

**TOWNSHIP OF MOUNT LAUREL**  
**COUNTY OF BURLINGTON**

**REPORT OF AUDIT**

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



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**TOWNSHIP OF MOUNT LAUREL**

**PART I**

**REPORT OF AUDIT OF FINANCIAL STATEMENTS**

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

## **INDEPENDENT AUDITOR'S REPORT**

The Honorable Mayor and  
Members of the Township Council  
Township of Mount Laurel  
Mount Laurel, New Jersey 08054

### ***Report on the Financial Statements***

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

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

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

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

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

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

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

## **Opinions**

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

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

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

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

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

### *Opinion on Regulatory Basis of Accounting*

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

## **Emphasis of Matter**

### *Adoption of New Accounting Principles*

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

## **Other Matters**

### *Other Information*

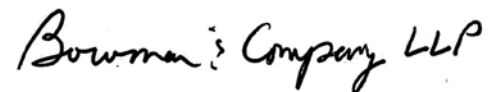
Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Township's basic financial statements. The supplemental statements and schedules presented for the various funds, as listed in the table of contents, are presented for purposes of additional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

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

***Other Reporting Required by Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated June 13, 2016 on our consideration of the Township of Mount Laurel's, in the County of Burlington, State of New Jersey, internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Township of Mount Laurel's internal control over financial reporting and compliance.

Respectfully submitted,



BOWMAN & COMPANY LLP  
Certified Public Accountants  
& Consultants



Robert S. Marrone  
Certified Public Accountant  
Registered Municipal Accountant

Voorhees, New Jersey  
June 13, 2016



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

**INDEPENDENT AUDITOR'S REPORT**

The Honorable Mayor and  
Members of the Township Council  
Township of Mount Laurel  
Mount Laurel, New Jersey 08054

We have audited, in accordance with the auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States; and the audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, the financial statements prepared on a regulatory basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, of the Township of Mount Laurel, in the County of Burlington, State of New Jersey, as of and for the year ended December 31, 2015, and the related notes to the financial statements, which collectively comprise the Township's basic financial statements, and have issued our report thereon dated June 13, 2016. That report indicated that the Township of Mount Laurel's financial statements were not prepared in accordance with accounting principles generally accepted in the United States of America, but were prepared on a regulatory basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. In addition, our report on the financial statements also included an emphasis of matter paragraph describing the adoption of new accounting principles.

***Internal Control Over Financial Reporting***

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified. We did identify certain deficiencies in internal control, described in the accompanying *Schedule of Findings and Recommendations* that we consider to be significant deficiencies: 2015-002, 2015-003 and 2015-004.

### ***Compliance and Other Matters***

As part of obtaining reasonable assurance about whether the Township of Mount Laurel's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, and which are described in the accompanying *Schedule of Findings and Recommendations* as findings no.: 2015-001, 2015-002, 2015-003 and 2015-004.

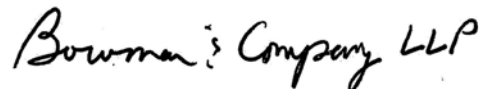
### ***The Township of Mount Laurel's Response to Findings***

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

### ***Purpose of this Report***

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

Respectfully submitted,



BOWMAN & COMPANY LLP  
Certified Public Accountants  
& Consultants



Robert S. Marrone  
Certified Public Accountant  
Registered Municipal Accountant

Voorhees, New Jersey  
June 13, 2016

## TOWNSHIP OF MOUNT LAUREL

## CURRENT FUND

## Statements of Assets, Liabilities, Reserves and Fund Balance--Regulatory Basis

As of December 31, 2015 and 2014

<u>ASSETS</u>	<u>Ref.</u>	<u>2015</u>	<u>2014</u>
Regular Fund:			
Cash--Treasurer	SA-1	\$ 18,450,944.54	\$ 26,742,547.14
Cash--Change Funds	SA-3	650.00	650.00
Due from State of New Jersey - Seniors & Veterans	SA-4		9,856.99
		<u>18,451,594.54</u>	<u>26,753,054.13</u>
Receivables and Other Assets with Full Reserves:			
Delinquent Property Taxes Receivable	SA-6	1,181,934.18	2,165,611.76
Tax Title Liens Receivable	SA-7	178,215.44	136,065.37
Property Acquired for Taxes--Assessed Valuation	SA-8	1,207,100.00	1,317,700.00
Property Maintenance Liens Receivable	SA-5	11,137.34	7,882.75
Revenue Accounts Receivable	SA-11	49,934.13	62,288.82
Due Mount Laurel Library	SA-22	144,700.00	
Due from Animal Control Fund	SB-3	24,751.18	12,487.28
Due from Trust--Assessment Fund	SB-13	514,626.10	459,520.34
Due from Trust--Other Fund	SB-5	920,069.08	909,401.23
Due from General Capital Fund	SC-7	884,159.54	493,063.92
		<u>5,116,626.99</u>	<u>5,564,021.47</u>
Deferred Charges:			
Special Emergency Authorizations (40A:4-55)	SA-9	600,000.00	920,000.00
		<u>24,168,221.53</u>	<u>33,237,075.60</u>
Federal and State Grant Fund:			
Cash--Treasurer	SA-1	1,334,698.62	1,455,770.43
State Grants Receivable	SA-23	838,295.66	1,110,978.04
		<u>2,172,994.28</u>	<u>2,566,748.47</u>
		<u>\$ 26,341,215.81</u>	<u>\$ 35,803,824.07</u>

(Continued)

## TOWNSHIP OF MOUNT LAUREL

## CURRENT FUND

## Statements of Assets, Liabilities, Reserves and Fund Balance--Regulatory Basis

As of December 31, 2015 and 2014

LIABILITIES, RESERVES  
AND FUND BALANCE

	<u>Ref.</u>	<u>2015</u>	<u>2014</u>
Regular Fund:			
Appropriation Reserves	A-3 & SA-12	\$ 2,309,954.81	\$ 1,982,663.51
Reserve for Encumbrances	A-3 & SA-12	1,204,661.56	1,226,779.74
Accounts Payable	SA-10	57,978.17	44,052.81
Due to State of New Jersey - Seniors & Veterans	SA-4	5.37	
Due to State of New Jersey - Marriage Licenses	SA-18	900.00	975.00
Due to State of New Jersey - DCA Fees	SA-18	35,076.00	23,967.00
Prepaid Taxes	SA-13	1,247,479.31	922,742.13
Tax Overpayments	SA-14	648,102.67	493,687.51
Due to County for Added and Omitted Taxes	SA-19	92,166.40	112,847.94
Local School District Taxes Payable	SA-20	2,782,292.15	2,221,282.17
Regional High School Taxes Payable	SA-21	1,200,190.63	1,559,674.33
Due To Trust -- Municipal Open Space Taxes Payable	SA-16	18,040.09	10,651,746.37
Reserve for Revaluation Appeals	A	471,163.48	471,163.48
Reserve for Master Plan	A	11,800.15	11,800.15
Reserve for Insurance Reimbursements	A	42,452.93	42,452.93
Reserve for FEMA Flood Repairs	A	49,807.27	49,807.27
Reserve for Sale of Municipal Assets	A	50,057.63	50,057.63
		<u>10,222,128.62</u>	<u>19,865,699.97</u>
Reserve for Receivables and Other Assets	A	5,116,626.99	5,564,021.47
Fund Balance	A-1	<u>8,829,465.92</u>	<u>7,807,354.16</u>
		<u>24,168,221.53</u>	<u>33,237,075.60</u>
Federal and State Grant Fund:			
Unappropriated Reserves	SA-24	3,800.00	67,965.01
Appropriated Reserves	SA-25	1,164,194.57	1,743,507.91
Reserve for Encumbrances	SA-26	275,810.83	26,086.67
Due to Open Space Trust Fund	B	24,221.97	24,221.97
Due to General Capital Fund	C	704,966.91	704,966.91
		<u>2,172,994.28</u>	<u>2,566,748.47</u>
		<u>\$ 26,341,215.81</u>	<u>\$ 35,803,824.07</u>

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

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

<u>Revenue and Other</u> <u>Income Realized</u>	<u>2015</u>	<u>2014</u>
Fund Balance Utilized	\$ 5,600,000.00	\$ 5,600,000.00
Miscellaneous Revenue Anticipated	10,682,362.12	11,131,029.02
Receipts from Delinquent Taxes	2,198,713.96	1,156,576.91
Receipts from Current Taxes	155,973,141.86	154,140,219.35
Non-Budget Revenues	562,953.82	472,500.83
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	1,941,961.45	1,277,627.84
Accounts Payable Cancelled	27,287.18	26,827.36
Total Income (Carried Forward)	176,986,420.39	173,804,781.31
<u>Expenditures</u>		
Budget Appropriations:		
Within "CAPS":		
Operations:		
Salaries and Wages	11,097,522.00	10,971,622.00
Other Expenses	12,041,250.00	11,600,442.00
Deferred Charges and Statutory Expenditures		
Municipal	2,919,211.00	2,872,082.73
Excluded from "CAPS":		
Operations:		
Salaries and Wages	171,830.99	269,188.22
Other Expenses	3,278,061.12	4,068,791.55
Capital Improvements	270,000.00	50,000.00
Deferred Charges and Statutory Expenditures	341,018.00	552,435.00
Debt Service	4,401,027.92	4,544,712.70
County Taxes	23,287,673.41	22,346,564.96
Due County for Added and Omitted Taxes	92,166.40	112,847.94
Local District School Tax	60,175,731.00	59,053,711.00
Regional High School Tax	38,730,954.00	39,449,921.41
Special District Taxes	8,273,975.55	8,223,613.42
Local Municipal Open Space Tax	4,632,522.48	4,628,925.68
Due Municipal Open Space Trust Fund for Added and Omitted Taxes	18,040.09	22,834.57

(Continued)

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

	<u>2015</u>	<u>2014</u>
Total Income (Brought Forward)	<u>\$ 176,986,420.39</u>	<u>\$ 173,804,781.31</u>
<u>Expenditures (Cont'd)</u>		
State of New Jersey--Senior Citizens' and Veterans'		
Deductions Disallowed by Tax Collector--Prior Year Taxes	19,491.54	24,767.00
Cancellation of Grants Receivable		594.45
Create Reserves for:		
Due Mount Laurel Library	144,700.00	
Due from Trust--Assessment Fund	55,105.76	57,635.25
Due from Trust--Other Fund	10,667.85	118,860.88
Due from Trust--Animal Control Fund	12,263.90	3.98
Due from General Capital Fund	<u>391,095.62</u>	<u>493,063.92</u>
Total Expenditures	<u>170,364,308.63</u>	<u>169,462,618.66</u>
Statutory Excess to Fund Balance	6,622,111.76	4,342,162.65
<u>Fund Balance</u>		
Balance Jan. 1	<u>7,807,354.16</u>	<u>9,065,191.51</u>
	14,429,465.92	13,407,354.16
Decreased by:		
Utilized as Revenue	<u>5,600,000.00</u>	<u>5,600,000.00</u>
Balance Dec. 31	<u><u>\$ 8,829,465.92</u></u>	<u><u>\$ 7,807,354.16</u></u>

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

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

	<u>Anticipated</u>			
	<u>Budget</u>	<u>N.J.S.A. 40A:4-87</u>	<u>Realized</u>	<u>Excess (Deficit)</u>
Fund Balance Anticipated	\$ 5,600,000.00	-	\$ 5,600,000.00	-
Miscellaneous Revenues:				
Licenses:				
Alcoholic Beverages	75,000.00		75,650.00	\$ 650.00
Other	75,000.00		146,991.25	71,991.25
Fees and Permits	75,000.00		91,338.15	16,338.15
Fines and Costs:				
Municipal Court	700,000.00		820,645.92	120,645.92
Interest and Costs on Taxes	200,000.00		384,389.25	184,389.25
Interest on Investments and Deposits	30,000.00		54,836.56	24,836.56
Franchise Fees	170,000.00		175,494.93	5,494.93
Dedicated Uniform Construction Code Fees offset with Appropriations (N.J.S.40A:4-36 and N.J.A.C.5:23-4.17):				
Uniform Construction Code Fees	800,000.00		1,248,018.65	448,018.65
Energy Receipts Tax (P.L. 1997, Ch. 162 & 167)	2,825,561.00		2,825,561.00	
State and Federal Revenue Off-Set with Appropriations:				
Recycling Tonnage	58,565.01		58,565.01	
Drunk Driving Enforcement Fund		\$ 10,121.03	10,121.03	
Highway Traffic Safety Grant		8,800.00	8,800.00	
Over the Limit Under Arrest		5,000.00	5,000.00	
Drive Sober or Get Pulled Over	9,400.00		9,400.00	
Body Armor Fund		5,635.84	5,635.84	
Bullet Proof Vest Partnership Grant		5,202.71	5,202.71	
Clean Communities Program		87,309.96	87,309.96	
Safe and Secure Communities	60,000.00		60,000.00	
Highway Safety Grant - Safe Corridors		38,526.39	38,526.39	
Investor Foundation - Memorial Park Grant		25,000.00	25,000.00	
Municipal Occupancy Tax	2,000,000.00		2,176,352.18	176,352.18
Reserve for Payment of Bonds - General Capital	350,000.00		350,000.00	
Contribution from Municipal Utility Authority	400,000.00		447,716.00	47,716.00
Spectra Tower Rental	50,000.00		42,226.29	(7,773.71)
Rental Registration Fees	200,000.00		259,675.00	59,675.00
Emergency Medical Service Billings	1,000,000.00		1,269,906.00	269,906.00
	9,078,526.01	185,595.93	10,682,362.12	1,418,240.18
Receipts from Delinquent Taxes	950,000.00	-	2,198,713.96	1,248,713.96
Amount to be Raised by Taxes for Support of Municipal Budget Local Tax for Municipal Purposes--Including				
Reserve for Uncollected Taxes	19,909,659.83		21,875,759.59	1,966,099.76
Minimum Library Tax	2,048,340.17		2,048,340.17	
	21,958,000.00	-	23,924,099.76	1,966,099.76
Budget Totals	37,586,526.01	185,595.93	42,405,175.84	4,633,053.90
Non-Budget Revenues			562,953.82	562,953.82
	\$ 37,586,526.01	\$ 185,595.93	\$ 42,968,129.66	\$ 5,196,007.72

(Continued)

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

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Analysis of Realized Revenues

Allocation of Current Tax Collections:

Revenue from Collections \$ 155,973,141.86

Allocated to:

School, County, Municipal Open Space and Special District Taxes 135,211,062.93

Balance for Support of Municipal

Budget Appropriations 20,762,078.93

Add: Appropriation "Reserve for Uncollected Taxes"

3,162,020.83

Amount for Support of Municipal Budget Appropriations

\$ 23,924,099.76

Receipts from Delinquent Taxes:

Delinquent Tax Collections \$ 2,146,254.62

Tax Title Liens 52,459.34

\$ 2,198,713.96

Licenses--Other:

Clerk-Other \$ 29,470.00

Other Licenses 111,498.25

Registrar of Vital Statistics 6,023.00

\$ 146,991.25

Fees and Permits--Other:

Clerk \$ 198.00

Police 7,847.50

Planning Board 22,152.25

Zoning Board of Adjustment 47,457.40

Registrar of Vital Statistics 11,335.00

Road Opening Fees 2,348.00

\$ 91,338.15

Interest Earned on Investments and Deposit:

Treasurer \$ 41,619.97

Municipal Court 275.59

Due from Trust--Animal Control Fund 5.56

Due from Trust--Assessment Fund 388.96

Due from Trust--Other Funds 8,508.26

Due from General Capital Fund 4,038.22

\$ 54,836.56

(Continued)



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

Analysis of Non-Budget Revenues

Miscellaneous Revenue not Anticipated:

Revenue Accounts Receivable - Tax Collector:

Duplicate Tax Bills	\$ 242.00
Tax Searches	1,180.00
Property Certifications	385.75
6% Year-End Penalty Tax	127,818.06
Miscellaneous	<u>9,628.12</u>

\$ 139,253.93

Treasurer:

Ballfield/Pavillion Rental Fees	12,965.00
Host Fees	26,477.00
Xerox Charges	220.35
State Housing Inspection Fees	19,037.00
Police Confiscated Monies	237.50
Canceled Outdated Checks	496.05
Accident Reports	1,099.90
Bad Check Surcharges	705.00
State of NJ: In Lieu of Taxes	49,933.38
Administration Fee for Senior Citizen and Veteran Deductions	8,952.97
Polling Places	1,080.00
Sale of Municipal Assets	16,573.38
Sale of Land	53,204.00
Liquor License Sale	31,750.00
FEMA Reimbursement	496.77
EMS Reports	1,250.00
DMV Inspection Fines	3,005.33
Police OT Outside Admin. Fee	42,020.00
Board of Education Police Fee	13,200.00
Mount Laurel MUA - Fuel	11,116.88
Mount Laurel Library - Public Works	3,408.34
Mount Laurel Fire District - Fuel	3,292.92
Moorestown Township - Fuel	57,844.65
Restitution	3,823.20
Insurance Dividends	712.59
Property Maintenance Liens	8,619.41
Refund of Prior Year Expenditures	5,947.11
Miscellaneous	<u>32,497.02</u>

409,965.75

Due From Animal Control Trust Fund

Excess Animal Control Reserve 12,258.34

Due From Trust Assessment Fund

Interest and Costs on Assessments 1,475.80

\$ 562,953.82

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

## TOWNSHIP OF MOUNT LAUREL

## CURRENT FUND

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

	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Expended</u>		<u>Unexpended Balance Canceled</u>
				<u>Encumbered</u>	<u>Reserved</u>	
OPERATIONS--WITHIN "CAPS"						
Department of Legislative and Executive						
Mayor and Council						
Salaries and Wages	\$ 30,021.00	\$ 30,021.00	\$ 30,020.52		\$ 0.48	
Other Expenses	5,000.00	5,000.00	2,000.15		2,999.85	
Township Manager and Office of Township Clerk						
Salaries and Wages						
Manager	105,000.00	105,000.00	94,110.33		10,889.67	
Clerk	174,000.00	174,000.00	173,948.46		51.54	
Other Expenses						
Manager	220,000.00	220,000.00	148,014.08	\$ 52,068.39	19,917.53	
Clerk	72,925.00	72,925.00	41,571.18	1,549.94	29,803.88	
Insurance						
General Liability	375,000.00	362,500.00	322,121.50		40,378.50	
Employee Group Health	2,818,400.00	2,663,400.00	2,650,604.98		12,795.02	
Workers Compensation	894,000.00	869,000.00	795,488.38		73,511.62	
Township Solicitor						
Other Expenses	350,000.00	350,000.00	321,750.59	23,829.59	4,419.82	
Other Legal Services and Costs						
Other Expenses	60,000.00	61,000.00	26,107.87	1,404.00	33,488.13	
Department of Administration and Finance						
Director of Finance						
Salaries and Wages	200,000.00	200,000.00	183,628.58		16,371.42	
Other Expenses	54,450.00	54,450.00	35,507.64	3,539.53	15,402.83	
Audit Services	85,000.00	85,000.00	85,000.00			
Tax Assessor						
Salaries and Wages	140,000.00	140,000.00	137,212.65		2,787.35	
Other Expenses	70,075.00	70,075.00	32,948.85	33,967.69	3,158.46	
Tax Collector						
Salaries and Wages	145,000.00	145,000.00	134,999.48		10,000.52	
Other Expenses	39,100.00	39,100.00	33,721.30		5,378.70	
Municipal Court						
Salaries and Wages	250,000.00	250,000.00	238,574.14		11,425.86	
Other Expenses	21,000.00	24,000.00	22,158.53		1,841.47	
Public Defender						
Salaries and Wages	1.00	1.00			1.00	
Public Prosecutor						
Other Expenses	45,000.00	45,000.00	45,000.00			

(Continued)

## TOWNSHIP OF MOUNT LAUREL

## CURRENT FUND

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

	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Expended</u>		<u>Unexpended Balance Canceled</u>
				<u>Encumbered</u>	<u>Reserved</u>	
OPERATIONS--WITHIN "CAPS" (CONT'D)						
Department of Public Safety						
Police Department						
Salaries and Wages	\$ 6,541,000.00	\$ 6,421,000.00	\$ 6,290,653.74		\$ 130,346.26	
Other Expenses	340,000.00	385,000.00	260,799.09	\$ 121,024.92	3,175.99	
Emergency Management Services						
Other Expenses	9,000.00	9,000.00	5,542.10		3,457.90	
Aid to First Aid Organizations						
Mount Laurel EMS						
Salaries and Wages	845,000.00	845,000.00	811,396.28		33,603.72	
Other Expense	157,550.00	157,550.00	132,203.03	18,503.62	6,843.35	
Other Expenses - Billing	80,000.00	80,000.00	49,372.22	21,744.89	8,882.89	
Department of Public Works						
Road Repairs and Maintenance						
Salaries and Wages	1,360,000.00	1,360,000.00	1,336,195.96		23,804.04	
Other Expenses	134,350.00	134,350.00	30,595.03	37,090.00	66,664.97	
Snow Trust Fund	600,000.00	600,000.00	600,000.00			
Garbage and Trash Removal						
Other Expenses	725,000.00	725,000.00	655,796.92	9,203.08	60,000.00	
Municipal Services Act (N.J.S.A. 40:67-23.2 et seq.)						
Other Expense	675,000.00	675,000.00	353,619.26	274,934.81	46,445.93	
Public Buildings and Grounds						
Salaries and Wages	235,000.00	235,000.00	180,174.39		54,825.61	
Other Expenses	133,900.00	158,900.00	119,901.89	13,353.00	25,645.11	
Maintenance of Motor Vehicles						
Salaries and Wages	240,000.00	240,000.00	229,385.87		10,614.13	
Other Expenses	245,850.00	245,850.00	174,411.74	18,404.06	53,034.20	
Municipal Engineer						
Other Expenses	52,500.00	52,500.00	28,331.08	8,612.25	15,556.67	
Sanitary Landfill--Contractual	1,550,000.00	1,550,000.00	1,363,825.76	50,086.62	136,087.62	
Department of Health and Welfare						
Public Assistance						
Other Expenses	100.00	100.00			100.00	
Animal Control						
Other Expenses	31,000.00	31,000.00	26,415.47	750.00	3,834.53	
Department of Parks and Recreation						
Salaries and Wages	25,000.00	25,000.00	24,755.75		244.25	
Other Expenses	90,500.00	90,500.00	47,710.23	7,084.77	35,705.00	

(Continued)

## TOWNSHIP OF MOUNT LAUREL

## CURRENT FUND

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

	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Expended</u>		<u>Unexpended Balance Canceled</u>
				<u>Encumbered</u>	<u>Reserved</u>	
OPERATIONS--WITHIN "CAPS" (CONT'D)						
Maintenance of Parks						
Salaries and Wages	\$ 310,000.00	\$ 310,000.00	\$ 244,078.24		\$ 65,921.76	
Other Expenses	349,150.00	349,150.00	184,642.32	\$ 68,616.89	95,890.79	
Department of Community Development						
Planning Board						
Salaries and Wages	53,500.00	53,500.00	51,926.59		1,573.41	
Other Expenses	39,450.00	39,450.00	6,196.31	1,058.07	32,195.62	
Zoning Board						
Salaries and wages	46,000.00	46,000.00	45,401.17		598.83	
Other Expenses	17,950.00	17,950.00	7,700.11	960.00	9,289.89	
Housing Enforcement						
Salaries and Wages	93,000.00	93,000.00	57,698.32		35,301.68	
Other Expenses	5,000.00	5,000.00	221.00		4,779.00	
Uniform Construction Code--Appropriations Offset by						
Dedicated Revenues (N.J.A.C. 5:23-4.17)						
Construction Code Official						
Salaries and Wages	425,000.00	425,000.00	387,971.03		37,028.97	
Other Expenses	80,000.00	80,000.00	77,002.97	1,223.98	1,773.05	
Unclassified:						
Utilities:						
Gasoline	475,000.00	475,000.00	246,250.67	83,301.00	145,448.33	
Street Lighting	550,000.00	575,000.00	525,135.67	40,297.17	9,567.16	
Fuel Oil	3,000.00	3,000.00	468.52	24.09	2,507.39	
Telephone	110,000.00	110,000.00	92,407.51	500.00	17,092.49	
Electricity	460,000.00	460,000.00	329,401.98	31,636.45	98,961.57	
Water	20,000.00	26,000.00	19,784.13	3,005.72	3,210.15	
Sewer	10,000.00	12,500.00	10,618.57	1,009.28	872.15	
Traffic Lights						
Other Expenses	70,000.00	70,000.00	60,195.43	5,908.33	3,896.24	
Total Operations--Within "CAPS"	23,341,772.00	23,136,772.00	20,622,675.56	934,692.14	1,579,404.30	-
Contingent						
	2,000.00	2,000.00			2,000.00	
Total Operations Including Contingent--Within "CAPS"	23,343,772.00	23,138,772.00	20,622,675.56	934,692.14	1,581,404.30	-
Detail:						
Salaries and Wages	11,217,522.00	11,097,522.00	10,652,131.50	-	445,390.50	-
Other Expenses (Including Contingent)	12,126,250.00	12,041,250.00	9,970,544.06	934,692.14	1,136,013.80	-

(Continued)

## TOWNSHIP OF MOUNT LAUREL

## CURRENT FUND

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

	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Expended</u>		<u>Unexpended Balance Canceled</u>
				<u>Encumbered</u>	<u>Reserved</u>	
DEFERRED CHARGES AND STATUTORY EXPENDITURES-- MUNICIPAL--WITHIN "CAPS"						
Statutory Expenditures:						
Contribution to:						
Public Employees' Retirement System	\$ 607,076.00	\$ 607,076.00	\$ 489,234.77		\$ 117,841.23	
Social Security System (O.A.S.I.)	840,000.00	840,000.00	818,928.04		21,071.96	
Police and Firemen's Retirement System of N.J.	1,469,435.00	1,469,435.00	1,469,435.00			
New Jersey Unemployment	100.00	100.00	100.00			
Defined Contribution Retirement Plan	2,600.00	2,600.00	1,738.79		861.21	
Total Deferred Charges and Statutory Expenditures-- Municipal--Within "CAPS"	2,919,211.00	2,919,211.00	2,779,436.60	-	139,774.40	-
Total General Appropriations for Municipal Purposes Within "CAPS"	26,262,983.00	26,057,983.00	23,402,112.16	\$ 934,692.14	1,721,178.70	-
OPERATIONS EXCLUDED FROM "CAPS"						
Insurance						
Employee Group Health	52,268.00	52,268.00	52,268.00			
Road Repair and Maintenance						
Other Expenses	9,000.00	9,000.00	9,000.00			
Reserve for Tax Appeals	750,000.00	955,000.00	156,254.47			
Maintenance of Free Public Library (Ch. 82, P.L. 1985)	2,048,340.17	2,048,340.17	2,048,340.17	269,969.42	528,776.11	
Length of Service Award Program						
Other Expenses	60,000.00	60,000.00			60,000.00	
State and Federal Programs Off-Set by Revenues:						
Body Armor Fund (40A:4-87 \$5,635.84)		5,635.84	5,635.84			
Highway Safety Grant - Safe Corridors (40A:4-87 \$38,526.39)		38,526.39	38,526.39			
Highway Traffic Safety Grant (40A:4-87 \$8,800.00)		8,800.00	8,800.00			
Reserve for Safe and Secure Communities	60,000.00	60,000.00	60,000.00			
Clean Communities Program (40A:4-87 \$87,309.96)		87,309.96	87,309.96			
Drunk Driving Enforcement Fund (40A:4-87 \$10,121.03)		10,121.03	10,121.03			
Recycling Tonnage Grant	58,565.01	58,565.01	58,565.01			
Drive Sober or Get Pulled Over	9,400.00	9,400.00	9,400.00			
Over the Limit Under Arrest (40A:4-87 \$5,000.00)		5,000.00	5,000.00			
Bullet Proof Vest Partnership Grant (40A:4-87 \$5,202.71)		5,202.71	5,202.71			
Investor Foundation Memorial Grant (40A:4-87 \$25,000.00)		25,000.00	25,000.00			
SFSP Fire District Payment	11,723.00	11,723.00	11,723.00			
Total Operations--Excluded from "CAPS"	3,059,296.18	3,449,892.11	2,591,146.58	269,969.42	588,776.11	-

(Continued)

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

	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Expended</u>		<u>Unexpended Balance Canceled</u>
				<u>Encumbered</u>	<u>Reserved</u>	
<b>OPERATIONS EXCLUDED FROM "CAPS" (CONT'D)</b>						
Detail:						
Salaries and Wages	\$ 69,400.00	\$ 171,830.99	\$ 171,830.99	-	-	-
Other Expenses	2,989,896.18	3,278,061.12	2,419,315.59	\$ 269,969.42	\$ 588,776.11	-
<b>CAPITAL IMPROVEMENTS--EXCLUDED FROM "CAPS"</b>						
Capital Improvement Fund	270,000.00	270,000.00	270,000.00			
Total Capital Improvements--Excluded from "CAPS"	270,000.00	270,000.00	270,000.00	-	-	-
<b>MUNICIPAL DEBT SERVICE--EXCLUDED FROM "CAPS"</b>						
Payment of Bond Principal	3,060,000.00	3,060,000.00	3,060,000.00			
Payment of Bond Anticipation Notes and Capital Notes	955,500.00	955,500.00	955,500.00			
Interest on Bonds	436,708.00	436,708.00	351,395.00			\$ 85,313.00
Interest on Assessment Notes	5,000.00	5,000.00	564.63			4,435.37
Interest on Notes	34,000.00	34,000.00	33,568.29			431.71
Total Municipal Debt Service--Excluded from "CAPS"	4,491,208.00	4,491,208.00	4,401,027.92	-	-	90,180.08
<b>MUNICIPAL DEFERRED CHARGES--EXCLUDED FROM "CAPS"</b>						
Deferred Charges to Future Taxation -- Ordinance 2011-11	2,695.00	2,695.00	2,695.00			
Deferred Charges to Future Taxation -- Ordinance 1999-7	975.00	975.00	975.00			
Deferred Charges to Future Taxation -- Ordinance 2012-12	17,348.00	17,348.00	17,348.00			
Special Emergency Authorizations -- 5 Years (N.J.S. 40A:4-55)	320,000.00	320,000.00	320,000.00			
Total Municipal Deferred Charges--Excluded from "CAPS"	341,018.00	341,018.00	341,018.00	-	-	-
Total General Appropriations--Excluded from "CAPS"	8,161,522.18	8,552,118.11	7,603,192.50	269,969.42	588,776.11	90,180.08

(Continued)

## TOWNSHIP OF MOUNT LAUREL

## CURRENT FUND

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

	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Expended</u>		<u>Unexpended Balance Canceled</u>
				<u>Encumbered</u>	<u>Reserved</u>	
Subtotal General Appropriations	\$ 34,424,505.18	\$ 34,610,101.11	\$ 31,005,304.66	\$ 1,204,661.56	\$ 2,309,954.81	\$ 90,180.08
Reserve for Uncollected Taxes	3,162,020.83	3,162,020.83	3,162,020.83			
Total General Appropriations	<u>\$ 37,586,526.01</u>	<u>\$ 37,772,121.94</u>	<u>\$ 34,167,325.49</u>	<u>\$ 1,204,661.56</u>	<u>\$ 2,309,954.81</u>	<u>\$ 90,180.08</u>
Appropriation by N.J.S.40A:4-87	\$ 185,595.93					
Budget	<u>37,586,526.01</u>					
	<u>\$ 37,772,121.94</u>					
Reserve for State and Federal Grants--Appropriated			\$ 313,560.94			
Reserve for Uncollected Taxes			3,162,020.83			
Special Emergency Authorizations			320,000.00			
Due General Capital Fund			455.78			
Due from Mount Laurel Library			(117,841.23)			
Disbursed			<u>30,489,129.17</u>			
			<u>\$ 34,167,325.49</u>			

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

<u>ASSETS</u>	<u>Ref.</u>	<u>2015</u>	<u>2014</u>
Animal Control Fund:			
Cash--Treasurer	SB-1	\$ 57,222.08	\$ 40,598.78
		<u>57,222.08</u>	<u>40,598.78</u>
Assessment Fund:			
Cash	SB-1 & SB-12	179,498.50	144,479.46
Assessments Receivable	SB-14	227,694.60	260,848.88
Due from Capital Fund	C	<u>167,433.00</u>	<u>167,433.00</u>
		<u>574,626.10</u>	<u>572,761.34</u>
Municipal Open Space Fund:			
Cash--Treasurer	SB-1	15,960,882.72	1,963,032.71
Due from Trust Other Fund	B	8,330.00	8,330.00
Due from Current Fund	SB-11	18,040.09	10,651,746.37
Due from Federal and State Grant Fund	A	<u>24,221.97</u>	<u>24,221.97</u>
		<u>16,011,474.78</u>	<u>12,647,331.05</u>
Other Funds:			
Cash--Treasurer	SB-1	11,852,391.41	12,022,355.99
Deferred Charge -- Deficit in Reserve for PAWS Farm	SB-5	<u>4,142.00</u>	
		<u>11,856,533.41</u>	<u>12,022,355.99</u>
		<u>\$ 28,499,856.37</u>	<u>\$ 25,283,047.16</u>
<u>LIABILITIES, RESERVES, AND FUND BALANCE</u>			
Animal Control Fund:			
Reserve for Animal Control Fund Expenditures	SB-2	\$ 32,467.30	\$ 28,111.50
Due to Current Fund	SB-3	24,751.18	12,487.28
Due to State of New Jersey	SB-4	<u>3.60</u>	
		<u>57,222.08</u>	<u>40,598.78</u>
Assessment Fund:			
Due to Current Fund	SB-13	514,626.10	459,520.34
Bond Anticipation Notes	SB-15	<u>60,000.00</u>	<u>113,241.00</u>
		<u>574,626.10</u>	<u>572,761.34</u>
Municipal Open Space Fund:			
Due to General Capital Fund	C	1,338,601.05	1,338,601.05
Contracts Payable	SB-9	38,373.76	79,120.91
Reserve for Encumbrances	SB-9	40,854.84	7,678.86
Reserve for Municipal Open Space Trust Fund	SB-9	11,735,845.13	8,493,730.23
Reserve for Payment of Debt	SB-10	<u>2,857,800.00</u>	<u>2,728,200.00</u>
		<u>16,011,474.78</u>	<u>12,647,331.05</u>



## TOWNSHIP OF MOUNT LAUREL

## TRUST FUND

Statements of Assets, Liabilities Reserves and Fund Balance -- Regulatory Basis

As of December 31, 2015 and 2014

LIABILITIES, RESERVES, AND FUND BALANCE (CONT'D)

## Other Funds:

Due to Current Fund	SB-5	\$ 920,069.08	\$ 909,401.23
Due to General Capital Fund	C	45,859.57	45,859.57
Due to Municipal Open Space Fund	B	8,330.00	8,330.00
Due to New Jersey Crime Compensation Board	SB-6	209,557.74	205,703.00
Due to the State of New Jersey	SB-1 & SB-6		262.34
Reserve for Encumbrances	SB-8	416,413.66	538,189.63
Reserves and Special Deposits:			
Developers' Recreation	SB-6	333,398.92	332,876.99
Bulletproof Vest Partnership	SB-6	52.78	52.78
Municipal Recreation	SB-6	41,366.09	52,084.61
Municipal Recreation: Fall Festival	SB-6	70,129.34	93,882.69
Municipal Recreation: Senior Center	SB-6	14,949.55	9,122.68
Municipal Recreation: Special Events	SB-6	1,848.94	1,848.94
Municipal Recreation: Snow Trust	SB-6	863,039.95	567,175.08
Municipal Recreation Trust	SB-6	2,080.00	
Recycling Trust Fund	SB-6	7,102.73	5,585.46
Special Law Enforcement Trust Fund	SB-6	25,846.37	32,650.82
Street Opening Deposits	SB-6	300.00	
Low Income Housing	SB-6	5,860.75	5,860.75
Parking Offense Adjudication Act	SB-6	3,444.62	3,320.62
Public Defender Fees	SB-6	14,875.00	15,312.50
Outside Police Employment	SB-6	73,759.42	80,436.13
Developer's Fees--Spring Valley	SB-6	114,134.03	114,134.03
Reserve for Sidewalks	SB-6	89,715.00	89,715.00
Developer's Fees--Orleans Litigation Deposits	SB-6	1,425.88	1,425.88
Developer's Fees--Traffic Impact	SB-6	104,437.50	67,641.50
Reserve for Developer Fees - Hovnanian	SB-6	166.00	166.00
Reserve for Environmental - Kowalski	SB-6	250,000.00	250,000.00
New Jersey Unemployment Compensation			
Insurance Trust Fund	SB-6	259,305.83	244,086.35
Affordable Housing	SB-6	5,079,884.03	5,821,996.63
Affordable Housing - Low Income	SB-6	88,176.19	88,176.19
Fair Share Housing--Senior Citizens Housing	SB-6	80,734.92	80,582.68
PAWS Farm	SB-6		2,454.65
Optical Trust Fund	SB-6	8,856.86	11,469.15
Payroll	SB-6	124,748.73	157,431.96
K-9 Fund	SB-6	24,617.10	
Redemption of Tax Sale Certificates	SB-6	13,593.46	25,904.87
Redemption of Tax Sale Premiums	SB-6	981,000.00	898,700.00
Reserve for Community Development Escrow Deposits	SB-7	1,577,453.37	1,260,515.28
		11,856,533.41	12,022,355.99
		\$ 28,499,856.37	\$ 25,283,047.16

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

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

	<u>2015</u>	<u>2014</u>
REVENUE REALIZED:		
Amount to be Raised by Taxation	\$ 4,650,562.57	\$ 4,651,760.25
Miscellaneous Revenue Not Anticipated	14,878.31	14,607.67
	<hr/>	<hr/>
Total Income	4,665,440.88	4,666,367.92
	<hr/>	<hr/>
EXPENDITURES:		
Budget Appropriations:		
Debt Service	1,381,362.50	1,383,862.50
Reserved for Future Use	41,963.48	54,390.00
	<hr/>	<hr/>
Total Expenditures	1,423,325.98	1,438,252.50
	<hr/>	<hr/>
Statutory Excess to Reserve For Future Use	3,242,114.90	3,228,115.42
	<hr/>	<hr/>
RESERVE FOR FUTURE USE:		
Balance January 1	8,493,730.23	5,265,614.81
	<hr/>	<hr/>
Balance December 31	\$ 11,735,845.13	\$ 8,493,730.23
	<hr/>	<hr/>

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

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

	Anticipated <u>Budget</u>	<u>Realized</u>	<u>Excess</u>
Amount to be Raised by Taxation	\$ 4,632,522.48	\$ 4,650,562.57	\$ 18,040.09
Miscellaneous Revenue Not Anticipated		14,878.31	14,878.31
	<u>\$ 4,632,522.48</u>	<u>\$ 4,665,440.88</u>	<u>\$ 32,918.40</u>

Analysis of Realized Revenues

Amount to be Raised by Taxation	
Current Year Levy	\$ 4,632,522.48
Added and Omitted Taxes	<u>18,040.09</u>
	<u>\$ 4,650,562.57</u>
Miscellaneous Revenue Not Anticipated:	
Community Gardens Rentals	\$ 1,980.00
Interest on Deposits	<u>12,898.31</u>
	<u>\$ 14,878.31</u>

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

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

	<u>Appropriations</u>		<u>Expended</u>	<u>Unexpended</u>
	<u>Original</u>	<u>Budget After</u>		<u>Balance</u>
	<u>Budget</u>	<u>Modification</u>	<u>Paid or Charged</u>	<u>Canceled</u>
Debt Service:				
Payment of Bond Principal	\$ 700,000.00	\$ 700,000.00	\$ 700,000.00	
Interest on Bonds	681,363.00	681,363.00	681,362.50	\$ 0.50
Reserve for Future Use	3,251,159.48	3,251,159.48	41,963.48	3,209,196.00
	<u>\$ 4,632,522.48</u>	<u>\$ 4,632,522.48</u>	<u>\$ 1,423,325.98</u>	<u>\$ 3,209,196.50</u>
Disbursed			\$ 1,430,897.15	
Contracts Payable Charged and Canceled			(40,747.15)	
Encumbered Charged and Canceled			<u>33,175.98</u>	
			<u>\$ 1,423,325.98</u>	

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

**TOWNSHIP OF MOUNT LAUREL**  
**GENERAL CAPITAL FUND**

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

<u>ASSETS</u>	<u>Ref.</u>	<u>2015</u>	<u>2014</u>
Cash	SC-1	\$ 5,724,318.77	\$ 2,276,625.78
Deferred Charges to Future Taxation--Funded	SC-3	26,835,000.00	30,595,000.00
Deferred Charges to Future Taxation--Unfunded	SC-4	30,505,985.62	31,482,503.62
Due from Trust--Other Fund	B	45,859.57	45,859.57
Due from Trust--Municipal Open Space Fund	B	1,338,601.05	1,338,601.05
Due from Federal and State Grant Fund	A	704,966.91	704,966.91
		<u>\$ 65,154,731.92</u>	<u>\$ 66,443,556.93</u>
 <u>LIABILITIES, RESERVES</u> <u>AND FUND BALANCE</u>			
Capital Improvement Fund	SC-5	\$ 303,788.00	\$ 33,788.00
Reserve for Payment of Bonds and Bond Anticipation Notes	SC-6	962,266.56	1,240,574.61
Due to Trust--Assessment Fund	B	167,433.00	167,433.00
Due to Current Fund	SC-7	884,159.54	493,063.92
Improvement Authorizations:			
Funded	SC-8	2,037,777.29	2,039,866.51
Unfunded	SC-8	21,462,648.25	26,704,592.34
Contracts Payable	SC-9	1,455,201.21	478,883.59
Reserve for Encumbrances	SC-9	124,453.79	49,233.68
Bond Anticipation Notes	SC-10	10,710,743.00	4,429,860.00
Serial Bonds	SC-11	26,835,000.00	30,595,000.00
Reserve for Capital Projects	C	83,836.73	83,836.73
Reserve for Purchase of Building and Equipment	C	1,549.16	1,549.16
Reserve for Preliminary Expenses - Rancocas Study	C	2,055.00	2,055.00
Reserve for CDBG - Burnam Wood Drive/Court	C	64,800.00	64,800.00
Fund Balance	C	59,020.39	59,020.39
		<u>\$ 65,154,731.92</u>	<u>\$ 66,443,556.93</u>

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

**TOWNSHIP OF MOUNT LAUREL**  
**GENERAL FIXED ASSET GROUP OF ACCOUNTS**  
Statement of General Fixed Asset Group of Accounts  
For the Year Ended December 31, 2015

	Balance <u>Dec. 31, 2014</u>	<u>Additions</u>	<u>Deletions</u>	Balance <u>Dec. 31, 2015</u>
Fixed Assets:				
Land	\$ 41,687,296.00			\$ 41,687,296.00
Building	30,102,830.00			30,102,830.00
Equipment	1,590,777.46	\$ 240,728.97	\$ 67,129.00	1,764,377.43
Vehicles	6,403,346.33	549,493.75	276,381.26	6,676,458.82
Total Fixed Assets	<u>\$ 79,784,249.79</u>	<u>\$ 790,222.72</u>	<u>\$ 343,510.26</u>	<u>\$ 80,230,962.25</u>
Total Investment in Fixed Assets	<u>\$ 79,784,249.79</u>	<u>\$ 790,222.72</u>	<u>\$ 343,510.26</u>	<u>\$ 80,230,962.25</u>

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

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

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

**Description of Financial Reporting Entity** - The Township of Mount Laurel (hereafter referred to as the "Township") was incorporated as a township by an act of the New Jersey legislature on March 7, 1872 from portions of Evesham Township. The Township, located in Burlington County, New Jersey, has a total area of approximately twenty-two square miles, and is located approximately fifteen miles from the City of Philadelphia. The Township borders Moorestown Township, Maple Shade Township, Cherry Hill Township, Medford Township, Hainesport Township, Lumberton Township, Westampton Township, Willingboro Township and Evesham Township. According to the 2010 census, the population is 41,864.

The Township is governed under the Faulkner Act System using Council-Manager form of government, with a five-member Council. The Council is elected directly by the voters in partisan elections to serve four-year terms of office on a staggered basis, with two or three seats coming up for election in odd-numbered years. At an annual reorganization meeting, the Council selects one of its members to serve as Mayor and another as Deputy Mayor. The Township Manager oversees the dailey functions of the Township.

**Component Units** - The financial statements of the component units of the Township are not presented in accordance with Governmental Accounting Standards Board Statement No. 14, *The Financial Reporting Entity*, as amended by GASB Statement No. 39, *Determining Whether Certain Organizations are Component Units*, and GASB Statement No. 61, *The Financial Reporting Entity: Omnibus - an amendment of GASB Statements No. 14 and No. 34*. If the provisions of GASBS No. 14, as amended by GASBS No. 39 and No. 61, 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:

Mount Laurel Municipal Utilities Authority  
1201 S. Church Street  
Mount Laurel, New Jersey 08054

Mount Laurel Public Library  
100 Walt Whitman Avenue  
Mount Laurel, New Jersey 08054

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

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

**Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)****Measurement Focus, Basis of Accounting and Financial Statement Presentation (Cont'd)**

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

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

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

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

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

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

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

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

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

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



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

**Cash, Cash Equivalents and Investments (Cont'd)** - 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 their estimated fair market value on the acquisition date. Interest costs relative to the acquisition of general fixed assets are recorded as expenditures when paid. Public domain ("infrastructure") general fixed assets consisting of certain improvements such as roads, bridges, curbs and gutters, streets and sidewalks and drainage systems are not capitalized. Expenditures for construction in progress are recorded in the capital funds until such time as the construction is completed and put into operation. The Township is required to maintain a subsidiary ledger detailing fixed assets records to control additions, retirements, and transfers of fixed assets. In addition, a statement of general fixed assets, reflecting the activity for the year, must be included in the Township's basic financial statements.

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

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

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

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

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

**Fund Balance** - Fund balances included in the current fund 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 the Township which are susceptible to accrual are also recorded as receivables with offsetting reserves and recorded as revenue when received.

**Property Tax Revenues** - Property tax revenues are collected in quarterly installments due February 1, May 1, August 1, and November 1. The amount of tax levied includes not only the amount required in support of the Township's annual budget, but also the amounts required in support of the budgets of the County of Burlington, the Township of Mount Laurel Free Public Library, the Township of Mount Laurel School District, the Lenape Regional High School District, the Township of Mount Laurel Fire District and the Township of Mount Laurel Open Space Fund. 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 Mount Laurel School District and the Lenape Regional High School District. Operations is charged for the full amount required to be raised from taxation to operate the local school district for the period from July 1 to June 30, increased by the amount deferred at December 31, 2014 and decreased by the amount deferred at December 31, 2015. For the regional high school district, operations is charged for the Township's share of the amount required to be raised by taxation for the period from July 1 to June 30, increased by the amount deferred at December 31, 2014 and decreased by the amount deferred at December 31, 2015.

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

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

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

**Open Space Taxes** - Currently, the Township assesses, by referendum, all taxable property at 8 cents per \$100.00 of assessed value for the purchase and limited maintenance of open space property within the Township.

**Mount Laurel Free Public Library** - The municipality is required to collect library taxes required by N.J.S.A. 40:54-8 which is based on 1/3 of a mil of the Township's equalized valuation of the prior year.

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

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

Appropriations for principal payments on outstanding general capital bonds and notes are provided on the cash basis and well as interest on general capital indebtedness.

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

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

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

**Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)****Impact of Recently Issued Accounting Principles****Recently Issued and Adopted Accounting Pronouncements**

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

**Note 2: CASH AND CASH EQUIVALENTS**

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

As of December 31, 2015, the Township's bank balances of \$53,969,468.67 were exposed to custodial credit risk as follows:

Insured by FDIC and GUDPA	\$ 51,048,567.40
Uninsured and Uncollateralized	<u>2,920,901.27</u>
Total	<u>\$ 53,969,468.67</u>

**Note 3: PROPERTY TAXES**

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

	<u>Year Ended</u>				
	<u>2015</u>	<u>2014*</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Tax Rate	<u>\$ 2.713</u>	<u>\$ 2.686</u>	<u>\$ 4.550</u>	<u>\$ 4.337</u>	<u>\$ 4.269</u>
Apportionment of Tax Rate:					
Municipal	\$ .343	\$ .337	\$ .573	\$ .555	\$ .535
Municipal Library	.035	.036	.065	.062	.064
Municipal Open Space					
Preservation Trust Fund	.080	.080	.080	.080	.080
County	.360	.370	.628	.578	.593
County Open Space					
Preservation Trust Fund	.043	.017	.027	.075	.077
Local School	1.040	1.021	1.724	1.658	1.622
Regional School	.669	.682	1.205	1.087	1.058
Special District Rates:					
Fire District	.143	.143	.248	.242	.240

**Assessed Valuation****Year****Amount**

2015	\$ 5,790,653,194.00
2014*	5,786,157,100.00
2013	3,358,044,200.00
2012	3,422,869,013.00
2011	3,432,009,163.00

\*Revaluation

**Comparison of Tax Levies and Collections**

<u>Year</u>	<u>Tax Levy</u>	<u>Collections</u>	<u>Percentage of Collections</u>
2015	\$ 157,689,639.55	\$ 155,973,141.86	98.91%
2014	156,157,707.62	154,140,219.35	98.71%
2013	153,183,709.94	151,419,227.78	98.85%
2012	148,938,524.50	146,978,062.08	98.68%
2011	146,752,214.93	144,770,115.59	98.65%

**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):

**Delinquent Taxes and Tax Title Liens**

<u>Year</u>	<u>Tax Title Liens</u>	<u>Delinquent Taxes</u>	<u>Total Delinquent</u>	<u>Percentage of Tax Levy</u>
2015	\$ 178,215.44	\$ 1,181,934.18	\$ 1,360,149.62	0.86%
2014	136,065.37	2,165,611.76	2,301,677.13	1.47%
2013	120,966.38	1,359,481.89	1,480,448.27	0.97%
2012	547,119.62	1,626,740.96	2,173,860.58	1.46%
2011	419,755.15	1,764,746.36	2,184,501.51	1.49%

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

<u>Year</u>	<u>Number</u>
2015	22
2014	23
2013	18
2012	61
2011	42

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

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

<u>Year</u>	<u>Amount</u>
2015	\$ 1,207,100.00
2014	1,317,700.00
2013	1,341,900.00
2012	749,300.00
2011	749,300.00

**Note 5: 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>Balance December 31,</u>	<u>Utilized in Budget of Succeeding Year</u>	<u>Percentage of Fund Balance Used</u>
2015	\$ 8,829,465.92	\$ 6,000,000.00	67.95%
2014	7,807,354.16	5,600,000.00	71.73%
2013	9,065,191.51	5,600,000.00	61.77%
2012	8,059,908.70	5,600,000.00	69.48%
2011	4,436,067.27	4,100,000.00	92.42%

**Note 6: INTERFUND RECEIVABLES AND PAYABLES**

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

<u>Fund</u>	<u>Interfunds Receivable</u>	<u>Interfunds Payable</u>
Current	\$ 2,343,605.90	\$ 18,040.09
Federal and State Grant		729,188.88
Trust - Animal Control		24,751.18
Trust - Assessment	167,433.00	514,626.10
Trust - Municipal Open Space	50,592.06	1,338,601.05
Trust - Other		974,258.65
General Capital	2,089,427.53	1,051,592.54
	<u>\$ 4,651,058.49</u>	<u>\$ 4,651,058.49</u>

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

**Note 7: PENSION PLANS**

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

**Note 7: PENSION PLANS (CONT'D)**

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

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

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

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

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

**Vesting and Benefit Provisions**

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



**Note 7: PENSION PLANS (CONT'D)****General Information about the Pension Plans (Cont'd)****Vesting and Benefit Provisions (Cont'd)**

The following represents the membership tiers for PERS:

**Tier Definition**

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

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

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

The following represents the membership tiers for PFRS:

**Tier Definition**

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

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

**Note 7: PENSION PLANS (CONT'D)****General Information about the Pension Plans (Cont'd)****Vesting and Benefit Provisions (Cont'd)**

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

**Contributions**

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

The Township's contractually required contribution rate for the year ended December 31, 2015 was 12.87% of the Township's covered-employee payroll. This amount was actuarially determined as the amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, including an additional amount to finance any unfunded accrued liability.

Based on the most recent PERS measurement date of June 30, 2015, the Township's contractually required contribution to the pension plan for the year ended December 31, 2015 is \$502,324.00 and the library portion is \$113,118.00, and is payable by April 1, 2016. Due to the basis of accounting described in note 1, no liability has been recorded in the financial statements for this amount. Based on the PERS measurement date of June 30, 2014, the Township's contractually required contribution to the pension plan for the year ended December 31, 2014 was \$496,163.00, which was paid on April 1, 2015. Employee contributions to the plan during the year ended December 31, 2015 were \$275,212.49.

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

**Note 7: PENSION PLANS (CONT'D)****General Information about the Pension Plans (Cont'd)****Contributions (Cont'd)**

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

The Township's contractually required contribution rate for the year ended December 31, 2015 was 24.49% of the Township's covered-employee payroll. This amount was actuarially determined as the amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability.

Based on the most recent PFRS measurement date of June 30, 2015, the Township's contractually required contribution to the pension plan for the year ended December 31, 2015 is \$1,446,496.00, and is payable by April 1, 2016. Due to the basis of accounting described in note 1, no liability has been recorded in the financial statements for this amount. Based on the PFRS measurement date of June 30, 2014, the Township's contractually required contribution to the pension plan for the year ended December 31, 2014 was \$1,469,435.00, which was paid on April 1, 2015. Employee contributions to the plan during the year ended December 31, 2015 were \$596,367.55.

The amount of contractually required contribution for the State of New Jersey's proportionate share, associated with the Township, for the year ended December 31, 2015 was 2.29% of the Township's covered-employee payroll.

Based on the most recent PFRS measurement date of June 30, 2015, the State's contractually required contribution, on-behalf of the Township, to the pension plan for the year ended December 31, 2015 is \$135,312.00, and is payable by April 1, 2016. Based on the PFRS measurement date of June 30, 2014, the State's contractually required contribution, on-behalf of the Township, to the pension plan for the year ended December 31, 2014 was \$107,605.00, which was paid on April 1, 2015.

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

For the year ended December 31, 2015, employee contributions totaled \$3,187.25, and the Township's contributions were \$1,738.79. There were no forfeitures during the year.

**Note 7: PENSION PLANS (CONT'D)****Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions**

**Public Employees' Retirement System** - At December 31, 2015, the Township's proportionate share of the PERS net pension liability was \$13,115,906.00. The net pension liability was measured as of June 30, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2014. The total pension liability was calculated through the use of updated procedures to roll forward from the actuarial valuation date to the measurement date of June 30, 2015. The Township's proportion of the net pension liability was based on a projection of the Township's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. For the June 30, 2015 measurement date, the Township's proportion was 0.0584279607%, which was a decrease of 0.0017578587% from its proportion measured as of June 30, 2014.

At December 31, 2015, the Township's proportionate share of the PERS pension expense, calculated by the plan as of the June 30, 2015 measurement date is \$915,220.00. This expense is not recognized by the Township because of the regulatory basis of accounting as described in note 1; however, as previously mentioned, for the year ended December 31, 2015, the Township's contributions to PERS were \$496,163.00, and were paid on April 1, 2015.

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

Township's Proportionate Share of Net Pension Liability	\$ 29,640,839.00
State of New Jersey's Proportionate Share of Net Pension Liability Associated with the Township	2,599,402.00
	<u>\$ 32,240,241.00</u>

The net pension liability was measured as of June 30, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2014. The total pension liability was calculated through the use of updated procedures to roll forward from the actuarial valuation date to the measurement date of June 30, 2015. The Township's proportion of the net pension liability was based on a projection of the Township's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers and the State of New Jersey, actuarially determined. For the June 30, 2015 measurement date, the Township's proportion was 0.1779534352%, which was a decrease of 0.0133620419% from its proportion measured as of June 30, 2014. Likewise, at June 30, 2015, the State of New Jersey's proportion, on-behalf of the Township, was 0.1779534352%, which was a decrease of 0.0133620419% from its proportion, on-behalf of the Township, measured as of June 30, 2014.

At December 31, 2015, the Township's proportionate share of the PFRS pension expense, calculated by the plan as of the June 30, 2015 measurement date is \$2,389,303.00. This expense is not recognized by the Township because of the regulatory basis of accounting as described in note 1; however, as previously mentioned, for the year ended December 31, 2015, the Township's contributions to PFRS were \$1,469,435.00, and were paid on April 1, 2015.

At December 31, 2015, the State's proportionate share of the PFRS pension expense, associated with the Township, calculated by the plan as of the June 30, 2015 measurement date is \$324,238.00. This on-behalf expense is not recognized by the Township because of the regulatory basis of accounting as described in note 1.

**Note 7: PENSION PLANS (CONT'D)****Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)**

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

	<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	\$ 312,899.00	\$ -	\$ 312,899.00	\$ -	\$ 255,662.00	\$ 255,662.00
Changes of Assumptions	1,408,543.00	5,472,435.00	6,880,978.00	-	-	-
Net Difference between Projected and Actual Earnings on Pension Plan Investments	-	-	-	210,878.00	515,873.00	726,751.00
Changes in Proportion and Differences between Township Contributions and Proportionate Share of Contributions	469,450.00	647,222.00	1,116,672.00	266,359.00	1,465,688.00	1,732,047.00
Township Contributions Subsequent to the Measurement Date	251,162.00	723,248.00	974,410.00	-	-	-
	<u>\$ 2,442,054.00</u>	<u>\$ 6,842,905.00</u>	<u>\$ 9,284,959.00</u>	<u>\$ 477,237.00</u>	<u>\$ 2,237,223.00</u>	<u>\$ 2,714,460.00</u>

\$251,162.00 and \$723,248.00 for PERS and PFRS, respectively, included in deferred outflows of resources, will be included as a reduction of the net pension liability in the year ending December 31, 2016. These amounts were based on an estimated April 1, 2017 contractually required contribution, prorated from the pension plans measurement date of June 30, 2015 to the Township's year end of December 31, 2015.

**Note 7: PENSION PLANS (CONT'D)****Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)**

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

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

**Note 7: PENSION PLANS (CONT'D)****Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)**

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

<b><u>Year Ending Dec 31,</u></b>	<b><u>PERS</u></b>	<b><u>PFRS</u></b>	<b><u>Total</u></b>
2016	\$ 324,985.00	\$ 725,932.00	\$ 1,050,917.00
2017	324,985.00	725,932.00	1,050,917.00
2018	324,983.00	725,931.00	1,050,914.00
2019	492,869.00	1,339,884.00	1,832,753.00
2020	245,833.00	364,755.00	610,588.00
	<u>\$ 1,713,655.00</u>	<u>\$ 3,882,434.00</u>	<u>\$ 5,596,089.00</u>

**Actuarial Assumptions**

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

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

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

**Note 7: PENSION PLANS (CONT'D)****Actuarial Assumptions (Cont'd)**

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

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

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



**Note 7: PENSION PLANS (CONT'D)****Actuarial Assumptions (Cont'd)**

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

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

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

	<b>1% Decrease <u>(3.90%)</u></b>	<b>Current Discount Rate <u>(4.90%)</u></b>	<b>1% Increase <u>(5.90%)</u></b>
Township's Proportionate Share of the Net Pension Liability	<u>\$ 16,301,467.00</u>	<u>\$ 13,115,906.00</u>	<u>\$ 10,445,155.00</u>

**Note 7: 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 June 30, 2015, the plans measurement date, for the Township and the State of New Jersey, calculated using a discount rate of 5.79%, as well as using a discount rate that is 1% lower or 1% higher than the current rates used is as follows:

	<b>1% Decrease (4.79%)</b>	<b>Current Discount Rate (5.79%)</b>	<b>1% Increase (6.79%)</b>
Township's Proportionate Share of the Net Pension Liability	\$ 39,076,036.00	\$ 29,640,839.00	\$ 21,947,279.00
State of New Jersey's Proportionate Share of Net Pension Liability associated with the Township	3,426,837.00	2,599,402.00	1,924,703.00
	<u>\$ 42,502,873.00</u>	<u>\$ 32,240,241.00</u>	<u>\$ 23,871,982.00</u>

**Pension Plan Fiduciary Net Position**

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

**Supplementary Pension Information**

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

**Note 7: PENSION PLANS (CONT'D)****Supplementary Pension Information (Cont'd)*****Schedule of the Township's Proportionate Share of the Net Pension Liability - Public Employees' Retirement System (PERS) (Last Three Years)***

	<b><u>Measurement Date Ended June 30,</u></b>		
	<b><u>2015</u></b>	<b><u>2014</u></b>	<b><u>2013</u></b>
Township's Proportion of the Net Pension Liability	0.0584279607%	0.0601858194%	0.0556968892%
Township's Proportionate Share of the Net Pension Liability	\$ 13,115,906.00	\$ 11,268,431.00	\$ 10,644,782.00
Township's Covered-Employee Payroll	\$ 4,013,668.00	\$ 4,104,736.00	\$ 3,819,180.00
Township's Proportionate Share of the Net Pension Liability as a Percentage of it's Covered-Employee Payroll	326.78%	274.52%	278.72%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	47.93%	52.08%	48.72%

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

	<b><u>Year Ended December 31,</u></b>		
	<b><u>2015</u></b>	<b><u>2014</u></b>	<b><u>2013</u></b>
Township's Contractually Required Contribution	\$ 502,324.00	\$ 496,163.00	\$ 419,665.00
Township's Contribution in Relation to the Contractually Required Contribution	<u>(502,324.00)</u>	<u>(496,163.00)</u>	<u>(419,665.00)</u>
Township's Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Township's Covered-Employee Payroll	\$ 3,903,433.00	\$ 3,998,793.00	4,036,733.00
Township's Contributions as a Percentage of it's Covered-Employee Payroll	12.87%	12.41%	10.40%

**Note 7: PENSION PLANS (CONT'D)****Supplementary Pension Information (Cont'd)*****Schedule of the Township's Proportionate Share of the Net Pension Liability - Police and Firemen's Retirement System (PFRS) (Last Three Years)***

	<u>Measurement Date Ended June 30,</u>		
	<u>2015</u>	<u>2014</u>	<u>2013</u>
Township's Proportion of the Net Pension Liability	0.1779534352%	0.1913154771%	0.1841119754%
Township's Proportionate Share of the Net Pension Liability	\$ 29,640,839.00	\$ 24,065,713.00	\$ 24,476,026.00
State's Proportionate Share of the Net Pension Liability associated with the Township	2,599,402.00	2,591,473.00	2,281,463.00
Total	<u>\$ 32,240,241.00</u>	<u>\$ 26,657,186.00</u>	<u>\$ 26,757,489.00</u>
Township's Covered-Employee Payroll	\$ 5,635,452.00	\$ 5,899,404.00	\$ 5,778,048.00
Township's Proportionate Share of the Net Pension Liability as a Percentage of it's Covered-Employee Payroll	525.97%	407.93%	423.60%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	56.31%	62.41%	58.70%

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

	<u>Year Ended December 31,</u>		
	<u>2015</u>	<u>2014</u>	<u>2013</u>
Township's Contractually Required Contribution	\$ 1,446,496.00	\$ 1,469,435.00	\$ 1,343,240.00
Township's Contribution in Relation to the Contractually Required Contribution	<u>(1,446,496.00)</u>	<u>(1,469,435.00)</u>	<u>(1,343,240.00)</u>
Township's Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Township's Covered-Employee Payroll	\$ 5,907,397.00	\$ 5,680,094.00	\$ 5,714,809.00
Township's Contributions as a Percentage of it's Covered-Employee Payroll	24.49%	25.87%	23.50%

**Note 7: PENSION PLANS (CONT'D)****Other Notes to Supplementary Pension Information*****Public Employees' Retirement System (PERS)***

Changes in Benefit Terms - None

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

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

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

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

Changes in Benefit Terms - None

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

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

**Note 8: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS**

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

The SHBP was extended to employees, retirees, and dependents of participating local public employers in 1964. Local employers must adopt a resolution to participate in the SHBP. In 2005, the Township authorized participation in the SHBP's post-retirement benefit program through resolution number 05-R-144. Eligible SHBP employees are only covered under police contract. Those employees must work 25 years with the Township to receive postretirement healthcare benefits which includes healthcare, dental and prescription for the retired employee, their spouse and any dependents under the age of 26. Those eligible retirees that started their service prior to 12/31/85 are entitled for 36 months of postretirement health benefits. Eligible hires after 01/01/86 are entitled for 18 months of postretirement health benefits. SHBP medical plans include NJ Direct 10 and NJ Direct 15 administered by Horizon Blue Cross Blue Shield of New Jersey, Aetna HMO and CIGNA Healthcare. Dental care is administered through Aetna.

**Note 8: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**

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

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

Contributions to pay for the health premiums of participating retirees in the SHBP are billed to the Township on a monthly basis. The Township funds these benefits on a pay-as-you-go basis and, therefore, does not record accrued expenses related to these benefits. The Township's contributions to SHBP for the years ended December 31, 2015, 2014, and 2013, were \$402,308.91, \$495,999.74, and \$511,622.67, respectively, which equaled the required contributions each year. There were approximately 19 retired participants eligible at December 31, 2015.

**Note 9: COMPENSATED ABSENCES**

Under the existing policy of the Township, full-time employees are entitled to accumulate annual unused sick leave and vacation days. Unused sick leave and vacation days may be accumulated and carried forward to the subsequent year.

The Township compensates employees for unused sick leave upon termination if they have ten years of service or retirement. The current contract provides for compensated pay of 30%, 40% or 50% of sick days accumulated with a maximum pay-out of thirty or forty days' pay or \$15,000.00 depending on which contract. All unused vacation days are paid out upon termination or retirement. Compensation is paid at the rate of pay upon termination or retirement.

The Township does not record accrued expenses related to compensated absences. However, it is estimated that, at December 31, 2015, accrued benefits for compensated absences are valued at \$951,030.81.

**Note 10: 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 11: LENGTH OF SERVICE AWARDS PROGRAM**

The Township's Length of Service Awards Program (LOSAP) was created by a Township Ordinance adopted on June 20, 2005 pursuant to Section 457 (e)(11)(13) of the Internal Service Code of 1986, as amended, except for provisions added by reason of the Length of Service Award Program as enacted into federal law in 1997. The voters of the Township approved the adoption of the LOSAP at the general election held on November 5, 2005, and the first year of eligibility for entrance into the LOSAP by qualified volunteers was calendar year 2006. The LOSAP provides tax deferred income benefits to active volunteer firefighters and emergency medical personnel.

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

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

**Note 12: LEASE OBLIGATIONS**

At December 31, 2015, the Township had lease agreements in effect for the following:

Operating:  
 Seven (7) Photocopy Machines  
 One (1) Postage Meter  
 One (1) Mail Stacker

The following is an analysis of the Township's operating leases:

Future minimum lease payments under operating lease agreements are as follows:

<u>Year</u>	<u>Amount</u>
2016	\$ 21,915.24
2017	21,915.24
2018	4,526.27
2019	4,200.00

Rental payments under operating leases for the year 2015 were \$26,811.24.

**Note 13: CAPITAL DEBT****General Improvement Bonds**

General Improvement Bonds, Series 2006 - On September 1, 2006, the Township issued \$4,450,000.00 of general improvement bonds, with a net interest cost of 4.000%. The bonds were issued for the purpose of funding various capital projects in the Township. The final maturity of the bonds is September 1, 2016.

Open Space Bonds, Series 2011 - On April 7, 2011, the Township issued \$18,600,000.00 of open space bonds, with interest rates ranging from 4.0% to 4.5%. The purpose of the bonds is to fund various capital ordinances. The final maturity of the bonds is April 15, 2031.

**Note 13: CAPITAL DEBT (CONT'D)****General Improvement Bonds (Cont'd)**

General Improvement Refunding Bonds, Series 2011 - On April 7, 2011, the Township issued \$8,805,000.00 of general improvement refunding bonds, with interest rates ranging from 2.0% to 3.0% to advance refund \$8,658,000.00 outstanding 1998, 2001 and 2002 general improvement bonds with an interest rates of 3.375% to 4.750%. The final maturity of the bonds is April 1, 2018.

General Improvement Refunding Bonds, Series 2014 - On December 10, 2014, the Township issued \$9,190,000.00 in general improvement refunding bonds, with interest rates ranging from 1.0% to 4.0%, to advance refund \$9,550,000.00 outstanding 2004, 2005 and 2006 general improvement bonds with an interest rates 3.750 to 4.300%. The final maturity of the bonds is September 1, 2022.

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

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2016	\$ 2,655,000.00	\$ 380,150.00	\$ 3,035,150.00
2017	2,630,000.00	297,250.00	2,927,250.00
2018	2,185,000.00	218,350.00	2,403,350.00
2019	1,560,000.00	137,600.00	1,697,600.00
2020	770,000.00	75,200.00	845,200.00
2021-2022	1,110,000.00	58,000.00	1,168,000.00
	<u>\$ 10,910,000.00</u>	<u>\$ 1,166,550.00</u>	<u>\$ 12,076,550.00</u>

The following schedule represents the remaining debt service, through maturity, for the open space bonds:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2016	\$ 725,000.00	\$ 652,862.50	\$ 1,377,862.50
2017	750,000.00	623,362.50	1,373,362.50
2018	785,000.00	592,662.50	1,377,662.50
2019	825,000.00	560,462.50	1,385,462.50
2020	850,000.00	526,962.50	1,376,962.50
2021-2025	4,810,000.00	2,084,212.50	6,894,212.50
2026-2030	5,880,000.00	969,106.25	6,849,106.25
2031	1,300,000.00	29,250.00	1,329,250.00
	<u>\$ 15,925,000.00</u>	<u>\$ 6,038,881.25</u>	<u>\$ 21,963,881.25</u>



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

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

	<u>2015</u>	<u>2014</u>	<u>2013</u>
<b><u>Issued</u></b>			
Assessment:			
Notes	\$ 60,000.00	\$ 113,241.00	\$ 167,433.00
General:			
Bonds and Notes	<u>37,545,743.00</u>	<u>35,024,860.00</u>	<u>40,649,295.00</u>
Total Issued	<u>37,605,743.00</u>	<u>35,138,101.00</u>	<u>40,816,728.00</u>
<b><u>Authorized but not Issued</u></b>			
General:			
Bonds and Notes	<u>19,795,242.62</u>	<u>27,052,643.62</u>	<u>19,765,195.62</u>
Total Authorized but not Issued	<u>19,795,242.62</u>	<u>27,052,643.62</u>	<u>19,765,195.62</u>
Total Issued and Authorized but not Issued	<u>57,400,985.62</u>	<u>62,190,744.62</u>	<u>60,581,923.62</u>
<b><u>Deductions</u></b>			
General:			
Reserve for Payment of Bonds	<u>3,820,066.56</u>	<u>3,968,774.61</u>	<u>4,677,800.92</u>
Total Deductions	<u>3,820,066.56</u>	<u>3,968,774.61</u>	<u>4,677,800.92</u>
<b>Net Debt</b>	<u>\$ 53,580,919.06</u>	<u>\$ 58,221,970.01</u>	<u>\$ 55,904,122.70</u>

**Summary of Statutory Debt Condition - Annual Debt Statement**

The summarized statement of debt condition which follows is prepared in accordance with the required method of setting up the annual debt statement and indicated a statutory net debt of .853%.

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
Local School Purposes	\$ 15,070,000.00	\$ 15,070,000.00	
Regional School Purposes	23,644,568.12	23,644,568.12	
General	<u>57,400,985.62</u>	<u>3,820,066.56</u>	\$ 53,580,919.06
	<u>\$ 96,115,553.74</u>	<u>\$ 42,534,634.68</u>	<u>\$ 53,580,919.06</u>

Net debt \$53,580,919.06 divided by the equalized valuation basis per N.J.S.A.40A:2-2, as amended, \$6,281,361,673.67, equals .853%.

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

3 1/2% of Equalized Valuation Basis (Municipal)	\$	219,847,658.58
Less: Net Debt		<u>53,580,919.06</u>
Remaining Borrowing Power	\$	<u><u>166,266,739.52</u></u>

**Note 14: DEFERRED CHARGES TO BE RAISED IN SUCCEEDING BUDGETS**

Certain expenditures are required to be deferred to budgets of succeeding years. At December 31, 2015, 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, 2015</u>	<u>2016 Budget Appropriation</u>
Current Fund:		
Special Emergency Authorization	\$ 600,000.00	\$ 300,000.00

The appropriations in the 2016 Budget as adopted are not less than that required by the statutes.

**Note 15: SCHOOL TAXES**

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

	<u>Balance December 31,</u>	
	<u>2015</u>	<u>2014</u>
Balance of Tax	\$ 30,087,857.50	\$ 29,526,847.52
Deferred	<u>27,305,565.35</u>	<u>27,305,565.35</u>
	<u><u>\$ 2,782,292.15</u></u>	<u><u>\$ 2,221,282.17</u></u>

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

	<u>Balance December 31,</u>	
	<u>2015</u>	<u>2014</u>
Balance of Tax	\$ 19,365,477.20	\$ 19,724,960.90
Deferred	<u>18,165,286.57</u>	<u>18,165,286.57</u>
	<u><u>\$ 1,200,190.63</u></u>	<u><u>\$ 1,559,674.33</u></u>

**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>Employee Contributions</u>	<u>Interest Earnings</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2015	-	\$ 15,550.05	\$ 119.01	\$ 449.58	\$ 259,305.83
2014	-	14,846.84	19.44	6,551.45	244,086.35
2013	\$ 175,000.00	15,173.89	28.58	53,088.27	235,771.52

It is estimated that there are no unreimbursed payments on behalf of the Township at December 31, 2015.

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

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

Contributions to the Fund, including a reserve for contingencies, are payable in two installments and are based on actuarial assumptions determined by the Fund's actuary. The Commissioner of Insurance may order additional assessments to supplement the Fund's claim, loss retention, or administrative accounts to assure the payment of the Fund's obligations.

The Fund provides the Township with the following coverage:

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

**Note 16: RISK MANAGEMENT (CONT'D)****Joint Insurance Pool (Cont'd)**

Contributions to the Fund, are payable in an annual premium and is based on actuarial assumptions determined by the Fund's actuary. The Township's agreement with the Pool provides that the Pool will be self-sustaining through member premiums and will reinsure through the Municipal Excess Liability Joint Insurance Fund for claims in excess of \$500,000.00 based on the line of coverage for each insured event.

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

Burlington County Municipal Joint Insurance Fund  
P.O. Box 489  
Marlton, New Jersey 08053

**Self-Insurance Plan** - The Township has adopted a plan of self-insurance for eye care and vision correction devices for employees, and as a result, has established an optical trust fund to fund potential claims. Funds are provided by payroll deductions and Township contributions.

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

	<u>2015</u>	<u>2014</u>
Balance, January 1	\$ 11,469.15	\$ 23,384.16
Payroll Deductions	3,891.12	2,486.64
Payment of Claims	<u>(6,503.41)</u>	<u>(14,401.65)</u>
Balance, December 31	<u>\$ 8,856.86</u>	<u>\$ 11,469.15</u>

It is estimated that there are no unreimbursed payments on behalf of the Township at December 31, 2015.

**Note 17: OPEN SPACE, RECREATION AND FARMLAND PRESERVATION TRUST**

On November 3, 1998, November 6, 2001 and November 5, 2002 pursuant to P.L. 1997, c. 24 (N.J.S.A. 40:12-15.1 et seq.), the voters of the Township authorized the establishment of the Township of Mount Laurel Open Space, Recreation and Farmland Preservation Trust Fund effective January 1, 1999, for the purpose of raising revenue for the acquisition of lands and interests in lands for the conservation of farmland and open space. Overall, as a result of the three referendums, the Township levies a tax not to exceed eight cents per one hundred dollars of equalized valuation. Amounts raised by taxation are assessed, levied and collected in the same manner and at the same time as other taxes. Future increases in the tax rate or to extend the authorization must be authorized by referendum. All revenue received is accounted for in a trust fund dedicated by rider (N.J.S.A. 40A:4-39) for the purposed stated. Interest earned on the investment of these funds is credited to the Township of Mount Laurel Open Space, Recreation and Farmland Preservation Trust Funds.

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

**Note 19: 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 20: SUBSEQUENT EVENTS**

**Tax Appeals** - As of and subsequent to December 31, 2015, there are approximately 192 tax appeals on file against the Township. Based upon information provided by the tax assessor, if such appeals are not settled in favor of the Township, the estimated impact of the tax refunds could be material. However, the Township has budgeted \$750,000.00 in 2016 for settlement of tax appeals in addition to amounts reserved from prior years. In the event there are insufficient funds to settle any of these appeals, the Township has the ability to raise the funds in the budget subsequent to 2016 and may, depending upon approval from the New Jersey State Local Finance Board, borrow to fund the payment of appeals.

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

<u>Purpose</u>	<u>Introduction</u>	<u>Authorization</u>
<b>General Improvements</b>		
Various Capital Improvements	03/21/16	\$ 8,715,000.00

## **SUPPLEMENTAL EXHIBITS**

**SUPPLEMENTAL EXHIBITS**

**CURRENT FUND**

**TOWNSHIP OF MOUNT LAUREL**  
**CURRENT FUND**  
Statement of Current Cash  
Per N.J.S.40A:5-5--Treasurer  
For the Year Ended December 31, 2015

	<u>R e g u l a r</u>	<u>Federal and State Grant Fund</u>
Balance Dec. 31, 2014	\$ 26,742,547.14	\$ 1,455,770.43
Increased by Receipts:		
Tax Collector	\$ 159,247,641.00	
Energy Receipts Tax (P.L. 1997,Ch 162 & 167)	2,825,561.00	
Municipal Occupancy Tax	2,176,352.18	
Contribution from Municipal Utility Authority	447,716.00	
Miscellaneous Revenue not Anticipated	409,965.75	
Revenue Accounts Receivable	4,171,841.75	
2014 Appropriation Reserves	21,485.04	
Due State - DCA & Marriage License Fees	99,611.00	
Due Trust--Assessment Fund	60,000.00	
Due Trust--Other Funds	375,222.21	
Due General Capital Fund	3,436,846.82	
Federal and State Grant Funds Receivable		<u>522,078.31</u>
	<u>173,272,242.75</u>	<u>522,078.31</u>
	200,014,789.89	1,977,848.74
Decreased by Disbursements:		
2015 Budget Appropriations	30,489,129.17	
2014 Appropriation Reserves	1,230,988.67	
Special District Taxes	8,273,975.55	
County Taxes	23,287,673.41	
Due to County for Added and Omitted Taxes	112,847.94	
Local District School Tax	59,614,721.02	
Regional High School Tax	39,090,437.70	
Due Mount Laurel Library	26,858.77	
Accounts Payable	16,765.63	
Due State - DCA & Marriage License Fees	88,577.00	
Due Trust--Assessment Fund	113,241.00	
Due Trust--Open Space Fund	15,284,268.85	
Due Trust--Other Funds	377,381.80	
Due General Capital Fund	3,474,360.00	
Tax Overpayments	82,618.84	
Federal and State Grants--Appropriated		<u>643,150.12</u>
	<u>181,563,845.35</u>	<u>643,150.12</u>
Balance Dec. 31, 2015	<u><u>\$ 18,450,944.54</u></u>	<u><u>\$ 1,334,698.62</u></u>



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

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Receipts:

Taxes Receivable	\$ 156,739,376.47
Due from State of New Jersey--Senior Citizens' and Veterans' Deductions	447,648.70
Interest and Costs on Taxes	384,389.25
Tax Title Liens	52,459.34
Prepaid Taxes	1,247,479.31
Tax Overpayments	237,034.00
Revenue Accounts Receivable	<u>139,253.93</u>

159,247,641.00

Decreased by Disbursements:

Payments to Treasurer	<u><u>\$ 159,247,641.00</u></u>
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**TOWNSHIP OF MOUNT LAUREL**  
CURRENT FUND  
Schedule of Change Funds  
For the Year Ended December 31, 2015

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	Balance <u>Dec. 31, 2015</u>
<u>Office</u>	
Tax Collector	\$ 300.00
Court Clerk	150.00
Township Clerk	100.00
Community Development	<u>100.00</u>
	<u><u>\$ 650.00</u></u>

**TOWNSHIP OF MOUNT LAUREL**  
**CURRENT FUND**  
Statement of Due State of New Jersey  
Senior Citizens' and Veterans' Deductions  
For the Year End December 31, 2015

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Balance Dec. 31, 2014 (Due From)		\$ 9,856.99
Increased by:		
Accrued in 2015:		
Senior Citizens' Deductions per Billing	\$ 80,000.00	
Veterans' Deductions per Billing	<u>374,000.00</u>	
	454,000.00	
Allowed by Collector:		
Senior Citizens' and Veterans Deductions	<u>8,000.00</u>	
		\$ 462,000.00
Deduct:		
Disallowed by Collector:		
Senior Citizens' and Veterans Deductions	<u>4,722.12</u>	
		457,277.88
Deduct:		
Disallowed by Collector:		
Prior Year Senior Citizens' Deductions and		
Veterans' Deductions:		
2014 Taxes	<u>19,491.54</u>	
		<u>437,786.34</u>
		447,643.33
Decreased by:		
Collections--Collector		<u>447,648.70</u>
Balance Dec. 31, 2015 (Due To)		<u><u>\$ 5.37</u></u>

Exhibit SA-5

**TOWNSHIP OF MOUNT LAUREL**  
**CURRENT FUND**  
Property Maintenance Liens Receivable  
For the Year End December 31, 2015

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Balance Dec. 31, 2014		\$ 7,882.75
Increased by:		
Liens Billed		<u>11,874.00</u>
		19,756.75
Decreased by:		
Receipts in Miscellaneous Revenue Not Anticipated		<u>8,619.41</u>
Balance Dec. 31, 2015		<u><u>\$ 11,137.34</u></u>

## TOWNSHIP OF MOUNT LAUREL

## CURRENT FUND

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

	Balance Dec. 31, 2014	2015 Levy	Added	<u>C o l l e c t e d</u>		Due from State of New Jersey	Canceled	Transferred To Tax Title Liens	Balance Dec. 31, 2015
				<u>2014</u>	<u>2015</u>				
2009	\$ 20.72				\$ 20.72				
2010	3,293.99				3,293.99				
2011	959.65				959.65				
2012	5,554.72				5,554.72				
2013	281,415.09				281,415.09				
2014	1,874,367.59		\$ 72,233.82		1,855,010.45		\$ 66,145.79	\$ 25,195.17	\$ 250.00
2015	2,165,611.76	-	72,233.82	-	2,146,254.62	-	66,145.79	25,195.17	250.00
		\$ 157,689,639.55		\$ 922,742.13	154,593,121.85	\$ 457,277.88	471,428.05	63,385.46	1,181,684.18
	\$ 2,165,611.76	\$ 157,689,639.55	\$ 72,233.82	\$ 922,742.13	\$ 156,739,376.47	\$ 457,277.88	\$ 537,573.84	\$ 88,580.63	\$ 1,181,934.18
<u>Analysis of 2015 Property Tax Levy</u>									
<u>Tax Yield</u>									
General Purpose					\$ 144,193,035.58				
Special District Tax					8,273,975.55				
Municipal Open Space Tax					4,632,522.48				
Added Taxes					590,105.94				
						\$ 157,689,639.55			
<u>Tax Levy</u>									
Local District School Tax					\$ 60,175,731.00				
Regional High School					38,730,954.00				
Special District Tax					8,273,975.55				
County Taxes:									
County Tax			\$ 23,287,673.41						
Due County for Added and Omitted Taxes			92,166.40						
					23,379,839.81				
Local Open Space Tax									
Due Municipal Open Space Trust Fund for				4,632,522.48					
Added and Omitted Taxes				18,040.09					
Local Tax for Municipal Purposes									
Minimum Library Tax			19,909,659.83						
Add: Additional Tax Levied			2,048,340.17						
			520,576.62						
					22,478,576.62				
						\$ 157,689,639.55			

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

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Balance Dec. 31, 2014		\$ 136,065.37
Increased by:		
Tax Sale Costs	\$ 6,028.78	
Transfers from Taxes Receivable	<u>88,580.63</u>	
		<u>94,609.41</u>
		230,674.8
Decreased by:		
Receipts		<u>52,459.34</u>
Balance Dec. 31, 2015		<u><u>\$ 178,215.44</u></u>

## Exhibit SA-8

**TOWNSHIP OF MOUNT LAUREL**  
**CURRENT FUND**  
Property Acquired for Taxes - Assessed Valuation  
For the Year Ended December 31, 2015

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Balance Dec. 31, 2014		\$ 1,317,700.00
Decreased by:		
Receipts in Miscellaneous Revenue Not Anticipated	\$ 53,204.00	
Loss on Sale	<u>57,396.00</u>	
		<u>110,600.00</u>
Balance Dec. 31, 2015		<u><u>\$ 1,207,100.00</u></u>

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

<u>Date Authorized</u>	<u>Purpose</u>	<u>Net Amount Authorized</u>	<u>1/5 of Net Amount Authorized</u>	<u>Balance Dec. 31, 2014</u>	<u>Raised in 2015</u>	<u>Balance Dec. 31, 2015</u>
03/28/08	Tax Map	\$ 100,000.00	\$ 20,000.00	\$ 20,000.00	20,000.00	
04/16/12	Revaluation	1,500,000.00	300,000.00	900,000.00	300,000.00	\$ 600,000.00
				\$ 920,000.00	\$ 320,000.00	\$ 600,000.00

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

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Balance Dec. 31, 2014		\$	44,052.81
Increased by:			
Charges to Appropriation Reserves			<u>57,978.17</u>
			102,030.98
Decreased by:			
Disbursed	\$	16,765.63	
Canceled		<u>27,287.18</u>	
			<u>44,052.81</u>
Balance Dec. 31, 2015		\$	<u><u>57,978.17</u></u>

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

	Balance Dec. 31, 2014	Accrued in 2015	Collected	Due from Trust--Animal Control Fund	Due from Trust-- Assessment Fund	Due from Trust--Other Funds	Due from General Capital Fund	Balance Dec. 31, 2015
Clerk:								
Licenses:								
Alcoholic Beverage		\$ 75,650.00	\$ 75,650.00					
Other		140,968.25	140,968.25					
Fees and Permits--Other		198.00	198.00					
Registrar of Vital Statistics:								
Licenses--Other		6,023.00	6,023.00					
Fees and Permits--Other		11,335.00	11,335.00					
Planning Board:								
Fees and Permits--Other		22,152.25	22,152.25					
Zoning Board of Adjustment:								
Fees and Permits--Other		47,457.40	47,457.40					
Police Department:								
Fees and Permits--Other		7,847.50	7,847.50					
EMS Department:								
Service Billings		1,269,906.00	1,269,906.00					
Director of Public Works:								
Fees and Permits--Other:								
Road Opening Inspection Fees		2,348.00	2,348.00					
Tax Collector:								
Miscellaneous Revenue Not Anticipated								
Duplicate Tax Bills		242.00	242.00					
Tax Searches		1,180.00	1,180.00					
Property Certifications		385.75	385.75					
6% Year-End Penalty Tax		127,818.06	127,818.06					
Miscellaneous		9,628.12	9,628.12					
Construction Code Official:								
Uniform Construction Code Fees		1,248,018.65	1,248,018.65					
Municipal Court:								
Fines and Costs	\$ 62,266.83	808,294.97	820,645.92					\$ 49,915.88 (A)
Interest on Bail and Regular	21.99	271.85	275.59					18.25 (A)
Cable Television Act--Franchise Fees		175,494.93	175,494.93					
Spectra Tower Rental		42,226.29	42,226.29					
Rental Registration Fees		259,675.00	259,675.00					
Interest on Investments and Deposits		54,560.97	41,619.97	\$ 5.56	\$ 388.96	\$ 8,508.26	\$ 4,038.22	
	\$ 62,288.82	\$ 4,311,681.99	\$ 4,311,095.68	\$ 5.56	\$ 388.96	\$ 8,508.26	\$ 4,038.22	\$ 49,934.13
Tax Collector			\$ 139,253.93					
Treasurer			4,171,841.75					
			\$ 4,311,095.68					
(A) Dec. 2015								



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

	Balance Dec. 31, 2014		Balance		Balance
	<u>Reserve for</u>	<u>Appropriation</u>	<u>After</u>	<u>Paid or</u>	<u>Lapsed</u>
	<u>Encumbrances</u>	<u>Reserves</u>	<u>Transfers</u>	<u>Charged</u>	
Department of Legislative and Executive					
Mayor and Council					
Salaries and Wages		\$ 0.48	\$ 0.48		\$ 0.48
Other Expenses		871.51	871.51		871.51
Township Manager and Office of Township Clerk					
Salaries and Wages					
Manager		6,185.75	6,185.75		6,185.75
Clerk		4,806.98	4,806.98		4,806.98
Other Expenses					
Manager	\$ 47,310.00	32,398.91	79,708.91	\$ 46,372.28	33,336.63
Clerk	12,797.19	7,514.12	20,311.31	18,616.71	1,694.60
Insurance					
General Liability		129.40	129.40		129.40
Employee Group Health		18,796.71	18,796.71	(10,310.04)	29,106.75
Workers Compensation	2,216.86	3,367.18	5,584.04	274.20	5,309.84
Township Solicitor:					
Other Expenses	27,500.00	46,009.05	73,509.05	31,292.47	42,216.58
Other Legal Services and Costs					
Other Expenses	1,126.51	46,472.00	47,598.51	4,825.50	42,773.01
Department of Administration and Finance					
Director of Finance					
Salaries and Wages		6,041.37	6,041.37	437.36	5,604.01
Other Expenses	650.25	14,922.33	15,572.58	837.82	14,734.76
Audit Expenses	4,500.00		4,500.00	4,500.00	
Tax Assessor					
Salaries and Wages		6,799.25	6,799.25		6,799.25
Other Expenses	34,347.97	14,591.74	48,939.71	38,329.42	10,610.29
Tax Collector					
Salaries and Wages		4,626.07	4,626.07		4,626.07
Other Expenses	2,233.25	9,180.31	11,413.56	2,233.25	9,180.31
Municipal Court					
Salaries and Wages		9,089.86	9,089.86		9,089.86
Other Expenses	1,539.46	3,045.08	4,584.54	1,597.64	2,986.90
Public Defender					
Salaries and Wages		1.00	1.00		1.00
Department of Public Safety					
Police Department					
Salaries and Wages		291,340.06	291,340.06		291,340.06
Other Expenses	74,263.55	10,352.29	84,615.84	72,844.33	11,771.51
Emergency Management Services					
Other Expenses	2,700.00	1,805.19	4,505.19	3,078.25	1,426.94
Aid to First Aid Organizations					
Mount Laurel EMS					
Salaries and Wages		75,228.28	75,228.28	(10,000.00)	85,228.28
Other Expense	20,858.63	2,884.62	23,743.25	16,755.80	6,987.45
Other Expenses - Billing	16,752.59		16,752.59	8,458.72	8,293.87
Department of Public Works					
Road Repairs and Maintenance					
Salaries and Wages		48,472.79	48,472.79		48,472.79
Other Expenses	19,741.93	91,699.28	111,441.21	16,858.15	94,583.06
Garbage and Trash Removal					
Other Expenses	2,598.14	8,200.67	10,798.81	85.25	10,713.56
Municipal Services Act (N.J.S.A. 40:67-23.2 et seq.)					
Other Expense	122,460.30	299,582.11	422,042.41	115,129.54	306,912.87
Public Buildings and Grounds					
Salaries and Wages		11,199.29	11,199.29		11,199.29
Other Expenses	26,484.77	13,721.80	40,206.57	27,583.29	12,623.28

(Continued)

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

	<u>Balance Dec. 31, 2014</u>		<u>Balance</u>	<u>Paid or</u>	<u>Balance</u>
	<u>Reserve for</u>	<u>Appropriation</u>	<u>After</u>	<u>Charged</u>	<u>Lapsed</u>
	<u>Encumbrances</u>	<u>Reserves</u>	<u>Transfers</u>		
Department of Public Works (Cont'd)					
Maintenance of Motor Vehicles					
Salaries and Wages		\$ 9,760.84	\$ 9,760.84		\$ 9,760.84
Other Expenses	\$ 27,669.98	52,501.49	80,171.47	\$ 16,205.06	63,966.41
Municipal Engineer					
Other Expenses	23,105.37	4,233.05	27,338.42	26,747.97	590.45
Sanitary Landfill--Contractual	103,000.00	14,299.22	117,299.22	109,482.51	7,816.71
Department of Public Health and Welfare					
Public Assistance					
Other Expenses		100.00	100.00	100.00	
Animal Control					
Other Expenses	450.00	4,048.35	4,498.35	199.75	4,298.60
Department of Parks and Recreation					
Salaries and Wages		2,599.84	2,599.84		2,599.84
Other Expenses	15,848.48	10,551.62	26,400.10	15,026.79	11,373.31
Maintenance of Parks					
Salaries and Wages		73,896.70	73,896.70		73,896.70
Other Expenses	157,754.90	34,086.65	191,841.55	157,664.53	34,177.02
Department of Community Development					
Planning Board					
Salaries and Wages		1,731.12	1,731.12		1,731.12
Other Expenses	3,600.00	33,026.77	36,626.77	3,933.00	32,693.77
Zoning Board					
Salaries and Wages		1,272.17	1,272.17		1,272.17
Other Expenses	1,292.00	13,242.96	14,534.96	1,072.00	13,462.96
Housing Enforcement					
Salaries and Wages		29,900.95	29,900.95		29,900.95
Other Expenses	270.94	3,132.88	3,403.82	270.94	3,132.88
Uniform Construction Code--Appropriations Offset by					
Dedicated Revenues (N.J.A.C. 5:23-4.17)					
Construction Code Official					
Salaries and Wages		50,854.02	50,854.02		50,854.02
Other Expenses	1,650.66	18,909.71	20,560.37	1,442.98	19,117.39
Utilities:					
Gasoline	83,271.40	167,050.81	250,322.21	66,850.33	183,471.88
Street Lighting	42,000.00	3,525.04	45,525.04	44,433.57	1,091.47
Fuel Oil	157.51	2,402.33	2,559.84		2,559.84
Telephone	4,288.67	9,951.92	14,240.59	3,999.11	10,241.48
Electricity	35,000.00	30,039.27	65,039.27	24,672.82	40,366.45
Water	1,500.00	7,296.65	8,796.65	682.69	8,113.96
Sewer	900.00	3,082.85	3,982.85	627.92	3,354.93
Traffic Lights	4,200.00	4,737.04	8,937.04	4,414.46	4,522.58
Contingent		1,641.50	1,641.50		1,641.50
Deferred and Statutory Expenditures:					
Contribution to:					
Social Security System (O.A.S.I.)		52,214.61	52,214.61	289.60	51,925.01
Public Employees Retirement System		59,249.00	59,249.00		59,249.00
Police and Firemen's Retirement System		92,849.00	92,849.00		92,849.00
New Jersey Unemployment		100.00	100.00		100.00
Defined Contribution Retirement Plan		177.68	177.68		177.68
Reserve for Tax Appeals	300,738.43	50,861.99	351,600.42	351,600.42	
Length of Service Award Program					
Other Expenses		50,000.00	50,000.00	47,965.41	2,034.59
	<u>\$ 1,226,779.74</u>	<u>\$ 1,982,663.51</u>	<u>\$ 3,209,443.25</u>	<u>\$ 1,267,481.80</u>	<u>\$ 1,941,961.45</u>
Disbursed				\$ 1,230,988.67	
Accounts Payable				57,978.17	
Refunded				(21,485.04)	
				<u>\$ 1,267,481.80</u>	

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

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Balance Dec. 31, 2014 (2015 Taxes)	\$ 922,742.13
Increased by:	
Collections--Collector	<u>1,247,479.31</u>
	2,170,221.44
Decreased by:	
Application to Taxes Receivable	<u>922,742.13</u>
Balance Dec. 31, 2015 (2016 Taxes)	<u><u>\$ 1,247,479.31</u></u>

## Exhibit SA-14

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

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Balance Dec. 31, 2014	\$ 493,687.51
Increased by:	
Collections--Collector	<u>237,034.00</u>
	730,721.51
Decreased by:	
Refunded	<u>82,618.84</u>
Balance Dec. 31, 2015	<u><u>\$ 648,102.67</u></u>

## Exhibit SA-15

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

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2015 Fire District Tax Levy	\$ 8,273,975.55
Decreased by:	
Payments	<u><u>\$ 8,273,975.55</u></u>

**TOWNSHIP OF MOUNT LAUREL**  
**CURRENT FUND**  
Statement of Due To Trust -- Municipal Open Space Taxes Payable  
For the Year Ended December 31, 2015

Balance Dec. 31, 2014		\$ 10,651,746.37
Increased by:		
2015 Open Space Tax Levy	\$ 4,632,522.48	
Added and Omitted Taxes	18,040.09	
		<u>4,650,562.57</u>
		15,302,308.94
Decreased by:		
Disbursements		<u>15,284,268.85</u>
Balance Dec. 31, 2015		<u>\$ 18,040.09</u>

## Exhibit SA-17

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

2015 Tax Levy:		
General County	\$ 20,844,158.61	
County Open Space Preservation	2,443,514.80	
		<u>\$ 23,287,673.41</u>
Decreased by:		
Payments		<u>\$ 23,287,673.41</u>

## Exhibit SA-18

**TOWNSHIP OF MOUNT LAUREL**  
**CURRENT FUND**  
Statement of Due to State of New Jersey - Marriage Licenses & DCA Fees  
For the Year Ended December 31, 2015

Balance Dec. 31, 2014		\$ 24,942.00
Increased by:		
Receipts		<u>99,611.00</u>
		124,553.00
Decreased by:		
Disbursements		<u>88,577.00</u>
Balance Dec. 31, 2015		<u>\$ 35,976.00</u>
<u>Analysis of Balance Dec. 31, 2015</u>		
DCA Fees		\$ 35,076.00
Marriage License Fees		<u>900.00</u>
		<u>\$ 35,976.00</u>

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

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Balance Dec. 31, 2014:

2013 Added Assessments	\$ 5,830.55	
2014 Added Assessments	<u>107,017.39</u>	
		\$ 112,847.94

Increased by:

County Share of 2013 Levy:		
Added Assessments (R.S.54:4-63.1 et seq.)	4,206.76	
County Share of 2014 Levy:		
Added Assessments (R.S.54:4-63.1 et seq.)	7,957.97	
County Share of 2015 Levy:		
Added Assessments (R.S.54:4-63.1 et seq.)	<u>80,001.67</u>	
		<u>92,166.40</u>
		205,014.34

Decreased by:

Payment		<u>112,847.94</u>
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Balance Dec. 31, 2015:

2013 Added Assessments	4,206.76	
2014 Added Assessments	7,957.97	
2015 Added Assessments	<u>80,001.67</u>	
		<u>\$ 92,166.40</u>

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

Balance Dec. 31, 2014:		
School Tax Payable	\$ 2,221,282.17	
School Tax Deferred	<u>27,305,565.35</u>	
		\$ 29,526,847.52
Increased by:		
Levy--School Year July 1, 2015 to June 30, 2016		<u>60,175,731.00</u>
		89,702,578.52
Decreased by:		
Payments		<u>59,614,721.02</u>
Balance Dec. 31, 2015:		
School Tax Payable	2,782,292.15	
School Tax Deferred	<u>27,305,565.35</u>	
		<u>\$ 30,087,857.50</u>
2015 Liability for Local District School Tax:		
Tax Paid		\$ 59,614,721.02
Add: Tax Payable Dec. 31, 2015		<u>2,782,292.15</u>
		62,397,013.17
Less: Tax Payable Dec. 31, 2014		<u>2,221,282.17</u>
Amount Charged to 2015 Operations		<u>\$ 60,175,731.00</u>

**TOWNSHIP OF MOUNT LAUREL**  
**CURRENT FUND**  
Statement of Regional High School Tax  
For the Year Ended December 31, 2015

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Balance Dec. 31, 2014:		
School Tax Payable	\$ 1,559,674.33	
School Tax Deferred	<u>18,165,286.57</u>	
		\$ 19,724,960.90
Increased by:		
Levy--School Year July 1, 2015 to June 30, 2016		<u>38,730,954.00</u>
		58,455,914.90
Decreased by:		
Payments		<u>39,090,437.70</u>
Balance Dec. 31, 2015:		
School Tax Payable	1,200,190.63	
School Tax Deferred	<u>18,165,286.57</u>	
		<u>\$ 19,365,477.20</u>
2015 Liability for Regional High School Tax:		
Tax Paid		\$ 39,090,437.70
Add: Tax Payable Dec. 31, 2015		<u>1,200,190.63</u>
		40,290,628.33
Less: Tax Payable Dec. 31, 2014		<u>1,559,674.33</u>
Amount Charged to 2015 Operations		<u>\$ 38,730,954.00</u>

Exhibit SA-22

**TOWNSHIP OF MOUNT LAUREL**  
**CURRENT FUND**  
Statement of Due from Mount Laurel Library  
For the Year Ended December 31, 2015

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Disbursements	\$ 26,858.77	
Appropriation Refund	<u>117,841.23</u>	
Balance Dec. 31, 2015		<u>\$ 144,700.00</u>

**TOWNSHIP OF MOUNT LAUREL**  
**FEDERAL AND STATE GRANT FUND**  
Statement of Federal, State and Local Grants Receivable  
For the Year Ended December 31, 2015

<u>Program</u>	<u>Balance Dec. 31, 2014</u>	<u>Accrued</u>	<u>Received</u>	<u>Balance Dec. 31, 2015</u>
Federal Grants:				
New Jersey Transportation Trust Fund				
Larchmont Boulevard Phase I	\$ 64,230.84			\$ 64,230.84
Highway Traffic Safety Grant	5,541.55	\$ 8,800.00	\$ 4,960.00	9,381.55
Highway Safety Grant - Safe Corridors	84,368.48	38,526.39	84,368.48	38,526.39
New Jersey Transportation Trust Fund - 2014	195,000.00		146,250.00	48,750.00
Assistance to Firefighters Grant	96,498.00		96,498.00	
Over the Limit Under Arrest	7,500.00	5,000.00	11,150.00	1,350.00
Click It or Ticket		3,800.00	3,800.00	
Total Federal Grants	453,138.87	56,126.39	347,026.48	162,238.78
State Grants:				
Bulletproof Vest Partnership Grant	6,023.61	5,202.71		11,226.32
Body Armor Fund		5,635.84	5,635.84	
Garden State Historic Preservation Trust	12,000.00		11,985.00	15.00
Clean Communities Program		87,309.96	87,309.96	
Drunk Driving Enforcement Fund		10,121.03	10,121.03	
Municipal Alliance Grant	9,815.56			9,815.56
Safe and Secure Communities Program	30,000.00	60,000.00	60,000.00	30,000.00
Total State Grants	57,839.17	168,269.54	175,051.83	51,056.88
Local Grants:				
Burlington County Park Grant	600,000.00			600,000.00
Investor Foundation - Memorial Park Grant		25,000.00		25,000.00
Total Local Grants	600,000.00	25,000.00	-	625,000.00
	\$ 1,110,978.04	\$ 249,395.93	\$ 522,078.31	\$ 838,295.66



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

<u>Program</u>	<u>Balance Dec. 31, 2014</u>	<u>Grants Receivable</u>	<u>Realized as Miscellaneous Revenue</u>	<u>Balance Dec. 31, 2015</u>
Federal Grants:				
Drive Sober or Get Pulled Over	\$ 9,400.00		\$ 9,400.00	
Highway Traffic Safety Grant		\$ 8,800.00	8,800.00	
Highway Safety Grant - Safe Corridors		38,526.39	38,526.39	
Over the Limit Under Arrest		5,000.00	5,000.00	
Click It or Ticket		3,800.00		\$ 3,800.00
	9,400.00	56,126.39	61,726.39	3,800.00
State Grants:				
Bullet Proof Vest Partnership Grant		5,202.71	5,202.71	
Body Armor Fund		5,635.84	5,635.84	
Clean Communities Program		87,309.96	87,309.96	
Drunk Driving Enforcement Fund		10,121.03	10,121.03	
Recycling Tonnage Grant	58,565.01		58,565.01	
Safe and Secure Communities Program		60,000.00	60,000.00	
	58,565.01	168,269.54	226,834.55	-
Local Grants:				
Investor Foundation - Memorial Park Grant		25,000.00	25,000.00	
	-	25,000.00	25,000.00	-
	\$ 67,965.01	\$ 249,395.93	\$ 313,560.94	\$ 3,800.00

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

<u>Program</u>	<u>Balance</u> <u>Dec. 31, 2014</u>	<u>Transferred</u> <u>from 2015</u> <u>Budget</u> <u>Appropriation</u>	<u>Encumbrances</u> <u>Canceled</u>	<u>Paid/Charged</u> <u>Canceled</u>	<u>Balance</u> <u>Dec. 31, 2015</u>
<b>Federal Grants:</b>					
Click it or Ticket	\$ 4,000.00			\$ 3,800.00	\$ 200.00
New Jersey Transportation Trust Fund - Larchmont	37,500.00				37,500.00
New Jersey Transportation Trust Fund - 2011	200,000.00				200,000.00
New Jersey Transportation Trust Fund - Ramblewood 2014	195,000.00				195,000.00
Highway Traffic Safety Grant	66,314.60	\$ 8,800.00		15,000.00	60,114.60
Highway Safety Grant - Safe Corridors	124,278.27	38,526.39	\$ 3,769.30	127,204.00	39,369.96
Drive Sober or Get Pulled Over		9,400.00		6,500.00	2,900.00
Over the Limit Under Arrest		5,000.00			5,000.00
Assistance to Firefighters/EMS Grant	107,220.00			105,985.00	1,235.00
<b>Total Federal Grants</b>	<b>734,312.87</b>	<b>61,726.39</b>	<b>3,769.30</b>	<b>258,489.00</b>	<b>541,319.56</b>
<b>State Grants:</b>					
Bullet Proof Vest Partnership Grant	2,804.32	5,202.71		6,023.61	1,983.42
Body Armor Fund	9,224.16	5,635.84	1,571.90	8,112.05	8,319.85
Clean Communities Program	399,919.47	87,309.96	800.00	175,812.43	312,217.00
Drunk Driving Enforcement Fund	38,671.14	10,121.03		19,979.39	28,812.78
Hepatitis B Grant	6,164.74				6,164.74
Municipal Alliance Grant	21,102.00				21,102.00
Municipal Court Alcohol Education and Rehabilitation Fund	13,046.50				13,046.50
Recycling Tonnage Grant	60,966.07	58,565.01	8,300.75	89,053.71	38,778.12
Safe and Secure Communities Program	128,549.44	60,000.00		187,493.44	1,056.00
<b>Total State Grants</b>	<b>680,447.84</b>	<b>226,834.55</b>	<b>10,672.65</b>	<b>486,474.63</b>	<b>431,480.41</b>

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

<u>Program</u>	<u>Balance Dec. 31, 2014</u>	<u>Transferred from 2015 Budget Appropriation</u>	<u>Encumbrances Canceled</u>	<u>Paid/Charged Canceled</u>	<u>Balance Dec. 31, 2015</u>
Local Grants:					
Burlington County Park Grant - 2014	\$ 250,000.00			\$ 151,625.00	\$ 98,375.00
Investor Foundation - Memorial Park Grant		\$ 25,000.00			25,000.00
Burlington County Park Grant - 2012 and 2013	78,747.20		\$ 11,644.72	22,372.32	68,019.60
Total Local Grants	328,747.20	25,000.00	11,644.72	173,997.32	191,394.60
	<u>\$ 1,743,507.91</u>	<u>\$ 313,560.94</u>	<u>\$ 26,086.67</u>	<u>\$ 918,960.95</u>	<u>\$ 1,164,194.57</u>
Budget		\$ 127,965.01			
Appropriation by 40A:4-87		<u>185,595.93</u>			
		<u>\$ 313,560.94</u>			
Disbursements				\$ 643,150.12	
Reserve for Encumbrances				<u>275,810.83</u>	
				<u>\$ 918,960.95</u>	

**TOWNSHIP OF MOUNT LAUREL**  
**FEDERAL AND STATE GRANT FUND**  
**Statement of Reserve for Encumbrances**  
**For the Year Ended December 31, 2015**

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Balance Dec. 31, 2014	\$ 26,086.67
Increased by:	
Encumbrances Placed	<u>275,810.83</u>
	301,897.50
Decreased by:	
Canceled to Reserve for Federal and State Grants--Appropriated	<u>26,086.67</u>
Balance Dec. 31, 2015	<u><u>\$ 275,810.83</u></u>

**SUPPLEMENTAL EXHIBITS**

**TRUST FUND**

**TOWNSHIP OF MOUNT LAUREL**  
**TRUST FUND**

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

	<u>Animal Control Fund</u>	<u>Assessment Fund</u>	<u>Municipal Open Space Fund</u>	<u>Other Funds</u>
Balance Dec. 31, 2014		\$ 40,598.78	\$ 144,479.46	\$ 1,963,032.71
Increased by Receipts:				
Due to State of New Jersey	\$ 2,152.80			
Due Current Fund	5.56	\$ 1,864.76	\$ 15,284,268.85	\$ 385,890.06
Reserve for Animal Control Expenditures	19,138.20			
Reserve for Municipal Open Space Trust Fund			14,878.31	
Reserve for Payment of Debt			129,600.00	
Reserves and Special Deposits:				
Developers' Recreation				7,310.33
Municipal Recreation				145,614.51
Municipal Recreation: Fall Festival				29,658.50
Municipal Recreation: Senior Center				11,205.87
Municipal Recreation: Snow Trust				600,064.44
Municipal Recreation Trust				2,680.00
Recycling Trust Fund				1,517.27
Special Law Enforcement Trust Fund				3,074.96
Street Opening Deposits				300.00
Parking Offense Adjudication Act				124.00
Public Defender Fees				26,517.24
Outside Police Employment				428,159.98
Developers' Fees - Traffic Impact				36,796.00
New Jersey Unemployment Compensation				
Insurance Trust Fund				119.01
Affordable Housing				202,977.25
Fair Share Housing--Senior Citizens Housing				152.24
PAWS Farm				129,991.53
Optical				3,891.12
Payroll				9,382,103.83
K-9 Fund				32,062.90
Redemption of Tax Sale Certificates				850,154.19
Redemption of Tax Sale Premiums				782,800.00
Assessment Receivables		33,154.28		
Reserve for Community Development Escrow Fees				733,571.92
	<u>21,296.56</u>	<u>35,019.04</u>	<u>15,428,747.16</u>	<u>13,796,737.15</u>
	61,895.34	179,498.50	17,391,779.87	25,819,093.14

(Continued)

**TOWNSHIP OF MOUNT LAUREL**

**TRUST FUND**

Statement of Trust Cash

Per N.J.S. 40A:5-5 -- Treasurer

For the Year Ended December 31, 2015

	<u>Animal Control Fund</u>	<u>Assessment Fund</u>	<u>Municipal Open Space Fund</u>	<u>Other Funds</u>
Decreased by Disbursements:				
Expenditures Under R.S.4:19-15.11	\$ 2,524.06			\$ 375,222.21
Due Current Fund				262.34
Due to State of New Jersey	2,149.20			
Reserve for Municipal Open Space			\$ 1,430,897.15	
Reserves and Special Deposits:				
Municipal Alliance on Alcoholism and Drug Abuse				27.00
Developers' Recreation				6,788.40
Municipal Recreation				156,333.03
Municipal Recreation - Various Activities				53,411.85
Municipal Recreation - Senior Center				5,828.00
Municipal Recreation - Snow Trust				307,973.79
Municipal Recreation Trust				600.00
Special Law Enforcement Trust Fund				12,129.41
Public Defender Fees				12,600.00
Outside Police Employment				445,091.25
New Jersey Unemployment Compensation				449.58
Insurance Trust Fund				944,989.07
Affordable Housing				135,598.43
PAWS Farm				6,503.41
Optical Trust Fund				9,399,237.01
Payroll				7,445.80
K-9 Fund				862,465.60
Redemption of Tax Sale Certificates				700,500.00
Redemption of Tax Sale Premiums				533,245.55
Reserve for Community Development Escrow Fees				
	<u>\$ 4,673.26</u>		<u>\$ 1,430,897.15</u>	<u>\$ 13,966,701.73</u>
Balance Dec. 31, 2015	<u>\$ 57,222.08</u>	<u>\$ 179,498.50</u>	<u>\$ 15,960,882.72</u>	<u>\$ 11,852,391.41</u>

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

Balance Dec. 31, 2014		\$ 28,111.50
Increased by:		
Receipts:		
Animal Control Fees:		
Dog Fees	\$ 17,000.20	
Cat Fees	1,608.00	
Late Fees	530.00	
		<u>19,138.20</u>
		47,249.70
Decreased by:		
Statutory Excess - Due Current Fund	12,258.34	
Expenditures Under R.S.4:19-15.11	2,524.06	
		<u>14,782.40</u>
Balance Dec. 31, 2015		<u><u>\$ 32,467.30</u></u>

Animal Control License Fees Collected

	<u>Amount</u>
2013	\$ 15,045.10
2014	<u>17,422.20</u>
	<u><u>\$ 32,467.30</u></u>



**TOWNSHIP OF MOUNT LAUREL**  
**ANIMAL CONTROL TRUST FUND**  
Statement of Due To Current Fund  
For the Year Ended December 31, 2015

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Balance Dec. 31, 2014		\$ 12,487.28
Increased by:		
Received:		
Interest Earned	\$ 5.56	
Statutory Excess Due Current Fund	<u>12,258.34</u>	
		<u>12,263.90</u>
Balance Dec. 31, 2015		<u><u>\$ 24,751.18</u></u>

## Exhibit SB-4

**TOWNSHIP OF MOUNT LAUREL**  
**ANIMAL CONTROL TRUST FUND**  
Statement of Due to State of New Jersey  
For the Year Ended December 31, 2015

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Receipts		\$ 2,152.80
Decreased by:		
Disbursements		<u>\$ 2,149.20</u>
Balance Dec. 31, 2015		<u><u>\$ 3.60</u></u>

**TOWNSHIP OF MOUNT LAUREL**  
**TRUST OTHER FUND**  
Statement of Due To Current Fund  
For the Year Ended December 31, 2015

	<u>Total</u>	<u>Escrow Funds</u>	<u>Miscellaneous</u>	<u>Unemployment</u>	<u>Payroll Deductions Payable</u>	<u>Paws</u>	<u>Tax Title Lien Redemption</u>	<u>Optical</u>	<u>Municipal Recreation</u>	<u>Affordable Housing</u>
Balance Dec. 31, 2014	\$ 909,401.23	\$ 85,693.86	\$ 245,138.22	\$ 2,007.67	\$ 471,809.99	\$ 44,237.52	\$ 5,202.91	\$ 4.62	\$ 846.78	\$ 54,459.66
Increased by:										
Receipts:										
Interest Earned	8,508.26		434.52		329.96		1,574.12	0.90	730.68	5,438.08
Receipts from Current Fund	377,381.80				377,381.80					
	385,890.06		434.52		377,711.76		1,574.12	0.90	730.68	5,438.08
	1,295,291.29	85,693.86	245,572.74	2,007.67	849,521.75	44,237.52	6,777.03	5.52	1,577.46	59,897.74
Decreased by:										
Disbursements:										
Disbursed to Current Fund	375,222.21				375,222.21					
Balance Dec. 31, 2015	\$ 920,069.08	\$ 85,693.86	\$ 245,572.74	\$ 2,007.67	\$ 474,299.54	\$ 44,237.52	\$ 6,777.03	\$ 5.52	\$ 1,577.46	\$ 59,897.74

**TOWNSHIP OF MOUNT LAUREL**  
**TRUST OTHER FUND**  
Statement of Reserves and Special Deposits  
For the Year Ended December 31, 2015

	Balance Dec. 31, 2014	Receipts	Disbursements	Decreased	Canceled Encumbrances	Intrafund	Deferred Charge	Balance Dec. 31, 2015
Municipal Alliance on Alcoholism and Drug Abuse								
Developers' Recreation	\$ 332,876.99	\$ 7,310.33	\$ 27.00		\$ 27.00			\$ 333,398.92
Bulletproof Vest Partnership	52.78		6,788.40					52.78
Municipal Recreation	52,084.61	145,614.51	156,333.03					41,366.09
Municipal Recreation: Fall Festival	93,882.69	29,658.50	53,411.85					70,129.34
Municipal Recreation: Senior Center	9,122.68	11,205.87	5,828.00	\$ 861.00	1,310.00			14,949.55
Municipal Recreation: Special Events	1,848.94							1,848.94
Municipal Recreation: Snow Trust	567,175.08	600,064.44	307,973.79	19,550.78	23,325.00			863,039.95
Municipal Recreation Trust		2,680.00	600.00					2,080.00
Recycling Trust Fund	5,585.46	1,517.27						7,102.73
Special Law Enforcement Trust Fund	32,650.82	3,074.96	12,129.41		2,250.00			25,846.37
Street Opening Deposits		300.00						300.00
Low Income Housing	5,860.75							5,860.75
Parking Offense Adjudication Act	3,320.62	124.00						3,444.62
Public Defender Fees	15,312.50	26,517.24	12,600.00	14,354.74				14,875.00
Outside Police Employment	80,436.13	428,159.98	445,091.25	35,256.34	45,510.90			73,759.42
Developer's Fees - Spring Valley	114,134.03							114,134.03
Reserve for Sidewalks	89,715.00							89,715.00
Developer's Fees - Orleans Litigation Deposits	1,425.88							1,425.88
Developer's Fees - Traffic Impact	67,641.50	36,796.00						104,437.50
Reserve for Developer Fees - Hovnanian	166.00							166.00
Reserve for Environmental - Kowalski	250,000.00							250,000.00
New Jersey Unemployment Compensation Insurance Trust Fund	244,086.35	119.01	449.58			\$ 15,550.05		259,305.83
Affordable Housing	5,821,996.63	202,977.25	944,989.07	23,662.36	23,561.58			5,079,884.03
Affordable Housing - Low Income	88,176.19							88,176.19
Fair Share Housing - Senior Citizens Housing	80,582.68	152.24						80,734.92
PAWS Farm	2,454.65	129,991.53	135,598.43	3,164.75	2,175.00		\$ 4,142.00	8,856.86
Optical Trust Fund	11,469.15	3,891.12	6,503.41					124,748.73
Payroll	157,431.96	9,382,103.83	9,399,237.01			(15,550.05)		24,617.10
K-9 Fund		32,062.90	7,445.80					24,617.10
Redemption of Tax Sale Certificates	25,904.87	850,154.19	862,465.60					13,593.46
Redemption of Tax Sale Premiums	898,700.00	782,800.00	700,500.00					981,000.00
	\$ 9,054,094.94	\$ 12,677,275.17	\$ 13,057,971.63	\$ 96,849.97	\$ 98,159.48	\$ -	\$ 4,142.00	\$ 8,678,849.99
Due to New Jersey Crime Compensation Board				\$ 3,854.74				
Encumbrances				92,995.23				
				\$ 96,849.97				

**TOWNSHIP OF MOUNT LAUREL**  
**TRUST OTHER FUND**  
Statement of Reserve for Community Development Escrow Deposits  
For the Year Ended December 31, 2015

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Balance Dec. 31, 2014		\$ 1,260,515.28
Increased by:		
Receipts	\$ 733,571.92	
Prior Year Encumbrances Reclassified	440,030.15	
		<u>1,173,602.07</u>
		2,434,117.35
Decreased by:		
Disbursements	533,245.55	
Encumbrances	323,418.43	
		<u>856,663.98</u>
Balance Dec. 31, 2015		<u><u>\$ 1,577,453.37</u></u>

Exhibit SB-8

**TOWNSHIP OF MOUNT LAUREL**  
**TRUST OTHER FUND**  
Statement of Reserve for Encumbrances  
For the Year Ended December 31, 2015

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Balance Dec. 31, 2014		\$ 538,189.63
Increased by Encumbrances Placed:		
Reserves and Special Deposits	\$ 92,995.23	
Reserve for Community Development Escrow Deposits	323,418.43	
		<u>416,413.66</u>
		954,603.29
Decreased by Canceled:		
Reserves and Special Deposits	98,159.48	
Reserve for Community Development Escrow Deposits	440,030.15	
		<u>538,189.63</u>
Balance Dec. 31, 2015		<u><u>\$ 416,413.66</u></u>

**TOWNSHIP OF MOUNT LAUREL**  
**TRUST -- MUNICIPAL OPEN SPACE FUND**  
**Statement of Reserve for Municipal Open Space Trust Fund**  
**For the Year Ended December 31, 2015**

Balance Dec. 31, 2014			\$ 8,493,730.23
Increased By:			
Receipts:			
Community Garden	\$ 1,980.00		
Interest Earned	<u>12,898.31</u>		
		\$ 14,878.31	
Due from Current Fund:			
2015 Municipal Tax Levy	4,632,522.48		
Added/Omitted Tax Levy	<u>18,040.09</u>		
		4,650,562.57	
Prior Year Contracts Payable Canceled - Reserve for Future Use		79,120.91	
Prior Year Encumbrances Canceled - Reserve for Future Use		<u>7,678.86</u>	
			<u>4,752,240.65</u>
			13,245,970.88
Decreased By:			
Disbursements:			
Budgetary Expenditures			
Payment of Bond Principal	700,000.00		
Interest on Bonds	681,362.50		
Budget Appropriation	<u>49,534.65</u>		
		1,430,897.15	
Contracts Payable - Reserve for Future Use		38,373.76	
Reserve for Encumbrances - Reserve for Future Use		<u>40,854.84</u>	
			<u>1,510,125.75</u>
Balance Dec. 31, 2015			<u>\$ 11,735,845.13</u>

**TOWNSHIP OF MOUNT LAUREL**  
**TRUST -- MUNICIPAL OPEN SPACE FUND**  
**Statement of Reserve for Payment of Debt**  
**For the Year Ended December 31, 2015**

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Balance Dec. 31, 2014	\$ 2,728,200.00
Increased by:	
Receipts	<u>129,600.00</u>
Balance Dec. 31, 2015	<u><u>\$ 2,857,800.00</u></u>

## Exhibit SB-11

**TOWNSHIP OF MOUNT LAUREL**  
**TRUST -- MUNICIPAL OPEN SPACE FUND**  
**Statement of Due From Current Fund**  
**For the Year Ended December 31, 2015**

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Balance Dec. 31, 2014	\$ 10,651,746.37
Increased by:	
2015 Taxes Allocated to Open Space	\$ 4,632,522.48
2015 Added/Omitted Taxes Allocated to Open Space	<u>18,040.09</u>
	<u>4,650,562.57</u>
	15,302,308.94
Decreased by:	
Receipts	<u>15,284,268.85</u>
Balance Dec. 31, 2015	<u><u>\$ 18,040.09</u></u>

**TOWNSHIP OF MOUNT LAUREL**  
**TRUST -- ASSESSMENT FUND**  
 Analysis of Assessment Cash  
 For the Year Ended December 31, 2015

	Balance <u>Dec. 31, 2014</u>	<u>Receipts</u>	Balance <u>Dec. 31, 2015</u>
Bond Anticipation Notes:			
Ordinance No. 2004-15	\$ 122,859.16	\$ 33,154.28	\$ 156,013.44
Current Fund:			
Interest Earned	1,658.27	388.96	2,047.23
Interest and Costs on Assessments	19,962.03	1,475.80	21,437.83
	<u>\$ 144,479.46</u>	<u>\$ 35,019.04</u>	<u>\$ 179,498.50</u>

## Exhibit SB-13

**TOWNSHIP OF MOUNT LAUREL**  
**TRUST -- ASSESSMENT FUND**  
 Statement of Due to Current Fund  
 For the Year Ended December 31, 2015

Balance Dec. 31, 2014	\$ 459,520.34
Increased by:	
Receipts:	
Interest Earned on Deposits	\$ 388.96
Interest and Costs on Assessments	<u>1,475.80</u>
	\$ 1,864.76
Assessment Note Principal Paid by Current Fund	<u>53,241.00</u>
	<u>55,105.76</u>
Balance Dec. 31, 2015	<u>\$ 514,626.10</u>

**TOWNSHIP OF MOUNT LAUREL**  
**TRUST -- ASSESSMENT FUND**  
Statement of Assessments Receivable  
For the Year Ended December 31, 2015

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Date of Confirmation</u>	<u>Annual Installments</u>	<u>Due Dates</u>	<u>Balance Dec. 31, 2014</u>	<u>Receipts</u>	<u>Balance Dec. 31, 2015</u>	<u>Pledged to Bond Anticipation Notes</u>
2004-15	Construction of Laurel Knoll Project	12-7-09	20	3/1/10-30	\$ 260,848.88	\$ 33,154.28	\$ 227,694.60	\$ 60,000.00

## Exhibit SB-15

**TOWNSHIP OF MOUNT LAUREL**  
**TRUST -- ASSESSMENT FUND**  
Statement of Assessments Bond Anticipation Notes  
For the Year Ended December 31, 2015

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Date of Issue of Original Note</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	<u>Balance Dec. 31, 2014</u>	<u>Increased</u>	<u>Decreased</u>	<u>Balance Dec. 31, 2015</u>
2004-15	Construction of Laurel Knoll Project	5-25-06 5-25-06	3-11-15 3-13-14	3-10-16 3-12-15	1.00% 0.50%	\$ 113,241.00	\$ 60,000.00	\$ 113,241.00	\$ 60,000.00
Renewal Paid by Current Fund						\$ 113,241.00	\$ 60,000.00	\$ 113,241.00	\$ 60,000.00
							\$ 60,000.00	\$ 60,000.00	
								53,241.00	
							\$ 60,000.00	\$ 113,241.00	



**SUPPLEMENTAL EXHIBITS**

**GENERAL CAPITAL FUND**

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

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Balance Dec. 31, 2014		\$ 2,276,625.78
Increased by Receipts:		
Due Current Fund	\$ 4,038.22	
Improvement Authorizations	50,000.00	
Capital Improvement Fund	270,000.00	
Deferred Charges to Future Taxation Unfunded	21,018.00	
Reserve for Payment of Debt	58,140.13	
Bond Anticipation Notes	<u>7,287,448.00</u>	
		<u>7,690,644.35</u>
		9,967,270.13
Decreased by Disbursements:		
Due Current Fund	455.78	
Improvement Authorizations	<u>4,242,495.58</u>	
		<u>4,242,951.36</u>
Balance Dec. 31, 2015		<u><u>\$ 5,724,318.77</u></u>

**TOWNSHIP OF MOUNT LAUREL**  
**GENERAL CAPITAL FUND**  
 Analysis of General Capital Cash  
 For the Year Ended December 31, 2015

	Balance (Deficit) Dec. 31, 2014	Receipts		Disbursements			Balance (Deficit) Dec. 31, 2015
		Budget Appropriation	Bond Anticipation Notes	Miscellaneous	Improvement Authorizations	Transfers From To	
Fund Balance	\$ 59,020.39						\$ 59,020.39
Due Current Fund	493,063.92						884,159.54
Due Federal and State Grant Fund	(704,966.91)						(704,966.91)
Due Trust-Open Space Fund	(1,338,601.05)						(1,338,601.05)
Due Trust-Assessment Fund	167,433.00						167,433.00
Due Trust-Other Fund	(45,859.57)						(45,859.57)
Capital Improvement Fund	33,788.00			270,000.00			303,788.00
Reserve for Payment of Bonds and Notes	1,240,574.61			58,140.13		13,551.82	962,266.56
Reserve for Encumbrances	49,233.68					49,233.68	124,453.79
Contracts Payable	478,883.59					478,883.59	1,455,201.21
Reserve for Capital Projects	83,836.73						83,836.73
Reserve for Purchase of Buildings and Equipment	1,549.16						1,549.16
Reserve for Preliminary Expenses - Rancocas Study	2,055.00						2,055.00
Reserve for CDBG - Burnam Wood Drive/Court	64,800.00						64,800.00
Improvement Authorizations:							
Ordinance							
Number							
1998-11	386.95						386.95
1999-7	(975.00)	\$ 975.00					
2000-4	189,604.11						189,604.11
2000-11	19,308.87				\$ 2,545.00		16,763.87
2000-17					8,187.25		(45,250.00)
2001-5	7,762.12					37,062.75	8,217.90
2002-7	190,000.00					431.34	190,000.00
2002-10	371.82				367.74		371.82
2003-18	232,354.47					367.74	232,354.47
2004-9	52,985.90						52,985.90
2004-14/							
2005-36/							
2006-12	83,913.11						83,913.11
2004-15	51,065.09					51,065.00	0.09
2004-16	331,100.23					15,098.98	331,100.23
2005-27	630,508.94						630,508.94
2006-9	127,106.91						127,106.91
2007-4	(5,847.81)						(5,847.81)
2007-14	(263,752.74)						(263,752.74)
2008-13	26,350.28						26,350.28
2008-18	148,112.80						148,112.80
2009-21	(341,940.00)						(341,940.00)
2011-11	(2,695.00)	2,695.00					
2011-12	395,164.38				262,720.14		267,163.20
2012-12	(17,348.00)	17,348.00					
2014-4	(161,722.20)		\$ 7,287,448.00	50,000.00	3,968,675.45	1,379,989.74	2,057,032.89
						229,972.28	
	\$ 2,276,625.78	\$ 21,018.00	\$ 7,287,448.00	\$ 382,178.35	\$ 4,242,495.58	\$ 2,522,389.09	\$ 5,724,318.77

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

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Balance Dec. 31, 2014		\$ 30,595,000.00
Decreased by:		
2015 Current Fund Budget Appropriation	\$ 3,060,000.00	
2015 Open Space Fund Budget Appropriation	<u>700,000.00</u>	
		<u>3,760,000.00</u>
Balance Dec. 31, 2015		<u><u>\$ 26,835,000.00</u></u>

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

Ordinance Number	Improvement Description	Funded by		Analysis of Balance, Dec. 31, 2015		
		Balance Dec. 31, 2014	Budget Appropriation	Balance Dec. 31, 2015	Financed by Bond Anticipation Notes	Unexpended Improvement Authorization
					Expended	
<b>Local Improvements:</b>						
2004-15	Construction of Laurel Knoll Project	\$ 231,980.00	\$ 2,000.00	\$ 229,980.00	\$ 52,215.00	\$ 177,765.00
		231,980.00	2,000.00	229,980.00	52,215.00	177,765.00
<b>General Improvements:</b>						
1999-7	Certain Improvements	975.00	975.00	52,650.03		52,650.03
2000-4	Certain Improvements	52,650.03		2,750.00		2,750.00
2000-11	Certain Improvements	2,750.00		139,250.00	\$ 45,250.00	94,000.00
2000-17	Certain Improvements	139,250.00		1,450.00		1,450.00
2001-5	Certain Improvements	1,450.00		1,470,382.14		1,470,382.14
2002-7	Acquisition of Real Property	1,470,382.14		10,000.00		10,000.00
2002-10	Certain Improvements	10,000.00		105,146.13		105,146.13
2002-21	Acquisition of Real Property	105,146.13		60,039.74		60,039.74
2003-9	Acquisition of Real Property	60,039.74				
2004-14/						
2005-36/						
2006-12	Acquisition of Real Property	3,857,450.00		3,857,450.00		3,857,450.00
2004-16	Various Capital Improvements	3,000.00		3,000.00		3,000.00
2005-3	Acquisition of Real Property	80,097.53		80,097.53		80,097.53
2005-27	Various Capital Improvements	3,252,150.00		3,252,150.00		3,252,150.00
2006-9	Various Capital Improvements	1,360,770.05		1,360,770.05		1,360,770.05
2007-4	Acquisition of Real Property	339,680.00		339,680.00	5,847.81	333,832.19
2007-14	Various Capital Improvements	7,175,419.32		7,175,419.32	263,752.74	6,911,666.58
2008-14	Various Capital Improvements	573,580.68		573,580.68		573,580.68
2009-21	Various Capital Improvements	361,000.00		361,000.00	341,940.00	19,060.00
2011-11	Refund of Certain Tax Appeals	2,695.00	2,695.00			
2011-12	Various Capital Improvements	2,789,580.00	186,000.00	2,603,580.00	2,603,580.00	
2012-12	Refund of Certain Tax Appeals	2,335,000.00	784,848.00	1,550,152.00	767,500.00	782,652.00
2014-4	Various Capital Improvements	7,287,448.00		7,287,448.00	7,287,448.00	
		31,250,523.62	974,518.00	30,276,005.62	10,658,528.00	18,960,687.07
		\$ 31,482,503.62	\$ 976,518.00	\$ 30,505,985.62	\$ 10,710,743.00	\$ 19,138,452.07
<b>Bond Anticipation Note Paydown</b>						
<b>Deferred Charges Raised</b>						
		\$ 955,500.00				
		21,018.00				
		\$ 976,518.00				
<b>Improvement Authorizations--Unfunded</b>						
<b>Less: Unexpended Proceeds of Bond Anticipation Notes Issued:</b>						
2004-15				\$ 0.09		\$ 21,462,648.25
2011-12				267,163.20		
2014-4				2,448,357.14		
						2,324,196.18
						\$ 19,138,452.07

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

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Balance Dec. 31, 2014	\$ 33,788.00
Increased by:	
Receipts - Budget Appropriation	<u>270,000.00</u>
Balance Dec. 31, 2015	<u><u>\$ 303,788.00</u></u>

## Exhibit SC-6

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

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Balance Dec. 31, 2014	\$ 1,240,574.61
Increased by:	
Receipts	\$ 58,140.13
Premium Received in the Current Fund	<u>13,551.82</u>
	<u>71,691.95</u>
	1,312,266.56
Decreased by:	
Due to Current Fund - Anticipated as Revenue in Current Fund Budget	<u>350,000.00</u>
Balance Dec. 31, 2015	<u><u>\$ 962,266.56</u></u>

**TOWNSHIP OF MOUNT LAUREL**  
**GENERAL CAPITAL FUND**  
Statement of Due Current Fund  
For the Year Ended December 31, 2015

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Balance Dec. 31, 2014		\$ 493,063.92
Increased by:		
Interest Earned on Investments	\$ 4,038.22	
Reserve for Payment of Bonds and Bond Anticipation Notes		
Anticipated in Current Fund Budget	350,000.00	
Current Fund Disbursed on Behalf of General Capital Fund		
Bond Anticipation Notes	<u>3,474,360.00</u>	
		<u>3,828,398.22</u>
		4,321,462.14
Decreased by:		
Disbursed on Behalf of the Current Fund	455.78	
Current Fund Received on Behalf of General Capital Fund		
Premiums	13,551.82	
Bond Anticipation Notes	<u>3,423,295.00</u>	
		<u>3,437,302.60</u>
Balance Dec. 31, 2015		<u><u>\$ 884,159.54</u></u>

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

Ordinance Number	Improvement Description	Date	Amount	Balance Dec. 31, 2014		Paid or Charged	Prior Year Charges Canceled	Balance Dec. 31, 2015	
				Funded	Unfunded			Funded	Unfunded
Local Improvements:									
2004-15	Construction of Laurel Knoll Project	10-4-04	\$ 850,000.00		\$ 177,765.09			\$	177,765.09
				-	177,765.09	-	-		177,765.09
General Improvements:									
1998-11	Certain Improvements	11-16-98	1,982,085.00	\$ 386.95				\$	386.95
2000-4	Certain Improvements	4-17-00	3,000,000.00	189,604.11	52,650.03			189,604.11	52,650.03
2000-11	Certain Improvements	8-7-00	6,445,000.00	19,308.87	2,750.00	\$ 2,545.00		16,763.87	2,750.00
2000-17	Certain Improvements	12-4-00	2,500,000.00		139,250.00	45,250.00			94,000.00
2001-5	Certain Improvements	6-18-01	9,891,000.00	7,762.12	1,450.00	431.34	\$ 887.12	8,217.90	1,450.00
2002-7	Acquisition of Real Property	5-7-02	3,800,000.00	190,000.00	1,470,382.14			190,000.00	1,470,382.14
2002-10	Certain Improvements	7-1-02	5,735,800.00	371.82	10.00	367.74		371.82	10.00
2002-21	Acquisition of Real Property	6-18-02	2,096,000.00		105,146.13				105,146.13
2003-9	Acquisition of Real Property	4-7-03	2,273,000.00		60,039.74				60,039.74
2003-18	Various Capital Improvements	8-4-03	5,484,000.00	232,354.47				232,354.47	
2004-9	Acquisition of Real Property	4-19-04	2,685,000.00	52,985.90				52,985.90	
2004-14/ 2005-36/		10-4-04	4,806,000.00						
2006-12	Acquisition of Real Property	12-19-05	545,000.00						
2006-12	Acquisition of Real Property	11-20-06	2,700,000.00	83,913.11	3,857,450.00			83,913.11	3,857,450.00
2004-16	Various Capital Improvements	10-4-04	4,350,500.00	331,100.23	3,000.00	15,098.98	15,098.98	331,100.23	3,000.00
2005-3	Acquisition of Real Property	1-10-05	1,950,000.00		80,097.53				80,097.53
2005-27	Various Capital Improvements	8-1-05	9,497,000.00	630,508.94	3,252,150.00			630,508.94	3,252,150.00
2006-9	Various Capital Improvements	8-6-06	6,185,000.00	127,106.91	1,360,770.05			127,106.91	1,360,770.05
2007-4	Acquisition of Real Property	3-17-07	3,124,000.00		333,832.19				333,832.19
2007-14	Various Capital Improvements	8-6-07	8,137,500.00		6,911,666.58				6,911,666.58
2008-13	Various Capital Improvements	5-5-08	1,018,390.95	26,350.28				26,350.28	
2008-18	Various Capital Improvements	12-1-08	1,580,900.00	148,112.80	573,580.68			148,112.80	573,580.68
2009-21	Various Capital Improvements	12-21-09	380,000.00		19,060.00				19,060.00
2011-12	Various Capital Improvements	12-5-11	2,936,400.00		395,164.38	409,792.33	281,791.15		267,163.20
2012-12	Refund of Certain Tax Appeals	12-17-12	3,500,000.00		782,652.00				782,652.00
2014-4	Various Capital Improvements	6-9-14	7,671,000.00		7,125,725.80	5,298,665.19	229,972.28		2,057,032.89
				2,039,866.51	26,526,827.25	5,772,150.58	528,117.27	2,037,777.29	21,284,883.16
				\$ 2,039,866.51	\$ 26,704,592.34	\$ 5,772,150.58	\$ 528,117.27	\$ 2,037,777.29	\$ 21,462,648.25
Disbursements									
Refunds				\$ 4,242,495.58					
Reserve for Encumbrances				(50,000.00)					
				124,453.79					
				\$ 49,233.68					
Contracts Payable				1,455,201.21					
				478,883.59					
				\$ 5,772,150.58					
				\$ 528,117.27					



**TOWNSHIP OF MOUNT LAUREL**  
**GENERAL CAPITAL FUND**  
Statement of Reserve for Encumbrances and Contracts Payable  
For the Year Ended December 31, 2015

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Balance Dec. 31, 2014	\$ 528,117.27
Increased by:	
2015 Charges to Improvement Authorizations	<u>1,579,655.00</u>
	2,107,772.27
Decreased by:	
Canceled to Improvement Authorizations	<u>528,117.27</u>
Balance Dec. 31, 2015	<u><u>\$ 1,579,655.00</u></u>
Analysis of Balance Dec. 31, 2015:	
Encumbrances	\$ 124,453.79
Contracts Payable	<u>1,455,201.21</u>
	<u><u>\$ 1,579,655.00</u></u>

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

Ordinance Number	Improvement Description	Date of Issue of Original Note	Date of Issue	Date of Maturity	Interest Rate	Balance Dec. 31, 2014	Increased	Decreased	Balance Dec. 31, 2015
2004-15	General Improvements: Construction of Laurel Knoll Project	5-25-06	3-11-15 3-13-14	3-10-16 3-12-15	1.00% 0.50%	\$ 105,280.00	\$ 52,215.00	\$ 105,280.00	\$ 52,215.00
2011-12	Various Capital Improvements	3-15-12	3-11-15 3-13-14	3-10-16 3-12-15	1.00% 0.50%	2,789,580.00	2,603,580.00	2,789,580.00	2,603,580.00
2012-12	Refund of Certain Tax Appeals	1-17-13	1-13-15 1-15-14	1-12-16 1-14-15	0.68% 1.25%	1,535,000.00	767,500.00	1,535,000.00	767,500.00
2014-04	Various Capital Improvements	6-17-15	6-17-15	3-10-16	1.25%		7,287,448.00		7,287,448.00
						<u>\$ 4,429,860.00</u>	<u>\$ 10,710,743.00</u>	<u>\$ 4,429,860.00</u>	<u>\$ 10,710,743.00</u>
Issued for Cash						\$ 7,287,448.00			
Renewals - Due Current Fund						3,423,295.00	\$ 3,423,295.00		
Due Current Fund								51,065.00	
Paid by Budget Appropriation								955,500.00	
						<u>\$ 10,710,743.00</u>	<u>\$ 4,429,860.00</u>		

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

<u>Purpose</u>	<u>Date of Issue</u>	<u>Original Issue</u>	<u>Maturities of Bonds</u>			<u>Interest Rate</u>	<u>Balance</u>	
			<u>Outstanding Date</u>	<u>Dec. 31, 2015</u>	<u>Amount</u>		<u>Dec. 31, 2014</u>	<u>Dec. 31, 2015</u>
General Obligation Bonds of 2006	9-1-06	\$ 4,450,000.00	9-1-2016	\$ 325,000.00		4.000%	\$ 650,000.00	\$ 325,000.00
General Obligation -								
Open Space Bonds - Series A 2011	4-7-11	18,600,000.00	4-15-2016	725,000.00		4.000%		
			4-15-2017	750,000.00		4.000%		
			4-15-2018	785,000.00		4.000%		
			4-15-2019	825,000.00		4.000%		
			4-15-2020	850,000.00		4.000%		
			4-15-2021	885,000.00		4.000%		
			4-15-2022	925,000.00		4.000%		
			4-15-2023	960,000.00		4.000%		
			4-15-2024	1,000,000.00		4.000%		
			4-15-2025	1,040,000.00		4.000%		
			4-15-2026	1,085,000.00		4.250%		
			4-15-2027	1,130,000.00		4.250%		
			4-15-2028	1,175,000.00		4.500%		
			4-15-2029	1,220,000.00		4.500%		
			4-15-2030	1,270,000.00		4.500%		
			4-15-2031	1,300,000.00		4.500%	16,625,000.00	15,925,000.00
General Obligation Refunding Bonds - Series B 2011	4-7-11	8,805,000.00	8-1-2016	1,155,000.00		3.000%		
			8-1-2017	1,130,000.00		3.000%		
			8-1-2018	665,000.00		3.000%	4,130,000.00	2,950,000.00
General Obligation Refunding Bonds - Series 2014	12-10-14	\$ 9,190,000.00	9-1-2016	1,175,000.00		3.000%		
			9-1-2017	1,500,000.00		3.000%		
			9-1-2018	1,520,000.00		4.000%		
			9-1-2019	1,560,000.00		4.000%		
			9-1-2020	770,000.00		4.000%		
			9-1-2021	770,000.00		4.000%		
			9-1-2022	340,000.00		4.000%	9,190,000.00	7,635,000.00
							<u>\$ 30,595,000.00</u>	<u>\$ 26,835,000.00</u>
Paid by Budget Appropriation							\$ 3,060,000.00	
Paid by Open Space Fund							<u>700,000.00</u>	
							<u>\$ 3,760,000.00</u>	

**TOWNSHIP OF MOUNT LAUREL**  
**GENERAL CAPITAL FUND**  
Statement of Bonds and Notes Authorized But Not Issued  
For the Year Ended December 31, 2015

Ordinance Number	Improvement Description	Balance Dec. 31, 2014	Bond Anticipation Notes Returned	Funded by Budget Appropriation	Bond Anticipation Notes Issued	Balance Dec. 31, 2015
General Improvements:						
1999-7	Certain Improvements	\$ 975.00		\$ 975.00		\$ 52,650.03
2000-4	Certain Improvements	52,650.03				2,750.00
2000-11	Certain Improvements	2,750.00				139,250.00
2000-17	Certain Improvements	139,250.00				1,450.00
2001-5	Certain Improvements	1,450.00				1,470,382.14
2002-7	Acquisition of Real Property	1,470,382.14				10.00
2002-10	Certain Improvements	10.00				105,146.13
2002-21	Acquisition of Real Property	105,146.13				60,039.74
2003-9	Acquisition of Real Property	60,039.74				
2004-14/ 2005-36/						
2006-12	Acquisition of Real Property	3,857,450.00				3,857,450.00
2004-15	Construction of Laurel Knoll Project	126,700.00	\$ 51,065.00			177,765.00
2004-16	Various Capital Improvements	3,000.00				3,000.00
2005-3	Acquisition of Real Property	80,097.53				80,097.53
2005-27	Various Capital Improvements	3,252,150.00				3,252,150.00
2006-9	Various Capital Improvements	1,360,770.05				1,360,770.05
2007-4	Acquisition of Real Property	339,680.00				339,680.00
2007-14	Various Capital Improvements	7,175,419.32				7,175,419.32
2008-18	Various Capital Improvements	573,580.68				573,580.68
2009-21	Various Capital Improvements	361,000.00				361,000.00
2011-11	Refund of Certain Tax Appeals	2,695.00		2,695.00		
2012-12	Refund of Certain Tax Appeals	800,000.00		17,348.00		
2014-4	Various Capital Improvements	7,287,448.00			\$ 7,287,448.00	782,652.00
		\$ 27,052,643.62	\$ 51,065.00	\$ 21,018.00	\$ 7,287,448.00	\$ 19,795,242.62

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

**TOWNSHIP OF MOUNT LAUREL**  
Schedule of Findings and Recommendations  
For the Year Ended December 31, 2015

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***Schedule of Financial Statement Findings***

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

**Finding No. 2015-001**

**Criteria or Specific Requirement**

N.J.S.A. 40A:4-39 allows for dedications by rider to be hereby anticipated as revenue and hereby appropriated, however, N.J.S.A. 40A:4-57 indicates that expenditures cannot be made in excess of the amount appropriated for such purpose.

**Condition**

There was an operating deficit in the PAWS Farm reserve of the Trust Other Fund.

**Context**

The deficit in the PAWS Farm reserve of the Trust Other Fund was \$4,142.00. Trust funds are created to be self-sustaining and not incur deficits.

**Effect**

Funds must be budgeted in the subsequent year to cover the deficit which may place an additional financial burden on the Township.

**Cause**

There is not enough revenue being generated to cover expenses.

**Recommendation**

That a review of fees charged be made for the PAWS Farm reserves to avoid incurring deficits in these funds.

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

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

**TOWNSHIP OF MOUNT LAUREL**  
Schedule of Findings and Recommendations  
For the Year Ended December 31, 2015

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

**Finding No. 2015-002**

**Criteria or Specific Requirement**

N.J.S.A. 40:55D-53 requires certain accounting procedures for Developers Escrows.

**Condition**

The accounting for Developer Escrows was not properly maintained.

**Context**

The subsidiary ledger for the individual escrows does not agree to the general ledger and bank accounts. However, the general ledger and bank accounts are in agreement.

**Effect**

The subsidiary ledger was not accurately maintained.

**Cause**

The Township did not maintain adequate oversight over the accounting of escrows in prior years and has been attempting each year to review and dispose of older escrows that may not be accurate. During the year, the finance department started the process of reviewing the older accounts. However, it was not completed prior to the issuance of the audit.

**Recommendation**

That the subsidiary ledger for escrows be reviewed for disposition and be accurately maintained.

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

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

**TOWNSHIP OF MOUNT LAUREL**  
Schedule of Findings and Recommendations  
For the Year Ended December 31, 2015

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

**Finding No. 2015-003**

**Criteria or Specific Requirement**

Payroll reports are required to be accurate and timely filed with respective agencies.

**Condition**

Several payroll tax and pension reports were not timely filed and several pension reports did not agree to supporting documentation.

**Context**

One quarterly payroll tax and pension reports were not filed timely. Two monthly pension reports were not filed timely and two quarterly PERS pension reports and three PFRS pension reports did not agree to supporting documentation.

**Effect**

Penalties were assessed by the respective agencies, which in total were not material to the financial statements.

**Cause**

The Township payroll department experienced turnover during the year which was directly attributed to the delays in filing of the tax reports as well as the reconciliation of supporting documentation of pension related information.

**Recommendation**

That the Township monitors the filing of payroll tax and pension reports for accurate and timely filing.

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

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



**TOWNSHIP OF MOUNT LAUREL**  
Schedule of Findings and Recommendations  
For the Year Ended December 31, 2015

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

**Finding No. 2015-004**

**Criteria or Specific Requirement**

N.J.S.A. 40A:5-15 requires all monies received shall be deposited within 48 hours after receipt.

**Condition**

Several emergency management services receipts were not deposited within 48 hours as required by the statutes.

**Context**

Three of the five deposits tested for compliance with the above statute were not deposited within 48 hours.

**Effect**

There could be a delay in posting accurate revenues in addition to violating the required statute.

**Cause**

During the year under audit, the Township engaged a new third party to file claims and collect emergency management services. As a result, the new third party did not turnover funds in a prompt manner or in accordance with the statutes. However, as a result of this finding, the third party responded promptly to the finance office and is resolving the procedure during 2016.

**Recommendation**

That all emergency management services receipts be deposited within 48 hours in accordance with the statutes.

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

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

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

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

**FINANCIAL STATEMENT FINDINGS**

None.

**FEDERAL AWARDS**

N/A

**STATE FINANCIAL ASSISTANCE PROGRAMS**

N/A

**TOWNSHIP OF MOUNT LAUREL**  
**Officials in Office and Surety Bonds**

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

<u>Name</u>	<u>Title</u>	<u>Surety Bond</u>
Irwin Edelson	Mayor	\$950,000.00 (B)
Dennis Riley	Deputy Mayor	950,000.00 (B)
Richard Van Noord	Member of Council	950,000.00 (B)
James Keenan	Member of Council	950,000.00 (B)
Linda Bobo	Member of Council	950,000.00 (B)
Dennis Cribben	Chief of Police	1,000,000.00 (A,B)
Timothy M. Prime	Solicitor	950,000.00 (B)
William Long	Engineer	950,000.00 (B)
Mandi Johnson (to April)	Tax Assessor	1,000,000.00 (A,B)
Dennis DeKlerk (from October)	Tax Assessor	1,000,000.00 (A,B)
Maureen Mitchell	Tax Collector,	
	Township Manager	1,000,000.00 (A,B)
Meredith Tomczyk	Chief Financial Officer,	
	Township Clerk,	
	Registrar of Vital Statistics	1,000,000.00 (A,B)
Bonnie Cherry	Assistant Treasurer	
	Deputy Tax Collector	1,000,000.00 (A,B)
Carol Modugno	Deputy Municipal Clerk,	
	Deputy Registrar of Vital Statistics	1,000,000.00 (A,B)
Peter C. Lange	Judge of the Municipal Court	1,000,000.00 (A,B)
Valerie Brothers	Municipal Court Administrator	1,000,000.00 (A,B)
Rhonda Clayton	Deputy Court Administrator	1,000,000.00 (A,B)
Judy Metzger	Deputy Court Administrator	1,000,000.00 (A,B)
George Dittmar	Construction Official	1,000,000.00 (A,B)

(A) Faithful Performance Blanket Position Bond with Statewide Insurance Company.

(B) Non-Individual surety bonds with Municipal Excess Liability Joint Insurance Fund, per loss for public employee dishonesty and faithful performance coverage.

All of the bonds were examined and were properly executed.

**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, reading "Robert S. Marrone". The signature is written in a cursive, flowing style.

Robert S. Marrone  
Certified Public Accountant  
Registered Municipal Accountant

