

**TOWNSHIP OF PENNSAUKEN
COUNTY OF CAMDEN
REPORT OF AUDIT
FOR THE YEAR ENDED DECEMBER 31, 2021**



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TOWNSHIP OF PENNSAUKEN
PART I
REPORT OF AUDIT OF FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021

INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and
Members of the Township Committee
Township of Pennsauken
Pennsauken, New Jersey 08110

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying statements of assets, liabilities, reserves and fund balance - regulatory basis of the various funds of the Township of Pennsauken, in the County of Camden, State of New Jersey, as of December 31, 2021 and 2020, 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, 2021, and the related notes to the financial statements, which collectively comprise the Township's basic financial statements as listed in the table of contents.

Unmodified Opinions on Regulatory Basis of Accounting

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the assets, liabilities, reserves and fund balance - regulatory basis of the various funds of the Township of Pennsauken, in the County of Camden, State of New Jersey, as of December 31, 2021 and 2020, 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, 2021, 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.

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* section of our report, the accompanying financial statements referred to above do not present fairly the financial position of the Township of Pennsauken, in the County of Camden, State of New Jersey, as of December 31, 2021 and 2020, or the results of its operations and changes in fund balance for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions on Regulatory Basis of Accounting

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, 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. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are required to be independent of the Township and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit 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 and pervasive.

Responsibilities of Management 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. Management is also responsible for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Township's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with auditing standards generally accepted in the United States of America and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with auditing standards generally accepted in the United States of America and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Township's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

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

The accompanying supplemental statements and schedules presented for the various funds and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The 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 accompanying supplemental statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated August 30, 2022 on our consideration of the Township of Pennsauken's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Township of Pennsauken's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Township of Pennsauken's internal control over financial reporting and compliance.

Respectfully submitted,



BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants



Scott P. Barron
Certified Public Accountant
Registered Municipal Accountant

Voorhees, New Jersey
August 30, 2022

**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 Pennsauken
Pennsauken, New Jersey 08110

We have audited, in accordance with the auditing standards generally accepted in the United States of America, the standards applicable to financial statement 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 Pennsauken, in the County of Camden, State of New Jersey, as of and for the year ended December 31, 2021, and the related notes to the financial statements, which collectively comprise the Township's basic financial statements, and have issued our report thereon dated August 30, 2022. That report indicated that the Township of Pennsauken'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.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Township's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Township's internal control. Accordingly, we do not express an opinion on the effectiveness of the Township'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 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 or significant deficiencies may exist that have not been identified.

Report on Compliance and Other Matters

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

Purpose of this Report

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

Respectfully submitted,



BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants



Scott P. Barron
Certified Public Accountant
Registered Municipal Accountant

Voorhees, New Jersey
August 30, 2022

TOWNSHIP OF PENNSAUKEN
CURRENT FUND
 Statements of Assets, Liabilities, Reserves and Fund Balance -- Regulatory Basis
 As of December 31, 2021 and 2020

ASSETS:	Ref.	2021	2020
Regular Fund:			
Cash -- Treasurer	SA-1	\$ 9,592,565.70	\$ 10,191,886.84
Cash -- Collector	SA-2	1,305,591.54	2,767,133.42
Cash -- Change Funds	SA-3	1,725.00	1,725.00
Due from State of New Jersey -- Veterans' and Senior Citizens' Deductions	SA-14	1,102.74	3,102.74
		<u>10,900,984.98</u>	<u>12,963,848.00</u>
Full Reserves:			
Delinquent Property Taxes Receivable	SA-5	1,712,157.83	1,644,184.05
Tax Title Liens Receivable	SA-6	832,055.00	854,740.26
Municipal Assessments Receivable	SA-7	68,657.88	68,657.88
Payments in Lieu of Taxes Receivable	SA-8	15,049.95	1,579.68
Protested Checks Receivable	SA-9	837.18	553.00
Revenue Accounts Receivable	SA-10	32,774.87	25,636.82
Property Acquired for Taxes (at Assessed Valuation)	SA-11	7,213,200.00	7,213,200.00
Due from Federal and State Grant Fund	SA-29		43,622.65
Due from Animal Control Fund	SB-2	4,298.76	
Due from General Capital Fund	SC-5	597.17	
		<u>9,879,628.64</u>	<u>9,852,174.34</u>
Total Regular Fund		<u>20,780,613.62</u>	<u>22,816,022.34</u>
Federal and State Grant Fund:			
Cash -- Treasurer	SA-1	954,546.23	
Federal, State and Local Grants Receivable	SA-28	770,901.93	548,903.96
Due from General Capital Fund	C	0.01	0.01
Total Federal and State Grant Fund		<u>1,725,448.17</u>	<u>548,903.97</u>
Total Assets		<u>\$ 22,506,061.79</u>	<u>\$ 23,364,926.31</u>

(Continued)

TOWNSHIP OF PENNSAUKEN
CURRENT FUND
 Statements of Assets, Liabilities, Reserves and Fund Balance -- Regulatory Basis
 As of December 31, 2021 and 2020

LIABILITIES, RESERVES AND FUND BALANCE:	<u>Ref.</u>	<u>2021</u>	<u>2020</u>
Regular Fund:			
Liabilities:			
Due Pennsauken Garbage District	SA-12	\$ 118,021.04	\$ 127,635.81
Accounts Payable	SA-17	1,318.03	
Due to Township of Pennsauken Library	SA-13	3,640.00	3,640.00
Prepaid Payments in Lieu of Taxes	SA-15		307,221.40
Reserve for Encumbrances	SA-16	355,374.86	197,106.95
Appropriation Reserves	A-3, SA-17	341,934.39	143,330.12
Prepaid Taxes	SA-18	988,643.78	1,093,413.62
Tax Overpayments	SA-19	68,333.93	13,362.92
Due to State of New Jersey:			
Training Fees -- Surcharge	SA-20	23,534.10	29,277.10
Marriage and Domestic Partner Licenses	SA-21	4,403.00	3,300.00
Due to County for Added and Omitted Taxes	SA-23	44,915.67	49,848.79
Local School Taxes Payable	SA-24	3,582,285.83	3,424,180.00
Reserve for Election Expenses	SA-1	1,650.00	
Due to Camden County Municipal Utility Authority	SA-26	206,540.12	70,981.55
Reserve for Revaluation Program	SA-27	7,008.05	10,908.05
Due to Animal Control Fund	SB-2		166.82
Due to Trust - Other Fund	SB-8	356,940.71	189,931.20
Due to General Capital Fund	SC-5		1,064,693.27
Due to Golf Course Utility Operating Fund	SD-5		29,975.48
Due to Golf Course Utility Capital Fund	SA-1		2,375.00
		<u>6,104,543.51</u>	<u>6,761,348.08</u>
Reserves for Receivables and Other Assets		9,879,628.64	9,852,174.34
Fund Balance	A-1	<u>4,796,441.47</u>	<u>6,202,499.92</u>
Total Regular Fund		<u>20,780,613.62</u>	<u>22,816,022.34</u>
Federal and State Grant Fund:			
Liabilities:			
Due to Current Fund	SA-29		43,622.65
Reserve for Federal, State and Local Grants --			
Unappropriated	SA-30	1,005,904.56	10,000.00
Appropriated	SA-31	597,771.08	475,344.79
Reserve for Encumbrances	SA-31	<u>121,772.53</u>	<u>19,936.53</u>
Total Federal and State Grant Fund		<u>1,725,448.17</u>	<u>548,903.97</u>
Total Liabilities, Reserves and Fund Balance		<u>\$ 22,506,061.79</u>	<u>\$ 23,364,926.31</u>

The accompanying Notes to Financial Statements are an integral part of these statements.

TOWNSHIP OF PENNSAUKEN
CURRENT FUND

Statements of Operations and Changes in Fund Balance -- Regulatory Basis
For the Years Ended December 31, 2021 and 2020

	<u>2021</u>	<u>2020</u>
<u>Revenue and Other Income Realized</u>		
Surplus Utilized	\$ 2,500,000.00	\$ 2,810,000.00
Miscellaneous Revenues Anticipated	14,747,058.17	13,684,640.94
Receipts from Delinquent Taxes	1,774,924.05	2,265,685.03
Receipts from Current Taxes	91,777,028.66	86,216,401.87
Non-Budget Revenues	136,925.37	191,133.84
Other Credits to Income:		
Refund of Prior Year Expenditures:		
Receipts		12,466.50
Cancelled Federal, State and Local Grants Appropriated	154,500.00	28,391.96
Unexpended Balance of Appropriation Reserves	16,197.59	14,022.62
Liquidation of Reserves for:		
Due from Federal and State Grant Fund	43,622.65	
	<u>111,150,256.49</u>	<u>105,222,742.76</u>
<u>Expenditures</u>		
Budget and Emergency Appropriations:		
Operations Within "CAPS":		
Salaries and Wages	17,356,890.00	17,216,125.00
Other Expenses	12,374,965.00	11,419,075.00
Deferred Charges and Regulatory Expenditures Within "CAPS"	5,049,871.52	4,162,640.12
Operations Excluded from "CAPS":		
Salaries and Wages	750,332.94	90,393.85
Other Expenses	1,468,227.12	1,472,021.68
Capital Improvements Excluded from "CAPS"	190,000.00	200,000.00
Municipal Debt Service Excluded from "CAPS"	3,581,926.56	3,523,857.93
Prior Year Veterans' and Senior Citizens' Deductions Disallowed	25,452.32	35,643.60
County Taxes	20,693,971.70	19,569,044.50
Due County for Added and Omitted Taxes	44,915.67	49,848.79
Local School District Taxes	43,845,082.00	41,327,680.00
Garbage District Taxes	4,515,000.00	4,355,000.00
Cancellation of Federal, State and Local Grants Receivable	154,500.00	30,193.96
Refund of Prior Year Revenue:		
Disbursements		105,467.24

(Continued)

TOWNSHIP OF PENNSAUKEN
CURRENT FUND
 Statements of Operations and Changes in Fund Balance -- Regulatory Basis
 For the Years Ended December 31, 2021 and 2020

<u>Expenditures (Cont'd)</u>	<u>2021</u>	<u>2020</u>
Creation of Reserves for:		
Due from Federal and State Grant Fund		\$ 43,622.65
Due from Animal Control Fund	\$ 4,298.76	
Due from General Capital Fund	597.17	
Protested Checks Receivable	284.18	553.00
	<u>110,056,314.94</u>	<u>103,601,167.32</u>
 Total Expenditures		
	1,093,941.55	1,621,575.44
 <u>Fund Balance</u>		
Balance January 1	<u>6,202,499.92</u>	<u>7,390,924.48</u>
	7,296,441.47	9,012,499.92
Decreased by:		
Utilization as Anticipated Revenue	<u>2,500,000.00</u>	<u>2,810,000.00</u>
Balance December 31	<u>\$ 4,796,441.47</u>	<u>\$ 6,202,499.92</u>

The accompanying Notes to Financial Statements are an integral part of these statements.

TOWNSHIP OF PENNSAUKEN
CURRENT FUND
Statement of Revenues -- Regulatory Basis
For the Year Ended December 31, 2021

	<u>Anticipated</u>		<u>Realized</u>	<u>Excess or (Deficit)</u>
	<u>Budget</u>	<u>Special N.J.S. 40A:4-87</u>		
Surplus Anticipated	\$ 2,500,000.00		\$ 2,500,000.00	
Miscellaneous Revenues - Local Revenues:				
Licenses:				
Alcoholic Beverages	60,466.66		67,700.00	\$ 7,233.34
Other	24,433.00		16,449.00	(7,984.00)
Fees and Permits	1,606,219.18		1,572,345.40	(33,873.78)
Fines and Costs:				
Municipal Court	449,380.00		397,386.03	(51,993.97)
Interest and Costs on Taxes	573,865.00		435,342.28	(138,522.72)
Interest on Investments and Deposits	94,190.77		98,192.33	4,001.56
Swimming Pool Admissions	65,511.33		74,202.00	8,690.67
Cable Franchise Fees	187,460.25		187,460.25	
Miscellaneous Revenues - State Aid Without Offsetting Appropriations:				
Energy Receipts Tax (P.L. 1997, Chapter 162 & 167)	5,499,150.00		5,499,150.00	
Miscellaneous Revenues - Dedicated Uniform Construction Code Fees				
Offset with Appropriations:				
Uniform Construction Code Fees	1,130,000.00		1,146,597.60	16,597.60
Miscellaneous Revenues - Special Items of Revenue Anticipated with Prior				
Written Consent of Director of Local Government Services - Public and				
Private Revenues Offset with Appropriations:				
Community Development Block Grant		\$ 154,500.00	154,500.00	
Drunk Driving Enforcement Fund		19,748.76	19,748.76	
Drive Sober or Get Pulled Over		6,952.78	6,952.78	
Distracted Driving Statewide Crackdown Grant		8,919.40	8,919.40	
Emergency Management Assistance Program	10,000.00		10,000.00	
Body Armor Replacement Fund Grant		4,796.79	4,796.79	
Camden County Recreation Facilities Enhancement Grant	25,000.00	25,000.00	50,000.00	
USDOJ Body-Worn Camera Policy & Implementation Program Grant		222,142.00	222,142.00	
Pedestrian Safety, Education and Enforcement Fund Grant		7,171.58	7,171.58	
Coronavirus State and Local Fiscal Recovery Funds		875,621.53	875,621.53	
Click It or Ticket		2,362.74	2,362.74	
Miscellaneous Revenues - Special Items of General Revenue Anticipated				
with Prior Written Consent of Director of Local Government Services - Other				
Special Items:				
Emergency Medical Technician Billing Fees	1,100,000.00		1,048,749.30	(51,250.70)
Payments in Lieu of Taxes	1,144,600.00		1,644,904.22	500,304.22
Lease of Municipal Assets -- Landfill	250,000.00		250,000.00	
Golf Course Utility -- Payment in Lieu of Taxes	155,000.00		105,000.00	(50,000.00)
Uniform Fire Safety Act -- Life Hazard Use Fees	235,450.10		224,590.47	(10,859.63)
Pennsauken Sewerage Authority - Payment in Lieu of Taxes	150,000.00		150,000.00	
Merchantville - Pennsauken Water Commission Antenna Fee - Share	405,063.16		405,063.16	
General Capital Fund Balance	61,710.55		61,710.55	
Total Miscellaneous Revenues	<u>13,227,500.00</u>	<u>1,327,215.58</u>	<u>14,747,058.17</u>	<u>192,342.59</u> (Continued)

TOWNSHIP OF PENNSAUKEN
CURRENT FUND
 Statement of Revenues -- Regulatory Basis
 For the Year Ended December 31, 2021

	<u>Anticipated</u>		<u>Realized</u>	<u>Excess or (Deficit)</u>
	<u>Budget</u>	<u>Special N.J.S. 40A:4-87</u>		
Receipts from Delinquent Taxes	\$ 1,750,000.00	_____	\$ 1,774,924.05	\$ 24,924.05
Amount to be Raised by Taxes for Support of Municipal Budget:				
Local Tax for Municipal Purposes Including Reserve for Uncollected Taxes	23,478,955.52	_____	24,189,514.81	710,559.29
Minimum Library Tax	856,344.48	_____	856,344.48	_____
Total Amount to be Raised by Taxes for Support of Municipal Budget	24,335,300.00	_____	25,045,859.29	710,559.29
Budget Totals	41,812,800.00	\$ 1,327,215.58	44,067,841.51	927,825.93
Non-Budget Revenues	_____	_____	136,925.37	136,925.37
Total Revenues	<u>\$ 41,812,800.00</u>	<u>\$ 1,327,215.58</u>	<u>\$ 44,204,766.88</u>	<u>\$ 1,064,751.30</u>

(Continued)

TOWNSHIP OF PENNSAUKEN
CURRENT FUND
Statement of Revenues -- Regulatory Basis
For the Year Ended December 31, 2021

Analysis of Realized Revenues

Allocation of Current Tax Collections:

Revenue from Collections		\$ 91,777,028.66
Allocated to:		
School, County and Special District Taxes		<u>69,098,969.37</u>
Balance for Support of Municipal Budget Appropriations		22,678,059.29
Add: Appropriation "Reserve for Uncollected Taxes"		<u>2,367,800.00</u>
Amount for Support of Municipal Budget Appropriations		<u><u>\$ 25,045,859.29</u></u>

Receipts from Delinquent Taxes:

Delinquent Tax Collections		\$ 1,649,052.02
Tax Title Lien Collections		<u>125,872.03</u>
		<u><u>\$ 1,774,924.05</u></u>

Licenses -- Other:

Construction Code Official:		
Builder		\$ 6,900.00
Clerk:		
Board of Health	\$ 4,385.00	
Limousine	50.00	
Marriage	589.00	
Peddler / Solicitor	600.00	
Precious Metals	1,200.00	
Raffle	140.00	
Taxicab	450.00	
Used Car Lot	<u>2,135.00</u>	
		<u>9,549.00</u>
		<u><u>\$ 16,449.00</u></u>

Fees and Permits:

Construction Code Official:		
Building Permits		\$ 608,122.60
Certificates of Compliance -- Elevator		21,813.00
Certificates of Occupancy		19,075.00
Electrical Permits		242,937.00
Elevator Permits		13.00
Fire Sub code Permits		56,620.00
Plumbing Permits		179,762.00
Street Opening Permits		<u>18,255.00</u>
		<u><u>\$ 1,146,597.60</u></u>

(Continued)

TOWNSHIP OF PENNSAUKEN
CURRENT FUND
Statement of Revenues -- Regulatory Basis
For the Year Ended December 31, 2021

Analysis of Realized Revenues (Cont'd)

Fees and Permits -- Other:		
Construction Code Official:		
Housing Code Letters	\$ 64,150.00	
Rent Board Applications	385,395.00	
Smoke Detector Inspections	49,025.00	
Trash Dumpster Permit	<u>3,975.00</u>	
		\$ 502,545.00
Recreation		18,550.00
Clerk:		
Bid Specifications	730.00	
Coin Operated Device Permits	275.00	
Auction Sales	51,875.01	
Vital Statistics	<u>17,939.50</u>	
		70,819.51
Fire Department:		
Fire Inspection Fees		174,681.90
Police Department:		
Accident and Police Reports		7,013.50
Planning and Zoning:		
Planning Board Fees	5,600.00	
Zoning Board Fees	<u>29,937.60</u>	
		35,537.60
Abandoned and Vacant Property Initiative:		
Abandoned Property Registration		599,800.00
Treasurer:		
Cellular Telephone Lease Agreements	47,046.80	
Outdoor Sign Rental	52,329.82	
State Death Certificates	28,630.27	
State Hotel Fee	<u>35,391.00</u>	
		<u>163,397.89</u>
		<u>\$ 1,572,345.40</u>

(Continued)

TOWNSHIP OF PENNSAUKEN
CURRENT FUND
Statement of Revenues -- Regulatory Basis
For the Year Ended December 31, 2021

Analysis of Non-Budget Revenues

Miscellaneous Revenues not Anticipated:

Revenue Accounts Receivable:

Construction Code Official:

Penalties and Fines	\$ 27,646.20	
Photocopies	<u>413.00</u>	
		\$ 28,059.20

Clerk:

Photocopies		24.00
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Tax Office:

Advertising and Certification Costs	26,080.13	
Grasscutting/Property Maintenance Fees	37,126.00	
Interest on Payment in Lieu of Taxes	<u>3,216.10</u>	
		<u>66,422.23</u>

\$ 94,505.43

Treasurer:

Receipts:

Senior Citizen and Veteran Deductions - Administrative Fee	4,080.95	
Miscellaneous Refunds	<u>38,338.99</u>	

42,419.94

\$ 136,925.37

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

TOWNSHIP OF PENNSAUKEN
CURRENT FUND
Statement of Expenditures -- Regulatory Basis
For the Year Ended December 31, 2021

	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>			<u>Unexpended Balance Canceled</u>
			<u>Expended</u>	<u>Encumbered</u>	<u>Reserved</u>	
OPERATIONS -- WITHIN "CAPS"						
General Government:						
Mayor and Township Committee						
Salaries and Wages	\$ 84,235.00	\$ 84,235.00	\$ 81,196.29		\$ 3,038.71	
Other Expenses	3,500.00	9,500.00	9,396.88	\$ 43.40	59.72	
Administrative and Executive						
Salaries and Wages	544,210.00	547,210.00	545,895.19		1,314.81	
Other Expenses	5,800.00	5,800.00	3,845.29	840.61	1,114.10	
Municipal Clerk's Office						
Salaries and Wages	189,920.00	190,920.00	190,890.65		29.35	
Other Expenses	37,400.00	59,900.00	51,070.47	726.64	8,102.89	
Data Processing Center						
Other Expenses	93,600.00	119,600.00	83,837.42	34,592.18	1,170.40	
Purchasing Department						
Other Expenses	23,500.00	27,500.00	21,896.31	5,004.21	599.48	
Financial Administration						
Salaries and Wages	498,620.00	521,620.00	514,858.91		6,761.09	
Other Expenses	108,850.00	123,850.00	96,339.83	150.00	27,360.17	
Assessment of Taxes						
Salaries and Wages	117,925.00	114,925.00	113,892.08		1,032.92	
Other Expenses	6,900.00	6,900.00	6,528.62	111.45	259.93	
Collection of Taxes						
Salaries and Wages	225,990.00	225,990.00	225,807.66		182.34	
Other Expenses	39,600.00	39,600.00	37,643.02	445.00	1,511.98	
Audit Services						
Other Expenses	110,000.00	109,000.00	109,000.00			
Maintenance of Township Owned Property						
Other Expenses	11,000.00	1,000.00	314.00		686.00	
Legal Services and Costs						
Salaries and Wages	2,000.00	2,000.00	1,950.00		50.00	
Other Expenses	229,150.00	229,150.00	222,669.15		6,480.85	
Human Resources						
Salaries and Wages	169,090.00	169,090.00	168,987.35		102.65	
Other Expenses	5,000.00	1,000.00	520.00		480.00	
Municipal Prosecutor						
Salaries and Wages	65,720.00	65,720.00	65,719.68		0.32	

(Continued)

TOWNSHIP OF PENNSAUKEN
CURRENT FUND
Statement of Expenditures -- Regulatory Basis
For the Year Ended December 31, 2021

	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>			<u>Unexpended Balance Canceled</u>
			<u>Expended</u>	<u>Encumbered</u>	<u>Reserved</u>	
OPERATIONS -- WITHIN "CAPS" (CONT'D)						
General Government (Cont'd):						
Municipal Court						
Salaries and Wages	\$ 434,365.00	\$ 434,365.00	\$ 431,596.41		\$ 2,768.59	
Other Expenses	44,400.00	54,900.00	51,135.36	\$ 3,008.98	755.66	
Engineering Services and Costs						
Salaries and Wages	94,555.00	94,555.00	94,552.02		2.98	
Other Expenses	3,300.00	3,300.00	3,075.68		224.32	
Public Buildings and Grounds						
Salaries and Wages	152,500.00	152,500.00	150,597.54		1,902.46	
Other Expenses	23,600.00	37,600.00	28,462.44	1,133.57	8,003.99	
Municipal Land Use Law (N.J.S.A. 40:55D-1)						
Planning Board						
Salaries and Wages	81,200.00	82,475.00	82,218.86		256.14	
Other Expenses	10,450.00	9,450.00	7,750.90	67.50	1,631.60	
Zoning Board						
Salaries and Wages	67,580.00	66,580.00	66,022.13		557.87	
Other Expenses	1,020.00	22,020.00	21,090.37		929.63	
Insurance:						
Employee Group Health	7,361,080.00	7,361,080.00	7,314,003.36	34,882.50	12,194.14	
General Liability	519,493.00	623,408.00	611,811.01	5,188.29	6,408.70	
Workers' Compensation	270,130.00	317,130.00	285,498.72		31,631.28	
Economic Development						
Salaries and Wages	127,100.00	127,600.00	127,228.25		371.75	
Other Expenses	70,000.00	71,000.00	70,936.65		63.35	
Dog Warden						
Other Expenses	127,000.00	127,000.00	122,814.66		4,185.34	
Department of Public Safety:						
Bureau of Fire Prevention:						
Uniform Fire Safety Act (P.L. 1983, Ch. 383)						
Salaries and Wages	119,000.00	119,000.00	116,361.50		2,638.50	
Other Expenses	14,850.00	14,850.00	13,628.12		1,221.88	

(Continued)

TOWNSHIP OF PENNSAUKEN
CURRENT FUND
Statement of Expenditures -- Regulatory Basis
For the Year Ended December 31, 2021

	Budget	Budget After Modification	Paid or Charged			Unexpended Balance Canceled
			Expended	Encumbered	Reserved	
OPERATIONS -- WITHIN "CAPS" (CONT'D)						
Department of Public Safety (Cont'd):						
Fire Department						
Salaries and Wages	\$ 1,905,795.00	\$ 1,880,795.00	\$ 1,875,989.95		\$ 4,805.05	
Other Expenses:						
Fire Department	355,617.00	421,617.00	381,445.12	\$ 26,086.15	14,085.73	
Aid to Volunteer Fire Companies	8,500.00	8,500.00	8,500.00			
Police						
Salaries and Wages	8,937,640.00	8,979,640.00	8,975,861.74		3,778.26	
Other Expenses	380,175.00	380,175.00	293,197.00	56,323.91	30,654.09	
Police Reserve						
Salaries and Wages	229,700.00	264,925.00	264,925.00			
Traffic Control						
Salaries and Wages	250,430.00	240,430.00	238,081.00		2,349.00	
Other Expenses	30,650.00	29,940.00	25,243.61	767.52	3,928.87	
First Aid Organization						
Salaries and Wages	1,325,970.00	948,270.00	941,290.84		6,979.16	
Other Expenses	121,600.00	121,600.00	82,714.88	27,413.17	11,471.95	
Emergency Management Services						
Other Expenses	5,350.00	5,350.00	2,783.30	2,206.38	360.32	
Uniform Construction Code - Appropriations Offset by						
Dedicated Revenues (N.J.A.C. 5:23-4.17):						
Construction Code Official						
Salaries and Wages	726,125.00	721,125.00	719,553.02		1,571.98	
Other Expenses	208,500.00	158,500.00	152,423.17	1,501.00	4,575.83	
Streets and Roads:						
Public Works						
Salaries and Wages	942,460.00	899,460.00	898,554.33		905.67	
Other Expenses	51,250.00	56,250.00	37,840.68	9,436.28	8,973.04	
Township Garage						
Salaries and Wages	347,195.00	345,195.00	345,155.34		39.66	
Other Expenses	182,000.00	191,500.00	159,448.24	30,491.83	1,559.93	
Street Lighting	697,575.00	627,575.00	552,919.16	59,018.10	15,637.74	

(Continued)

TOWNSHIP OF PENNSAUKEN
CURRENT FUND
Statement of Expenditures -- Regulatory Basis
For the Year Ended December 31, 2021

	Budget	Budget After Modification	Paid or Charged			Unexpended Balance Canceled
			Expended	Encumbered	Reserved	
OPERATIONS -- WITHIN "CAPS" (CONT'D)						
Health and Welfare:						
Senior Citizens of Pennsauken Township						
Salaries and Wages	\$ 26,300.00	\$ 26,300.00	\$ 26,299.96		\$ 0.04	
Other Expenses	2,550.00	50.00	50.00			
Utility Expenses:						
Motor Fuels	221,875.00	301,875.00	272,762.03	\$ 28,064.60	1,048.37	
Electricity	313,045.00	363,045.00	334,164.68	19,544.04	9,336.28	
Telephone	123,850.00	123,850.00	121,519.44		2,330.56	
Natural Gas and Propane	46,300.00	46,300.00	37,333.28	1,350.18	7,616.54	
Sewerage Authority	8,450.00	8,450.00	8,448.00		2.00	
Recreation and Education:						
Recreation						
Other Expenses	28,350.00	32,850.00	31,165.23	1,130.00	554.77	
Swimming Pool						
Salaries and Wages	57,965.00	51,965.00	51,612.86		352.14	
Other Expenses	25,300.00	37,800.00	35,198.57	2,588.90	12.53	
Celebration of Public Events, Anniversary or Holiday						
Other Expenses	67,450.00	72,450.00	68,548.81	3,258.47	642.72	
Historical Preservation						
Other Expenses	5,500.00	12,500.00	10,420.26		2,079.74	
Shade Tree Commission						
Other Expenses	250.00	250.00			250.00	
Total Operations within "CAPS"	<u>29,727,350.00</u>	<u>29,731,855.00</u>	<u>29,104,492.28</u>	<u>355,374.86</u>	<u>271,987.86</u>	
Detail:						
Salaries and Wages	17,723,590.00	17,356,890.00	17,315,098.56		41,791.44	
Other Expenses (Including Contingent)	<u>12,003,760.00</u>	<u>12,374,965.00</u>	<u>11,789,393.72</u>	<u>355,374.86</u>	<u>230,196.42</u>	

(Continued)

TOWNSHIP OF PENNSAUKEN
CURRENT FUND
Statement of Expenditures -- Regulatory Basis
For the Year Ended December 31, 2021

	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>			<u>Unexpended Balance Canceled</u>
			<u>Expended</u>	<u>Encumbered</u>	<u>Reserved</u>	
DEFERRED CHARGES AND STATUTORY EXPENDITURES						
MUNICIPAL -- WITHIN "CAPS"						
Deferred Charges:						
Deficit in Reserve for Animal Control Fund Expenditures	\$ 13,125.38	\$ 13,125.38	\$ 13,125.38			
Statutory Expenditures:						
Contribution to:						
Public Employees' Retirement System and ERI Liability	1,316,736.00	1,302,121.00	1,302,117.33		\$ 3.67	
Social Security System (O.A.S.I.)	868,635.14	923,635.14	853,699.61		69,935.53	
Unemployment Insurance	5,000.00					
Police and Fireman's Retirement System of N.J.	2,850,880.00	2,810,990.00	2,810,982.67		7.33	
Total Statutory Expenditures	5,041,251.14	5,036,746.14	4,966,799.61		69,946.53	
Total Deferred Charges and Statutory Expenditures Municipal -- Within "CAPS"	5,054,376.52	5,049,871.52	4,979,924.99		69,946.53	
Total General Appropriations for Municipal Purposes -- Within "CAPS"	34,781,726.52	34,781,726.52	34,084,417.27	\$ 355,374.86	341,934.39	
OPERATIONS -- EXCLUDED FROM "CAPS"						
Maintenance of Free Public Library (P.L. 1985, Ch. 82 & 541)	856,344.48	856,344.48	856,344.48			
Total Other Operations Excluded from "CAPS"	856,344.48	856,344.48	856,344.48			
Public and Private Programs Off-Set by Revenues:						
Drunk Driving Enforcement Fund						
Salaries and Wages (N.J.S. 40A:4-87, \$19,748.76+)		19,748.76	19,748.76			
Drive Sober or Get Pulled Over (N.J.S. 40A:4-87, \$6,952.78+)		6,952.78	6,952.78			
Body Armor Replacement Fund						
Other Expenses (N.J.S. 40A:4-87, \$4,796.79+)		4,796.79	4,796.79			
Emergency Management Assistance Grant						
Salary and Wages	10,000.00	10,000.00	10,000.00			

(Continued)

TOWNSHIP OF PENNSAUKEN
CURRENT FUND
Statement of Expenditures -- Regulatory Basis
For the Year Ended December 31, 2021

	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>			<u>Unexpended Balance Canceled</u>
			<u>Expended</u>	<u>Encumbered</u>	<u>Reserved</u>	
OPERATIONS -- EXCLUDED FROM "CAPS" (Cont'd)						
Public and Private Programs Off-Set by Revenues (Cont'd):						
Pedestration Safety, Education and Enforcement Fund Grant						
Salaries and Wages (N.J.S. 40A:4-87, \$7,171.58+)		\$ 7,171.58	\$ 7,171.58			
Click It or Ticket (N.J.S. 40A:4-87, \$2,362.74+)		2,362.74	2,362.74			
Camden County Recreation Facilities Enhancement Grant						
Other Expenses (N.J.S. 40A:4-87, \$25,000.00+)	\$ 25,000.00	50,000.00	50,000.00			
USDOJ Body-Worn Camera Policy and Implementation Program						
Grant (N.J.S. 40A:4-87, \$222,142.00+)		222,142.00	222,142.00			
Coronavirus State and Local Fiscal Recovery Funds						
Salaries and Wages (N.J.S. 40A:4-87, \$695,177.68+)		695,177.68	695,177.68			
Other Expenses (N.J.S. 40A:4-87, \$180,443.85+)		180,443.85	180,443.85			
Distracted Driving Crackdown (N.J.S. 40A:4-87, \$8,919.40+)		8,919.40	8,919.40			
Community Development Block Grant (N.J.S. 40A:4-87, \$154,500.00+)		154,500.00	154,500.00			
Total Public and Private Programs Offset by Revenues	35,000.00	1,362,215.58	1,362,215.58			
Total Operations - Excluded from "CAPS"	891,344.48	2,218,560.06	2,218,560.06			
Detail:						
Salaries and Wages	10,000.00	750,332.94	750,332.94			
Other Expenses (Including Contingent)	881,344.48	1,468,227.12	1,468,227.12			
CAPITAL IMPROVEMENTS -- EXCLUDED FROM "CAPS"						
Capital Improvement Fund	190,000.00	190,000.00	190,000.00			
Total Capital Improvement Program -- Excluded from "CAPS"	190,000.00	190,000.00	190,000.00			

(Continued)

TOWNSHIP OF PENNSAUKEN
CURRENT FUND
Statement of Expenditures -- Regulatory Basis
For the Year Ended December 31, 2021

	Budget	Budget After Modification	Paid or Charged			Unexpended Balance Canceled
			Expended	Encumbered	Reserved	
MUNICIPAL DEBT SERVICE -- EXCLUDED FROM "CAPS"						
Payment of Bond Principal	\$ 2,910,284.00	\$ 2,910,284.00	\$ 2,910,284.00			
Payment of Bond Anticipation Note Principal	231,500.00	231,500.00	231,500.00			
Interest on Bonds	308,200.00	308,200.00	308,197.61			\$ 2.39
Interest on Notes	131,945.00	131,945.00	131,944.95			0.05
Total Municipal Debt Service -- Excluded from "CAPS"	3,581,929.00	3,581,929.00	3,581,926.56			2.44
Total General Appropriations for Municipal Purposes Excluded from "CAPS"	4,663,273.48	5,990,489.06	5,990,486.62			2.44
Subtotal General Appropriations	39,445,000.00	40,772,215.58	40,074,903.89	\$ 355,374.86	\$ 341,934.39	2.44
Reserve for Uncollected Taxes	2,367,800.00	2,367,800.00	2,367,800.00			
Total General Appropriations	\$ 41,812,800.00	\$ 43,140,015.58	\$ 42,442,703.89	\$ 355,374.86	\$ 341,934.39	\$ 2.44
Appropriated by 40A:4-87 Budget		\$ 1,327,215.58 41,812,800.00				
		<u>\$ 43,140,015.58</u>				
Disbursements			\$ 38,699,562.93			
Reserve for Federal, State and Local Grants -- Appropriated			1,362,215.58			
Reserve for Uncollected Taxes			2,367,800.00			
Due Animal Control Fund			13,125.38			
			<u>\$ 42,442,703.89</u>			

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

TOWNSHIP OF PENNSAUKEN
TRUST FUNDS
 Statements of Assets, Liabilities and Reserves -- Regulatory Basis
 As of December 31, 2021 and 2020

ASSETS:	<u>Ref.</u>	<u>2021</u>	<u>2020</u>
Animal Control Fund:			
Cash	SB-1	\$ 18,144.36	\$ 1,755.80
Due from Current Fund	SB-2		166.82
Deferred Charge -- Deficit in Reserve for Animal Control Expenditures	SB-3		13,125.38
Total Animal Control Fund		<u>18,144.36</u>	<u>15,048.00</u>
Other Funds:			
Cash	SB-1	5,215,493.55	4,751,961.77
Mortgages Receivable	B	8,983.25	8,983.25
Housing Rehabilitation Program Inventory	B	72,000.00	72,000.00
Community Development Block Grant Receivable	SB-7	193,394.18	205,967.62
Due from Current Fund	SB-8	356,940.71	189,931.20
Deferred Charge -- Deficit in Reserve for Public Defender	SB-15	19,623.41	
Total Other Funds		<u>5,866,435.10</u>	<u>5,228,843.84</u>
Total Assets		<u>\$ 5,884,579.46</u>	<u>\$ 5,243,891.84</u>
LIABILITIES AND RESERVES:			
Animal Control Fund:			
Due to State of New Jersey	SB-4	\$ 6.40	
Reserve for Animal Control Fund Expenditures	SB-5	13,839.20	
Due to Current Fund	SB-2	4,298.76	
Due to General Capital Fund	SB-1		\$ 15,000.00
Prepaid Licenses	SB-6		48.00
Total Animal Control Fund		<u>18,144.36</u>	<u>15,048.00</u>
Other Funds:			
Due to Bank	SB-9	134.45	133.03
Due to General Capital Fund	C	5,000.00	5,000.00
Due to Country Club Operating Fund	SB-10		6,684.28
Reserve for Payroll Deductions Payable	SB-11	538,506.84	380,977.72
Reserve for Economic Development -- Urban Development Action Grant	SB-12	328.64	328.64
Reserve Community Development Block Grant	SB-13	164,828.78	130,430.46
Reserve for Section 8 Program	SB-14	47,921.69	49,631.49
Miscellaneous Trust Reserves:			
Reserve for Street Opening Deposits	SB-15	16,900.00	12,100.00
Reserve for Escrow Deposits	SB-15	29,968.28	46,961.28
Reserve for Unemployment Compensation Insurance	SB-15	10,478.16	1,072.80
Reserve for Parking Offense Adjudication Act	SB-15	496.81	460.81
Reserve for Public Defender	SB-15		580.10
Reserve for Planning and Zoning Deposits	SB-15	563,327.56	506,372.26
Reserve for Special Law Enforcement Officers: State Allocation	SB-15	67,011.51	62,392.02
Reserve for Housing Trust	SB-15	157,053.20	116,170.70
Reserve for Housing Rehabilitation Program	SB-15	147,259.44	148,538.18
Reserve for Tax Title Lien Redemption	SB-15	4,096,117.02	3,753,926.35
Reserve for Worker's Compensation Insurance	SB-15	21,102.72	7,083.72
Total Other Funds		<u>5,866,435.10</u>	<u>5,228,843.84</u>
Total Liabilities and Reserves		<u>\$ 5,884,579.46</u>	<u>\$ 5,243,891.84</u>

The accompanying Notes to Financial Statements are an integral part of these statements.

TOWNSHIP OF PENNSAUKEN
GENERAL CAPITAL FUND
 Statements of Assets, Liabilities, Reserves and Fund Balance -- Regulatory Basis
 As of December 31, 2021 and 2020

ASSETS:	<u>Ref.</u>	<u>2021</u>	<u>2020</u>
Cash	SC-1	\$ 2,609,139.55	\$ 13,100.54
Deferred Charges to Future Taxation:			
Funded	SC-3	15,937,145.00	18,847,429.00
Unfunded	SC-4	28,894,700.00	11,051,200.00
Due from Current Fund	SC-5		1,064,693.27
Due from Trust Other Fund	C	5,000.00	5,000.00
Due from State of New Jersey:			
Transportation Trust Fund Grant Receivable	SC-6	251,707.32	146,385.16
Department of Environmental Protection Grant Receivable	SC-7		430,004.48
Due from Animal Control Fund	SC-1		15,000.00
Total Assets		<u>\$ 47,697,691.87</u>	<u>\$ 31,572,812.45</u>
LIABILITIES, RESERVES AND FUND BALANCE:			
Improvement Authorizations:			
Funded	SC-8	\$ 98,171.19	\$ 147,435.24
Unfunded	SC-8	15,010,431.46	691,059.73
Due to Federal and State Grant Fund	C	0.01	0.01
Due to Golf Course Utility Operating Fund	SC-1		16,745.00
Due Current Fund	SC-5	597.17	
Contracts Payable	SC-9	2,019,153.54	1,188,761.02
Capital Improvement Fund	SC-10		34,671.90
Bond Anticipation Notes	SC-11	14,520,000.00	10,585,000.00
General Serial Bonds	SC-12	15,937,145.00	18,847,429.00
Fund Balance	C-1	112,193.50	61,710.55
Total Liabilities, Reserves and Fund Balance		<u>\$ 47,697,691.87</u>	<u>\$ 31,572,812.45</u>

The accompanying Notes to Financial Statements are an integral part of these statements.

TOWNSHIP OF PENNSAUKEN
GENERAL CAPITAL FUND
Statement of Fund Balance - Regulatory Basis
For the Year Ended December 31, 2021

Balance December 31, 2020		\$ 61,710.55
Increased by:		
Premium on Sale of Notes - Collected by Current Fund		112,521.60
		174,232.15
Decreased by:		
Appropriation to Finance Improvement Authorization	\$ 328.10	
Disbursement - Payment to Current Fund as Anticipated Revenue	61,710.55	
		62,038.65
Balance December 31, 2021		\$ 112,193.50

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

TOWNSHIP OF PENNSAUKEN
GOLF COURSE UTILITY FUND
 Statements of Assets, Liabilities, Reserves and Fund Balance -- Regulatory Basis
 As of December 31, 2021 and 2020

ASSETS:	<u>Ref.</u>	<u>2021</u>	<u>2020</u>
Operating Fund:			
Cash	SD-1	\$ 1,028,331.69	\$ 437,831.20
Cash -- Change Fund	SD-3	800.00	800.00
Due from Current Fund	SD-5		29,975.48
Due from Trust-Other Fund	SD-1		6,684.28
Due from General Capital Fund	SD-1		16,745.00
		<u>1,029,131.69</u>	<u>492,035.96</u>
Total Operating Fund			
Capital Fund:			
Cash	SD-1	3,067.58	1,720.01
Fixed Capital	SD-6	6,907,739.94	6,907,739.94
Fixed Capital Authorized and Uncompleted	SD-7	531,500.00	531,500.00
Due from Current Fund	SD-1		2,375.00
Due from Golf Course Utility Operating Fund	SD-8		499.39
		<u>7,442,307.52</u>	<u>7,443,834.34</u>
Total Capital Fund			
Total Assets		<u>\$ 8,471,439.21</u>	<u>\$ 7,935,870.30</u>
LIABILITIES, RESERVES AND FUND BALANCE:			
Operating Fund:			
Due to Golf Course Utility Capital Fund	SD-8		\$ 499.39
Appropriation Reserves	D-3, SD-9	\$ 1,486.27	10,970.00
Reserve for Encumbrances	D-3, SD-9	24,791.11	12,442.53
Reserve for Gift Certificates	SD-1	14,586.14	13,236.12
Due State - Sales Tax Payable	SD-1	16,711.33	9,522.75
Accrued Interest on Bonds and Notes	SD-10	5,342.80	6,298.52
		<u>62,917.65</u>	<u>52,969.31</u>
Fund Balance	D-1	<u>966,214.04</u>	<u>439,066.65</u>
Total Operating Fund		<u>1,029,131.69</u>	<u>492,035.96</u>
Capital Fund:			
Improvement Authorizations:			
Funded	SD-11		1,526.82
Reserve for Amortization	SD-12	6,636,384.94	6,491,668.94
Serial Bonds	SD-13	802,855.00	947,571.00
Capital Improvement Fund	D	3,029.00	3,029.00
Reserve for Preliminary Expenses	D	38.58	38.58
		<u>7,442,307.52</u>	<u>7,443,834.34</u>
Total Capital Fund		<u>7,442,307.52</u>	<u>7,443,834.34</u>
Total Liabilities, Reserves and Fund Balance		<u>\$ 8,471,439.21</u>	<u>\$ 7,935,870.30</u>

The accompanying Notes to Financial Statements are an integral part of these statements.

TOWNSHIP OF PENNSAUKEN
GOLF COURSE UTILITY OPERATING FUND
 Statements of Operations and Changes in Fund Balance -- Regulatory Basis
 For the Years Ended December 31, 2021 and 2020

	<u>2021</u>	<u>2020</u>
<u>Revenue and Other Income Realized</u>		
Surplus Utilized	\$ 237,500.00	\$ 140,000.00
Playing Fees	1,754,664.17	1,210,465.12
Equipment Rental Fees	480,196.64	422,645.00
Miscellaneous	330,770.53	182,636.11
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	9,008.83	4,396.21
 Total Income	 <u>2,812,140.17</u>	 <u>1,960,142.44</u>
<u>Expenditures</u>		
Operating	1,825,095.00	1,509,270.00
Debt Service	162,407.78	163,839.30
Deferred Charges and Statutory Expenditures	59,990.00	21,885.00
 Total Expenditures	 <u>2,047,492.78</u>	 <u>1,694,994.30</u>
 Excess in Revenue	 764,647.39	 265,148.14
<u>Fund Balance</u>		
Balance January 1	<u>439,066.65</u>	<u>313,918.51</u>
	1,203,714.04	579,066.65
Decreased by:		
Utilized as Revenue in Golf Course Utility Operating Budget	<u>237,500.00</u>	<u>140,000.00</u>
 Balance December 31	 <u>\$ 966,214.04</u>	 <u>\$ 439,066.65</u>

The accompanying Notes to Financial Statements are an integral part of these statements.

TOWNSHIP OF PENNSAUKEN
GOLF COURSE UTILITY OPERATING FUND
Statement of Revenues -- Regulatory Basis
For the Year Ended December 31, 2021

	<u>Budget</u>	<u>Realized</u>	<u>Excess or (Deficit)</u>
Operating Surplus Anticipated	\$ 237,500.00	\$ 237,500.00	
Playing Fees	1,200,000.00	1,754,664.17	\$ 554,664.17
Equipment Rental Fees	420,000.00	480,196.64	60,196.64
Miscellaneous	190,000.00	330,770.53	140,770.53
	<u>1,810,000.00</u>	<u>2,565,631.34</u>	<u>755,631.34</u>
	<u>\$ 2,047,500.00</u>	<u>\$ 2,803,131.34</u>	<u>\$ 755,631.34</u>
<u>Analysis of Realized Revenues:</u>			
Playing Fees:			
Greens Fees		\$ 1,436,996.56	
Golf Memberships		<u>317,667.61</u>	
			<u>\$ 1,754,664.17</u>
Equipment Rental Fees:			
Gas Carts		\$ 475,694.64	
Hand Carts		1,902.00	
Golf Bag Rental		<u>2,600.00</u>	
			<u>\$ 480,196.64</u>
Miscellaneous:			
Receipts:			
Concessionaire Lease		\$ 178,557.72	
Interest on Investments and Deposits		4,806.13	
Miscellaneous		<u>147,406.68</u>	
			<u>\$ 330,770.53</u>

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

TOWNSHIP OF PENNSAUKEN
GOLF COURSE UTILITY OPERATING FUND
Statement of Expenditures -- Regulatory Basis
For the Year Ended December 31, 2021

	<u>Appropriations</u>		<u>Paid or Charged</u>			<u>Unexpended Balance Canceled</u>
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Expended</u>	<u>Encumbered</u>	<u>Reserved</u>	
Operating:						
Salaries and Wages	\$ 767,990.00	\$ 753,990.00	\$ 753,109.32		\$ 880.68	
Other Expenses	905,605.00	966,105.00	941,028.31	\$ 24,791.11	285.58	
Payment in Lieu of Taxes -- Current Fund	<u>155,000.00</u>	<u>105,000.00</u>	<u>105,000.00</u>			
Total Operating	<u>1,828,595.00</u>	<u>1,825,095.00</u>	<u>1,799,137.63</u>	<u>24,791.11</u>	<u>1,166.26</u>	
Debt Service:						
Payment of Bond Principal	144,720.00	144,720.00	144,716.00			\$ 4.00
Interest on Bonds	<u>17,695.00</u>	<u>17,695.00</u>	<u>17,691.78</u>			<u>3.22</u>
Total Debt Service	<u>162,415.00</u>	<u>162,415.00</u>	<u>162,407.78</u>			<u>7.22</u>
Deferred Charges and Statutory Expenditures:						
Statutory Expenditures:						
Contribution to:						
Social Security System (O.A.S.I.)	<u>56,490.00</u>	<u>59,990.00</u>	<u>59,669.99</u>		<u>320.01</u>	
Total Utility Appropriations	<u>\$ 2,047,500.00</u>	<u>\$ 2,047,500.00</u>	<u>\$ 2,021,215.40</u>	<u>\$ 24,791.11</u>	<u>\$ 1,486.27</u>	<u>\$ 7.22</u>
Refunds:						
Receipts			\$ (32,193.43)			
Disbursements			1,891,001.05			
Accrued Interest:						
Interest on Bonds			17,691.78			
Disbursements made by Current Fund			<u>144,716.00</u>			
			<u>\$ 2,021,215.40</u>			

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

TOWNSHIP OF PENNSAUKEN
GENERAL FIXED ASSETS GROUP OF ACCOUNTS
Statement of General Fixed Asset Group of Accounts -- Regulatory Basis
For the Year Ended December 31, 2021

<u>General Fixed Assets</u>	<u>Balance</u> <u>Dec. 31, 2020</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>Dec. 31, 2021</u>
Land and Buildings (at Assessed Valuation)	\$ 38,526,700.00		\$ 1,200.00	\$ 38,525,500.00
Computers and Computer Equipment	253,040.82			253,040.82
Furniture and Equipment	14,627,001.00	\$ 267,159.21	104,372.00	14,789,788.21
Vehicles	12,356,890.74	1,111,382.08	1,185,250.27	12,283,022.55
Total General Fixed Assets	\$ 65,763,632.56	\$ 1,378,541.29	\$ 1,290,822.27	\$ 65,851,351.58
Total Investment in General Fixed Assets	\$ 65,763,632.56	\$ 1,378,541.29	\$ 1,290,822.27	\$ 65,851,351.58

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

TOWNSHIP OF PENNSAUKEN
Notes to Financial Statements
For the Year Ended December 31, 2021

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Description of Financial Reporting Entity - The Township of Pennsauken (hereafter referred to as the "Township") was incorporated as a township by an act of the New Jersey legislature on February 18, 1892 from portions of the now-defunct Stockton Township. The Township, located in Camden County, New Jersey, has a total area of approximately twelve square miles with approximately two miles of frontage along the Delaware River directly across from the City of Philadelphia, Pennsylvania. In New Jersey, the Township borders Camden, Cherry Hill, Collingswood and Merchantville in Camden County and Cinnaminson Township, Maple Shade Township and Palmyra Borough in Burlington County. According to the 2020 census, the population is 37,074.

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 financial statements of the component units of the Township are not presented in accordance with Governmental Accounting Standards Board (GASB) Statement No. 14, *The Financial Reporting Entity*, as amended. If the provisions of the aforementioned GASB Statement, as amended had been complied with, the financial statements of the following component units would have been either blended or discretely presented with the financial statements of the Township, the primary government:

Pennsauken Sewerage Authority
1250 John Tipton Blvd.
Pennsauken, New Jersey 08110

Pennsauken Free Public Library
5605 N. Crescent Blvd.
Pennsauken, New Jersey 08110

Pennsauken Garbage District
5605 N. Crescent Blvd.
Pennsauken, New Jersey 08110

Merchantville - Pennsauken Water Commission
20 W. Maple Ave.
Merchantville, NJ 08109

Annual financial reports may be inspected directly at the offices of these component units during regular business hours.

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

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

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

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

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.

Golf Course Utility Operating and Capital Funds - The golf course utility operating and capital funds account for the operations and acquisition of capital facilities of the municipally owned golf course operations.

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

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

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

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

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

Cash, Cash Equivalents and Investments - Cash and cash equivalents include petty cash, change funds and cash on deposit with public depositories. All certificates of deposit are recorded as cash regardless of the date of maturity. Investments are stated at cost; therefore, unrealized gains or losses on investments have not been recorded.

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.

General Fixed Assets - Accounting for governmental fixed assets, as required by N.J.A.C. 5:30-5.6, differs in certain respects from accounting principles generally accepted in the United States of America. In accordance with the regulations, all local units, including municipalities, must maintain a general fixed assets reporting system that establishes and maintains a physical inventory of nonexpendable, tangible property as defined and limited by the U.S. Office of Management and *Budget's Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Part 200, §200.12), except that the useful life of such property is at least five years. The Township has adopted a capitalization threshold of \$5,000.00, the maximum amount allowed by the Circular. Generally, assets are valued at historical cost; however, assets acquired prior to December 31, 1985 are valued at actual historical cost or estimated historical cost. No depreciation of general fixed assets is recorded. Donated general fixed assets are recorded at acquisition value as of the date of the transaction. Interest costs relative to the acquisition of general fixed assets are recorded as expenditures when paid. Public domain ("infrastructure") general fixed assets consisting of certain improvements such as roads, bridges, curbs and gutters, streets and sidewalks and drainage systems are not capitalized. Expenditures for construction in progress are recorded in the capital funds until such time as the construction is completed and put into operation. The Township is required to maintain a subsidiary ledger detailing fixed assets records to control additions, retirements, and transfers of fixed assets. In addition, a statement of general fixed asset group of accounts, reflecting the activity for the year, must be included in the Township's basic financial statements.

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

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

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

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

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

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

Fund Balance - Fund balances included in the current fund and golf course utility operating fund represent amounts available for anticipation as revenue in future years' budgets, with certain restrictions.

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

Property Tax Revenues - Property tax revenues are collected in quarterly installments due February 1, May 1, August 1, and November 1. The amount of tax levied includes not only the amount required in support of the Township's annual budget, but also the amounts required in support of the budgets of the County of Camden, the Township of Pennsauken School District, and the Township of Pennsauken Garbage 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 Township of Pennsauken School District. Operations is charged for the full amount required to be raised from taxation to operate the local school district for the period from January 1 to December 31.

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

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

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

Library Taxes - The municipality is responsible for levying, collecting and remitting library taxes for the Pennsauken Public Library. The amount of the library tax is a separate local levy tax and is remitted to the Library through the municipal budget.

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 immediately preceding year, with certain exceptions, is required to provide assurance that cash collected in the current year will provide sufficient cash flow to meet expected obligations.

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

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

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

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

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

Note 2: CASH AND CASH EQUIVALENTS

Custodial Credit Risk Related to Deposits - Custodial credit risk is the risk that, in the event of a bank failure, the 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, 2021, the Township's bank balances of \$21,192,349.60 were exposed to custodial credit risk as follows:

Insured by FDIC and GUDPA	\$ 16,196,889.24
Uninsured and Uncollateralized	<u>4,995,460.36</u>
Total	<u>\$ 21,192,349.60</u>

New Jersey Cash Management Fund - During the year, the Township participated in the New Jersey Cash Management Fund. The Fund is governed by regulations of the State Investment Council, who prescribe standards designed to insure the quality of investments in order to minimize risk to the Funds participants. Deposits with the New Jersey Cash Management Fund are not subject to custodial credit risk as defined above. At December 31, 2021, the Township's deposits with the New Jersey Cash Management Fund were \$226,024.42.

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>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Tax Rate	<u>\$ 3.963</u>	<u>\$ 3.735</u>	<u>\$ 3.773</u>	<u>\$ 3.789</u>	<u>\$ 3.793</u>
Apportionment of Tax Rate:					
Municipal	\$.996	\$.926	\$.930	\$.934	\$.936
Municipal Library	.037	.035	.034	.033	.035
County	.878	.832	.856	.866	.902
Local School	1.860	1.757	1.771	1.777	1.744
Special District Tax:					
Garbage District	.192	.185	.182	.179	.176

Note 3: PROPERTY TAXES (CONT'D)

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

Assessed Valuation

<u>Year</u>	<u>Amount</u>
2021	\$ 2,357,328,991.00
2020	2,352,369,818.00
2019	2,351,677,129.00
2018	2,345,603,985.00
2017	2,350,051,566.00

Comparison of Tax Levies and Collections

<u>Year</u>	<u>Tax Levy</u>	<u>Collections</u>	<u>Percentage of Collections</u>
2021	\$ 93,602,785.62	\$ 91,777,028.66	98.05%
2020	88,084,695.05	86,216,401.87	97.88%
2019	88,835,724.61	86,485,499.02	97.35%
2018	89,080,988.24	86,773,547.51	97.41%
2017	89,210,383.37	86,837,597.26	97.34%

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>
2021	\$ 832,055.00	\$ 1,712,157.83	\$ 2,544,212.83	2.72%
2020	854,740.26	1,644,184.05	2,498,924.31	2.84%
2019	756,700.72	2,273,600.43	3,030,301.15	3.41%
2018	790,542.82	2,088,145.37	2,878,688.19	3.23%
2017	699,159.21	2,234,429.00	2,933,588.21	3.29%

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>
2021	57
2020	57
2019	54
2018	61
2017	54

Note 4: PROPERTY ACQUIRED BY TAX TITLE LIEN LIQUIDATION

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

<u>Year</u>	<u>Amount</u>
2021	\$ 7,213,200.00
2020	7,213,200.00
2019	7,213,200.00
2018	7,282,300.00
2017	2,550,800.00

Note 5: MUNICIPAL ASSESSMENTS RECEIVABLE

When owners do not maintain their properties in accordance with Township ordinances, assessments are imposed for the maintenance of the property. The balance due for the current and previous four years was as follows:

<u>Year</u>	<u>Amount</u>
2021	\$ 68,657.88
2020	68,657.88
2019	96,652.99
2018	112,814.05
2017	21,789.00

Note 6: MORTGAGES RECEIVABLE

At December 31, 2021, the Township has loans receivable recorded in the Trust Other Funds from various families that were granted funds for the purposes of property improvements under the Township's housing rehabilitation program. The term of the loans call for an interest rate of one percent and principal to be repaid monthly over two-hundred and forty months or at the time the property is sold or title transferred, which is decided by the family at the inception of the loan. Some of the loans are to be repaid on a monthly basis and others are to be repaid at the time of the sale or title transfer. The balance of these loans at December 31, 2021 was \$8,983.25.

Note 7: FUND BALANCES APPROPRIATED

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

<u>Year</u>	<u>Current Fund</u>		
	<u>Balance December 31,</u>	<u>Utilized in Budget of Succeeding Year</u>	<u>Percentage of Fund Balance Used</u>
2021	\$ 4,796,441.47	\$ 2,500,000.00	52.12%
2020	6,202,499.92	2,500,000.00	40.31%
2019	7,390,924.48	2,810,000.00	38.02%
2018	7,271,327.09	1,197,500.00	16.47%
2017	5,756,232.25	1,022,500.00	17.76%

Note 7: FUND BALANCES APPROPRIATED (CONT'D)

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

<u>Golf Course Utility Fund</u>			
<u>Year</u>	<u>Balance December 31,</u>	<u>Utilized in Budget of Succeeding Year</u>	<u>Percentage of Fund Balance Used</u>
2021	\$ 966,214.04	\$ 435,000.00	45.02%
2020	439,066.65	237,500.00	54.09%
2019	313,918.51	140,000.00	44.60%
2018	117,757.57	62,720.00	53.26%
2017	119,521.02	20,000.00	16.73%

Note 8: 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, 2021:

<u>Fund</u>	<u>Interfunds Receivable</u>	<u>Interfunds Payable</u>
Current	\$ 4,895.93	\$ 356,940.71
Federal and State Grant	0.01	
Trust - Animal Control		4,298.76
Trust - Other	356,940.71	5,000.00
General Capital	5,000.00	597.18
	<u>\$ 366,836.65</u>	<u>\$ 366,836.65</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 2022, the Township expects to liquidate such interfunds, depending upon the availability of cash flow.

Note 9: PENSION PLANS

In June of 2022, the New Jersey Division of Local Government Services issued Local Finance Notice 2022-12 which allows local units to disclose the most recently available information as it relates to the New Jersey Division of Pension's reporting on GASBS No. 68, *Accounting and Financial Reporting for Pensions*. As of the date of this report, the information for the measurement period ended June 30, 2021 was not available; therefore, the information from the measurement period June 30, 2020 is disclosed below.

Note 9: PENSION PLANS (CONT'D)

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

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

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

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

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

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

Note 9: PENSION PLANS (CONT'D)**General Information about the Pension Plans (Cont'd)****Vesting and Benefit Provisions**

Public Employees' Retirement System - The vesting and benefit provisions are set by N.J.S.A. 43:15A. The PERS provides retirement, death and disability benefits. All benefits vest after 10 years of service, except for medical benefits, which vest after 25 years of service or under the disability provisions of the PERS.

The following represents the membership tiers for PERS:

Tier Definition

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

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

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

The following represents the membership tiers for PFRS:

Tier Definition

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

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

Note 9: PENSION PLANS (CONT'D)**General Information about the Pension Plans (Cont'd)****Vesting and Benefit Provisions (Cont'd)**

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

Contributions

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

The Township's contractually required contribution rate for the year ended December 31, 2020 was 15.82% of the Township's covered payroll. This amount was actuarially determined as the amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, including an additional amount to finance any unfunded accrued liability.

Based on the most recent PERS measurement date of June 30, 2020, the Township's contractually required contribution to the pension plan for the year ended December 31, 2020 is \$1,213,325.00, and was payable by April 1, 2021. Due to the basis of accounting described in note 1, no liability has been recorded in the financial statements for this amount. For the prior year measurement date of June 30, 2019, the Township's contractually required contribution to the pension plan for the year ended December 31, 2019 was \$1,010,292.00, which was paid on April 1, 2020.

Employee contributions to the Plan for the year ended December 31, 2020 were \$593,105.12.

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

Note 9: 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, 2020 was 31.88% of the Township's covered payroll. This amount was actuarially determined as the amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability.

Based on the most recent PFRS measurement date of June 30, 2020, the Township's contractually required contribution to the pension plan for the year ended December 31, 2020 is \$2,850,880.00, and was payable by April 1, 2021. Due to the basis of accounting described in note 1, no liability has been recorded in the financial statements for this amount. For the prior year measurement date of June 30, 2019, the Township's contractually required contribution to the pension plan for the year ended December 31, 2019 was \$2,655,084.00, which was paid on April 1, 2020.

Employee contributions to the Plan for the year ended December 31, 2020 were \$921,016.94.

The amount of contractually required contribution for the State of New Jersey's proportionate share, associated with the Township, for the year ended December 31, 2020 was 4.40% of the Township's covered payroll.

Based on the most recent PFRS measurement date of June 30, 2020, the State's contractually required contribution, on-behalf of the Township, to the pension plan for the year ended December 31, 2020 was \$393,777.00, and was payable by April 1, 2021. For the prior year measurement date of June 30, 2019, the State's contractually required contribution, on-behalf of the Township, to the pension plan for the year ended December 31, 2019 was \$342,237.00, which was paid on April 1, 2020.

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

For the year ended December 31, 2021, there were no Township employees participating in this plan.

Note 9: PENSION PLANS (CONT'D)**Pension Liabilities, Pension (Benefit) Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions****Public Employees' Retirement System**

Pension Liability - As of December 31, 2020, the Township's proportionate share of the PERS net pension liability was \$18,086,901.00. The net pension liability was measured as of June 30, 2020 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2019. The total pension liability was calculated through the use of updated procedures to roll forward from the actuarial valuation date to the measurement date of June 30, 2020. The Township's proportion of the net pension liability was based on a projection of the Township's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. For the June 30, 2020 measurement date, the Township's proportion was .1109123346%, which was an increase of .0070482086% from its proportion measured as of June 30, 2019.

Pension Expense - For the year ended December 31, 2020, the Township's proportionate share of the PERS pension (benefit) expense, calculated by the Plan as of the June 30, 2020 measurement date was \$758,565.00. This (benefit) expense is not recognized by the Township because of the regulatory basis of accounting as described in note 1; however, as previously mentioned, for the year ended December 31, 2020, the Township's contribution to PERS was \$1,010,292.00, and was paid on April 1, 2020.

Police and Firemen's Retirement System

Pension Liability - As of December 31, 2020, the Township's and State of New Jersey's proportionate share of the PFRS net pension liability were as follows:

Township's Proportionate Share of Net Pension Liability	\$ 32,973,586.00
State of New Jersey's Proportionate Share of Net Pension Liability Associated with the Township	<u>5,117,350.00</u>
	<u>\$ 38,090,936.00</u>

The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2019. The total pension liability was calculated through the use of updated procedures to roll forward from the actuarial valuation date to the measurement date of June 30, 2020. The Township's proportion of the net pension liability was based on a projection of the Township's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers and the State of New Jersey, actuarially determined. For the June 30, 2020 measurement date, the Township's proportion was .2551874666%, which was a decrease of .0076633549% from its proportion measured as of June 30, 2019. Likewise, at June 30, 2020, the State of New Jersey's proportion, on-behalf of the Township, was .2551874666%, which was a decrease of .2551874666% from its proportion, on-behalf of the Township, measured as of June 30, 2019.

Note 9: PENSION PLANS (CONT'D)**Pension Liabilities, Pension (Benefit) Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)****Police and Firemen's Retirement System (Cont'd)**

Pension Expense - For the year ended December 31, 2020, the Township's proportionate share of the PFRS pension (benefit) expense, calculated by the Plan as of the June 30, 2020 measurement date was \$1,148,882.00. This (benefit) expense is not recognized by the Township because of the regulatory basis of accounting as described in note 1; however, as previously mentioned, for the year ended December 31, 2020, the Township's contribution to PFRS was \$2,655,084.00, and was paid on April 1, 2020.

For the year ended December 31, 2020, the State's proportionate share of the PFRS pension (benefit) expense, associated with the Township, calculated by the Plan as of the June 30, 2020 measurement date, was \$579,949.00. This on-behalf (benefit) 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 - As of December 31, 2020, the Township had deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>			<u>Deferred Inflows of Resources</u>		
	<u>PERS</u>	<u>PFRS</u>	<u>Total</u>	<u>PERS</u>	<u>PFRS</u>	<u>Total</u>
Differences between Expected and Actual Experience	\$ 329,333.00	\$ 332,430.00	\$ 661,763.00	\$ 63,963.00	\$ 118,338.00	\$ 182,301.00
Changes of Assumptions	586,760.00	82,978.00	669,738.00	7,573,157.00	8,840,021.00	16,413,178.00
Net Difference between Projected and Actual Earnings on Pension Plan Investments	618,225.00	1,933,396.00	2,551,621.00	-	-	-
Changes in Proportion and Differences between Township Contributions and Proportionate Share of Contributions	1,576,777.00	495,535.00	2,072,312.00	17,908.00	2,107,502.00	2,125,410.00
Township Contributions Subsequent to the Measurement Date	606,663.00	1,425,440.00	2,032,103.00	-	-	-
	<u>\$ 3,717,758.00</u>	<u>\$ 4,269,779.00</u>	<u>\$ 7,987,537.00</u>	<u>\$ 7,655,028.00</u>	<u>\$ 11,065,861.00</u>	<u>\$ 18,720,889.00</u>

Note 9: PENSION PLANS (CONT'D)**Pension Liabilities, Pension (Benefit) Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)**

Deferred Outflows of Resources and Deferred Inflows of Resources (Cont'd) - Deferred outflows of resources in the amounts of \$606,663.00 and \$1,425,440.00 for PERS and PFRS, respectively, will be included as a reduction of the net pension liability during the year ended December 31, 2021. These amounts were based on an estimated April 1, 2022 contractually required contribution, prorated from the pension plans' measurement date of June 30, 2020 to the Township's year end of December 31, 2020.

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

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

Note 9: PENSION PLANS (CONT'D)**Pension Liabilities, Pension (Benefit) Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)**

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

Year Ending Dec 31,	<u>PERS</u>	<u>PFRS</u>	<u>Total</u>
2021	\$ (1,864,066.00)	\$ (3,508,487.00)	\$ (5,372,553.00)
2022	(1,660,105.00)	(2,521,861.00)	(4,181,966.00)
2023	(803,752.00)	(1,089,816.00)	(1,893,568.00)
2024	(161,800.00)	(393,219.00)	(555,019.00)
2025	(54,210.00)	(708,139.00)	(762,349.00)
	<u>\$ (4,543,933.00)</u>	<u>\$ (8,221,522.00)</u>	<u>\$ (12,765,455.00)</u>

Actuarial Assumptions

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

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

⁽¹⁾ based on years of service

Note 9: PENSION PLANS (CONT'D)**Actuarial Assumptions (Cont'd)****Public Employees' Retirement System**

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

Police and Firemen's Retirement System

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

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

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

Note 9: PENSION PLANS (CONT'D)

Actuarial Assumptions (Cont'd)

Discount Rate -

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

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

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

Public Employees' Retirement System (PERS) - The following presents the Township's proportionate share of the net pension liability as of the June 30, 2020 measurement date, calculated using a discount rate of 7.00%, as well as what the Township's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1% lower or 1% higher than the current rates used:

	PERS		
	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Township's Proportionate Share of the Net Pension Liability	<u>\$ 22,768,391.00</u>	<u>\$ 18,086,901.00</u>	<u>\$ 14,114,529.00</u>

Note 9: PENSION PLANS (CONT'D)**Sensitivity of Township's Proportionate Share of Net Pension Liability to Changes in the Discount Rate (Cont'd)**

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

	PFRS		
	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Township's Proportionate Share of the Net Pension Liability	\$ 43,848,083.00	\$ 32,973,586.00	\$ 23,941,486.00
State of New Jersey's Proportionate Share of Net Pension Liability associated with the Township	<u>6,805,023.00</u>	<u>5,117,350.00</u>	<u>3,715,610.00</u>
	<u>\$ 50,653,106.00</u>	<u>\$ 38,090,936.00</u>	<u>\$ 27,657,096.00</u>

Pension Plan Fiduciary Net Position

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

Note 9: PENSION PLANS (CONT'D)**Supplementary Pension Information**

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

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

	<u>Measurement Date Ended June 30,</u>			
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Township's Proportion of the Net Pension Liability	0.1109123346%	0.1038641260%	0.1028952196%	0.1017434065%
Township's Proportionate Share of the Net Pension Liability	\$ 18,086,901.00	\$ 18,714,740.00	\$ 20,259,556.00	\$ 23,684,239.00
Township's Covered Payroll (Plan Measurement Period)	\$ 8,036,980.00	\$ 7,376,924.00	\$ 7,202,384.00	\$ 6,959,932.00
Township's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	225.05%	253.69%	281.29%	340.29%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	58.32%	56.27%	53.60%	48.10%
	<u>Measurement Date Ended June 30,</u>			
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Township's Proportion of the Net Pension Liability	0.1010490132%	0.1019301596%	0.1066554322%	0.1029114824%
Township's Proportionate Share of the Net Pension Liability	\$ 29,917,819.00	\$ 22,881,278.00	\$ 19,968,814.00	\$ 19,668,429.00
Township's Covered Payroll (Plan Measurement Period)	\$ 6,942,460.00	\$ 7,029,892.00	\$ 7,357,840.00	\$ 7,039,184.00
Township's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	430.94%	325.49%	271.40%	279.41%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	40.14%	47.93%	52.08%	48.72%

Note 9: PENSION PLANS (CONT'D)**Supplementary Pension Information (Cont'd)*****Schedule of the Township's Contributions - Public Employees' Retirement System (PERS) (Last Eight Years)***

	<u>Year Ended December 31,</u>			
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Township's Contractually Required Contribution	\$ 1,213,325.00	\$ 1,010,292.00	\$ 1,023,475.00	\$ 942,544.00
Township's Contribution in Relation to the Contractually Required Contribution	<u>\$ (1,213,325.00)</u>	<u>\$ (1,010,292.00)</u>	<u>(1,023,475.00)</u>	<u>(942,544.00)</u>
Township's Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Township's Covered Payroll (Calendar Year)	\$ 7,670,452.00	\$ 7,829,086.00	\$ 7,491,595.00	\$ 7,305,606.00
Township's Contributions as a Percentage of Covered Payroll	15.82%	12.90%	13.66%	12.90%
	<u>Year Ended December 31,</u>			
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Township's Contractually Required Contribution	\$ 897,705.00	\$ 876,326.00	\$ 879,252.00	\$ 775,417.00
Township's Contribution in Relation to the Contractually Required Contribution	<u>(897,705.00)</u>	<u>(876,326.00)</u>	<u>(879,252.00)</u>	<u>(775,417.00)</u>
Township's Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Township's Covered Payroll (Calendar Year)	\$ 6,953,551.00	\$ 6,936,061.00	\$ 7,110,665.00	\$ 7,258,296.00
Township's Contributions as a Percentage of Covered Payroll	12.91%	12.63%	12.37%	10.68%

Note 9: PENSION PLANS (CONT'D)**Supplementary Pension Information (Cont'd)*****Schedule of the Township's Proportionate Share of the Net Pension Liability - Police and Firemen's Retirement System (PFRS) (Last Eight Plan Years)***

	<u>Measurement Date Ended June 30,</u>			
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Township's Proportion of the Net Pension Liability	0.2551874666%	0.2628508215%	0.2590877011%	0.2692835362%
Township's Proportionate Share of the Net Pension Liability	\$ 32,973,586.00	\$ 32,167,207.00	\$ 35,058,837.00	\$ 41,572,172.00
State's Proportionate Share of the Net Pension Liability associated with the Township	<u>5,117,350.00</u>	<u>5,079,263.00</u>	<u>4,762,163.00</u>	<u>4,656,433.00</u>
Total	<u>\$ 38,090,936.00</u>	<u>\$ 37,246,470.00</u>	<u>\$ 39,821,000.00</u>	<u>\$ 46,228,605.00</u>
Township's Covered Payroll (Plan Measurement Period)	\$ 8,950,180.00	\$ 8,874,876.00	\$ 8,595,364.00	\$ 8,640,576.00
Township's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	368.41%	362.45%	407.88%	481.13%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	63.52%	65.00%	62.48%	58.60%
	<u>Measurement Date Ended June 30,</u>			
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Township's Proportion of the Net Pension Liability	0.2768757032%	0.2699374696%	0.2896178346%	0.2968137408%
Township's Proportionate Share of the Net Pension Liability	\$ 52,890,342.00	\$ 44,962,173.00	\$ 36,431,237.00	\$ 39,458,708.00
State's Proportionate Share of the Net Pension Liability associated with the Township	<u>4,441,477.00</u>	<u>3,943,032.00</u>	<u>3,932,032.00</u>	<u>3,678,031.00</u>
Total	<u>\$ 57,331,819.00</u>	<u>\$ 48,905,205.00</u>	<u>\$ 40,363,269.00</u>	<u>\$ 43,136,739.00</u>
Township's Covered Payroll (Plan Measurement Period)	\$ 8,866,668.00	\$ 8,641,260.00	\$ 9,086,620.00	\$ 9,315,008.00
Township's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	596.51%	520.32%	400.93%	423.60%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	52.01%	56.31%	62.41%	58.70%

Note 9: PENSION PLANS (CONT'D)**Supplementary Pension Information (Cont'd)*****Schedule of the Township's Contributions - Police and Firemen's Retirement System (PFRS) (Last Eight Years)***

	<u>Year Ended December 31,</u>			
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Township's Contractually Required Contribution	\$ 2,850,880.00	\$ 2,655,084.00	\$ 2,532,964.00	\$ 2,383,209.00
Township's Contribution in Relation to the Contractually Required Contribution	<u>(2,850,880.00)</u>	<u>(2,655,084.00)</u>	<u>(2,532,964.00)</u>	<u>(2,383,209.00)</u>
Township's Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Township's Covered Payroll (Calendar Year)	\$ 8,942,106.00	\$ 8,818,197.00	\$ 8,943,603.00	\$ 8,642,661.00
Township's Contributions as a Percentage of Covered Payroll	31.88%	30.11%	28.32%	27.57%

	<u>Year Ended December 31,</u>			
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Township's Contractually Required Contribution	\$ 2,257,480.00	\$ 2,194,189.00	\$ 2,224,465.00	\$ 2,165,487.00
Township's Contribution in Relation to the Contractually Required Contribution	<u>(2,257,480.00)</u>	<u>(2,194,189.00)</u>	<u>(2,224,465.00)</u>	<u>(2,165,487.00)</u>
Township's Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Township's Covered Payroll (Calendar Year)	\$ 8,472,342.00	\$ 8,672,192.00	\$ 8,708,801.00	\$ 8,944,369.00
Township's Contributions as a Percentage of Covered Payroll	26.65%	25.30%	25.54%	24.21%

Other Notes to Supplementary Pension Information***Public Employees' Retirement System (PERS)*****Changes in Benefit Terms**

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

Note 9: PENSION PLANS (CONT'D)**Supplementary Pension Information (Cont'd)****Other Notes to Supplementary Pension Information (Cont'd)*****Public Employees' Retirement System (PERS) (Cont'd)*****Changes in Assumptions**

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

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

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

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

The mortality assumption was updated upon direction from the DPB.

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

None

Changes in Assumptions

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

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

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

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

The mortality assumption was updated upon direction from the DPB.

Note 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS

In June of 2022, the New Jersey Division of Local Government Services issued Local Finance Notice 2022-12 which allows local units to disclose the most recently available information as it relates to the New Jersey Division of Pension's reporting on GASBS No. 75, *Accounting and Financial Reporting for Postemployment Benefits other than Pensions*. As of the date of this report, the information for the measurement period ended June 30, 2021 was not available; therefore, the information from the measurement period June 30, 2020 is disclosed below.

General Information about the State Health Benefit Local Government Retired Employees Plan

Plan Description and Benefits Provided - The Township contributes to the State Health Benefits Local Government Retired Employees Plan (the "Plan"), which is a cost-sharing multiple-employer defined benefit other postemployment benefit ("OPEB") plan with a special funding situation. It covers employees of local government employers that have adopted a resolution to participate in the Plan. The Plan meets the definition of an equivalent arrangement as defined in paragraph 4 of GASB Statement No. 75, *Accounting and Financial Reporting for the Postemployment Benefits Other Than Pensions* (GASB Statement No. 75); therefore, assets are accumulated to pay associated benefits. For additional information about the Plan, please refer to the State of New Jersey (the "State"), Division of Pensions and Benefits' (the "Division") annual financial statements, which can be found at <https://www.state.nj.us/treasury/pensions/financial-reports.shtml>.

The Plan provides medical and prescription drug to retirees and their covered dependents of the participating employers. Under the provisions of Chapter 88, P.L. 1974 and Chapter 48, P.L. 1999, local government employers electing to provide postretirement medical coverage to their employees must file a resolution with the Division. Under Chapter 88, local employers elect to provide benefit coverage based on the eligibility rules and regulations promulgated by the State Health Benefits Commission. Chapter 48 allows local employers to establish their own age and service eligibility for employer paid health benefits coverage for retired employees. Under Chapter 48, the employer may assume the cost of postretirement medical coverage for employees and their dependents who: 1) retired on a disability pension; or 2) retired with 25 or more years of service credit in a State or locally administered retirement system and a period of service of up to 25 years with the employer at the time of retirement as established by the employer; or 3) retired and reached the age of 65 with 25 or more years of service credit in a State or locally administered retirement system and a period of service of up to 25 years with the employer at the time of retirement as established by the employer; or 4) retired and reached age 62 with at least 15 years of service with the employer. Further, the law provides that the employer paid obligations for retiree coverage may be determined by means of a collective negotiations agreement.

In accordance with Chapter 330, P.L. 1997, which is codified in N.J.S.A 52:14-17.32i, the State provides medical and prescription coverage to local police officers and firefighters, who retire with 25 years of service or on a disability from an employer who does not provide postretirement medical coverage. Local employers were required to file a resolution with the Division in order for their employees to qualify for State-paid retiree health benefits coverage under Chapter 330. The State also provides funding for retiree health benefits to survivors of local police officers and firefighters who die in the line of duty under Chapter 271, P.L.1989.

Pursuant to Chapter 78, P.L. 2011, future retirees eligible for postretirement medical coverage who have less than 20 years of creditable service on June 28, 2011 will be required to pay a percentage of the cost of their health care coverage in retirement provided they retire with 25 or more years of pension service credit. The percentage of the premium for which the retiree will be responsible will be determined based on the retiree's annual retirement benefit and level of coverage.

Note 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**General Information about the State Health Benefit Local Government Retired Employees Plan (Cont'd)**

Contributions - The funding policy for the OPEB plan is pay-as-you-go; therefore, there is no prefunding of the liability. However, due to premium rates being set prior to each calendar year, there is a minimal amount of net position available to cover benefits in future years. Contributions to pay for the health benefit premiums of participating employees in the OPEB plan are collected from the State of New Jersey, participating local employers, and retired members.

The Township was billed monthly by the Plan and paid \$27,131.28, for the year ended December 31, 2020, representing .16% of the Township's covered payroll. During the year ended December 31, 2020, retirees were not required to contribute to the Plan.

Special Funding Situation Component - The State of New Jersey makes contributions to cover those employees eligible under Chapter 330, P.L. 1997. Local employers remit employer contributions on a monthly basis. Retired member contributions are generally received on a monthly basis. Partially funded benefits are also available to local police officers and firefighters who retire with 25 years of service or on disability from an employer who does not provide coverage under the provisions of Chapter 330, P.L. 1997. Upon retirement, these individuals must enroll in the OPEB Plan.

Under Chapter 330, P.L. 1997, the State shall pay the premium or periodic charges for the qualified local police and firefighter retirees and dependents equal to 80% of the premium or periodic charge for the category of coverage elected by the qualified retiree under the State managed care plan or a health maintenance organization participating in the program providing the lowest premium or periodic charge. The State also provides funding for retiree health benefits to survivors of local police officers and firefighters who die in the line of duty under Chapter 271, P.L.1989.

Therefore, these employers are considered to be in a special funding situation as defined by GASB Statement No. 75 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, there is no net OPEB liability, deferred outflows of resources or deferred inflows of resources to report in the financial statements of the local participating employers related to this legislation. However, the notes to the financial statements of the local participating employers must disclose the portion of the nonemployer contributing entities' total proportionate share of the collective net OPEB liability that is associated with the local participating employer. The participating employer is required to disclose in their respective notes to the financial statements, an expense and corresponding revenue, and their proportionate share of the OPEB expense allocated to the State under the special funding situation.

The amount of actual contributions to the OPEB Plan made by the State, on-behalf of the Township, is not known; however, under the special funding situation, the State's OPEB expense, on-behalf of the Township, is (\$1,052,112.00) for the year ended December 31, 2020, representing -6.29% of the Township's covered payroll.

Note 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**OPEB Liability, OPEB (Benefit) Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources**

OPEB Liability - At December 31, 2020, the Township's and State's proportionate share of the net OPEB liability were as follows:

Township's Proportionate Share of Net OPEB Liability	\$ 688,970.00
State of New Jersey's Proportionate Share of Net OPEB Liability Associated with the Township	<u>21,135,126.00</u>
	<u>\$ 21,824,096.00</u>

The net OPEB liability was measured as of June 30, 2020, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of June 30, 2019, which was rolled forward to June 30, 2020.

The Township's proportion of the net OPEB liability was based on the ratio of the Plan members of an individual employer to the total members of the Plan's nonspecial funding situation during the measurement period July 1, 2019 through June 30, 2020. For the June 30, 2020 measurement date, the Township's proportion was .003839%, which was an increase of .000262% from its proportion measured as of the June 30, 2019 measurement date.

The State's proportion of the net OPEB liability, on-behalf of the Township was based on the ratio of the Plan members of an individual employer to the total members of the Plan's special funding situation during the measurement period July 1, 2019 through June 30, 2020. For the June 30, 2020 measurement date, the State's proportion on-behalf of the Township was .386927%, which was an increase of .081681% from its proportion measured as of the June 30, 2019 measurement date.

OPEB (Benefit) Expense - At December 31, 2020, the Township's proportionate share of the OPEB (benefit) expense, calculated by the Plan as of the June 30, 2020 measurement date, is (\$34,384.00). This (benefit) expense is not recognized by the Township because of the regulatory basis of accounting as described in note 1; however, as previously mentioned, for the year ended December 31, 2020, the Township made contributions to the Plan totaling \$27,131.28.

Note 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**OPEB Liability, OPEB (Benefit) Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources (Cont'd)**

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

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between Expected and Actual Experience	\$ 18,147.00	\$ 128,299.00
Changes of Assumptions	103,048.00	153,216.00
Net Difference between Projected and Actual Earnings on OPEB Plan Investments	438.00	-
Changes in Proportion	59,873.00	269,161.00
Township Contributions Subsequent to the Measurement Date	13,565.64	-
	<u>\$ 195,071.64</u>	<u>\$ 550,676.00</u>

Deferred outflows of resources in the amount of \$13,565.64 will be included as a reduction of the Township's net OPEB liability during the year ending December 31, 2021. The Township will amortize the above other deferred outflows of resources and deferred inflows of resources related to the OPEB liability over the following number of years:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between Expected and Actual Experience		
June 30, 2018	-	8.14
June 30, 2019	-	8.05
June 30, 2020	7.87	-
Changes of Assumptions		
Year of OPEB Plan Deferral:		
June 30, 2017	-	8.04
June 30, 2018	-	8.14
June 30, 2019	-	8.05
June 30, 2020	7.87	-
Net Difference between Projected and Actual Investment Earnings on OPEB Plan Investments		
Year of OPEB Plan Deferral:		
June 30, 2017	5.00	-
June 30, 2018	5.00	-
June 30, 2019	5.00	-
June 30, 2020	5.00	-
Changes in Proportion		
Year of OPEB Plan Deferral:		
June 30, 2017	8.04	8.04
June 30, 2018	8.14	8.14
June 30, 2019	8.05	8.05
June 30, 2020	7.87	7.87

Note 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**OPEB Liability, OPEB (Benefit) Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources (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 the OPEB liability will be recognized in future periods as follows:

Year Ending Dec. 31,		
2021	\$	(76,872.00)
2022		(76,905.00)
2023		(76,959.00)
2024		(77,009.00)
2025		(52,191.00)
Thereafter		(9,234.00)
	<u>\$</u>	<u>(369,170.00)</u>

Actuarial Assumptions

The actuarial assumptions vary for each plan member depending on the pension plan in which the member is enrolled. The actuarial valuation at June 30, 2020 used the following actuarial assumptions, applied to all periods in the measurement:

Inflation Rate	2.50%
Salary Increases *	
PERS:	
Initial Fiscal Year Applied:	
Rate through 2026	2.00% to 6.00%
Rate Thereafter	3.00% to 7.00%
PFRS:	
Rate for all Future Years	3.25% to 15.25%

* salary increases are based on years of service within the respective Plan

PERS mortality rates were based on Pub-2010 General classification headcount weighted mortality with fully generational mortality improvement projections from the central year using Scale MP-2020.

PFRS mortality rates were based on Pub-2010 Safety classification headcount weighted mortality with fully generational mortality improvement projections from the central year using Scale MP-2020.

Actuarial assumptions used in the June 30, 2019 valuation were based on the results of the PFRS and PERS experience studies prepared for July 1, 2013 to June 30, 2018 and July 1, 2014 to June 30, 2018, respectively.

100% of active members are considered to participate in the Plan upon retirement.

Note 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**Actuarial Assumptions (Cont'd)**

All of the Plan's investments are in the State of New Jersey Cash Management Fund (the "CMF"). The New Jersey Division of Investments manages the CMF, which is available on a voluntary basis for investment by State and certain non-State participants. The CMF is considered to be an investment trust fund as defined in GASB Statement No. 31, *Certain Investments and External Investment Pools*. The CMF invests in U.S. government and agency obligations, commercial paper, corporate obligations and certificates of deposit. Units of ownership in the CMF may be purchased or redeemed on any given business day (excluding State holidays) are the unit cost of value of \$1.00. Participant shares are valued on a fair value basis. The CMF pay interest to participants on a monthly basis.

Discount Rate - The discount rate used to measure the OPEB liability at June 30, 2020 was 2.21%. This represents the municipal bond return rate as chosen by the State. The source is 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. As the long-term rate of return is less than the municipal bond rate, it is not considered in the calculation of the discount rate, rather the discount rate is set at the municipal bond rate.

Health Care Trend Assumptions - For pre-Medicare medical benefits, the trend is initially 5.6% and decreases to a 4.5% long-term trend rate after seven years. For post-65 medical benefits, the actual fully-insured Medicare Advantage trend rates for fiscal year 2021 through 2022 are reflected. The rates used for 2023 and 2024 are 21.83% and 18.53%, respectively, trending to 4.5% for all future years. For prescription drug benefits, the initial trend rate is 7.00% and decreases to a 4.5% long-term trend rate after seven years.

Sensitivity of the Net OPEB Liability to Changes in the Discount Rate

The net OPEB liability, calculated using a discount rate of 2.21%, as well as using a discount rate that is 1% lower or 1% higher than the current rate used, is as follows:

	1% Decrease (1.21%)	Current Discount Rate (2.21%)	1% Increase (3.21%)
Township's Proportionate Share of the Net OPEB Liability	\$ 814,508.00	\$ 688,970.00	\$ 589,595.00
State of New Jersey's Proportionate Share of the Net OPEB Liability Associated with the Township	24,986,184.00	21,135,126.00	18,086,663.00
	<u>\$ 25,800,692.00</u>	<u>\$ 21,824,096.00</u>	<u>\$ 18,676,258.00</u>

Note 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**Sensitivity of the Net OPEB Liability to Changes in the Healthcare Cost Trend Rate**

The net OPEB liability, using a healthcare cost trend rate that is 1% lower or 1% higher than the current healthcare cost trend rate used, is as follows:

	<u>1% Decrease</u>	<u>Healthcare Cost Trend Rate</u>	<u>1% Increase</u>
Township's Proportionate Share of the Net OPEB Liability	\$ 570,123.00	\$ 688,970.00	\$ 844,601.00
State of New Jersey's Proportionate Share of the Net OPEB Liability Associated with the Township	<u>17,489,339.00</u>	<u>21,135,126.00</u>	<u>25,909,335.00</u>
	<u>\$ 18,059,462.00</u>	<u>\$ 21,824,096.00</u>	<u>\$ 26,753,936.00</u>

OPEB Plan Fiduciary Net Position

For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB (benefit) expense, information about the respective fiduciary net position of the State Health Benefits Local Government Retired Employees Plan and additions to/deductions from the Plan's respective fiduciary net position have been determined on the same basis as they are reported by the Plan. Accordingly, contributions (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Supplementary OPEB Information

In accordance with GASBS No. 75, the following information is also presented for the State Health Benefits Local Government Retired Employees Plan. These schedules are presented to illustrate the requirements to show information for 10 years; however, until a full 10-year trend is compiled, this presentation will only include information for those years for which information is available.

Schedule of the Township's Proportionate Share of the Net OPEB Liability (Last Four Plan Years)

	<u>Measurement Date Ended June 30,</u>			
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Township's Proportion of the Net OPEB Liability	0.003839%	0.003577%	0.004828%	0.004766%
Township's Proportionate Share of the Net OPEB Liability	\$ 688,970.00	\$ 484,543.00	\$ 756,384.00	\$ 973,016.00
State's Proportionate Share of the Net OPEB Liability Associated with the Township	<u>21,135,126.00</u>	<u>16,867,035.00</u>	<u>19,899,340.00</u>	<u>29,427,653.00</u>
Total	<u>\$ 21,824,096.00</u>	<u>\$ 17,351,578.00</u>	<u>\$ 20,655,724.00</u>	<u>\$ 30,400,669.00</u>
Township's Covered Payroll (Plan Measurement Period)	\$ 16,613,420.00	\$ 16,796,818.00	\$ 16,210,115.00	\$ 15,556,948.00
Township's Proportionate Share of the Net OPEB Liability as a Percentage of Covered Payroll	4.15%	2.88%	4.67%	6.25%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	0.91%	1.98%	1.97%	1.03%

Note 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**Supplementary OPEB Information (Cont'd)****Schedule of the Township's Contributions (Last Four Years)**

	<u>Year Ended December 31,</u>			
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Township's Required Contributions	\$ 27,131.28	\$ 27,332.04	\$ 51,339.96	\$ 54,275.40
Township's Contributions in Relation to the Required Contribution	(27,131.28)	(27,332.04)	(51,339.96)	(54,275.40)
Township's Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -
Township's Covered Payroll (Calendar Year)	\$ 16,738,983.00	\$ 16,647,283.00	\$ 16,435,198.00	\$ 15,948,267.00
Township's Contributions as a Percentage of Covered Payroll	0.16%	0.16%	0.31%	0.34%

Other Notes to Supplementary OPEB Information

Changes in Benefit Terms - The actuarial valuation as of June 30, 2019 included updates to the provisions of Chapter 48, along with newly adopted changes in different levels of subsidy for employers.

Changes in Assumptions - The discount rate used as of the June 30 measurement date is as follows:

<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>
2020	2.21%	2018	3.87%
2019	3.50%	2017	3.58%

The expected investment rate of return is based on guidance provided by the State. These expected rates of return are the same as the discount rates listed above.

In addition to changes in the discount rate, other factors that affected the valuation of the net OPEB liability included changes in the trend, repealment of the excise tax, and updated mortality improvement assumptions.

The health care trend assumption is used to project the growth of the expected claims over the lifetime of the health care recipients. Medical and prescription drug trend rates are determined by utilizing experience data, industry experience which includes surveys and Aon trend guidance. These rates are adjusted further to be appropriate with respect to the plan provisions. For pre-Medicare medical benefits, the trend is initially 5.6% and decreases to a 4.50% long-term trend rate after seven years. For post-65 medical benefits, the actual fully-insured Medicare Advantage rates for Plan Years 2019 through 2022 are reflected. For Plan Year 2023 the Medicare Advantage trend rate includes an assumed increase in the premiums based on recent experience and discussions with the Medicare Advantage vendor. The assumed post-65 medical trend is 4.50% for all future years. For prescription drug benefits, the initial trend rate is 7.00% decreasing to a 4.50% long-term trend rate after seven years.

On October 21, 2020, the Society of Actuaries (SOA) released an updated set of life expectancy mortality improvement assumptions, Scale MP-2020. The MP-2020 scale reflects more recent mortality data for the U.S. population.

Note 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**TOWNSHIP OF PENNSAUKEN POSTEMPLOYMENT BENEFIT PLAN**

Plan Description and Benefits Provided - The Township provides postretirement health care benefits through a health plan for retirees and their families, which includes a medical, dental, prescription drug and vision plan. The Township provides a single employer post-employment healthcare plan, which is not administered through a trust that meets the criteria in paragraph 4 of the GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits other than Pensions*, and covers the following retiree population: eligible retirees who retire from active employment with the Township and who have at least thirty (30) years of service with the Township and are members of the New Jersey Public Employees Retirement System (PERS) and police and fire personnel who retire with at least twenty-five (25) years of service in the Township and have at least twenty-five (25) years of service in the New Jersey Police and Firemen's Retirement System (PFRS). Medical coverage is provided for the retirees and their families; however once Medicare age is attained by the retired employee or their spouse, Medicare is primary and the Township provides supplementary medical insurance benefits. Prescription drugs and dental benefits are provided for retirees and their families. Vision benefits are provided for retired employees. Life insurance is not provided. The plan is administered by the Township; therefore, premium payments are made directly to the insurance carriers. Pursuant to Chapter 78 of P.L. 2011, effective June 28, 2011, retirees are required to contribute for medical and prescription drug benefits. Contributions are not required for employees with at least 20 years in the PERS or PFRS as of the effective date and meet the eligibility requirements of the employer pursuant to N.J.S.A. 40A:10-23 (i.e., age 62 with 15 years or 25 years of service). As of December 31, 2021, no retirees are required to make contributions.

Employees Covered by Benefit Terms - As of December 31, 2021, the most recent actuarial valuation date, the following employees were covered by the benefit terms:

Inactive Employees or Beneficiaries Currently Receiving Benefit Payments	142
Inactive Employees Entitled to but Not Yet Receiving Benefit Payments	-
Active Employees	206
	<hr/>
	348
	<hr/> <hr/>

Total OPEB Liability

The Township's total OPEB liability of \$101,246,595.00 was measured as of December 31, 2021 and was determined by an actuarial valuation as of this same date.

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

Mortality - Mortality rates were based on the RP-2014 Mortality Table with MP-18 Projection.

Discount Rate - Future costs have been discounted at the rate of 2.25% compounded annually. The rate is based upon the S&P Municipal Bond 20 Year High Grade Rate Index which consists of bonds in the S&P Municipal Bond Index with a maturity of 20 years as of December 2021. Eligible bonds are rated at least AA by Standard and Poor's Ratings Services, Aa2 by Moody's or AA by Fitch. If there are multiple ratings, the lowest rating was used. For December 2020, future costs were discounted at the rate of 1.91% compounded annually. For December 2019, future costs were discounted at the rate of 2.49% compounded annually. For December 2018, future costs were discounted at the rate of 3.64% compounded annually. Prior to 2017, an interest rate of 5% was assumed.

Turnover - Terminations of employment other than for death or retirement will occur in the future in accordance with the State of New Jersey PERS Local Government turnover/withdrawal experience.

Note 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**TOWNSHIP OF PENNSAUKEN POSTEMPLOYMENT BENEFIT PLAN (CONT'D)****Actuarial Assumptions and Other Inputs (Cont'd) -**

Disability - The actuary has assumed no terminations of employment due to disability. Retirees resulting from a disability were factored into the determination of age at retirement.

Age at Retirement - Active participants, on average, will receive their benefits when eligible but no earlier than age 60.

Spousal Coverage - Married employees will remain married.

Health Care Cost Inflation - Health care gross costs will increase at an annual rate of 7.0% for Pre-Medicare medical benefits and 5.0% for Post-Medicare medical benefits.

Administration Expenses - Annual cost to administer the retiree claims, approximately 2.0%, is included in the annual health care costs.

Final Average Salary - Final average salary for retirees age 55 and over is \$84,164.00.

The actuary has used their professional judgment in applying these assumptions to this Plan.

Changes in Total OPEB Liability

Balance at December 31, 2020		\$104,081,242.00
Changes for the Year:		
Service Cost	\$2,987,960.00	
Interest Cost	1,960,225.00	
Benefit Payments	(2,903,326.00)	
Changes in Assumptions	<u>(4,879,506.00)</u>	
Net Changes		<u>(2,834,647.00)</u>
Balance at December 31, 2021		<u>\$101,246,595.00</u>

Changes of assumptions and other inputs reflect a change in the discount rate from 1.91% at December 31, 2020 to 2.25% at December 31, 2021. The discount rate was based on the S&P Municipal Bond 20 year High Grade Bond index rate.

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

TOWNSHIP OF PENNSAUKEN POSTEMPLOYMENT BENEFIT PLAN (CONT'D)

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

	December 31, 2021		
	1.00% Decrease (1.25%)	Current Discount Rate (2.25%)	1.00% Increase (3.25%)
Total OPEB Liability	<u>\$122,259,167.00</u>	<u>\$101,246,595.00</u>	<u>\$ 84,882,605.00</u>

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

	December 31, 2021		
	1.00% Decrease	Healthcare Cost Trend Rates	1.00% Increase
Total OPEB Liability	<u>\$ 83,748,756.00</u>	<u>\$101,246,595.00</u>	<u>\$124,100,086.00</u>

Note 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**TOWNSHIP OF PENNSAUKEN POSTEMPLOYMENT BENEFIT PLAN (CONT'D)**

OPEB (Benefit) Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB - For the year ended December 31, 2021, the Township recognized OPEB (benefit) expense of \$5,854,236.00. As of December 31, 2021, the Township reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Changes of Assumptions	\$ 19,077,965.50	\$ 6,891,083.00
Difference Between Expected and Actual Experience	<u>10,513,317.50</u>	<u>6,323,026.00</u>
	<u>\$ 29,591,283.00</u>	<u>\$ 13,214,109.00</u>

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

Year Ending <u>Dec 31,</u>	
2022	\$ 906,050.50
2023	906,050.50
2024	906,050.50
2025	906,050.50
2026	3,091,357.50
Thereafter	<u>9,661,614.50</u>
	<u>\$ 16,377,174.00</u>

Supplementary OPEB Information

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

Note 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**TOWNSHIP OF PENNSAUKEN POSTEMPLOYMENT BENEFIT PLAN (CONT'D)*****Schedule of Changes in the Township's Total OPEB Liability and Related Ratios (Last Four Years):***

	Plan Measurement Date December 31,			
	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Total OPEB Liability				
Service Cost	\$ 2,987,960.00	\$ 1,366,587.00	\$ 1,010,740.00	\$ 2,032,032.00
Interest Cost	1,960,225.00	1,825,118.00	2,324,482.00	2,860,414.00
Benefit Payments	(2,903,326.00)	(2,903,326.00)	(2,133,411.00)	(2,133,411.00)
Changes in Assumptions	(4,879,506.00)	16,427,313.00	8,621,662.00	(4,836,402.00)
Difference Between Expected and Actual Experience	-	12,615,981.00	-	(12,646,054.00)
Net Change in Total OPEB Liability	(2,834,647.00)	29,331,673.00	9,823,473.00	(14,723,421.00)
Total OPEB Liability - Beginning of Year	<u>104,081,242.00</u>	<u>74,749,569.00</u>	<u>64,926,096.00</u>	<u>79,649,517.00</u>
Total OPEB Liability - End of Year	<u>\$ 101,246,595.00</u>	<u>\$ 104,081,242.00</u>	<u>\$ 74,749,569.00</u>	<u>\$ 64,926,096.00</u>
Covered-Employee Payroll	\$ 21,291,829.83	20,506,538.41	\$ 20,166,668.40	\$ 19,738,519.60
Total OPEB Liability as a Percentage of Covered Payroll	475.52%	507.55%	370.66%	328.93%

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

None.

Changes in Assumptions

The discount rate changed from 1.91% at December 31, 2020 to 2.25% at December 31, 2021. For December 2019, future costs were discounted at the rate of 2.49%. For December 2018, future costs were discounted at the rate of 3.64%.

Note 11: COMPENSATED ABSENCES

Non-uniformed Township employees are entitled to fifteen paid sick leave days each year and uniformed employees are entitled to seventeen paid sick leave days each year. Police and fire employees are entitled to seventeen paid sick leave days each year. Unused sick leave may be accumulated and carried forward. Vacation days not used during the year may be accumulated and carried forward; however, only a maximum of one's year unused vacation days may be carried forward. All full-time employees are entitled to three personal holidays, plus fourteen or thirteen holidays depending upon whether they are uniformed or non-uniformed employees respectively. All police and fire employees may carry forward an unlimited number of unused vacation days and holidays but are compensated for a maximum of one hundred upon termination. Permanent part-time employees are entitled to compensated absences; however, regular part-time employees are not compensated for absences.

Only members of the Fraternal Order of Police, Garden State Lodge No. 3 are entitled to payment of unused sick leave upon termination or retirement. This payout is limited to sixty-five (65) days, in combination with unused vacation and holiday time, and is subject to the provisions of N.J.S.A. 11A:6-19.

The Township does not record accrued expenses related to compensated absences. However, it is estimated that, at December 31, 2021, accrued benefits for compensated absences are valued at \$2,194,032.85.

Note 12: 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 13: LEASE OBLIGATIONS

At December 31, 2021, the Township had lease agreements in effect for the following:

Capital: Seventy-eight (78) Golf Carts

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

<u>Description</u>	<u>Balance at December 31,</u>	
	<u>2021</u>	<u>2020</u>
Golf Carts	\$ 27,229.29	\$ 90,849.91

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

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	<u>\$ 27,229.29</u>	<u>\$ 172.46</u>	<u>\$ 27,401.75</u>

Note 14: CAPITAL DEBT**General Obligation and Refunding Bonds**

General Obligation Bonds, Series 2011 - On August 31, 2011, the Township issued \$12,850,000.00 in general obligation bonds, with interest rates ranging from 2.5% to 4.0%. The purpose of the bonds is to fund various capital ordinances in the Township. The final maturity of the bonds is August 15, 2026.

General Obligation Bonds, Series 2016 - On June 22, 2016, the Township issued \$13,236,000.00 in general obligation bonds, with interest rates ranging from 1.0% to 2.375%. The purpose of the bonds is to fund various capital ordinances in the Township. The final maturity of the bonds is March 1, 2029.

Refunding Bonds, Series 2017 - On June 15, 2017, the Township issued \$4,455,000.00 in refunding bonds, with an interest rate of 1.95%. The purpose of the bonds is to refund a portion of the Township's 2008 General Obligation Bonds. The final maturity of the bonds is September 1, 2023.

Refunding Bonds, Series 2020 - On December 9, 2020, the Township issued \$5,665,000.00 in refunding bonds, with interest rates ranging from .5% to 1.45%. The purpose of the bonds is to refund a portion of the Township's 2011 General Obligation Bonds. The final maturity of the bonds is August 15, 2026.

The following schedule represents the remaining debt service, through maturity, for the general obligation and refunding bonds:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	\$ 2,973,861.00	\$ 260,217.50	\$ 3,234,078.50
2023	3,007,082.00	216,145.00	3,223,227.00
2024	2,150,659.00	169,843.50	2,320,502.50
2025	2,193,880.00	137,414.00	2,331,294.00
2026	2,212,101.00	102,384.00	2,314,485.00
2027-2029	3,399,562.00	118,235.00	3,517,797.00
	<u>\$ 15,937,145.00</u>	<u>\$ 1,004,239.00</u>	<u>\$ 16,941,384.00</u>

Golf Course Utility Debt – General Obligation and Refunding Bonds

General Obligation Bonds, Series 2016 - On June 22, 2016, the Township issued \$1,014,000.00 in general obligation bonds, with interest rates ranging from 1.0% to 2.375%. The purpose of the bonds is to fund various capital ordinances in the Township's golf course utility. The final maturity of the bonds is March 1, 2029.

Refunding Bonds, Series 2017 - On June 15, 2017, the Township issued \$365,000.00 in refunding bonds, with an interest rate of 1.95%. The purpose of the bonds is to refund a portion of the Township's 2008 General Obligation Bonds. The final maturity of the bonds is September 1, 2023.

The following schedule represents the remaining debt service, through maturity, for the general obligation and refunding bonds:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	\$ 146,139.00	\$ 15,773.50	\$ 161,912.50
2023	152,918.00	12,867.50	165,785.50
2024	79,341.00	9,833.00	89,174.00
2025	81,120.00	8,229.00	89,349.00
2026	82,899.00	6,589.00	89,488.00
2027-2029	260,438.00	9,058.00	269,496.00
	<u>\$ 802,855.00</u>	<u>\$ 62,350.00</u>	<u>\$ 865,205.00</u>

Note 14: CAPITAL DEBT (CONT'D)

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

	<u>2020</u>	<u>2020</u>	<u>2019</u>
<u>Issued</u>			
General:			
Bonds and Notes	\$ 30,457,145.00	\$ 29,432,429.00	\$ 29,149,136.00
Water Utility:			
Bonds and Notes MPWC (Note A)	4,092,757.55	5,047,740.41	3,423,249.26
Golf Course Utility:			
Bonds and Notes	805,855.00	947,571.00	1,090,864.00
Total Issued	<u>35,355,757.55</u>	<u>35,427,740.41</u>	<u>33,663,249.26</u>
<u>Authorized but not Issued</u>			
Bonds and Notes	<u>14,374,700.00</u>	<u>576,200.00</u>	<u>5,200.00</u>
Total Authorized but not Issued	<u>14,374,700.00</u>	<u>576,200.00</u>	<u>5,200.00</u>
Total Issued and Authorized but not Issued	<u>49,730,457.55</u>	<u>36,003,940.41</u>	<u>33,668,449.26</u>
<u>Deductions</u>			
General:			
Cash Pledged to Payment of Notes		110,000.00	
Water Utility:			
MPWC (Note A)	4,092,757.55	5,047,740.41	3,423,249.26
Golf Course Utility:			
Self-Liquidating	805,855.00	947,571.00	1,090,864.00
Total Deductions	<u>4,898,612.55</u>	<u>6,105,311.41</u>	<u>4,514,113.26</u>
Net Debt	<u>\$ 44,831,845.00</u>	<u>\$ 29,898,629.00</u>	<u>\$ 29,154,336.00</u>

Note A - Represents the Township of Pennsauken's share of the debt of the Merchantville-Pennsauken Water Commission. The Commission is jointly owned by the Township of Pennsauken and the Borough of Merchantville.

Note 14: CAPITAL DEBT (CONT'D)**Summary of Statutory Debt Condition - Annual Debt Statement**

The summarized statement of debt condition which follows is prepared in accordance with the required method of setting up the annual debt statement and indicated a statutory net debt of 1.724%.

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
School Purposes	\$ 33,045,000.00	\$ 33,045,000.00	
Self-Liquidating	4,898,612.55	4,898,612.55	
General	44,831,845.00		\$ 44,831,845.00
	<u>\$ 82,775,457.55</u>	<u>\$ 37,943,612.55</u>	<u>\$ 44,831,845.00</u>

Net debt \$44,831,845.00 divided by the equalized valuation basis per N.J.S.A.40A:2-2, as amended, \$2,600,711,646.67, equals 1.724%.

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

3 1/2% of Equalized Valuation Basis (Municipal)	\$ 91,024,907.63
Less: Net Debt	<u>44,831,845.00</u>
Remaining Borrowing Power	<u>\$ 46,193,062.63</u>

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

Cash Receipts from Fees, Rents, Fund Balance Anticipated, Interest and Other Investment Income, and Other Charges for the Year	\$ 2,803,131.34
Deductions:	
Operating and Maintenance Costs	\$ 1,885,085.00
Debt Service	<u>162,407.78</u>
Total Deductions	<u>2,047,492.78</u>
Excess in Revenue	<u>\$ 755,638.56</u>

Note 15: DEFERRED CHARGES TO BE RAISED IN SUCCEEDING BUDGETS

Certain expenditures are required to be deferred to budgets of succeeding years. At December 31, 2021, the following deferred charges are shown on the statement of assets, liabilities, reserves and fund balance of the following fund(s):

<u>Description</u>	<u>Balance December 31, 2021</u>	<u>2022 Budget Appropriation</u>
Trust Other Fund:		
Deficit in Reserve for Public Defender	\$ 19,623.41	\$ 20,000.00

The appropriations in the 2022 Budget as adopted are not less than that required by the statutes.

Note 16: 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.

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

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

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

<u>Year</u>	<u>Township Contributions</u>	<u>Interest Earnings</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2021	\$ 21,116.72	\$ 1.08	\$ 11,712.44	\$ 10,478.16
2020	15,499.35	7.05	14,745.46	1,072.80
2019	7,761.86	52.66	12,587.07	311.86

Self-Insurance Plan - The Township has adopted a plan of self-insurance for workers' compensation insurance, and as a result, has established a trust fund to fund potential claims up to \$500,000.00 per any one accident. Scibal Associates acts as administrator of the plan. The Township purchases commercial coverage for claims in excess of \$500,000.00. There have been no settlements that exceed the Township's coverage for years ended December 31, 2021, 2020, and 2019.

Payments from the reserve for 2021, 2020 and 2019 were \$285,498.72, \$510,035.18 and \$553,170.66, respectively. At December 31, 2021, there is a \$21,102.72 balance in the reserve. The 2022 adopted budget includes an appropriation in the amount of \$509,121.00 to fund the reserve for future claims. The management of the Township believes that the 2022 budget appropriation to fund the reserve is adequate to meet the needs of the Township and any additional funding required for claims in excess of the trust fund's reserve will be paid and charged to future budgets.

Note 17: CAPITAL DEBT REFUNDING

On December 9, 2020, the Township issued \$5,665,000.00 in general obligation bonds with interest rates ranging from .5% to 1.45% to advance refund \$5,375,000.00 of outstanding 2011 series bonds with an interest rate of 3.0%. The net proceeds of \$5,554,250.00 (after payment of issuance costs) were used to purchase U.S. Treasury Bills. These securities were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the 2011 series bonds. As a result of the current refunding, the Township will reduce its total debt service payments over the next six years by \$244,173.64, which results in an economic gain (difference between the present values of the debt service payments of the old and new debt) of \$239,684.64, or 4.459% of the principal amount being refunded. The current refunding meets the requirements of an in-substance defeasance and the liability for the refunded bonds was removed from the Township's financial statements.

Note 18: CONTINGENCIES

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

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

Note 19: INTERGOVERNMENTAL SERVICE AGREEMENTS

Pennsauken Sewerage Authority - The Township has entered into a service agreement with the Pennsauken Sewerage Authority, a component unit of the Township, whereby the Township has agreed to pay any shortfall the Authority may encounter in making payments for either operating expenses or debt service requirements. Should the Township make any payments in accordance with this agreement, the Authority would be required to repay any amounts advanced by the Township plus interest at a rate of 1% per year above the highest rate paid by the Authority on any outstanding bonds.

Merchantville - Pennsauken Water Commission - The Township has entered into a service agreement with the Merchantville - Pennsauken Water Commission, which is a component unit of the Township of Pennsauken and the Borough of Merchantville. Both municipalities act as guarantors of all Commission bonds and loans in accordance with the following percentages:

Township of Pennsauken	88.42%
Borough of Merchantville	11.58%

No payments were required to be made by the Township relative to any intergovernmental service agreements during the year 2021.

Note 20: 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 21: TAX ABATEMENTS

The Township is authorized to enter into property tax abatement agreements for commercial and industrial structures under N.J.S.A. 40A:21-1 known as the "Five Year Exemption and Abatement Law" and long-term exemption agreements under N.J.S.A. 40A:20. Under these laws, the Township may grant property tax abatements for a period of five years from the date of completion of construction for the purpose of encouraging the construction of new commercial and industrial structures or other terms for long-term exemptions for the purpose of economic development or affordable housing.

For the year ended December 31, 2021, the Township abated property taxes totaling \$877,237.94 under these programs, including the following long-term tax exemption agreements that each exceeded ten percent (10%) of the total amount abated:

- An abatement of \$93,461.01 to the owner of a HUD approved apartment complex for affordable housing.
- An abatement of \$357,682.83 to the owner of a HUD approved apartment complex for affordable housing.
- An abatement of \$178,052.69 to the owner of a senior housing facility to provide for affordable housing for senior citizens.
- An abatement of \$225,117.04 to the owner of a HUD approved apartment complex for affordable housing for senior citizens.

Note 22: REDEVELOPMENT ZONES

The Township has created two redevelopment zones. One encompasses waterfront properties with more than 700 acres of underused industrial property. The Township is uniquely situated on an urban waterfront, which mirrors a growing international trend. Communities across the country and around the world are rediscovering and capitalizing on the potential of urban waterfronts. The Township is in the process of negotiating redevelopment agreements with Buckeye Partners, LP and Liberty Terminal, LLC for large industrial use projects encompassing significant portions of land in this unique environment. In addition, substantial studies, planning and testing have already been conducted to facilitate the redevelopment effort. Moreover, the New Jersey Department of Environmental Protection and the Township have executed a Brownfield's Development Area Initiative Memorandum of Understanding to promote environmental protection for the waterfront development area and to foster neighborhood revitalization.

The other redevelopment zone is located along the Route 73 corridor, an area beginning close to the Tacony-Palmyra Bridge and continuing into the southern end of the Borough of Cinnaminson, known as the "Crossroads Redevelopment Area". The Camden County Improvement Authority ("CCIA"), the governmental economic development agency of Camden County, found the Crossroads Redevelopment Area to be an attractive location for residential and retail redevelopment activities. Specifically, to facilitate redevelopment of the Crossroads Redevelopment Area, the CCIA applied for, received a grant from the Casino Reinvestment Development Authority, and was designated by the Township as the redevelopment authority for a portion of the Crossroads Redevelopment Area by Ordinance 02-43 duly adopted after public hearing on December 30, 2002. Site clearance, preparation and environmental studies and remediation have been completed and the CCIA has sold the property to DELCO Development, LLC, a qualified nationally recognized multi-family developer.

DELCO has recently finished the redevelopment of the 35 acre Crossroads Redevelopment Area, a project named Haddon Pointe, that included the construction of 190 Townhouses, Eleven (11) residential apartment buildings comprising a total of 258 units, a club house and other related site improvements.

Note 23: 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>
Various Capital Improvements and the Acquisition of Various Capital Equipment	3/17/2022	\$ 2,992,500.00
Supplemental Funding for the Development and Construction of Improvements as Part of the Route 130 Redevelopment Plan	3/17/2022	15,630,000.00
Various Capital Improvements and the Acquisition of Various Capital Equipment for the Township Country Club	3/17/2022	950,000.00

Debt Issuance - Subsequent to December 31, on June 7, 2022, the Township issued \$30,720,000.00 in general obligation bonds, with an interest rate of 4.0%. The purpose of the bonds is to fund various capital ordinances in the Township and the payoff of various bond anticipation notes. The final maturity of the bonds is March 1, 2041.

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

The full impact of the COVID-19 outbreak continues to evolve as of the date of this report. As such, it is uncertain as to the full magnitude that the pandemic will have on the Township's financial condition, liquidity, and future results of operations. Management is actively monitoring the global situation on its financial condition, liquidity, operations, suppliers, industry, and workforce. Given the daily evolution of the COVID-19 outbreak and the global responses to curb its spread, the Township is not able to estimate the effects of the COVID-19 outbreak on its results of operations, financial condition, or liquidity for calendar year 2022.

SUPPLEMENTAL EXHIBITS

SUPPLEMENTAL EXHIBITS

CURRENT FUND

TOWNSHIP OF PENNSAUKEN
CURRENT FUND
Statement of Current Cash
Per N.J.S. 40A:5-5 -- Treasurer
For the Year Ended December 31, 2021

	<u>Regular</u>	<u>Federal and State Grant</u>
Balance December 31, 2020	\$ 10,191,886.84	
Increased by Receipts:		
Miscellaneous Revenue not Anticipated	\$ 42,419.94	
2020 Appropriation Reserves Refunds	373,069.79	
Tax Collector	95,732,044.09	
Petty Cash Funds	2,150.00	
Revenue Accounts Receivable	12,296,582.26	
Due Pennsauken Garbage District	1,030,413.38	
Due Pennsauken Free Public Library	2,388.13	
Due State of New Jersey -- Veteran and Senior Citizen Deductions	208,797.68	
Due State of New Jersey -- Training Fees Surcharge	73,657.00	
Due State of New Jersey -- Marriage Licenses	4,703.00	
Reserve for Election Expenses	1,650.00	
Federal, State and Local Grants Receivable		\$ 1,981,622.17
Due Federal and State Grant Fund	43,622.65	
Due Animal Control Fund	144,713.44	
Due Trust - Other Funds	1,277,399.79	
Due General Capital Fund	5,364,503.92	
Due Golf Course Utility Operating Fund	<u>133,388.02</u>	
	<u>116,731,503.09</u>	<u>\$ 1,981,622.17</u>
	126,923,389.93	1,981,622.17

(Continued)

TOWNSHIP OF PENNSAUKEN
CURRENT FUND
Statement of Current Cash
Per N.J.S. 40A:5-5 -- Treasurer
For the Year Ended December 31, 2021

	<u>Regular</u>	<u>Federal and State Grant</u>
Decreased by Disbursements:		
2021 Appropriations	\$ 38,699,562.93	
Petty Cash Funds	2,150.00	
Protested Checks	284.18	
Due Pennsauken Garbage District	1,040,028.15	
Due Pennsauken Free Public Library	2,388.13	
2020 Appropriation Reserves	695,991.24	
Tax Overpayments	13,909.29	
Due State of New Jersey -- Training Fees Surcharge	79,400.00	
Due State of New Jersey -- Marriage Licenses	3,600.00	
County Taxes Payable	20,693,971.70	
Due County for Added and Omitted Taxes	49,848.79	
Local School District Tax Payable	43,686,976.17	
Special District Tax Payable	4,515,000.00	
Reserve for Revaluation	3,900.00	
Reserve for Federal, State and Local Grants -- Appropriated		\$ 983,453.29
Due Current Fund		43,622.65
Due Animal Control Fund	162,162.40	
Due Trust - Other Fund	1,087,106.16	
Due General Capital Fund	6,428,806.59	
Due Golf Course Utility Operating Fund	163,363.50	
Due Golf Course Utility Capital Fund	<u>2,375.00</u>	
	<u>\$ 117,330,824.23</u>	<u>\$ 1,027,075.94</u>
Balance December 31, 2021	<u>\$ 9,592,565.70</u>	<u>\$ 954,546.23</u>

TOWNSHIP OF PENNSAUKEN
CURRENT FUND
Statement of Current Cash
Per N.J.S. 40A:5-5 -- Collector
For the Year Ended December 31, 2021

Balance December 31, 2020		\$	2,767,133.42
Increased by Receipts:			
Interest and Costs on Taxes	\$ 435,342.28		
Taxes Receivable	92,100,417.06		
Tax Title Liens	125,872.03		
Payment in Lieu of Taxes Receivable	349,365.96		
Revenue Accounts Receivable	66,422.23		
Prepaid Taxes	988,643.78		
Tax Overpayments	68,880.30		
Due to Camden County Municipal Utility Authority	135,558.57		
			94,270,502.21
			97,037,635.63
Decreased by Disbursements:			
Payments to Treasurer			95,732,044.09
Balance December 31, 2021		\$	1,305,591.54

TOWNSHIP OF PENNSAUKEN
CURRENT FUND
 Schedule of Change Funds
 As of December 31, 2021

Balance December 31, 2021		\$ 1,725.00
<u>Office</u>		<u>Amount</u>
Fire Prevention	\$	100.00
Tax Collector		1,075.00
Treasurer		200.00
Clerk of Municipal Court		350.00
		<u>350.00</u>
		<u>\$ 1,725.00</u>

Exhibit SA-4

TOWNSHIP OF PENNSAUKEN
CURRENT FUND
 Statement of Petty Cash Funds
 For the Year Ended December 31, 2021

<u>Office</u>	<u>Received from Treasurer</u>	<u>Returned to Treasurer</u>
Fire Prevention	\$ 400.00	\$ 400.00
Treasurer	1,000.00	1,000.00
Police Department	750.00	750.00
	<u>750.00</u>	<u>750.00</u>
	<u>\$ 2,150.00</u>	<u>\$ 2,150.00</u>

TOWNSHIP OF PENNSAUKEN
CURRENT FUND
Statement of Taxes Receivable
For the Year Ended December 31, 2021

Year	Balance Dec. 31, 2020	2021 Levy	Added Taxes	Collections		Due from State of New Jersey	Transferred to Tax Title Liens	Cancellations	Balance Dec. 31, 2021
				2020	2021				
2017	\$ 4,570.84				\$ 4,570.84				
2018	9,049.89				7,717.07		\$ 79.57		\$ 1,253.25
2019	19,273.73				16,594.46				2,679.27
2020	1,611,289.59		\$ 25,452.32		1,620,169.65			\$ 3,254.61	13,317.65
	1,644,184.05		25,452.32		1,649,052.02		79.57	3,254.61	17,250.17
2021		\$ 93,602,785.62		\$ 1,093,413.62	90,451,365.04	\$ 232,250.00	103,107.20	27,742.10	1,694,907.66
	\$ 1,644,184.05	\$ 93,602,785.62	\$ 25,452.32	\$ 1,093,413.62	\$ 92,100,417.06	\$ 232,250.00	\$ 103,186.77	\$ 30,996.71	\$ 1,712,157.83

Due State of New Jersey - Veteran and Senior Citizen
Deductions Disallowed \$ 25,452.32

Analysis of 2021 Property Tax Levy:

Tax Yield:

General Purpose Tax	\$ 88,874,353.70
Special District Tax	4,515,000.00
Added / Omitted Taxes	<u>213,431.92</u>
	<u>\$ 93,602,785.62</u>

Tax Levy:

Local District School Tax	\$ 43,845,082.00
County Taxes:	
County Tax	\$ 20,693,971.70
Due County for Added and Omitted Taxes	<u>44,915.67</u>
Total County Taxes	20,738,887.37
Garbage District Taxes	4,515,000.00
Local Tax for Municipal Purposes	23,478,955.52
Levied for Municipal Library	856,344.48
Add: Additional Tax Levied	<u>168,516.25</u>
Local Tax for Municipal Purposes Levied	<u>24,503,816.25</u>
	<u>\$ 93,602,785.62</u>

TOWNSHIP OF PENNSAUKEN
CURRENT FUND
Statement of Tax Title Liens
For the Year Ended December 31, 2021

Balance December 31, 2020		\$ 854,740.26
Increased by:		
Transferred from Taxes Receivable:		
2021	\$ 103,107.20	
2018	<u>79.57</u>	
		<u>103,186.77</u>
		957,927.03
Decreased by:		
Receipts:		
Collector		<u>125,872.03</u>
Balance December 31, 2021		<u><u>\$ 832,055.00</u></u>

TOWNSHIP OF PENNSAUKEN
CURRENT FUND
Statement of Municipal Assessments Receivable
For the Year Ended December 31, 2021

Balance December 31, 2020	\$ 68,657.88
Increased by:	
Accrued in 2021	<u> -</u>
Balance December 31, 2021	<u><u>\$ 68,657.88</u></u>

TOWNSHIP OF PENNSAUKEN
CURRENT FUND
Statement of Payment in Lieu of Taxes Receivable
For the Year Ended December 31, 2021

Balance December 31, 2020		\$ 1,579.68
Increased by:		
Accrued in 2021		<u>670,057.63</u>
		671,637.31
Decreased by:		
Application of 2020 Prepaid Payment in Lieu of Taxes	\$ 307,221.40	
Receipts:		
Collector	<u>349,365.96</u>	
		<u>656,587.36</u>
Balance December 31, 2021		<u><u>\$ 15,049.95</u></u>

TOWNSHIP OF PENNSAUKEN
CURRENT FUND
Statement of Protested Checks Receivable
For the Year Ended December 31, 2021

Balance December 31, 2020	\$ 553.00
Increased by:	
Disbursements:	
Checks Protested -- Treasurer	<u>284.18</u>
Balance December 31, 2021	<u><u>\$ 837.18</u></u>

TOWNSHIP OF PENNSAUKEN
CURRENT FUND
Statement of Revenue Accounts Receivable
For the Year Ended December 31, 2021

	Balance Dec. 31, 2020	Accrued in 2021	Collected		Other	Balance Dec. 31, 2021
			Collector	Treasurer		
Treasurer:						
Cable Franchise Fees		\$ 187,460.25		\$ 187,460.25		
Energy Receipts Tax		5,499,150.00		5,499,150.00		
Payments in Lieu of Taxes		988,316.86		988,316.86		
Lease of Municipal Assets -- Landfill		250,000.00		250,000.00		
Golf Course Utility -- Payment in Lieu of Taxes		105,000.00		105,000.00		
Uniform Fire Safety Act -- Life Hazard Use Fees		224,590.47		224,590.47		
Pennsauken Sewerage Authority -- Payment in Lieu of Taxes		150,000.00		150,000.00		
Merchantville - Pennsauken Water Commission Antenna Fee		405,063.16		405,063.16		
General Capital Fund Balance		61,710.55		61,710.55		
Fees and Permits:						
Cellular Telephone Lease Agreements		47,046.80		47,046.80		
Outdoor Sign Rental		52,329.82		52,329.82		
State Death Certificates		28,630.27		28,630.27		
Hotel Tax		35,391.00		35,391.00		
Construction Code Official:						
Licenses -- Other:						
Builder		6,900.00		6,900.00		
Fees and Permits:						
Building Permits		608,122.60		608,122.60		
Certificates of Compliance -- Elevator		21,813.00		21,813.00		
Certificates of Occupancy		19,075.00		19,075.00		
Electrical Permits		242,937.00		242,937.00		
Elevator Permits		13.00		13.00		
Fire Sub-code Permits		56,620.00		56,620.00		
Housing Code Letters		64,150.00		64,150.00		
Plumbing Permits		179,762.00		179,762.00		
Rent Board Applications		385,395.00		385,395.00		
Smoke Detector Inspection Fees		49,025.00		49,025.00		
Street Opening Permits		18,255.00		18,255.00		
Trash Dumpster Permits		3,975.00		3,975.00		
Penalties and Fines		27,646.20		27,646.20		
Photocopies		413.00		413.00		
Clerk:						
Licenses -- Alcoholic Beverages		67,700.00		67,700.00		
Licenses -- Other:						
Board of Health		4,385.00		4,385.00		
Limousine License		50.00		50.00		

(Continued)

TOWNSHIP OF PENNSAUKEN
CURRENT FUND
Statement of Revenue Accounts Receivable
For the Year Ended December 31, 2021

	Balance Dec. 31, 2020	Accrued in 2021	Collected		Other	Balance Dec. 31, 2021
			Collector	Treasurer		
Clerk (Cont'd):						
Licenses -- Other (Cont'd):						
Marriage		\$ 589.00		\$ 589.00		
Peddler / Solicitor		600.00		600.00		
Precious Metal		1,200.00		1,200.00		
Raffle		140.00		140.00		
Taxicab		450.00		450.00		
Used Car Lot		2,135.00		2,135.00		
Fees and Permits:						
Bid Specifications		730.00		730.00		
Coin Operated Device Permits		275.00		275.00		
Auction Sales		51,875.01		51,875.01		
Vital Statistics		17,939.50		17,939.50		
Photocopies		24.00		24.00		
Fire Department:						
Fees and Permits:						
Fire Inspection Fees		174,681.90		174,681.90		
Police Department:						
Accident and Police Reports		7,013.50		7,013.50		
Emergency Medical Squad:						
Emergency Medical Technician Billing Fees		1,048,749.30		1,048,749.30		
Municipal Court:						
Fines and Costs	\$ 25,636.82	404,524.08		397,386.03		\$ 32,774.87
Recreation Department:						
Swimming Pool Admissions		74,202.00		74,202.00		
Fees and Permits:						
Recreation		18,550.00		18,550.00		
Planning and Zoning:						
Fees and Permits:						
Planning Board Fees		5,600.00		5,600.00		
Zoning Board Fees		29,937.60		29,937.60		

(Continued)

TOWNSHIP OF PENNSAUKEN
CURRENT FUND
Statement of Revenue Accounts Receivable
For the Year Ended December 31, 2021

	Balance Dec. 31, 2020	Accrued in 2021	Collected		Other	Balance Dec. 31, 2021
			Collector	Treasurer		
Abandoned and Vacant Property Initiative:						
Fees and Permits:						
Abandoned Property Registration		\$ 599,800.00		\$ 599,800.00		
Interest on Investments and Deposits		98,192.33		73,778.44	\$ 24,413.89	
Tax Office:						
Advertising and Certification Costs		26,080.13	\$ 26,080.13			
Grasscutting/Property Maintenance Fees		37,126.00	37,126.00			
Interest on Payments in Lieu of Taxes		3,216.10	3,216.10			
	<u>\$ 25,636.82</u>	<u>\$ 12,394,556.43</u>	<u>\$ 66,422.23</u>	<u>\$ 12,296,582.26</u>	<u>\$ 24,413.89</u>	<u>\$ 32,774.87</u>
Due Animal Control Fund:						
Collected by Animal Control Fund					\$ 142.00	
Due Trust - Other Fund:						
Collected by Trust Other Fund					23,284.12	
Due General Capital Fund:						
Collected by General Capital Fund					987.77	
					<u>\$ 24,413.89</u>	

TOWNSHIP OF PENNSAUKEN
CURRENT FUND
Schedule of Property Acquired for Taxes (At Assessed Valuation)
As of December 31, 2021

Balance December 31, 2021

\$ 7,213,200.00

TOWNSHIP OF PENNSAUKEN
CURRENT FUND
Statement of Due to Pennsauken Garbage District
For the Year Ended December 31, 2021

Balance December 31, 2020	\$ 127,635.81
Increased by:	
Receipts	<u>1,030,413.38</u>
	1,158,049.19
Decreased by:	
Disbursements	<u>1,040,028.15</u>
Balance December 31, 2021	<u><u>\$ 118,021.04</u></u>

TOWNSHIP OF PENNSAUKEN
CURRENT FUND
Statement of Due to Township of Pennsauken Library
For the Year Ended December 31, 2021

Balance December 31, 2020	\$ 3,640.00
Increased by:	
Receipts	<u>2,388.13</u>
	6,028.13
Decreased by:	
Disbursements	<u>2,388.13</u>
Balance December 31, 2021	<u><u>\$ 3,640.00</u></u>

TOWNSHIP OF PENNSAUKEN
CURRENT FUND
Statement of Due State of New Jersey
Veterans' and Senior Citizens' Deductions
For the Year Ended December 31, 2021

Balance December 31, 2020		\$ 3,102.74
Decreased by:		
Receipts	\$ 208,797.68	
Prior Year Veteran and Senior Citizens' Deductions		
Disallowed per Collector	<u>25,452.32</u>	
		<u>234,250.00</u>
		231,147.26
Increased by:		
Accrued in 2021:		
Per the Tax Billings:		
Senior Citizen	\$ 97,000.00	
Veterans	<u>139,250.00</u>	
	236,250.00	
Adjustments by Collector:		
Allowed	5,250.00	
Disallowed	<u>(9,250.00)</u>	
		<u>232,250.00</u>
Balance December 31, 2021		<u><u>\$ 1,102.74</u></u>

TOWNSHIP OF PENNSAUKEN
CURRENT FUND
Statement of Prepaid Payments in Lieu of Taxes
For the Year Ended December 31, 2021

Balance December 31, 2020	\$	307,221.40
Decreased by:		
Applied to Payments in Lieu of Taxes Receivable		307,221.40
Balance December 31, 2021	\$	-

TOWNSHIP OF PENNSAUKEN
CURRENT FUND
Statement of Reserve for Encumbrances
For the Year Ended December 31, 2021

Balance December 31, 2020	\$	197,106.95
Increased by:		
2021 Budget Appropriations		355,374.86
		552,481.81
Decreased by:		
Transfer to 2020 Appropriation Reserves		197,106.95
Balance December 31, 2021	\$	355,374.86

TOWNSHIP OF PENNSAUKEN
CURRENT FUND
Statement of 2020 Appropriation Reserves
For the Year Ended December 31, 2021

	Balance Dec. 31, 2020		Budget After Transfers	Paid or Charged	Refunds	Balance Lapsed
	<u>Encumbered</u>	<u>Reserved</u>				
OPERATIONS -- WITHIN "CAPS"						
General Government:						
Mayor and Township Committee						
Salaries and Wages		\$ 8,001.45	\$ 8,001.45	\$ 8,000.00		\$ 1.45
Other Expenses	\$ 34.40	1,472.87	57.27	34.40		22.87
Administrative and Executive						
Salaries and Wages		2,535.50	(4,714.50)		\$ 4,761.87	47.37
Other Expenses	600.00	73.23	673.23	600.00		73.23
Human Resources						
Salaries and Wages		4.07	4.07			4.07
Other Expenses	1,122.60	186.01	1,133.61	1,122.60		11.01
Municipal Clerk's Office						
Salaries and Wages		17.22	17.22			17.22
Other Expenses	447.10	23,587.44	1,359.54	1,338.16		21.38
Data Processing Center						
Other Expenses		27,220.53	31,595.53	31,577.64		17.89
Purchasing Department						
Salaries and Wages		10.50	10.50			10.50
Other Expenses	423.78	3.76	1,477.54	1,466.92		10.62
Financial Administration						
Salaries and Wages		21.23	20,521.23	20,521.23		
Other Expenses	525.00	2,055.79	7,480.79	7,469.32		11.47
Assessment of Taxes						
Salaries and Wages		10.35	10.35			10.35
Other Expenses		92.97	92.97			92.97
Collection of Taxes						
Salaries and Wages		24.09	24.09			24.09
Other Expenses	1,399.63	38.65	1,463.28	1,449.63		13.65
Maintenance of Township Owned Property						
Other Expenses		23.98	23.98			23.98
Legal Services and Costs						
Other Expenses	12,038.18	9,173.82	35,912.00	35,869.45		42.55
Municipal Prosecutor						
Salaries and Wages		9.55	9.55			9.55
Municipal Court						
Salaries and Wages		33.52	33.52			33.52
Other Expenses	1,589.50	1,874.26	3,463.76	3,039.50		424.26

(Continued)

TOWNSHIP OF PENNSAUKEN
CURRENT FUND
Statement of 2020 Appropriation Reserves
For the Year Ended December 31, 2021

	Balance Dec. 31, 2020		Budget After Transfers	Paid or Charged	Refunds	Balance Lapsed
	Encumbered	Reserved				
OPERATIONS -- WITHIN "CAPS" (CONT'D)						
General Government (Cont'd):						
Engineering Services and Costs						
Salaries and Wages		\$ 3.60	\$ 3.60			\$ 3.60
Other Expenses		1.50	1.50			1.50
Public Buildings and Grounds						
Salaries and Wages		22.76	22.76			22.76
Other Expenses	\$ 423.50	346.07	69.57	\$ 54.19		15.38
Municipal Land Use Law (N.J.S.A. 40:55D-1)						
Planning Board						
Salaries and Wages		11.91	11.91			11.91
Other Expenses		7.18	1,807.18	1,762.50		44.68
Zoning Board						
Salaries and Wages		17.61	17.61			17.61
Other Expenses		15.92	3,365.92	3,342.50		23.42
Insurance:						
Employee Group Health	135.52	416.80	(239,697.68)	9,186.63	\$ 259,088.15	10,203.84
General Liability	16,556.59	6,437.67	9,494.26	37,971.39	28,477.13	
Workers' Compensation		1,813.34	176,813.34	176,813.34		
Economic Development						
Salaries and Wages		4.74	4.74			4.74
Other Expenses	455.00	47.75	502.75	455		47.75
Department of Public Safety:						
Bureau of Fire Prevention:						
Uniform Fire Safety Act (P.L. 1983, Ch. 383)						
Salaries and Wages		4,036.10	36.10			36.10
Other Expenses	1,129.19	612.16	1,216.35	1,213.24		3.11
Fire Department						
Salaries and Wages		35.32	5,260.32	5,243.27		17.05
Other Expenses:						
Fire Department	32,990.82	4,290.19	36,131.01	35,566.67		564.34
Fire Hydrant Service		4,147.33	4,547.33	4,542.08		5.25
Police						
Salaries and Wages		7.24	(18,217.76)	48,503.11	66,896.68	175.81
Other Expenses	71,237.65	5,008.64	78,146.29	78,146.29		
Police Reserve						
Salaries and Wages		3.17	3.17			3.17

(Continued)

TOWNSHIP OF PENNSAUKEN
CURRENT FUND
Statement of 2020 Appropriation Reserves
For the Year Ended December 31, 2021

	Balance Dec. 31, 2020		Budget After Transfers	Paid or Charged	Refunds	Balance Lapsed
	<u>Encumbered</u>	<u>Reserved</u>				
OPERATIONS -- WITHIN "CAPS" (CONT'D)						
Department of Public Safety (Cont'd):						
Traffic Control						
Salaries and Wages		\$ 7.75	\$ 7.75			\$ 7.75
Other Expenses		60.98	60.98			60.98
First Aid Organization						
Salaries and Wages		20.05	20.05			20.05
Other Expenses	\$ 12,920.87	9,180.52	20,001.39	\$ 19,756.39		245.00
Emergency Management Services						
Other Expenses	1,773.01	1,175.75	1,748.76	1,650.72		98.04
Uniform Construction Code - Appropriations Offset by Dedicated Revenues (N.J.A.C. 5:23-4.17):						
Construction Code Official						
Salaries and Wages		10.98	10.98			10.98
Other Expenses	11,225.10	14,519.14	28,569.24	28,454.60		114.64
Streets and Roads:						
Public Works						
Salaries and Wages		15.02	(884.98)		\$ 906.24	21.26
Other Expenses	1,972.05	1,092.24	2,389.29	2,282.35		106.94
Township Garage						
Salaries and Wages		7.72	(542.28)		557.52	15.24
Other Expenses	11,559.20	536.63	15,445.83	15,684.51	519.48	280.80
Street Lighting						
		23.36	60,923.36	60,875.41		47.95
Health and Welfare:						
Senior Citizens of Pennsauken Township						
Salaries and Wages		1.62	1.62			1.62
Other Expenses	50.00	19.70	69.70			69.70
Utility Expenses:						
Motor Fuels	5,206.20	4,078.44	1,434.64	13,290.90	11,862.72	6.46
Electricity	4,700.22	23.14	11,073.36	11,062.24		11.12
Telephone		87.45	2,487.45	2,486.44		1.01
Natural Gas or Propane		21.82	21.82			21.82
Sewerage Authority		2.00	2.00			2.00

(Continued)

TOWNSHIP OF PENNSAUKEN
CURRENT FUND
Statement of 2020 Appropriation Reserves
For the Year Ended December 31, 2021

	Balance Dec. 31, 2020		Budget After Transfers	Paid or Charged	Refunds	Balance Lapsed
	Encumbered	Reserved				
OPERATIONS -- WITHIN "CAPS" (CONT'D)						
Recreation and Education:						
Recreation						
Salaries and Wages		\$ 5.02	\$ 5.02			\$ 5.02
Other Expenses	\$ 4,481.84	19.37	4,501.21	\$ 3,281.84		1,219.37
Swimming Pool						
Salaries and Wages		6.86	6.86			6.86
Other Expenses	871.36	82.97	729.33	171.36		557.97
Celebration of Public Events, Anniversary or Holiday						
Other Expenses	1,238.64	885.55	3,674.19	3,023.45		650.74
Historical Preservation						
Other Expenses		5,000.00	5,000.00	5,000.00		
Rent Leveling Board						
Other Expenses		420.00	20.00			20.00
Shade Tree Commission						
Other Expenses		452.55	2.55			2.55
Total Operations within "CAPS"	<u>197,106.95</u>	<u>141,514.42</u>	<u>324,971.37</u>	<u>682,309.27</u>	<u>\$ 373,069.79</u>	<u>15,731.89</u>
Statutory Expenditures:						
Contribution to:						
Social Security System (O.A.S.I.)		1,372.42	22.42			22.42
Unemployment Insurance		443.28	15,443.28	15,000.00		443.28
Total Statutory Expenditures		<u>1,815.70</u>	<u>15,465.70</u>	<u>15,000.00</u>		<u>465.70</u>
Total Deferred Charges and Statutory Expenditures						
Municipal -- Within "CAPS"		<u>1,815.70</u>	<u>15,465.70</u>	<u>15,000.00</u>		<u>465.70</u>
	<u>\$ 197,106.95</u>	<u>\$ 143,330.12</u>	<u>\$ 340,437.07</u>	<u>\$ 697,309.27</u>	<u>\$ 373,069.79</u>	<u>\$ 16,197.59</u>
			Accounts Payable	\$ 1,318.03		
			Disbursed	695,991.24		
				<u>\$ 697,309.27</u>		

TOWNSHIP OF PENNSAUKEN
CURRENT FUND
 Statement of Prepaid Taxes
 For the Year Ended December 31, 2021

Balance December 31, 2020 (2021 Taxes)	\$ 1,093,413.62
Increased by:	
Receipts:	
Collector	<u>988,643.78</u>
	2,082,057.40
Decreased by:	
Application to 2021 Taxes Receivable	<u>1,093,413.62</u>
Balance December 31, 2021 (2022 Taxes)	<u><u>\$ 988,643.78</u></u>

Exhibit SA-19

TOWNSHIP OF PENNSAUKEN
CURRENT FUND
 Statement of Tax Overpayments
 For the Year Ended December 31, 2021

Balance December 31, 2020	\$ 13,362.92
Increased by:	
Receipts:	
Collector	<u>68,880.30</u>
	82,243.22
Decreased by:	
Refunds:	
Disbursements:	
Treasurer	<u>13,909.29</u>
Balance December 31, 2021	<u><u>\$ 68,333.93</u></u>

TOWNSHIP OF PENNSAUKEN
CURRENT FUND
Statement of Due to State of New Jersey --
Training Fees Surcharge
For the Year Ended December 31, 2021

Balance December 31, 2020	\$ 29,277.10
Increased by:	
Receipts	<u>73,657.00</u>
	102,934.10
Decreased by:	
Disbursements	<u>79,400.00</u>
Balance December 31, 2021	<u><u>\$ 23,534.10</u></u>

Exhibit SA-21

TOWNSHIP OF PENNSAUKEN
CURRENT FUND
Statement of Due to State of New Jersey --
Marriage and Domestic Partnership Licenses
For the Year Ended December 31, 2021

Balance December 31, 2020	\$ 3,300.00
Increased by:	
Receipts	<u>4,703.00</u>
	8,003.00
Decreased by:	
Disbursements	<u>3,600.00</u>
Balance December 31, 2021	<u><u>\$ 4,403.00</u></u>

TOWNSHIP OF PENNSAUKEN
CURRENT FUND
 Statement of County Taxes Payable
 For the Year Ended December 31, 2021

2021 Levy:		
County General Tax	\$ 20,172,886.64	
County Open Space Tax	<u>521,085.06</u>	
		\$ 20,693,971.70
Decreased by:		
Disbursements		<u>\$ 20,693,971.70</u>

TOWNSHIP OF PENNSAUKEN
CURRENT FUND
 Statement of Due County for Added and Omitted Taxes
 For the Year Ended December 31, 2021

Balance December 31, 2020		\$ 49,848.79
Increased by:		
County Share of 2021 Taxes		<u>44,915.67</u>
		94,764.46
Decreased by:		
Disbursements		<u>49,848.79</u>
Balance December 31, 2021		<u>\$ 44,915.67</u>

TOWNSHIP OF PENNSAUKEN
CURRENT FUND
Statement of Local School District Tax Payable
For the Year Ended December 31, 2021

Balance December 31, 2020	\$	3,424,180.00
2021 Levy -- Calendar Year		<u>43,845,082.00</u>
		47,269,262.00
Decreased by:		
Disbursements		<u>43,686,976.17</u>
Balance December 31, 2021	\$	<u><u>3,582,285.83</u></u>

TOWNSHIP OF PENNSAUKEN
CURRENT FUND
Statement of Special District Tax
For the Year Ended December 31, 2021

2021 Levy -- Garbage District Tax	\$	4,515,000.00
Decreased by:		
Disbursements		<u><u>\$ 4,515,000.00</u></u>

TOWNSHIP OF PENNSAUKEN
CURRENT FUND
Statement of Due to Camden County Municipal Utility Authority
For the Year Ended December 31, 2021

Balance December 31, 2020	\$ 70,981.55
Increased by:	
Receipts -- Collector	<u>135,558.57</u>
Balance December 31, 2021	<u><u>\$ 206,540.12</u></u>

TOWNSHIP OF PENNSAUKEN
CURRENT FUND
Statement of Reserve for Revaluation
For the Year Ended December 31, 2021

Balance December 31, 2020	\$ 10,908.05
Decreased by:	
Disbursements	<u>3,900.00</u>
Balance December 31, 2021	<u><u>\$ 7,008.05</u></u>

TOWNSHIP OF PENNSAUKEN
FEDERAL AND STATE GRANT FUND
Statement of Federal, State and Local Grants Receivable
For the Year Ended December 31, 2021

<u>Grant</u>	<u>Balance</u> <u>Dec. 31, 2020</u>	<u>Accrued</u>	<u>Received</u>	<u>Cancellations</u>	<u>Balance</u> <u>Dec. 31, 2021</u>
Federal Grants:					
Bulletproof Vest Partnership Program	\$ 23,440.66				\$ 23,440.66
FEMA Emergency Management Assistance Program		\$ 10,000.00	\$ 10,000.00		
Community Development Block Grant		154,500.00		\$ 154,500.00	
Justice Assistance Grant (JAG)	24,698.93		2,511.20		22,187.73
New Jersey Department of Transportation:					
Design Assistance Grant	124,583.03		19,205.96		105,377.07
USDOJ FY20 Coronavirus Emergency Supplemental Funding Program	35,838.00				35,838.00
Camden County Municipal Coronavirus Relief Fund Program	48,416.47				48,416.47
Coronavirus State and Local Fiscal Recovery Funds		1,871,526.09	1,871,526.09		
USDOJ Body-Worn Camera Policy & Implementation Program Grant	100,000.00	222,142.00			322,142.00
Total Federal Grants	356,977.09	2,258,168.09	1,903,243.25	154,500.00	557,401.93
State Grants:					
Body Armor Replacement		4,796.79	4,796.79		
Camden County Juvenile Justice State Community Partnership Grant	2,500.00				2,500.00
Camden County 2020 Complete Count for the Census Grant	3,426.87		3,426.87		
Drive Sober or Get Pulled Over		6,952.78	6,952.78		
Click It or Ticket		2,362.74	2,362.74		
Distracted Driving Statewide Crackdown Grant		8,919.40	8,919.40		
Pedestrian Safety, Education & Enforcement Fund Grant	11,000.00	7,171.58	7,171.58		11,000.00
NJ Department of Transportation - DVRPC Regional Rails to Trails Grant	175,000.00				175,000.00
New Jersey Division of Motor Vehicles -					
Drunk Driving Enforcement Grant		19,748.76	19,748.76		
Total State Grants	191,926.87	49,952.05	53,378.92		188,500.00
Total Federal and State Grants	548,903.96	2,308,120.14	1,956,622.17	154,500.00	745,901.93
Local Grants:					
Camden County Recreation Facility Enhancement Grant		50,000.00	25,000.00		25,000.00
Total Local Grants		50,000.00	25,000.00		25,000.00
Total Federal, State and Local Grants	\$ 548,903.96	\$ 2,358,120.14	\$ 1,981,622.17	\$ 154,500.00	\$ 770,901.93
Receipts			<u>\$ 1,981,622.17</u>		

TOWNSHIP OF PENNSAUKEN
FEDERAL AND STATE GRANT FUND
 Statement of Due to Current Fund
 For the Year Ended December 31, 2021

Balance December 31, 2020		\$ 43,622.65
Increased by:		
Federal, State and Local Grants Appropriated:		
Cancellations		154,500.00
		198,122.65
Decreased by:		
Disbursements	\$ 43,622.65	
Fund Balance:		
Federal and State Grants Receivable Canceled		
Cancellations	154,500.00	
		198,122.65
Balance December 31, 2021		\$ -

TOWNSHIP OF PENNSAUKEN
FEDERAL AND STATE GRANT FUND
Statement of Reserve for Federal, State and Local Grants -- Unappropriated
For the Year Ended December 31, 2021

<u>Grant</u>	<u>Balance Dec. 31, 2020</u>	<u>Federal and State Grants Receivable</u>	<u>Realized as Revenue in 2021</u>	<u>Balance Dec. 31, 2021</u>
Federal Grants:				
FEMA Emergency Management Assistance Program	\$ 10,000.00	\$ 10,000.00	\$ 10,000.00	\$ 10,000.00
Community Development Block Grant		154,500.00	154,500.00	
USDOJ Body-Worn Camera Policy & Implementation Program Grant		222,142.00	222,142.00	
Coronavirus State and Local Fiscal Recovery Funds		1,871,526.09	875,621.53	995,904.56
Total Federal Grants	10,000.00	2,258,168.09	1,262,263.53	1,005,904.56
State Grants:				
Body Armor Replacement Fund Grant		4,796.79	4,796.79	
Pedestrian Safety, Education & Enforcement Fund Grant		7,171.58	7,171.58	
Click It or Ticket		2,362.74	2,362.74	
Distracted Driving Statewide Crackdown Grant		8,919.40	8,919.40	
Drive Sober or Get Pulled Over		6,952.78	6,952.78	
New Jersey Division of Motor Vehicles - Drunk Driving Enforcement Grant		19,748.76	19,748.76	
Total State Grants		49,952.05	49,952.05	
Total Federal and State Grants	10,000.00	2,308,120.14	1,312,215.58	1,005,904.56
Local Grants:				
Camden County Recreation Facility Enhancement Grant		50,000.00	50,000.00	
Total Local Grants		50,000.00	50,000.00	
Total Federal, State and Local Grants	\$ 10,000.00	\$ 2,358,120.14	\$ 1,362,215.58	\$ 1,005,904.56

TOWNSHIP OF PENNSAUKEN
FEDERAL AND STATE GRANT FUND
Statement of Reserve for Federal, State and Local Grants -- Appropriated
For the Year Ended December 31, 2021

Grant	Balance Dec. 31, 2020		Transferred from Budget Appropriations	Paid or Charged	Encumbrances	Cancellations	Balance Dec. 31, 2021
	Encumbered	Reserved					
Federal Grants:							
Bulletproof Vest Partnership Program		\$ 29,328.00		\$ 13,125.75			\$ 16,202.25
Community Development Block Grant			\$ 154,500.00			\$ 154,500.00	
FEMA Emergency Management Assistance Program		3,762.57	10,000.00	13,762.27			0.30
Justice Assistance Grant (JAG)		22,338.52			\$ 2,511.20		19,827.32
New Jersey Department of Transportation:							
Design Assistance Grant		115,121.09		103,456.10			11,664.99
USDOJ Body-Worn Camera Policy & Implementation Program		100,000.00	222,142.00		100,000.00		222,142.00
Coronavirus State and Local Fiscal Recovery Funds			875,621.53	694,963.91			180,657.62
USDOJ FY20 Coronavirus Emergency Supplemental Funding	\$ 19,051.56	8,277.34		17,406.89	1,665.63		8,256.38
Total Federal Grants	19,051.56	278,827.52	1,262,263.53	842,714.92	104,176.83	154,500.00	458,750.86
State Grants:							
Body Armor Replacement Fund Grant		6,711.15	4,796.79	6,711.15			4,796.79
Juvenile Justice State Community Partnership Grant		2,500.00					2,500.00
Camden County 2020 Complete Count for the Census Grant	884.97				884.97		
Drive Sober or Get Pulled Over			6,952.78	6,952.78			
Municipal Court Alcohol, Education and Rehabilitation Grant		1,083.60					1,083.60
Click It or Ticket			2,362.74	2,362.74			
Distracted Driving Statewide Crackdown Grant			8,919.40	8,919.40			
Pedestrian Safety, Education & Enforcement Fund Grant		11,000.00	7,171.58	7,171.58			11,000.00
New Jersey Department of Transportation:							
DVRPC Regional Rails to Trails Grant		175,000.00		82,371.96	16,710.73		75,917.31
New Jersey Division of Motor Vehicles -- Drunk Driving Enforcement Grant		222.52	19,748.76	19,748.76			222.52
Total State Grants	884.97	196,517.27	49,952.05	134,238.37	17,595.70		95,520.22
Total Federal and State Grants	19,936.53	475,344.79	1,312,215.58	976,953.29	121,772.53	154,500.00	554,271.08
Local Grants							
Camden County Recreation Facility Enhancement Grant			50,000.00	6,500.00			43,500.00
Total Local Grants			50,000.00	6,500.00			43,500.00
Total Federal, State and Local Grants	\$ 19,936.53	\$ 475,344.79	\$ 1,362,215.58	\$ 983,453.29	\$ 121,772.53	\$ 154,500.00	\$ 597,771.08
Disbursements				<u>\$ 983,453.29</u>			

SUPPLEMENTAL EXHIBITS

TRUST FUND

TOWNSHIP OF PENNSAUKEN
TRUST FUNDS
Statement of Trust Fund Cash
Per N.J.S. 40A:5-5 -- Treasurer
For the Year Ended December 31, 2021

	<u>Animal Control Fund</u>			<u>Other</u>
Balance December 31, 2020	\$	1,755.80		\$ 4,751,961.77
Increased by Receipts:				
Due Current Fund	\$	162,304.40	\$	286,414.69
Due State of New Jersey		856.80		
Reserve for Animal Control Expenditures		128,699.86		
Community Development Block Grant Receivable				167,073.44
Due Bank				1.42
Reserve for Payroll Deductions Payable				11,241,634.97
Net Payroll				13,219,384.31
Reserve for Economic Development -- Urban Development Action Grant				97.26
Reserve for Section 8 Program				522,859.00
Reserve for Section 8 - Unrestricted				57,778.12
Miscellaneous Reserves:				
Reserve for Street Opening Deposits				7,000.00
Reserve for Escrow Deposits				16,715.00
Reserve for Unemployment Compensation Insurance				21,117.80
Reserve for Public Defender				12,646.22
Reserve for Special Law Enforcement Officers: State Allocation				4,753.22
Reserve for Housing Trust				40,882.50
Reserve for Housing Rehabilitation Program				336.02
Reserve for Tax Title Lien Redemption				6,374,060.27
Reserve for Worker's Compensation Insurance				15,876.00
		<u>291,861.06</u>		<u>31,988,630.24</u>

(Continued)

TOWNSHIP OF PENNSAUKEN
TRUST FUNDS
Statement of Trust Fund Cash
Per N.J.S. 40A:5-5 -- Treasurer
For the Year Ended December 31, 2021

	<u>Animal Control Fund</u>	<u>Other</u>
	\$ 293,616.86	\$ 36,740,592.01
Decreased by Disbursements:		
Due Current Fund	\$ 144,713.44	\$ 242,919.20
Due General Capital Fund	15,000.00	
Due Golf Course Utility Operating Fund		6,684.28
State Registration Fees	855.20	
Reserve for Animal Control Expenditures	114,903.86	
Reserve for Payroll Deductions Payable		11,080,233.47
Net Payroll		13,219,384.31
Reserve for Economic Development -- Urban Development Action Grant		97.26
Reserve for Community Development Block Grant Program		117,650.00
Reserve for Section 8 - Housing Assistance Payments		516,612.00
Reserve for Section 8 - Unrestricted		65,734.92
Miscellaneous Reserves:		
Reserve for Street Opening Deposits		2,200.00
Reserve for Escrow Deposits		33,708.00
Reserve for Unemployment Compensation Insurance		11,712.44
Reserve for Planning and Zoning Deposits		192,687.49
Reserve for Special Law Enforcement Officers: State Allocation		133.73
Reserve for Housing Rehabilitation Program		1,614.76
Reserve for Tax Title Lien Redemption		6,031,869.60
Reserve for Worker's Compensation Insurance		1,857.00
	275,472.50	31,525,098.46
Balance December 31, 2021	\$ 18,144.36	\$ 5,215,493.55

TOWNSHIP OF PENNSAUKEN
ANIMAL CONTROL FUND
Statement of Due from/to Current Fund
For the Year Ended December 31, 2021

Balance December 31, 2020 (Due from)		\$ 166.82
Increased by:		
Disbursements:		
Payment of Interfund	\$ 144,713.44	
2021 Budget Appropriation:		
Deferred Charges --		
Deficit in Reserve for Animal Control Fund Expenditures	<u>13,125.38</u>	
Payment of Interfund		<u>157,838.82</u>
		158,005.64
Decreased by:		
Receipts:		
Interest Earned on Deposits	142.00	
Interfunds Received	<u>162,162.40</u>	
		<u>162,304.40</u>
Balance December 31, 2021 (Due to)		<u><u>\$ 4,298.76</u></u>

TOWNSHIP OF PENNSAUKEN
ANIMAL CONTROL FUND
Statement of Deferred Charge -- Deficit in Reserve for Animal Control Expenditures
For the Year Ended December 31, 2021

Balance December 31, 2020	\$ 13,125.38
Decreased by:	
Due Current Fund:	
2021 Budget Appropriation:	
Deferred Charges -- Deficit in Reserve for Animal Control Fund Expenditures	<u>\$ 13,125.38</u>

TOWNSHIP OF PENNSAUKEN
ANIMAL CONTROL FUND
Statement of Due to State of New Jersey -- State Registration Fees
For the Year Ended December 31, 2021

Increased by:

Receipts:

Registrar:

2021 Licenses

\$ 856.80

Prepaid Licenses

4.80

\$ 861.60

Decreased by:

Disbursements

855.20

Balance December 31, 2021

\$ 6.40

TOWNSHIP OF PENNSAUKEN
ANIMAL CONTROL FUND
Statement of Reserve for Animal Control Expenditures
For the Year Ended December 31, 2021

Increased by:

Receipts:

Registrar	\$ 5,885.20
Prepaid License	43.20

Due Current Fund:

2021 Budget Appropriation:	.
Dog Warden - Other Expenses	<u>122,814.66</u>

\$ 128,743.06

Decreased by:

Expenditures under R.S. 4:19-15.11:

Disbursements	<u>114,903.86</u>
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Balance December 31, 2021

\$ 13,839.20

Animal License Fees Collected:

Year

2019	\$ 7,939.00
2020	<u>5,900.20</u>
	<u><u>\$ 13,839.20</u></u>

TOWNSHIP OF PENNSAUKEN
TRUST - OTHER FUND
 Statement of Prepaid Animal Control Licenses
 For the Year Ended December 31, 2021

Balance December 31, 2020		\$	48.00
Decreased by:			
Due to State of New Jersey	\$		4.80
Reserve for Animal Control Expenditures			43.20
			48.00
Balance December 31, 2021		\$	-

Exhibit SB-7

TOWNSHIP OF PENNSAUKEN
TRUST - OTHER FUND
 Statement of Community Development Block Grant Program Receivable
 For the Year Ended December 31, 2021

Balance December 31, 2020		\$	205,967.62
Increased by:			
Accrued in 2021			154,500.00
			360,467.62
Decreased by:			
Receipts			167,073.44
Balance December 31, 2021		\$	193,394.18
<u>Analysis of Balance December 31, 2021</u>			
Year XXXXII		\$	38,894.18
Year XXXXIII			154,500.00
		\$	193,394.18

TOWNSHIP OF PENNSAUKEN
TRUST - OTHER FUND
 Statement of Due from Current Fund
 For the Year Ended December 31, 2021

	Total	Street Opening and Other Escrow Deposits	Community Development Block Grant	Payroll	Planning and Zoning Deposits	Unemployment Compensation	Section 8 Program	Tax Title Lien Redemption	Workers' Compensation	Urban Development Action Grant -- Revolving Loan Account	Reserve for Special Law Enforcement Officers	Reserve for Public Defender	Reserve for Housing Trust (COAH)	Reserve for Parking Offense Adjudication Act
Balance December 31, 2020	\$ 189,931.20	\$ (118,880.16)	\$ (79,775.41)	\$ (109,671.12)	\$ 462,606.82	\$ (10,997.35)	\$ 0.01	\$ (28,709.19)	\$ (20,974.02)	\$ (19,078.68)	\$ (4,170.26)	\$ 5,580.10	\$ 113,539.65	\$ 460.81
Increased by:														
Disbursements:														
Interfunds Returned	242,919.20	1,500.00		128,167.22		10,997.35		45,123.91	21,138.30	19,175.94	4,170.26	12,646.22		
Collections made by Current Fund:														
Treasurer	1,034,480.59			784,801.80	249,642.79									36.00
	<u>1,277,399.79</u>	<u>1,500.00</u>		<u>912,969.02</u>	<u>249,642.79</u>	<u>10,997.35</u>		<u>45,123.91</u>	<u>21,138.30</u>	<u>19,175.94</u>	<u>4,170.26</u>	<u>12,646.22</u>		<u>36.00</u>
Decreased by:														
Receipts:														
Interest on Investments and Deposits	23,284.12	5.79	250.57	5,375.67	160.71			16,414.72	164.28	97.26			815.12	
Interfunds Received	263,130.57				150,000.00								113,130.57	
Payments made by Current Fund:														
Reserve for Community Development Block Grant	2,451.68		2,451.68											
Reserve for Payroll Deductions Payable	788,674.18			788,674.18										
Miscellaneous Reserves	32,849.73											32,849.73		
	<u>1,110,390.28</u>	<u>5.79</u>	<u>2,702.25</u>	<u>794,049.85</u>	<u>150,160.71</u>			<u>16,414.72</u>	<u>164.28</u>	<u>97.26</u>		<u>32,849.73</u>	<u>113,945.69</u>	
Balance December 31, 2021	<u>\$ 356,940.71</u>	<u>\$ (117,385.95)</u>	<u>\$ (82,477.66)</u>	<u>\$ 9,248.05</u>	<u>\$ 562,088.90</u>	<u>\$ -</u>	<u>\$ 0.01</u>	<u>\$ -</u>	<u>\$ (0.00)</u>	<u>\$ (0.00)</u>	<u>\$ -</u>	<u>\$ (14,623.41)</u>	<u>\$ (406.04)</u>	<u>\$ 496.81</u>

TOWNSHIP OF PENNSAUKEN
TRUST - OTHER FUND
Statement of Due to Bank
For the Year Ended December 31, 2021

Balance December 31, 2020	\$ 133.03
Increased by:	
Receipts	1.42
Balance December 31, 2021	\$ 134.45

Exhibit SB-10

TOWNSHIP OF PENNSAUKEN
TRUST - OTHER FUND
Statement of Due to Golf Course Utility Operating Fund
For the Year Ended December 31, 2021

Balance December 31, 2020	\$ 6,684.28
Decreased by:	
Disbursements	6,684.28
Balance December 31, 2021	\$ -

TOWNSHIP OF PENNSAUKEN
TRUST - OTHER FUND
Statement of Reserve for Payroll Deductions Payable
For the Year Ended December 31, 2021

Balance December 31, 2020		\$ 380,977.72
Increased by:		
Collected by Current Fund	\$ 784,801.80	
Receipts	<u>11,241,634.97</u>	
		<u>12,026,436.77</u>
		12,407,414.49
Decreased by:		
Disbursements	11,080,233.47	
Paid by Current Fund	<u>788,674.18</u>	
		<u>11,868,907.65</u>
Balance December 31, 2021		<u><u>\$ 538,506.84</u></u>

Analysis of Balance (Deficit), December 31, 2021

AFLAC I & II		\$ 6,282.24
Boston Mutual and ASI - (ELO I & II)		70.40
COVID-19 Social Security Deferral Reimbursement		223,229.05
Credit Union		537.00
Defined Contribution Retirement Plan		1,302.47
Flexible Spending Accounts		(10.62)
Health Savings Account		(5,210.01)
Miscellaneous		(8,910.49)
Police and Firemen's Retirement System		364,315.63
Public Employees' Retirement System		190,911.38
Public Employees' Retirement System -- Contributory Insurance		9,114.04
Section 125 Health Co-pay		20.08
Social Security - Employer		(197,543.65)
State of New Jersey Unemployment Insurance - Employer		(56,466.06)
Union Dues -- AFSCME		2,708.49
Union Dues -- F.O.P.		6,340.00
Union Dues -- Firemen's		1,868.21
Valic - Deferred Compensation		26.79
Wage Attachments		<u>(78.11)</u>
		<u><u>\$ 538,506.84</u></u>

TOWNSHIP OF PENNSAUKEN
TRUST - OTHER FUND
Statement of Reserve for Economic Development --
Urban Development Action Grant
For the Year Ended December 31, 2021

Balance December 31, 2020	\$ 328.64
Receipts:	
Interest on Investments and Deposits	<u>97.26</u>
	425.90
Decreased by:	
Disbursements	<u>97.26</u>
Balance December 31, 2021	<u><u>\$ 328.64</u></u>

TOWNSHIP OF PENNSAUKEN
TRUST - OTHER FUND
 Statement of Reserve for Community Development Block Grant Program
 For the Year Ended December 31, 2021

Balance December 31, 2020		\$ 130,430.46
Increased by:		
Accrued in 2021		154,500.00
		284,930.46
Decreased by:		
Due Current Fund:		
Payments made by Current Fund	\$ 2,451.68	
Disbursements	117,650.00	
		120,101.68
Balance December 31, 2021		\$ 164,828.78
<u>Analysis of Balance December 31, 2021</u>		
Year XXXXII		\$ 164,828.78

TOWNSHIP OF PENNSAUKEN
TRUST - OTHER FUND
Statement of Reserve for Section 8 Program
For the Year Ended December 31, 2021

<hr/>		
Balance December 31, 2020:		
Restricted for Housing Assistance Payments	\$ (7,374.23)	
Unrestricted	<u>57,005.72</u>	
		\$ 49,631.49
Increased by:		
Receipts:		
U.S. Department of Housing and Urban Development --		
Section 8 Housing Choice Vouchers:		
Restricted for Housing Assistance Payments	\$ 522,859.00	
Unrestricted Administrative Fees	<u>57,173.00</u>	
		580,032.00
Miscellaneous:		
Unrestricted	<u>605.12</u>	
		<u>580,637.12</u>
		630,268.61
Decreased by:		
Disbursements:		
Restricted for Housing Assistance Payments	516,612.00	
Unrestricted	<u>65,734.92</u>	
		<u>582,346.92</u>
Balance December 31, 2021:		
Restricted for Housing Assistance Payments	(1,127.23)	
Unrestricted	<u>49,048.92</u>	
		<u>\$ 47,921.69</u>

TOWNSHIP OF PENNSAUKEN
TRUST - OTHER FUND
Statement of Miscellaneous Trust Reserves
For the Year Ended December 31, 2021

	Balance Dec. 31, 2020	Increased by			Decreased by		Balance Dec. 31, 2021
		Receipts	Deferred Charge	Due Current Fund	Disbursements	Due Current Fund	
Reserve for Street Opening Deposits	\$ 12,100.00	\$ 7,000.00			\$ 2,200.00		\$ 16,900.00
Reserve for Escrow Deposits	46,961.28	16,715.00			33,708.00		29,968.28
Reserve for Unemployment Compensation Insurance	1,072.80	21,117.80			11,712.44		10,478.16
Reserve for Parking Offense Adjudication Act	460.81			\$ 36.00			496.81
Reserve for Public Defender	580.10	12,646.22	\$ 19,623.41			\$ 32,849.73	
Reserve for Planning and Zoning Deposits	506,372.26			249,642.79	192,687.49		563,327.56
Reserve for Special Law Enforcement Officers: State Allocation	62,392.02	4,753.22			133.73		67,011.51
Reserve for Housing Trust	116,170.70	40,882.50					157,053.20
Reserve for Housing Rehabilitation Program	148,538.18	336.02			1,614.76		147,259.44
Reserve for Tax Title Lien Redemption	3,753,926.35	6,374,060.27			6,031,869.60		4,096,117.02
Reserve for Worker's Compensation Insurance	7,083.72	15,876.00			1,857.00		21,102.72
	<u>\$ 4,655,658.22</u>	<u>\$ 6,493,387.03</u>	<u>\$ 19,623.41</u>	<u>\$ 249,678.79</u>	<u>\$ 6,275,783.02</u>	<u>\$ 32,849.73</u>	<u>\$ 5,109,714.70</u>

SUPPLEMENTAL EXHIBITS

GENERAL CAPITAL FUND

TOWNSHIP OF PENNSAUKEN
GENERAL CAPITAL FUND
Statement of General Capital Cash
Per N.J.S. 40A:5-5 -- Treasurer
For the Year Ended December 31, 2021

Balance December 31, 2020		\$ 13,100.54
Increased by Receipts:		
Due Current Fund	\$ 6,429,794.36	
Due from Animal Control Fund	15,000.00	
2021 Budget Appropriation: Capital Improvement Fund	190,000.00	
Refunds - Improvement Authorizations	<u>36,340.44</u>	
		<u>6,671,134.80</u>
		6,684,235.34
Decreased by Disbursements:		
Due Golf Course Utility Operating Fund	16,745.00	
Bond Anticipation Notes	110,000.00	
General Capital Fund Balance Anticipated as Revenue:		
Payment to Current Fund	61,710.55	
Improvement Authorizations	<u>3,886,640.24</u>	
		<u>4,075,095.79</u>
Balance December 31, 2021		<u><u>\$ 2,609,139.55</u></u>

TOWNSHIP OF PENNSAUKEN
GENERAL CAPITAL FUND
 Analysis of General Capital Cash
 For the Year Ended December 31, 2021

	Balance (Deficit) Dec. 31, 2020	Receipts		Disbursements			Transfers		Balance (Deficit) Dec. 31, 2021
		Improvement Authorizations	Miscellaneous	Improvement Authorizations	Bond Anticipation Notes	Miscellaneous	From	To	
Due from State of New Jersey:									
Transportation Trust Fund Grant Receivable	\$ (146,385.16)						\$ 650,800.00	\$ 545,477.84	\$ (251,707.32)
Department of Environmental Protection Grant Receivable	(430,004.48)							430,004.48	
Due Current Fund	(1,064,693.27)		\$ 6,429,794.36				5,364,503.92		597.17
Due Federal and State Grant Fund	0.01								0.01
Due Animal Control Fund	(15,000.00)		15,000.00						
Due Trust Other Fund	(5,000.00)								(5,000.00)
Due Gold Course Utility Operating Fund	16,745.00					\$ 16,745.00			
Contracts Payable	1,188,761.02						1,188,761.02	2,019,153.54	2,019,153.54
Capital Improvement Fund	34,671.90		190,000.00				224,671.90		
Fund Balance	61,710.55						328.10	112,521.60	112,193.50
Cash Pledged to the Payment of Bond Anticipation Notes	110,000.00				\$ 110,000.00				
Improvement Authorizations:									
<u>Ordinance Number</u>									
07-03	Completion of Various Capital Improvements and Acquisition of Capital Equipment	2,954.68							2,954.68
09-05	Completion of Various Capital Improvements and Acquisition of Capital Equipment	(2,000.00)							(2,000.00)
11-05	Completion of Various Capital Improvements and Acquisition of Capital Equipment	(500.00)							(500.00)
11-15	Acquisition of and Improvements to Various Abandoned Homes	87,943.78							87,943.78
13-06	Completion of Various Capital Improvements and Acquisition of Capital Equipment	(375.00)							(375.00)
14-04	Completion of Various Capital Improvements and Acquisition of Capital Equipment	149.58							149.58
15-04;16-03	Completion of Various Capital Improvements and Acquisition of Capital Equipment	7,037.77							7,037.77
16-02	Completion of Various Capital Improvements and Acquisition of Capital Equipment	(489.62)							(489.62)
17-03; 17-16	Completion of Various Capital Improvements and Acquisition of Capital Equipment	15,182.39		\$ 1,867.80			1,739.20		11,575.39
17-08	Replacement of the HVAC System in the Township Library	9,220.21		9,220.21					
18-02	Completion of Various Capital Improvements and Acquisition of Capital Equipment	102,629.35	\$ 29,820.44	4,552.37			125,700.00	2,141.67	4,339.09
19-02	Completion of Various Recreational Improvements	1,558.82							1,558.82
19-03;	Completion of Various Capital Improvements and Acquisition of Capital Equipment	73,993.92		220,211.37			43,746.87	209,954.53	19,990.21
19-18	Completion of Various Capital Improvements and Acquisition of Capital Equipment	367,725.90	6,520.00	1,160,841.21			29,629.63	978,164.82	161,939.88
20-03	Completion of Various Capital Improvements and Acquisition of Capital Equipment	(402,736.81)		47,412.94			5,183.50		(455,333.25)
20-11	Completion of Certain Capital Improvements (Library/Municipal Building Complex and Delaware Gardens Riverview)			2,442,534.34			1,813,154.34	5,150,800.00	895,111.32
21-05	Completion of Various Capital Improvements and Acquisition of Capital Equipment								
		<u>\$ 13,100.54</u>	<u>\$ 36,340.44</u>	<u>\$ 6,634,794.36</u>	<u>\$ 3,886,640.24</u>	<u>\$ 110,000.00</u>	<u>\$ 9,448,218.48</u>	<u>\$ 9,448,218.48</u>	<u>\$ 2,609,139.55</u>

TOWNSHIP OF PENNSAUKEN
GENERAL CAPITAL FUND
Statement of Deferred Charges to Future Taxation -- Funded
For the Year Ended December 31, 2021

Balance December 31, 2020	\$ 18,847,429.00
Decreased by:	
2021 Budget Appropriation to Pay Bonds	<u>2,910,284.00</u>
Balance December 31, 2021	<u><u>\$ 15,937,145.00</u></u>

TOWNSHIP OF PENNSAUKEN
GENERAL CAPITAL FUND
Statement of Deferred Charges to Future Taxation -- Unfunded
For the Year Ended December 31, 2021

Ordinance Number	Improvement Description	Balance Dec. 31, 2020	Increased by	Decreased by	Balance Dec. 31, 2021	Analysis of Balance December 31, 2021		
			2021 Authorizations	Notes Paid by Budget Appropriation		Bond Anticipation Notes	Expenditures	Unexpended Improvement Authorizations
General Improvements:								
09-05	Completion of Various Capital Improvements and Acquisition of Capital Equipment	\$ 2,000.00			\$ 2,000.00		\$ 2,000.00	
11-05	Completion of Various Capital Improvements and Acquisition of Capital Equipment	500.00			500.00		500.00	
13-06	Completion of Various Capital Improvements and Acquisition of Capital Equipment	375.00			375.00		375.00	
16-02	Completion of Various Capital Improvements and Acquisition of Capital Equipment	575.00			575.00		575.00	
17-03; 17-16	Completion of Various Capital Improvements and Acquisition of Capital Equipment	2,407,500.00		\$ 110,000.00	2,297,500.00	\$ 2,296,250.00		\$ 1,250.00
17-08	Replacement of the HVAC System in the Township Library	323,000.00		11,500.00	311,500.00	311,500.00		
18-02	Completion of Various Capital Improvements and Acquisition of Capital Equipment	2,422,500.00		110,000.00	2,312,500.00	2,312,500.00		
19-02	Completion of Various Recreational Improvements	204,250.00			204,250.00	204,250.00		
19-03; 19-18	Completion of Various Capital Improvements and Acquisition of Capital Equipment	2,384,500.00			2,384,500.00	2,384,500.00		
20-03	Completion of Various Capital Improvements and Acquisition of Capital Equipment	2,736,000.00			2,736,000.00	2,736,000.00		
20-11	Completion of Certain Capital Improvements (Library/Municipal Building Complex and Delaware Gardens Riverview)	570,000.00			570,000.00		455,333.25	114,666.75
21-05	Completion of Various Capital Improvements and Acquisition of Capital Equipment		\$ 4,275,000.00		4,275,000.00	4,275,000.00		
21-09	Development and Construction of Improvements as Part of the Route 130 Redevelopment Plan		13,800,000.00		13,800,000.00			13,800,000.00
		<u>\$ 11,051,200.00</u>	<u>\$ 18,075,000.00</u>	<u>\$ 231,500.00</u>	<u>\$ 28,894,700.00</u>	<u>\$ 14,520,000.00</u>	<u>\$ 458,783.25</u>	<u>\$ 13,915,916.75</u>
Improvement Authorizations Unfunded								\$ 15,010,431.46
Less Unexpended Proceeds of Bond Anticipation Notes Issued:								
Ordinance Number 17-03; 17-16, 18-02, 19-02, 19-03; 19-18, 20-03, and 21-05								1,094,514.71
								<u>\$ 13,915,916.75</u>

TOWNSHIP OF PENNSAUKEN
GENERAL CAPITAL FUND
Statement of Due from/(to) Current Fund
For the Year Ended December 31, 2021

Balance December 31, 2020 - Due from		\$ 1,064,693.27
Increased by:		
Collections by Current Fund:		
New Jersey Transportation Trust Fund Receivable	\$ 545,477.84	
New Jersey Dept. of Environmental Protection Receivable	430,004.48	
Premium on Bond Anticipation Notes -- Fund Balance	112,521.60	
Bond Anticipation Notes Issued	<u>4,276,500.00</u>	
		<u>5,364,503.92</u>
		6,429,197.19
Decreased by:		
Receipts:		
Interfunds Received	6,428,806.59	
Interest Earned	<u>987.77</u>	
		<u>6,429,794.36</u>
Balance December 31, 2021 (Due to)		<u><u>\$ (597.17)</u></u>

TOWNSHIP OF PENNSAUKEN
GENERAL CAPITAL FUND
 Statement of Due from State of New Jersey --
 Transportation Trust Fund Grant Receivable
 For the Year Ended December 31, 2021

Balance December 31, 2020	\$ 146,385.16
Increased by:	
Accrued in 2021:	
2021 Improvement Authorizations -- Funded	650,800.00
	797,185.16
Decreased by:	
Collected by the Current Fund	545,477.84
Balance December 31, 2021	\$ 251,707.32

Exhibit SC-7

TOWNSHIP OF PENNSAUKEN
GENERAL CAPITAL FUND
 Statement of Due from State of New Jersey --
 Department of Environmental Protection Grant Receivable
 For the Year Ended December 31, 2021

Balance December 31, 2020	\$ 430,004.48
Decreased by:	
Collected by the Current Fund	430,004.48
Balance December 31, 2021	\$ -

TOWNSHIP OF PENNSAUKEN
GENERAL CAPITAL FUND
 Statement of Improvement Authorizations
 For the Year Ended December 31, 2021

Ordinance Number	Improvement Descriptions	Date	Ordinance Amount	Balance December 31, 2020		2021 Authorizations					Balance December 31, 2021		
				Funded	Unfunded	Capital Improvement Fund	Other Sources	Deferred Charges to Future Taxation - Unfunded	Paid or Charged	Transfer from Contracts Payable	Refunds	Funded	Unfunded
General Improvements:													
07-03	Completion of Various Capital Improvements and Acquisition of Capital Equipment	3/28/2007	\$ 2,364,000.00	\$ 2,954.68								\$ 2,954.68	
11-15	Acquisition of and Improvements to Various Abandoned Homes	6/29/2011	200,000.00	87,943.78								87,943.78	
14-04	Completion of Various Capital Improvements and Acquisition of Capital Equipment	3/19/2014	3,267,980.00	149.58								149.58	
15-04;	Completion of Various Capital Improvements and												
16-03	Acquisition of Capital Equipment	3/25/2015	2,770,120.00	7,037.77								7,037.77	
16-02	Completion of Various Capital Improvements and Acquisition of Capital Equipment	3/22/2016	2,942,100.00	85.38								85.38	
17-03;	Completion of Various Capital Improvements and												
17-16	Acquisition of Capital Equipment	2/22/2017	2,885,000.00	\$ 16,432.39				\$ 3,607.00				\$ 12,825.39	
17-08	Replacement of the HVAC System in the Township Library	5/24/2017	340,000.00	9,220.21				9,220.21					
18-02	Completion of Various Capital Improvements and Acquisition of Capital Equipment	3/28/2018	3,711,392.00	103,129.35				130,252.37	\$ 1,641.67	\$ 29,820.44		4,339.09	
19-02	Completion of Various Recreational Improvements	2/21/2019	215,000.00	1,558.82								1,558.82	
19-03;	Completion of Various Capital Improvements and												
19-18	Acquisition of Capital Equipment	3/21/2019;											
20-03	Completion of Various Capital Improvements and Acquisition of Capital Equipment	10/31/19	2,674,000.00	73,993.92				263,958.24	209,954.53			19,990.21	
20-11	Completion of Various Capital Improvements and Acquisition of Capital Equipment	2/20/2020	3,276,410.00	49,264.05	319,461.85			1,190,470.84	977,164.82	6,520.00		161,939.88	
20-11	Completion of Certain Capital Improvements (Library/Municipal Building Complex and Delaware Gardens Riverview)	06/04/20	600,000.00	167,263.19				52,596.44				114,666.75	
21-05	Completion of Various Capital Improvements and Acquisition of Capital Equipment	2/18/2021	5,150,800.00			\$ 224,671.90	\$ 651,128.10	\$ 4,275,000.00	4,255,688.68			895,111.32	
21-09	Development and Construction of Improvements as Part of the Route 130 Redevelopment Plan	3/18/2021	13,800,000.00									13,800,000.00	
				<u>\$ 147,435.24</u>	<u>\$ 691,059.73</u>	<u>\$ 224,671.90</u>	<u>\$ 651,128.10</u>	<u>\$ 18,075,000.00</u>	<u>\$ 5,905,793.78</u>	<u>\$ 1,188,761.02</u>	<u>\$ 36,340.44</u>	<u>\$ 98,171.19</u>	<u>\$ 15,010,431.46</u>
NJ Department of Transportation Grant Receivable							\$ 650,800.00						
Capital Fund Balance							328.10						
							<u>\$ 651,128.10</u>						
Refunds:													
Receipts												\$ 36,340.44	
Disbursements											\$ 3,886,640.24		
Contracts Payable											<u>2,019,153.54</u>		
											<u>\$ 5,905,793.78</u>		

TOWNSHIP OF PENNSAUKEN
GENERAL CAPITAL FUND
Statement of Contracts Payable
For the Year Ended December 31, 2021

Balance December 31, 2020	\$ 1,188,761.02
Increased by:	
Accrued in 2021	<u>2,019,153.54</u>
	3,207,914.56
Decreased by:	
Transfer to Improvement Authorizations	<u>1,188,761.02</u>
Balance December 31, 2021	<u><u>\$ 2,019,153.54</u></u>

TOWNSHIP OF PENNSAUKEN
GENERAL CAPITAL FUND
Statement of Capital Improvement Fund
For the Year Ended December 31, 2021

Balance December 31, 2020	\$ 34,671.90
Increased by:	
2021 Budget Appropriation	<u>190,000.00</u>
	224,671.90
Decreased by:	
Appropriated to Finance Improvement Authorizations	<u>224,671.90</u>
Balance December 31, 2021	<u><u>\$ -</u></u>

TOWNSHIP OF PENNSAUKEN
GENERAL CAPITAL FUND
 Statement of Bonds Anticipation Notes
 For the Year Ended December 31, 2021

Ordinance Number	Improvement Description	Amount of Original Issue	Date of Issue of Original Note	Date of Issue	Date of Maturity	Interest Rate	Balance Dec. 31, 2020	Increased	Decreased	Balance Dec. 31, 2021
General Improvements:										
17-03; 17-16	Completion of Various Capital Improvements and Acquisition of Capital Equipment	\$ 2,515,000.00	06/21/17	06/11/20	06/10/21	1.25%	\$ 2,515,000.00		\$ 2,515,000.00	
		1,250.00	06/17/19	06/09/21	06/08/22	1.00%		\$ 2,295,000.00		\$ 2,295,000.00
				06/11/20	06/10/21	1.25%	1,250.00		1,250.00	
				06/09/21	06/08/22	1.00%		1,250.00		1,250.00
17-08	Library HVAC System Improvements	323,000.00	06/19/18	06/11/20	06/10/21	1.25%	323,000.00		323,000.00	
				06/09/21	06/08/22	1.00%		311,500.00		311,500.00
18-02	Completion of Various Capital Improvements and Acquisition of Capital Equipment	2,422,000.00	06/19/18	06/11/20	06/10/21	1.25%	2,422,000.00		2,422,000.00	
				06/09/21	06/08/22	1.00%		2,312,500.00		2,312,500.00
19-02	Completion of Various Recreational Improvements	204,250.00	06/17/19	06/11/20	06/10/21	1.25%	204,250.00		204,250.00	
				06/09/21	06/08/22	1.00%		204,250.00		204,250.00
19-03; 19-18	Completion of Various Capital Improvements and Acquisition of Capital Equipment	2,384,500.00	06/17/19	06/11/20	06/10/21	1.25%	2,384,500.00		2,384,500.00	
				06/09/21	06/08/22	1.00%		2,384,500.00		2,384,500.00
20-03	Completion of Various Capital Improvements and Acquisition of Capital Equipment	2,735,000.00	06/11/20	06/11/20	06/10/21	1.25%	2,735,000.00		2,735,000.00	
				06/09/21	06/08/22	1.00%		2,736,000.00		2,736,000.00
21-05	Completion of Various Capital Improvements and Acquisition of Capital Equipment	4,275,000.00	06/09/21	06/09/21	06/08/22	1.00%		4,275,000.00		4,275,000.00
							<u>\$ 10,585,000.00</u>	<u>\$ 14,520,000.00</u>	<u>\$ 10,585,000.00</u>	<u>\$ 14,520,000.00</u>
Renewals								\$ 10,243,500.00	\$ 10,243,500.00	
Issued for Cash - Collected by Current Fund								4,276,500.00		
Paid by Capital Cash									110,000.00	
Paid by Current Fund Budget Appropriation									231,500.00	
							<u>\$ 14,520,000.00</u>	<u>\$ 10,585,000.00</u>		

TOWNSHIP OF PENNSAUKEN
GENERAL CAPITAL FUND
 Statement of Bonds and Notes Authorized but not Issued
 For the Year Ended December 31, 2021

Ordinance Number	Improvement Description	Balance Dec. 31, 2020	Increased by 2021 Authorizations	Decreased by Notes Issued	Balance Dec. 31, 2021
General Improvements:					
09-05	Completion of Various Capital Improvements and Acquisition of Capital Equipment	\$ 2,000.00			\$ 2,000.00
11-05	Completion of Various Capital Improvements and Acquisition of Capital Equipment	500.00			500.00
13-06	Completion of Various Capital Improvements and Acquisition of Capital Equipment	375.00			375.00
16-02	Completion of Various Capital Improvements and Acquisition of Capital Equipment	575.00			575.00
17-03; 17-16	Completion of Various Capital Improvements and Acquisition of Capital Equipment	1,250.00			1,250.00
18-02	Completion of Various Capital Improvements and Acquisition of Capital Equipment	500.00		\$ 500.00	
20-03	Completion of Various Capital Improvements and Acquisition of Capital Equipment	1,000.00		1,000.00	
20-11	Completion of Certain Capital Improvements (Library/Municipal Building Complex and Delaware Gardens Riverview)	570,000.00			570,000.00
21-05	Completion of Various Capital Improvements and Acquisition of Capital Equipment		\$ 4,275,000.00	4,275,000.00	
21-09	Development and Construction of Improvements as Part of the Route 130 Redevelopment Plan		13,800,000.00		13,800,000.00
		<u>\$ 576,200.00</u>	<u>\$ 18,075,000.00</u>	<u>\$ 4,276,500.00</u>	<u>\$ 14,374,700.00</u>

SUPPLEMENTAL EXHIBITS
GOLF COURSE UTILITY FUND

TOWNSHIP OF PENNSAUKEN
GOLF COURSE UTILITY FUND
Statement of Golf Course Utility Cash
Per N.J.S. 40A:5-5 -- Treasurer
For the Year Ended December 31, 2021

	<u>Operating</u>	<u>Capital</u>
Balance January 1, 2021	\$ 437,831.20	\$ 1,720.01
Increased by Receipts:		
Playing Fees	\$ 1,754,664.17	
Equipment Rental Fees	480,196.64	
Miscellaneous	330,770.53	
2021 Appropriation Refunds	32,193.43	
Petty Cash	150.00	
Reserve for Gift Certificates	1,350.02	
Due State of NJ - Sales Tax Payable	7,188.58	
Due Trust Fund	6,684.28	
Due Golf Course Utility Operating Fund		\$ 499.39
Due General Capital	16,745.00	
Due Current Fund		2,375.00
2020 Appropriation Reserves Refunds	<u>2,356.30</u>	
	<u>2,632,298.95</u>	<u>2,874.39</u>
	3,070,130.15	4,594.40
Decreased by Disbursements:		
2021 Appropriations	1,891,001.05	
Petty Cash	150.00	
2020 Appropriation Reserves	16,760.00	
Due Current Fund	133,388.02	
Due Golf Course Utility Capital Fund	499.39	
Improvement Authorizations		<u>1,526.82</u>
	<u>2,041,798.46</u>	<u>1,526.82</u>
Balance December 31, 2021	<u>\$ 1,028,331.69</u>	<u>\$ 3,067.58</u>

TOWNSHIP OF PENNSAUKEN
GOLF COURSE UTILITY CAPITAL FUND
 Analysis of Golf Course Utility Capital Cash
 For the Year Ended December 31, 2021

	<u>Balance</u> (Deficit) <u>Dec. 31, 2020</u>	<u>Receipts</u> <u>Miscellaneous</u>	<u>Disbursements</u> Improvement <u>Authorizations</u>	<u>Transfers</u>		<u>Balance</u> (Deficit) <u>Dec. 31, 2021</u>
				<u>From</u>	<u>To</u>	
Due Current Fund	\$ (2,375.00)	\$ 2,375.00				
Due Golf Course Utility Operating Fund	(499.39)	499.39				
Capital Improvement Fund	3,029.00					\$ 3,029.00
Reserve for Preliminary Expenses	38.58					38.58
Improvement Authorizations:						
Ordinance						
<u>Number</u>						
13-01	Completion of Various Capital Improvements and Acquisition of Equipment	1,438.29		\$ 1,438.29		
15-04	Completion of Various Capital Improvements and Acquisition of Equipment	32.87		32.87		
16-02	Completion of Various Capital Improvements and Acquisition of Equipment	55.66		55.66		
		<u>\$ 1,720.01</u>	<u>\$ 2,874.39</u>	<u>\$ 1,526.82</u>	<u>\$ -</u>	<u>\$ -</u>
						<u>\$ 3,067.58</u>

TOWNSHIP OF PENNSAUKEN
GOLF COURSE UTILITY OPERATING FUND
 Schedule of Change Funds
 As of December 31, 2021

Balance December 31, 2021	<u>\$ 800.00</u>
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TOWNSHIP OF PENNSAUKEN
GOLF COURSE UTILITY OPERATING FUND
 Statement of Petty Cash Funds
 For the Year Ended December 31, 2021

Golf Course -- Received from Treasurer -- Disbursements	\$ 150.00
Decreased by:	
Returned to Treasurer -- Receipts	<u>\$ 150.00</u>

TOWNSHIP OF PENNSAUKEN
GOLF COURSE UTILITY OPERATING FUND
 Statement of Due from Current Fund
 For the Year Ended December 31, 2021

Balance December 31, 2020		\$ 29,975.48
Increased by:		
Disbursements:		
Interfunds Returned		<u>133,388.02</u>
		163,363.50
Decreased by:		
Payments made by Current Fund:		
Accrued Interest on Bonds and Notes	\$ 18,647.50	
2021 Budget Appropriations:		
Bond Principal	<u>144,716.00</u>	
		<u>163,363.50</u>
Balance December 31, 2021		<u><u>\$ -</u></u>

TOWNSHIP OF PENNSAUKEN
GOLF COURSE UTILITY CAPITAL FUND
 Schedule of Fixed Capital
 As of December 31, 2021

<u>Account</u>	<u>Balance</u> <u>Dec. 31, 2021</u>
Construction of Clubhouse at the Golf Course	\$ 1,963,891.26
Improvements to Golf Course	2,874,273.58
Construction of a Clubhouse and the Restaurant Facility	150,000.00
Issuance Costs for Refunding Bonds	29,501.41
Construction of a Parking Lot	94,800.00
Construction of a Pool House and Maintenance Facility	181,925.00
Purchase of Golf Equipment	553,348.69
Construction of a Tunnel Under Haddonfield Road	850,000.00
Purchase of Real Property	<u>210,000.00</u>
	<u><u>\$ 6,907,739.94</u></u>

TOWNSHIP OF PENNSAUKEN
GOLF COURSE UTILITY CAPITAL FUND
 Schedule of Fixed Capital Authorized and Uncompleted
 As of December 31, 2021

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Date</u>	<u>Ordinance Amount</u>	<u>Balance Dec. 31, 2021</u>
General Improvements:				
13-01	Completion of Various Capital Improvements and Acquisition of Equipment	1/26/2013	\$ 325,000.00	\$ 325,000.00
15-04	Completion of Various Capital Improvements and Acquisition of Equipment	3/25/2015	65,000.00	65,000.00
16-02	Completion of Various Capital Improvements and Acquisition of Equipment	3/23/2016	141,500.00	<u>141,500.00</u>
				<u>\$ 531,500.00</u>

TOWNSHIP OF PENNSAUKEN
GOLF COURSE UTILITY CAPITAL FUND
Statement of Due from Golf Course Utility Operating Fund
For the Year Ended December 31, 2021

Balance December 31, 2020	\$	499.39
Decreased by:		
Receipts:		<u>499.39</u>
Balance December 31, 2021	<u>\$</u>	<u>-</u>

TOWNSHIP OF PENNSAUKEN
GOLF COURSE UTILITY OPERATING FUND
Statement of 2020 Appropriation Reserves
For the Year Ended December 31, 2021

	Balance December 31, 2020		Balance After Modification	Paid or Charged	Balance Lapsed
	<u>Encumbered</u>	<u>Reserved</u>			
Operating:					
Salaries and Wages		\$ 3,415.59	\$ 3,415.59		\$ 3,415.59
Other Expenses	\$ 12,442.53	6,572.03	19,014.56	\$ 14,403.70	4,610.86
Total Operating	<u>12,442.53</u>	<u>9,987.62</u>	<u>22,430.15</u>	<u>14,403.70</u>	<u>8,026.45</u>
Deferred Charges and Statutory Expenditures:					
Statutory Expenditures:					
Contribution to:					
Social Security System (O.A.S.I.)		982.38	982.38		982.38
Total Utility Appropriations	<u>\$ 12,442.53</u>	<u>\$ 10,970.00</u>	<u>\$ 23,412.53</u>	<u>\$ 14,403.70</u>	<u>\$ 9,008.83</u>
Receipts:					
Refunds				\$ (2,356.30)	
Disbursements				<u>16,760.00</u>	
				<u>\$ 14,403.70</u>	

TOWNSHIP OF PENNSAUKEN
GOLF COURSE UTILITY OPERATING FUND
 Statement of Accrued Interest on Bonds and Notes
 For the Year Ended December 31, 2021

Balance December 31, 2020	\$ 6,298.52
Increased by:	
2021 Budget Appropriation	
Interest on Bonds	17,691.78
	23,990.30
Decreased by:	
Paid by Current Fund	18,647.50
Balance December 31, 2021	\$ 5,342.80

<u>Principal Outstanding December 31, 2021</u>	<u>Interest Rate</u>	<u>From</u>	<u>To</u>	<u>Period (Days)</u>	<u>Amount</u>
General Improvement Bonds:					
2016 Issue:					
\$ 657,855.00	Varies	09/01/21	12/31/21	122	\$ 4,397.72
2017 Issue:					
145,000.00	Varies	09/01/21	12/31/21	122	945.08
					\$ 5,342.80

TOWNSHIP OF PENNSAUKEN
GOLF COURSE UTILITY CAPITAL FUND
Statement of Improvement Authorizations
For the Year Ended December 31, 2021

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Date</u>	<u>Ordinance Amount</u>	<u>Dec. 31, 2020 Funded</u>	<u>Disbursed</u>	<u>Dec. 31, 2021 Funded</u>
General Improvements:						
13-01	Completion of Various Capital Improvements and Acquisition of Equipment	1/26/2013	\$ 325,000.00	\$ 1,438.29	\$ 1,438.29	\$ -
15-04	Completion of Various Capital Improvements and Acquisition of Equipment	3/25/2015	65,000.00	32.87	32.87	-
16-02	Completion of Various Capital Improvements and Acquisition of Equipment	3/23/2016	141,500.00	55.66	55.66	-
				<u>\$ 1,526.82</u>	<u>\$ 1,526.82</u>	<u>\$ -</u>

TOWNSHIP OF PENNSAUKEN
GOLF COURSE UTILITY CAPITAL FUND
Statement of Reserve for Amortization
For the Year Ended December 31, 2021

Balance December 31, 2020	\$ 6,491,668.94
Increased by:	
Payment of Serial Bonds	<u>144,716.00</u>
Balance December 31, 2021	<u><u>\$ 6,636,384.94</u></u>

TOWNSHIP OF PENNSAUKEN
GOLF COURSE UTILITY CAPITAL FUND
 Statement of Golf Course Utility Capital Serial Bonds
 For the Year Ended December 31, 2021

<u>Purpose</u>	<u>Date of Issue</u>	<u>Original Issue</u>	<u>Maturities of Bonds Outstanding Dec. 31, 2021</u>		<u>Interest Rate</u>	<u>Balance Dec. 31, 2020</u>	<u>Decreased</u>	<u>Balance Dec. 31, 2021</u>
			<u>Date</u>	<u>Amount</u>				
General Obligation Bonds	06/22/16	\$ 1,014,000.00	3/1/2022	\$ 76,139.00	2.00%	\$ 732,571.00	\$ 74,716.00	\$ 657,855.00
			3/1/2023	77,918.00	2.00%			
			3/1/2024	79,341.00	2.00%			
			3/1/2025	81,120.00	2.00%			
			3/1/2026	82,899.00	2.00%			
			3/1/2027	84,678.00	2.00%			
			3/1/2028	86,813.00	2.25%			
			3/1/2029	88,947.00	2.375%			
Refunding Bonds	6/15/2017	365,000.00	9/1/2022	70,000.00	1.950%	<u>215,000.00</u>	<u>70,000.00</u>	<u>145,000.00</u>
			9/1/2023	75,000.00	1.950%			
						<u>\$ 947,571.00</u>	<u>\$ 144,716.00</u>	<u>\$ 802,855.00</u>
Paid by Budget Appropriation							<u>\$ 144,716.00</u>	

PART II
SINGLE AUDIT
FOR THE YEAR ENDED DECEMBER 31, 2021

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

INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and
Members of the Township Committee
Township of Pennsauken
Pennsauken, New Jersey 08110

Report on Compliance for Each Major Federal Program

Opinion on the Major Federal Program

We have audited the Township of Pennsauken's, in the County of Camden, State of New Jersey, compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on the Township's major federal program for the year ended December 31, 2021. The Township's major federal program is identified in the *Summary of Auditor's Results* section of the accompanying *Schedule of Findings and Questioned Costs*.

In our opinion, the Township of Pennsauken, in the County of Camden, State of New Jersey, complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on its major federal program for the year ended December 31, 2021.

Basis for Opinion on the Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States; the audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey; the audit requirements of Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance, is further described in the *Auditor's Responsibilities for the Audit of Compliance* section of our report.

We are required to be independent of the Township and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for the major federal program. Our audit does not provide a legal determination of the Township's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to the Township's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the Township's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with auditing standards generally accepted in the United States of America; *Government Auditing Standards*; the Division of Local Government Services, Department of Community Affairs, State of New Jersey and Uniform Guidance, will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgement made by a reasonable user of the report on compliance about the Township's compliance with the requirements of the major federal program as a whole.

In performing an audit in accordance with auditing standards generally accepted in the United States of America, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the Township's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the Township's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the Township's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control over Compliance

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

Our consideration of internal control over compliance was for the limited purpose described in the *Auditor's Responsibilities for the Audit of Compliance* section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

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Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

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

Respectfully submitted,



BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants



Scott P. Barron
Certified Public Accountant
Registered Municipal Accountant

Voorhees, New Jersey
August 30, 2022

TOWNSHIP OF PENNSAUKEN
 Schedule of Expenditures of Federal Awards
 For the Year Ended December 31, 2021

Federal Grantor/ Pass Through Grantor/ Program or Cluster Title	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Program or Award Amount	Matching Contribution	<u>Grant Period</u> From To	
<u>U.S. Department of Housing and Urban Development</u>						
Housing Voucher Cluster:						
Section 8 Housing Choice Vouchers	14.871	NJ118	\$ 580,032.00	N/A	1/1/21	12/31/21
Passed through County of Camden:						
CDBG - Entitlement Grants Cluster:						
Community Development Block Grants/Entitlement Grants:						
Year XXXXII	14.218	N/A	150,000.00	N/A	07/01/20	06/30/22
Year XXXXIII	14.218	N/A	154,500.00	N/A	07/01/21	06/30/22
Total Community Development Block Grants/Entitlement Grants Cluster						
Total Department of Housing and Urban Development						
<u>U.S. Department of Treasury</u>						
Coronavirus State and Local Fiscal Recovery Funds	21.027	N/A	1,871,526.09	N/A	06/30/21	12/30/26
Total U.S. Department of Treasury						
<u>U.S. Department of Justice</u>						
Bulletproof Vest Partnership Program	16.607	N/A	29,328.00	N/A	09/01/20	08/31/22
Body Worn Camera Policy & Implementation Program	16.835	N/A	322,142.00	N/A	10/01/19	09/30/22
Coronavirus Emergency Supplemental Funding Program	16.034	N/A	35,838.00	N/A	07/01/20	06/30/22
Edward Byrne Memorial -- Justice Assistance Grant	16.738	N/A	10,680.00	N/A	10/01/18	09/30/22
Justice Assistance Grant	16.738	N/A	21,573.00	N/A	10/01/19	09/30/23
Total U.S. Department of Justice						
<u>U.S. Department of Transportation</u>						
Passed through State Division of Highway Traffic Safety:						
New Jersey Department of Transportation:						
Highway Planning and Construction Cluster:						
Transportation Alternatives Program	20.205	078-6300-480-ICL	192,051.05	N/A	07/31/18	07/31/22
Total U.S. Department of Transportation						
<u>U.S. Department of Homeland Security</u>						
FEMA Emergency Management Assistance Program	97.042	N/A	10,000.00	N/A	07/01/19	06/30/20
FEMA Emergency Management Assistance Program	97.042	N/A	10,000.00	N/A	07/01/20	06/30/21
FEMA Emergency Management Assistance Program	97.042	N/A	10,000.00	N/A	07/01/21	06/30/22

Total Federal Financial Assistance

The accompanying Notes to Financial Statements and Notes to Schedule of Expenditures of Federal Awards are an integral part of this schedule.

Balance Dec 31, 2020	Receipts or Revenues Realized	Adjustments	Passed - Through to Subrecipients	Total Federal Disbursements / Expenditures	Encumbrances	Balance Dec 31, 2021	(Memo Only)	
							Cash Receipts	Accumulated Expenditures
	\$ 580,032.00			\$ (580,032.00)			\$ 580,032.00	\$ 580,032.00
	580,032.00			(580,032.00)			580,032.00	580,032.00
\$ 130,430.46	154,500.00			(120,101.68)		\$ 10,328.78 154,500.00	111,105.82	139,671.22
130,430.46	154,500.00			(120,101.68)		164,828.78	111,105.82	139,671.22
130,430.46	734,532.00			(700,133.68)		164,828.78	691,137.82	719,703.22
	1,871,526.09			(694,963.91)		1,176,562.18	1,871,526.09	694,963.91
	1,871,526.09			(694,963.91)		1,176,562.18	1,871,526.09	694,963.91
29,328.00				(13,125.75)		16,202.25		13,125.75
100,000.00	222,142.00				\$ (100,000.00)	222,142.00		
8,277.34				(17,406.89)	17,385.93	8,256.38		27,581.62
765.52 21,573.00					(2,511.20)	765.52 19,061.80	2,511.20	9,914.48
22,338.52					(2,511.20)	19,827.32	2,511.20	9,914.48
159,943.86	222,142.00			(30,532.64)	(85,125.27)	266,427.95	2,511.20	50,621.85
115,121.09				(103,456.10)		11,664.99	19,205.96	180,386.06
115,121.09				(103,456.10)		11,664.99	19,205.96	180,386.06
3,762.57 10,000.00				(3,762.57) (9,999.70)		0.30 10,000.00	10,000.00	10,000.00 9,999.70
13,762.57	10,000.00			(13,762.27)		10,000.30	10,000.00	19,999.70
\$ 419,257.98	\$ 2,838,200.09	\$ -	\$ -	\$ (1,542,848.60)	\$ (85,125.27)	\$ 1,629,484.20	\$ 2,594,381.07	\$ 1,665,674.74

TOWNSHIP OF PENNSAUKEN
Notes to Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2021

Note 1: BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards (the "schedule") includes federal award activity of the Township of Pennsauken (hereafter referred to as the "Township") under programs of the federal government for the year ended December 31, 2021. The Township is defined in note 1 to the financial statements. The information in the schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). All federal awards received directly from federal agencies, as well as federal awards passed through other government agencies, are included on the schedule. Because the schedule presents only a selected portion of the operations of the Township, it is not intended to and does not present the financial position and changes in operations of the Township.

Note 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the schedule are reported in accordance with the *Requirements of Audit* (the "Requirements") as promulgated by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, and present expenditures on the modified accrual basis of accounting with minor exceptions as mandated by the *Requirements*. This basis of accounting is described in note 1 to the financial statements. Such expenditures are recognized following the cost principles contained in Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, wherein certain types of expenditures are not allowed or are limited as to reimbursement.

Note 3: INDIRECT COST RATE

The Township has elected not to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.

Note 4: RELATIONSHIP TO FEDERAL FINANCIAL REPORTS

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

Note 5: MAJOR PROGRAMS

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

PART III
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2021

TOWNSHIP OF PENNSAUKEN
 Schedule of Findings and Questioned Costs
 For the Year Ended December 31, 2021

Section 1- Summary of Auditor's Results

Financial Statements

Type of auditor's report issued	Unmodified
Internal control over financial reporting:	
Material weakness(es) identified?	_____ yes <u> X </u> no
Significant deficiency(ies) identified?	_____ yes <u> X </u> none reported
Noncompliance material to financial statements noted?	_____ yes <u> X </u> no

Federal Awards

Internal control over major programs:	
Material weakness(es) identified?	_____ yes <u> X </u> no
Significant deficiency(ies) identified?	_____ yes <u> X </u> none reported
Type of auditor's report issued on compliance for major programs	Unmodified
Any audit findings disclosed that are required to be reported in accordance with Section 516 of Title 2 U.S. Code of Federal Regulations Part 200, <i>Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards</i> (Uniform Guidance)?	
	_____ yes <u> X </u> no

Identification of major programs:

Assistance Listings Number(s)

21.027

Name of Federal Program or Cluster

Coronavirus State and Local Fiscal Recovery Funds

Dollar threshold used to distinguish between type A and type B programs: _____ \$ 750,000.00

Auditee qualified as low-risk auditee? X yes _____ no

TOWNSHIP OF PENNSAUKEN
Schedule of Findings and Questioned Costs
For the Year Ended December 31, 2021

Section 1- Summary of Auditor's Results (Cont'd)

State Financial Assistance Not Applicable

Internal control over major programs:

Material weakness(es) identified? _____ yes _____ no

Significant deficiency(ies) identified? _____ yes _____ none reported

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

Any audit findings disclosed that are required to be reported in accordance with New Jersey Circular 15-08-OMB? _____ yes _____ no

Identification of major programs:

GMIS Number(s)

Name of State Program

Dollar threshold used to distinguish between type A and type B programs: _____

Auditee qualified as low-risk auditee? _____ yes _____ no

TOWNSHIP OF PENNSAUKEN
Schedule of Findings and Questioned Costs
For the Year Ended December 31, 2021

Section 2 - Schedule of Financial Statement Findings

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

None.

TOWNSHIP OF PENNSAUKEN
Schedule of Findings and Questioned Costs
For the Year Ended December 31, 2021

Section 3 - Schedule of Federal Award Findings and Questioned Costs

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

None.

TOWNSHIP OF PENNSAUKEN
Schedule of Findings and Questioned Costs
For the Year Ended December 31, 2021

Section 4 - Schedule of State Financial Assistance Findings and Questioned Costs

This section identifies the significant deficiencies, material weaknesses, material instances of noncompliance, including questioned costs, and significant instances of abuse related to the audit of major State programs, as required by State of New Jersey Circular 15-08-OMB.

Not applicable.

TOWNSHIP OF PENNSAUKEN
Summary Schedule of Prior Year Audit Findings
and Questioned Costs as Prepared by Management

This section identifies the status of prior year findings related to the financial statements and federal awards and state financial assistance that are required to be reported in accordance with *Government Auditing Standards*, Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), and State of New Jersey Circular 15-08-OMB.

FINANCIAL STATEMENT FINDINGS

None.

FEDERAL AWARDS

None.

STATE FINANCIAL ASSISTANCE PROGRAMS

Not applicable.

TOWNSHIP OF PENNSAUKEN
Officials in Office and Surety Bonds

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

<u>Name</u>	<u>Title</u>	<u>Amount of Surety Bond</u>
Marco DiBattista	Mayor	
Jessica Jarbough-Rafeh	Deputy Mayor	
Tim Killion	Committeeman (through June 2, 2021)	
Vincent Martinez	Committeeman	
Patrick Olivo	Committeeman (from June 17, 2021)	
Nicole Roberts	Committeewoman	
Tim Killion	Township Administrator (from June 3, 2021)	\$ 500,000.00 (A)
Joseph Palumbo	Acting Township Administrator (through June 1, 2021)	500,000.00 (A)
Pamela Scott-Forman	Acting Township Clerk	500,000.00 (A)
Ronald Crane	Chief Financial Officer	265,000.00 (B)
Elizabeth Peddicord	Deputy Chief Financial Officer (from August 9, 2021)	500,000.00 (A)
Walter Nicgorski	Treasurer	500,000.00 (A)
Danielle Lippincott	Tax Collector, Tax Search Clerk	310,000.00 (C)
Steven M. Petrillo	Judge of the Municipal Court	500,000.00 (A)
Meagan Perez	Municipal Court Administrator	500,000.00 (A)
John Dymond	Tax Assessor	500,000.00 (A)
Steve Squibb	Township Engineer	500,000.00 (A)
Linda Galella	Township Solicitor - Parker McCay	

All of the bonds were examined and were properly executed.

(A) All employees handling funds were covered by a Multiple Public Employees' Honesty Blanket Position written by Employers Insurance Company of Wausau

(B) The Fidelity & Deposit Company of Maryland

(C) The Selective Insurance Company of America

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APPRECIATION

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

Respectfully submitted,

BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants

A handwritten signature in black ink that reads "Scott P. Barron". The signature is written in a cursive style with a large, looped initial 'S'.

Scott P. Barron
Certified Public Accountant
Registered Municipal Accountant

