

TOWNSHIP OF LUMBERTON



BURLINGTON COUNTY, NEW JERSEY

REPORT OF AUDIT

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



TOWNSHIP OF LUMBERTON
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TOWNSHIP OF LUMBERTON
PART I
REPORT OF AUDIT OF FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and
Members of the Township Committee
Township of Lumberton
Lumberton, New Jersey 08048

Report on the Financial Statements

We have audited the accompanying statements of assets, liabilities, reserves and fund balance - regulatory basis of the various funds of the Township of Lumberton, in the County of Burlington, State of New Jersey, as of December 31, 2015 and 2014, and the related statements of operations and changes in fund balance - regulatory basis for the years then ended, and the related statement of revenues - regulatory basis, statement of expenditures - regulatory basis, and statement of general fixed asset group of accounts - regulatory basis for the year ended December 31, 2015, and the related notes to the financial statements, which collectively comprise the Township's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

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

As described in note 1 to the financial statements, the financial statements are prepared by the Township on the basis of the financial reporting provisions of the Division of Local Government Services, Department of Community Affairs, State of New Jersey, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to meet the requirements of the State of New Jersey.

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

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

In our opinion, because of the significance of the matter discussed in the “*Basis for Adverse Opinion on Accounting Principles Generally Accepted in the United States of America*” paragraph, the financial statements referred to above do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the Township of Lumberton, in the County of Burlington, State of New Jersey, as of December 31, 2015 and 2014, or the results of its operations and changes in fund balance for the years then ended.

Opinion on Regulatory Basis of Accounting

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

Emphasis of Matter

Adoption of New Accounting Principles

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

Other Matters

Other Information

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 28, 2016, on our consideration of the Township of Lumberton's, in the County of Burlington, State of New Jersey, internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Township of Lumberton's internal control over financial reporting and compliance.

Respectfully submitted,

BOWMAN & COMPANY LLP

BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants



L. Jarred Corn
Certified Public Accountant
Registered Municipal Accountant

Voorhees, New Jersey
June 28, 2016

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

INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and
Members of the Township Committee
Township of Lumberton
Lumberton, New Jersey 08048

We have audited, in accordance with the auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States; and the audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, the financial statements prepared on a regulatory basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, of the Township of Lumberton, in the County of Burlington, State of New Jersey, as of and for the year ended December 31, 2015, and the related notes to the financial statements, which collectively comprise the Township's basic financial statements, and have issued our report thereon dated June 28, 2016. That report indicated that the Township of Lumberton's financial statements were not prepared in accordance with accounting principles generally accepted in the United States of America, but were prepared on a regulatory basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. In addition, our report on the financial statements also included an emphasis of matter paragraph describing the adoption of new accounting principles.

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Township of Lumberton's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*, and audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

Purpose of this Report

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

Respectfully submitted,

BOWMAN & COMPANY LLP

BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants

L. Jarred Corn

L. Jarred Corn
Certified Public Accountant
Registered Municipal Accountant

Voorhees, New Jersey
June 28, 2016

TOWNSHIP OF LUMBERTON
CURRENT FUND

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

	<u>Ref.</u>	<u>2015</u>	<u>2014</u>
<u>ASSETS</u>			
Regular Fund:			
Cash - Treasurer	SA-1	\$ 2,455,208.90	\$ 1,859,389.98
Cash - Change Funds	SA-2	600.00	600.00
Due from State of New Jersey:			
Senior Citizens' and Veterans' Deductions	SA-4	7,526.11	7,146.68
		<u>2,463,335.01</u>	<u>1,867,136.66</u>
Receivables and Other Assets with Full Reserves:			
Delinquent Property Taxes Receivable	SA-5	295,590.39	262,457.68
Tax Title Liens Receivable	SA-6	439,709.91	390,405.80
Special Assessment Liens Receivable		8,342.04	8,342.04
Revenue Accounts Receivable	SA-7	19,198.44	18,613.07
Prepaid Regional High School Taxes	SA-15	4.08	4.06
Due from Animal Control Fund	SB-7	5,934.50	10,493.93
Due from Trust - Other Funds	SB-9	50,845.85	71,933.37
		<u>819,625.21</u>	<u>762,249.95</u>
Total Regular Fund		<u>3,282,960.22</u>	<u>2,629,386.61</u>
Federal and State Grant Fund:			
Cash	SA-1	316,870.87	407,770.42
Federal, State, and Other Grants Receivable	SA-8	79,880.13	79,267.54
Due from Current Fund	SA-9	69,666.34	69,666.34
Total Federal and State Grant Fund		<u>466,417.34</u>	<u>556,704.30</u>
Total Assets		<u>\$ 3,749,377.56</u>	<u>\$ 3,186,090.91</u>

TOWNSHIP OF LUMBERTON
CURRENT FUND

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

	<u>Ref.</u>	<u>2015</u>	<u>2014</u>
LIABILITIES, RESERVES AND FUND BALANCE			
Regular Fund:			
Liabilities:			
Appropriations Reserves	A-3, SA-10	\$ 705,993.83	\$ 765,522.18
Reserve for Encumbrances	A-3, SA-10	36,712.36	45,098.74
Due to Mount Holly Municipal Utilities Authority	SA-11		7,226.90
Prepaid Taxes	SA-12	171,493.56	158,506.91
Tax Overpayments	SA-13	5,458.80	195.81
Local School District Taxes Payable	SA-14	165,166.50	102,438.50
Due County for Added and Omitted Taxes	SA-17	6,015.09	7,998.23
Due to State of New Jersey:			
Marriage License Fees	SA-18	150.00	870.00
Training Fees	SA-19	8,581.00	2,305.00
Due Federal and State Grant Fund	SA-9	69,666.34	69,666.34
Due to Municipal Open Space Trust Fund	SB-3	156.08	143,219.76
Due to General Capital Fund	SC-6		142,064.47
		<u>1,169,393.56</u>	<u>1,445,112.84</u>
Reserves for Receivables and Other Assets		819,625.21	762,249.95
Fund Balance	A-1	<u>1,293,941.45</u>	<u>422,023.82</u>
Total Regular Fund		<u>3,282,960.22</u>	<u>2,629,386.61</u>
Federal and State Grant Fund:			
Due to Municipal Open Space Trust Fund	SA-1		219,512.39
Due to General Capital Fund	SC-7	306,972.35	13,800.27
Reserve for Federal, State, and Other Grants:			
Unappropriated	SA-20	7,843.27	19,907.14
Appropriated	SA-21	131,213.65	301,865.50
Reserve for Encumbrances	SA-21	<u>20,388.07</u>	<u>1,619.00</u>
Total Federal and State Grant Fund		<u>466,417.34</u>	<u>556,704.30</u>
Total Liabilities, Reserves, and Fund Balance		<u>\$ 3,749,377.56</u>	<u>\$ 3,186,090.91</u>

The accompanying notes to financial statements are an integral part of these statements.

TOWNSHIP OF LUMBERTON
CURRENT FUND

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

	<u>2015</u>	<u>2014</u>
<u>Revenue and Other Income Realized</u>		
Surplus Utilized	\$ 307,500.00	\$ 307,500.00
Miscellaneous Revenue Anticipated	2,790,361.44	3,020,642.64
Receipts from Delinquent Taxes	235,798.52	185,935.28
Receipts from Current Taxes	30,804,248.62	29,745,947.08
Non Budget Revenues	57,289.32	42,238.88
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	668,272.90	327,326.87
Refunds of Prior Years' Expenditures		20,696.54
Due Animal Control Fund:		
Statutory Excess	5,934.50	5,796.82
Liquidation of Reserves for:		
Due from Animal Control Fund	4,559.43	
Due Municipal Open Space Trust Fund		1,240.13
Due from Trust - Other Funds	21,087.52	
Cancellation of:		
Tax Overpayments		19,707.75
Due to Mount Holly Municipal Utilities Authority	7,978.89	
Due Federal and State Grant Fund:		
Reserve for Federal, State, and Other Grants - Appropriated		13,731.21
Due Trust - Other Funds:		
Miscellaneous Trust Other Reserves		2,888.54
	<hr/>	<hr/>
Total Income	34,903,031.14	33,693,651.74
<u>Expenditures</u>		
Budget and Emergency Appropriations:		
Operations Within "CAPS":		
Salaries and Wages	3,083,150.00	2,870,578.00
Other Expenses	2,769,775.00	2,762,655.00
Deferred Charges and Statutory Expenditures	696,753.00	623,005.00
Operations Excluded from "CAPS":		
Salaries and Wages		4,000.00
Other Expenses	76,806.67	270,896.41
Capital Improvements Excluded from "CAPS"	694,000.00	550,000.00
Municipal Debt Service Excluded from "CAPS"	1,184,625.90	1,532,904.51
Deferred Charges Excluded from "CAPS"		326.63
Local District School Tax	13,997,108.00	13,983,664.00
Regional High School Taxes	5,522,310.00	5,527,392.50
County Taxes Payable	5,553,776.45	5,082,654.80
Due County for Added and Omitted Taxes	6,015.09	7,998.23
Municipal Open Space Taxes	139,293.38	139,863.88

(Continued)

TOWNSHIP OF LUMBERTON
CURRENT FUND

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

	<u>2015</u>	<u>2014</u>
<u>Expenditures (Cont'd)</u>		
Due to State of New Jersey - Prior Year Veteran and Senior Citizens' Deduction Disallowed by Collector		\$ 750.00
Creation of Reserves for:		
Prepaid Regional High School Taxes	\$ 0.02	1.52
Due from Animal Control Fund		5,937.91
Due from Trust - Other Funds		71,933.37
Total Expenditures	<u>33,723,613.51</u>	<u>33,434,561.76</u>
Excess in Revenue	<u>1,179,417.63</u>	<u>259,089.98</u>
Statutory Excess to Fund Balance	1,179,417.63	259,089.98
<u>Fund Balance</u>		
Balance January 1	<u>422,023.82</u>	<u>470,433.84</u>
	1,601,441.45	729,523.82
Decreased by:		
Utilization as Anticipated Revenue	<u>307,500.00</u>	<u>307,500.00</u>
Balance December 31	<u>\$ 1,293,941.45</u>	<u>\$ 422,023.82</u>

The accompanying notes to financial statements are an integral part of these statements.

TOWNSHIP OF LUMBERTON

CURRENT FUND

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

	Anticipated Budget	Special N.J.S. 40A:4-87	Realized	Excess or (Deficit)
Surplus Anticipated	\$ 307,500.00	-	\$ 307,500.00	-
Miscellaneous Revenues:				
Local Revenues:				
Licenses:				
Alcoholic Beverages	12,900.00		12,688.00	\$ (212.00)
Other	8,000.00		7,512.00	(488.00)
Fees and Permits	10,800.00		8,900.00	(1,900.00)
Fines and Costs:				
Municipal Court	229,000.00		242,308.39	13,308.39
Interest and Costs on Taxes	45,000.00		76,041.06	31,041.06
Interest on Investments and Deposits	4,500.00		7,443.09	2,943.09
Local Fire Enforcement Bureau - Fees & Permits	19,000.00		20,900.00	1,900.00
Total Local Revenues	329,200.00	-	375,792.54	46,592.54
State Aid without Offsetting Appropriations:				
Energy Receipts Tax (P.L. 1997, Chapters 162 & 167)	1,283,043.00	-	1,283,043.00	-
Dedicated Uniform Construction Code Fees Offset with Appropriations (N.J.S. 40A:4-36 and N.J.A.C. 5:23-4.17)				
Uniform Construction Codes Fee	195,000.00	-	259,664.00	64,664.00
Special Items of General Revenue Anticipated with Prior Written Consent of Director of Local Government Services:				
Shared Services Agreements Offset with Appropriations:				
Shared Services - Vehicle Maintenance	9,000.00		7,185.25	(1,814.75)
Shared Services - Zoning Officer	13,250.00		47,433.26	34,183.26
Shared Services - School Resource Officer	157,789.50		118,342.17	(39,447.33)
Shared Services - Crossing Guard Lumberton Board of Education	7,193.71		5,946.77	(1,246.94)
Total Shared Service Agreements Offset with Appropriations	187,233.21	-	178,907.45	(8,325.76)

(Continued)

TOWNSHIP OF LUMBERTON
CURRENT FUND

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

	Anticipated Budget	Special N.J.S. 40A:4-87	Realized	Excess or (Deficit)
Special Items of General Revenue Anticipated with Prior Written Consent of Director of Local Government Services:				
Public and Private Revenues Offset With Appropriations:				
Body Armor Replacement Program - 2014 (Unappropriated Reserves)	\$ 1,933.97	\$	1,933.97	
Recycling Tonnage Grant - 2012 (Unappropriated Reserves)	12,973.17		12,973.17	
National Priority Safety Program (Unappropriated Reserves)	9,000.00		5,000.00	\$ (4,000.00)
National Priority Safety Program		\$ 4,000.00	4,000.00	
Emergency Management Performance Grant		5,000.00	5,000.00	
Clean Communities Program - FY 2015		26,310.20	26,310.20	
Municipal Alcohol Education/Rehabilitation Program - 2015		589.33	589.33	
	<u>23,907.14</u>	<u>35,899.53</u>	<u>55,806.67</u>	<u>(4,000.00)</u>
Total Special Items of General Revenue Anticipated with Prior Written Consent of Director of Local Government Services - Public and Private Revenues				
Special Items of General Revenue Anticipated with Prior Written Consent of Director of Local Government Services - Other Special Items:				
Uniform Fire Safety Act	35,000.00		31,474.52	(3,525.48)
Recycling Fees	2,000.00		2,985.00	985.00
Pilot - Acacia Manor	85,000.00		85,000.00	
Payments in Lieu of Taxes - Commercial and Industrial (40A:21-1 et. seq.)	41,395.00		72,265.86	30,870.86
Cell Tower Fees	45,000.00		63,418.23	18,418.23
Comcast Franchise Fees	79,900.00		85,205.75	5,305.75
Burlington County Municipal JIF	3,950.00		3,950.00	
Off Duty Police Administration	20,000.00		20,000.00	
Building Lease	20,631.00		20,631.43	0.43
Lumberton Township Board of Education - Service & Fuel Fee	32,000.00		34,712.51	2,712.51
General Capital Surplus	217,504.48		217,504.48	
	<u>582,380.48</u>	<u>-</u>	<u>637,147.78</u>	<u>54,767.30</u>
Total Special Items of General Revenue Anticipated with Prior Written Consent of Director of Local Government Services - Other Special Items				
Total Miscellaneous Revenues Anticipated	<u>2,600,763.83</u>	<u>35,899.53</u>	<u>2,790,361.44</u>	<u>153,698.08</u>

(Continued)

TOWNSHIP OF LUMBERTON

CURRENT FUND

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

	Anticipated Budget	Special N.J.S. 40A:4-87	Realized	Excess or (Deficit)
Receipts from Delinquent Taxes	\$ 220,000.00	-	235,798.52	\$ 15,798.52
Amount to be Raised by Taxes for Support of Municipal Budget: Local Tax for Municipal Purposes Including Reserve for Uncollected Taxes	5,796,251.17	-	5,837,329.56	41,078.39
Total General Revenues	8,924,515.00	\$ 35,899.53	9,170,989.52	210,574.99
Non Budget Revenues	-	-	57,289.32	57,289.32
Total Revenues	\$ 8,924,515.00	\$ 35,899.53	\$ 9,228,278.84	\$ 267,864.31

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

Analysis of Realized Revenues

Allocation of Current Tax Collections:

Revenue from Collections	\$ 30,804,248.62
Allocated to:	
Local School, Regional High School, Municipal Open Space, and County Taxes	25,413,956.92

Balance for Support of Municipal Budget Appropriations	5,390,291.70
--	--------------

Add: Appropriation "Reserve for Uncollected Taxes"	447,037.86
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Amount for Support of Municipal Budget Appropriations	\$ 5,837,329.56
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Receipts from Delinquent Taxes:

Delinquent Tax Collections	\$ 235,798.52
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Licenses - Other:

Christmas Tree	\$ 75.00
Clerk - Other	6,065.00
Food Handling	635.00
Marriage	542.00
Swimming Pool	120.00
Vending	75.00

Total Licenses - Other	\$ 7,512.00
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Fees and Permits:

Parade Permits	
Planning Board	\$ 2,250.00
Street Opening	2,400.00
Zoning Board	4,250.00

Total Fees and Permits	\$ 8,900.00
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Uniform Construction Codes Fees:

Building Permits	\$ 142,435.00
Certificate of Occupancy	1,794.00
Contractor Registration	200.00
Electrical Permits	46,038.00
Elevator	5,380.00
Fines - Construction	1,800.00
Fire	13,212.00
Plumbing Permits	31,065.00
Rental Inspections	17,740.00

Total Uniform Construction Code Fees	\$ 259,664.00
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(Continued)

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

Analysis of Non Budget Revenues

Receipts - Treasurer:

Certificate of Redemption	\$	350.00	
Certified Birth Certificate		30.00	
Certified Death Certificate		258.00	
Certified Lists		190.00	
Certified Marriage		295.00	
DMV Fines		4,250.00	
Duplicate Bills		684.00	
Easement		2,500.00	
Federal Emergency Management Agency Reimbursements		23,865.63	
Fiber Optic Lines		1,750.00	
Other		1,181.84	
Penalty		1,886.54	
Photocopies		24.08	
Police Deposits / Reports		2,739.64	
Refund of Prior Year Expenditures		1,734.78	
Refunds		312.50	
Restitution		211.00	
Scrap Metal Fees		2,353.90	
Senior Citizen and Veteran Administrative Fee		1,907.41	
Sidewalk Fund		9,780.00	
Trash Buckets		940.00	
	\$	57,244.32	
Due Trust - Other Funds:			
Other		45.00	
Total Non Budget Revenues			\$ 57,289.32

The accompanying notes to financial statements are an integral part of this statement.

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

	<u>Appropriations</u>			<u>Expended</u>			<u>Unexpended Balance Canceled</u>
	<u>Adopted Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>		
OPERATIONS - WITHIN "CAPS"							
General Government:							
Mayor and Council							
Salaries and Wages	\$ 20,250.00	\$ 20,250.00	\$ 20,250.00				
Other Expenses	1,025.00	1,025.00	918.60		\$ 106.40		
Administration & Executive							
Salaries and Wages	60,400.00	62,400.00	62,117.85		282.15		
Municipal Clerk							
Salaries and Wages	77,800.00	77,800.00	74,842.52		2,957.48		
Other Expenses	25,800.00	25,800.00	24,306.43	\$ 835.11	658.46		
Financial Administration							
Salaries and Wages	116,400.00	86,400.00	85,808.43		591.57		
Other Expenses	29,500.00	34,500.00	31,931.25	731.42	1,837.33		
Annual Audit							
Other Expenses	37,000.00	37,000.00	37,000.00				
Assessment of Taxes							
Salaries and Wages	33,400.00	33,400.00	30,415.20		2,984.80		
Other Expenses	10,525.00	10,525.00	10,274.77	31.96	218.27		
Registrar of Vital Statistics							
Salaries and Wages	1,500.00	1,500.00	1,384.56		115.44		
Other Expenses	150.00	150.00	128.50		21.50		
Collection of Taxes							
Salaries and Wages	62,900.00	63,700.00	63,191.37		508.63		
Other Expenses	6,500.00	6,500.00	3,215.75	116.81	3,167.44		
Legal Services							
Other Expenses	72,500.00	91,000.00	81,444.16		9,555.84		
Municipal Prosecutor							
Other Expenses	21,000.00	21,000.00	19,250.00	1,750.00			
Engineering Services							
Other Expenses	25,000.00	20,000.00	15,648.95		4,351.05		
Computers / Technology							
Other Expenses	34,000.00	42,000.00	29,232.55	10,498.91	2,268.54		

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

	Appropriations			Expended		Unexpended Balance Canceled
	Adopted Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	
OPERATIONS - WITHIN "CAPS" (CONTD)						
Public Works:						
Building and Grounds						
Other Expenses	\$ 49,050.00	\$ 49,050.00	\$ 40,445.45	\$ 1,753.13	\$ 6,851.42	
Road Repairs and Maintenance						
Salaries and Wages	314,600.00	355,600.00	355,105.36		494.64	
Other Expenses	8,050.00	8,050.00	6,249.23	91.15	1,709.62	
Storm Sewer System						
Other Expenses	3,000.00	3,000.00	3,000.00			
Garbage and Trash Removal						
Salaries and Wages	109,400.00	113,400.00	110,874.22		2,525.78	
Vehicle Maintenance						
Salaries and Wages	141,200.00	141,200.00	138,359.47		2,840.53	
Other Expenses	58,000.00	58,000.00	41,380.78	9,292.84	7,326.38	
Recycling Coordinator						
Salaries and Wages	5,000.00	5,000.00	5,000.00			
Other Expenses	4,000.00	4,000.00	2,025.65	567.76	1,406.59	
Custodial Services						
Other Expenses	22,500.00	22,500.00	17,268.45		5,231.55	
Land Use Administration:						
Land Development Board						
Salaries and Wages	12,600.00					
Other Expenses	1,250.00	1,250.00	1,160.34		89.66	
Zoning Officer						
Salaries and Wages	14,500.00					
Other Expenses	2,425.00	2,425.00	2,356.00		69.00	
Public Safety:						
Fire						
Aid to Volunteer Fire Companies	81,500.00	81,500.00	81,307.83		192.17	
Uniform Fire Safety Act (Ch. 383, P.L. 1985)						
Salaries and Wages	34,500.00	34,500.00	32,257.90		2,242.10	
Other Expenses	8,100.00	9,100.00	4,372.27	4,154.00	573.73	

(Continued)

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

	Appropriations			Expended		Unexpended Balance Canceled
	Adopted Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	
OPERATIONS - WITHIN "CAPS" (CONT'D)						
Public Safety (Cont'd):						
Safety Program	\$ 3,600.00	\$ 3,600.00	\$ 3,362.76	\$	237.24	
Other Expenses						
Officer of Emergency Management	7,000.00	7,500.00	7,422.62		77.38	
Salaries and Wages	1,750.00	1,750.00	171.75		1,578.25	
Other Expenses						
Police Department						
Salaries and Wages	1,776,700.00	1,770,700.00	1,763,487.43		7,212.57	
Other Expenses	73,050.00	73,050.00	68,332.09	\$ 4,043.04	674.87	
Parks and Recreation:						
Administration of Public Assistance	1,200.00	1,200.00	1,050.00		150.00	
Other Expenses						
Municipal Court:						
Salaries and Wages	132,600.00	112,600.00	109,910.85		2,689.15	
Other Expenses	9,425.00	9,425.00	6,801.49	12.20	2,611.31	
Public Defender:						
Other Expenses	10,000.00	10,000.00	10,000.00			
Insurance:						
General Liability Insurance	110,000.00	99,655.50	98,708.50		947.00	
Employee Group Insurance	674,000.00	702,582.00	680,830.22		21,751.78	
Workers Compensation Insurance	238,000.00	215,262.50	215,262.50			
Uniform Construction Code - Appropriations Offset by						
Dedicated Revenues (N.J.A.C. 5:23-4.17):						
Construction Official						
Salaries and Wages	146,800.00	183,900.00	175,168.89		8,731.11	
Other Expenses	4,050.00	4,050.00	3,994.68		55.32	

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

	Appropriations			Expended		Unexpended Balance Canceled
	Adopted Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	
OPERATIONS - WITHIN "CAPS" (CONTD)						
Unclassified:						
Celebration of Public Events, Holiday or Anniversaries						
Other Expenses	\$ 2,300.00	\$ 3,300.00	\$ 2,360.31		\$ 939.69	
Animal Control Services						
Salaries and Wages	13,000.00	13,300.00	13,270.00		30.00	
Accumulated Absences						
Other Expenses	1,000.00	1,000.00	1,000.00			
Snow Removal						
Other Expenses	36,000.00	36,000.00	36,000.00			
Utility Expenses and Bulk Purchases:						
Electricity	104,000.00	84,400.00	64,307.10		20,092.90	
Telephone and Telegraph	25,125.00	30,125.00	27,245.19		2,879.81	
Street Lighting	121,500.00	121,500.00	113,388.51		8,111.49	
Fire Hydrant Services	142,000.00	142,000.00	129,646.86		12,353.14	
Gasoline / Diesel	130,000.00	109,000.00	89,529.33	\$ 2,834.03	16,636.64	
Water	13,500.00	13,500.00	13,139.80		360.20	
Fuel Oil	20,000.00	20,000.00	9,822.05		10,177.95	
Sewer	2,000.00	2,000.00	640.65		1,359.35	
Postage	15,000.00	17,000.00	16,337.77		662.23	
Landfill / Solid Waste	275,000.00	275,000.00	253,322.80		21,677.20	
Condo Reimbursement	260,000.00	266,000.00	253,216.38		12,783.62	
Total Operations within "CAPS"	5,853,925.00	5,852,925.00	5,600,254.37	36,712.36	215,958.27	-
Detail:						
Salaries and Wages	\$ 3,080,550.00	\$ 3,083,150.00	\$ 3,048,866.67	\$ -	\$ 34,283.33	\$ -
Other Expenses	2,773,375.00	2,769,775.00	2,551,387.70	\$ 36,712.36	181,674.94	-

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

	Appropriations			Expended		Unexpended Balance Canceled
	Adopted Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	
DEFERRED CHARGES AND STATUTORY EXPENDITURES - MUNICIPAL WITHIN "CAPS"						
Statutory Expenditures:						
Contribution to:						
Public Employees' Retirement System	\$ 135,243.00	\$ 135,243.00	\$ 135,243.00			
Social Security System (O.A.S.I.)	245,000.00	245,000.00	238,629.32		\$ 6,370.68	
Police and Firemen's Retirement System of N.J.	314,510.00	314,510.00	314,510.00			
Defined Contribution Retirement Program	1,000.00	2,000.00	1,695.11		304.89	
Total Deferred Charges and Statutory Expenditures - Municipal within "CAPS"	695,753.00	696,753.00	690,077.43	-	6,675.57	-
Total General Appropriations for Municipal Purposes within "CAPS"	6,549,678.00	6,549,678.00	6,290,331.80	\$ 36,712.36	222,633.84	-
OPERATIONS - EXCLUDED FROM "CAPS"						
State Fees - Recycling Tax	12,000.00	12,000.00	10,454.76		1,545.24	
Total Other Operations - Excluded from "CAPS"	12,000.00	12,000.00	10,454.76	-	1,545.24	-
Shared Service Agreements:						
Shared Vehicle Maintenance	9,000.00	9,000.00	7,185.25		1,814.75	
Total Shared Municipal Service Agreements	9,000.00	9,000.00	7,185.25	-	1,814.75	-
Public and Private Programs Offset by Revenues:						
Body Armor Replacement Program - 2014 (Unappropriated Reserves)	1,933.97	1,933.97	1,933.97			
Recycling Tonnage Grant - 2012 (Unappropriated Reserves)	12,973.17	12,973.17	12,973.17			
National Priority Safety Program (Unappropriated Reserves)	9,000.00	9,000.00	5,000.00			\$ 4,000.00
National Priority Safety Program (N.J.S.A. 40A:4-87, \$4,000.00+)		4,000.00	4,000.00			
Emergency Management Performance Grant (N.J.S.A. 40A:4-87, \$5,000.00+)		5,000.00	5,000.00			
Clean Communities Program - FY 2015 (N.J.S.A. 40A:4-87, \$26,310.20+)		26,310.20	26,310.20			

(Continued)

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

	Appropriations				Unexpended Balance Canceled
	Adopted Budget	Budget After Modification	Paid or Charged	Expended	
				Encumbered	Reserved
OPERATIONS - EXCLUDED FROM "CAPS" (CONTD)					
Public and Private Programs Offset by Revenues (Cont'd):					
Municipal Alcohol Education/Rehabilitation Program - 2015 (N.J.S.A. 40A:4-87, \$589,33+)	\$	589.33	\$ 589.33		
Total Public and Private Programs Offset by Revenues	\$ 23,907.14	59,806.67	55,806.67	-	\$ 4,000.00
Total Operations - Excluded from "CAPS"	44,907.14	80,806.67	73,446.68	-	\$ 3,359.99
Detail:					
Salaries and Wages	-	-	-	-	-
Other Expenses	44,907.14	80,806.67	73,446.68	-	\$ 3,359.99
CAPITAL IMPROVEMENTS - EXCLUDED FROM "CAPS"					
Capital Improvement Fund	\$ 214,000.00	\$ 214,000.00	\$ 214,000.00		
Various Capital Improvements to Township Property	480,000.00	480,000.00	-		\$ 480,000.00
Total Capital Improvements Excluded from "CAPS"	694,000.00	694,000.00	214,000.00	-	480,000.00
MUNICIPAL DEBT SERVICE - EXCLUDED FROM "CAPS"					
Payment of Bond Principal	925,000.00	925,000.00	925,000.00		
Interest on Bonds	125,250.00	125,250.00	125,247.32		\$ 2.68
New Jersey Environmental Infrastructure Loan:					
Principal	114,529.00	114,529.00	114,528.32		0.68
Interest	24,113.00	24,113.00	19,850.26		4,262.74
Total Municipal Debt Service - Excluded from "CAPS"	1,188,892.00	1,188,892.00	1,184,625.90	-	4,266.10
Total General Appropriations for Municipal Purposes Excluded from "CAPS"	1,927,799.14	1,963,698.67	1,472,072.58	-	483,359.99

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

	Appropriations		Expended			Unexpended Balance Canceled
	Adopted Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	
Subtotal General Appropriations	\$ 8,477,477.14	\$ 8,513,376.67	\$ 7,762,404.38	\$ 36,712.36	\$ 705,993.83	\$ 8,266.10
Reserve for Uncollected Taxes	447,037.86	447,037.86	447,037.86	-	-	-
Total General Appropriations	<u>\$ 8,924,515.00</u>	<u>\$ 8,960,414.53</u>	<u>\$ 8,209,442.24</u>	<u>\$ 36,712.36</u>	<u>\$ 705,993.83</u>	<u>\$ 8,266.10</u>
Appropriation N.J.S.A. 40A:4-87	\$ 35,899.53					
Budget	<u>8,924,515.00</u>					
	<u>\$ 8,960,414.53</u>					
Due Trust - Other Funds:			\$			
Reserve for Payroll Deductions Payable			130,568.09			
Accumulated Absences - Other Expenses			1,000.00			
Municipal Public Defender			10,000.00			
Snow Removal - Other Expenses			31,424.80			
Payments made by Trust - Other Fund			32,334.70			
Due General Capital Fund:						
Capital Improvement Fund			214,000.00			
Reserve for Federal and State Grants - Appropriated			55,806.67			
Reserve for Uncollected Taxes			447,037.86			
Receipts:						
Refunds			(158,868.35)			
Disbursements			<u>7,446,138.47</u>			
			<u>\$ 8,209,442.24</u>			

The accompanying notes to financial statements are an integral part of this statement.

TOWNSHIP OF LUMBERTON
TRUST FUNDS
 Comparative Statements of Assets, Liabilities, Reserves, and Fund Balance - Regulatory Basis
 As of December 31, 2015 and 2014

	<u>Ref.</u>	<u>2015</u>	<u>2014</u>
<u>ASSETS</u>			
Animal Control Fund:			
Cash	SB-1	\$ 23,495.50	\$ 28,290.33
Total Animal Control Fund		<u>23,495.50</u>	<u>28,290.33</u>
Municipal Open Space Fund:			
Cash	SB-1	317,156.63	61,915.53
Due from Burlington County - Open Space Installment Purchase Note Receivable	SB-2	42,000.00	56,000.00
Due from Current Fund	SB-3	156.08	143,219.76
Due from Federal and State Grant Fund	SB-1		<u>219,512.39</u>
Total Municipal Open Space Fund		<u>359,312.71</u>	<u>480,647.68</u>
Other Funds:			
Cash	SB-1	2,172,677.94	2,579,678.29
Prepaid Payroll	SB-8		<u>54,799.19</u>
Total Other Funds		<u>2,172,677.94</u>	<u>2,634,477.48</u>
Total Assets		<u>\$ 2,555,486.15</u>	<u>\$ 3,143,415.49</u>
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
Animal Control Fund:			
Prepaid Licenses	SB-4	\$ 70.00	\$ 70.00
Due to State of New Jersey - Registration Fees	SB-5	8.40	9.60
Reserve for Animal Control Fund Expenditures	SB-6	17,482.60	17,716.80
Due to Current Fund	SB-7	5,934.50	<u>10,493.93</u>
Total Animal Control Fund		<u>23,495.50</u>	<u>28,290.33</u>
Municipal Open Space Fund:			
Due to Burlington County - Farmland Preservation Reserve for Future Use	B-1	1,268.91 <u>358,043.80</u>	1,268.91 <u>479,378.77</u>
Total Municipal Open Space Fund		<u>359,312.71</u>	<u>480,647.68</u>
Other Funds:			
Due to Current Fund	SB-9	50,845.85	71,933.37
Reserve for Unemployment Compensation Insurance	SB-10	71,622.57	70,168.96
Reserve for Payroll Deductions Payable	SB-11	3,148.78	2,114.05
Miscellaneous Trust Other Reserves	SB-12	<u>2,047,060.74</u>	<u>2,490,261.10</u>
Total Other Funds		<u>2,172,677.94</u>	<u>2,634,477.48</u>
Total Liabilities, Reserves and Fund Balances		<u>\$ 2,555,486.15</u>	<u>\$ 3,143,415.49</u>

The accompanying notes to financial statements are an integral part of these statements.

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

	<u>2015</u>	<u>2014</u>
<u>Revenue Realized</u>		
Amount to be Raised by Taxation	\$ 139,137.30	\$ 139,646.09
Reserve for Future Use	479,378.77	442,465.85
Non Budget Revenues	<u>1,398.99</u>	<u>1,776.02</u>
Total Revenue	<u>619,915.06</u>	<u>583,887.96</u>
<u>Expenditures</u>		
Budget Appropriations	<u>261,871.26</u>	<u>104,509.19</u>
Total Expenditures	<u>261,871.26</u>	<u>104,509.19</u>
Statutory Excess to Reserve	358,043.80	479,378.77
<u>Reserve for Future Use</u>		
Balance January 1	<u>479,378.77</u>	<u>442,465.85</u>
	837,422.57	921,844.62
Decreased by:		
Utilization as Anticipated Revenue	<u>479,378.77</u>	<u>442,465.85</u>
Balance December 31	<u>\$ 358,043.80</u>	<u>\$ 479,378.77</u>

The accompanying notes to financial statements are an integral part of these statements.

TOWNSHIP OF LUMBERTON
TRUST FUNDS -- MUNICIPAL OPEN SPACE
Statement of Dedicated Revenues - Regulatory Basis
For the Year Ended December 31, 2015

	<u>Anticipated Budget</u>	<u>Realized</u>	<u>Excess or (Deficit)</u>
Amount to be Raised by Taxation	\$ 139,137.30	\$ 139,137.30	-
Reserve Funds:			
Reserve for Future Use	479,378.77	479,378.77	-
Non Budget Revenues	-	1,398.99	\$ 1,398.99
Total Trust Fund Revenues	<u>\$ 618,516.07</u>	<u>\$ 619,915.06</u>	<u>\$ 1,398.99</u>

Analysis of Non Budget Revenues

Due Current Fund:			
Added and Omitted Levy		\$ 156.08	
Receipts:			
Due from Burlington County:			
Open Space Installment Purchase Note Receivable - Interest	\$ 1,120.00		
Interest on Investments and Deposits	122.91		
		<u>1,242.91</u>	
Total Non Budget Revenues		<u>\$ 1,398.99</u>	

The accompanying notes to financial statements are an integral part of this statement.

TOWNSHIP OF LUMBERTON
TRUST FUNDS -- MUNICIPAL OPEN SPACE
 Statement of Dedicated Expenditures - Regulatory Basis
 For the Year Ended December 31, 2015

	<u>Adopted Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Unexpended Balance Cancelled</u>
Development of Lands for Recreation and Conservation Other Expenses	\$ 100,000.00	\$ 171,612.60	\$ 171,612.60	
Maintenance of Lands for Recreation and Conservation Salaries & Wages	100,000.00	100,000.00	90,258.66	\$ 9,741.34
Reserve for Future Use	418,516.07	346,903.47	-	346,903.47
Total Trust Fund Appropriations	<u>\$ 618,516.07</u>	<u>\$ 618,516.07</u>	<u>\$ 261,871.26</u>	<u>\$ 356,644.81</u>
Due Current Fund Disbursements			\$ 26,719.09 <u>235,152.17</u>	
			<u>\$ 261,871.26</u>	

The accompanying notes to financial statements are an integral part of this statement.

TOWNSHIP OF LUMBERTON
GENERAL CAPITAL FUND
Comparative Statements of Assets, Liabilities, Reserves, and Fund Balance - Regulatory Basis
As of December 31, 2015 and 2014

	<u>Ref.</u>	<u>2015</u>	<u>2014</u>
<u>ASSETS</u>			
Cash	SC-1, SC-2	\$ 1,575,042.35	\$ 439,761.32
Deferred Charges to Future Taxation:			
Funded	SC-3	3,620,068.93	4,659,597.25
Unfunded	SC-4	2,410,786.00	911,186.00
Federal, State, and Other Grants Receivable	SC-5	350,000.00	381,710.00
Due from Current Fund	SC-6		142,064.47
Due from Federal and State Grant Fund	SC-7	306,972.35	13,800.27
		<u>\$ 8,262,869.63</u>	<u>\$ 6,548,119.31</u>
Total Assets		<u>\$ 8,262,869.63</u>	<u>\$ 6,548,119.31</u>
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
Bond Anticipation Notes	SC-8	\$ 2,235,786.00	
General Serial Bonds	SC-9	2,966,000.00	\$ 3,891,000.00
New Jersey Environmental Infrastructure Loans Payable	SC-10	654,068.93	768,597.25
Improvement Authorizations:			
Funded	SC-11	639,047.19	965,556.42
Unfunded	SC-11	1,074,555.45	224,215.06
Contracts Payable	SC-12	349,377.41	432,980.10
Capital Improvement Fund	SC-13	139,132.00	48,266.00
Reserve for Federal, State, and Other Grants Receivable	SC-5	175,000.00	
General Capital Surplus	C-1	29,902.65	217,504.48
		<u>\$ 8,262,869.63</u>	<u>\$ 6,548,119.31</u>
Total Liabilities, Reserves and Fund Balance		<u>\$ 8,262,869.63</u>	<u>\$ 6,548,119.31</u>

The accompanying notes to financial statements are an integral part of these statements.

TOWNSHIP OF LUMBERTON
GENERAL CAPITAL FUND
Statement of General Capital Surplus - Regulatory Basis
For the Year Ended December 31, 2015

Balance December 31, 2014		\$ 217,504.48
Increased by:		
Cancellation of Improvement Authorizations		68,802.65
		286,307.13
Decreased by:		
Due Current Fund:		
2015 Anticipated Budget Revenue	\$ 217,504.48	
Appropriation to Finance Improvement Authorizations	38,900.00	
		256,404.48
Balance December 31, 2015		\$ 29,902.65

The accompanying notes to financial statements are an integral part of this statement.

TOWNSHIP OF LUMBERTON
GENERAL FIXED ASSET ACCOUNT GROUP
Statement of General Fixed Asset Group of Accounts - Regulatory Basis
For the Year Ended December 31, 2015

	<u>Balance</u> <u>December 31, 2014</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>December 31, 2015</u>
General Fixed Assets:				
Land	\$ 19,156,000.00			\$ 19,156,000.00
Buildings	8,260,000.00			8,260,000.00
Machinery and Equipment	<u>5,837,660.00</u>	<u>\$ 88,405.00</u>	<u>\$ 39,424.00</u>	<u>5,886,641.00</u>
	<u>\$ 33,253,660.00</u>	<u>\$ 88,405.00</u>	<u>\$ 39,424.00</u>	<u>\$ 33,302,641.00</u>
Investment in General Fixed Assets	<u>\$ 33,253,660.00</u>	<u>\$ 88,405.00</u>	<u>\$ 39,424.00</u>	<u>\$ 33,302,641.00</u>

The accompanying notes to financial statements are an integral part of this statement.

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

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Description of Financial Reporting Entity - The Township of Lumberton (hereafter referred to as the "Township") was incorporated as a township by an act of the New Jersey legislature on March 14, 1860 from portions of Medford Township, Southampton Township, and Eastampton Township. The Township, located in Burlington County, New Jersey, has a total area of approximately thirteen square miles, and is located approximately twenty-two miles from the City of Philadelphia. The Township borders Eastampton Township, Southampton Township, Medford Township, Mount Laurel Township, Hainesport Township, and Mount Holly Township. According to the 2010 census, the population is 12,559.

The Township is governed under the Township Committee form of government, with a five-member Committee. The Committee is elected directly by the voters in partisan elections to serve three-year terms of office on a staggered basis, with one or two seats coming up for election each year. At an annual reorganization meeting, the Committee selects one of its members to serve as Mayor and another as Deputy Mayor. Legislative and executive power is vested in the Committee.

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

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

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

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

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

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

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

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

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

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

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

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

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

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

The cash management plan adopted by the Township 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 maximum capitalization threshold allowed by the Circular is \$5,000.00; however the Township has adopted a capitalization threshold of \$1,000.00. Generally, assets are valued at historical cost; however, assets acquired prior to December 31, 1985 are valued at actual historical cost or estimated historical cost. No depreciation of general fixed assets is recorded. Donated general fixed assets are recorded at their estimated fair market value on the acquisition date. Interest costs relative to the acquisition of general fixed assets are recorded as expenditures when paid. Public domain ("infrastructure") general fixed assets consisting of certain improvements such as roads, bridges, curbs and gutters, streets and sidewalks and drainage systems are not capitalized. Expenditures for construction in progress are recorded in the capital funds until such time as the construction is completed and put into operation. The Township is required to maintain a subsidiary ledger detailing fixed assets records to control additions, retirements, and transfers of fixed assets. In addition, a statement of general fixed assets, reflecting the activity for the year, must be included in the Township's basic financial statements.

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

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

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

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

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

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

School Taxes - The Township is responsible for levying, collecting, and remitting school taxes for the Lumberton Township School District and the Rancocas Valley 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 July 1 to June 30, increased by the amount deferred at December 31, 2014 and decreased by the amount deferred at December 31, 2015. For the regional high school district, operations is charged for the Township's share of the amount required to be raised by taxation for the period from July 1 to June 30, increased by the amount deferred at December 31, 2014 and decreased by the amount deferred at December 31, 2015.

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

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

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

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

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

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

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

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

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

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

Note 2: CASH AND CASH EQUIVALENTS

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

As of December 31, 2015, the Township's bank balances of \$7,045,120.24 were exposed to custodial credit risk as follows:

Insured by FDIC and GUDPA	\$ 6,244,699.19
Uninsured and Uncollateralized	<u>800,421.05</u>
Total	<u><u>\$ 7,045,120.24</u></u>

Note 3: PROPERTY TAXES

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

	<u>Year Ended</u>				
	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Tax Rate	\$ 2.243	\$ 2.158	\$ 2.159	\$ 2.145	\$ 2.048
Apportionment of Tax Rate:					
Municipal	\$.416	\$.399	\$.382	\$.365	\$.348
Municipal Open Space	.010	.010	.010	.010	.010
County	.400	.366	.378	.406	.381
Regional School	.398	.393	.392	.390	.358
Local School	1.019	.990	.997	.974	.951

Assessed Valuation

<u>Year</u>	<u>Amount</u>
2015	\$ 1,391,372,996.00
2014	1,396,460,946.00
2013	1,417,517,341.00
2012	1,430,909,299.00
2011	1,440,665,311.00

Comparison of Tax Levies and Collections

<u>Year</u>	<u>Tax Levy</u>	<u>Collections</u>	<u>Percentage of Collections</u>
2015	\$ 31,242,429.36	\$ 30,804,248.62	98.60%
2014	30,182,625.47	29,745,947.08	98.55%
2013	30,625,525.75	30,056,335.14	98.14%
2012	30,761,279.12	29,977,518.81	97.45%
2011	29,556,893.61	29,126,156.29	98.54%

Delinquent Taxes and Tax Title Liens

<u>Year</u>	<u>Tax Title Liens</u>	<u>Delinquent Taxes</u>	<u>Total Delinquent</u>	<u>Percentage of Tax Levy</u>
2015	\$ 439,709.91	\$ 295,590.39	\$ 735,300.30	2.35%
2014	390,405.80	262,457.68	652,863.48	2.16%
2013	349,479.27	205,659.82	555,139.09	1.81%
2012	319,073.78	528,760.32	847,834.10	2.76%
2011	294,763.64	225,214.45	519,978.09	1.76%

Note 3: PROPERTY TAXES (CONT'D)

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

<u>Year</u>	<u>Number</u>
2015	15
2014	13
2013	12
2012	12
2011	8

Note 4: FUND BALANCES APPROPRIATED

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

Current Fund

<u>Year</u>	<u>Balance December 31,</u>	<u>Utilized in Budget of Succeeding Year</u>	<u>Percentage of Fund Balance Used</u>
2015	\$ 1,293,941.45	\$ 307,500.00	23.76%
2014	422,023.82	307,500.00	72.86%
2013	470,433.84	307,500.00	65.37%
2012	330,226.73	307,500.00	93.12%
2011	439,829.06	325,000.00	73.89%

Note 5: INTERFUND RECEIVABLES AND PAYABLES

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

<u>Fund</u>	<u>Interfunds Receivable</u>	<u>Interfunds Payable</u>
Current	\$ 56,780.35	\$ 69,822.42
Federal and State Grant	69,666.34	306,972.35
Trust - Animal Control		5,934.50
Trust - Municipal Open Space	156.08	
Trust - Other		50,845.85
General Capital	306,972.35	
	<u>\$ 433,575.12</u>	<u>\$ 433,575.12</u>

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

Note 6: PENSION PLANS

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

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

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

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

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

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

Note 6: PENSION PLANS (CONT'D)**General Information about the Pension Plans (Cont'd)****Vesting and Benefit Provisions**

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

The following represents the membership tiers for PERS:

Tier Definition

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

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

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

The following represents the membership tiers for PFRS:

Tier Definition

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

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

Note 6: PENSION PLANS (CONT'D)**General Information about the Pension Plans (Cont'd)****Vesting and Benefit Provisions (Cont'd)**

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

Contributions

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

The Township's contractually required contribution rate for the year ended December 31, 2015 was 12.15% of the Township's covered-employee payroll. This amount was actuarially determined as the amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, including an additional amount to finance any unfunded accrued liability.

Based on the most recent PERS measurement date of June 30, 2015, the Township's contractually required contribution to the pension plan for the year ended December 31, 2015 is \$143,181.00, and is payable by April 1, 2016. Due to the basis of accounting described in note 1, no liability has been recorded in the financial statements for this amount. Based on the PERS measurement date of June 30, 2014, the Township's contractually required contribution to the pension plan for the year ended December 31, 2014 was \$135,243.00, which was paid on April 1, 2015. Employee contributions to the plan during the year ended December 31, 2015 were \$85,228.27.

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

Note 6: 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 Township's contractually required contribution rate for the year ended December 31, 2015 was 22.32% of the Township's covered-employee payroll. This amount was actuarially determined as the amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability.

Based on the most recent PFRS measurement date of June 30, 2015, the Township's contractually required contribution to the pension plan for the year ended December 31, 2015 is \$320,976.00, and is payable by April 1, 2016. Due to the basis of accounting described in note 1, no liability has been recorded in the financial statements for this amount. Based on the PFRS measurement date of June 30, 2014, the Township's contractually required contribution to the pension plan for the year ended December 31, 2014 was \$314,510.00, which was paid on April 1, 2015. Employee contributions to the plan during the year ended December 31, 2015 were \$147,777.16.

The amount of contractually required contribution for the State of New Jersey's proportionate share, associated with the Township, for the year ended December 31, 2015 was 2.09% of the Township's covered-employee payroll.

Based on the most recent PFRS measurement date of June 30, 2015, the State's contractually required contribution, on-behalf of the Township, to the pension plan for the year ended December 31, 2015 is \$30,026.00, and is payable by April 1, 2016. Based on the PFRS measurement date of June 30, 2014, the State's contractually required contribution, on-behalf of the Township, to the pension plan for the year ended December 31, 2014 was \$23,031.00, which was paid on April 1, 2015.

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

For the year ended December 31, 2015, employee contributions totaled \$3,107.74, and the Township's contributions were \$1,695.11. There were no forfeitures during the year.

Note 6: PENSION PLANS (CONT'D)**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions**

Public Employees' Retirement System - At December 31, 2015, the Township's proportionate share of the PERS net pension liability was \$3,738,522.00. The net pension liability was measured as of June 30, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2014. The total pension liability was calculated through the use of updated procedures to roll forward from the actuarial valuation date to the measurement date of June 30, 2015. The Township's proportion of the net pension liability was based on a projection of the Township's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. For the June 30, 2015 measurement date, the Township's proportion was .0166541472%, which was an increase of .0002488384% from its proportion measured as of June 30, 2014.

At December 31, 2015, the Township's proportionate share of the PERS pension expense, calculated by the plan as of the June 30, 2015 measurement date is \$289,343.00. This expense is not recognized by the Township because of the regulatory basis of accounting as described in note 1; however, as previously mentioned, for the year ended December 31, 2015, the Township's contributions to PERS were \$135,243.00, and were paid on April 1, 2015.

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

Township's Proportionate Share of Net Pension Liability	\$ 6,577,272.00
State of New Jersey's Proportionate Share of Net Pension Liability Associated with the Township	<u>576,805.00</u>
	<u>\$ 7,154,077.00</u>

The net pension liability was measured as of June 30, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2014. The total pension liability was calculated through the use of updated procedures to roll forward from the actuarial valuation date to the measurement date of June 30, 2015. The Township's proportion of the net pension liability was based on a projection of the Township's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers and the State of New Jersey, actuarially determined. For the June 30, 2015 measurement date, the Township's proportion was .0394876874%, which was a decrease of .0014604530% from its proportion measured as of June 30, 2014. Likewise, at June 30, 2015, the State of New Jersey's proportion, on-behalf of the Township, was .0394876874%, which was a decrease of .0014604530% from its proportion, on-behalf of the Township, measured as of June 30, 2014.

At December 31, 2015, the Township's proportionate share of the PFRS pension expense, calculated by the plan as of the June 30, 2015 measurement date is \$638,095.00. This expense is not recognized by the Township because of the regulatory basis of accounting as described in note 1; however, as previously mentioned, for the year ended December 31, 2015, the Township's contributions to PFRS were \$314,510.00, and were paid on April 1, 2015.

Note 6: PENSION PLANS (CONT'D)**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)**

Police and Firemen's Retirement System (Cont'd) - At December 31, 2015, the State's proportionate share of the PFRS pension expense, associated with the Township, calculated by the plan as of the June 30, 2015 measurement date is \$71,948.00. This on-behalf expense is not recognized by the Township because of the regulatory basis of accounting as described in note 1.

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

	Deferred Outflows of Resources			Deferred Inflows of Resources		
	PERS	PFRS	Total	PERS	PFRS	Total
Differences between Expected and Actual Experience	\$ 89,188.00	\$ -	\$ 89,188.00	\$ -	\$ 56,731.00	\$ 56,731.00
Changes of Assumptions	401,487.00	1,214,328.00	1,615,815.00	-	-	-
Net Difference between Projected and Actual Earnings on Pension Plan Investments	-	-	-	60,108.00	114,472.00	174,580.00
Changes in Proportion and Differences between Township Contributions and Proportionate Share of Contributions	198,134.00	441,686.00	639,820.00	-	160,197.00	160,197.00
Township Contributions Subsequent to the Measurement Date	71,591.00	160,488.00	232,079.00	-	-	-
	<u>\$ 760,400.00</u>	<u>\$ 1,816,502.00</u>	<u>\$ 2,576,902.00</u>	<u>\$ 60,108.00</u>	<u>\$ 331,400.00</u>	<u>\$ 391,508.00</u>

\$71,591.00 and \$160,488.00 for PERS and PFRS, respectively, included in deferred outflows of resources, will be included as a reduction of the net pension liability in the year ending December 31, 2016. These amounts were based on an estimated April 1, 2017 contractually required contribution, prorated from the pension plans measurement date of June 30, 2015 to the Township's year end of December 31, 2015.

Note 6: PENSION PLANS (CONT'D)**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)**

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

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

Note 6: PENSION PLANS (CONT'D)**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)**

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

Year Ending Dec 31,	<u>PERS</u>	<u>PFRS</u>	<u>Total</u>
2016	\$ 122,385.00	\$ 268,827.00	\$ 391,212.00
2017	122,385.00	268,827.00	391,212.00
2018	122,387.00	268,827.00	391,214.00
2019	168,147.00	400,235.00	568,382.00
2020	93,397.00	117,898.00	211,295.00
	<u>\$ 628,701.00</u>	<u>\$ 1,324,614.00</u>	<u>\$ 1,953,315.00</u>

Actuarial Assumptions

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

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

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

Note 6: PENSION PLANS (CONT'D)**Actuarial Assumptions (Cont'd)**

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

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

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

Note 6: PENSION PLANS (CONT'D)**Actuarial Assumptions**

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

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

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

	1% Decrease <u>(3.90%)</u>	Current Discount Rate <u>(4.90%)</u>	1% Increase <u>(5.90%)</u>
Township's Proportionate Share of the Net Pension Liability	\$ 4,646,526.00	\$ 3,738,522.00	\$ 2,977,259.00

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

	1% Decrease <u>(4.79%)</u>	Current Discount Rate <u>(5.79%)</u>	1% Increase <u>(6.79%)</u>
Township's Proportionate Share of the Net Pension Liability	\$ 8,670,933.00	\$ 6,577,272.00	\$ 4,870,079.00
State of New Jersey's Proportionate Share of Net Pension Liability associated with the Township	<u>760,412.00</u>	<u>576,805.00</u>	<u>427,090.00</u>
	<u>\$ 9,431,345.00</u>	<u>\$ 7,154,077.00</u>	<u>\$ 5,297,169.00</u>

Note 6: PENSION PLANS (CONT'D)**Pension Plan Fiduciary Net Position**

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

Supplementary Pension Information

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

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

	<u>Measurement Date Ended June 30,</u>		
	<u>2015</u>	<u>2014</u>	<u>2013</u>
Township's Proportion of the Net Pension Liability	0.0166541472%	0.0164053088%	0.0152016065%
Township's Proportionate Share of the Net Pension Liability	\$ 3,738,522.00	\$ 3,071,522.00	\$ 2,905,329.00
Township's Covered-Employee Payroll	\$ 1,150,180.00	\$ 1,135,900.00	\$ 1,052,516.00
Township's Proportionate Share of the Net Pension Liability as a Percentage of it's Covered-Employee Payroll	325.04%	270.40%	276.04%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	47.93%	52.08%	48.72%

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

	<u>Year Ended December 31,</u>		
	<u>2015</u>	<u>2014</u>	<u>2013</u>
Township's Contractually Required Contribution	\$ 143,181.00	\$ 135,243.00	\$ 114,541.00
Township's Contribution in Relation to the Contractually Required Contribution	(143,181.00)	(135,243.00)	(114,541.00)
Township's Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Township's Covered-Employee Payroll	\$ 1,178,306.00	\$ 1,125,564.00	1,139,404.00
Township's Contributions as a Percentage of it's Covered-Employee Payroll	12.15%	12.02%	10.05%

Note 6: PENSION PLANS (CONT'D)**Supplementary Pension Information (Cont'd)*****Schedule of the Township's Proportionate Share of the Net Pension Liability - Police and Firemen's Retirement System (PFRS) (Last Three Years)***

	<u>Measurement Date Ended June 30,</u>		
	<u>2015</u>	<u>2014</u>	<u>2013</u>
Township's Proportion of the Net Pension Liability	0.0394876874%	0.0409481404%	0.0360322120%
Township's Proportionate Share of the Net Pension Liability	\$ 6,577,272.00	\$ 5,150,896.00	\$ 4,790,157.00
State's Proportionate Share of the Net Pension Liability associated with the Township	576,805.00	554,665.00	446,501.00
Total	<u>\$ 7,154,077.00</u>	<u>\$ 5,705,561.00</u>	<u>\$ 5,236,658.00</u>
Township's Covered-Employee Payroll	\$ 1,250,500.00	\$ 1,208,672.00	\$ 1,085,740.00
Township's Proportionate Share of the Net Pension Liability as a Percentage of it's Covered-Employee Payroll	525.97%	426.16%	441.19%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	56.31%	62.41%	58.70%

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

	<u>Year Ended December 31,</u>		
	<u>2015</u>	<u>2014</u>	<u>2013</u>
Township's Contractually Required Contribution	\$ 320,976.00	\$ 314,510.00	\$ 262,883.00
Township's Contribution in Relation to the Contractually Required Contribution	(320,976.00)	(314,510.00)	(262,883.00)
Township's Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Township's Covered-Employee Payroll	\$ 1,438,231.00	\$ 1,297,605.00	\$ 1,262,672.00
Township's Contributions as a Percentage of it's Covered-Employee Payroll	22.32%	24.24%	20.82%

Note 6: PENSION PLANS (CONT'D)**Other Notes to Supplementary Pension Information*****Public Employees' Retirement System (PERS)***

Changes in Benefit Terms - None

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

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

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

Police and Firemen's Retirement System (PFRS)

Changes in Benefit Terms - None

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

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

Note 7: COMPENSATED ABSENCES

All Township employees are entitled to paid vacation and sick time upon retirement, provided that the employee has at least twenty years of service with the Township.

All police department employees are entitled to one paid sick leave day per month for the first five years of service. At the beginning of the sixth year of service the employees are entitled to one and a half paid sick leave days per month. Full-time union employees, other than the police department employees, are entitled to ten paid sick leave days each year. Full-time non-union employees are entitled to six paid sick leave days each year. All Township employees may accumulate their sick leave days and carry them forward to the subsequent year. The current policy provides that one compensated sick day for every two days accumulated may be paid out at retirement. There is a maximum payout of \$15,000.00 for all Township employees. For police department employees, the employee's average daily salary for the three years preceding retirement shall be used to calculate the rate of pay upon termination. For all other employees, the employee's average daily salary for the five years preceding retirement shall be used to calculate the rate of pay upon termination.

All Township employees are entitled to paid vacation days each year, the number of which is dependent on their number of years of service with the Township. Unused vacation days may be accumulated and carried forward for up to three years. Vacation time unused is reimbursed to the employees upon retirement.

The Township does not record accrued expenses related to compensated absences. However, it is estimated that, at December 31, 2015, accrued benefits for compensated absences are valued at \$619,173.77.

Note 8: DEFERRED COMPENSATION SALARY ACCOUNT

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

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

Note 9: SANITARY LANDFILL ESCROW CLOSURE FUND

The Township previously operated a municipal landfill located in the Township. The Sanitary Landfill Facility Closure and Contingency Fund Act of 1981 was enacted to provide funding, during the life of the landfill, of costs associated with the closure of sanitary landfills. The Act requires the owner or operator of every sanitary landfill to establish an escrow account for closure and deposit, on a monthly basis, an amount equal to \$1.00 per ton of solid waste accepted for disposal. No withdrawals may be made from the fund without written approval from the State Department of Environmental Protection and Energy.

Under the provisions of N.J.S.A. 13:1E-1 et seq., known as the Solid Waste Management Act, approval was granted on November 2, 1995 by the State of New Jersey, Department of Environmental Protection (NJDEP) for a closure and post closure plan. On February 24, 2000, the NJDEP accepted the Township's As-Built Documents for the closure of the landfill as complete.

The Township presently holds funds in escrow in accordance with the post closure financial plan approved by the NJDEP on November 2, 1995.

Note 10: CAPITAL DEBT**General Improvement Bonds**

Refunding Bonds, Series 2003 - On February 1, 2003, the Township issued \$3,155,000.00 of general obligation refunding bonds, with interest rates ranging from 2.0% to 4.2%. The bonds were issued for the purpose of refunding and redeeming \$2,994,000.00 of the remaining \$3,194,000.00 general obligations, series 1996A, dated September 1, 1996, maturing in the years 2004 through 2016, inclusive, at a redemption price of 102% of the bonds redeemed, and paying the costs of issuance associated with the issuance of the refunding bonds.

Burlington County Bridge Commission, Series 2005 - On December 22, 2005, the Township issued \$3,889,000.00 of general obligation bonds through the Burlington County Bridge Commission, with interest rates ranging from 3.375% to 5.000%. The purpose of the bonds was to fund ordinances 2002-13, 2004-14, and 2005-17. The bonds mature in 2006 to 2016.

Burlington County Bridge Commission, Series 2009 - On August 15, 2009, the Township issued \$1,129,000.00 of general obligation bonds through the Burlington County Bridge Commission, with interest rates ranging from 2.5% to 5.0%. The purpose of the bonds was to fund ordinance 2008-14. The bonds mature in 2010 to 2018.

General Obligation Bonds, Series 2013 - On November 18, 2013, the Township issued \$2,138,000.00 of general obligation bonds, with interest rates ranging from 2.0% to 3.0%. The purpose of the bonds was to fund ordinances 2009-06-010, 2010-06-007, 2012-12-015, 2013-03-003, and 2013-08-007. The bonds mature in 2014 to 2025.

Note 10: CAPITAL DEBT (CONT'D)

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

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2016	\$ 952,000.00	\$ 85,855.00	\$ 1,037,855.00
2017	317,000.00	54,000.00	371,000.00
2018	329,000.00	43,400.00	372,400.00
2019	185,000.00	33,840.00	218,840.00
2020	190,000.00	30,140.00	220,140.00
2021-2025	993,000.00	84,600.00	1,077,600.00
	<u>\$ 2,966,000.00</u>	<u>\$ 331,835.00</u>	<u>\$ 3,297,835.00</u>

New Jersey Environmental Infrastructure Loans

On November 1, 2001, the Township entered into a loan agreement with the New Jersey Environmental Infrastructure Trust to provide \$958,432.00, at no interest, from the fund loan, and \$1,010,000.00 at interest rates ranging from 4.00% to 5.50% from the trust loan. The proceeds were used to fund the reconstruction of Hollybrook Road. Semiannual debt payments are due February 1st and August 1st through 2021.

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

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2016	\$ 120,824.88	\$ 21,112.50	\$ 141,937.38
2017	118,717.97	17,862.50	136,580.47
2018	124,852.46	14,612.50	139,464.96
2019	130,824.87	11,112.50	141,937.37
2020	78,848.75	7,362.50	86,211.25
2021	80,000.00	3,800.00	83,800.00
	<u>\$ 654,068.93</u>	<u>\$ 75,862.50</u>	<u>\$ 729,931.43</u>

Note 10: CAPITAL DEBT (CONT'D)

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

	<u>2015</u>	<u>2014</u>	<u>2013</u>
<u>Issued</u>			
General:			
Bond Anticipation Notes	\$ 2,235,786.00		\$ 532,950.00
General Serial Bonds	2,966,000.00	\$ 3,891,000.00	5,118,000.00
Infrastructure Trust Loans	654,068.93	768,597.25	876,666.95
Total Issued	<u>5,855,854.93</u>	<u>4,659,597.25</u>	<u>6,527,616.95</u>
<u>Authorized but not Issued</u>			
General:			
Bonds, Loans and Notes	175,000.00	911,186.00	137,976.63
Total Authorized but not Issued	<u>175,000.00</u>	<u>911,186.00</u>	<u>137,976.63</u>
Total Issued and Authorized but not Issued	<u>6,030,854.93</u>	<u>5,570,783.25</u>	<u>6,665,593.58</u>
<u>Deductions</u>			
General:			
Reserve for Payment of Bonds			126,431.08
Excess Proceeds from Issuance of Notes			532,950.00
Total Deductions	<u>-</u>	<u>-</u>	<u>659,381.08</u>
Net Debt	<u>\$ 6,030,854.93</u>	<u>\$ 5,570,783.25</u>	<u>\$ 6,006,212.50</u>

Summary of Statutory Debt Condition - Annual Debt Statement

The summarized statement of debt condition which follows is prepared in accordance with the required method of setting up the annual debt statement and indicated a statutory net debt of .449%.

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
School Purposes	\$ 9,660,000.00	\$ 9,660,000.00	
Regional School Purposes	4,648,901.11	4,648,901.11	
General	6,030,854.93		\$ 6,030,854.93
	<u>\$ 20,339,756.04</u>	<u>\$ 14,308,901.11</u>	<u>\$ 6,030,854.93</u>

Net debt \$6,030,854.93 divided by the equalized valuation basis per N.J.S.A.40A:2-2, as amended, \$47,007,928.51, equals .449%.

3 1/2% of Equalized Valuation Basis (Municipal)	\$ 47,007,928.51
Less: Net Debt	<u>6,030,854.93</u>
Remaining Borrowing Power	<u>\$ 40,977,073.58</u>

Note 11: SCHOOL TAXES

Rancocas Valley Regional High School District tax has been raised and the liability deferred by statutes, resulting in the school tax payable (prepaid) set forth in the current fund liabilities as follows:

	<u>Balance December 31,</u>	
	<u>2015</u>	<u>2014</u>
Balance of Tax (Prepaid)	\$ (4.08)	\$ (4.06)
Deferred	<u>2,774,056.50</u>	<u>2,748,253.50</u>
	<u>\$ 2,774,052.42</u>	<u>\$ 2,748,249.44</u>

Lumberton Township School District tax has been raised and the liability deferred by statutes, resulting in the school tax payable set forth in the current fund liabilities as follows:

	<u>Balance December 31,</u>	
	<u>2015</u>	<u>2014</u>
Balance of Tax	\$ 165,166.50	\$ 102,438.50
Deferred	<u>7,083,379.50</u>	<u>6,913,728.50</u>
	<u>\$ 7,248,546.00</u>	<u>\$ 7,016,167.00</u>

Note 12: RISK MANAGEMENT

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

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

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

<u>Year</u>	<u>Contributions</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2015	\$ 4,584.32	\$ 3,130.71	\$ 71,622.57
2014	4,308.38	6,032.19	70,168.96
2013	8,008.31	4,298.54	71,892.77

It is estimated that unreimbursed payments on behalf of the Township at December 31, 2015 are \$900.00.

Note 12: RISK MANAGEMENT (CONT'D)

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

General Liability	Boiler & Machinery
Automobile Liability	Workers' Compensation
Property (including Auto Physical Damage)	Police Professional
Fidelity & Performance (Blanket)	Public Officials / EPL

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

Burlington County Municipal Joint Insurance Fund
P.O. Box 325
Hammonton, New Jersey 08037

Note 13: OPEN SPACE, RECREATION AND FARMLAND PRESERVATION TRUST

Open Space Acquisition - On November 4, 2003 pursuant to P.L. 1997, c. 24 (N.J.S.A. 40:12-15.1 et seq.), the voters of the Township authorized the establishment of the Township of Lumberton Open Space, Recreation and Farmland Preservation Trust Fund effective January 1, 2004, for the purpose of raising revenue for the acquisition of lands and interests in lands for the conservation of farmland and open space. Overall, as a result of the referendum, the Township levies a tax not to exceed three cents per one hundred dollars of equalized valuation for a period of two years (2004 and 2005). After the two year period, the open space tax rate reverted to a rate of one cent per one hundred dollars of equalized valuation. Amounts raised by taxation are assessed, levied and collected in the same manner and at the same time as other taxes. Future increases in the tax rate or to extend the authorization must be authorized by referendum. All revenue received is accounted for in a trust fund dedicated by rider (N.J.S.A. 40A:4-39) for the purposed stated. Interest earned on the investment of these funds is credited to the Township of Lumberton Open Space, Recreation and Farmland Preservation Trust Funds.

Open Space Installment Purchase Note Receivable - An agreement was entered between the County of Burlington (the "County") and the Township to purchase and preserve Raab Parcel. The County agreed to pay the Township a principal amount of \$206,250.00, payable in installments from 2005 to 2018. This amount reflects the County's portion of the open space preservation.

The following schedule represents the remaining amounts, principle and interest, due to the Township:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2016	\$ 14,000.00	\$ 840.00	\$ 14,840.00
2017	14,000.00	560.00	14,560.00
2018	14,000.00	280.00	14,280.00
	<u>\$ 42,000.00</u>	<u>\$ 1,680.00</u>	<u>\$ 43,680.00</u>

Note 14: CONTINGENCIES

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

Note 15: CONCENTRATIONS

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

Note 16: SUBSEQUENT EVENTS

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

<u>Purpose</u>	<u>Adoption</u>	<u>Authorization</u>
General Improvements		
Acquisition of Various Pieces of Equipment and Completion of Various Capital Improvements	05/10/16	\$ 1,198,403.00

SUPPLEMENTAL EXHIBITS

SUPPLEMENTAL EXHIBITS

CURRENT FUND

TOWNSHIP OF LUMBERTON
CURRENT FUND
Statement of Current Cash - Treasurer
For the Year Ended December 31, 2015

	<u>Regular</u>	<u>Federal and State Grant Fund</u>
Balance December 31, 2014	\$ 1,859,389.98	\$ 407,770.42
Increased by Receipts:		
Miscellaneous Revenue not Anticipated	\$ 57,244.32	
2015 Budget Appropriations	158,868.35	
Petty Cash Funds	325.00	
Due State of New Jersey - Senior Citizens' and Veterans' Deductions	95,370.57	
Taxes Receivable	30,785,790.23	
Revenue Accounts Receivable	2,493,196.53	
Due Mount Holly Municipal Utilities Authority	262,350.71	
Federal, State, and Other Grants Receivable		\$ 42,830.83
2014 Appropriation Reserves	398.00	
Prepaid Taxes	171,493.56	
Tax Overpayments	36,516.19	
Due State of New Jersey:		
Marriage Licenses	830.00	
Training Fees	25,427.00	
Due Current Fund		622.44
Due Federal and State Grant Fund	10,219.44	
Due Animal Control Fund	10,543.50	
Due Trust - Other Funds	202,795.16	
Due General Capital Fund	718,909.90	
	<u>35,030,278.46</u>	<u>114,233.87</u>
	36,889,668.44	157,687.14
		565,457.56
Decreased by Disbursements:		
2015 Budget Appropriations	7,446,138.47	
Petty Cash Funds	325.00	
Due Mount Holly Municipal Utilities Authority	261,598.72	
2014 Appropriation Reserves	142,746.02	
Tax Overpayments	31,253.20	
Local District School Taxes Payable	13,934,380.00	
Regional High School Tax Payable	5,522,310.02	
County Taxes Payable	5,553,776.45	
Due County for Added and Omitted Taxes	7,998.23	
Due State of New Jersey:		
Marriage Licenses	1,550.00	
Training Fees	19,151.00	
Due Current Fund		10,219.44
Due Federal and State Grant Fund	9,597.00	
Due Municipal Open Space Trust Fund	282,357.06	219,512.39
Due Trust - Other Funds	365,213.90	
Due General Capital Fund	856,064.47	
Reserve for Federal, State, and Other Grants - Appropriated		<u>18,854.86</u>
	<u>34,434,459.54</u>	<u>248,586.69</u>
Balance December 31, 2015	<u>\$ 2,455,208.90</u>	<u>\$ 316,870.87</u>

TOWNSHIP OF LUMBERTON
CURRENT FUND
 Schedule of Change Funds
 As of December 31, 2015

Office

Tax Collector	\$ 200.00
Township Clerk	100.00
Police	100.00
Municipal Court	200.00
	200.00
	\$ 600.00

Exhibit SA-3

CURRENT FUND
 Statement of Petty Cash Funds
 For the Year Ended December 31, 2015

Receipts:	
Received from Treasurer	\$ 325.00
Decreased by:	
Disbursements:	
Returned to Treasurer	\$ 325.00
	325.00
	\$ 325.00

Schedule of Petty Cash Funds

<u>Office</u>	<u>Amount</u>
Administration	\$ 200.00
Police	100.00
Municipal Court	25.00
	25.00
	\$ 325.00

TOWNSHIP OF LUMBERTON
CURRENT FUND
Statement of Due from State of New Jersey -
Senior Citizens' and Veterans' Deductions
For the Year Ended December 31, 2015

Balance December 31, 2014		\$ 7,146.68
Increased by:		
Accrued in 2015:		
Deductions per Tax Billing:		
Senior Citizens' Deductions	\$ 6,750.00	
Veterans' Deductions	73,500.00	
Disabled Person Deductions	3,250.00	
Widow of Veteran Deductions	<u>11,250.00</u>	
	\$ 94,750.00	
Deductions Allowed by Collector:		
Veterans' Deductions	1,500.00	
Surviving Spouse Deductions	<u>250.00</u>	
	<u>1,750.00</u>	
	\$ 96,500.00	
Less:		
Deductions Disallowed by Collector:		
Senior Citizens' Deductions	500.00	
Veterans' Deductions	<u>250.00</u>	
	750.00	
		<u>95,750.00</u>
		102,896.68
Decreased by:		
Receipts		<u>95,370.57</u>
Balance December 31, 2015		<u><u>\$ 7,526.11</u></u>

TOWNSHIP OF LUMBERTON
CURRENT FUND

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

Year	Balance December 31, 2014	2015 Levy	Added Taxes	2014 Collections	2015 Collections	Due from State of New Jersey	Cancellations	Transferred to Tax Title Liens	Balance December 31, 2015
2010	\$ 4.08								\$ 4.08
2011	4.10								4.10
2012	3,678.49				\$ 3,674.19			\$ 4,879.34	4.30
2013	6,891.38				2,007.72				4.32
2014	251,879.63				230,116.61		\$ 21,169.57	589.13	4.32
	262,457.68	-	-	-	235,798.52	-	21,169.57	5,468.47	21.12
2015	-	\$ 31,242,429.36	\$ 4,370.42	\$ 158,506.91	30,549,991.71	\$ 95,750.00	111,206.03	35,775.86	295,569.27
	\$ 262,457.68	\$ 31,242,429.36	\$ 4,370.42	\$ 158,506.91	\$ 30,785,790.23	\$ 95,750.00	\$ 132,375.60	\$ 41,244.33	\$ 295,590.39

Analysis of 2015 Property Tax Levy:

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Tax Yield:	
General Purpose Tax	\$ 31,208,498.04
Added Taxes (54:4-63.1 et seq.)	33,931.32
	<u>\$ 31,242,429.36</u>
Tax Levy:	
Local District School Tax	\$ 14,166,759.00
Regional High School Tax	5,548,113.00
County Taxes:	
County Tax	\$ 4,587,364.86
County Library Tax	427,397.74
County Open Space Tax	539,013.85
Due County for Added and Omitted Taxes	6,015.09
	<u>5,559,791.54</u>
Local Tax for Municipal Purposes	5,800,712.29
Local Tax for Municipal Open Space	139,137.30
Add: Additional Tax Levied for Municipal Purposes	27,760.15
Add: Additional Tax Levied for Municipal Open Space	156.08
	<u>5,967,765.82</u>
	<u>\$ 31,242,429.36</u>

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

Balance December 31, 2014		\$ 390,405.80
Increased by:		
Transfers from Taxes Receivable:		
2013 Taxes Receivable	\$ 4,879.34	
2014 Taxes Receivable	589.13	
2015 Taxes Receivable	35,775.86	
Interest and Costs Accrued by Sale of April 29, 2015	<u>8,059.78</u>	
		<u>49,304.11</u>
Balance December 31, 2015		<u><u>\$ 439,709.91</u></u>

TOWNSHIP OF LUMBERTON

CURRENT FUND

Statement of Revenue Accounts Receivable
For the Year Ended December 31, 2015

	<u>Balance December 31, 2014</u>	<u>Accrued in 2015</u>	<u>Receipts - Treasurer</u>	<u>Interfund Accounts Receivable</u>	<u>Balance December 31, 2015</u>
Miscellaneous Revenues:					
Licenses:					
Alcoholic Beverages		\$ 12,688.00	12,688.00		
Other		7,512.00	7,512.00		
Fees and Permits		8,900.00	8,900.00		
Fines and Costs:					
Municipal Court	\$ 18,613.07	242,893.76	242,308.39		\$ 19,198.44
Interest and Costs on Taxes		76,041.06	76,041.06		
Interest on Investments and Deposits		7,443.09	3,589.33	\$ 3,853.76	
Local Fire Enforcement Bureau - Fees & Permits		20,900.00	20,900.00		
Energy Receipts Tax (P.L. 1997, Chapters 162 & 167)		1,283,043.00	1,283,043.00		
Uniform Construction Codes Fee		259,664.00	259,664.00		
Shared Services - Vehicle Maintenance		7,185.25	7,185.25		
Shared Services - Zoning Officer		47,433.26	47,433.26		
Shared Services - School Resource Officer		118,342.17	118,342.17		
Shared Services - Crossing Guard Lumberton					
Board of Education		5,946.77	5,946.77		
Uniform Fire Safety Act		31,474.52	31,474.52		
Recycling Fees		2,985.00	2,985.00		
Pilot - Acacia Manor		85,000.00	85,000.00		
Payments in Lieu of Taxes - Commercial and Industrial (40A:21-1 et. seq.)		72,265.86	72,265.86		
Cell Tower Fees		63,418.23	63,418.23		
Comcast Franchise Fees		85,205.75	85,205.75		
Burlington County Municipal JIF		3,950.00	3,950.00		
Building Lease		20,631.43	20,631.43		
Lumberton Township Board of Education - Service & Fuel Fee		34,712.51	34,712.51		
	<u>\$ 18,613.07</u>	<u>\$ 2,497,635.66</u>	<u>\$ 2,493,196.53</u>	<u>\$ 3,853.76</u>	<u>\$ 19,198.44</u>

(Continued)

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

	<u>Balance</u> <u>December 31, 2014</u>	<u>Accrued</u> <u>in 2015</u>	<u>Receipts -</u> <u>Treasurer</u>	<u>Interfund</u> <u>Accounts</u> <u>Receivable</u>	<u>Balance</u> <u>December 31, 2015</u>
Due Federal and State Grant Fund					
Due Animal Control Fund					
Due Trust - Other Fund					
Developer's Escrow			\$ 1,073.29	\$ 622.44	
Fire Safety			7.50	49.57	
Outside Employment			132.67		
Payroll			189.69		
Public Defender			11.91		
Recreation Trust			41.33		
Tax Title Lien			69.64		
Trust Other			215.41		
Unemployment Insurance			<u>34.89</u>		
				1,776.33	
				<u>1,405.42</u>	
Due General Capital Fund					<u><u>\$ 3,853.76</u></u>

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

	<u>Balance</u>	<u>Accrued</u>	<u>Receipts</u>	<u>Cancellations -</u>	<u>Balance</u>
	<u>December 31, 2014</u>			<u>Federal, State,</u>	<u>December 31, 2015</u>
				<u>and Other</u>	
				<u>Grants -</u>	
				<u>Appropriated</u>	
Federal Grants:					
U.S. Department of Justice:					
Bulletproof Vest Partnership Program:		\$ 911.97			911.97
Bulletproof Vest Grant - FY 2015				\$	
U.S. Department of Transportation:					
National Priority Safety Programs:					
Passed-Through New Jersey Department of Law and Public Safety:					
Occupant Protection - 2015		4,000.00	\$ 4,000.00		
U.S. Department of Homeland Security:					
FY 2011 Homeland Security Grant	\$			\$	
Emergency Management Performance Grants:					
Passed-Through County of Burlington:					
Emergency Management Agency Assistance Subgrant Program - 2014		5,000.00	5,000.00		
Emergency Management Agency Assistance Subgrant Program - 2015		5,000.00	5,000.00		
Total Federal Grants	<u>0.04</u>	<u>14,911.97</u>	<u>14,000.00</u>	<u>0.04</u>	<u>911.97</u>
State Grants:					
N.J. Department of Environmental Protection:					
Municipality Road Mileage:					
Clean Communities Program - FY 2015		26,310.20	26,310.20		
Green Communities Grant - 2013	3,000.00				3,000.00
N.J. Department of Health and Senior Services:					
Alcohol, Education, Rehabilitation and Enforcement Trust Fund:					
Municipal Alcohol Education/Rehabilitation Program - 2015		589.33	589.33		
N.J. Department of the Attorney General, Law and Public Safety:					
Body Armor Replacement Program:					
Body Armor Replacement Program - 2015		1,931.30	1,931.30		

(Continued)

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

	<u>Balance</u>	<u>Accrued</u>	<u>Receipts</u>	<u>Cancellations -</u>	<u>Balance</u>
	<u>December 31, 2014</u>	<u> </u>	<u> </u>	<u>Federal, State,</u>	<u>December 31, 2015</u>
				<u>and Other</u>	
				<u>Grants -</u>	
				<u>Appropriated</u>	
State Grants (Cont'd):					
N.J. Department of Transportation:					
Highway Planning and Construction:					
Allspice Way and Savoy Way Improvements	\$ 74,267.50			\$ 299.34	\$ 73,968.16
Total State Grants	<u>77,267.50</u>	<u>\$ 28,830.83</u>	<u>\$ 28,830.83</u>	<u>299.34</u>	<u>76,968.16</u>
Other Grants:					
Burlington County Drug Enforcement Demand Reduction Grant	1,000.00				1,000.00
Walmart Foundation (Local Facility Giving Program)	1,000.00				1,000.00
Total Other Grants	<u>2,000.00</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,000.00</u>
Total Federal, State, and Other Grants	<u>\$ 79,267.54</u>	<u>\$ 43,742.80</u>	<u>\$ 42,830.83</u>	<u>\$ 299.38</u>	<u>\$ 79,880.13</u>

TOWNSHIP OF LUMBERTON
FEDERAL AND STATE GRANT FUND
 Statement of Due from Current Fund
 For the Year Ended December 31, 2015

Balance December 31, 2014		\$ 69,666.34
Increased by:		
Disbursements:		
Interfund Loans Returned		<u>10,219.44</u>
		79,885.78
Decreased by:		
Receipts:		
Interest on Investments and Deposits	\$ 622.44	
Payments made by Current Fund:		
Reserve for Federal, State, and Other Grants - Appropriated	<u>9,597.00</u>	
		<u>10,219.44</u>
Balance December 31, 2015		<u><u>\$ 69,666.34</u></u>

TOWNSHIP OF LUMBERTON

CURRENT FUND

Statement of 2014 Appropriation Reserves
For the Year Ended December 31, 2015

	<u>Balance December 31, 2014</u>		<u>Balance after</u>	<u>Disbursements -</u>	<u>Receipts -</u>	<u>Balance</u>
	<u>Encumbrances</u>	<u>Reserved</u>	<u>Modification</u>	<u>Paid or</u>	<u>Refunds</u>	<u>Lapsed</u>
				<u>Charged</u>		
OPERATIONS - WITHIN "CAPS"						
General Government:						
Mayor and Committee						
Salaries and Wages	\$ 1,062.50	\$ 1,004.87	\$ 1,062.50	\$ 1,062.50		\$ 1,004.87
Other Expenses						
Municipal Clerk						
Salaries and Wages		892.36	892.36			892.36
Other Expenses	598.66	109.72	1,708.38	1,510.92		197.46
Financial Administration						
Salaries and Wages	37.90	277.40	277.40			277.40
Other Expenses		412.08	6,449.98	970.58		5,479.40
Assessment of Taxes						
Salaries and Wages		1,167.86	1,167.86			1,167.86
Other Expenses	31.96	2,041.77	2,073.73	31.96		2,041.77
Registrar of Vital Statistics						
Salaries and Wages		26.97	26.97			26.97
Other Expenses		975.00	975.00			975.00
Collection of Taxes						
Salaries and Wages		371.86	371.86			371.86
Other Expenses		429.64	429.64			429.64
Legal Services and Costs						
Other Expenses	150.00	180.03	3,330.03	3,152.21		177.82
Municipal Prosecutor						
Other Expenses	1,750.00		1,750.00	1,750.00		
Engineering Services						
Other Expenses	125.00	8,896.19	9,021.19	868.78		8,152.41
Computer / Technology						
Other Expenses	2,746.60	1,504.52	4,251.12	646.84		3,604.28

(Continued)

TOWNSHIP OF LUMBERTON

CURRENT FUND

Statement of 2014 Appropriation Reserves
For the Year Ended December 31, 2015

	<u>Balance December 31, 2014</u>		<u>Balance after</u>	<u>Disbursements -</u>	<u>Receipts -</u>	<u>Balance</u>
	<u>Encumbrances</u>	<u>Reserved</u>	<u>Modification</u>	<u>Paid or</u>	<u>Refunds</u>	<u>Lapsed</u>
				<u>Charged</u>		
OPERATIONS - WITHIN "CAPS" (CONTD)						
Public Works:						
Buildings and Grounds	\$ 8,043.32	\$ 1,329.97	\$ 9,373.29	\$ 895.61		\$ 8,477.68
Other Expenses						
Road Repairs and Maintenance						
Salaries and Wages	2,589.23	19,997.19	19,997.19			19,997.19
Other Expenses		4,957.15	7,546.38	2,301.46		5,244.92
Storm Sewer System						
Other Expenses		615.00	615.00	606.96		8.04
Garbage and Trash Removal						
Salaries and Wages		1,188.11	1,188.11			1,188.11
Vehicle Maintenance						
Salaries and Wages		1,271.66	1,271.66			1,271.66
Other Expenses	3,739.38	4,945.67	8,685.05	7,076.69		1,608.36
Recycling Coordinator						
Salaries and Wages		0.94	0.94			0.94
Other Expenses		327.46	827.46	515.59		311.87
Custodial Services						
Other Expenses	90.48	2,369.30	2,459.78			2,459.78
Municipal Land Use Law (N.J.S.A. 40:55D-1):						
Land Development Board						
Salaries and Wages		10,250.00	10,250.00			10,250.00
Other Expenses		1,546.50	1,546.50			1,546.50
Zoning Officer						
Other Expenses		380.00	380.00			380.00
Public Safety Functions:						
Fire						
Aid to Volunteer Fire Companies		49.87	49.87			49.87
Uniform Fire Safety Act (Ch. 383, P.L. 1985)						
Salaries and Wages		971.06	971.06			971.06
Other Expenses	282.64	955.69	1,238.33	282.64		955.69

(Continued)

TOWNSHIP OF LUMBERTON

CURRENT FUND

Statement of 2014 Appropriation Reserves
For the Year Ended December 31, 2015

	<u>Balance December 31, 2014</u>						
	<u>Encumbrances</u>	<u>Reserved</u>	<u>Balance after Modification</u>	<u>Disbursements - Paid or Charged</u>	<u>Receipts - Refunds</u>	<u>Balance Lapsed</u>	
OPERATIONS - WITHIN "CAPS" (CONTD)							
Public Safety Functions (Cont'd):							
Safety Program		\$ 34.26	\$ 34.26	\$ 14.94	\$ 240.00	\$ 259.32	
Other Expenses		1,153.15	1,153.15			1,153.15	
Office of Emergency Management		1,500.00	1,500.00			1,500.00	
Salaries and Wages		25,726.59	25,726.59			25,726.59	
Other Expenses		2,274.68	5,731.01	5,666.07		64.94	
Police							
Salaries and Wages							
Other Expenses	\$ 2,956.33						
Administration of Public Assistance:							
Other Expenses		530.00	530.00	350.00		180.00	
Municipal Court:							
Salaries and Wages		14,832.16	14,832.16			14,832.16	
Other Expenses	1,508.16	3,818.82	5,326.98	1,508.16		3,818.82	
Insurance:							
General Liability Insurance		200.00	200.00		158.00	358.00	
Employee Group Insurance		74,056.12	37,556.12			37,556.12	
Workers Compensation Insurance		65.00	65.00			65.00	
Uniform Construction Code - Appropriations Offset by Dedicated Revenues (N.J.A.C. 5:23-4.17):							
Construction Official							
Salaries and Wages		163.99	163.99			163.99	
Other Expenses		1,376.37	1,376.37			1,376.37	
Other Common Operation Functions (Unclassified):							
Celebration of Public Events, Holiday or Anniversaries				769.38			
Other Expenses	29.38	2,797.13	2,826.51			2,057.13	

(Continued)

TOWNSHIP OF LUMBERTON

CURRENT FUND

Statement of 2014 Appropriation Reserves
For the Year Ended December 31, 2015

	<u>Balance December 31, 2014</u>		<u>Balance after</u>	<u>Disbursements -</u>	<u>Receipts -</u>	<u>Balance</u>
	<u>Encumbrances</u>	<u>Reserved</u>	<u>Modification</u>	<u>Paid or</u>	<u>Refunds</u>	<u>Lapsed</u>
				<u>Charged</u>		
OPERATIONS - WITHIN "CAPS" (CONTD)						
Utility Expenses:						
Electricity	\$ 1,431.57	\$ 11,298.85	\$ 12,730.42	\$ 12,541.08		\$ 189.34
Telephone and Telegraph	967.09	1,190.39	2,157.48	1,543.71		613.77
Street Lighting	9,870.80	25.55	23,896.35	23,617.13		279.22
Fire Hydrant Services		12,301.99	12,301.99	11,720.80		581.19
Gasoline / Diesel	209.50	4,586.83	4,796.33	4,316.21		480.12
Water	36.25	2,357.07	2,393.32	1,355.27		1,038.05
Fuel Oil	2,159.99	413.51	3,573.50	3,447.78		125.72
Postage		5,987.00	5,987.00			5,987.00
Landfill / Solid Waste	4,682.00	25,478.39	30,160.39	28,309.50		1,850.89
Condo Reimbursement		15,826.04	26,326.04	25,913.25		412.79
	<u>45,098.74</u>	<u>277,439.73</u>	<u>322,538.47</u>	<u>142,746.02</u>	<u>\$ 398.00</u>	<u>180,190.45</u>
Total Operations within "CAPS"						
Detail:						
Salaries and Wages	\$ 1,062.50	\$ 78,291.30	\$ 79,353.80	\$ 1,062.50	-	\$ 78,291.30
Other Expenses	<u>44,036.24</u>	<u>199,148.43</u>	<u>243,184.67</u>	<u>141,683.52</u>	<u>\$ 398.00</u>	<u>101,899.15</u>
DEFERRED CHARGES AND STATUTORY EXPENDITURES - MUNICIPAL WITHIN "CAPS"						
Statutory Expenditures:						
Contribution to:						
Public Employees' Retirement System		\$ 222.08	\$ 222.08			\$ 222.08
Social Security System (O.A.S.I.)		7,689.46	7,689.46			7,689.46
Police and Firemen's Retirement System of N.J.		170.91	170.91			170.91
Total Deferred Charges and Statutory Expenditures - Municipal within "CAPS"	<u>-</u>	<u>8,082.45</u>	<u>8,082.45</u>	<u>-</u>	<u>-</u>	<u>8,082.45</u>
Total General Appropriations for Municipal Purposes within "CAPS"	\$ <u>45,098.74</u>	<u>285,522.18</u>	<u>330,620.92</u>	<u>\$ 142,746.02</u>	<u>\$ 398.00</u>	<u>188,272.90</u>

(Continued)

TOWNSHIP OF LUMBERTON

CURRENT FUND

Statement of 2014 Appropriation Reserves
For the Year Ended December 31, 2015

	<u>Balance December 31, 2014</u>						
	<u>Encumbrances</u>	<u>Reserved</u>	<u>Balance after Modification</u>	<u>Disbursements - Paid or Charged</u>	<u>Receipts - Refunds</u>	<u>Balance Lapsed</u>	
CAPITAL IMPROVEMENTS - EXCLUDED FROM "CAPS"							
Acquisition of Various Public Works Equipment		\$ 480,000.00	\$ 480,000.00			\$ 480,000.00	
Total Other Operations - Excluded from "CAPS"	-	480,000.00	480,000.00	-	-	480,000.00	
Total General Appropriations	\$ 45,098.74	\$ 765,522.18	\$ 810,620.92	\$ 142,746.02	\$ 398.00	\$ 668,272.90	

TOWNSHIP OF LUMBERTON
CURRENT FUND
Statement of Due to Mount Holly Municipal Utilities Authority
For the Year Ended December 31, 2015

Balance December 31, 2014		\$ 7,226.90
Increased by:		
Receipts		<u>262,350.71</u>
		269,577.61
Decreased by:		
Cancellations	\$ 7,978.89	
Disbursements	<u>261,598.72</u>	
		<u>\$ 269,577.61</u>

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

Balance December 31, 2014	\$ 158,506.91
Increased by:	
Receipts	<u>171,493.56</u>
	330,000.47
Decreased by:	
Application to Taxes Receivable	<u>158,506.91</u>
Balance December 31, 2015	<u><u>\$ 171,493.56</u></u>

CURRENT FUND
 Statement of Tax Overpayments
 For the Year Ended December 31, 2015

Balance December 31, 2014	\$ 195.81
Increased by:	
Receipts	<u>36,516.19</u>
	36,712.00
Decreased by:	
Disbursements	<u>31,253.20</u>
Balance December 31, 2015	<u><u>\$ 5,458.80</u></u>

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

<hr/>		
Balance December 31, 2014:		
School Tax Payable	\$ 102,438.50	
School Tax Deferred	<u>6,913,728.50</u>	
		\$ 7,016,167.00
Increased by:		
Levy - School Year July 1, 2015 to June 30, 2016		<u>14,166,759.00</u>
		21,182,926.00
Decreased by:		
Disbursements		<u>13,934,380.00</u>
Balance December 31, 2015:		
School Tax Payable	165,166.50	
School Tax Deferred	<u>7,083,379.50</u>	
		<u>\$ 7,248,546.00</u>
2015 Liability for Local District School Tax:		
Tax Paid		\$ 13,934,380.00
Tax Payable December 31, 2015		<u>165,166.50</u>
		14,099,546.50
Less: Tax Payable December 31, 2014		<u>102,438.50</u>
Amount Charged to 2015 Operations		<u>\$ 13,997,108.00</u>

TOWNSHIP OF LUMBERTON
CURRENT FUND
Statement of Regional High School Tax Payable
For the Year Ended December 31, 2015

<hr/>		
Balance December 31, 2014:		
School Tax Prepaid	\$ (4.06)	
School Tax Deferred	<u>2,748,253.50</u>	
		\$ 2,748,249.44
Increased by:		
Levy - School Year July 1, 2015 to June 30, 2016		<u>5,548,113.00</u>
		8,296,362.44
Decreased by:		
Disbursements		<u>5,522,310.02</u>
Balance December 31, 2015:		
School Tax Prepaid	(4.08)	
School Tax Deferred	<u>2,774,056.50</u>	
School Tax Deferred		<u>\$ 2,774,052.42</u>
2015 Liability for Regional High School Tax:		
Tax Paid		\$ 5,522,310.02
Tax Prepaid December 31, 2015		<u>(4.08)</u>
		5,522,305.94
Add: Tax Prepaid December 31, 2014		<u>4.06</u>
Amount Charged to 2015 Operations		<u>\$ 5,522,310.00</u>

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

2015 Levy:		
County Tax	\$ 4,587,364.86	
County Library Tax	427,397.74	
County Open Space Tax	<u>539,013.85</u>	
		\$ 5,553,776.45
Decreased by:		
Disbursements		<u>\$ 5,553,776.45</u>

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

Balance December 31, 2014		\$ 7,998.23
Increased by:		
County Share of 2015 Levy:		
2012 Rollback Assessments	\$ 1,426.85	
2013 Rollback Assessments	1,421.32	
2014 Rollback Assessments	1,749.79	
2014 Added Assessments	26.68	
2014 Added / Omitted Assessments	11.98	
2015 Added Assessments	<u>1,378.47</u>	
		<u>6,015.09</u>
		14,013.32
Decreased by:		
Disbursements		<u>7,998.23</u>
Balance December 31, 2015		<u>\$ 6,015.09</u>

TOWNSHIP OF LUMBERTON
CURRENT FUND
Statement of Due to State of New Jersey - Marriage License Fees
For the Year Ended December 31, 2015

Balance December 31, 2014	\$ 870.00
Increased by:	
Receipts	830.00
	1,700.00
Decreased by:	
Disbursements	1,550.00
Balance December 31, 2015	\$ 150.00
 <u>Analysis of Balance, December 31, 2015</u>	
October 2015 through December 2015	\$ 150.00

Exhibit SA-19

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

Balance December 31, 2014	\$ 2,305.00
Increased by:	
Receipts	25,427.00
	27,732.00
Decreased by:	
Disbursements	19,151.00
Balance December 31, 2015	\$ 8,581.00
 <u>Analysis of Balance, December 31, 2015</u>	
October 2015 through December 2015	\$ 8,581.00

TOWNSHIP OF LUMBERTON
FEDERAL AND STATE GRANT FUND
Statement of Reserve for Federal, State, and Other Grants - Unappropriated
For the Year Ended December 31, 2015

	<u>Balance</u> <u>December 31, 2014</u>	<u>Federal, State,</u> <u>and Other Grants</u> <u>Receivable</u>	<u>Realized</u> <u>as Revenue</u> <u>in 2015</u>	<u>Balance</u> <u>December 31, 2015</u>
Federal Grants:				
U.S. Department of Justice:				
Bulletproof Vest Partnership Program:				
Bulletproof Vest Grant - FY 2015		\$ 911.97		\$ 911.97
U.S. Department of Transportation:				
National Priority Safety Programs:				
Passed-Through New Jersey Department of Law and Public Safety:				
Occupant Protection - 2014	\$ 5,000.00		\$ 5,000.00	
Occupant Protection - 2015		4,000.00	4,000.00	
U.S. Department of Homeland Security:				
Emergency Management Performance Grants:				
Passed-Through County of Burlington:				
Emergency Management Agency Assistance Subgrant Program - 2014		5,000.00	5,000.00	
Emergency Management Agency Assistance Subgrant Program - 2015		5,000.00		5,000.00
Total Federal Grants	<u>5,000.00</u>	<u>14,911.97</u>	<u>14,000.00</u>	<u>5,911.97</u>
State Grants:				
N.J. Department of Environmental Protection:				
Municipality Road Mileage:				
Clean Communities Program - FY 2015		26,310.20	26,310.20	
State Recycling:				
Recycling Tonnage Grant - 2012	12,973.17		12,973.17	
N.J. Department of Health and Senior Services:				
Alcohol, Education, Rehabilitation and Enforcement Trust Fund:				
Municipal Alcohol Education/Rehabilitation Program - 2015		589.33	589.33	
N.J. Department of the Attorney General, Law and Public Safety:				
Body Armor Replacement Program:				
Body Armor Replacement Program - 2014	1,933.97		1,933.97	
Body Armor Replacement Program - 2015		1,931.30		1,931.30
Total State Grants	<u>14,907.14</u>	<u>28,830.83</u>	<u>41,806.67</u>	<u>1,931.30</u>
Total Federal, State, and Other Grants	<u>\$ 19,907.14</u>	<u>\$ 43,742.80</u>	<u>\$ 55,806.67</u>	<u>\$ 7,843.27</u>

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

	Balance December 31, 2014	Transferred from 2015 Budget Appropriations	Paid or Charged	Encumbrances	Cancellations - Federal, State, and Other Grants Receivable	Balance December 31, 2015
	<u>Reserved</u>	<u>Encumbrances</u>	<u>Charged</u>	<u>Encumbrances</u>	<u>Receivable</u>	<u>December 31, 2015</u>
Federal Grants:						
U.S. Department of Transportation: Highway Planning and Construction: Pothole Program	\$ 2,180.00				\$	2,180.00
National Priority Safety Programs: Passed-Through New Jersey Department of Law and Public Safety: Occupant Protection - 2012	3,750.00		\$ 4,000.00			3,750.00
Occupant Protection - 2013	4,000.00					5,000.00
Occupant Protection - 2014		\$ 5,000.00				4,000.00
Occupant Protection - 2015		4,000.00				358.00
Recreational Trails Program: New Jersey DEP Recreation Trails Program	358.00					
U.S. Department of Homeland Security: FY 2011 Homeland Security Grant Emergency Management Performance Grants: Passed-Through County of Burlington: Emergency Management Agency Assistance Subgrant Program - 2011	0.04				\$ 0.04	
Emergency Management Agency Assistance Subgrant Program - 2012	1,766.59		3,385.59			3,894.59
Emergency Management Agency Assistance Subgrant Program - 2013	5,000.00		1,105.41			5,000.00
Emergency Management Agency Assistance Subgrant Program - 2014	5,000.00					5,000.00
Total Federal Grants	<u>22,054.63</u>	<u>1,619.00</u>	<u>8,491.00</u>	<u>-</u>	<u>0.04</u>	<u>29,182.59</u>
State Grants:						
N.J. Department of Community Affairs: Domestic Violence Grant	260.75					260.75
N.J. Department of Environmental Protection: Municipality Road Mileage: Clean Communities Program - FY 2014	21,289.51		8,166.92	\$ 3,625.62		9,496.97
Clean Communities Program - FY 2015						26,310.20
Green Communities Grant - 2013	5.00					5.00
State Recycling: Recycling Contest	1,000.00					1,000.00
Recycling Tonnage Grant - 2012	29,957.28					33,173.51
Recycling Tonnage Grant - 2013	12,876.85					12,876.85
Storm Water Regulation	1,644.90					1,644.90
N.J. Department of Health and Senior Services: Alcohol, Education, Rehabilitation and Enforcement Trust Fund: Municipal Alcohol Education/Rehabilitation Program - 2013	13,145.10					13,145.10
Municipal Alcohol Education/Rehabilitation Program - 2013	472.64					472.64
Municipal Alcohol Education/Rehabilitation Program - 2015		589.33				589.33

(Continued)

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

	<u>Balance</u>	<u>Transferred from</u>	<u>Paid or</u>	<u>Encumbrances</u>	<u>Cancellations -</u>
	<u>December 31, 2014</u>	<u>2015 Budget</u>	<u>Charged</u>	<u>Encumbrances</u>	<u>Federal, State,</u>
	<u>Reserved</u>	<u>Appropriations</u>	<u>Encumbrances</u>	<u>and Other</u>	<u>Grants</u>
				<u>Receivable</u>	<u>Balance</u>
					<u>December 31, 2015</u>
State Grants (Cont'd):					
N.J. Department of Law and Public Safety:					
Body Armor Replacement Program:					
Body Armor Replacement Program - 2013	\$ 504.05	\$ 504.05			
Body Armor Replacement Program - 2014		1,933.97	1,363.95		\$ 570.02
Drunk Driving Enforcement Fund:					
Drunk Driving Enforcement Fund - 2013	1,029.19		169.00		860.19
N.J. Department of Transportation:					
Highway Planning and Construction:					
Allspice Way and Savoy Way Improvements	196,000.00		178,938.21	\$ 16,762.45	\$ 299.34
N.J. Department of Treasury:					
Governor's Council on Alcoholism and Drug Abuse:					
Municipal Alliance on Alcoholism & Drug Abuse	485.41				485.41
Total State Grants	278,670.68	41,806.67	198,899.07	20,388.07	299.34
Other Grants:					
Burlington County Drug Enforcement Demand Reduction Grant	1,000.00				1,000.00
Burlington County Municipal Park Development Grant - 2011	140.19				140.19
Total Other Grants	1,140.19	-	-	-	1,140.19
Total Federal, State, and Other Grants	\$ 301,865.50	\$ 55,806.67	\$ 207,390.07	\$ 20,388.07	\$ 299.38
Disbursements			\$ 18,854.86		
Due Current Fund			9,597.00		
Due General Capital Fund			178,938.21		
			\$ 207,390.07		\$ 131,213.65

SUPPLEMENTAL EXHIBITS

TRUST FUNDS

TOWNSHIP OF LUMBERTON
TRUST FUNDS

Statement of Trust Cash - Treasurer
For the Year Ended December 31, 2015

	<u>Animal Control Fund</u>	<u>Municipal Open Space</u>	<u>Other</u>
Balance December 31, 2014	\$ 28,290.33	\$ 61,915.53	\$ 2,579,678.29
Increased by Receipts:			
Prepaid Licenses	\$ 70.00		
Dedicated Revenues		\$ 1,242.91	
Due from Burlington County -			
Open Space Installment Purchase Note Receivable		14,000.00	
Due Current Fund	49.57	255,637.97	\$ 188,772.73
Due Federal and State Grant Fund			
Due State of New Jersey - Registration Fees	1,242.60		4,584.32
Reserve for Animal Control Fund Expenditures	9,577.00		3,776,059.09
Reserve for Unemployment Compensation Insurance			1,063,725.83
Reserve for Payroll Deductions Payable			
Miscellaneous Trust Reserves			
	10,939.17	490,393.27	5,033,141.97
Decreased by Disbursements:			
Dedicated Expenditures			
Due Current Fund	10,543.50		
Due State of New Jersey - Registration Fees	1,243.80	235,152.17	235,129.86
Reserve for Animal Control Fund Expenditures	3,946.70		3,130.71
Reserve for Unemployment Compensation Insurance			3,850,793.26
Reserve for Payroll Deductions Payable			1,351,088.49
Miscellaneous Trust Reserves			
	15,734.00	235,152.17	5,440,142.32
Balance December 31, 2015	\$ 23,495.50	\$ 317,156.63	\$ 2,172,677.94

TOWNSHIP OF LUMBERTON
TRUST FUNDS -- MUNICIPAL OPEN SPACE
Statement of Due from Burlington County -
Open Space Installment Purchase Note Receivable
For the Year Ended December 31, 2015

Balance December 31, 2014	\$ 56,000.00
Decreased by:	
Receipts	<u>14,000.00</u>
Balance December 31, 2015	<u><u>\$ 42,000.00</u></u>

TOWNSHIP OF LUMBERTON
TRUST FUNDS -- MUNICIPAL OPEN SPACE
Statement of Due from Current Fund
For the Year Ended December 31, 2015

Balance December 31, 2014		\$ 143,219.76
Increased by:		
2015 Anticipated Dedicated Revenues:		
Amount to be Raised by Taxation	\$ 139,137.30	
Non Budget Revenues:		
Added and Omitted Levy	<u>156.08</u>	
		<u>139,293.38</u>
		282,513.14
Decreased by:		
Receipts	255,637.97	
Payments made by Current Fund:		
Dedicated Expenditures	<u>26,719.09</u>	
		<u>282,357.06</u>
Balance December 31, 2015		<u><u>\$ 156.08</u></u>

TOWNSHIP OF LUMBERTON
TRUST FUNDS -- ANIMAL CONTROL
Statement of Prepaid Licenses
For the Year Ended December 31, 2015

Balance December 31, 2014	\$	70.00
Increased by:		
Receipts		70.00
		140.00
Decreased by:		
Transfer to Reserve for Animal Control Fund Expenditures		70.00
Balance December 31, 2015	\$	70.00

TOWNSHIP OF LUMBERTON
TRUST FUNDS -- ANIMAL CONTROL
Statement of Due to State of New Jersey - Registration Fees
For the Year Ended December 31, 2015

Balance December 31, 2014	\$ 9.60
Increased by:	
Receipts	1,242.60
	1,252.20
Decreased by:	
Disbursements	1,243.80
Balance December 31, 2015	\$ 8.40
 <u>Analysis of Balance, December 31, 2015</u>	
October 2015	\$ 1.20
November 2015	3.60
December 2015	3.60
	\$ 8.40

TOWNSHIP OF LUMBERTON
TRUST FUNDS -- ANIMAL CONTROL
 Statement of Reserve for Animal Control Fund Expenditures
 For the Year Ended December 31, 2015

Balance December 31, 2014		\$ 17,716.80
Increased by:		
Receipts:		
Late Fees	\$ 1,200.00	
Dog License Fees	8,377.00	
	\$ 9,577.00	
Application of Prepaid Licenses	70.00	
		9,647.00
		27,363.80
Decreased by:		
Disbursements	3,946.70	
Due Current Fund:		
Statutory Excess	5,934.50	
		9,881.20
Balance December 31, 2015		\$ 17,482.60

Dog License Fees Collected

<u>Year</u>	<u>Amount</u>
2013	\$ 10,232.40
2014	7,250.20
	\$ 17,482.60

TOWNSHIP OF LUMBERTON
TRUST FUNDS -- ANIMAL CONTROL
Statement of Due to Current Fund
For the Year Ended December 31, 2015

Balance December 31, 2014		\$ 10,493.93
Increased by:		
Receipts:		
Interest Earned on Deposits	\$ 49.57	
Statutory Excess	<u>5,934.50</u>	
		<u>5,984.07</u>
		16,478.00
Decreased by:		
Disbursements		<u>10,543.50</u>
Balance December 31, 2015		<u><u>\$ 5,934.50</u></u>

TOWNSHIP OF LUMBERTON
TRUST FUNDS -- OTHER
Statement of Prepaid Payroll
For the Year Ended December 31, 2015

Balance December 31, 2014	\$ 54,799.19
Decreased by:	
Reserve for Payroll Deductions Payable	<u>\$ 54,799.19</u>

TOWNSHIP OF LUMBERTON
TRUST FUNDS -- OTHER
 Statement of Due from / (to) Current Fund
 For the Year Ended December 31, 2015

	Developers' Escrow Fund	Fire Safety	Outside Employment	Payroll	Public Defender	Recreation Trust	Tax Title Liens	Trust Other	Unemployment Insurance	Totals
Balance December 31, 2014	\$ (122.30)	\$ (1.77)	\$ (38,711.87)	\$ (174,830.29)	\$ 4,999.15	\$ (3.75)	\$ (3,789.99)	\$ 95,535.80	\$ 44,991.65	\$ (71,933.37)
Increased by:										
2015 Budget Appropriation:										
Accumulated Absences					10,000.00			1,000.00		1,000.00
Public Defender - Other Expenses								1,000.00		10,000.00
Snow Removal								31,424.80		31,424.80
Disbursements:										
2015 Budget Appropriation:										
Assessment of Taxes - Other Expenses				2,030.57						2,030.57
Road Repairs and Maintenance - Salaries and Wages		9.27	198,395.17	223.80	11.91	45.08	3,859.63	30,304.13	34.89	30,304.13
Interfund Loans Returned				130,568.09				215.41		202,795.16
Reserve for Payroll Deductions Payable	(122.30)	7.50	159,683.30	(42,007.83)	15,011.06	41.33	69.64	158,480.14	45,026.54	336,189.38
Decreased by:										
Payments made by Current Fund:										
Miscellaneous Trust Other Reserves			178,262.50							178,262.50
2015 Anticipated Revenue:										
Off Duty Police Administration			20,000.00							20,000.00
Receipts:										
2015 Anticipated Revenue:										
Interest Earned on Deposits	1,073.29	7.50	132.67	189.69	11.91	41.33	69.64	215.41	34.89	1,776.33
Non Budget Revenues:										
Other	45.00									45.00
Interfund Loans Received				14,999.15				126,960.60	44,991.65	186,951.40
Balance December 31, 2015	\$ 1,118.29	\$ 7.50	\$ 198,395.17	\$ 189.69	\$ 15,011.06	\$ 41.33	\$ 69.64	\$ 127,176.01	\$ 45,026.54	\$ 387,035.23
	\$ (1,240.59)	\$ -	\$ (38,711.87)	\$ (42,197.52)	\$ -	\$ -	\$ -	\$ 31,304.13	\$ -	\$ (50,845.85)
Reserve for:										
Accumulated Absences								\$ 1,000.00		
Snow Removal Trust								30,304.13		
								\$ 31,304.13		

TOWNSHIP OF LUMBERTON
TRUST FUNDS -- OTHER
Statement of Reserve for Unemployment Compensation Insurance
For the Year Ended December 31, 2015

Balance December 31, 2014	\$ 70,168.96
Increased by:	
Receipts:	
Contributions	<u>4,584.32</u>
	74,753.28
Decreased by:	
Disbursements:	
Claims Paid	<u>3,130.71</u>
Balance December 31, 2015	<u><u>\$ 71,622.57</u></u>

TOWNSHIP OF LUMBERTON
TRUST FUNDS -- OTHER
Statement of Reserve for Payroll Deductions Payable
For the Year Ended December 31, 2015

Balance December 31, 2014		\$	2,114.05
Increased by:			
Receipts	\$ 3,776,059.09		
Due Current Fund:			
2015 Budget Appropriation	<u>130,568.09</u>		
			<u>3,906,627.18</u>
			3,908,741.23
Decreased by:			
Disbursements	3,850,793.26		
Prepaid Payroll	<u>54,799.19</u>		
			<u>3,905,592.45</u>
Balance December 31, 2015		\$	<u><u>3,148.78</u></u>

TOWNSHIP OF LUMBERTON
TRUST FUNDS -- OTHER
 Statement of Miscellaneous Trust Other Reserves
 For the Year Ended December 31, 2015

	Balance December 31, 2014	Receipts	Due from Current Fund	Disbursements	Due to Current Fund	Balance December 31, 2015
	<u>Increased by</u>			<u>Decreased by</u>		
Reserve for:						
Accumulated Absences			\$ 1,000.00			\$ 1,000.00
Affordable Housing Trust Development Fees	\$ 766,617.84	\$ 6,398.79		\$ 9,670.55		\$ 763,346.08
Developers' Escrow Fund	1,279,457.30	184,789.72		663,542.39		800,704.63
Community Policing Donations	4,156.83	7,250.99		8,587.67		2,820.15
Disposal of Forfeited Property	11,992.94	1,997.09		3,181.96		10,808.07
K9 Donation Fund	5,800.11	5,629.90		7,431.72		3,998.29
Municipal Public Defender	5,992.50	8,883.50	10,000.00	17,800.00		7,076.00
National Night Out	381.00	17,927.01		17,542.53		765.48
Outside Employment of Off-Duty Municipal Police Officer	30,242.70	239,365.91			\$ 198,262.50	\$ 71,346.11
Parking Offense Adjudication Act (POAA)	1,519.20	107.36				1,626.56
Recreation Trust Fund	20,552.99	22,330.00		350.00		42,532.99
Sanitary Landfill	105,924.02	158.99				106,083.01
Snow Removal Trust Fund			31,424.80	21,282.59		10,142.21
Street Opening Donations	450.00					450.00
Tax Sale Premiums	225,200.00	258,800.00		312,900.00		171,100.00
Tax Title Liens	26,281.43	310,086.57		287,435.54		48,932.46
Township Beautification Fund Donations	172.45			134.78		37.67
Uniform Fire Safety Act Penalty Monies	5,519.79			1,228.76		4,291.03
	<u>\$ 2,490,261.10</u>	<u>\$ 1,063,725.83</u>	<u>\$ 42,424.80</u>	<u>\$ 1,351,088.49</u>	<u>\$ 198,262.50</u>	<u>\$ 2,047,060.74</u>
Due Current Fund:						
Payments made by Current Fund					\$ 178,262.50	
2015 Anticipated Revenue					20,000.00	
2015 Budget Appropriations			<u>\$ 42,424.80</u>			
			<u>\$ 42,424.80</u>		<u>\$ 198,262.50</u>	

SUPPLEMENTAL EXHIBITS
GENERAL CAPITAL FUND

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

Balance December 31, 2014		\$ 439,761.32
Increased by Receipts:		
Federal, State, and Other Grants Receivable	\$ 65,000.00	
Due Current Fund:	857,469.89	
Bond Anticipation Notes	<u>2,235,786.00</u>	
		<u>3,158,255.89</u>
		3,598,017.21
Decreased by Disbursements:		
Due Current Fund	718,909.90	
Due Federal and State Grant Fund	123,673.55	
Improvement Authorizations	<u>1,180,391.41</u>	
		<u>2,022,974.86</u>
Balance December 31, 2015		<u><u>\$ 1,575,042.35</u></u>

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

Balance December 31, 2014		\$ 4,659,597.25
Decreased by:		
2015 Budget Appropriations to Pay:		
General Serial Bonds	\$ 925,000.00	
New Jersey Environmental Infrastructure Loans Payable	<u>114,528.32</u>	
		<u>1,039,528.32</u>
Balance December 31, 2015		<u><u>\$ 3,620,068.93</u></u>

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

	Increased by			Analysis of Balance, December 31, 2015			
Ordinance Number	Balance December 31, 2014	2015 Authorizations	Cancellation of Federal, State, and Other Grants Receivable	Decreased by Authorizations Canceled	Balance December 31, 2015	Financed by Bond Anticipation Notes	Unexpended Improvement Authorizations
General Improvements:							
2013-08-007; 2015-07-010	\$ 1,400.00		\$ 27,476.13	\$ 28,876.13			
2013-10-009	71,250.00				\$ 71,250.00	\$ 71,250.00	
2014-04-002; 2015-06-008	838,536.00			838,536.00			
2015-03-004		\$ 1,178,000.00			1,178,000.00	1,178,000.00	
2015-04-006		332,500.00			332,500.00	157,500.00	\$ 175,000.00
2015-04-007; 2015-06-008		829,036.00			829,036.00	829,036.00	
	<u>\$ 911,186.00</u>	<u>\$ 2,339,536.00</u>	<u>\$ 27,476.13</u>	<u>\$ 867,412.13</u>	<u>\$ 2,410,786.00</u>	<u>\$ 2,235,786.00</u>	<u>\$ 175,000.00</u>
Improvement Authorizations Unfunded							
Less: Unexpended Proceeds of Bond Anticipation Notes Issued - Ordinances:							
2013-10-009						\$ 27,678.41	
2015-03-004						455,402.02	
2015-04-006						98,382.16	
2015-04-007; 2015-06-008						318,092.86	
						<u>899,555.45</u>	
							<u>\$ 175,000.00</u>

TOWNSHIP OF LUMBERTON
GENERAL CAPITAL FUND
 Statement of Federal, State, and Other Grants Receivable
 For the Year Ended December 31, 2015

Balance December 31, 2014		\$ 381,710.00
Increased by:		
Awarded in 2015		175,000.00
		556,710.00
Decreased by:		
Receipts	\$ 65,000.00	
Due Federal and State Grant Fund:		
Collection made by Federal and State Grant Fund	114,233.87	
Cancellations:		
2012 Burlington County Municipal Park Development Program Grant:		
Ordinances 2013-08-007; 2015-07-010	27,476.13	
		206,710.00
Balance December 31, 2015		\$ 350,000.00

Analysis of Balance, December 31, 2015

<u>Description</u>	<u>Ordinance</u>	<u>Amount</u>
2013 Burlington County Municipal Park Development Program Grant	2013-10-009	\$ 175,000.00
Burlington County Open Space Grant	2015-04-006	175,000.00
		\$ 350,000.00

TOWNSHIP OF LUMBERTON
GENERAL CAPITAL FUND
Statement of Due from Current Fund
For the Year Ended December 31, 2015

Balance December 31, 2014		\$	142,064.47
Increased by:			
2015 Budget Appropriations:			
Capital Improvement Fund	\$ 214,000.00		
Disbursements:			
Interfund Loans Returned	<u>718,909.90</u>		
			<u>932,909.90</u>
			1,074,974.37
Decreased by:			
Receipts:			
Interest on Investments and Deposits	\$ 1,405.42		
Interfund Loans Received	<u>856,064.47</u>		
			857,469.89
2015 Anticipated Budget Revenue:			
General Capital Surplus	<u>217,504.48</u>		
			<u>\$ 1,074,974.37</u>

Exhibit SC-7

GENERAL CAPITAL FUND
Statement of Due from Federal and State Grant Fund
For the Year Ended December 31, 2015

Balance December 31, 2014		\$	13,800.27
Increased by:			
Disbursements:			
Payments made by General Capital Fund	\$ 123,673.55		
Collections made by Federal and State Grant Fund	114,233.87		
Reimbursements of Prior Year Expenditures:			
Improvement Authorizations	<u>55,264.66</u>		
			<u>293,172.08</u>
Balance December 31, 2015			<u>\$ 306,972.35</u>

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

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Date of Issue of Original Note</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	<u>Increased - Receipts</u>	<u>Balance December 31, 2015</u>
2015-03-004	Various Capital Improvements	05/14/15	05/14/15	05/13/16	0.71%	\$ 1,178,000.00	\$ 1,178,000.00
2013-10-009	Improvement to Village Green Park (Phase II)	09/22/15	09/22/15	05/13/16	0.89%	71,250.00	71,250.00
2015-04-006	Improvements to Township Public Boat Ramp	09/22/15	09/22/15	05/13/16	0.89%	157,500.00	157,500.00
2015-04-007; 2015-06-008	Various Capital Improvements	09/22/15	09/22/15	05/13/16	0.89%	829,036.00	829,036.00
						<u>\$ 2,235,786.00</u>	<u>\$ 2,235,786.00</u>

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

<u>Purpose</u>	<u>Date of Issue</u>	<u>Original Issue</u>	<u>Maturities of Bonds</u> <u>Outstanding December 31, 2015</u>	<u>Interest Rate</u>	<u>Balance</u> <u>December 31, 2014</u>	<u>Paid by</u> <u>Appropriation</u>	<u>Balance</u> <u>December 31, 2015</u>
Refunding Bonds, Series 2003	02/01/03	\$ 3,155,000.00	02/01/16	4.20%	\$ 465,000.00	\$ 240,000.00	\$ 225,000.00
Burlington County Bridge Commission, Series 2005	12/22/05	3,889,000.00	12/15/16	4.00%	834,000.00	407,000.00	427,000.00
Burlington County Bridge Commission, Series 2009	08/15/09	1,129,000.00	08/15/16 08/15/17 08/15/18	5.00% 5.00% 4.00%	135,000.00 142,000.00 149,000.00	128,000.00	426,000.00
General Obligation Bonds, Series 2013	11/18/13	2,138,000.00	11/15/16 11/15/17 11/15/18 11/15/19 11/15/20 11/15/21 11/15/22 11/15/23 11/15/24 11/15/25	2.00% 2.00% 2.00% 2.00% 2.00% 2.00% 2.25% 3.00% 3.00% 3.00%	165,000.00 175,000.00 180,000.00 185,000.00 190,000.00 195,000.00 200,000.00 200,000.00 200,000.00 198,000.00	150,000.00	1,888,000.00
					<u>2,038,000.00</u>	<u>150,000.00</u>	<u>1,888,000.00</u>
					<u>\$ 3,891,000.00</u>	<u>\$ 925,000.00</u>	<u>\$ 2,966,000.00</u>

TOWNSHIP OF LUMBERTON
GENERAL CAPITAL FUND
 Statement of New Jersey Environmental Infrastructure Loans Payable
 For the Year Ended December 31, 2015

<u>Description</u>	<u>Date of Issue</u>	<u>Original Issue</u>	<u>Maturities of Loans Outstanding December 31, 2015</u>	<u>Interest Rate</u>	<u>Balance December 31, 2014</u>	<u>Paid by Appropriation</u>	<u>Balance December 31, 2015</u>
Fund Loan	11/01/01	\$ 958,432.00	\$ 6,843.39				
			48,981.49				
			5,789.93				
			47,928.04				
			4,736.48				
			50,115.98				
			3,601.99				
			52,222.88				
			2,386.47				
			1,462.28	none	\$ 278,597.25	\$ 54,528.32	\$ 224,068.93
Trust Loan	11/01/01	1,010,000.00	65,000.00	5.00%			
			65,000.00	5.00%			
			70,000.00	5.00%			
			75,000.00	5.00%			
			75,000.00	4.75%			
			80,000.00	4.75%	490,000.00	60,000.00	430,000.00
					\$ 768,597.25	\$ 114,528.32	\$ 654,068.93

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

Ordinance Number	Edmunds Account Number	Improvement Description	Date	Ordinance Amount	Balance December 31, 2014	
					Funded	Unfunded
General Improvements:						
2012-12-015	C-04-55-999-026	Providing for a Flood Mitigation Project including the Acquisition of Interests in and Improvements to Real Property	12/18/12	\$ 680,000.00	\$ 654,878.11	
2013-03-003	C-04-55-999-028	Various Capital Improvements	04/06/13	842,500.00	89,200.00	
2013-08-007; 2015-07-010	C-04-55-999-031; C-04-55-999-032	Various Capital Improvements	09/17/13; 09/22/15	372,720.00	45,742.31	\$ 1,400.00
2013-10-009	C-04-55-999-036	Improvement to Village Green Park (Phase II)	11/14/13	250,000.00	175,736.00	71,250.00
2014-04-002; 2015-06-008		Various Capital Improvements	06/17/14; 07/28/15	882,670.00		151,565.06
2015-03-004	C-04-55-999-047	Various Capital Improvements	03/24/15	1,240,000.00		
2015-04-006	C-04-55-999-057	Improvements to Township Public Boat Ramp	04/28/15	350,000.00		
2015-04-007; 2015-06-008	C-04-55-999-059	Various Capital Improvements	05/26/15; 07/28/15	872,670.00		
2015-07-010	C-04-55-999-069	Various Capital Improvements	09/22/15	38,900.00		
					\$ 965,556.42	\$ 224,215.06

Deferred Charges to Future Taxation - Unfunded:
 Ordinance 2013-08-007; 2015-07-010
 Ordinance 2014-04-002; 2015-06-008

Capital Surplus

2015 Authorizations										
Capital Improvement Fund	Capital Surplus	Deferred Charges to Future Taxation - Unfunded	Transferred from Contracts Payable	Reimbursements - Due Federal and State Grant Fund	Transfers	Paid or Charged	Transferred to Contracts Payable	Cancellations	Balance December 31, 2015	
									Funded	Unfunded
			\$ 787.50			\$ 48,619.54	\$ 183.16		\$ 606,862.91	
						17,912.46	47,510.76		23,776.78	
			12,277.92			4,068.91	1,806.54	\$ 53,544.78		
						140,418.96	78,888.63			\$ 27,678.41
			419,914.68	\$ 55,264.66	\$ 255,925.60			882,670.00		
\$ 62,000.00		\$ 1,178,000.00				609,511.15	175,086.83			455,402.02
17,500.00		332,500.00				46,441.00	30,176.84			273,382.16
43,634.00		829,036.00			(255,925.60)	284,326.89	14,324.65			318,092.86
	\$ 38,900.00					29,092.50	1,400.00		8,407.50	
<u>\$ 123,134.00</u>	<u>\$ 38,900.00</u>	<u>\$ 2,339,536.00</u>	<u>\$ 432,980.10</u>	<u>\$ 55,264.66</u>	<u>-</u>	<u>\$ 1,180,391.41</u>	<u>\$ 349,377.41</u>	<u>\$ 936,214.78</u>	<u>\$ 639,047.19</u>	<u>\$ 1,074,555.45</u>
							\$ 28,876.13			
							<u>838,536.00</u>			
								\$ 867,412.13		
								<u>68,802.65</u>		
								<u>\$ 936,214.78</u>		

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

Balance December 31, 2014	\$ 432,980.10
Increased by:	
Transferred from Improvement Authorizations	349,377.41
	782,357.51
Decreased by:	
Transferred to Improvement Authorizations	432,980.10
Balance December 31, 2015	\$ 349,377.41

Schedule of Contracts Payable, December 31, 2015

<u>Ordinance Number</u>	<u>Name</u>	<u>Amount</u>
2012-12-015	Susan Mazzitelli	\$ 183.16
2013-03-003	Zone Stripping, Inc. Morphotrak, Inc.	\$ 24,198.73 <u>23,312.03</u>
		47,510.76
2013-08-007; 2015-07-010	Pennoni Associates, Inc.	1,806.54
2013-10-009	Pennoni Associates, Inc. Thor Construction Group, LLC	12,158.83 <u>66,729.80</u>
		78,888.63
2015-03-004	Chas S. Winner Team Force Inc. WatchGuard Video Tactical Public Safety, LLC Dell, Inc. Pennoni Associates, Inc. T&M Associates Environmental Resolutions, Inc. Construction Group, LLC Strunk-Albert Engineering Thor Construction Group, LLC RVT Construction, Inc.	34,267.00 10,020.15 6,379.50 473.39 950.00 52,056.59 755.30 770.00 39,998.70 199.90 816.30 <u>28,400.00</u>
		175,086.83
2015-04-006	Pennoni Associates, Inc.	30,176.84
2015-04-007; 2015-06-008	Pennoni Associates, Inc. Morphotrak, Inc. Primepoint Time & Labor Management	695.65 10,000.00 <u>3,629.00</u>
		14,324.65
2015-07-010	Strunk-Albert Engineering	<u>1,400.00</u>
		\$ 349,377.41

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

Balance December 31, 2014	\$ 48,266.00
Increased by:	
Due Current Fund:	
2015 Budget Appropriation	<u>214,000.00</u>
	262,266.00
Decreased by:	
Appropriation to Finance Improvement Authorizations	<u>123,134.00</u>
Balance December 31, 2015	<u><u>\$ 139,132.00</u></u>

TOWNSHIP OF LUMBERTON
GENERAL CAPITAL FUND

Statement of Bonds and Notes Authorized but not Issued
 For the Year Ended December 31, 2015

Ordinance Number	Improvement Description	Balance December 31, 2014	Increased by			Bond Anticipation Notes Issued	Balance December 31, 2015
			2015 Authorizations	Cancellation of Federal, State, and Other Grants Receivable	Decreased by Authorizations Canceled		
General Improvements:							
2013-08-007;							
2015-07-010	Various Capital Improvements	\$ 1,400.00		\$ 27,476.13	\$ 28,876.13		
2013-10-009	Improvement to Village Green Park (Phase II)	71,250.00				\$ 71,250.00	
2014-04-002;							
2015-06-008	Various Capital Improvements	838,536.00			838,536.00		
2015-03-004	Various Capital Improvements		\$ 1,178,000.00			1,178,000.00	
2015-04-006	Improvements to Township Public Boat Ramp		332,500.00			157,500.00	\$ 175,000.00
2015-04-007;							
2015-06-008	Various Capital Improvements		829,036.00			829,036.00	
		\$ 911,186.00	\$ 2,339,536.00	\$ 27,476.13	\$ 867,412.13	\$ 2,235,786.00	\$ 175,000.00

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

TOWNSHIP OF LUMBERTON
Schedule of Findings and Recommendations
For the Year Ended December 31, 2015

Schedule of Financial Statement Findings

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

None.

TOWNSHIP OF LUMBERTON
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*.

None.

TOWNSHIP OF LUMBERTON
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</u>	<u>Name of Surety</u>
Lewis Jackson	Mayor	\$ 1,000,000.00	(B)
Sean Earlen	Deputy Mayor	1,000,000.00	(B)
Michael Mansdoerfer	Committeeman	1,000,000.00	(B)
Mike Dinneen	Committeeman	1,000,000.00	(B)
James Conway, Jr.	Committeeman	1,000,000.00	(B)
Brandon Umba	Township Administrator: 05/04/15 - 12/31/15	1,000,000.00	(B)
Stephanie Yurko	Township Clerk / Vital Statistics Registrar / Health Board Secretary	1,000,000.00	(B)
Christie Ehret	Chief Financial Officer: 01/01/15 - 08/27/15	1,000,000.00	(B)
Robin Sarlo	Chief Financial Officer: 07/28/15 - 12/31/15	1,000,000.00	(B)
Sharon Deviney	Tax Collector: 01/01/15 - 12/31/15	1,000,000.00	(B)
Karen Caplan	Magistrate: 01/01/15 - 02/25/15	1,000,000.00	(B)
Peter Lange	Magistrate: 02/24/15 - 12/31/15	1,000,000.00	(B)
Joanne Snow	Court Administrator	100,000.00	(A)
Lorraine Lingle	Deputy Court Administrator	1,000,000.00	(B)
Bradley Regn	Construction Official	1,000,000.00	(B)
Patty Sporer	Tax Assessor	1,000,000.00	(B)
George Morris, Esq.	Solicitor		

(A) Statutory Position Bond Coverage - The Hartford Insurance Company.

(B) Public Employee Dishonesty Coverage - Burlington County Municipal Joint Insurance Fund.

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APPRECIATION

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

Respectfully submitted,

BOWMAN & COMPANY LLP

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Certified Public Accountants
& Consultants

L. Jarred Corn

L. Jarred Corn
Certified Public Accountant
Registered Municipal Accountant