
Acquisition of Various Equipment & Improvements	05:12-18	06-28-18	980,120.00	332,564.49				88,114.12	(32,574.00)		211,762.37	114.00
Acquisition of a Trash Truck	10:16-18	12-11-18	200,000.00		6,961.42			3,024.00			3,937.42	
Stormwater Drainage System Improvements	04:04-19	05-23-19	150,000.00		18,720.40			534.50			18,185.90	
Various Capital Improvements and Acquisition of Equipment	05:05-19	06-27-19	1,295,905.00	378,498.61		263,752.18		373,723.79			268,527.00	
Various Road Improvements	06:07-19	07-25-19	330,000.00		82,444.02			22,882.00			7,312.02	52,250.00
Various Road Improvements	10:13-19	11-18-19	373,000.00		373,000.00			321,145.51				51,854.49
Various Road Improvements	04:10-20	05-28-20	1,961,745.00		\$ 1,961,745.00			1,360,730.91			99,606.09	501,408.00
Various Capital Improvements and Acquisition of Equipment	05:14-20	06-18-20	1,535,000.00		1,535,000.00			742,306.23				792,693.77
Acquisition of an Ambulance	10:17-20	11-23-20	185,000.00		185,000.00						9,250.00	175,750.00
				\$ 232,518.72	\$ 1,672,062.05		\$ 3,681,745.00	\$ 268,731.61	\$ 3,006,746.79	\$ -	\$ 194,707.95	\$ 1,040,499.29
							\$ 91,337.00					\$ 1,613,103.35
							1,455,000.00					
							2,135,408.00					
							\$ 3,681,745.00					
Capital Improvement Fund												
Accounts Receivable - Due New Jersey Department of Transportation												
Deferred Charges to Future Taxation - Unfunded												
Refunds												
Disbursements								\$ 1,916,314.07				
Reserve for Encumbrances and Contracts Payable								1,095,983.74				
							(5,551.02)					
								\$ 3,006,746.79				
Deferred Charges to Future Taxation - Unfunded												
Fund Balance								\$ 87,382.58				
Reserve to Pay Debt								4,740.41				
								102,584.96				
								\$ 194,707.95				

BOROUGH OF BELLMAWR
GENERAL CAPITAL FUND
Statement of Reserve for Encumbrances and Contracts Payable
For the Year Ended December 31, 2020

Balance Dec. 31, 2019	\$ 268,731.61
Increased by:	
Charged to Improvement Authorizations	<u>1,095,983.74</u>
	1,364,715.35
Decreased by:	
Canceled to Improvement Authorizations	<u>268,731.61</u>
Balance Dec. 31, 2020	<u>\$ 1,095,983.74</u>
 <u>Analysis of Balance Dec. 31, 2020</u>	
Reserve for Encumbrances	\$ 130,844.34
Contracts Payable	<u>965,139.40</u>
	<u>\$ 1,095,983.74</u>

BOROUGH OF BELLMAWR
GENERAL CAPITAL FUND
Statement of Bond Anticipation Notes
For the Year Ended December 31, 2020

<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, 2019</u>	<u>Increased</u>	<u>Decreased</u>	<u>Balance Dec. 31, 2020</u>
Reconstruction and Rehabilitation of Various Roads	05:08-12	8-17-12	08-16-19	08-14-20	1.68%	\$ 156,200.00		\$ 156,200.00	
Reconstruction of Heller Road, Dobbs, Rose, Jefferson and Apple Avenues	04:03-13	8-22-13	08-16-19	08-14-20	1.68%	134,900.00			134,900.00
Acquisition of Various Vehicles and Equipment	06:09-13	8-22-13	08-16-19	08-14-20	1.68%	186,900.00			186,900.00
Reconstruction and Installation of Drainage Pipe	02:02-14	8-20-14	08-16-19	08-14-20	1.68%	156,400.00			156,400.00
Various Capital Improvements and Acquisition of Equipment, Vehicles and Ambulance Building	04:05-14	8-20-14	08-16-19	08-14-20	1.68%	190,000.00			190,000.00
Various Building and Recreation Improvements	09:12-14	8-18-17	08-16-19	08-14-20	1.68%	70,000.00			70,000.00
Reconstruction and Rehabilitation of Various Roads	03:03-15	8-20-15	08-16-19	08-14-20	1.68%	375,000.00			375,000.00
Purchase of Software and Equipment	04:04-15	8-20-15	08-16-19	08-14-20	1.68%	10,500.00			10,500.00
Purchase of Various Vehicles and Equipment	07:08-15	8-19-16	08-16-19	08-14-20	1.68%	380,000.00			380,000.00
	07:08-15	8-19-16	08-13-20	08-12-21	1.05%		\$ 278,700.00		\$ 278,700.00
Purchase of Trash Truck	03:08-16	8-19-16	08-16-19	08-14-20	1.68%	145,300.00			145,300.00
Purchase of Various Equipment and Improvements	05:11-16	8-19-16	08-16-19	08-14-20	1.68%	289,800.00			289,800.00
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
	5:12-16	8-19-16	08-16-19	08-14-20	1.68%	431,250.00			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
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
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
	3:04-18	8-17-18	08-16-19	08-14-20	1.68%	49,875.00			49,875.00
Purchase of Various Equipment and Improvements	5:12-18	8-17-18	08-16-19	08-14-20	1.68%	906,007.00			906,007.00
Various Capital Improvements and Acquisition of Various Equipment	05:05-19	08-16-19	08-16-19	08-14-20	1.68%	<u>1,231,105.00</u>		<u>1,231,105.00</u>	
						\$ 6,622,887.00	\$ 278,700.00	\$ 6,622,887.00	\$ 278,700.00
Renewal							\$ 278,700.00	\$ 278,700.00	
Paid by Budget Appropriation								488,700.00	
Paid by Bond Funds								5,850,507.00	
Paid by Capital Cash								4,980.00	
							\$ 278,700.00	\$ 6,622,887.00	

BOROUGH OF BELLMAWR
GENERAL CAPITAL FUND
Statement of General Serial Bond Payable
For the Year Ended December 31, 2020

<u>Purpose</u>	<u>Date of Issue</u>	<u>Original Issue</u>	Maturities of Bonds Outstanding					<u>Balance Dec. 31, 2019</u>	<u>Issued</u>	<u>Paid by Budget Appropriation</u>	<u>Balance Dec. 31, 2020</u>				
			<u>December 31, 2020</u>		<u>Interest Rate</u>	<u>Balance Dec. 31, 2019</u>									
			<u>Date</u>	<u>Amount</u>											
General Obligation Bonds of 2013 (Non-callable)	08-16-13	\$ 2,200,000.00	07-15-21	\$ 250,000.00	3.00%										
			07-15-22	300,000.00	3.00%										
			07-15-23	300,000.00	3.00%	\$ 1,100,000.00				\$ 250,000.00	\$ 850,000.00				
General Obligation Bonds, Series 2020 (Callable after 07-15-30)	07-30-20	6,843,000.00	07-15-21	358,000.00	0.05%										
			07-15-22	365,000.00	0.05%										
			07-15-23	480,000.00	0.05%										
			07-15-24	690,000.00	0.50%										
			07-15-25	695,000.00	1.00%										
			07-15-26	705,000.00	1.00%										
			07-15-27	710,000.00	1.00%										
			07-15-28	710,000.00	1.00%										
			07-15-29	710,000.00	2.00%										
			07-15-30	710,000.00	2.00%										
			07-15-31	710,000.00	2.00%										
						\$ 6,843,000.00					6,843,000.00				
						<u>\$ 1,100,000.00</u>	<u>\$ 6,843,000.00</u>	<u>\$ 250,000.00</u>	<u>\$ 7,693,000.00</u>						

BOROUGH OF BELLMAWR
GENERAL CAPITAL FUND
 Statement of New Jersey Environmental Infrastructure Trust Loans Payable
 For the Year Ended December 31, 2020

<u>Purpose</u>	<u>Date of Issue</u>	<u>Original Issue</u>	<u>Date</u>	Maturities of Loan Outstanding December 31, 2020			<u>Interest Rate</u>	<u>Balance Dec. 31, 2019</u>	<u>Decreased</u>	<u>Balance Dec. 31, 2020</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	02-01-21 08-01-21 08-01-21 08-01-22	\$ 3,558.68 66,667.91 91,564.65 95,859.16	\$ 3,558.68 66,667.91 91,564.65 95,859.16	\$ 3,558.68 66,667.91 91,564.65 95,859.16	5.00% 4.75%			
				187,423.81	70,226.59	257,650.40		\$ 423,640.34	\$ 165,989.94	\$ 257,650.40
Upgrading Storm Sewer System	11-06-08	7,893,878.00	02-01-21 08-01-21 08-01-21 02-01-22 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	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	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	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%			
				1,277,000.00	730,724.33	2,007,724.33		2,402,073.82	394,349.49	2,007,724.33

(Continued)

BOROUGH OF BELLMAWR
GENERAL CAPITAL FUND
 Statement of New Jersey Environmental Infrastructure Trust Loans Payable
 For the Year Ended December 31, 2020

<u>Purpose</u>	<u>Date of Issue</u>	<u>Original Issue</u>	<u>Date</u>	Maturities of Loan Outstanding December 31, 2020			<u>Interest Rate</u>	<u>Balance Dec. 31, 2019</u>	<u>Decreased</u>	<u>Balance Dec. 31, 2020</u>
				<u>Trust Loan</u>	<u>Fund Loan</u>	<u>Total</u>				
Replacement of Sanitary Sewer Mains	05-21-14	\$ 646,092.00	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%			
				<u>130,000.00</u>	<u>226,715.13</u>	<u>356,715.13</u>		<u>\$ 386,431.66</u>	<u>\$ 29,716.53</u>	<u>\$ 356,715.13</u>
				<u><u>\$ 1,594,423.81</u></u>	<u><u>\$ 1,027,666.05</u></u>	<u><u>\$ 2,622,089.86</u></u>		<u><u>\$ 3,212,145.82</u></u>	<u><u>\$ 590,055.96</u></u>	<u><u>\$ 2,622,089.86</u></u>

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

<u>Purpose</u>	<u>Date of Issue</u>	<u>Original Issue</u>	Maturities of Loan Outstanding			<u>Interest Rate</u>	<u>Balance Dec. 31, 2019</u>	<u>Paid by Budget Appropriation</u>	<u>Balance Dec. 31, 2020</u>				
			<u>December 31, 2020</u>										
			<u>Date</u>	<u>Amount</u>									
Acquisition and Installation of Recreation Equipment	04-25-02	\$ 145,661.80	02-04-21	\$ 5,326.52	2.00%								
			08-04-21	5,379.78	2.00%								
			02-04-22	5,433.56	2.00%	\$ 26,635.20	\$ 10,495.34	\$ 16,139.86					
						\$ 26,635.20	\$ 10,495.34	\$ 16,139.86					

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

	Ordinance <u>Number</u>	Balance <u>Dec. 31, 2019</u>	2020 <u>Authorizations</u>	Notes <u>Paid by Bond Funds</u>	Funded by <u>Grants</u>	Paid by <u>Capital Cash</u>	Bonds <u>Issued</u>	Canceled	Balance <u>Dec. 31, 2020</u>
Reconstruction and Rehabilitation of Various Roads	05:08-12	\$ 5,801.78		\$ 156,200.00			\$ 156,200.00	\$ 5,801.78	
Replacement of Sanitary Sewer Mains	04:04-13	132,611.44		134,900.00			222,900.00		\$ 44,611.44
Reconstruction and Installation of Drainage Pipe	02:02-14			156,400.00			156,400.00		
Various Building Improvements	09:12-14	32,000.00		70,000.00			102,000.00		
Reconstruction and Rehabilitation of Various Roads	03:03-15			375,000.00			375,000.00		
Reconstruction of Salem and Morris Avenues	06:06-15	36,500.00					15,000.00	21,500.00	
Purchase of Trash Truck	03:08-16			145,300.00			145,300.00		
Purchase of Various Equipment and Improvements	05:11-16	60,000.00		289,800.00			289,800.00	60,000.00	
Purchase of New Ladder Fire Truck and Apparatus	05:12-16			805,170.00		\$ 4,980.00	805,170.00	80.80	4,899.20
Construction and Installation of Batting Cages	11:19-16	1,460.00							1,460.00
Reconstruction and/or Repaving of Roads	02:05-17			381,300.00			381,300.00		
Various Capital Improvements and Acquisition of Equipment	05:10-17			675,450.00			675,450.00		
Various Capital Improvements	03:04-18	135.00		523,875.00			523,875.00		135.00
Acquisition of Various Equipment & Improvements	05:12-18	25,107.00		906,007.00			931,000.00		114.00
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	354,350.00				\$ 276,455.28			77,894.72
Various Road Improvements	04:10-20		\$ 501,408.00						501,408.00
Various Capital Improvements and Acquisition of Equipment	05:14-20	1,458,250.00					500,000.00		958,250.00
Acquisition of an Ambulance	10:17-20	175,750.00							175,750.00
		<u>\$ 1,032,715.22</u>	<u>\$ 2,135,408.00</u>	<u>\$ 5,850,507.00</u>	<u>\$ 276,455.28</u>	<u>\$ 4,980.00</u>	<u>\$ 6,843,000.00</u>	<u>\$ 87,382.58</u>	<u>\$ 1,816,772.36</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 - Treasurer
For the Year Ended December 31, 2020

	Operating	Capital
Balance Dec. 31, 2019	\$ 933,123.99	\$ 318,730.55
Increased by Receipts:		
Water Collector	\$ 1,270,495.04	
Miscellaneous Revenue	2,999.88	
Due Trust Other Fund - Payroll	5,149.18	
Due Water Capital Fund	4,750.00	
Due Current Fund	2,413.78	\$ 7,775.00
Due Water Operating Fund		14,759.35
Refund of Appropriations and Ordinances	100.00	22,400.20
Water Utility Bonds		<u>6,445,000.00</u>
	<u>1,285,907.88</u>	<u>6,489,934.55</u>
	2,219,031.87	6,808,665.10
Decreased by Disbursements:		
2020 Budget Appropriations	814,108.67	
2019 Appropriation Reserves and Encumbrances	148,932.23	
Accrued Interest on Notes and Loans	61,892.66	
Due Current Fund	53,962.92	
Due Water Capital Fund	12,800.17	
Improvement Authorizations		1,063,009.01
Bond Anticipation Notes		3,230,000.00
Due Water Operating Fund		4,750.00
Due Trust Other Fund - Payroll	<u>8,968.01</u>	
	<u>1,100,664.66</u>	<u>4,297,759.01</u>
Balance Dec. 31, 2020	<u>\$ 1,118,367.21</u>	<u>\$ 2,510,906.09</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, 2020

Receipts:

Consumer Accounts Receivable	\$ 1,183,298.09
Overpayments	1,981.81
Prepaid Rents	66,327.42
Miscellaneous	<u>18,887.72</u>
	1,270,495.04

Decreased by:

Payments to Treasurer	<u>\$ 1,270,495.04</u>
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BOROUGH OF BELLMAWR
WATER UTILITY CAPITAL FUND
 Analysis of Water Utility Capital Cash
 For the Year Ended December 31, 2020

	Ordinance Number	Balance (Deficit) Dec. 31, 2019	Receipts		Disbursements			Transfers		Balance (Deficit) Dec. 31, 2020
			Bonds	Miscellaneous	Bond Anticipation Notes	Improvement Authorizations	Miscellaneous	From	To	
Capital Improvement Fund		\$ 41,701.09								\$ 41,701.09
Reserve for Encumbrances		33,057.78								120,966.50
Due Water Utility Operating Fund		33,236.51								43,245.86
Due General Capital Fund		30,000.00								30,000.00
Due Current Fund				7,775.00						7,775.00
Excess Proceeds										3,201.74
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 /									
Improvements to Drinking Water Infrastructure	02:06-17	439,146.03	\$ 2,764,550.00	21,526.68	\$ 2,800,000.00	\$ 218,823.54				230,468.45
Various Electrical Repairs to Water Plant	06:13-16	(441,986.99)	517,450.00			48,513.01				59,216.00
Various Capital Improvements	03:04-18	16,514.80	25,000.00							16,514.80
Acquisition of Equipment	05:13-18	280,000.00	280,000.00		280,000.00					280,000.00
Various Capital Improvements	06:14-18		150,000.00		150,000.00					
Acquisition of Various Equipment	02:01-19	(84,542.41)	448,000.00			168,490.47				192,267.12
Various Improvements and Equipment Acquisition	11:16-19	(31,598.00)								(31,598.00)
	11:17-19		2,260,000.00	873.52		627,181.99				1,517,147.53
		<u>\$ 318,730.55</u>	<u>\$ 6,445,000.00</u>	<u>\$ 44,934.55</u>	<u>\$ 3,230,000.00</u>	<u>\$ 1,063,009.01</u>	<u>\$ 4,750.00</u>	<u>\$ 182,226.02</u>	<u>\$ 182,226.02</u>	<u>\$ 2,510,906.09</u>

BOROUGH OF BELLMAWR
WATER UTILITY OPERATING FUND
Statement of Consumer Accounts Receivable
For the Year Ended December 31, 2020

Balance Dec. 31, 2019	\$ 154,519.92
Increased by:	
Water Rents Levied	<u>1,239,219.57</u>
	1,393,739.49
Decreased by:	
Collections	\$ 1,183,298.09
Prepayments Applied	128,866.31
Overpayments Applied	<u>2,306.68</u>
	<u>1,314,471.08</u>
Balance Dec. 31, 2020	<u>\$ 79,268.41</u>

BOROUGH OF BELLMAWR
WATER UTILITY OPERATING FUND
Statement of Due Current Fund
For the Year Ended December 31, 2020

Balance Dec. 31, 2019 (Due to)	\$ 59.92
Increased by:	
Receipts	<u>2,413.78</u>
	2,473.70
Decreased by:	
Disbursements	<u>53,962.92</u>
Balance Dec. 31, 2020 (Due from)	<u>\$ 51,489.22</u>

WATER UTILITY OPERATING FUND
Statement of Due Bank
For the Year Ended December 31, 2020

Balance Dec. 31, 2019	\$ 3,271.00
Decreased by:	
Canceled	<u>\$ 3,271.00</u>

BOROUGH OF BELLMAWR
WATER UTILITY CAPITAL FUND
Statement of Due Water Utility Operating Fund
For the Year Ended December 31, 2020

Balance Dec. 31, 2019	\$ 33,236.51
Increased by:	
Receipts:	
Interest Earned on Deposits	\$ 1,959.18
Interfund	<u>12,800.17</u>
	<u>14,759.35</u>
	47,995.86
Decreased by:	
Disbursements	<u>4,750.00</u>
Balance Dec. 31, 2020	<u>\$ 43,245.86</u>

WATER UTILITY OPERATING FUND
Statement of Due Trust Other Funds
For the Year Ended December 31, 2020

Balance Dec. 31, 2019	\$ 3,818.83
Increased by:	
Receipts	<u>5,149.18</u>
	8,968.01
Decreased by:	
Disbursements	<u>\$ 8,968.01</u>

BOROUGH OF BELLMAWR
WATER UTILITY OPERATING FUND
 Statement of 2019 Appropriation Reserves and Encumbrances
 For the Year Ended December 31, 2020

	Balance Dec. 31, 2019		Balance After Modification	Disbursed	Balance Lapsed
	<u>Reserved</u>	<u>Encumbered</u>			
Operating:					
Salaries and Wages	\$ 33,977.10		\$ 33,977.10	\$ 6,076.88	\$ 27,900.22
Other Expenses	156,794.91	\$ 57,943.91	214,738.82	138,741.88	75,996.94
Statutory Expenditures:					
Contribution to:					
Social Security System (O.A.S.I.)	5,078.15		5,078.15	4,064.88	1,013.27
Unemployment Insurance	756.83		756.83	48.59	708.24
	<hr/> <u>\$ 196,606.99</u>	<hr/> <u>\$ 57,943.91</u>	<hr/> <u>\$ 254,550.90</u>	<hr/> <u>\$ 148,932.23</u>	<hr/> <u>\$ 105,618.67</u>

BOROUGH OF BELLMAWR
WATER UTILITY OPERATING FUND
Statement of Water Rent Prepayments
For the Year Ended December 31, 2020

Balance Dec. 31, 2019	\$ 128,866.31
Increased by:	
Receipts	<u>66,327.42</u>
	195,193.73
Decreased by:	
Applied to Consumer Accounts Receivable	<u>128,866.31</u>
Balance Dec. 31, 2020	<u><u>\$ 66,327.42</u></u>

WATER UTILITY OPERATING FUND
Statement of Water Rent Overpayments
For the Year Ended December 31, 2020

Balance Dec. 31, 2019	\$ 2,306.68
Increased by:	
Receipts	<u>1,981.81</u>
	4,288.49
Decreased by:	
Applied to Consumer Accounts Receivable	<u>2,306.68</u>
Balance Dec. 31, 2020	<u><u>\$ 1,981.81</u></u>

BOROUGH OF BELLMAWR
WATER UTILITY OPERATING FUND
Statement of Accrued Interest on Notes and Loans
For the Year Ended December 31, 2020

Balance Dec. 31, 2019		\$ 23,863.94
Increased by:		
Budget Appropriation for:		
Interest on Notes	\$ 33,859.13	
Interest on Loans	<u>7,104.49</u>	
		\$ 40,963.62
Charges to Improvement Authorizations:		
Interest on Bonds	<u>43,116.38</u>	
		<u>84,080.00</u>
		107,943.94
Decreased by:		
Disbursed	<u>61,892.66</u>	
Balance Dec. 31, 2020		<u>\$ 46,051.28</u>

Analysis of Accrued Interest Dec. 31, 2020

Principal Outstanding <u>Dec. 31, 2020</u>	Interest <u>Rate</u>	From	To	Period	Amount
NJ Environmental Infrastructure Trust Loan:					
\$ 428,620.50	Variable	08-01-20	12-31-20	5 Months	\$ 2,934.90
General Obligation Bonds:					
6,445,000.00	0.05%	08-13-20	12-31-20	138 Days	<u>43,116.38</u>
					<u>\$ 46,051.28</u>
Water Utility Operating Fund					\$ 2,934.90
Water Utility Capital Fund					<u>43,116.38</u>
					<u>\$ 46,051.28</u>

BOROUGH OF BELLMAWR
WATER UTILITY CAPITAL FUND
Statement of Reserve for Amortization
For the Year Ended December 31, 2020

Balance Dec. 31, 2019	\$ 4,169,990.05
Increased by:	
Paid by Operating Budget:	
New Jersey Environmental Infrastructure Loan	\$ 12,629.30
Bond Anticipation Notes	<u>25,000.00</u>
	<u>37,629.30</u>
Balance Dec. 31, 2020	<u><u>\$ 4,207,619.35</u></u>

BOROUGH OF BELLMAWR
WATER UTILITY CAPITAL FUND
 Statement of Improvement Authorizations
 For the Year Ended December 31, 2020

Ordinance Number	Improvement Description	Ordinance		Balance Dec. 31 2019		2020 Authorizations	Reserve for Encumbrances <u>Canceled</u>	Paid or Charged	Balance Dec. 31 2020	
		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	\$ 439,146.03			\$ 791.78	\$ 199,019.36	\$ 230,468.45	\$ 10,450 00
02:06-17)	Acquisition and Installation of Water Tank	03-23-17	300,000.00							
01:03-20)		02-26-20	60,000.00							
06:13-16)	Improvements to Drinking Water Infrastructure	07-28-16	1,200,000.00		16,247.01	\$ 60,000.00	32,266.00	48,513.01	59,216 00	784 00
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	
01:02-20)		02-26-20	60,000.00							
02:01-19)	Various Capital Improvements	04-25-19	448,000.00		363,457.59	60,000.00		171,190.47	192,267.12	60,000 00
11:16-19)	Acquisition of Various Equipment	12-10-19	35,000.00		3,402.00					3,402 00
11:17-19	Various Improvements and Equipment Acquisition	12-10-19	2,260,000.00		2,260,000.00			785,968.85	1,474,031.15	
05:15-20	Various Capital Improvements	06-18-20	1,050,000.00			\$ 1,050,000.00				1,050,000.00
				\$ 3,201.74	\$ 3,378,767.43	\$ 1,170,000.00	\$ 33,057.78	\$ 1,204,691.69	\$ 3,201.74	\$ 2,252,497.52
										\$ 1,124,636 00
Disbursed									\$ 1,063,009.01	
Refunds									(22,400.20)	
Accrued Interest on Bonds									43,116.38	
Reserve for Encumbrances									120,966.50	
										\$ 1,204,691.69

BOROUGH OF BELLMAWR
WATER UTILITY CAPITAL FUND
Statement of Fixed Capital
For the Year Ended December 31, 2020

<u>Account</u>	<u>Balance Dec. 31, 2019</u>	<u>Transfers from Fixed Capital</u>	<u>Authorized and Uncompleted</u>	<u>Balance Dec. 31, 2020</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	259,696.00			259,696.00
Replacement of Water Main on Howard Avenue		\$ 46,798.26		46,798.26
Emergency Repair to Well Shaft	29,312.00			29,312.00
	<hr/> <u>\$ 4,051,081.69</u>	<hr/> <u>\$ 46,798.26</u>	<hr/> <u>\$ 4,097,879.95</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, 2020

Ordinance Number	Improvement Description	Ordinance		Balance Dec. 31, 2019	2020 Authorizations	Costs to Fixed Capital		Balance Dec. 31, 2020
		Date	Amount				Canceled	
09:12-14	Replacement of Water Main on Howard Avenue	10-23-14	\$ 50,000.00	\$ 50,000.00		\$ 46,798.26	\$ 3,201.74	
11:11-15	Purchase and Installation of Water Tank	11-23-15	2,500,000.00	2,800,000.00				\$ 2,800,000.00
01:03-20)		02-26-20	60,000.00					
06:13-16)	Improvements to Drinking Water Infrastructure	07-28-16	1,200,000.00	1,200,000.00	\$ 60,000.00			1,260,000.00
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
01:02-20)		02-26-20	60,000.00					
02:01-19)	Various Capital Improvements	04-25-19	448,000.00	448,000.00	60,000.00			508,000.00
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
05:15-20	Various Capital Improvements	06-18-20	1,050,000.00		1,050,000.00			1,050,000.00
				\$ 7,098,000.00	\$ 1,170,000.00	\$ 46,798.26	\$ 3,201.74	\$ 8,218,000.00

BOROUGH OF BELLMAWR
WATER UTILITY CAPITAL FUND
 Statement of New Jersey Environmental Infrastructure Trust Loan Payable
 For the Year Ended December 31, 2020

<u>Purpose</u>	<u>Date of Issue</u>	<u>Original Issue</u>	Maturities of Loan			<u>Balance Dec. 31, 2019</u>	<u>Paid by Budget Appropriation</u>	<u>Balance Dec. 31, 2020</u>
			<u>Date</u>	<u>Trust Loan</u>	<u>Fund Loan</u>			
NJ Environmental Infrastructure Loan, Series 2019	05-24-19	\$ 905,345.00	02-01-21		\$ 5,086.20			
			08-01-21	\$ 5,000.00	2,543.10			
			02-01-22		5,086.20			
			08-01-22	5,000.00	2,543.10			
			02-01-23		5,086.20			
			08-01-23	5,000.00	2,543.10			
			02-01-24		5,086.20			
			08-01-24	5,000.00	2,543.10			
			2025-2029	25,000.00	38,146.50			
			2030-2034	30,000.00	38,146.50			
			2035-2039	50,000.00	38,146.50			
			2040-2044	50,000.00	38,146.50			
			2045-2048	40,000.00	30,517.30			
				<u>\$ 215,000.00</u>	<u>\$ 213,620.50</u>			
						\$ 441,249.80	\$ 12,629.30	\$ 428,620.50
						<u>\$ 441,249.80</u>	<u>\$ 12,629.30</u>	<u>\$ 428,620.50</u>

BOROUGH OF BELLMAWR
WATER UTILITY CAPITAL FUND
Statement of Bond Anticipation Notes
For the Year Ended December 31, 2020

<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, 2019</u>	<u>Decreased</u>
Purchase and Installation of Water Tank	2:06-17	08-18-17	08-16-19	08-14-20	1.68%	\$ 2,800,000.00	\$ 2,800,000.00
Various Electrical Repairs to Water Plant	3:04-18	08-17-18	08-16-19	08-14-20	1.68%	25,000.00	25,000.00
Various Capital Improvements	5:13-18	08-17-18	08-16-19	08-14-20	1.68%	280,000.00	280,000.00
Acquisition of Equipment	6:14-18	08-17-18	08-16-19	08-14-20	1.68%	<u>150,000.00</u>	<u>150,000.00</u>
						<u>\$ 3,255,000.00</u>	<u>\$ 3,255,000.00</u>
Paid by Bond Proceeds							\$ 3,230,000.00
Paid by Budget Appropriation							<u>25,000.00</u>
							<u>\$ 3,255,000.00</u>

BOROUGH OF BELLMAWR
WATER UTILITY CAPITAL FUND
Statement of Water General Obligation Bonds
For the Year Ended December 31, 2020

<u>Purpose</u>	<u>Date of Issue</u>	<u>Amount of Original Issue</u>	<u>Maturities of Bonds Outstanding Dec. 31, 2020</u>			<u>Interest Rate</u>	<u>Issued</u>	<u>Balance Dec. 31, 2020</u>
			<u>Date</u>	<u>Amount</u>				
Water Improvement Bonds	07-30-20	\$ 6,445,000.00	07-15-21	\$ 175,000.00	0.050%			
			07-15-22	165,000.00	0.050%			
			07-15-23	165,000.00	0.050%			
			07-15-24	165,000.00	0.500%			
			07-15-25	170,000.00	1.000%			
			07-15-26	170,000.00	1.000%			
			07-15-27	175,000.00	1.000%			
			07-15-28	175,000.00	1.000%			
			07-15-29	180,000.00	2.000%			
			07-15-30	185,000.00	2.000%			
			07-15-31	185,000.00	2.000%			
			07-15-32	190,000.00	2.000%			
			07-15-33	195,000.00	2.000%			
			07-15-34	200,000.00	2.000%			
			07-15-35	200,000.00	2.000%			
			07-15-36	205,000.00	2.000%			
			07-15-37	210,000.00	2.000%			
			07-15-38	215,000.00	2.000%			
			07-15-39	225,000.00	2.000%			
			07-15-40	230,000.00	2.000%			
			07-15-41	235,000.00	2.000%			
			07-15-42	240,000.00	2.000%			
			07-15-43	250,000.00	2.000%			
			07-15-44	255,000.00	2.125%			
			07-15-45	260,000.00	2.125%			
			07-15-46	270,000.00	2.125%			
			07-15-47	275,000.00	2.125%			
			07-15-48	285,000.00	2.125%			
			07-15-49	295,000.00	2.125%			
			07-15-50	300,000.00	2.250%	\$ 6,445,000.00		\$ 6,445,000.00
						\$ 6,445,000.00		\$ 6,445,000.00

BOROUGH OF BELLMAWR
WATER UTILITY CAPITAL FUND
 Statement of Bonds and Notes Authorized But Not Issued
 For the Year Ended December 31, 2020

Ordinance Number	Improvement Description	Ordinance		Balance Dec. 31, 2019	2020 Authorizations	Notes Paid with Bond Cash	Bonds Issued	Balance Dec. 31, 2020
		Date	Amount					
01:03-20)		02-26-20	\$ 60,000.00					
06:13-16)	Improvements to Drinking Water Infrastructure	07-28-16	1,200,000.00	\$ 458,234.00	\$ 60,000.00		\$ 517,450.00	\$ 784.00
02:06-17	Purchase and Installation of Water Tank	03-23-17	2,800,000.00			\$ 2,800,000.00	2,789,550.00	10,450.00
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	
01:02-20)		02-26-20	60,000.00					
02:01-19)	Various Capital Improvements	04-25-19	448,000.00	448,000.00	60,000.00		448,000.00	60,000.00
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	
05:15-20	Various Improvements and Equipment Acquisition	06-15-20	1,050,000.00		1,050,000.00			1,050,000.00
				<u>\$ 3,201,234.00</u>	<u>\$ 1,170,000.00</u>	<u>\$ 3,230,000.00</u>	<u>\$ 6,445,000.00</u>	<u>\$ 1,156,234.00</u>

BOROUGH OF BELLMAWR

PART II

SCHEDULE OF FINDINGS AND RECOMMENDATIONS

FOR THE YEAR ENDED DECEMBER 31, 2020

BOROUGH OF BELLMAWR
Schedule of Findings and Recommendations
For the Year Ended December 31, 2020

Schedule of Financial Statement Findings

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

Finding No. 2020-001

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 tests of payroll disbursements and reporting:

1. Amounts reported on quarterly PERS and PFRS pension reports did not agree to the supporting payroll reports for all four quarters.

Effect or Potential Effect

Inaccurate and untimely payroll reports were filed with the respective agencies.

Cause

Oversight by the responsible personnel.

Recommendation

That the Borough review procedures with respect to the payroll process, and adhere to pension 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, 2020

Schedule of Financial Statement Findings (Cont'd)

Finding No. 2020-002

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, transactions between Borough funds occurred that were not properly posted to the general ledger of all applicable funds.

Effect or Potential Effect

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

Cause

Oversight by the responsible personnel.

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
Summary Schedule of Prior Year Audit Findings
and Recommendations as Prepared by Management

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

FINANCIAL STATEMENT FINDINGS

Finding No. 2019-001

Condition

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

Current Status

This condition has improved and has been partially resolved. See Finding No. 2020-001.

Planned Corrective Action

The responsible officials will address the matter as part of their corrective action plan.

Finding No. 2019-002

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 has been partially resolved. See Finding No. 2020-002.

Planned Corrective Action

The responsible officials will address the matter as part of their corrective action plan.

Finding No. 2019-003

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 has been resolved.

FEDERAL AWARDS

Not applicable.

STATE FINANCIAL ASSISTANCE PROGRAMS

Not applicable.

BOROUGH OF BELLMAWR
 Officials in Office and Surety Bonds

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	
Paul T. DeAngelis	President of Council	
James P. Casey	Member of Council	
James F. D'Angelo	Member of Council	
Raymond Bider	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
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Robert S. Marrone

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