

TOWNSHIP OF WESTAMPTON
COUNTY OF BURLINGTON
REPORT OF AUDIT
FOR THE YEAR ENDED DECEMBER 31, 2017



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TOWNSHIP OF WESTAMPTON

PART 1

REPORT OF AUDIT OF FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2017

INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and
Members of the Township Committee
Township of Westampton
Westampton, New Jersey 08060

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 Westampton, in the County of Burlington, State of New Jersey, as of December 31, 2017, and the related statements of operations and changes in fund balance - regulatory basis for the year then ended, and the related statement of revenues - regulatory basis, statement of expenditures - regulatory basis, and statement of general fixed asset group of accounts - regulatory basis for the year ended December 31, 2017, 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.

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 Westampton, in the County of Burlington, State of New Jersey, as of December 31, 2017, or the results of its operations and changes in fund balance for the year then ended.

Basis for Qualified Opinion on the Trust Fund Statement of Assets, Liabilities, Reserves and Fund Balance--Regulatory Basis - Reserve for Recreation Expenditures

Cash receipts recorded to the reserve for recreation expenditures in the trust other funds for the year ended December 31, 2017 included \$155,818.13 for the before/after school care program. We were unable to obtain sufficient appropriate audit evidence to support recorded receipts because proper supporting documentation was not always maintained and attached to corresponding deposit slips. The amount by which this scope limitation would affect the balance of the reserve for recreation expenditures has not been determined.

Qualified Opinion on Regulatory Basis of Accounting

In our opinion, except for the possible effects of the matter described in the "*Basis for Qualified Opinion on the Trust Fund Statement of Assets, Liabilities, Reserves and Fund Balance--Regulatory Basis – Reserve for Recreation Expenditures*" paragraph, the trust fund statement of assets, liabilities, reserves and fund balance - regulatory basis presents fairly, in all material respects, the assets, liabilities, reserves and fund balance - regulatory basis of the trust fund of the Township of Westampton, in the County of Burlington, State of New Jersey, as of December 31, 2017.

Unmodified 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, other than the reserve for recreation expenditures in the trust other funds, of the Township of Westampton in the County of Burlington, State of New Jersey, as of December 31, 2017, and the results of its operations and changes in fund balance - regulatory basis of such funds for the year then ended, and the revenues - regulatory basis and expenditures - regulatory basis of the various funds, for the year ended December 31, 2017, 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.

Prior Period Financial Statements

The financial statements of the Township of Westampton, in the County of Burlington, State of New Jersey, as of December 31, 2016, were audited by other auditors whose report dated June 5, 2017 expressed an adverse opinion on accounting principles generally accepted in the United States of America and an unmodified opinion on the regulatory basis of accounting.

Emphasis of Matter*Prior Period Restatement*

As discussed in note 17 to the financial statements, during the year ended December 31, 2017, the general fixed asset group of accounts for the year ended December 31, 2016 has been restated to correct a misstatement. Our opinion is 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 26, 2018 on our consideration of the Township of Westampton, 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 solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Township of Westampton's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Township of Westampton's internal control over financial reporting and compliance.

Respectfully submitted,



BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants



Todd R. Saler
Certified Public Accountant
Registered Municipal Accountant

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

INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and
Members of the Township Committee
Township of Westampton
Westampton, New Jersey 08060

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 Westampton, in the County of Burlington, State of New Jersey, as of and for the year ended December 31, 2017, 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 26, 2018. That report indicated that the Township of Westampton'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 our report, our opinion was qualified because we were unable to obtain sufficient appropriate audit evidence to support cash receipts recorded to the Reserve for Recreation Expenditures in the Trust Other Funds because proper supporting documentation was not always maintained and attached to corresponding deposit slips. In addition, our report included an emphasis of matter paragraph describing the restatement of the prior period financial statements resulting from the correction of a misstatement, and that the financial statements for the Township as of and for the year ended December 31, 2016, were audited by another auditor, whose report, dated June 5, 2017, expressed an adverse opinion under accounting principles generally accepted in the United States and an unmodified opinion under the regulatory basis of accounting.

Internal Control over Financial Reporting

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that have not been identified. However, as described in the accompanying *Schedule of Findings and Recommendations*, we identified certain deficiencies in internal control that we consider to be material weaknesses and significant deficiencies.

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. We consider the deficiency described in the accompanying *Schedule of Findings and Recommendations* to be a material weakness: 2017-001.

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. We consider the deficiencies described in the accompanying *Schedule of Findings and Recommendations* to be significant deficiencies: 2017-003 and 2017-004.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Township of Westampton'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.: 2017-002, 2017-003 and 2017-004.

The Township of Westampton's Response to Findings

The Township of Westampton'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 Township's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Respectfully submitted,

Bowman & Company LLP

BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants

Todd R. Saler

Todd R. Saler
Certified Public Accountant
Registered Municipal Accountant

TOWNSHIP OF WESTAMPTON

CURRENT FUND

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

As of December 31, 2017 and 2016

	<u>Ref.</u>	<u>2017</u>	<u>2016</u>
<u>ASSETS</u>			
Regular Fund:			
Cash--Treasurer	SA-1	\$ 2,736,556.07	\$ 2,955,380.87
Cash--Change Funds	SA-3	950.00	950.00
Due from State of New Jersey-- Senior Citizen & Veteran Deductions	SA-4	<u>12,522.29</u>	<u>13,272.29</u>
		<u>2,750,028.36</u>	<u>2,969,603.16</u>
Receivables and Other Assets with Full Reserves:			
Tax Title Liens Receivable	SA-5	64,263.93	53,372.86
Other Accounts Receivable	SA-6	6,687.12	
Delinquent Property Taxes Receivable	SA-7	414,555.07	216,854.81
Revenue Accounts Receivable	SA-8	262,790.44	29,302.92
Property Acquired for Taxes		1,306,500.00	1,306,500.00
Due from Federal and State Grant Fund	SA-22	258,877.90	167,172.31
Due from Trust Other Funds	SB-9	32,958.76	
Due from Municipal Open Space Fund	SB-29	<u>17,364.75</u>	<u>20,898.85</u>
		<u>2,363,997.97</u>	<u>1,794,101.75</u>
		<u>5,114,026.33</u>	<u>4,763,704.91</u>
Federal and State Grant Fund:			
Federal and State Grants Receivable	SA-19	578,676.38	1,071,300.41
Due from Trust Other Fund	SB-33	<u>87,030.33</u>	<u>10,504.80</u>
		<u>665,706.71</u>	<u>1,081,805.21</u>
		<u>\$ 5,779,733.04</u>	<u>\$ 5,845,510.12</u>

TOWNSHIP OF WESTAMPTON

CURRENT FUND

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

As of December 31, 2017 and 2016

	<u>Ref.</u>	<u>2017</u>	<u>2016</u>
<u>LIABILITIES, RESERVES</u>			
<u>AND FUND BALANCE</u>			
Regular Fund:			
Liabilities:			
Appropriation Reserves	A-3; SA-9	\$ 348,168.11	\$ 194,954.40
Reserve for Encumbrances	A-3; SA-9	23,326.38	11,319.68
Reserve for Revaluation	SA-1		5,828.10
Prepaid Taxes	SA-10	512,333.60	264,346.73
Tax Overpayments	SA-11	75,298.25	15,264.64
Due County for Added & Omitted Taxes	SA-12	36,966.56	45,406.66
Due to State of New Jersey:			
Division of Youth and Family Services	SA-13	275.00	200.00
D.C.A. State Training Fees	SA-14	2,388.00	5,891.00
Local District School Tax Payable	SA-17	288,483.48	626,744.94
Regional High School Tax Payable	SA-18	351,201.74	256,769.74
Reserve for Municipal Court Roof Repairs		40.00	40.00
Reserve for Tax Map		13,362.50	13,362.50
Due to Animal Control Fund	SB-5	2,330.00	
Due from Trust Other Funds	SB-9		1,649.27
Due to General Capital Fund	SC-6	110,121.00	89,234.00
		<u>1,764,294.62</u>	<u>1,531,011.66</u>
Reserves for Receivables and Other Assets	A	2,363,997.97	1,794,101.75
Fund Balance	A-1	<u>985,733.74</u>	<u>1,438,591.50</u>
		<u>5,114,026.33</u>	<u>4,763,704.91</u>
Federal and State Grant Fund:			
Reserve for Federal and State Grants:			
Appropriated	SA-20	382,870.49	914,463.90
Unappropriated	SA-21	23,091.51	
Due to Current Fund	SA-22	258,877.90	167,172.31
Reserve for Encumbrances	SA-23	866.81	169.00
		<u>665,706.71</u>	<u>1,081,805.21</u>
		<u>\$ 5,779,733.04</u>	<u>\$ 5,845,510.12</u>

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

TOWNSHIP OF WESTAMPTON
CURRENT FUND

Statements of Operations and Changes in Fund Balance--Regulatory Basis
For the Years Ended December 31, 2017 and 2016

	<u>2017</u>	<u>2016</u>
<u>Revenue and Other Income Realized</u>		
Fund Balance Utilized	\$ 1,150,000.00	\$ 1,000,000.00
Miscellaneous Revenues Anticipated	3,069,046.63	3,779,630.12
Receipts from Delinquent Taxes	196,498.52	250,118.52
Receipts from Current Taxes	26,487,476.42	26,262,135.13
Non-Budget Revenue	252,020.10	136,204.92
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	11,223.42	41,847.15
Canceled Tax Overpayments	5,741.70	
Liquidation of Reserves for:		
Due Municipal Open Space Fund	3,534.10	
	<u>31,175,540.89</u>	<u>31,469,935.84</u>
Total Income		
<u>Expenditures</u>		
Budget Appropriations:		
Within "CAPS":		
Operations:		
Salaries and Wages	4,937,987.92	4,739,435.60
Other Expenses	3,033,774.50	2,787,088.48
Deferred Charges and Statutory Expenditures		1,245,333.92
Municipal	1,272,785.41	
Excluded from "CAPS":		
Operations:		
Salaries and Wages	245,564.00	429,741.05
Other Expenses	266,056.15	416,285.21
Capital Improvements	20,000.00	20,000.00
Municipal Debt Service	582,260.75	585,571.47
County Taxes	4,929,597.20	4,680,815.00
Municipal Open Space Taxes	467,068.69	466,742.04
Due County for Added and Omitted Taxes	36,966.56	45,406.66
Local District School Taxes	9,711,648.00	9,988,170.00
Regional High School Taxes	4,843,338.00	4,654,274.00
Deductions Disallowed by Tax Collector -		
Prior Years Taxes		2,666.64
Refund of Prior Year Revenue		50,198.72

(Continued)

TOWNSHIP OF WESTAMPTON
CURRENT FUND
 Statements of Operations and Changes in Fund Balance--Regulatory Basis
 For the Years Ended December 31, 2017 and 2016

	<u>2017</u>	<u>2016</u>
<u>Expenditures (Cont'd)</u>		
Creation of Reserves for:		
Other Accounts Receivable	\$ 6,687.12	
Due Trust Other Funds	32,958.76	
Due Federal and State Grant Fund	<u>91,705.59</u>	
Total Expenditures	<u>30,478,398.65</u>	<u>\$ 30,111,728.79</u>
Statutory Excess to Fund Balance	697,142.24	1,358,207.05
<u>Fund Balance</u>		
Fund Balance Jan. 1	<u>1,438,591.50</u>	<u>1,080,384.45</u>
	2,135,733.74	2,438,591.50
Utilized as Anticipated Revenue	<u>1,150,000.00</u>	<u>1,000,000.00</u>
Balance Dec. 31	<u><u>\$ 985,733.74</u></u>	<u><u>\$ 1,438,591.50</u></u>

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

TOWNSHIP OF WESTAMPTON
CURRENT FUND
Statement of Revenues--Regulatory Basis
For the Year Ended December 31, 2017

	<u>Budget</u>	<u>Anticipated</u> Special N.J.S.A. <u>40A:4-87</u>	<u>Realized</u>	<u>Excess or</u> <u>(Deficit)</u>
Surplus Anticipated	\$ 1,150,000.00	-	\$ 1,150,000.00	-
Miscellaneous Revenues:				
Licenses:				
Alcoholic Beverages	15,000.00		15,814.00	\$ 814.00
Fees and Permits	29,000.00		52,823.59	23,823.59
Fines and Costs:				
Municipal Court	450,000.00		361,568.79	(88,431.21)
Interest and Costs on Taxes	80,000.00		72,638.39	(7,361.61)
Interest on Investments and Deposits	8,000.00		31,226.83	23,226.83
Emergency Medical Service Fees	500,000.00		533,255.15	33,255.15
Energy Receipts Tax	653,387.00		653,387.00	
Dedicated Uniform Construction Code Fees offset with Appropriations: (N.J.S. 40A:4-36 and N.J.A.C. 5:23-4.17):				
Uniform Construction Code Fees	300,000.00		341,116.80	41,116.80
Interlocal Municipal Service Agreements offset with Appropriations:				
Interlocal Service Agreement--Construction Code Enforcement-- Township of Hainesport	80,867.00		80,618.33	(248.67)
Interlocal Service Agreement--Public Buildings and Grounds-- Westampton Township School District	94,686.00		94,686.00	
Interlocal Service Agreement-- Municipal Court-- Township of Eastampton	82,761.00		82,761.00	
Interlocal Service Agreement-- Police-- Burlington County Institute of Technology	102,426.00		102,426.00	

(Continued)

TOWNSHIP OF WESTAMPTON
CURRENT FUND
Statement of Revenues--Regulatory Basis
For the Year Ended December 31, 2017

	<u>Budget</u>	<u>Anticipated</u> Special N.J.S.A. <u>40A:4-87</u>	<u>Realized</u>	<u>Excess or</u> <u>(Deficit)</u>
Miscellaneous Revenues (Cont'd):				
Public and Private Revenues Offset with Appropriations:				
Municipal Alliance on Alcoholism and Drug Abuse	\$ 42,300.00		\$ 42,300.00	
Body Armor Replacement Grant		\$ 2,428.28	2,428.28	
Bulletproof Vest Partnership Grant	1,726.10	2,315.20	4,041.30	
Click It or Ticket		5,500.00	5,500.00	
Drive Sober Get Pulled Over	5,000.00		5,000.00	
Distracted Driving Grant		5,500.00	5,500.00	
Clean Communities Program		17,975.85	17,975.85	
Alcohol Education and Rehabilitation Grant		1,479.82	1,479.82	
Recycling Tonnage Grant	52,054.90		52,054.90	
Other Special Items:				
Federal Emergency Management Assistance	42,000.00		42,973.64	\$ 973.64
Municipal Occupancy Tax	350,000.00		361,642.42	11,642.42
Local Fire Bureau Fees	47,300.00		49,352.00	2,052.00
Uniform Fire Safety Act	49,310.00		56,476.54	7,166.54
Total Miscellaneous Revenues	<u>2,985,818.00</u>	<u>35,199.15</u>	<u>3,069,046.63</u>	<u>48,029.48</u>
Receipts from Delinquent Taxes	<u>200,000.00</u>	<u>-</u>	<u>196,498.52</u>	<u>(3,501.48)</u>
Amount to be Raised by Taxes for Support of Municipal Budget:				
Local Tax for Municipal Purposes Including Reserve for Uncollected Taxes	<u>6,521,393.88</u>	<u>-</u>	<u>6,632,751.02</u>	<u>111,357.14</u>
Budget Totals	<u>10,857,211.88</u>	<u>35,199.15</u>	<u>11,048,296.17</u>	<u>155,885.14</u>
Non-Budget Revenues	<u>-</u>	<u>-</u>	<u>252,020.10</u>	<u>252,020.10</u>
	<u>\$ 10,857,211.88</u>	<u>\$ 35,199.15</u>	<u>\$ 11,300,316.27</u>	<u>\$ 407,905.24</u>

(Continued)

TOWNSHIP OF WESTAMPTON
CURRENT FUND
Statement of Revenues--Regulatory Basis
For the Year Ended December 31, 2017

Analysis of Realized Revenues

Allocation of Current Tax Collections:

Revenue from Collections	\$ 26,487,476.42
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Allocated to:

School, County and Municipal Open Space Taxes	20,388,618.45
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Balance for Support of Municipal
Budget Appropriations

6,098,857.97

Add: Appropriation "Reserve for
Uncollected Taxes"

533,893.05

Amount for Support of Municipal
Budget Appropriations

\$ 6,632,751.02

Fees and Permits:

Clerk:

Miscellaneous Licenses	\$	120.00
Mercantile Licenses		6,730.00
Marriage Licenses		330.00
Solicitor Permits		450.00
Raffle Permits		920.00
Street Openings		1,237.80
Certified Copies		538.00
Kennel Licenses		50.00
200 Ft. Property Listings		240.00
Police Discoveries & Accident Reports		4,262.00
Application Fees		3,600.00
Towing License		700.00
Administrative Fees--Police Outside Services		<u>33,645.79</u>

\$ 52,823.59

TOWNSHIP OF WESTAMPTON
CURRENT FUND
Statement of Revenues--Regulatory Basis
For the Year Ended December 31, 2017

Analysis of Realized Revenues

Uniform Construction Code Fees:

Building Permits	\$ 205,344.80
Plumbing Permits	42,315.00
Electrical Permits	69,678.00
Certificates of Occupancy	3,050.00
Fire Inspections	20,729.00
	<u>341,116.80</u>
	<u><u>\$ 341,116.80</u></u>

Receipts from Delinquent Taxes:

Tax Title Liens	\$ 2,124.21
Taxes Receivable	194,374.31
	<u>196,498.52</u>
	<u><u>\$ 196,498.52</u></u>

Miscellaneous Revenue Not Anticipated:

Treasurer:

PILOT	\$ 100,589.57	
Excess Payroll Funds	144.68	
Sale of Property	5.00	
Recycled Oil and Scrap Metal	591.75	
Various Refunds	5,502.39	
Administration Fee--Senior Citizens and Veterans	1,598.75	
DMV Inspection Reimbursements	35,439.17	
Vacant Property Fees	25,410.98	
Municipal Building Rent	9,784.27	
Restitution	705.00	
Miscellaneous	<u>1,029.55</u>	
		\$ 180,801.11

Revenue Accounts Receivable:

Telecommunications Franchise Fees	<u>71,218.99</u>
	<u><u>\$ 252,020.10</u></u>

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

TOWNSHIP OF WESTAMPTON
CURRENT FUND
Statement of Expenditures--Regulatory Basis
For the Year Ended December 31, 2017

			Expended			Unexpended
	<u>Budget</u>	<u>Budget After</u>	<u>Paid or</u>	<u>Encumbered</u>	<u>Reserved</u>	<u>Balance</u>
		<u>Modification</u>	<u>Charged</u>			<u>Canceled</u>
<u>OPERATIONS--WITHIN "CAPS"</u>						
<u>General Government Functions</u>						
Mayor and Township Committee						
Salaries and Wages	\$ 18,550.00	\$ 18,550.00	\$ 18,550.00			
Administrative and Executive						
Salaries and Wages	176,176.00	176,176.00	174,704.07		\$ 1,471.93	
Other Expenses	49,600.00	49,600.00	30,307.79	\$ 378.00	18,914.21	
Elections						
Other Expenses	4,000.00	4,500.00	4,464.66		35.34	
Financial Administration						
Salaries and Wages	82,258.00	82,258.00	82,257.76		0.24	
Other Expenses	1,500.00	1,775.00	1,770.09		4.91	
Audit Services	50,000.00	50,000.00	50,000.00			
Collection of Taxes						
Salaries and Wages	71,733.00	71,733.00	71,732.96		0.04	
Other Expenses	3,850.00	5,650.00	5,123.38		526.62	
Assessment of Taxes						
Salaries and Wages	52,611.00	52,611.00	52,110.78		500.22	
Other Expenses	4,075.00	4,075.00	3,855.34		219.66	
Legal Services and Costs						
Codification of Ordinances	3,000.00	3,000.00	2,345.45		654.55	
Other Expenses	72,000.00	65,822.59	48,259.38		17,563.21	
Engineering Services and Costs						
Other Expenses	15,000.00	15,000.00	8,519.05		6,480.95	

(Continued)

TOWNSHIP OF WESTAMPTON
CURRENT FUND
Statement of Expenditures--Regulatory Basis
For the Year Ended December 31, 2017

			Expended			Unexpended
	<u>Budget</u>	<u>Budget After</u>	<u>Paid or</u>	<u>Encumbered</u>	<u>Reserved</u>	<u>Balance</u>
		<u>Modification</u>	<u>Charged</u>			<u>Canceled</u>
<u>OPERATIONS--WITHIN "CAPS" (CONT'D)</u>						
<u>Land Use Administration</u>						
Municipal Land Use Law (NJS 40:55D-1):						
Land Development Board:						
Salaries and Wages	\$ 6,001.00	\$ 6,001.00	\$ 6,000.80		\$ 0.20	
Other Expenses						
Review of Master Plan	2,500.00	2,500.00	144.00		2,356.00	
Miscellaneous Other Expenses	2,400.00	2,400.00	487.00		1,913.00	
<u>Insurance</u>						
Unemployment Compensation	22,000.00	26,000.00	23,715.75		2,284.25	
General Liability	91,612.00	66,612.00	65,021.00		1,591.00	
Workers Compensation	202,712.00	202,712.00	202,712.00			
Employee Group Insurance	1,003,707.70	918,707.70	909,922.57		8,785.13	
Health Benefit Waiver	50,000.00	46,000.00	45,894.30		105.70	
<u>Public Safety Functions</u>						
Police						
Salaries and Wages	2,403,160.75	2,403,160.75	2,329,887.73		73,273.02	
Other Expenses	92,000.00	92,000.00	87,610.68	\$ 1,218.00	3,171.32	
Purchase of Police Vehicles	23,175.21	23,175.21	8,175.21	15,000.00		
Emergency Medical Services						
Salaries and Wages	1,007,908.09	1,007,908.09	978,257.57		29,650.52	
Other Expenses	92,310.00	99,810.00	94,191.27		5,618.73	
Emergency Services Billing	27,000.00	29,000.00	25,547.98		3,452.02	
Fire						
Fire Hydrant Service	81,000.00	81,000.00	79,608.96		1,391.04	
Emergency Management:						
Salaries and Wages	5,000.00	5,000.00	5,000.00			

(Continued)

TOWNSHIP OF WESTAMPTON
CURRENT FUND
Statement of Expenditures--Regulatory Basis
For the Year Ended December 31, 2017

	<u>Budget</u>	<u>Budget After Modification</u>	<u>Expended</u>			<u>Unexpended Balance Canceled</u>
			<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	
<u>OPERATIONS--WITHIN "CAPS" (CONT'D)</u>						
<u>Public Safety Functions (Cont'd)</u>						
Uniform Fire Safety Act (P.L. 1983, Ch.383)						
Salaries and Wages	\$ 60,000.00	\$ 60,000.00	\$ 58,249.52		\$ 1,750.48	
Other Expenses	36,535.00	39,535.00	36,373.36		3,161.64	
Municipal Prosecutor						
Salaries and Wages	35,000.00	35,000.00	35,000.00			
<u>Public Works Functions</u>						
Streets and Roads						
Salaries and Wages	540,045.72	552,045.72	548,629.07		3,416.65	
Other Expenses	113,500.00	113,500.00	93,314.86	\$ 2,704.93	17,480.21	
Trash Removal						
Collection	185,000.00	185,000.00	184,343.84		656.16	
Vehicle Maintenance	133,600.00	168,600.00	153,210.98	3,476.00	11,913.02	
Municipal Services Act Costs	15,000.00	15,000.00	12,721.16		2,278.84	
<u>Other Common Operating Functions</u>						
Accumulated Leave Compensation	1.00	1.00	1.00			
Community and Cultural Affairs						
Other Expenses	21,750.00	21,750.00	19,031.15		2,718.85	
<u>Utility Expenses and Bulk Purchases</u>						
Electricity and Natural Gas	200,000.00	200,000.00	156,412.66		43,587.34	
Telecommunications	35,000.00	36,000.00	34,658.79		1,341.21	
Water/Sewer	8,200.00	9,200.00	8,548.64		651.36	
Petroleum Products	75,000.00	90,000.00	80,009.94		9,990.06	
<u>Landfill/Solid Waste Disposal Costs</u>						
Trash Removal						
Disposal	274,000.00	284,000.00	255,830.04		28,169.96	

(Continued)

TOWNSHIP OF WESTAMPTON
CURRENT FUND
Statement of Expenditures--Regulatory Basis
For the Year Ended December 31, 2017

	<u>Budget</u>	<u>Budget After Modification</u>	<u>Expended</u>			<u>Unexpended Balance Canceled</u>
			<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	
<u>OPERATIONS--WITHIN "CAPS" (CONT'D)</u>						
<u>Municipal Court Functions</u>						
Municipal Court						
Salaries and Wages	\$ 274,148.00	\$ 274,148.00	\$ 270,343.75		\$ 3,804.25	
Other Expenses	45,550.00	45,550.00	37,012.64	\$ 549.45	7,987.91	
<u>Uniform Construction Code</u>						
Appropriations Offset by Dedicated Revenues (N.J.A.C. 5:23-4.17)						
Construction Code Official						
Salaries and Wages	193,395.36	193,395.36	187,673.70		5,721.66	
Other Expenses	36,300.00	36,300.00	28,637.51		7,662.49	
Total Operations--Within "CAPS"	<u>7,998,864.83</u>	<u>7,971,762.42</u>	<u>7,616,180.14</u>	<u>23,326.38</u>	<u>332,255.90</u>	<u>-</u>
Detail:						
Salaries and Wages	4,925,987.92	4,937,987.92	4,818,398.71		119,589.21	
Other Expenses	<u>3,072,876.91</u>	<u>3,033,774.50</u>	<u>2,797,781.43</u>	<u>23,326.38</u>	<u>212,666.69</u>	

(Continued)

TOWNSHIP OF WESTAMPTON
CURRENT FUND
Statement of Expenditures--Regulatory Basis
For the Year Ended December 31, 2017

			Expended		Unexpended
	<u>Budget</u>	<u>Budget After</u>	<u>Paid or</u>	<u>Encumbered</u>	<u>Balance</u>
		<u>Modification</u>	<u>Charged</u>		<u>Canceled</u>
<u>DEFERRED CHARGES AND STATUTORY EXPENDITURES</u>					
<u>MUNICIPAL--WITHIN "CAPS"</u>					
Statutory Expenditures:					
Contribution to:					
Public Employees' Retirement System	\$ 243,420.00	\$ 250,522.41	\$ 250,522.41		
Police and Firemen's Retirement of NJ	603,170.00	603,170.00	603,170.00		
Defined Contribution Retirement Program	2,500.00	2,500.00	1,805.37		\$ 694.63
Public Employees' Retirement System-ERIP	11,593.00	11,593.00	11,593.00		
Social Security System (O.A.S.I.)	385,000.00	405,000.00	393,323.37		11,676.63
Total Deferred Charges and Statutory Expenditures					
Municipal--Within "CAPS"	<u>1,245,683.00</u>	<u>1,272,785.41</u>	<u>1,260,414.15</u>	<u>-</u>	<u>12,371.26</u>
Total General Appropriations for Municipal					
Purposes Within "CAPS"	<u>9,244,547.83</u>	<u>9,244,547.83</u>	<u>8,876,594.29</u>	<u>\$ 23,326.38</u>	<u>344,627.16</u>
<u>OPERATIONS--EXCLUDED FROM "CAPS"</u>					
Recycling Tax	12,500.00	12,500.00	9,207.72		3,292.28

(Continued)

TOWNSHIP OF WESTAMPTON
CURRENT FUND
Statement of Expenditures--Regulatory Basis
For the Year Ended December 31, 2017

			Expended			Unexpended
	<u>Budget</u>	<u>Budget After</u>	<u>Paid or</u>	<u>Encumbered</u>	<u>Reserved</u>	<u>Balance</u>
		<u>Modification</u>	<u>Charged</u>			<u>Canceled</u>
<u>OPERATIONS--EXCLUDED FROM "CAPS" (CONT'D)</u>						
Interlocal Municipal Service Agreements						
Construction Code Enforcement						
Salaries and Wages	\$ 74,117.00	\$ 74,117.00	\$ 74,117.00			
Other Expenses	6,750.00	6,750.00	6,501.33		\$ 248.67	
Public Building and Grounds						
Salaries and Wages	88,686.00	88,686.00	88,686.00			
Other Expenses	6,000.00	6,000.00	6,000.00			
Municipal Court						
Salaries and Wages	82,761.00	82,761.00	82,761.00			
Police						
Salaries and Wages	102,426.00	102,426.00	102,426.00			
Public and Private Programs Offset by Revenues:						
Municipal Drug Alliance						
State Share (including various other communities)	42,300.00	42,300.00	42,300.00			
Township Share	2,100.00	2,100.00	2,100.00			
Body Armor Replacement Grant (40A:4-87, \$2,428.28+)		2,428.28	2,428.28			
Bulletproof Vest Partnership Grant (40A:4-87, \$2,315.20+)	1,726.10	4,041.30	4,041.30			
Recycling Tonnage Grant	52,054.90	52,054.90	52,054.90			
Distracted Driving (40A:4-87, \$5,500.00+)		5,500.00	5,500.00			
Clean Communities Grant (40A:4-87, \$17,975.85+)		17,975.85	17,975.85			
Alcohol Education and Rehabilitation Grant						
(40A:4-87, \$1,479.82+)		1,479.82	1,479.82			
Drive Sober Get Pulled Over	5,000.00	5,000.00	5,000.00			
Click It or Ticket (40A:4-87, \$5,500.00)		5,500.00	5,500.00			
Total Operations--Excluded from "CAPS"	<u>476,421.00</u>	<u>511,620.15</u>	<u>508,079.20</u>	<u>-</u>	<u>3,540.95</u>	<u>-</u>
Detail:						
Salaries and Wages	245,564.00	245,564.00	245,564.00			
Other Expenses	<u>230,857.00</u>	<u>266,056.15</u>	<u>262,515.20</u>		<u>3,540.95</u>	

(Continued)

TOWNSHIP OF WESTAMPTON
CURRENT FUND
Statement of Expenditures--Regulatory Basis
For the Year Ended December 31, 2017

	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Expended</u> <u>Encumbered</u>	<u>Reserved</u>	<u>Unexpended Balance Canceled</u>
<u>CAPITAL IMPROVEMENTS--EXCLUDED FROM "CAPS"</u>						
Capital Improvement Fund	\$ 20,000.00	\$ 20,000.00	\$ 20,000.00			
Total Capital Improvements--Excluded from "CAPS"	20,000.00	20,000.00	20,000.00	-	-	-
<u>MUNICIPAL DEBT SERVICE--EXCLUDED FROM "CAPS"</u>						
Payment of Bond Principal	465,000.00	465,000.00	465,000.00			
Payment of Bond Anticipation Notes and Capital Notes	38,000.00	38,000.00	38,000.00			
Interest on Bonds	75,200.00	75,200.00	75,118.75			\$ 81.25
Interest on Notes	4,150.00	4,150.00	4,142.00			8.00
Total Municipal Debt Service--Excluded from "CAPS"	582,350.00	582,350.00	582,260.75	-	-	89.25
Total General Appropriations for Municipal Purposes Excluded from "CAPS"	1,078,771.00	1,113,970.15	1,110,339.95	-	\$ 3,540.95	89.25
Subtotal General Appropriations	10,323,318.83	10,358,517.98	9,986,934.24	\$ 23,326.38	348,168.11	89.25
Reserve for Uncollected Taxes	533,893.05	533,893.05	533,893.05			
Total General Appropriations	\$ 10,857,211.88	\$ 10,892,411.03	\$ 10,520,827.29	\$ 23,326.38	\$ 348,168.11	\$ 89.25
Budget		\$ 10,857,211.88				
Appropriation by 40A:4-87		35,199.15				
		<u>\$ 10,892,411.03</u>				
Reserve for Federal and State Grants--Appropriated			\$ 138,380.15			
Reserve for Uncollected Taxes			533,893.05			
Disbursed			9,848,554.09			
			<u>\$ 10,520,827.29</u>			

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

TOWNSHIP OF WESTAMPTON

TRUST FUND

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

As of December 31, 2017 and 2016

	<u>Ref.</u>	<u>2017</u>	<u>2016</u>
<u>ASSETS</u>			
Animal Control Fund:			
Cash--Treasurer	SB-1	\$ 921.25	\$ 4,024.22
Due Current Fund	SB-5	2,330.00	
Prepaid Expense	SB-7	147.00	114.00
		<u>3,398.25</u>	<u>4,138.22</u>
Other Funds:			
Cash--Treasurer	SB-1	1,406,858.13	947,118.70
Cash--Collector	SB-2	450,221.89	393,482.64
Due from Current Fund	SB-9		1,649.27
Other Accounts Receivable	SB-26	33,037.50	
		<u>1,890,117.52</u>	<u>1,342,250.61</u>
Municipal Open Space Fund:			
Cash--Treasurer	SB-1	516,232.40	684,051.23
Grants Receivable	SB-28	187,200.00	200,600.00
Other Accounts Receivable	SB-30	442,080.05	
		<u>1,145,512.45</u>	<u>884,651.23</u>
		<u>\$ 3,039,028.22</u>	<u>\$ 2,231,040.06</u>

TOWNSHIP OF WESTAMPTON

TRUST FUND

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

As of December 31, 2017 and 2016

	<u>Ref.</u>	<u>2017</u>	<u>2016</u>
<u>LIABILITIES, RESERVES</u>			
<u>AND FUND BALANCE</u>			
Animal Control Fund:			
Reserve for Animal Control Fund Expenditures	SB-3	\$ 347.25	\$ 1,773.22
Due to State of New Jersey:			
State Registration Fees	SB-4		1.00
Prepaid Animal Control Licenses	SB-6	3,051.00	2,364.00
		<u>3,398.25</u>	<u>4,138.22</u>
Other Funds:			
Reserve for K-9 Unit	SB-8	887.10	50.04
Due to Current Fund	SB-9	32,958.76	
Reserve for Municipal Law Enforcement Grant	SB-10	8,774.19	9,714.19
Reserve for Municipal Drug Alliance	SB-11		49,714.53
Payroll Deductions Payable	SB-12	6,001.44	4,256.29
Reserve for Performance Bonds	SB-13	8,305.50	83,400.00
Reserve for Redemption of Tax Title Liens	SB-14	35,822.77	1,782.64
Premiums Received at Tax Sales	SB-15	414,000.00	391,700.00
Reserve for Escrow Deposits	SB-16	110,158.13	83,212.91
Reserve for Fire Code Penalties	SB-17	5,980.76	1,559.76
Reserve for Outside Police Services	SB-18		10,672.99
Reserve for Public Defender Fees	SB-20	23,176.68	12,011.59
Reserve for Accumulated Sick Time	SB-21	69,924.02	53,272.31
Reserve for Recreation Expenditures	SB-22	197,174.49	109,623.13
Reserve for Snow Removal	SB-23	40,231.86	56,098.94
Reserve for Affordable Housing	SB-24	28,683.96	28,448.11
Reserve for COAH Development Fees	SB-25	816,698.64	433,537.82
Reserve for Confiscated Funds	SB-27	2.40	2,690.56
Reserve for Community Events	SB-32	4,306.49	
Due to Federal and State Grant Fund	SB-33	87,030.33	10,504.80
		<u>1,890,117.52</u>	<u>1,342,250.61</u>

TOWNSHIP OF WESTAMPTON

TRUST FUND

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

As of December 31, 2017 and 2016

	<u>Ref.</u>	<u>2017</u>	<u>2016</u>
<u>LIABILITIES, RESERVES</u>			
<u>AND FUND BALANCE (CONTINUED)</u>			
Municipal Open Space Fund:			
Due to General Capital Fund	SC-7	\$ 106,000.00	\$ 250,000.00
Reserve for Municipal Open Space	SB-19	322,162.11	413,152.38
Reserve for Grants Receivable	SB-28	187,200.00	200,600.00
Due to Current Fund	SB-29	17,364.75	20,898.85
Reserve for Other Accounts Receivable	SB-30	442,080.05	
Reserve for Payment of Notes	SB-31	70,705.54	
		<u>1,145,512.45</u>	<u>884,651.23</u>
		<u>\$ 3,039,028.22</u>	<u>\$ 2,231,040.06</u>

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

TOWNSHIP OF WESTAMPTON
TRUST MUNICIPAL OPEN SPACE FUND
Statement of Revenues--Regulatory Basis
For the Year Ended December 31, 2017

	Anticipated <u>Budget</u>	<u>Realized</u>	Excess or <u>(Deficit)</u>
Amount to be Raised by Taxation	\$ 463,534.59	\$ 467,068.69	\$ 3,534.10
Reserve for Open Space	408,252.00	408,252.00	
Public and Private Revenues	80,000.00	13,400.00	(66,600.00)
Miscellaneous	<u> </u>	<u>26,284.43</u>	<u>26,284.43</u>
	<u><u>\$ 951,786.59</u></u>	<u><u>\$ 915,005.12</u></u>	<u><u>\$ (36,781.47)</u></u>

Analysis of Realized Revenues

Amount to be Raised by Taxation:

Current Year Levy	\$ 463,534.59
Added/Omitted Levy	<u>3,534.10</u>
	<u><u>\$ 467,068.69</u></u>

Public and Private Revenues:

Burlington County Open Space Grant	<u><u>\$ 13,400.00</u></u>
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Miscellaneous:

Grant Funds--Interest	\$ 1,440.00
Field Lighting	17,991.00
Miscellaneous	4,598.58
Interest on Investments	<u>2,254.85</u>
	<u><u>\$ 26,284.43</u></u>

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

TOWNSHIP OF WESTAMPTON
TRUST MUNICIPAL OPEN SPACE FUND
Statement of Expenditures--Regulatory Basis
For the Year Ended December 31, 2017

	<u>Appropriations</u>		<u>Expended</u>			<u>Unexpended</u>
	<u>Original</u> <u>Budget</u>	<u>Budget After</u> <u>Modification</u>	<u>Disbursed</u>	<u>Encumbered</u>	<u>Reserved</u>	<u>Balance</u> <u>Canceled</u>
Maintenance of Lands for Recreation and Conservation						
Salary & Wages	\$ 62,984.00	\$ 62,984.00	\$ 62,984.00			
Other Expenses	125,000.00	125,000.00	122,682.90			\$ 2,317.10
Historic Preservation						
Other Expenses	20,000.00	20,000.00	20,000.00			
Acquisition of Lands for Recreation and Conservation	120,000.00	120,000.00				120,000.00
Acquisition of Farmland	40,000.00	40,000.00				40,000.00
Down Payments on Improvements	20,000.00	20,000.00				20,000.00
Debt Service						
Payment of Bond Anticipation Notes	362,136.00	362,136.00	362,136.00			
Interest on Notes	12,510.00	12,510.00	12,510.00			
Reserve for Future Use	<u>189,156.59</u>	<u>189,156.59</u>	<u>9,182.13</u>			<u>179,974.46</u>
	<u>\$ 951,786.59</u>	<u>\$ 951,786.59</u>	<u>\$ 589,495.03</u>	<u>-</u>	<u>-</u>	<u>\$ 362,291.56</u>

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

TOWNSHIP OF WESTAMPTON
GENERAL CAPITAL FUND
 Statements of Assets, Liabilities, Reserves and Fund Balance--Regulatory Basis
 As of December 31, 2017 and 2016

	<u>Ref.</u>	<u>2017</u>	<u>2016</u>
<u>ASSETS</u>			
Cash--Treasurer	SC-1; SC-2	\$ 265,498.06	\$ 152,939.55
Deferred Charges to Future Taxation:			
Unfunded	SC-3	2,454,814.33	2,449,200.33
Funded	SC-4	3,545,000.00	4,010,000.00
Burlington County Open Space Grant Receivable	SC-5	36,000.00	72,000.00
Due from Current Fund	SC-6	110,121.00	89,234.00
Due from Municipal Open Space Trust Fund	SC-7	106,000.00	250,000.00
		<u>\$ 6,517,433.39</u>	<u>\$ 7,023,373.88</u>
<u>LIABILITIES, RESERVES</u>			
<u>AND FUND BALANCE</u>			
Capital Improvement Fund	SC-8	\$ 825.00	\$ 4,075.00
Reserve for Encumbrances	SC-9	1,789.07	156,258.64
Improvement Authorizations:			
Funded	SC-10	4,387.14	83,748.68
Unfunded	SC-10	490,260.71	320,581.09
Bond Anticipation Notes	SC-11	2,418,319.00	2,376,705.00
General Serial Bonds	SC-12	3,545,000.00	4,010,000.00
Reserve for:			
Burlington County Open Space Grant Receivable	C	36,000.00	72,000.00
Fund Balance	C-1	20,852.47	5.47
		<u>\$ 6,517,433.39</u>	<u>\$ 7,023,373.88</u>

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

TOWNSHIP OF WESTAMPTON
GENERAL CAPITAL FUND
Statement of Fund Balance -- Regulatory Basis
For the Year Ended December 31, 2017

Balance Dec. 31, 2016	\$ 5.47
Increased by:	
Premium on Bond Anticipation Note	<u>20,847.00</u>
Balance Dec. 31, 2017	<u><u>\$ 20,852.47</u></u>

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

TOWNSHIP OF WESTAMPTON
GENERAL FIXED ASSET GROUP OF ACCOUNTS
Statement of General Fixed Assets Account Group
For the Year Ended December 31, 2017

	Balance Dec. 31, 2016 <u>(Restated)</u>	<u>Additions</u>	<u>Deletions</u>	Balance Dec. 31, 2017
General Fixed Assets:				
Land and Improvements	\$ 6,038,281.72			\$ 6,038,281.72
Building	2,157,000.00			2,157,000.00
Machinery and Equipment	<u>4,040,805.42</u>	<u>\$ 199,659.20</u>		<u>4,240,464.62</u>
Total General Fixed Assets	<u>\$ 12,236,087.14</u>	<u>\$ 199,659.20</u>	<u>\$ -</u>	<u>\$ 12,435,746.34</u>
 Total Investments in General Fixed Assets	 <u>\$ 12,236,087.14</u>	 <u>\$ 199,659.20</u>	 <u>\$ -</u>	 <u>\$ 12,435,746.34</u>

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

TOWNSHIP OF WESTAMPTON
Notes to Financial Statements
For the Year Ended December 31, 2017

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Description of Financial Reporting Entity - The Township of Westampton (hereafter referred to as the "Township") was incorporated in 1850 and is located in central New Jersey in Burlington County, approximately twenty miles south of the City of Trenton. The 2010 population according to the U.S. Census Bureau was is 8,813.

The Township has a Township Committee form of government. The Mayor is elected at the first meeting of each year from among the five committee members, by the five committee members. The committee members serve three year terms that are staggered. Two members are elected in two successive years and one member is elected in the third year.

Component Units - The Township had no component units as defined by Governmental Accounting Standards Board Statement No. 14, as amended by GASB Statements No. 39, No. 61 and No. 80.

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

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

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

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

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

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

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

Budgets and Budgetary Accounting - The Township must adopt an annual budget for its current and municipal open space 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; therefore, unrealized gains or losses on investments have not been recorded.

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

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

The cash management plan adopted by the Township requires it to deposit funds in public depositories protected from loss under the provisions of the Act.

Interfunds - Interfund receivables and payables that arise from transactions between funds are recorded by all funds affected by such transactions in the period in which the transaction is executed. Interfund receivables in the current fund are recorded with offsetting reserves which are created by charges to operations. Income is recognized in the year the receivables are liquidated. Interfund receivables in the other funds are not offset by reserves.

Inventories of Supplies - The costs of inventories of supplies for all funds are recorded as expenditures at the time individual items are purchased. The costs of inventories are not included on the various statements of assets, liabilities, reserves and fund balance.

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

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

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

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

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

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

Fund Balance - Fund balance included in the current fund represents amounts available for anticipation as revenue in future years' budgets, with certain restrictions.

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

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

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

School Taxes - The Township is responsible for levying, collecting, and remitting school taxes for the Township of Westampton School District and the Rancocas Regional High School District. Operations is charged for the full amount required to be raised from taxation to operate the local school district and the Township's share of the amount required to be raised from taxation to operate the regional high school district for the period from July 1 to June 30, increased by the amount deferred at December 31, 2016 and decreased by the amount deferred at December 31, 2017.

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

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

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

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

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

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

Long-Term Debt - Long-term debt, relative to the acquisition of capital assets, is recorded as a liability in the general capital 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.

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

Note 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, 2017, the Township's bank balances of \$5,380,973.50 were exposed to custodial credit risk as follows:

Insured by FDIC and GUDPA	\$ 4,777,814.56
Uninsured and Uncollateralized	<u>603,158.94</u>
Total	<u>\$ 5,380,973.50</u>

Note 3: PROPERTY TAXES

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

Comparative Schedule of Tax Rates

	<u>Year Ended</u>				
	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Tax Rate	<u>\$ 2.319</u>	<u>\$ 2.276</u>	<u>\$ 2.232</u>	<u>\$ 2.175</u>	<u>\$ 2.121</u>
Apportionment of Tax Rate:					
Municipal	\$.562	\$.563	\$.563	\$.524	\$.505
Municipal Open Space	.040	.040	.040	.040	.040
County	.427	.407	.389	.378	.381
Local School	.873	.864	.854	.847	.831
Regional High School District	.417	.402	.386	.386	.364

Assessed Valuation

<u>Year</u>	<u>Amount</u>
2017	\$ 1,158,836,480.00
2016	1,155,340,830.00
2015	1,146,278,979.00
2014	1,176,955,207.00
2013	1,174,009,641.00

Comparison of Tax Levies and Collections

<u>Year</u>	<u>Tax Levy</u>	<u>Collections</u>	<u>Percentage of Collections</u>
2017	\$ 27,076,675.12	\$ 26,487,476.42	97.82%
2016	26,552,805.03	26,262,135.13	98.91%
2015	25,609,696.99	25,203,853.57	98.42%
2014	25,609,997.88	24,959,032.58	97.46%
2013	24,911,809.85	24,407,934.06	97.98%

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>
2017	\$ 64,263.93	\$ 414,555.07	\$ 478,819.00	1.77%
2016	53,372.86	216,854.81	270,227.67	1.02%
2015	36,070.93	251,559.46	287,630.39	1.12%
2014	30,873.15	470,467.02	501,340.17	1.96%
2013	17,910.71	501,746.21	519,656.92	2.09%

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>
2017	11
2016	12
2015	12
2014	10
2013	7

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>
2017	\$ 1,306,500.00
2016	1,306,500.00
2015	214,300.00
2014	214,300.00
2013	214,300.00

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:

Current Fund

<u>Year</u>	<u>Balance December 31,</u>	<u>Utilized in Budget of Succeeding Year</u>	<u>Percentage of Fund Balance Used</u>
2017	\$ 985,733.74	\$ 833,000.00	84.51%
2016	1,438,591.50	1,150,000.00	79.94%
2015	1,080,384.45	1,000,000.00	92.56%
2014	903,343.18	886,000.00	98.08%
2013	1,402,642.85	1,300,000.00	92.68%

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, 2017:

<u>Fund</u>	<u>Interfunds Receivable</u>	<u>Interfunds Payable</u>
Current	\$ 309,201.41	\$ 112,451.00
Federal and State Grant	87,030.33	258,877.90
Trust - Animal Control	2,330.00	
Trust - Other		119,989.09
Trust - Municipal Open Space		123,364.75
General Capital	216,121.00	
Totals	<u>\$ 614,682.74</u>	<u>\$ 614,682.74</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 2018, 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:

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/financial-reports.shtml>

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

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

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

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

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

Public Employees' Retirement System - The vesting and benefit provisions are set by N.J.S.A. 43:15A and 43:3B. The PERS provides retirement, death and disability benefits. All benefits vest after 10 years of service, except for medical benefits, which vest after 25 years of service or under the disability provisions of the PERS.

The following represents the membership tiers for PERS:

Tier Definition

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

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

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

The following represents the membership tiers for PFRS:

Tier Definition

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

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

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

Contributions

Public Employees' Retirement System - The contribution policy is set by N.J.S.A. 43:15A and requires contributions by active members and contributing employers. 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 7 years beginning in July 2012. The member contribution rate was 7.20% in State fiscal year 2017. 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) was 10% in State fiscal year 2017. Employers' contribution 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, 2017 was 12.89% of the Township's covered payroll. This amount was actuarially determined as the amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, including an additional amount to finance any unfunded accrued liability.

Based on the most recent PERS measurement date of June 30, 2017, the Township's contractually required contribution to the pension plan for the year ended December 31, 2017 is \$240,139.00, and is payable by April 1, 2018. 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, 2016, the Township's contractually required contribution to the pension plan for the year ended December 31, 2016 was \$242,041.00, which was paid on April 1, 2017. Employee contributions to the Plan during the year ended December 31, 2017 were \$137,989.65.

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 was 10% in State fiscal year 2017. 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 (Cont'd) - *Special Funding Situation Component* - Under N.J.S.A. 43:16A-15, local participating employers are responsible for their own contributions based on actuarially determined amounts, except where legislation was passed which legally obligated the State if certain circumstances occurred. The legislation which legally obligates the State is as follows: Chapter 8, P.L. 2000, Chapter 318, P.L. 2001, Chapter 86, P.L. 2001, Chapter 511, P.L. 1991, Chapter 109, P.L. 1979, Chapter 247, P.L. 1993 and Chapter 201, P.L. 2001. The amounts contributed on behalf of the local participating employers under this legislation is considered to be a *special funding situation* as defined by GASB Statement No. 68, and the State is treated as a nonemployer contributing entity. Since the local participating employers do not contribute under this legislation directly to the Plan (except for employer specific financed amounts), there is no net pension liability or deferred outflows or inflows to disclose in the notes to the financial statements of the local participating employers related to this legislation.

The Township's contractually required contribution rate for the year ended December 31, 2017 was 26.43% of the Township's covered payroll. This amount was actuarially determined as the amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability.

Based on the most recent PFRS measurement date of June 30, 2017, the Township's contractually required contribution to the pension plan for the year ended December 31, 2017 is \$759,236.00, and is payable by April 1, 2018. 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, 2016, the Township's contractually required contribution to the pension plan for the year ended December 31, 2016 was \$603,170.00, which was paid on April 1, 2017. Employee contributions to the Plan during the year ended December 31, 2017 were \$290,986.10.

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, 2017 was 2.58% of the Township's covered payroll.

Based on the most recent PFRS measurement date of June 30, 2017, the State's contractually required contribution, on-behalf of the Township, to the pension plan for the year ended December 31, 2017 is \$74,178.00, and is payable by April 1, 2018. Based on the PFRS measurement date of June 30, 2016, the State's contractually required contribution, on-behalf of the Township, to the pension plan for the year ended December 31, 2016 was \$45,471.00, which was paid on April 1, 2017.

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, 2017, employee contributions totaled \$3,282.36, and the Township's contributions were \$1,805.37.

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, 2017, the Township's proportionate share of the PERS net pension liability was \$6,034,211.00. The net pension liability was measured as of June 30, 2017, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2016. 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, 2017. 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, 2017 measurement date, the Township's proportion was 0.0259219303%, which was a decrease of 0.0013231048% from its proportion measured as of June 30, 2016.

At December 31, 2017, the Township's proportionate share of the PERS pension expense, calculated by the Plan as of the June 30, 2017 measurement date is \$415,917.00. 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, 2017, the Township's contribution to PERS was \$242,041.00, and was paid on April 1, 2017.

Police and Firemen's Retirement System - At December 31, 2017, 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	\$ 13,243,945.00
State of New Jersey's Proportionate Share of Net Pension Liability Associated with the Township	<u>1,483,433.00</u>
	<u><u>\$ 14,727,378.00</u></u>

The net pension liability was measured as of June 30, 2017, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2016. 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, 2017. 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, 2017 measurement date, the Township's proportion was 0.0857875893%, which was an increase of 0.0118099160% from its proportion measured as of June 30, 2016. Likewise, at June 30, 2017, the State of New Jersey's proportion, on-behalf of the Township, was 0.0857875893%, which was an increase of 0.0118099160% from its proportion, on-behalf of the Township, measured as of June 30, 2016.

At December 31, 2017, the Township's proportionate share of the PFRS pension expense, calculated by the Plan as of the June 30, 2017 measurement date is \$1,531,398.00. 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, 2017, the Township's contribution to PFRS was \$603,170.00, and was paid on April 1, 2017.

At December 31, 2017, the State's proportionate share of the PFRS pension expense, associated with the Township, calculated by the Plan as of the June 30, 2017 measurement date is \$181,457.00. 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, 2017, 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	\$ 142,085.00	\$ 85,919.00	\$ 228,004.00	\$ -	\$ 77,731.00	\$ 77,731.00
Changes of Assumptions	1,215,686.00	1,633,126.00	2,848,812.00	1,211,229.00	2,168,971.00	3,380,200.00
Net Difference between Projected and Actual Earnings on Pension Plan Investments	41,089.00	252,725.00	293,814.00	-	-	-
Changes in Proportion and Differences between Township Contributions and Proportionate Share of Contributions	107,065.00	1,702,661.00	1,809,726.00	302,766.00	204,671.00	507,437.00
Township Contributions Subsequent to the Measurement Date	120,070.00	379,618.00	499,688.00	-	-	-
	<u>\$ 1,625,995.00</u>	<u>\$ 4,054,049.00</u>	<u>\$ 5,680,044.00</u>	<u>\$ 1,513,995.00</u>	<u>\$ 2,451,373.00</u>	<u>\$ 3,965,368.00</u>

\$120,070.00 and \$379,618.00 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, 2018. These amounts were based on an estimated April 1, 2019 contractually required contribution, prorated from the pension plans' measurement date of June 30, 2017 to the Township's year end of December 31, 2017.

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 Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between Expected and Actual Experience				
Year of Pension Plan Deferral:				
June 30, 2014	-	-	-	-
June 30, 2015	5.72	-	-	5.53
June 30, 2016	5.57	-	-	5.58
June 30, 2017	5.48	-	5.59	-
Changes of Assumptions				
Year of Pension Plan Deferral:				
June 30, 2014	6.44	-	6.17	-
June 30, 2015	5.72	-	5.53	-
June 30, 2016	5.57	-	5.58	-
June 30, 2017	-	5.48	-	5.59

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 (cont'd):

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

Other amounts included as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in future periods as follows:

<u>Year Ending Dec 31,</u>	<u>PERS</u>	<u>PFRS</u>	<u>Total</u>
2018	\$ 114,308.00	\$ 472,072.00	\$ 586,380.00
2019	186,616.00	747,375.00	933,991.00
2020	78,271.00	334,136.00	412,407.00
2021	(236,084.00)	(252,775.00)	(488,859.00)
2022	(151,181.00)	(77,750.00)	(228,931.00)
	<u>\$ (8,070.00)</u>	<u>\$ 1,223,058.00</u>	<u>\$ 1,214,988.00</u>

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

The net pension liability was measured as of June 30, 2017, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2016. 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, 2017. This actuarial valuation used the following actuarial assumptions, applied to all periods included in the measurement:

	<u>PERS</u>	<u>PFRS</u>
Inflation Rate	2.25%	2.25%
Salary Increases:		
Through 2026	1.65% - 4.15% Based on Age	2.10% - 8.98% Based on Age
Thereafter	2.65% - 5.15% Based on Age	3.10% - 9.98% Based on Age
Investment Rate of Return	7.00%	7.00%
Mortality Rate Table	RP-2000	RP-2000
Period of Actuarial Experience		
Study upon which Actuarial Assumptions were Based	July 1, 2011 - June 30, 2014	July 1, 2010 - June 30, 2013

For PERS, preretirement mortality rates were based on the RP-2000 Employee Preretirement Mortality Table for male and female active participants. For State employees, mortality tables are set back 4 years for males and females. For local employees, mortality tables are set back 2 years for males and 7 years for females. In addition, the tables provide for future improvements in mortality from the base year of 2013 using a generational approach based on the Plan actuary's modified MP-2014 projection scale. Postretirement mortality rates were based on the RP-2000 Combined Healthy Male and Female Mortality Tables (set back 1 year for males and females) for service retirements and beneficiaries of former members and a one-year static projection based on mortality improvement Scale AA. In addition, the tables for service retirements and beneficiaries of former members provide for future improvements in mortality from the base year of 2013 using a generational approach based on the Plan actuary's modified MP-2014 projection scale. Disability retirement rates used to value disabled retirees were based on the RP-2000 Disabled Mortality Table (set back 3 years for males and set forward 1 year for females).

For PFRS, preretirement mortality rates were based on the RP-2000 Preretirement mortality tables projected thirteen years using Projection Scale BB and then projected on a generational basis using the Plan actuary's modified 2014 projection scales. Post-retirement mortality rates for male service retirements and beneficiaries are based the RP-2000 Combined Healthy Mortality Tables projected one year using Projection Scale AA and three years using the Plan actuary's modified 2014 projection scales and further projected on a generational basis using the Plan actuary's modified 2014 projection scales. Postretirement mortality rates for female service retirements and beneficiaries were based on the RP-2000 Combined Healthy Mortality Tables projected thirteen years using Projection Scale BB and then three years using the Plan actuary's modified 2014 projection scales and further projected on a generational basis using the Plan actuary's modified 2014 projection scales. Disability mortality rates were based on special mortality tables used for the period after disability retirement.

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

For PERS and PFRS, in accordance with State statute, the long-term expected rate of return on Plan investments (7.00% at June 30, 2017) 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, 2017 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Absolute Return/Risk Mitigation	5.00%	5.51%
Cash Equivalents	5.50%	1.00%
U.S. Treasuries	3.00%	1.87%
Investment Grade Credit	10.00%	3.78%
Public High Yield	2.50%	6.82%
Global Diversified Credit	5.00%	7.10%
Credit Oriented Hedge Funds	1.00%	6.60%
Debt Related Private Equity	2.00%	10.63%
Debt Related Real Estate	1.00%	6.61%
Private Real Estate	2.50%	11.83%
Equity Related Real Estate	6.25%	9.23%
U.S. Equity	30.00%	8.19%
Non-U.S. Developed Markets Equity	11.50%	9.00%
Emerging Markets Equity	6.50%	11.64%
Buyouts/Venture Capital	8.25%	13.08%
	<u>100.00%</u>	

Discount Rate - The discount rate used to measure the total pension liability at June 30, 2017 was 5.00% for PERS and 6.14% for PFRS. For both PERS and PFRS, the respective single blended discount rates were based on the long-term expected rate of return on pension Plan investments of 7.00%, and a municipal bond rate of 3.58% as of June 30, 2017, 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 the nonemployer contributing entity will be made based on the contribution rate in the most recent fiscal year. The State employer contributed 40% of the actuarially determined contributions and the local employers contributed 100% of their actuarially determined 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 2040 for PERS and through 2057 for PFRS; therefore, the long-term expected rate of return on Plan investments was applied to projected benefit payments through 2040 for PERS and through 2057 for PFRS, and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liabilities.

Note 7: PENSION PLANS (CONT'D)**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, 2017, the Plan's measurement date, calculated using a discount rate of 5.00%, as well as what the Township's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1% lower or 1% higher than the current rates used:

	1% Decrease (4.00%)	Current Discount Rate (5.00%)	1% Increase (6.00%)
Township's Proportionate Share of the Net Pension Liability	<u>\$ 7,485,848.00</u>	<u>\$ 6,034,211.00</u>	<u>\$ 4,824,817.00</u>

Police and Firemen's Retirement System (PFRS) - As previously mentioned, PFRS has a special funding situation, where the State of New Jersey pays a portion of the Township's annual required contribution. As such, the net pension liability as of June 30, 2017, the Plan's measurement date, for the Township and the State of New Jersey, calculated using a discount rate of 6.14%, as well as using a discount rate that is 1% lower or 1% higher than the current rates used is as follows:

	1% Decrease (5.14%)	Current Discount Rate (6.14%)	1% Increase (7.14%)
Township's Proportionate Share of the Net Pension Liability	\$ 17,449,988.00	\$ 13,243,945.00	\$ 9,788,202.00
State of New Jersey's Proportionate Share of Net Pension Liability associated with the Township	<u>1,954,545.14</u>	<u>1,483,433.00</u>	<u>1,096,360.81</u>
	<u>\$ 19,404,533.14</u>	<u>\$ 14,727,378.00</u>	<u>\$ 10,884,562.81</u>

Pension Plan Fiduciary Net Position

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

Note 7: PENSION PLANS (CONT'D)**Supplementary Pension Information**

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

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

	<u>Measurement Date Ended June 30,</u>		
	<u>2017</u>	<u>2016</u>	<u>2015</u>
Township's Proportion of the Net Pension Liability	0.0259219303%	0.0272450351%	0.0277708698%
Township's Proportionate Share of the Net Pension Liability	\$ 6,034,211.00	\$ 8,069,198.00	\$ 6,234,004.00
Township's Covered Payroll (Plan Measurement Period)	\$ 1,808,728.00	\$ 1,863,656.00	\$ 1,936,676.00
Township's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	333.62%	432.98%	321.89%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	48.10%	40.14%	47.93%
	<u>Measurement Date Ended June 30,</u>		
	<u>2014</u>	<u>2013</u>	
Township's Proportion of the Net Pension Liability	0.0277106983%	0.0263082115%	
Township's Proportionate Share of the Net Pension Liability	\$ 5,188,201.00	\$ 5,028,022.00	
Township's Covered Payroll (Plan Measurement Period)	\$ 1,817,436.00	\$ 1,675,512.00	
Township's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	285.47%	300.09%	
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	52.08%	48.72%	

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

	<u>Year Ended December 31,</u>		
	<u>2017</u>	<u>2016</u>	<u>2015</u>
Township's Contractually Required Contribution	\$ 240,139.00	\$ 242,041.00	\$ 238,755.00
Township's Contribution in Relation to the Contractually Required Contribution	(240,139.00)	(242,041.00)	(238,755.00)
Township's Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Township's Covered Payroll (Calendar Year)	\$ 1,862,323.00	\$ 1,768,983.00	\$ 1,828,345.00
Township's Contributions as a Percentage of Covered Payroll	12.89%	13.68%	13.06%

	<u>Year Ended December 31,</u>	
	<u>2014</u>	<u>2013</u>
Township's Contractually Required Contribution	\$ 228,443.00	\$ 198,227.00
Township's Contribution in Relation to the Contractually Required Contribution	(228,443.00)	(198,227.00)
Township's Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>
Township's Covered Payroll (Calendar Year)	\$ 1,880,908.00	\$ 1,816,610.00
Township's Contributions as a Percentage of Covered Payroll	12.15%	10.91%

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 Five Years)***

	<u>Measurement Date Ended June 30,</u>		
	<u>2017</u>	<u>2016</u>	<u>2015</u>
Township's Proportion of the Net Pension Liability	0.0857875893%	0.0739776733%	0.0719141777%
Township's Proportionate Share of the Net Pension Liability	\$ 13,243,945.00	\$ 14,131,628.00	\$ 11,978,395.00
State's Proportionate Share of the Net Pension Liability associated with the Township	1,483,433.00	1,186,706.00	1,050,465.00
Total	<u>\$ 14,727,378.00</u>	<u>\$ 15,318,334.00</u>	<u>\$ 13,028,860.00</u>
Township's Covered Payroll (Plan Measurement Period)	\$ 2,674,780.00	\$ 2,368,632.00	\$ 2,376,988.00
Township's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	495.14%	596.62%	503.93%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	58.60%	52.01%	56.31%
	<u>Measurement Date Ended June 30,</u>		
	<u>2014</u>	<u>2013</u>	
Township's Proportion of the Net Pension Liability	0.0752550812%	0.0744225003%	
Township's Proportionate Share of the Net Pension Liability	\$ 9,466,391.00	\$ 9,893,800.00	
State's Proportionate Share of the Net Pension Liability associated with the Township	1,019,371.00	922,222.00	
Total	<u>\$ 10,485,762.00</u>	<u>\$ 10,816,022.00</u>	
Township's Covered Payroll (Plan Measurement Period)	\$ 2,498,628.00	\$ 2,437,352.00	
Township's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	378.86%	405.92%	
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	62.41%	58.70%	

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

	<u>Year Ended December 31,</u>		
	<u>2017</u>	<u>2016</u>	<u>2015</u>
Township's Contractually Required Contribution	\$ 759,236.00	\$ 603,170.00	\$ 584,555.00
Township's Contribution in Relation to the Contractually Required Contribution	(759,236.00)	(603,170.00)	(584,555.00)
Township's Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Township's Covered Payroll (Calendar Year)	\$ 2,873,159.00	\$ 2,649,819.00	\$ 2,432,584.00
Township's Contributions as a Percentage of Covered Payroll	26.43%	22.76%	24.03%

	<u>Year Ended December 31,</u>	
	<u>2014</u>	<u>2013</u>
Township's Contractually Required Contribution	\$ 578,011.00	\$ 542,970.00
Township's Contribution in Relation to the Contractually Required Contribution	(578,011.00)	(542,970.00)
Township's Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>
Township's Covered Payroll (Calendar Year)	\$ 2,342,787.00	\$ 2,426,415.00
Township's Contributions as a Percentage of Covered Payroll	24.67%	22.38%

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 - For 2017, the discount rate changed to 5.00% and the long-term rate of return changed to 7.00%. For 2016, the discount rate changed to 3.98%, the long-term expected rate of return changed to 7.65% from 7.90%, demographic assumptions were revised in accordance with the results of the July 1, 2011 - June 30, 2014 experience study and the mortality improvement scale incorporated the Plan actuary's modified MP-2014 projection scale. Further, salary increases were assumed to increase between 1.65% and 4.15% (based on age) through fiscal year 2026 and 2.65% and 5.15% (based on age) for each fiscal year thereafter. For 2015, the discount rate changed to 4.90%. In addition, the social security wage base was set at \$118,500.00 for 2015, increasing 4.00% per annum, compounded annually and the 401(a)(17) pay limit was set at \$265,000.00 for 2015, increasing 3.00% per annum, compounded annually. For 2014, the discount rate was 5.39%.

Police and Firemen's Retirement System (PFRS)

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

Changes in Assumptions - For 2017, the discount rate changed to 6.14% and the long-term rate of return changed to 7.00%. For 2016, the discount rate changed to 5.55%, the long-term expected rate of return changed to 7.65% from 7.90%, and the mortality improvement scale incorporated the Plan actuary's modified 2014 projection scale. Further, salary increases were assumed to increase between 2.10% and 8.98% (based on age) through fiscal year 2026 and 3.10% and 9.98% (based on age) for each fiscal year thereafter. For 2015, the discount rate changed to 5.79% and demographic assumptions were revised in accordance with the results of the July 1, 2010 - June 30, 2013 experience study. For 2014, the discount rate was 6.32%.

Note 8: COMPENSATED ABSENCES

Full-time employees are entitled to fifteen paid sick leave days each year. Unused sick leave may be accumulated from year to year, or an employee may choose to be reimbursed at one half pay at the end of each year for any unused sick leave from the current year. Other than employees contracted under the police contract, vacation days not used during the year may not be accumulated and carried forward.

The Township compensates employees for unused sick leave upon retirement. Compensation of accumulated time is paid in accordance with applicable employment and union contracts.

The Township has established a compensated absences trust fund to set aside funds for future payments of compensated absences. At December 31, 2017, the balance of the fund was \$69,924.02. It is estimated that, at December 31, 2017, accrued benefits for compensated absences are valued at \$336,535.06.

Note 9: 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 10: LEASE OBLIGATIONS

At December 31, 2017, the Township had lease agreements in effect for the following:

Capital:

- One (1) 2015 Chevy Tahoe
- One (1) 2014 Dodge Charger
- One (1) 2017 Ford F-350

Operating:

- Copiers
- Mailing Machine

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

<u>Description</u>	<u>Balance at December 31,</u>	
	<u>2017</u>	<u>2016</u>
Vehicles	<u>\$ 81,150.84</u>	<u>\$ 104,439.95</u>

Note 10: LEASE OBLIGATIONS (CONT'D)

Capital leases (Cont'd) - The following schedule represents the remaining principal and interest payments, through maturity, for capital leases:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2018	\$ 29,062.59	\$ 4,256.79	\$ 33,319.38
2019	22,604.75	2,539.42	25,144.17
2020	11,360.20	1,250.72	12,610.92
2021	11,933.04	677.88	12,610.92
2022	6,190.26	115.20	6,305.46
Total	<u>\$ 81,150.84</u>	<u>\$ 8,840.01</u>	<u>\$ 89,990.85</u>

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

<u>Year</u>	<u>Amount</u>
2018	\$ 18,512.00
2019	14,116.16
2020	11,101.08
2021	11,101.08
2022	925.09

Rental payments under operating leases for the year 2017 were \$30,411.73.

Note 11: CAPITAL DEBT**General Improvement Bonds**

General Improvement Bonds, Series 2015 - On June 15, 2015, the Township issued \$4,469,000.00 of general improvement bonds, with a net interest cost of 3.983%. The bonds were issued for the purpose of funding various capital projects in the Township. The final maturity of the bonds is June 15, 2024.

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>
2018	\$ 475,000.00	\$ 66,893.75	\$ 541,893.75
2019	485,000.00	57,887.50	542,887.50
2020	495,000.00	48,087.50	543,087.50
2021	505,000.00	38,087.50	543,087.50
2022	515,000.00	27,887.50	542,887.50
2023-2024	1,070,000.00	22,843.75	1,092,843.75
Totals	<u>\$ 3,545,000.00</u>	<u>\$ 261,687.50</u>	<u>\$ 3,806,687.50</u>

Note 11: CAPITAL DEBT (CONT'D)**General Improvement Bonds (Cont'd)**

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

	<u>2017</u>	<u>2016</u>	<u>2015</u>
<u>Issued</u>			
General:			
Bonds, Loans and Notes	\$ 5,963,319.00	\$ 6,386,705.00	\$ 6,827,841.00
Total Issued	<u>5,963,319.00</u>	<u>6,386,705.00</u>	<u>6,827,841.00</u>
<u>Authorized but not Issued</u>			
General:			
Bonds, Loans and Notes	<u>495.33</u>	<u>495.33</u>	<u>495.33</u>
Total Authorized but not Issued	<u>495.33</u>	<u>495.33</u>	<u>495.33</u>
Total Issued and Authorized but not Issued	<u>5,963,814.33</u>	<u>6,387,200.33</u>	<u>6,828,336.33</u>
<u>Deductions</u>			
General:			
Open Space Debt	<u>1,634,569.33</u>	<u>1,996,705.33</u>	<u>2,359,336.33</u>
Total Deductions	<u>1,634,569.33</u>	<u>1,996,705.33</u>	<u>2,359,336.33</u>
Net Debt	<u><u>\$ 4,329,245.00</u></u>	<u><u>\$ 4,390,495.00</u></u>	<u><u>\$ 4,469,000.00</u></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 .364%.

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
Regional School Purposes	\$ 3,469,896.56	\$ 3,469,896.56	
Local School Purposes	3,485,000.00	3,485,000.00	
General	<u>5,963,814.33</u>	<u>1,634,569.33</u>	\$ 4,329,245.00
	<u><u>\$ 12,918,710.89</u></u>	<u><u>\$ 8,589,465.89</u></u>	<u><u>\$ 4,329,245.00</u></u>

Net debt \$4,329,245.00 divided by the equalized valuation basis per N.J.S.A.40A:2-2, as amended, \$1,190,787,560.33, equals .364%.

Note 11: CAPITAL DEBT (CONT'D)**Borrowing Power Under N.J.S.A. 40A:2-6 as Amended**

3 1/2% of Equalized Valuation Basis (Municipal)	\$ 41,677,564.61
Less: Net Debt	<u>4,329,245.00</u>
Remaining Borrowing Power	<u>\$ 37,348,319.61</u>

Note 12: SCHOOL TAXES

Local District School Taxes and Rancocas Valley 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>Local District School Tax</u>		<u>Regional High School Tax</u>	
	<u>Balance Dec. 31,</u>		<u>Balance Dec. 31,</u>	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
Balance of Tax	\$ 5,055,823.48	\$ 4,994,084.94	\$ 2,421,466.74	\$ 2,327,034.74
Deferred	<u>4,767,340.00</u>	<u>4,367,340.00</u>	<u>2,070,265.00</u>	<u>2,070,265.00</u>
Tax Payable	<u>\$ 288,483.48</u>	<u>\$ 626,744.94</u>	<u>\$ 351,201.74</u>	<u>\$ 256,769.74</u>

Note 13: 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.

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

Workers' Compensation including Employer's Liability
 General Liability including Police Professional and Employee Benefit Liability
 Automobile Liability
 Blanket Crime including Public Employee Dishonesty
 Property Including Boiler and Machinery
 Public Officials and Employment Practices Liability

The following coverages are provided to the Fund's member local units by their membership in the Municipal Excess Liability Joint Insurance Fund (MEL):

Excess Workers' Compensation
 Excess General Liability
 Excess Auto Liability
 Excess Property including Boiler and Machinery
 Crime including Excess Public Employee and Public Official Coverage

Environmental Impairment Liability coverage is provided to the Fund's member local units by the Fund's membership in the New Jersey Municipal Environmental Risk Management Fund.

Note 13: RISK MANAGEMENT (CONT'D)

Joint Insurance Pool (Cont'd) - Contributions to the Fund, including a reserve for contingencies, are payable in two installments and are based on actuarial assumptions determined by the Fund's actuary. The Commissioner of Banking and 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 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, which is an insurance pool formed by all the other joint insurance funds.

For more information regarding claims, coverages and deductibles, the Fund publishes its own financial report for the year ended December 31, 2017, which can be obtained at burlcojif.org.

New Jersey Unemployment Compensation Insurance - The Township elected the "Contributory Method" to fund its New Jersey Unemployment Compensation Insurance, which requires the Township to annually appropriate funds to pay the projected costs of contributions at the rate determined by the Commissioner of Labor. The expense for these benefits for the years ended December 31, 2017 and 2016 was \$22,877.30 and \$21,921.28, respectively.

Note 14: OPEN SPACE, RECREATION AND FARMLAND PRESERVATION TRUST

On November 2, 1999, pursuant to N.J.S.A. 40:12-15.1, et seq., the voters of the Township of Westampton authorized the establishment of the Township of Westampton Open Space, Recreation, Farmland and Historic Preservation Trust Fund, effective January 1, 2000, to be used exclusively for the acquisition of land for open space preservation, farmland preservation, historic preservation, parks and recreation through the property's outright acquisition or the acquisition of development rights. The Township proposed to levy a tax in the amount of two cents per one hundred dollars of assessed value for a period not to exceed twenty years. Additionally, on November 8, 2005, the voters of the Township of Westampton authorized the establishment of an additional two cents per one hundred dollars of assessed value, effective January 1, 2006 for a period not to exceed twenty years, for the purpose of continuing to acquire property or pay the cost of bonding on the indebtedness incurred for the purpose of acquiring such property. Finally, on November 7, 2017, the voters authorized the extension of, for a period not to exceed twenty (20) years, the Municipal Open Space, Recreation and Farmland and Historic Preservation Trust Fund previously created in 2000 and continue to annually levy an additional two cents per one hundred dollars (\$0.02 per \$100.00) of assessed real property valuation. 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 Open Space, Recreation, Farmland and Historic Preservation Trust Fund.

Note 15: 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 - As of the date of this report, the Township is a defendant in a lawsuit which is in the discovery phase. Although the outcome of this litigation is unknown, it is the opinion of the Township's legal counsel that the estimated potential loss from an unfavorable outcome at a trial would be in excess of \$500,000.00.

Note 16: 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 17: RESTATEMENT OF PRIOR PERIOD GENERAL FIXED ASSETS

The Township restated its General Asset Account Group of Accounts as of December 31, 2016 as a result of performing an updated inventory of its fixed assets. The cumulative effect on the financial statements as reported for June 30, 2016 is as follows:

	<u>Land and Improvements</u>	<u>Buildings</u>	<u>Machinery and Equipment</u>	<u>Total General Fixed Assets</u>
Beginning Balance as Previously Reported at December 31, 2016	<u>\$ 6,038,281.72</u>	<u>\$ 2,157,000.00</u>	<u>\$ 3,474,872.77</u>	<u>\$ 11,670,154.49</u>
Prior Period Adjustments:				
Additions not Recorded			1,002,927.00	1,002,927.00
Retirements not Recorded			(436,994.35)	(436,994.35)
Total Prior Period Adjustments	<u>-</u>	<u>-</u>	<u>565,932.65</u>	<u>565,932.65</u>
General Fixed Assets as Restated, December 31, 2016	<u>\$ 6,038,281.72</u>	<u>\$ 2,157,000.00</u>	<u>\$ 4,040,805.42</u>	<u>\$ 12,236,087.14</u>

Note 18: SUBSEQUENT EVENTS

Tax Appeals - As of December 31, 2017, several tax appeals were on file against the Township for multiple tax years. 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.

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

<u>Purpose</u>	<u>Adoption</u>	<u>Authorization</u>
General Improvements		
Acquisition of Various Capital Equipment and the Completion of Various Capital Improvements	6/5/2018	<u>\$ 751,999.00</u>

SUPPLEMENTAL EXHIBITS

SUPPLEMENTAL EXHIBITS

CURRENT FUND

TOWNSHIP OF WESTAMPTON
CURRENT FUND
Statement of Current Cash
Per N.J.S. 40A:5-5--Treasurer
For the Year Ended December 31, 2017

	Regular	Federal and State Grant Fund
Balance Dec. 31, 2016	\$ 2,955,380.87	
Increased by Receipts:		
Collector	\$ 27,010,615.07	
Federal Emergency Management Assistance	42,973.64	
Municipal Occupancy Tax	361,642.42	
Local Fire Bureau Fees	49,352.00	
Uniform Fire Safety Act Fees	56,476.54	
Emergency Medical Service Fees	533,255.15	
Energy Receipts Tax	653,387.00	
Miscellaneous Revenue Not Anticipated	180,801.11	
Due from State of New Jersey	79,937.67	
Other Accounts Receivable	353,804.21	
Revenue Accounts Receivable	865,192.84	
Due State of N.J.--Division of Youth and Family Services	1,175.00	
Due State of N.J.--D.C.A. State Training Fees	21,123.00	
Due Current Fund		\$ 91,705.59
Due Dog License Fund	2,378.37	
Due Trust Other Funds	4,723.69	
Due Trust Municipal Open Space Fund	3,534.10	
Due General Capital Fund	24,122.07	
Federal and State Grants Receivable		575,470.16
Matching Funds for Grants		2,100.00
Petty Cash--Contra		
	<u>30,244,493.88</u>	<u>\$ 669,275.75</u>
Carried Forward	33,199,874.75	669,275.75

TOWNSHIP OF WESTAMPTON
CURRENT FUND
Statement of Current Cash
Per N.J.S. 40A:5-5--Treasurer
For the Year Ended December 31, 2017

	Regular	Federal and State Grant Fund
Brought Forward	\$ 33,199,874.75	\$ 669,275.75
Decreased by Disbursements:		
2017 Appropriations	\$ 9,848,554.09	
Reserve for Revaluation	5,828.10	
2016 Appropriation Reserves	195,050.66	
Tax Overpayments	19,427.23	
Due County for Added and Omitted Taxes	45,406.66	
Due State of N.J.--Division of Youth and Family Services	1,100.00	
Due State of N.J.--D.C.A. State Training Fees	24,626.00	
County Taxes Payable	4,929,597.20	
Municipal Open Space Tax Payable	467,068.69	
Local District School Taxes	10,049,909.46	
Regional High School Taxes Payable	4,748,906.00	
Matching Funds for Grants	2,100.00	
Reserve for Federal and State Grant Fund--Appropriated		\$ 669,106.75
Reserve for Encumbrances		169.00
Due Federal and State Grant Fund	91,705.59	
Due Trust Other Fund	34,039.00	
	<u>30,463,318.68</u>	<u>669,275.75</u>
Balance Dec. 31, 2017	<u><u>\$ 2,736,556.07</u></u>	<u><u>\$ -</u></u>

TOWNSHIP OF WESTAMPTON
CURRENT FUND
Statement of Current Cash
Per N.J.S. 40A:5-5--Collector
For the Year Ended December 31, 2017

	<u>Regular</u>
Receipts:	
Interest and Costs on Taxes	\$ 72,638.39
Tax Title Liens	2,124.21
Taxes Receivable	26,319,248.72
Prepaid Taxes	512,333.60
Tax Overpayments	104,270.15
	<hr/>
	27,010,615.07
Decreased by:	
Deposits to Treasurer's Account	<u><u>\$ 27,010,615.07</u></u>

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

CURRENT FUND
Schedule of Change Funds
As of December 31, 2017

<u>Office</u>	<u>Balance</u> <u>Dec. 31, 2017</u>
Municipal Clerk	\$ 150.00
Collector	200.00
Court Clerk	600.00
	<hr/>
	<u><u>\$ 950.00</u></u>

TOWNSHIP OF WESTAMPTON
CURRENT FUND
Statement of Due from State of New Jersey
Veterans' and Senior Citizens' Deductions
For the Year Ended December 31, 2017

Balance Dec. 31, 2016		\$	13,272.29
Increased by:			
Accrued in 2017:			
Deductions Allowed per Tax Billings	\$	78,250.00	
Deductions Allowed by Tax Collector (Net)		<u>937.67</u>	
			<u>79,187.67</u>
			92,459.96
Decreased by:			
Collected			<u>79,937.67</u>
Balance Dec. 31, 2017		\$	<u><u>12,522.29</u></u>

TOWNSHIP OF WESTAMPTON
CURRENT FUND
Statement of Tax Title Liens
For the Year Ended December 31, 2017

Balance Dec. 31, 2016	\$ 53,372.86
Increased by:	
Transfer from Taxes Receivable	<u>13,015.28</u>
	66,388.14
Decreased by:	
Collections	<u>2,124.21</u>
Balance Dec. 31, 2017	<u><u>\$ 64,263.93</u></u>

Exhibit SA-6

CURRENT FUND
Statement of Other Accounts Receivable
For the Year Ended December 31, 2017

Interlocal Service Agreements Accrued	\$ 360,491.33
Decreased by:	
Collected	<u>353,804.21</u>
Balance Dec. 31, 2017	<u><u>\$ 6,687.12</u></u>

TOWNSHIP OF WESTAMPTON
CURRENT FUND
Statement of Taxes Receivable and Analysis of Property Tax Levy
For the Year Ended December 31, 2017

<u>Year</u>	<u>Balance Dec. 31, 2016</u>	<u>2017 Levy</u>	<u>Added Taxes</u>	<u>Collections</u>	<u>2016</u>	<u>2017</u>	<u>Canceled</u>	<u>Transferred to Tax Title Liens</u>	<u>Overpayments Applied</u>	<u>Due from State of New Jersey</u>	<u>Balance Dec. 31, 2017</u>
2013	\$ 0.40						\$ 0.40				
2015	2,127.65					\$ 426.63					\$ 1,701.02
2016	<u>214,726.76</u>					<u>193,760.01</u>	<u>15,994.16</u>			<u>\$ 187.67</u>	<u>4,784.92</u>
	216,854.81	-	-	-		194,186.64	15,994.56	-	-	187.67	6,485.94
2017		<u>\$ 27,076,675.12</u>	<u>\$ 16,880.95</u>	<u>\$ 264,346.73</u>	<u>26,125,062.08</u>	<u>184,995.24</u>	<u>\$ 13,015.28</u>	<u>\$ 19,067.61</u>	<u>79,000.00</u>	<u>408,069.13</u>	
	<u>\$ 216,854.81</u>	<u>\$ 27,076,675.12</u>	<u>\$ 16,880.95</u>	<u>\$ 264,346.73</u>	<u>\$ 26,319,248.72</u>	<u>\$ 200,989.80</u>	<u>\$ 13,015.28</u>	<u>\$ 19,067.61</u>	<u>\$ 79,187.67</u>	<u>\$ 414,555.07</u>	
<u>Analysis of 2017 Property Tax Levy</u>											
<u>Tax Yield</u>											
General Purpose Tax						\$ 26,873,419.77					
Added/Omitted Taxes						<u>203,255.35</u>					
							<u>\$ 27,076,675.12</u>				
<u>Tax Levy</u>											
Local School Tax						\$ 10,111,648.00					
Regional High School Tax						4,843,338.00					
County Taxes:											
County Tax				\$ 4,068,261.73							
County Library				375,899.27							
County Open Space				485,436.20							
Due County for Added and Omitted Taxes				<u>36,966.56</u>							
Total County Taxes						4,966,563.76					
Municipal Open Space Tax						467,068.69					
Local Tax for Municipal Purposes				6,521,393.88							
Add: Additional Tax Levied				<u>166,662.79</u>							
Local Tax for Municipal Purposes Levied						<u>6,688,056.67</u>					
							<u>\$ 27,076,675.12</u>				

TOWNSHIP OF WESTAMPTON
CURRENT FUND
Statement of Revenue Accounts Receivable
For the Year Ended December 31, 2017

	Balance <u>Dec. 31, 2016</u>	Accrued <u>2017</u>	<u>Collections</u>		Interfunds <u>Receivable</u>	Balance <u>Dec. 31, 2017</u>	
			<u>Treasurer</u>	<u>Collector</u>			
Clerk:							
Alcoholic Beverage Licenses		\$ 15,814.00	\$ 15,814.00				
Miscellaneous Licenses		120.00	120.00				
Mercantile Licenses		6,730.00	6,730.00				
Marriage Licenses		330.00	330.00				
Solicitor Permits		450.00	450.00				
Raffle Permit		920.00	920.00				
Street Openings		1,237.80	1,237.80				
Copies		538.00	538.00				
Kennel Licenses		50.00	50.00				
200 Ft. Property Listings		240.00	240.00				
Police Discoveries & Accident Reports		4,262.00	4,262.00				
Application Fees		3,600.00	3,600.00				
Towing License		700.00	700.00				
Administrative Fees--Police Outside Services		33,645.79	33,645.79				
Construction Code Official		341,116.80	341,116.80				
Telecommunications Franchise Fees		142,533.96	71,218.99			\$ 71,314.97	Year 2017
Municipal Court:							
Fines and Costs	\$ 29,302.92	356,478.34	361,568.79			24,212.47	Dec. 2017
PILOT - Springside Redevelopment Urban Renewal, LLC		167,263.00				167,263.00	Year 2017
Interest on Investments		31,226.83	22,650.67		\$ 8,576.16		
	<u>\$ 29,302.92</u>	<u>\$ 1,107,256.52</u>	<u>\$ 865,192.84</u>	<u>\$ -</u>	<u>\$ 8,576.16</u>	<u>\$ 262,790.44</u>	
Due Animal Control Fund					\$ 48.37		
Due Trust Other Funds					5,292.72		
Due General Capital Fund					3,235.07		
					<u>\$ 8,576.16</u>		

TOWNSHIP OF WESTAMPTON
CURRENT FUND
Statement of 2016 Appropriation Reserves
For the Year Ended December 31, 2017

	<u>Balance Dec. 31, 2016</u>		<u>Balance</u>		<u>Balance</u>
	<u>Encumbered</u>	<u>Reserves</u>	<u>After</u>	<u>Disbursed</u>	<u>Lapsed</u>
			<u>Modification</u>		
<u>General Government</u>					
Administrative and Executive					
Salaries and Wages		\$ 161.40	\$ 1,204.35	\$ 1,204.35	
Other Expenses	\$ 42.99	3,247.08	3,290.07	804.31	\$ 2,485.76
Financial Administration					
Salaries and Wages		86.00	2,433.60	2,433.60	
Other Expenses		1,861.03			
Collection of Taxes					
Salaries and Wages			536.10	536.10	
Other Expenses		564.40	16.00	16.00	
Assessment of Taxes					
Salaries and Wages		1,360.49			
Other Expenses		958.63			
Legal Services and Costs					
Other Expenses:		7,353.23	3,917.28	3,917.28	
Engineering Services and Costs					
Other Expenses		5,121.72	4,724.26	4,724.26	
Municipal Land Use Law (NJS 40:55D-1):					
Land Development Board:					
Other Expenses		1,403.63			
Insurance					
Unemployment Compensation		1,578.72	1,578.72	951.10	627.62
Employee Group Insurance		151.05			
<u>Public Safety Functions</u>					
Police					
Salaries and Wages		33,427.44	33,427.44	33,059.45	367.99
Other Expenses	643.90	911.45	1,555.35	1,136.26	419.09
Emergency Medical Services					
Salaries and Wages		1,446.59	26,333.83	25,689.99	643.84
Other Expenses	4,437.60	6,239.71	7,687.67	7,687.67	
Emergency Services Billing		2,075.14	2,580.25	2,580.25	
Fire					
Fire Hydrant Service		1,391.04			
Uniform Fire Safety Act (P.L. 1983, Ch.383)					
Salaries and Wages		8,033.03	938.13	938.13	
Other Expenses		9.68	673.49	673.49	
<u>Public Works Functions</u>					
Streets and Roads					
Salaries and Wages		672.40			
Other Expenses	3,877.02	9,460.04	6,933.49	6,933.49	
Trash Removal					
Collection		475.00	475.00		475.00
Public Building and Grounds:					
Salaries and Wages					
Vehicle Maintenance	31.74	11,020.31	17,052.05	16,980.06	71.99
Municipal Services Act Costs		426.72	426.72		426.72

(Continued)

TOWNSHIP OF WESTAMPTON
CURRENT FUND
Statement of 2016 Appropriation Reserves
For the Year Ended December 31, 2017

	<u>Balance Dec. 31, 2016</u>		<u>Balance</u>		<u>Balance</u>
	<u>Encumbered</u>	<u>Reserves</u>	<u>After</u>	<u>Disbursed</u>	<u>Lapsed</u>
			<u>Modification</u>		
<u>Other Common Operating Functions</u>					
Accumulated Leave			\$ 32,973.02	\$ 32,973.02	
<u>Utility Expenses and Bulk Purchases</u>					
Electricity and Natural Gas		\$ 34,843.27	13,519.83	13,519.83	
Telecommunications		1,525.83	3,250.12	3,250.12	
Water/Sewer		626.20	626.20		\$ 626.20
Petroleum Products		10,757.11	6,398.21	6,398.21	
<u>Landfill/Solid Waste Disposal Costs</u>					
Trash Removal					
Disposal		25,430.29	19,430.29	18,841.61	588.68
<u>Uniform Construction Code</u>					
Appropriations Offset by Dedicated Revenues					
Construction Code Official					
Salaries and Wages		1,029.93	2,143.76	2,143.76	
Other Expenses	\$ 2,203.19	4,240.23			
<u>Municipal Court Functions</u>					
Municipal Court					
Salaries and Wages		200.83	200.83		200.83
Other Expenses		3,342.16	3,342.16	1,797.53	1,544.63
<u>OPERATIONS--EXCLUDED FROM "CAPS"</u>					
Statutory Expenditures:					
Contribution to:					
Social Security System (O.A.S.I.)		11,210.02	6,210.02	5,165.43	1,044.59
Defined Contribution Retirement Program		128.25	128.25		128.25
Interlocal Municipal Service Agreements					
Construction Code Enforcement					
Salaries and Wages		1,572.23	1,572.23		1,572.23
Other Expenses		104.74	104.74	104.74	
Public Building Grounds					
Other Expenses	83.24	507.38	590.62	590.62	
	<u>\$ 11,319.68</u>	<u>\$ 194,954.40</u>	<u>\$ 206,274.08</u>	<u>\$ 195,050.66</u>	<u>\$ 11,223.42</u>

TOWNSHIP OF WESTAMPTON
CURRENT FUND
Statement of Prepaid Taxes
For the Year Ended December 31, 2017

Balance Dec. 31, 2016 (2017 Taxes)	\$ 264,346.73
Increased by:	
Collections--2018 Taxes	<u>512,333.60</u>
	776,680.33
Decreased by:	
Applied to 2017 Taxes Receivable	<u>264,346.73</u>
Balance Dec. 31, 2017 (2018 Taxes)	<u><u>\$ 512,333.60</u></u>

Exhibit SA-11

CURRENT FUND
Statement of Tax Overpayments
For the Year Ended December 31, 2017

Balance Dec. 31, 2016	\$ 15,264.64
Increased by:	
2017 Overpayments	<u>104,270.15</u>
	119,534.79
Decreased by:	
Refunded	\$ 19,427.23
Canceled	5,741.70
Applied to Taxes Receivable	<u>19,067.61</u>
	<u>44,236.54</u>
Balance Dec. 31, 2017	<u><u>\$ 75,298.25</u></u>

A complete detailed list is on file at the office of the Tax Collector.

TOWNSHIP OF WESTAMPTON
CURRENT FUND
Statement of Due County For Added and Omitted Taxes
For the Year Ended December 31, 2017

Balance Dec.31, 2016		\$ 45,406.66
Increased by:		
County Share of 2017 Levy:		
Added Taxes	\$ 21,500.93	
County Share of Prior Year Taxes:		
Added/Omitted Taxes (2016)	<u>15,465.63</u>	
		<u>36,966.56</u>
		82,373.22
Decreased by:		
Payments		<u>45,406.66</u>
Balance Dec.31, 2017:		
Added Taxes (2017)	21,500.93	
Added/Omitted Taxes (2016)	<u>15,465.63</u>	
		<u>\$ 36,966.56</u>

TOWNSHIP OF WESTAMPTON
CURRENT FUND
Statement of Due to the State of New Jersey
Division of Youth and Family Services
For the Year Ended December 31, 2017

Balance Dec. 31, 2016	\$ 200.00
Increased by:	
Receipts	<u>1,175.00</u>
	1,375.00
Decreased by:	
Disbursements	<u>1,100.00</u>
Balance Dec. 31, 2017	<u><u>\$ 275.00</u></u>

Exhibit SA-14

CURRENT FUND
Statement of Due to State of New Jersey
D.C.A. State Training Fees
For the Year Ended December 31, 2017

Balance Dec. 31, 2016	\$ 5,891.00
Increased by:	
Receipts	<u>21,123.00</u>
	27,014.00
Decreased by:	
Disbursements	<u>24,626.00</u>
Balance Dec. 31, 2017	<u><u>\$ 2,388.00</u></u>

TOWNSHIP OF WESTAMPTON
CURRENT FUND
Statement of County Taxes Payable
For the Year Ended December 31, 2017

2017 Levy:		
County	\$ 4,068,261.73	
County Library	375,899.27	
County Open Space	<u>485,436.20</u>	
		\$ 4,929,597.20
Decreased by:		
Payments		<u><u>\$ 4,929,597.20</u></u>

Exhibit SA-16

CURRENT FUND
Statement of Municipal Open Space Tax Payable
For the Year Ended December 31, 2017

2017 Levy	\$ 463,534.59	
2017 Added and Omitted Taxes	<u>3,534.10</u>	
		\$ 467,068.69
Decreased by:		
Payments		<u><u>\$ 467,068.69</u></u>

TOWNSHIP OF WESTAMPTON
CURRENT FUND
Statement of Local School Tax Payable
For the Year Ended December 31, 2017

Balance Dec. 31, 2016:		
School Tax Payable	\$ 626,744.94	
School Tax Deferred	<u>4,367,340.00</u>	
		\$ 4,994,084.94
Increased by:		
Levy--School Year July 1, 2017 to June 30, 2018		<u>10,111,648.00</u>
		15,105,732.94
Decreased by:		
Payments		<u>10,049,909.46</u>
Balance Dec. 31, 2017:		
School Tax Payable	288,483.48	
School Tax Deferred	<u>4,767,340.00</u>	
		<u>\$ 5,055,823.48</u>
2017 Liability for Local District School Tax:		
Tax Paid		\$ 10,049,909.46
Tax Payable Dec. 31, 2017		<u>288,483.48</u>
		10,338,392.94
Less: Tax Payable Dec. 31, 2016		<u>626,744.94</u>
Amount Charged to 2017 Operations		<u>\$ 9,711,648.00</u>

TOWNSHIP OF WESTAMPTON
CURRENT FUND
Statement of Regional High School Tax Payable
For the Year Ended December 31, 2017

Balance Dec. 31, 2016:		
School Tax Payable	\$ 256,769.74	
School Tax Deferred	<u>2,070,265.00</u>	
		\$ 2,327,034.74
Increased by:		
Levy--School Year July 1, 2017 to June 30, 2018		<u>4,843,338.00</u>
		7,170,372.74
Decreased by:		
Payments		<u>4,748,906.00</u>
Balance Dec. 31, 2017:		
School Tax Payable	351,201.74	
School Tax Deferred	<u>2,070,265.00</u>	
		<u>\$ 2,421,466.74</u>
2017 Liability for Regional High School Tax:		
Tax Paid		\$ 4,748,906.00
Tax Payable Dec. 31, 2017		<u>351,201.74</u>
		5,100,107.74
Less: Tax Payable Dec. 31, 2016		<u>256,769.74</u>
Amount Charged to 2017 Operations		<u>\$ 4,843,338.00</u>

TOWNSHIP OF WESTAMPTON
FEDERAL AND STATE GRANT FUND
Statement of Federal and State Grants Receivable
For the Year Ended December 31, 2017

<u>Program</u>	<u>Balance Dec. 31, 2016</u>	<u>Accrued</u>	<u>Collected</u>	<u>Canceled</u>	<u>Balance Dec. 31, 2017</u>
Federal Grants:					
Bulletproof Vest Partnership Grant		\$ 4,683.85	\$ 4,683.85		
Distracted Driving		5,500.00	5,500.00		
COPS Hiring Program	\$ 26,236.26		22,947.26		\$ 3,289.00
Police Hiring Program Grant	18,706.18				18,706.18
Emergency Management Grant	282.00				282.00
Click It or Ticket Grant	4,000.00	5,500.00	5,500.00		4,000.00
FEMA - SAFER Program	462,972.90		187,853.85		275,119.05
Drive Sober or Get Pulled Over		10,500.00	10,500.00		
Community Development Block Grant	78,000.00		78,000.00		
State Grants:					
Municipal Alliance on Alcoholism and Drug Abuse	67,908.46	42,300.00	22,597.39	\$ 76,525.53	11,085.54
Help America Vote Act Grant	7,544.00				7,544.00
New Jersey Transportation Trust Fund Authority Act	392,000.00		147,000.00		245,000.00
Body Armor Replacement Grant		2,428.28	2,428.28		
Clean Communities Program		17,975.85	17,975.85		
Alcohol Education and Rehabilitation Grant		1,479.82	1,479.82		
Recycling Tonnage Grant	11,650.61	69,003.86	69,003.86		11,650.61
Local Grants:					
Delaware Valley Regional Planning Commission (DVRPC)	2,000.00				2,000.00
	<u>\$ 1,071,300.41</u>	<u>\$ 159,371.66</u>	<u>\$ 575,470.16</u>	<u>\$ 76,525.53</u>	<u>\$ 578,676.38</u>
Due from Trust Other Fund				<u>\$ 76,525.53</u>	

TOWNSHIP OF WESTAMPTON
FEDERAL AND STATE GRANT FUND
Statement of Reserve for Federal and State Grants--Appropriated
For the Year Ended December 31, 2017

<u>Program</u>	<u>Balance Dec. 31, 2016</u>	<u>Transferred from 2017 Budget Appropriation</u>	<u>Paid or Charged</u>	<u>Balance Dec. 31, 2017</u>
Federal Grants:				
Community Development Block Grant	\$ 78,000.00		\$ 78,000.00	
FEMA - Firefighters Assistance Grant	3,333.00			\$ 3,333.00
Bulletproof Vest Partnership Grant	660.18	\$ 4,041.30	2,343.80	2,357.68
FEMA - SAFER Program	371,889.47		285,683.91	86,205.56
Distracted Driving		5,500.00	5,500.00	
Click It or Ticket Grant	4,000.00	5,500.00	9,500.00	
Drive Sober or Get Pulled Over	10,000.00	5,000.00	9,200.00	5,800.00
State Grants:				
Municipal Drug Alliance Program		44,400.00	44,400.00	
Help America Vote Act Grant	3,835.00			3,835.00
New Jersey Transportation Trust Fund Authority Act	392,000.00		196,000.00	196,000.00
Body Armor Replacement Grant	2,344.57	2,428.28	2,344.57	2,428.28
Drunk Driving Enforcement Grant	9,863.83		8,906.59	957.24
Clean Communities Grant	7,683.42	17,975.85	17,938.88	7,720.39
Alcohol Education and Rehabilitation Grant	9,387.28	1,479.82	1,000.00	9,867.10
Recycling Tonnage Grant	21,467.15	52,054.90	9,155.81	64,366.24
	<u>\$ 914,463.90</u>	<u>\$ 138,380.15</u>	<u>\$ 669,973.56</u>	<u>\$ 382,870.49</u>
Reserve for Encumbrances			\$ 866.81	
Disbursed			<u>669,106.75</u>	
			<u>\$ 669,973.56</u>	

TOWNSHIP OF WESTAMPTON
FEDERAL AND STATE GRANT FUND
Statement of Reserve for Federal and State Grants--Unappropriated
For the Year Ended December 31, 2017

<u>Program</u>	<u>Balance Dec. 31, 2016</u>	<u>Grants Receivable</u>	<u>Realized as Miscellaneous Revenue in 2017 Budget</u>	<u>Balance Dec. 31, 2017</u>
Federal Grants:				
Bulletproof Vest Partnership Grant		\$ 4,683.85	\$ 4,041.30	\$ 642.55
Drive Sober or Get Pulled Over		10,500.00	5,000.00	5,500.00
Click It or Ticket		5,500.00	5,500.00	
Distracted Driving		5,500.00	5,500.00	
State Grants:				
Municipal Alliance on Alcoholism and Drug Abuse		42,300.00	42,300.00	
Body Armor Replacement Grant		2,428.28	2,428.28	
Clean Communities Program		17,975.85	17,975.85	
Alcohol Education and Rehabilitation Grant		1,479.82	1,479.82	
Recycling Tonnage Grant		69,003.86	52,054.90	16,948.96
	<u>\$ -</u>	<u>\$ 159,371.66</u>	<u>\$ 136,280.15</u>	<u>\$ 23,091.51</u>

TOWNSHIP OF WESTAMPTON
FEDERAL AND STATE GRANT FUND
Statement of Due to Current Fund
For the Year Ended December 31, 2017

Balance Dec. 31, 2016	\$ 167,172.31
Increased by:	
Interfund Loans Advanced	<u>91,705.59</u>
Balance Dec. 31, 2017	<u><u>\$ 258,877.90</u></u>

Exhibit SA-23

FEDERAL AND STATE GRANT FUND
Statement of Reserve for Encumbrances
For the Year Ended December 31, 2017

Balance Dec. 31, 2016	\$ 169.00
Increased by:	
Charged to Appropriated Reserves	<u>866.81</u>
	1,035.81
Decreased by:	
Disbursed	<u>169.00</u>
Balance Dec. 31, 2017	<u><u>\$ 866.81</u></u>

SUPPLEMENTAL EXHIBITS

TRUST FUND

TOWNSHIP OF WESTAMPTON
TRUST FUND
Statement of Trust Cash Per N.J.S. 40A:5-5 -- Treasurer
For the Year Ended December 31, 2017

	Animal Control	Other	Municipal Open Space
Balance Dec. 31, 2016	\$ 4,024.22	\$ 947,118.70	\$ 684,051.23
Increased by Receipts:			
Reserve for Animal Control Fund Expenditures	\$ 10,839.00		
State Registration Fees	1,218.00		
Prepaid Animal Control Licenses	3,051.00		
Due Current Fund	48.37	\$ 36,440.14	
Due General Capital Fund			\$ 36,000.00
Reserve for Police K9 Unit		2,507.37	
Reserve for Municipal Law Enforcement Grant		1,375.20	
Reserve for Municipal Drug Alliance		44,792.70	
Net Payroll		3,680,591.08	
Payroll Deductions Payable		3,035,163.82	
Reserve for Performance Bonds		8,305.50	
Reserve for Escrow Deposits		177,714.03	
Reserve for Fire Code Penalties		5,370.00	
Reserve for Police Outside Services		331,491.71	
Reserve for Municipal Open Space			493,353.12
Grants Receivable			13,400.00
Reserve for Public Defender Fees		31,373.00	
Reserve for Accumulated Sick Time		33,591.24	
Reserve for Recreation Expenditures		692,011.55	
Reserve for Snow Removal		418.09	
Reserve for Affordable Housing		235.85	
Reserve for COAH Development Fees		520,310.27	
Reserve for Confiscated Funds		2,802.38	
Other Accounts Receivable			62,457.18
Reserve for Community Events		20,304.62	
	<u>15,156.37</u>	<u>8,624,798.55</u>	<u>605,210.30</u>
Carried Forward	19,180.59	9,571,917.25	1,289,261.53

(Continued)

TOWNSHIP OF WESTAMPTON
TRUST FUND
Statement of Trust Cash Per N.J.S. 40A:5-5 -- Treasurer
For the Year Ended December 31, 2017

	Animal Control	Other	Municipal Open Space
Brought Forward	\$ 19,180.59	\$ 9,571,917.25	\$ 1,289,261.53
Decreased by Disbursements:			
Reserve for Animal Control Fund Expenditures	\$ 14,514.97		
State Registration Fees	1,219.00		
Due Current Fund	2,378.37	\$ 2,231.23	\$ 3,534.10
Prepaid Expenses	147.00		
Due General Capital Fund			180,000.00
Reserve for Police K9 Unit		1,670.31	
Reserve for Municipal Law Enforcement Grant		2,315.20	
Reserve for Municipal Drug Alliance		17,981.70	
Net Payroll		3,680,591.08	
Payroll Deductions Payable		3,033,418.67	
Reserve for Performance Bonds		83,400.00	
Reserve for Escrow Deposits		150,768.81	
Reserve for Fire Code Penalties		949.00	
Reserve for Police Outside Services		342,164.70	
Reserve for Municipal Open Space			589,495.03
Reserve for Public Defender Fees		20,207.91	
Reserve for Accumulated Sick Time		16,939.53	
Reserve for Recreation Expenditures		604,460.19	
Reserve for Snow Removal		16,285.17	
Reserve for COAH Development Fees		137,149.45	
Other Accounts Receivable		33,037.50	
Reserve for Confiscated Funds		5,490.54	
Reserve for Community Events		15,998.13	
	<u>18,259.34</u>	<u>8,165,059.12</u>	<u>773,029.13</u>
Balance Dec. 31, 2017	<u><u>\$ 921.25</u></u>	<u><u>\$ 1,406,858.13</u></u>	<u><u>\$ 516,232.40</u></u>

TOWNSHIP OF WESTAMPTON
TRUST FUND
Statement of Trust Cash Per N.J.S 40A:5-5--Collector
For the Year Ended December 31, 2017

	<u>Other</u>
Balance Dec. 31, 2016	\$ 393,482.64
Increased by Receipts:	
Reserve for Redemption of Tax Title Liens	\$ 293,974.39
Premiums Received at Tax Sale	205,200.00
Due Current Fund	<u>2,891.58</u>
	<u>502,065.97</u>
	895,548.61
Decreased by Disbursements:	
Reserve for Redemption of Tax Title Liens	259,934.26
Premiums Received at Tax Sale	182,900.00
Due Current Fund	<u>2,492.46</u>
	<u>445,326.72</u>
Balance Dec. 31, 2017	<u><u>\$ 450,221.89</u></u>

TOWNSHIP OF WESTAMPTON
TRUST ANIMAL CONTROL FUND
Statement of Reserve for Animal Control Fund Expenditures
For the Year Ended December 31, 2017

Balance Dec. 31, 2016		\$	1,773.22
Increased by:			
Receipts:			
Dog License Fees Collected	\$	10,839.00	
Prepaid Licenses Applied		<u>2,250.00</u>	
			<u>13,089.00</u>
			14,862.22
Decreased by:			
Expenditures Under RS 4:19-15.11:			
Disbursed			<u>14,514.97</u>
Balance Dec. 31, 2017		\$	<u><u>347.25</u></u>
<u>License Fees Collected</u>			<u>Amount</u>
2015	\$	14,079.25	
2016		<u>13,360.20</u>	
	\$	<u><u>27,439.45</u></u>	

TOWNSHIP OF WESTAMPTON
TRUST ANIMAL CONTROL FUND
Statement of Due to State of New Jersey
For the Year Ended December 31, 2017

Balance Dec. 31, 2016		\$ 1.00
Increased by:		
Receipts:		
State Registration Fees	\$ 1,218.00	
Prepaid Licenses Applied	<u>114.00</u>	
		<u>1,332.00</u>
		1,333.00
Decreased by:		
Prepaid Expenses Applied	114.00	
Disbursed	<u>1,219.00</u>	
		<u><u>\$ 1,333.00</u></u>

Exhibit SB-5

TRUST ANIMAL CONTROL FUND
Statement of Due to Current Fund
For the Year Ended December 31, 2017

Receipts:		
Interest Earned on Deposits		\$ 48.37
Decreased		
Disbursed		<u>2,378.37</u>
Balance Dec. 31, 2017		<u><u>\$ 2,330.00</u></u>

TOWNSHIP OF WESTAMPTON
TRUST ANIMAL CONTROL FUND
Statement of Prepaid Animal Control Licenses
For the Year Ended December 31, 2017

Balance Dec. 31, 2016 (2017 Licenses)	\$ 2,364.00
Increased by:	
Receipts:	
Prepaid 2018 Dog Licenses	<u>3,051.00</u>
	5,415.00
Decreased by:	
Applied to:	
Reserve for Animal Control Fund Expenditures	\$ 2,250.00
Due to State of New Jersey	<u>114.00</u>
	<u>2,364.00</u>
Balance Dec. 31, 2017 (2018 Licenses)	<u><u>\$ 3,051.00</u></u>

Exhibit SB-7

TRUST ANIMAL CONTROL FUND
Statement of Prepaid Animal Control Expenses
For the Year Ended December 31, 2017

Balance Dec. 31, 2016	\$ 114.00
Increased by:	
Disbursed	<u>147.00</u>
	261.00
Decreased by:	
Applied to Due to State of New Jersey	<u>114.00</u>
Balance Dec. 31, 2017	<u><u>\$ 147.00</u></u>

TOWNSHIP OF WESTAMPTON
TRUST OTHER FUNDS
Statement of Reserve for Police K9 Unit
For the Year Ended December 31, 2017

Balance Dec. 31, 2016	\$ 50.04
Increased by:	
Receipts	<u>2,507.37</u>
	2,507.37
Decreased by:	
Disbursements	<u>1,670.31</u>
Balance Dec. 31, 2017	<u><u>\$ 887.10</u></u>

TOWNSHIP OF WESTAMPTON
TRUST OTHER FUNDS
Statement of Due from/to Current Fund
For the Year Ended December 31, 2017

Balance Dec. 31, 2016 (Due from)		\$ 1,649.27
Increased by:		
Disbursements:		
Interfund Loans Returned:		
Collector	\$ 2,492.46	
Treasurer	<u>2,231.23</u>	
		<u>4,723.69</u>
		6,372.96
Decreased by:		
Receipts:		
Administrative Fees--Police Outside Services	33,645.79	
Interfund Loans Received	393.21	
Interest Earned on Deposits:		
Collector	2,891.58	
Treasurer	<u>2,401.14</u>	
		<u>39,331.72</u>
Balance Dec. 31, 2017 (Due to)		<u><u>\$ 32,958.76</u></u>

TOWNSHIP OF WESTAMPTON
TRUST OTHER FUNDS
Statement of Reserve for Municipal Law Enforcement Grant
For the Year Ended December 31, 2017

Balance Dec. 31, 2016		\$ 9,714.19
Increased by:		
Receipts:		
Forfeitures	\$ 1,304.01	
Interest Earned on Deposits	<u>71.19</u>	
		<u>1,375.20</u>
		11,089.39
Decreased by:		
Disbursed		<u>2,315.20</u>
Balance Dec. 31, 2017		<u><u>\$ 8,774.19</u></u>

Exhibit SB-11

TRUST OTHER FUNDS
Statement of Reserve for Municipal Drug Alliance
For the Year Ended December 31, 2017

Balance Dec. 31, 2016		\$ 49,714.53
Increased by:		
Receipts:		
Budget Appropriation	\$ 44,400.00	
Interest Earned on Deposits	<u>392.70</u>	
		<u>44,792.70</u>
		94,507.23
Decreased by:		
Cancellation of Federal and State Grants Receivable:		
Municipal Alliance on Alcoholism and Drug Abuse	76,525.53	
Disbursed	<u>17,981.70</u>	
		<u><u>\$ 94,507.23</u></u>

TOWNSHIP OF WESTAMPTON
TRUST OTHER FUNDS
Statement of Payroll Deductions Payable
For the Year Ended December 31, 2017

Balance Dec. 31, 2016	\$ 4,256.29
Increased by:	
Payroll Deductions	<u>3,035,163.82</u>
	3,039,420.11
Decreased by:	
Disbursed	<u>3,033,418.67</u>
Balance Dec. 31, 2017	<u><u>\$ 6,001.44</u></u>
<u>Analysis of Balance Dec. 31, 2017</u>	
Flexible Spending Account Balances	<u><u>\$ 6,001.44</u></u>

TRUST OTHER FUNDS
Statement of Reserve for Performance Bonds
For the Year Ended December 31, 2017

Balance Dec. 31, 2016	\$ 83,400.00
Increased by:	
Receipts	<u>8,305.50</u>
	91,705.50
Decreased by:	
Disbursed	<u>83,400.00</u>
Balance Dec. 31, 2017	<u><u>\$ 8,305.50</u></u>

TOWNSHIP OF WESTAMPTON
TRUST OTHER FUNDS
Statement of Reserve for Redemption of Tax Title Liens
For the Year Ended December 31, 2017

Balance Dec. 31, 2016	\$ 1,782.64
Increased by:	
Receipts:	
Deposits for Redemption of Tax Title Liens	<u>293,974.39</u>
	295,757.03
Decreased by:	
Disbursements:	
Redemption of Tax Title Liens	<u>259,934.26</u>
Balance Dec. 31, 2017	<u><u>\$ 35,822.77</u></u>

Exhibit SB-15

TRUST OTHER FUNDS
Statement of Premiums Received at Tax Sale
For the Year Ended December 31, 2017

Balance Dec. 31, 2016	\$ 391,700.00
Increased by:	
Receipts:	
Premiums Received at Tax Sale	<u>205,200.00</u>
	596,900.00
Decreased by:	
Disbursements:	
Refunds Upon Redemption	<u>182,900.00</u>
Balance Dec. 31, 2017	<u><u>\$ 414,000.00</u></u>

TOWNSHIP OF WESTAMPTON
TRUST OTHER FUNDS
Statement of Reserve for Escrow Deposits
For the Year Ended December 31, 2017

Balance Dec. 31, 2016	\$ 83,212.91
Increased by:	
Receipts:	
Escrow Deposits	<u>177,714.03</u>
	260,926.94
Decreased by:	
Disbursed	<u>150,768.81</u>
Balance Dec. 31, 2017	<u><u>\$ 110,158.13</u></u>

Exhibit SB-17

TRUST OTHER FUNDS
Statement of Reserve for Fire Code Penalties
For the Year Ended December 31, 2017

Balance Dec. 31, 2016	\$ 1,559.76
Increased by:	
Receipts	<u>5,370.00</u>
	6,929.76
Decreased by:	
Disbursed	<u>949.00</u>
Balance Dec. 31, 2017	<u><u>\$ 5,980.76</u></u>

TOWNSHIP OF WESTAMPTON
TRUST OTHER FUNDS
Statement of Reserve for Police Outside Services
For the Year Ended December 31, 2017

Balance Dec. 31, 2016	\$ 10,672.99
Increased by:	
Receipts	<u>331,491.71</u>
	342,164.70
Decreased by:	
Disbursed	<u><u>\$ 342,164.70</u></u>

Exhibit SB-19

TRUST MUNICIPAL OPEN SPACE FUND
Statement of Reserve for Municipal Open Space
For the Year Ended December 31, 2017

Balance Dec. 31, 2016	\$ 413,152.38
Increased by:	
Receipts:	
2017 Tax Levy	\$ 463,534.59
2017 Added and Omitted Levy	3,534.10
Donations	
Miscellaneous	<u>26,284.43</u>
	\$ 493,353.12
Grant Funds Collected--County of Burlington Open Space	<u>13,400.00</u>
	<u>506,753.12</u>
	919,905.50
Decreased by:	
Disbursements	589,495.03
Reserve for Payment of Notes	<u>8,248.36</u>
	<u>597,743.39</u>
Balance Dec. 31, 2017	<u><u>\$ 322,162.11</u></u>

TOWNSHIP OF WESTAMPTON
TRUST OTHER FUNDS
Statement of Reserve for Public Defender Fees
For the Year Ended December 31, 2017

Balance Dec. 31, 2016	\$ 12,011.59
Increased by:	
Fees Collected	<u>31,373.00</u>
	43,384.59
Decreased by:	
Disbursed	<u>20,207.91</u>
Balance Dec. 31, 2017	<u><u>\$ 23,176.68</u></u>

Exhibit SB-21

TRUST OTHER FUNDS
Statement of Reserve for Accumulated Sick Time
For the Year Ended December 31, 2017

Balance Dec. 31, 2016	\$ 53,272.31
Increased by:	
Receipts:	
2017 Appropriations	\$ 1.00
2016 Appropriation Reserves	32,973.02
Interest Earned on Deposits	<u>617.22</u>
	<u>33,591.24</u>
	86,863.55
Decreased by:	
Disbursed	<u>16,939.53</u>
Balance Dec. 31, 2017	<u><u>\$ 69,924.02</u></u>

TOWNSHIP OF WESTAMPTON
TRUST OTHER FUNDS
Statement of Reserve for Recreation Expenditures
For the Year Ended December 31, 2017

Balance Dec. 31, 2016		\$ 109,623.13
Increased by:		
Receipts:		
Recreation Deposits	\$ 690,902.43	
Interest Earned on Deposits	<u>1,109.12</u>	
		<u>692,011.55</u>
		801,634.68
Decreased by:		
Disbursed		<u>604,460.19</u>
Balance Dec. 31, 2017		<u><u>\$ 197,174.49</u></u>

Exhibit SB-23

TRUST OTHER FUNDS
Statement of Reserve for Snow Removal
For the Year Ended December 31, 2017

Balance Dec. 31, 2016		\$ 56,098.94
Increased by:		
Receipts:		
Interest Earned on Deposits		<u>418.09</u>
		56,517.03
Decreased by:		
Disbursed		<u>16,285.17</u>
Balance Dec. 31, 2017		<u><u>\$ 40,231.86</u></u>

TOWNSHIP OF WESTAMPTON
TRUST OTHER FUNDS
Statement of Reserve for Affordable Housing
For the Year Ended December 31, 2017

Balance Dec. 31, 2016	\$ 28,448.11
Increased by:	
Receipts:	
Interest Earned on Deposits	<u>235.85</u>
Balance Dec. 31, 2017	<u><u>\$ 28,683.96</u></u>

Exhibit SB-25

TRUST OTHER FUNDS
Statement of Reserve for COAH Development Fees
For the Year Ended December 31, 2017

Balance Dec. 31, 2016	\$ 433,537.82
Increased by:	
Receipts	
Development Fees	\$ 515,169.49
Interest Earned on Deposits	<u>5,140.78</u>
	<u>520,310.27</u>
	953,848.09
Decreased by:	
Disbursed	<u>137,149.45</u>
Balance Dec. 31, 2017	<u><u>\$ 816,698.64</u></u>

TOWNSHIP OF WESTAMPTON
TRUST OTHER FUNDS
Statement of Other Accounts Receivable
For the Year Ended December 31, 2017

Disbursed:	
Municipal Alliance	\$ 10,800.00
Police Outside Services	<u>22,237.50</u>
Balance Dec. 31, 2017	<u><u>\$ 33,037.50</u></u>

Exhibit SB-27

TRUST OTHER FUNDS
Statement of Reserve for Confiscated Funds
For the Year Ended December 31, 2017

Balance Dec. 31, 2016		\$ 2,690.56
Increased by:		
Receipts:		
Federal Deposits	\$ 2,778.75	
Interest Earned on Deposits	<u>23.63</u>	
		<u>2,802.38</u>
		5,492.94
Decreased by:		
Disbursed		<u>5,490.54</u>
Balance Dec. 31, 2017		<u><u>\$ 2.40</u></u>

TOWNSHIP OF WESTAMPTON
TRUST MUNICIPAL OPEN SPACE FUND
Statement of Grants Receivable
For the Year Ended December 31, 2017

Balance Dec. 31, 2016	\$ 200,600.00
Decreased by:	
Receipts	<u>13,400.00</u>
Balance Dec. 31, 2017	<u><u>\$ 187,200.00</u></u>

Exhibit SB-29

TRUST MUNICIPAL OPEN SPACE FUND
Statement of Due to Current Fund
For the Year Ended December 31, 2017

Balance Dec. 31, 2016	\$ 20,898.85
Decreased by:	
Interfund Loans Returned	<u>3,534.10</u>
Balance Dec. 31, 2017	<u><u>\$ 17,364.75</u></u>

TOWNSHIP OF WESTAMPTON
TRUST MUNICIPAL OPEN SPACE FUND
Statement of Other Accounts Receivable
For the Year Ended December 31, 2017

Accrued	\$ 504,537.23
Decreased by:	
Receipts	<u>62,457.18</u>
Balance Dec. 31, 2017	<u><u>\$ 442,080.05</u></u>

Exhibit SB-31

TRUST MUNICIPAL OPEN SPACE FUND
Statement of Reserve for Payment of Notes
For the Year Ended December 31, 2017

Transferred from Reserve for Municipal Open Space	\$ 8,248.36
Other Accounts Receivable - Collected	<u>62,457.18</u>
Balance Dec. 31, 2017	<u><u>\$ 70,705.54</u></u>

TOWNSHIP OF WESTAMPTON
TRUST OTHER FUNDS
Statement of Reserve for Police Community Events
For the Year Ended December 31, 2017

Receipts	\$ 20,304.62
Decreased by:	
Disbursements	<u>15,998.13</u>
Balance Dec. 31, 2017	<u><u>\$ 4,306.49</u></u>

Exhibit SB-33

TRUST OTHER FUNDS
Statement of Due to Federal and State Grant Fund
For the Year Ended December 31, 2017

Balance Dec. 31, 2016	\$ 10,504.80
Increased by:	
Cancelation of Reserve for Municipal Drug Alliance	<u>76,525.53</u>
Balance Dec. 31, 2017	<u><u>\$ 87,030.33</u></u>

SUPPLEMENTAL EXHIBITS

GENERAL CAPITAL FUND

TOWNSHIP OF WESTAMPTON
GENERAL CAPITAL FUND
Statement of General Capital Cash
Per N.J.S. 40A:5-5--Treasurer
For the Year Ended December 31, 2017

Balance Dec. 31, 2016		\$ 152,939.55
Increased by Receipts:		
Budget Appropriations:		
Capital Improvement Fund	\$ 20,000.00	
Due Current Fund	3,235.07	
Due Municipal Open Space Fund	180,000.00	
Bond Anticipation Notes	441,750.00	
Premium on Bond Anticipation Notes	<u>20,847.00</u>	
		<u>665,832.07</u>
		818,771.62
Decreased by Disbursements:		
Due Current Fund	24,122.07	
Reserve for Encumbrances	155,235.00	
Improvement Authorizations	<u>373,916.49</u>	
		<u>553,273.56</u>
Balance Dec. 31, 2017		<u><u>\$ 265,498.06</u></u>

TOWNSHIP OF WESTAMPTON
GENERAL CAPITAL FUND
 Analysis of General Capital Cash and Investments
 For the Year Ended December 31, 2017

	Balance (Deficit) Dec. 31, 2016	Receipts			Disbursements		Transfers		Balance (Deficit) Dec. 31, 2017
		Bond Anticipation Notes	Budget Appropriations	Miscellaneous	Improvement Authorizations	Miscellaneous	From	To	
Capital Improvement Fund	\$ 4,075.00		\$ 20,000.00				\$ 23,250.00		\$ 825.00
Due Current Fund	(89,234.00)			\$ 3,235.07		\$ 24,122.07			(110,121.00)
Due Municipal Open Space Trust Fund	(250,000.00)			180,000.00			36,000.00		(106,000.00)
Reserve for Encumbrances	156,258.64					155,235.00	1,023.64	\$ 1,789.07	1,789.07
Cash Held to Pay Notes									
Fund Balance	5.47			20,847.00					20,852.47
Improvement Authorizations:									
16-2004	(72,000.33)							36,000.00	(36,000.33)
3-2007	3,370.21						3,370.21		
5-2009	4,340.84						4,340.84		
7-2010	11,839.32						11,839.32		
5-2011	4,011.38						4,011.38		
3-2012	3,089.86						3,089.86		
4-2013	30,597.82				\$ 30,597.82				
2-2014	141,096.82								141,096.82
4-2014	1,080.72								1,080.72
2-2015	24,923.53				21,617.11				3,306.42
10-2016	179,484.27				2,972.25			1,023.64	177,535.66
3-2017		\$ 441,750.00			292,077.70		1,789.07	23,250.00	171,133.23
11-2017					26,651.61			26,651.61	
	\$ 152,939.55	\$ 441,750.00	\$ 20,000.00	\$ 204,082.07	\$ 373,916.49	\$ 179,357.07	\$ 88,714.32	\$ 88,714.32	\$ 265,498.06

TOWNSHIP OF WESTAMPTON
GENERAL CAPITAL FUND
Statement of Deferred Charges to Future Taxation--Unfunded
For the Year Ended December 31, 2017

Improvement Description	Ordinance Number	Balance Dec. 31, 2016	2017 Authorizations	Burlington County Open Space Grant Funds Collected	Notes Paid by Budget Appropriation	Balance Dec. 31, 2017	Analysis of Balance December 31, 2017		
							Unexpended Improvement Authorizations	Expenditures	Financed by Bond Anticipation Notes
General Improvements:									
Acquisition of Real Property	16-2004	\$ 72,000.33		\$ 36,000.00		\$ 36,000.33		\$ 36,000.33	
Construction of Various Recreational Improvements and the Acquisition of Real Property for Open Space	15-2008	598,507.00			\$ 199,254.00	399,253.00			\$ 399,253.00
Acquisition of Certain Real Property for Open Space and Various Recreational Improvements	6-2010	184,864.00			46,216.00	138,648.00			138,648.00
Completion of Various Capital Improvements to the Westampton Sports Complex	2-2014	1,213,334.00			116,666.00	1,096,668.00			1,096,668.00
Various Capital Improvements	2-2015	495.00				495.00	\$ 495.00		
Acquisition of Various Pieces of Equipment and Completion of Various Capital Improvements	10-2016	380,000.00			38,000.00	342,000.00			342,000.00
Acquisition of Various Capital Equipment and Completion of Various Capital Improvements	3-2017		\$ 441,750.00			441,750.00			441,750.00
		<u>\$ 2,449,200.33</u>	<u>\$ 441,750.00</u>	<u>\$ 36,000.00</u>	<u>\$ 400,136.00</u>	<u>\$ 2,454,814.33</u>	<u>\$ 495.00</u>	<u>\$ 36,000.33</u>	<u>\$ 2,418,319.00</u>
Current Fund					\$ 38,000.00				
Municipal Open Space Trust Fund					<u>362,136.00</u>				
					<u>\$ 400,136.00</u>				
Improvement Authorizations--Unfunded							\$ 490,260.71		
Less: Unexpended Proceeds of Bond Anticipation Notes Issued:									
Ordinance Nos.									
2-2014						\$ 141,096.82			
10-2016						177,535.66			
3-2017						<u>171,133.23</u>			
							<u>489,765.71</u>		
							\$ 495.00		

TOWNSHIP OF WESTAMPTON
GENERAL CAPITAL FUND
Statement of Deferred Charges to Future Taxation--Funded
For the Year Ended December 31, 2017

Balance Dec. 31, 2016	\$ 4,010,000.00
Decreased by:	
2017 Budget Appropriation to Pay:	
Serial Bonds	<u>465,000.00</u>
Balance Dec. 31, 2017	<u><u>\$ 3,545,000.00</u></u>

Exhibit SC-5

GENERAL CAPITAL FUND
Statement of Burlington County Open Space Grant Receivable
For the Year Ended December 31, 2017

Balance Dec. 31, 2016	\$ 72,000.00
Decreased by:	
Collected by Municipal Open Space Fund	<u>36,000.00</u>
Balance Dec. 31, 2017	<u><u>\$ 36,000.00</u></u>

TOWNSHIP OF WESTAMPTON
GENERAL CAPITAL FUND
Statement of Due from Current Fund
For the Year Ended December 31, 2017

Balance Dec. 31, 2016	\$ 89,234.00
Increased by:	
Interfund Loans Returned	<u>24,122.07</u>
	113,356.07
Decreased by:	
Receipts:	
Interest Earned on Deposits	<u>3,235.07</u>
Balance Dec. 31, 2017	<u><u>\$ 110,121.00</u></u>

Exhibit SC-7

TOWNSHIP OF WESTAMPTON
GENERAL CAPITAL FUND
Statement of Due from Municipal Open Space Fund
For the Year Ended December 31, 2017

Balance Dec. 31, 2016	\$ 250,000.00
Increased by:	
Burlington County Open Space Grant Funds Received	<u>36,000.00</u>
	286,000.00
Decreased by:	
Receipts:	
Interfund Loans Received	<u>180,000.00</u>
Balance Dec. 31, 2017	<u><u>\$ 106,000.00</u></u>

TOWNSHIP OF WESTAMPTON
GENERAL CAPITAL FUND
Statement of Capital Improvement Fund
For the Year Ended December 31, 2017

Balance Dec. 31, 2016	\$ 4,075.00
Increased by:	
Receipts:	
2017 Budget Appropriation	<u>20,000.00</u>
	24,075.00
Decreased by:	
Appropriation to Finance Improvement Authorizations	<u>23,250.00</u>
Balance Dec. 31, 2017	<u><u>\$ 825.00</u></u>

Exhibit SC-9

GENERAL CAPITAL FUND
Statement of Reserve for Encumbrances
For the Year Ended December 31, 2017

Balance Dec. 31, 2016	\$ 156,258.64
Increased by:	
Charged to Improvement Authorizations	<u>1,789.07</u>
	158,047.71
Decreased by:	
Disbursed	\$ 155,235.00
Canceled	<u>1,023.64</u>
	<u>156,258.64</u>
Balance Dec. 31, 2017	<u><u>\$ 1,789.07</u></u>

TOWNSHIP OF WESTAMPTON
GENERAL CAPITAL FUND
Statement of Improvement Authorizations
For the Year Ended December 31, 2017

Improvement Description	Ordinance Number	Amount	Balance Dec. 31, 2016		2017 Authorizations		Paid or Charged	Prior Year Orders Canceled	Reappropriated	Balance Dec. 31, 2017	
					Capital Improvement	Deferred Charges to Future Taxation				Funded	Unfunded
			Funded	Unfunded	Fund						
General Improvements:											
Acquisition of Various Pieces of Equipment and Construction of Various Capital Improvements	3-2007	\$ 220,000.00	\$ 3,370.21							\$ (3,370.21)	
Various Capital Improvements and Other Related Expenses In and For the Township	5-2009) 2-2010)	168,200.00	4,340.84							(4,340.84)	
Various Capital Improvements and Other Related Expenses In and For the Township	7-2010	58,000.00	11,839.32							(11,839.32)	
Various Capital Improvements and Other Related Expenses In and For the Township	5-2011	395,000.00	4,011.38							(4,011.38)	
Various Capital Improvements and Other Related Expenses In and For the Township	3-2012	312,000.00	3,089.86							(3,089.86)	
Acquisition of Various Capital Equipment and the Completion of Various Capital Improvements	4-2013	475,000.00	30,597.82				\$ 30,597.82				
Various Capital Improvements to Recreational Facilities in the Township	2-2014	1,400,000.00		\$ 141,096.82							\$ 141,096.82
Acquisition of Various Capital Equipment and Completion of Various Capital Improvements	4-2014	629,000.00	1,080.72							\$ 1,080.72	
Various Capital Improvements	2-2015	948,000.00	25,418.53				21,617.11			3,306.42	495.00
Acquisition of Various Pieces of Equipment and Completion of Various Capital Improvements	10-2016	400,000.00		179,484.27			2,972.25	\$ 1,023.64			177,535.66
Acquisition of Various Capital Equipment and Completion of Various Capital Improvements	3-2017	465,000.00			\$ 23,250.00	\$ 441,750.00	293,866.77				171,133.23
Emergency Services Department Vehicles Repairs	11-2017	26,651.61					26,651.61		26,651.61		
			<u>\$ 83,748.68</u>	<u>\$ 320,581.09</u>	<u>\$ 23,250.00</u>	<u>\$ 441,750.00</u>	<u>\$ 375,705.56</u>	<u>\$ 1,023.64</u>	<u>\$ -</u>	<u>\$ 4,387.14</u>	<u>\$ 490,260.71</u>
Disbursed							\$ 373,916.49				
Reserve for Encumbrances							1,789.07	\$ 1,023.64			
							<u>\$ 375,705.56</u>	<u>\$ 1,023.64</u>			

TOWNSHIP OF WESTAMPTON
GENERAL CAPITAL FUND
Statement of Bond Anticipation Notes
For the Year Ended December 31, 2017

<u>Improvement Description</u>	<u>Ordinance Number</u>	<u>Date of Original Issue</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	<u>Balance Dec. 31, 2016</u>	<u>Increased</u>	<u>Decreased</u>	<u>Balance Dec. 31, 2017</u>
Construction of Various Recreational Improvements and the Acquisition of Real Property	15-2008	10-20-08 10-20-08	6-14-16 6-07-17	6-13-17 6-08-18	1.090% 2.250%	\$ 598,507.00	\$ 399,253.00	\$ 598,507.00	\$ 399,253.00
Acquisition of Certain Real Property for Open Space and Various Recreational Improvements	6-2010	6-25-10 6-25-10	6-14-16 6-07-17	6-13-17 6-08-18	1.090% 2.250%	184,864.00	138,648.00	184,864.00	138,648.00
Completion of Various Capital Improvements to the Westampton Sports Complex	2-2014	6-17-14 6-17-14	6-14-16 6-07-17	6-13-17 6-08-18	1.090% 2.250%	1,213,334.00	1,096,668.00	1,213,334.00	1,096,668.00
Acquisition of Various Pieces of Equipment and Completion of Various Capital Improvements	10-2016	6-14-16 6-14-16	6-14-16 6-07-17	6-13-17 6-08-18	1.090% 2.250%	380,000.00	342,000.00	380,000.00	342,000.00
Acquisition of Various Capital Equipment and Completion of Various Capital Improvements	3-2017	6-08-17	6-08-17	6-08-18	2.250%		441,750.00		441,750.00
						<u>\$ 2,376,705.00</u>	<u>\$ 2,418,319.00</u>	<u>\$ 2,376,705.00</u>	<u>\$ 2,418,319.00</u>
Renewals							\$ 1,976,569.00	\$ 1,976,569.00	
Issued for Cash							441,750.00		
Paid by Current Fund Budget Appropriation								38,000.00	
Paid by Budget Appropriation--Reserve for Municipal Open Space								362,136.00	
							<u>\$ 2,418,319.00</u>	<u>\$ 2,376,705.00</u>	

TOWNSHIP OF WESTAMPTON
GENERAL CAPITAL FUND
Statement of General Serial Bonds
For the Year Ended December 31, 2017

<u>Purpose</u>	<u>Date of Issue</u>	<u>Original Issue</u>	<u>Maturities of Bonds</u>		<u>Interest Rate</u>	<u>Balance Dec. 31, 2016</u>	<u>Paid by Budget Appropriation</u>	<u>Balance Dec. 31, 2017</u>
			<u>Outstanding Dec. 31, 2017</u>	<u>Date</u>				
General Obligation Bonds - Series 2015	6-15-15	\$ 4,469,000.00	6-15-18	\$ 475,000.00	1.750%			
			6-15-19	485,000.00	2.000%			
			6-15-20	495,000.00	2.000%			
			6-15-21	505,000.00	2.000%			
			6-15-22	515,000.00	2.000%			
			6-15-23	530,000.00	2.125%			
			6-15-24	540,000.00	2.125%	\$ 4,010,000.00	\$ 465,000.00	\$ 3,545,000.00
						<u>\$ 4,010,000.00</u>	<u>\$ 465,000.00</u>	<u>\$ 3,545,000.00</u>

TOWNSHIP OF WESTAMPTON
GENERAL CAPITAL FUND
Statement of Bonds and Notes Authorized But Not Issued
For the Year Ended December 31, 2017

<u>Improvement Description</u>	<u>Ordinance Number</u>	<u>Balance Dec. 31, 2016</u>	<u>2017 Authorizations</u>	<u>Notes Issued</u>	<u>Balance Dec. 31, 2017</u>
General Improvements:					
Acquisition of Real Property	16-2004	\$ 0.33			\$ 0.33
Various Capital Improvements	2-2015	495.00			495.00
Acquisition of Various Capital Equipment and Completion of Various Capital Improvements	3-2017		\$ 441,750.00	\$ 441,750.00	
		<u>\$ 495.33</u>	<u>\$ 441,750.00</u>	<u>\$ 441,750.00</u>	<u>\$ 495.33</u>

PART 2

SCHEDULE OF FINDINGS AND RECOMMENDATIONS

FOR THE YEAR ENDED DECEMBER 31, 2017

TOWNSHIP OF WESTAMPTON
Schedule of Findings and Recommendations
For the Year Ended December 31, 2017

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. 2017-001

Criteria or Specific Requirement

An effective system of internal controls over the collection, recording and depositing of receipts is necessary to minimize the risk of unauthorized use of Township funds.

Condition

A lack of effective internal controls exists over the collection, recording and depositing of before/after school care program receipts and concession stand sales in the Trust Other Funds.

Context

Complete and accurate deposit records are not maintained for the before/after school care program receipts in the Trust Other Funds, which prohibits the Township from performing a proper reconciliation of revenues. Additionally, proper internal controls over the collection of cash and sales inventory are not in place at the Township's concession stand.

Effect

The lack of effective internal controls over the collection, recording and depositing of receipts increases the potential for unauthorized use of such receipts.

Cause

Proper supporting documentation is not always maintained and attached to deposit slips for before/after school care program receipts and proper internal controls over the collection of cash and sales inventory are not in place at the Township's concession stand.

Recommendation

That a system of effective internal controls be implemented over the collection, recording and depositing of all receipts in the Trust Other 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 WESTAMPTON
Schedule of Findings and Recommendations
For the Year Ended December 31, 2017

Schedule of Financial Statement Findings (Cont'd)

Finding No. 2017-002

Criteria or Specific Requirement

New Jersey Department of Community Affairs' Local Finance Notice CFO 2000-14 identifies proper procedures to be implemented to legally pay off-duty police officers in a timely manner.

Condition

The Township has not properly implemented procedures recommended by Local Finance Notice CFO 2000-14 regarding outside employment of off-duty municipal police officers.

Context

Not applicable.

Effect

The current practices of the Township are not authorized and are contrary to State law and regulations regarding use of public funds, anticipation of revenue, purpose of expenditures, and disclosure of financial activities.

Cause

The Township utilizes a "contra" accounting method to record payments, and subsequent reimbursements, for outside employment of its police officers.

Recommendation

That the Township properly implement procedures recommended by Local Finance Notice CFO 2000-14 regarding outside employment of off-duty municipal police officers.

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 WESTAMPTON
Schedule of Findings and Recommendations
For the Year Ended December 31, 2017

Schedule of Financial Statement Findings (Cont'd)

Finding No. 2017-003

Criteria or Specific Requirement

The Township's Code providing for payment of claims states that no claim shall be paid unless the voucher has attached to it a certification of a department head, or his or her duly designated representative having personal knowledge of the facts, that the goods have been received by, or the services rendered to, the Township and that those goods or services are consistent with prior authorization or authorizations.

Condition

Several instances were noted where the vendor invoice date predated the approval date on the purchase order.

Context

For fourteen of forty expenditures tested, the vendor invoice date predated the approval date on the purchase order.

Effect

Purchases and payments were made without documentation of prior authorization and approval.

Cause

Unknown.

Recommendation

That all payments from Township funds be made in accordance with the Township's Code providing for the payment of claims.

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 WESTAMPTON
Schedule of Findings and Recommendations
For the Year Ended December 31, 2017

Schedule of Financial Statement Findings (Cont'd)

Finding No. 2017-004

Criteria or Specific Requirement

N.J.A.C. 5:30-5.6 states that all local units shall have and maintain a fixed assets accounting and reporting system that has a subsidiary ledger, consisting of detailed property records for controlling additions, retirements and transfers of fixed assets. Such ledger shall be maintained and reconciled periodically and at the end of every fiscal year with the general ledger accounts for fixed assets.

Condition

The fixed assets subsidiary ledger was not maintained in a timely manner.

Context

Additions and retirements were not properly posted to the subsidiary ledger in a timely manner.

Effect

Noncompliance with N.J.A.C. 5:30-5.6.

Cause

The Township simply did not maintain the fixed assets subsidiary ledger in a timely manner.

Recommendation

That the Township maintain the fixed assets subsidiary ledger in a timely manner.

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

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

FINANCIAL STATEMENT FINDINGS

Finding No. 2016-001

Condition

Tax adjustments and other closing entries are not being properly posted in the Township's General Ledger accounting system for the Current Fund and the General Capital Fund.

Current Status

This condition has been resolved.

Finding No. 2016-002

Condition

In review of the Township's internal control procedures, the audit revealed that no written Standard Operating Procedures manual is in place. If an employee were to be out for an extended period of time, there is no written documentation of the responsibilities that would assist other employees in understanding what was required of that position.

Current Status

This condition has not been included as a finding in this report as the Township has various resolutions, ordinances, policies and procedures documenting employee responsibilities.

Finding No. 2016-003

Condition

It was noted during the auditor's review of the Township internal controls that there is a lack of segregation of duties and lack of oversight for the CFO and Tax Collector's offices. The same employees are performing collection, billing and reconciliation procedures.

Current Status

This condition has been resolved.

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

FINANCIAL STATEMENT FINDINGS (CONT'D)

Finding No. 2016-004

Condition

The Township does not properly maintain and update the fixed asset ledger.

Current Status

This condition remains unresolved as reported in Finding No. 2017-004.

Planned Corrective Action

The Township's chief financial officer will ensure that the fixed asset additions and retirements are properly posted to the subsidiary ledger in a timely manner.

TOWNSHIP OF WESTAMPTON
Officials in Office and Surety Bonds

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

<u>Name</u>	<u>Title</u>	<u>Amount of Surety Bond</u>
C. Andre Daniels	Mayor	
Abraham Lopez	Deputy Mayor	
Maureen Smith-Hartman	Committeewoman	
John Wisniewski	Committeeman	
Patricia Winsett-Teleisa	Committeewoman	
Robert Hudnell	Chief Financial Officer	\$1,000,000.00 (C)
Maria Carrington	Township Administrator, Deputy Clerk	1,000,000.00 (A)
Marion Karp	Township Clerk	1,000,000.00 (A)
Carol Brown-Layou	Tax Collector	1,000,000.00 (C)
Marlin Gene Blair, Jr.	Construction Official, Zoning Officer and Building Sub-Code Official	1,000,000.00 (A)
Richard Andronici	Municipal Magistrate	1,000,000.00 (B)
Sue Graubert	Court Administrator	1,000,000.00 (B)
Bonita Rankin	Deputy Court Administrator to August 7, 2017	1,000,000.00 (A)
Jodi Termi	Acting Deputy Court Administrator	1,000,000.00 (A)
Andrea Di Tomaso	Acting Deputy Court Administrator from August 7, 2017	1,000,000.00 (A)
Al Marmero	Solicitor	
Marie Procacci	Assessor	

(A) Covered by the Public Employee Dishonesty Coverage in the amount of \$50,000 written by the Burlington County Municipal Joint Insurance Fund and the Excess Public Employee Dishonesty Coverage in the amount of \$950,000 written by the Municipal Excess Liability Joint Insurance Fund.

(B) Covered by the Excess Public Officials Bond Coverage in the amount of \$1,000,000 written by the Municipal Excess Liability Joint Insurance Fund.

(C) Covered by the Primary Statutory Positions Bond Coverage in the amount of \$1,000,000 written by the Municipal Excess Liability Joint Insurance Fund.

All of the Bonds were examined and 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, appearing to read "Todd R. Saler". The signature is fluid and cursive, with the first name "Todd" being more prominent.

Todd R. Saler
Certified Public Accountant
Registered Municipal Accountant

