

TOWNSHIP OF EDGEWATER PARK

REPORT OF AUDIT

FOR THE YEAR ENDED DECEMBER 31, 2015

**TOWNSHIP OF EDGEWATER PARK
COUNTY OF BURLINGTON**

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TOWNSHIP OF EDGEWATER PARK

PART I

**REPORT OF AUDIT OF FINANCIAL STATEMENTS
AND SUPPLEMENTARY DATA**

YEAR ENDED DECEMBER, 31 2015

JOHN J. MALEY, JR.

Certified Public Accountant

Registered Municipal Accountant

P.O. Box 614

BORDENTOWN, NEW JERSEY 08505

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MEMBER
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INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and Members
of the Township Council
Township of Edgewater Park
County of Burlington
Edgewater Park, New Jersey 08010

We have audited the accompanying regulatory basis financial statements of each fund of the Township of Edgewater Park, in the County of Burlington, State of New Jersey, as of and for the fiscal year ended December 31, 2015 and 2014, 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 accounting principles and 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 Local Finance Board, 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 an opinion 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, and 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 Local Finance Board, 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 of material misstatement.

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

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

Basis for Adverse Opinion on U.S. generally Accepted Accounting Principles

As described in Note 1, the financial statements previously referred to have been prepared in conformity with accounting practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, which practices differ from accounting principles generally accepted in the United States of America. The effect on the financial statements of the variances between these regulatory accounting practices and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on U.S. generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the "Basis for Adverse Opinion of U.S. Generally Accepted Accounting Principles" paragraph, the financial statements referred to in the first paragraph do not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the various funds of the Township of Edgewater Park, State of New Jersey, as of December 31, 2015 and 2014 or the results of operations of such funds and changes in funds balances for the years then ended.

Opinion on Regulatory Basis of Accounting

In our opinion, the regulatory basis financial statements referred to in the first paragraph present fairly, in all material respects, the financial position of the various funds of the Township of Edgewater Park, State of New Jersey, as of December 31, 2015 and 2014, and the results of operations of such funds and changes in fund balances for the years then ended in conformity with the basis of accounting described in the Note 1.

Emphasis of Matter

As discussed in Note 1 to the financial statements, during the year ended December 31, 2015 the Township implemented the adopted Governmental Accounting Standards Board (GASB) Statement No. 68, *Accounting and Financial Reporting for Pensions - an Amendment of GASB Statement No.27*. Our opinion on the financial statements is not modified relating to this change in accounting principle.

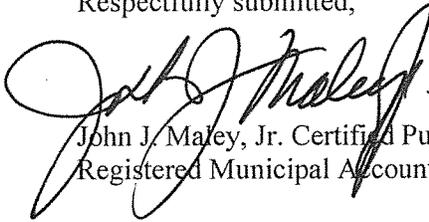
Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the Township's basic financial statements. The supplementary schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. The supplementary schedules 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 supplementary schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole, on the basis of accounting described in Note 1.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated May 9, 2016 on our consideration of the Township of Edgewater Park's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Township of Edgewater Park's internal control over financial reporting and compliance.

Respectfully submitted,



John J. Maley, Jr. Certified Public Accountant
Registered Municipal Accountant No. 218

May 9, 2016

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TOWNSHIP OF EDGEWATER PARK
COUNTY OF BURLINGTON

BASIC FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2015

JOHN J. MALEY, JR.

Certified Public Accountant

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**INDEPENDENT AUDITOR'S 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**

The Honorable Mayor and Members
of the Township Council
Township of Edgewater Park
County of Burlington
Edgewater Park, New Jersey 08010

We have audited 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 audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, the financial statements of the Township of Edgewater Park, in the County of Burlington, State of New Jersey, as of and for the year ended December 31, 2015, and related notes to the financial statements, which collectively comprise the Township of Edgewater Park's financial statements, and have issued our report thereon dated May 9, 2016. In our report our opinion was adverse because the financial statements were prepared on a comprehensive basis of accounting other than generally accepted accounting principles. Our opinion on the regulatory basis financial statements was unmodified.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Township of Edgewater Park'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 opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Township of Edgewater Park's internal control. Accordingly, we do not express an opinion on the effectiveness of the Township of Edgewater Park's internal control.

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

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

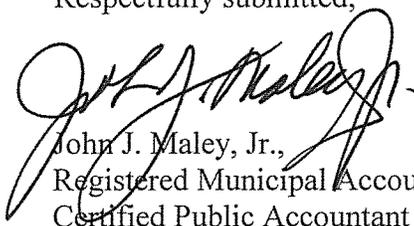
Compliance and Other Matters

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

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the result 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 in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Respectfully submitted,



John J. Maley, Jr.,
Registered Municipal Accountant No. 218
Certified Public Accountant

May 9, 2016

TOWNSHIP OF EDGEWATER PARK
CURRENT FUND

Statements of Assets, Liabilities, Reserves and Fund Balance -- Regulatory Basis
For the Years Ended December 31, 2015 and 2014

<u>ASSETS</u>	<u>Ref.</u>	<u>2015</u>	<u>2014</u>
Regular Fund:			
Cash--Chief Financial Officer	SA-1	\$ 3,820,775.32	\$ 2,431,902.26
Cash--Collector	SA-2	426,975.78	988,924.03
Cash--Change Fund	SA-3	250.00	250.00
Due from State of New Jersey, Ch. 20, P.L. 1971	SA-4	6,964.31	56,823.38
		<u>4,254,965.41</u>	<u>3,477,899.67</u>
Receivables with Full Reserves:			
Delinquent Property Taxes Receivable	SA-5	336,616.57	300,235.04
Tax Title Liens Receivable	SA-6	81,989.29	66,886.23
Property Acquired for Taxes--Assessed Valuation	A	3,094,800.00	3,094,800.00
Revenue Accounts Receivable	SA-7	18,886.23	13,623.00
Due Animal Control Fund	SB-5		1,066.72
Due Trust Other Fund	SB-7	98,090.44	46,647.97
		<u>3,630,382.53</u>	<u>3,523,258.96</u>
Deferred Charges:			
Special Emergency Appropriation (40A:4-53)	SA-19	15,000.00	20,000.00
		<u>7,900,347.94</u>	<u>7,021,158.63</u>
Federal and State Grant Fund:			
Cash	SA-1	71,366.54	112,237.26
Due Trust Other Fund	SA-20	721.84	
Federal and State Grants Receivable	SA-20	177,486.14	178,399.18
		<u>249,574.52</u>	<u>290,636.44</u>
		<u>\$ 8,149,922.46</u>	<u>\$ 7,311,795.07</u>

(Continued)

TOWNSHIP OF EDGEWATER PARK

CURRENT FUND

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

For the Years Ended December 31, 2015 and 2014

<u>LIABILITIES, RESERVES AND FUND BALANCE</u>	<u>Ref.</u>	<u>2015</u>	<u>2014</u>
Regular Fund:			
Appropriation Reserves	A-3;SA-8	\$ 736,556.71	\$ 795,562.34
Reserve for Encumbrances	A-3;SA-8	53,373.03	42,053.12
Accounts Payable	SA-1		27,933.94
Prepaid Taxes	SA-9	101,971.57	63,138.93
Tax Overpayments	SA-10	5,459.84	373.90
Due to State of New Jersey -- State Training Fees	SA-11	1,807.00	3,066.00
Due to State of New Jersey -- Marriage License Fees	SA-12	350.00	150.00
Due County for Added and Omitted Taxes	SA-16	580.88	5,106.26
Local District School Taxes Payable	SA-17	283,970.81	92,592.81
Reserve for Codification of Ordinances	SA-18	16,400.00	16,400.00
Reserve for Revaluation Expenses	SA-18		13,999.30
Reserve for Home Security Aid	SA-18		50,000.00
Reserve for Sale of Municipal Assets	SA-18	493,849.63	300,000.00
Due Animal Control Fund	SB-5	6,666.78	
Due Open Space Trust Fund	SB-14	13.11	
Due General Capital Fund	SC-6	110,000.00	46,257.67
		<u>1,810,999.36</u>	<u>1,456,634.27</u>
Reserves for Receivables and Other Assets	A	3,630,382.53	3,523,258.96
Fund Balance	A-1	<u>2,458,966.05</u>	<u>2,041,265.40</u>
		<u>7,900,347.94</u>	<u>7,021,158.63</u>
Federal and State Grant Fund:			
Reserve for State and Federal Grants:			
Unappropriated	SA-21	22,944.72	19,675.67
Appropriated	SA-22	220,379.80	260,862.77
Reserve for Encumbrances	SA-1;SA-22	6,250.00	10,098.00
		<u>249,574.52</u>	<u>290,636.44</u>
		<u>\$ 8,149,922.46</u>	<u>\$ 7,311,795.07</u>

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

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

<u>Revenue and Other Income Realized</u>	<u>2015</u>	<u>2014</u>
Fund Balance Utilized	\$ 745,000.00	\$ 430,000.00
Miscellaneous Revenues Anticipated	1,263,179.66	1,736,490.15
Receipts from Current Taxes	15,802,499.17	15,134,397.15
Receipts from Delinquent Taxes	304,385.62	287,783.94
Non-Budget Revenue	134,787.17	83,233.61
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	702,443.72	583,151.92
Cancellation of Prior Year Accounts Payable	2,933.94	
Cancellation of Grants Unappropriated		2.61
Cancellation of County Taxes		0.37
Cancellation of Reserve for Revaluation Expenses	13,999.30	
Cancellation of Reserve for Homeland Security	50,000.00	
Liquidation of Reserve:		
Due from Animal Control Fund	1,066.72	
	<u>19,020,295.30</u>	<u>18,255,059.75</u>
Total Income		
	<u>19,020,295.30</u>	<u>18,255,059.75</u>
<u>Expenditures</u>		
Budget and Emergency Appropriations:		
Operations--Within "CAPS":		
Salaries and Wages	2,238,311.00	2,224,239.00
Other Expenses	2,516,795.00	2,329,611.00
Deferred Charges and Statutory Expenditures--		
Municipal--Within "CAPS"	433,632.00	406,524.00
Operations--Excluded from "CAPS":		
Other Expenses	101,629.33	466,570.26
Capital Improvements--Excluded from "CAPS"	110,000.00	50,000.00
Municipal Debt Service--Excluded from "CAPS"	543,877.57	601,671.36
Deferred Charges --Municipal--Excluded from "CAPS"	5,000.00	38,200.00
County Taxes	2,404,863.08	2,493,739.69
Due County for Added and Omitted Taxes	580.88	5,106.26
Local District School Tax	8,938,914.00	8,271,447.00
Special -- Fire District Taxes	390,257.00	382,607.00
Municipal Open Space Taxes	60,400.00	60,850.00
Municipal Open Space Added and Omitted Taxes	13.11	110.88
Other Expenditures:		
Refund of Prior Year Revenue	10,230.03	
Cancellation of Grants Receivable	2,149.18	
Cancellation of Due from State of New Jersey	49,500.00	
Creation of Reserve:		
Due from Animal Control Fund		1,010.00
Due from Trust Other Fund	51,442.47	39,027.40
	<u>17,857,594.65</u>	<u>17,370,713.85</u>
Total Expenditures		
	<u>17,857,594.65</u>	<u>17,370,713.85</u>
Excess (Deficit) in Revenues	<u>1,162,700.65</u>	<u>884,345.90</u>
<u>Fund Balance</u>		
Balance Jan. 1	<u>2,041,265.40</u>	<u>1,586,919.50</u>
	3,203,966.05	2,471,265.40
Decreased by:		
Utilized as Revenue	<u>745,000.00</u>	<u>430,000.00</u>
Balance Dec. 31	<u>\$ 2,458,966.05</u>	<u>\$ 2,041,265.40</u>

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

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

	Anticipated <u>Budget</u>	Special N.J.S. <u>40A:4-87</u>	<u>Realized</u>	Excess or <u>(Deficit)</u>
Fund Balance Anticipated	\$ 745,000.00	-	\$ 745,000.00	-
Miscellaneous Revenues:				
Licenses:				
Alcoholic Beverages	5,600.00		10,150.00	\$ 4,550.00
Fees and Permits -- Other	5,000.00		10,964.00	5,964.00
Fines and Costs -- Municipal Court	75,000.00		199,614.76	124,614.76
Interest and Costs on Taxes	50,000.00		69,999.70	19,999.70
Interest on Investments and Deposits	5,000.00		8,211.95	3,211.95
Comcast Franchise Cable Fees	25,000.00		27,332.32	2,332.32
Consolidated Municipal Property Tax Relief Aid	30,635.00		30,635.00	
Energy Receipts Taxes	645,404.00		645,404.00	
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	50,000.00		114,013.40	64,013.40
Special Items of General Revenue Anticipated with Prior Written Consent of the Director of the Division of Local Government Services:				
Public and Private Revenue Off-Set with Appropriations:				
Clean Communities Grant		\$ 18,207.52	18,207.52	
Body Armor Replacement Grant	1,515.22		1,515.22	
Bulletproof Vest Partnership Program	1,244.08	1,236.14	2,480.22	
Recycling Tonnage Grant	16,916.37		16,916.37	
Other Special Items:				
Burlington Coat Factory Pilot	107,000.00		107,735.20	735.20
	<u>1,018,314.67</u>	<u>19,443.66</u>	<u>1,263,179.66</u>	<u>225,421.33</u>
Receipts from Delinquent Taxes	<u>225,000.00</u>		<u>304,385.62</u>	<u>79,385.62</u>
Amount to be Raised by Taxes for Support of Municipal Budget:				
Local Tax for Municipal Purposes Including Reserve for Uncollected Taxes	<u>4,423,040.00</u>	<u>-</u>	<u>4,486,902.10</u>	<u>63,862.10</u>
Budget Totals	<u>6,411,354.67</u>	<u>19,443.66</u>	<u>6,799,467.38</u>	<u>368,669.05</u>
Non-Budget Revenue	<u>-</u>	<u>-</u>	<u>134,787.17</u>	<u>134,787.17</u>
	<u>\$ 6,411,354.67</u>	<u>\$ 19,443.66</u>	<u>\$ 6,934,254.55</u>	<u>\$ 503,456.22</u>

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

Analysis of Realized Revenues

Allocation of Current Tax Collections:		\$ 15,802,499.17
Revenue from Collections		
Allocated to:		
County Taxes	\$ 2,405,443.96	
School Taxes	8,938,914.00	
Fire District Taxes	390,257.00	
Municipal Open Space Taxes	<u>60,413.11</u>	
		11,795,028.07
Balance for Support of Municipal Budget Appropriations		4,007,471.10
Add: Appropriation "Reserve for Uncollected Taxes"		<u>479,431.00</u>
Amount for Support of Municipal Budget Appropriations		<u>\$ 4,486,902.10</u>
Revenue from Delinquent Taxes:		
Delinquent Tax Receipts		\$ 298,164.83
Tax Title Lien Receipts		<u>6,220.79</u>
		<u>\$ 304,385.62</u>
Fees and Permits--Other:		
Revenue Accounts Receivable:		
Clerk		\$ 5,570.00
Planning Board		1,975.00
Zoning Board		2,770.00
Police Department		539.00
Property List		<u>110.00</u>
		<u>\$ 10,964.00</u>
Miscellaneous Revenue not Anticipated:		
Receipts - Chief Financial Officer:		
Senior Citizens and Veterans Administrative Fee	\$ 2,219.88	
Gasoline	6,539.75	
DMV Inspection Fees	650.00	
Comcast Settlement Agreement	25,000.00	
Other Reimbursements	7,758.24	
Insurance Reimbursements	5,650.00	
Miscellaneous Fees	1,727.41	
Property Maintenance Fees	644.72	
Restitution	311.41	
Construction Rental Inspection Fees	41,154.00	
Outstanding Checks Canceled	23,002.37	
Tax Title Lien Premiums Forfeited	3,200.00	
Unexpended Trust Reserves Canceled	<u>300.00</u>	
		\$ 118,157.78
Due from Trust Other Fund - Police Off Duty Admin Fee		400.00
Due from Trust Other Fund - Unexpended Trust Reserves Canceled		<u>1,335.00</u>
		\$ 119,892.78
Receipts - Tax Collector:		
Property Maintenance Fees		<u>14,894.39</u>
		<u>\$ 134,787.17</u>

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

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

	Appropriations			Paid or Charged	Encumbered	Reserved	Unexpended Balance Canceled
	Budget	Budget After Modification					
OPERATIONS--WITHIN "CAPS"							
GENERAL GOVERNMENT FUNCTIONS							
Administration							
Salaries and Wages	\$ 65,000.00	\$ 65,000.00	\$ 26,480.52		38,519.48		
Other Expenses	89,875.00	77,875.00	50,401.37	\$ 3,177.68	24,295.95		
Township Committee							
Salaries and Wages	16,522.00	16,522.00	16,522.00		1,799.56		
Other Expenses	5,625.00	5,625.00	3,825.44				
Municipal Clerk							
Salaries and Wages	110,000.00	110,000.00	106,878.97		3,121.03		
Other Expenses	23,950.00	23,950.00	20,701.54	407.08	2,841.38		
Financial Administration							
Salaries and Wages	50,600.00	50,600.00	39,621.79		10,978.21		
Other Expenses	83,450.00	83,450.00	70,290.64	400.00	12,759.36		
Audit Services							
Other Expenses	35,000.00	35,000.00	31,000.00		4,000.00		
Collection of Taxes							
Salaries and Wages	49,725.00	49,725.00	36,008.44		13,716.56		
Other Expenses	16,850.00	16,850.00	14,388.09		2,461.91		
Assessment of Taxes							
Salaries and Wages	10,300.00	10,300.00	10,282.96		17.04		
Other Expenses	9,800.00	9,800.00	8,221.84	8.55	1,569.61		
Legal Services and Costs							
Other Expenses	80,000.00	80,000.00	62,844.49		17,155.51		
Municipal Court							
Salaries and Wages	126,116.00	126,116.00	124,371.69		1,744.31		
Other Expenses	15,160.00	15,160.00	8,377.64	116.42	6,665.94		
Prosecutor							
Other Expenses	15,000.00	15,000.00	13,500.00		1,500.00		
Engineering Services and Costs							
Other Expenses	55,000.00	57,000.00	42,023.20		14,976.80		
Economic Development							
Other Expenses	10,000.00	10,000.00			10,000.00		
Land Use Administration							
Municipal Land Use Law (N.J.S.A. 40:55D-1):							
Planning and Zoning Boards							
Salaries and Wages	2,200.00	2,200.00	1,050.00		1,150.00		
Other Expenses	5,000.00	5,000.00	586.57		4,413.43		

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

	Appropriations		Paid or Charged	Encumbered	Reserved	Unexpended Balance Canceled
	Budget	Budget After Modification				
OPERATIONS--WITHIN "CAPS" (CONT'D)						
GENERAL GOVERNMENT FUNCTIONS (CONT'D)						
Insurance:						
General Liability	\$ 70,000.00	\$ 74,500.00	\$ 74,298.84		\$ 201.16	
Workers Compensation	166,000.00	161,200.00	143,990.16		17,209.84	
Employee Group Health	474,210.00	474,210.00	406,601.19		67,608.81	
Unemployment Compensation Insurance	9,000.00	9,000.00	8,721.31		278.69	
PUBLIC SAFETY FUNCTIONS						
Police						
Salaries and Wages	1,406,995.00	1,374,995.00	1,290,561.53		84,433.47	
Other Expenses	124,975.00	124,975.00	74,106.18	2,511.32	48,357.50	
Emergency Management						
Other Expenses	2,500.00	2,500.00	155.00		2,345.00	
Aid to Ambulance / Emergency Squad	25,000.00	25,000.00	25,000.00			
Public Defender						
Other Expenses	100.00	100.00			100.00	
PUBLIC WORKS FUNCTIONS						
Road Repairs and Maintenance						
Salaries and Wages	317,953.00	317,953.00	257,870.14		60,082.86	
Other Expenses	81,500.00	83,500.00	59,646.13	4,129.26	19,724.61	
Solid Waste Collection						
Salaries and Wages	5,000.00	5,300.00	4,999.94		300.06	
Other Expenses	127,050.00	127,050.00	97,248.05	8,147.00	21,654.95	
Public Buildings and Grounds						
Other Expenses	37,450.00	37,450.00	36,394.32	9.48	1,046.20	
Community Services Act						
Other Expenses	255,000.00	255,000.00	211,152.24	18,100.00	25,747.76	
HEALTH AND HUMAN SERVICES						
Animal Control						
Other Expenses	8,500.00	8,500.00	8,500.00			
Board of Health						
Salaries and Wages	4,100.00	4,100.00	3,800.08		299.92	
Other Expenses	950.00	950.00	222.00		728.00	

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

	Budget	Appropriations Budget After Modification	Paid or Charged	Encumbered	Reserved	Unexpended Balance Canceled
OPERATIONS--WITHIN "CAPS" (CONTD)						
PARK AND RECREATION FUNCTIONS						
Recreation Services						
Other Expenses	\$ 8,100.00	\$ 8,100.00	\$ 114.54		\$ 7,985.46	
Maintenance of Parks						
Other Expenses	4,500.00	4,500.00			4,500.00	
Celebration of Public Event, Anniversary or Holiday						
Other Expenses	6,000.00	6,000.00	3,464.30	145.07	2,390.63	
<u>State Uniform Construction Code Appropriations Offset by</u>						
<u>Dedicated Revenues (N.J.A.C. 5:23-4.17)</u>						
Construction Official						
Salaries and Wages	95,500.00	105,500.00	101,939.19		3,560.81	
Other Expenses	34,650.00	34,650.00	8,432.58	1,235.54	24,981.88	
Construction Sub-Code Officials						
Fire						
Salaries and Wages	6,500.00	6,500.00	6,020.00		480.00	
Plumbing						
Salaries and Wages	6,500.00	7,500.00	6,895.00		605.00	
Electrical						
Salaries and Wages	6,500.00	8,500.00	7,245.00		1,255.00	
UTILITY EXPENSES AND BULK PURCHASES						
Utilities:						
Electricity	50,000.00	56,000.00	45,128.49	1,500.00	9,371.51	
Street Lighting	105,000.00	99,000.00	87,313.16	7,000.00	4,686.84	
Telephone and Telegraph	25,000.00	25,000.00	21,259.02	576.38	3,164.60	
Water	3,500.00	3,500.00	2,188.29		1,311.71	
Natural Gas / Fuel Oil	15,000.00	15,000.00	7,897.85		7,102.15	
Telecommunications	22,000.00	22,000.00	17,691.59	559.25	3,749.16	
Gasoline	70,000.00	70,000.00	36,158.73	750.00	33,091.27	
Trash Disposal	211,500.00	211,500.00	161,602.37		49,897.63	

OPERATIONS--WITHIN "CAPS" (CONTD)

(Continued)

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

	Appropriations			Paid or Charged	Encumbered	Reserved	Unexpended Balance Canceled
	Budget	Budget After Modification					
<u>Unclassified:</u>							
Accumulated Absences Compensation	\$ 30,000.00	\$ 30,000.00	\$ 30,000.00				
Storm Recovery							
Other Expenses	5,000.00	5,000.00	5,000.00				
Storm Water Sewers							
Other Expenses	35,000.00	35,000.00	27,746.18	\$	7,253.82		
Environmental Commission							
Other Expenses	1,000.00	1,000.00	940.00		60.00		
Aid to Providence House							
Other Expenses	1,500.00	1,500.00	560.00		940.00		
Newsletter							
Other Expenses	5,400.00	5,400.00	4,050.00		1,350.00		
Senior Advisory							
Other Expenses	500.00	500.00	287.92		212.08		
Total Operations -- Within "CAPS"	4,740,106.00	4,713,106.00	3,972,578.51	\$ 48,773.03	691,754.46		-
Contingent	10,000.00	10,000.00			10,000.00		
Total Operations -- Including Contingent Within "CAPS"	4,750,106.00	4,723,106.00	3,972,578.51	48,773.03	701,754.46		-
Salaries and Wages	2,266,511.00	2,238,311.00	2,020,387.25		217,923.75		
Other Expenses	2,483,595.00	2,484,795.00	1,952,191.26	48,773.03	483,830.71		
DEFERRED CHARGES AND STATUTORY EXPENDITURES							
<u>MUNICIPAL--WITHIN "CAPS"</u>							
Statutory Expenditures:							
Public Employees' Retirement System	82,304.00	82,304.00	82,304.00				
Social Security System (O.A.S.I.)	165,000.00	165,000.00	147,722.79		17,277.21		
Police and Firemen's Retirement System of N.J.	182,328.00	182,328.00	182,328.00				
Defined Contribution Retirement Program	4,000.00	4,000.00	296.63		3,703.37		
Total Deferred Charges and Statutory Expenditures -- Within "CAPS"	433,632.00	433,632.00	412,651.42	-	20,980.58		-
Total General Appropriations for Municipal Purposes -- Within "CAPS"	5,183,738.00	5,156,738.00	4,385,229.93	48,773.03	722,735.04		-

OPERATIONS EXCLUDED FROM "CAPS"

(Continued)

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

	<u>Appropriations</u>			<u>Unexpended</u>		
	<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>
Insurance	\$	2,500.00	\$	2,500.00		
Employee Group Health Insurance				2,500.00		
Aid to Library (N.J.S.A. 40:54-35)						
Affordable Housing						
Other Expenses	25,000.00	50,000.00	36,064.39	4,600.00	9,335.61	
SFSP Fire District Payment	3,010.00	3,010.00			3,010.00	
Recycling Tax	5,000.00	7,000.00	6,465.75		534.25	
<u>Public and Private Programs Off-Set by Revenues</u>						
Clean Communities Grant		18,207.52	18,207.52			
Other Expenses (NJSA 40A:4-87 \$18,207.52)						
Body Armor Replacement Grant						
Other Expenses	1,515.22	1,515.22	1,515.22			
Bulletproof Vest Partnership Program						
Other Expenses (NJSA 40A:4-87 \$1,236.14)	1,244.08	2,480.22	2,480.22			
Recycling Tonnage Grant						
Other Expenses	16,916.37	16,916.37	16,916.37			
Total Operations--Excluded from "CAPS"	55,185.67	101,629.33	84,149.47	4,600.00	12,879.86	-
Salaries and Wages		3,010.00			3,010.00	
Other Expenses	55,185.67	98,619.33	84,149.47	4,600.00	9,869.86	
<u>CAPITAL IMPROVEMENT--EXCLUDED FROM "CAPS"</u>						
Capital Improvement Fund	110,000.00	110,000.00	110,000.00			
Acquisition of Four Wheel Drive Police Vehicles - Lease Purchase	32,000.00	32,000.00	31,058.19		941.81	
Total Capital Improvement Fund-- Excluded from "CAPS"	142,000.00	142,000.00	141,058.19	-	941.81	-
<u>MUNICIPAL DEBT SERVICE--EXCLUDED FROM "CAPS"</u>						
Payment of Bond Principal	320,000.00	320,000.00	320,000.00			
Interest on Bonds	214,000.00	214,000.00	213,965.80			34.20
Interest on Notes	12,000.00	12,000.00	9,911.77			2,088.23
Total Municipal Debt Service-- Excluded from "CAPS"	546,000.00	546,000.00	543,877.57	-	-	2,122.43

DEFERRED CHARGES:

(Continued)

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

	Appropriations	Paid or	Encumbered	Reserved	Unexpended
	Budget	Budget After Modification	Charged	-	Balance Canceled
Special Emergency Authorizations - 5 Years	\$ 5,000.00	\$ 5,000.00	\$ 5,000.00	-	-
Total Deferred Charges -- Excluded from "CAPS"	5,000.00	5,000.00	5,000.00	-	-
Total General Appropriations for Municipal Purposes--Excluded from "CAPS"	748,185.67	794,629.33	774,085.23	\$ 4,600.00	\$ 13,821.67
Subtotal General Appropriations	5,931,923.67	5,951,367.33	5,159,315.16	53,373.03	736,556.71
Reserve for Uncollected Taxes	479,431.00	479,431.00	479,431.00	-	-
Total General Appropriations	\$ 6,411,354.67	\$ 6,430,798.33	\$ 5,638,746.16	\$ 53,373.03	\$ 736,556.71
Appropriation by NJSA 40A:4-87 Adopted Budget	\$ 19,443.66	6,411,354.67			
	\$ 6,430,798.33				
Reserve for Uncollected Taxes		\$ 479,431.00			
Reserve for Federal, State and Other Grants Appropriated		39,119.33			
Special Emergency Authorizations - 5 Years		5,000.00			
Due Trust Other Fund		6,260.08			
Due Animal Control Fund		8,017.50			
Due General Capital Fund		129,043.38			
Refunded		(72,474.91)			
Disbursed		5,044,349.78			
		\$ 5,638,746.16			

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

TOWNSHIP OF EDGEWATER PARK
TRUST FUND
Statements of Assets, Liabilities and Reserves--Regulatory Basis
For the Years Ended December 31, 2015 and 2014

<u>ASSETS</u>	<u>Ref.</u>	<u>2015</u>	<u>2014</u>
Animal Control Fund:			
Cash--Chief Financial Officer	SB-1	\$ 1,412.23	\$ 12,836.50
Due from Current Fund	SB-5	<u>6,666.78</u>	<u> </u>
		<u>8,079.01</u>	<u>12,836.50</u>
Open Space Trust Fund:			
Cash--Chief Financial Officer	SB-1	106,932.66	84,229.66
Due from Current Fund	SB-6	<u>13.11</u>	<u> </u>
Cash--Chief Financial Officer	SB-1	<u>106,945.77</u>	<u>84,229.66</u>
Other Funds:			
Cash--Chief Financial Officer	SB-1	411,311.57	429,955.62
Cash--Collector	SB-2	277,632.49	141,778.17
Due from Developers Escrow Accounts	SB-1	<u> </u>	<u>20,383.99</u>
		<u>688,944.06</u>	<u>592,117.78</u>
		<u>\$ 803,968.84</u>	<u>\$ 689,183.94</u>

(Continued)

TOWNSHIP OF EDGEWATER PARK
TRUST FUND
Statements of Assets, Liabilities and Reserves--Regulatory Basis
For the Years Ended December 31, 2015 and 2014

LIABILITIES AND RESERVES

Animal Control Fund:			
Due to Current Fund	SB-5		\$ 1,066.72
Reserve for Encumbrances	SB-1		3,250.00
Reserve for Dog Fund Expenditures	SB-3	\$ 8,079.01	8,519.78
		<u>8,079.01</u>	<u>12,836.50</u>
Open Space Trust Fund:			
Reserve for Encumbrances	SB-1		4,900.00
Reserve for Open Space Trust	SB-6	106,945.77	79,329.66
		<u>106,945.77</u>	<u>84,229.66</u>
Other Funds:			
Due Current Fund	SB-7	98,090.44	46,647.97
Due Federal and State Grant Fund	SB-1	721.84	
Reserve for Encumbrances	SB-8	750.00	
Reserve for Special Law Enforcement	SB-8	807.11	4,484.34
Reserve for Public Defender	SB-8	3,994.50	3,116.50
Reserve for Escrow Deposits	SB-8	203,315.78	300,674.55
Reserve for Street Opening	SB-8	7,620.00	4,400.00
Reserve for Recreation Contributions	SB-8	8,566.13	8,330.05
Reserve for Recreation Community Day	SB-8		29.23
Reserve for Breakfast with Bunny	SB-8		300.00
Reserve for Parking Offenses Adjudication Act	SB-8	451.00	335.00
Reserve for Restitution	SB-8		100.00
Reserve for Bicycle Patrol Fund	SB-8	1,995.00	1,995.00
Reserve for Trees Fund (Branches of Love)	SB-8	567.00	567.00
Reserve for Police Outside Services	SB-8	5,367.96	3,307.96
Reserve for Train Station	SB-8	795.00	795.00
Reserve for Police Equipment Project	SB-8		1,232.00
Reserve for Affordable Housing	SB-8	29,967.90	26,783.00
Reserve for Very Low Income Affordable Housing	SB-8	17,084.49	17,084.49
Reserve for Flexible Spending	SB-8	1,155.40	1,807.03
Reserve for Development Fee	SB-8	3,127.42	3,126.70
Reserve for Redemption of Tax Sale Certificates	SB-8		3.00
Reserve for Accumulated Absences	SB-8	1,956.69	1,000.00
Reserve for Storm Recovery	SB-8	10,000.00	5,000.00
Payroll Deductions Payable	SB-8	14,977.91	19,220.79
Reserve for Tax Title Lien Redemptions	SB-8	26,632.49	13,678.17
Reserve for Premiums Received at Tax Sale	SB-8	251,000.00	128,100.00
		<u>688,944.06</u>	<u>592,117.78</u>
		<u>\$ 803,968.84</u>	<u>\$ 689,183.94</u>

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

TOWNSHIP OF EDGEWATER PARK
 TRUST OTHER FUND
 OPEN SPACE TRUST FUND
 Statement of Revenues--Regulatory Basis
 For the Year Ended December 31, 2015

	<u>Budget</u> <u>Revenues</u>	<u>Realized</u>	<u>Excess</u>
Amount To Be Raised By Taxation	\$ 60,400.00	\$ 60,413.11	\$ 13.11
Reserve Funds	70,000.00	70,000.00	
	<u>\$ 130,400.00</u>	<u>\$ 130,413.11</u>	<u>\$ 13.11</u>

TRUST OTHER FUND
 OPEN SPACE TRUST FUND
 Statement of Expenditures--Regulatory Basis

	<u>Budget</u> <u>Appropriations</u>	<u>Expended</u>	<u>Unexpended</u> <u>Balance</u> <u>Canceled</u>
Development of Lands for Recreation and Conservation:			
Salaries and Wages	\$ 12,400.00		\$ 12,400.00
Other Expenses	118,000.00	\$ 32,797.00	85,203.00
	<u>\$ 130,400.00</u>	<u>\$ 32,797.00</u>	<u>\$ 97,603.00</u>

TOWNSHIP OF EDGEWATER PARK
GENERAL CAPITAL FUND
 Statements of Assets, Liabilities, Reserves and Fund Balance--Regulatory Basis
 For the Years Ended December 31, 2015 and 2014

<u>ASSETS</u>	<u>Ref.</u>	<u>2015</u>	<u>2014</u>
Cash--Chief Financial Officer	SC-1	\$ 2,248,046.84	\$ 2,503,362.87
Deferred Charges to Future Taxation:			
Funded	SC-3	4,460,000.00	4,780,000.00
Unfunded	SC-4	1,880,987.84	1,321,895.00
Due from Current Fund	SC-6	110,000.00	46,257.67
Accounts Receivable	SC-8	182,880.00	
		<u>\$ 8,881,914.68</u>	<u>\$ 8,651,515.54</u>
 <u>LIABILITIES, RESERVES</u> <u>AND FUND BALANCE</u>			
General Serial Bonds	SC-12	\$ 4,460,000.00	\$ 4,780,000.00
Bond Anticipation Notes	SC-13	736,250.00	736,250.00
Improvement Authorizations:			
Funded	SC-8	1,363,449.41	1,394,117.41
Unfunded	SC-8	1,357,982.40	823,719.62
Contracts Payable	SC-5	37,605.00	205,472.35
Reserve for Encumbrances	SC-10	170,200.00	50,787.06
Reserve for Preliminary Authorizations Costs	SC-2		3,391.89
Reserve for Payment of Debt	SC-9	270,037.57	269,376.80
Capital Improvement Fund	SC-11	136,428.16	55,548.16
Fund Balance	C-1	349,962.14	332,852.25
		<u>\$ 8,881,914.68</u>	<u>\$ 8,651,515.54</u>

Exhibit C-1

GENERAL CAPITAL FUND
 Statement of Fund Balance - Regulatory Basis
 For the Year Ended December 31, 2015

Balance Dec. 31, 2014	\$ 332,852.25
Increased by:	
Receipts:	
Reserves for Preliminary Authorizations Costs Canceled	\$ 3,391.89
Improvement Authorizations Canceled	13,718.00
	<u>17,109.89</u>
Balance Dec. 31, 2015	<u>\$ 349,962.14</u>

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

TOWNSHIP OF EDGEWATER PARK
 GENERAL FIXED ASSETS
 STATEMENTS OF ASSETS, LIABILITIES, RESERVES AND
 FUND BALANCE - REGULATORY BASIS
 DECEMBER 31, 2015 AND 2014

	2015	2014
General Fixed Assets:		
Land	\$601,942.00	\$601,943.00
Buildings & Contents	1,647,427.89	2,145,729.87
Vehicles	839,495.00	705,448.00
	<hr/>	<hr/>
Total	<u>\$3,088,864.89</u>	<u>3,453,120.87</u>
Total Investment in General Fixed Assets	<u>\$3,088,864.89</u>	<u>3,453,120.87</u>

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

TOWNSHIP OF EDGEWATER PARK
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

Note 1. Summary of Significant Accounting Policies

A. Reporting Entity

The financial statements of the Township of Edgewater Park, County of Burlington, New Jersey (“the Township”), include every board, body, office or commission supported and maintained wholly or in part by funds appropriated by the Township as required by *N.J.S.A.40A:5-5*. The financial statements of the Township do not include the operations of the Board of Education, first aid organization or volunteer fire companies that are subject to separate audits.

B. Descriptions of Funds

The accounting policies of the Township conform to the accounting principles applicable to municipalities, which have been prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey (the “Division”). Such principles and practices 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. Under this method of accounting, the Township accounts for its financial transactions through the following separate funds:

Current Fund - resources and expenditures for government 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 – accounts for receipt and disbursement of funds for the acquisition of capital facilities, other than those acquired in the Current Fund.

Public Assistance Fund – the Public Assistance Fund accounts for receipt and disbursement of funds that provide assistance to certain residents of the township pursuant to Title 44 of New Jersey statutes.

C. Basis of Accounting

Revenues – are recorded as received in cash except for certain amounts, which may be due from the State of New Jersey or the federal government as grants. The amounts recorded as property taxes receivable and consumer accounts receivable have not been included in revenue. Amounts that are due to the municipality which are susceptible of accrual are recorded as receivables with offsetting reserves.

Expenditures – are recorded on the “budgetary” basis of accounting. Generally expenditures are recorded when an amount is encumbered for goods or services through the issuance of a purchase order in conjunction with the Encumbrance Accounting System. Outstanding encumbrances at

TOWNSHIP OF EDGEWATER PARK
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

Note 1. Summary of Significant Accounting Policies (continued):

December 31, are reported as a liability in the financial statements and constitute part of the Township's statutory Appropriation Reserve balance. Appropriation reserves covering unexpended appropriation balance are automatically created at December 31st of each year and recorded as liabilities, except for amounts which may be cancelled 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 fiscal year. Lapsed appropriation reserves are recorded as income. Appropriations for principal payments on outstanding general capital and utility bonds and notes are provided on the cash basis; interest on general capital indebtedness is on the cash basis.

Foreclosed Property – is recorded in the Current Fund at the assessed valuation when such property was acquired and is fully reserved.

Interfunds – 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 balance sheets.

General Fixed Assets – Property and equipment purchased by the Current and General Capital Funds are recorded as expenditures at the time of purchase and are not capitalized. All interest costs are recorded as expenditures when paid.

Accounting for Governmental Fixed Assets, as promulgated by Technical Directive No. 2 as issued by the Division of Local Government Services, differs in certain respects from generally accepted accounting principles. The following is a brief description of the provisions of the Directive.

Fixed assets used in governmental operations (general fixed assets) are accounted for in the General Fixed Assets Account Group. Public domain (“infrastructure”) general fixed assets consisting of certain improvements other than buildings, such as roads, bridges, curbs and gutters, streets and sidewalks and drainage systems are not capitalized.

All fixed assets are valued at historical cost or estimated historical cost if actual historical cost is not available except for land, which is valued at estimated market value. No depreciation on general fixed assets is recorded in the financial statements.

TOWNSHIP OF EDGEWATER PARK

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

Note 1. Summary of Significant Accounting Policies (continued):

Expenditures for construction in progress are recorded in the Capital Funds until such time as the construction is completed and put into operation. Fixed assets acquired through grants-in-aid or contributed capital has not been accounted for separately.

Budgets - the Township is required by state law to adopt an annual budget for the Current Fund. Each budget is presented in accordance with accounting principles prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

The following steps are taken in establishing the budgetary data reflected in the financial statements:

1. Prior to February 10th of the budget year the Township introduces a budget, which includes proposed expenditures and financing methods.
2. A public hearing is held 28 days after introduction, after a public hearing the budget may be adopted by the governing body.

Once a budget is approved it may be amended after November 1, by a resolution adopted by the governing body.

Impact of Recently Issued Accounting Principles - Adopted Accounting Pronouncements

For the year ended December 31, 2015, the Township implemented GASB Statement No. 68 *Accounting and Financial Reporting for Pensions* – (Amendment to GASB Statement No. 27). The implementation of the Statement requires the Township to disclose its portion of the collective net pension liability of the New Jersey Public Employees’ Retirement System (PERS) and the New Jersey Police Firemen’s Retirement System (PFRS).

Note 2. Cash and Cash Equivalents and Investments

The Township is governed by the deposit and investment limitations of New Jersey state law. The Deposits and investments held at December 31, 2015, and reported at fair value are as follows:

Type	Maturities	Carrying Value
Deposits:		
Demand Deposits	N/A	\$7,364,703.43

TOWNSHIP OF EDGEWATER PARK

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

Note 2. Cash and Cash Equivalents and Investments (continued):

Reconciliation of Statement of Comparative Balance Sheets:

Current	\$4,248,001.10
Dog Trust	1,412.23
Other Trust	795,876.72
General Capital	2,248,046.84
State and Federal Grants	<u>71,366.54</u>
Total Reconciliation of Comparative Balance Sheets	<u>\$7,364,703.43</u>

Custodial Credit Risk – Deposits in financial institutions, reported as components of cash, cash equivalents and investments had a bank balance of \$7,469,629.07 at December 31, 2015. Of the bank balance \$250,000.00 was fully insured by the FDIC (Federal Depository Insurance Corporation) and \$7,219,629.07 was secured by a collateral pool held by the bank, but not in the Township’s name, as required by New Jersey’s Governmental Unit Deposit Protection Act (GUDPA). The Governmental Unit Deposit Protection Act is more fully described in Note 3 of these financial statements.

Investment Interest Rate Risk – The Township has no formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. Maturities of investment held at December 31, 2015, are provided in the above schedule.

Investment Credit Risk – The Township has no investment policy that limits its investment choices other than the limitation of state law as follows:

- Bonds or other obligations of the United States of America or obligations guaranteed by the United States of America;
- Government money market mutual funds;
- Any obligation that a federal agency or federal instrumentality has issued in accordance with an act of Congress, which security has a maturity date not greater than 397 days from the date of purchase, provided that such obligations bear a fixed rate of interest not dependent on any index or other external factor;
- Bonds or other obligations of the Township or bonds or other obligations of the local unit or units within which the Township is located;
- Bonds or other obligations, having a maturity date of not more than 397 days from the date of purchase, approved by the Division of Investment in the Department of Treasury for investment by the Township;

TOWNSHIP OF EDGEWATER PARK
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

Note 2. Cash and Cash Equivalents and Investments (continued):

- Local Governments investment pools;
- Deposits with the State of New Jersey Cash Management Fund established pursuant to section 1 of P.L. 1977, c.281; or
- Agreements for the repurchase of fully collateralized securities with certain limitations.

Concentration of Investment Credit Risk – The Township places no limit on the amount it may invest in any one issuer.

Note 3. Governmental Unit Deposit Protection Act (GUDPA)

The Township has deposited cash in 2015 with an approved public fund depository qualified under the provisions of the Government Unit Deposit Protection Act. In addition to savings and checking accounts the Township invests monies in certificates of deposits.

The Governmental Unit Deposit Protection Act P.L. 1970, Chapter 236, was passed to afford protection against bankruptcy or default by a depository. C.17:9-42 provides that no governmental unit shall deposit funds in a public depository unless such funds are secured in accordance with this act. C.17:9-42 provides that every public depository having public funds on deposit shall, as security for such deposits, maintain eligible collateral having a market value at least equal to either (1) 5% of the average daily balance of collected public funds on deposit during the 6 month period ending on the next preceding valuation date (June 30 or December 31) or (2) at the election of the depository, at least equal to 5% of the average balance of collected public funds on deposit on the first, eighth, fifteenth, and twenty-second days of each month in the 6 month period ending on the next preceding valuation date (June 30 or December 31). No public depository shall be required to maintain any eligible collateral pursuant to this act as security for any deposit or deposits of any governmental unit to the extent such deposits are insured by F.D.I.C. or any other U.S. agency which insures public depository funds.

No public depository shall at any time receive and hold on deposit for any period in excess of 15 days public funds of a governmental unit(s) which, in the aggregate, exceed 75% of the capital funds of the depository, unless such depository shall, in addition to the security required to be maintained under the paragraph above, secure such excess by eligible collateral with a market value at least equal to 100% of such excess.

In the event of a default, the Commissioner of Banking within 20 days after the default occurrence shall ascertain the amount of public funds on deposit in the defaulting depository and the amounts covered by federal deposit insurance and certify the amounts to each affected governmental unit. Within 10 days after receipt of this certification, each unit shall furnish to the Commissioner verified statements of its public deposits. The Commissioner shall ascertain the amount derived or to be derived from the

TOWNSHIP OF EDGEWATER PARK
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

Note 3. Governmental Unit Deposit Protection Act (GUDPA) (continued):

liquidation of the collateral maintained by the defaulting depository and shall distribute such proceeds pro rata among the governmental units to satisfy the net deposit liabilities to such units.

If the proceeds of the sale of the collateral are insufficient to pay in full the liability to all affected governmental units, the Commissioner shall assess the deficiency against all other public depositories having public funds on deposit determined by a formula determined by law. All sums collected by the Commissioner shall be paid to the governmental units having deposits in the defaulting depository in the proportion that the net deposit liability to each such governmental unit bears to the aggregate of the net deposit liabilities to all such governmental units.

All public depositories are required to furnish information and reports dealing with public funds on deposit every six months, June 30th and December 31st, with the Commissioner of Banking. Any public depository which refuses or neglects to give any information so requested may be excluded by the Commissioner from the right to receive public funds for deposit until such time as the Commissioner shall acknowledge that such depository has furnished the information requested.

Upon review and approval of the Certification Statement that the public depository complies with statutory requirements, the Commissioner issues forms approving the bank as a municipal depository. The Municipality should request copies of these approval forms semiannually to assure that all depositories are complying with requirements.

Note 4. Debt

The Local Bond Law governs the issuance of bonds and notes to finance general municipal capital expenditures. Bonds are retired in serial installments within the statutory period of usefulness. Bonds issued by the Township are general obligation bonds, backed by the full faith and credit of the Township. Bond anticipation notes are issued to temporarily finance capital projects, prior to the issuance of serial bonds. The term of the notes cannot exceed one year but the notes may be renewed from time to time for a period not exceeding one year. All such notes must be paid no later than the tenth anniversary of the date of the original note. The State of New Jersey also prescribes that on or before the third anniversary date of the original note a payment of at least equal to the first legally payable installment of the bonds in anticipation of which such notes were issued be paid. A second legal installment must be paid if the notes are to be renewed beyond the fourth anniversary date of the original issuance and so on. Tax anticipation notes are issued if the cash on hand is not sufficient to carry on normal operations of the municipality at any time during the year. Such notes are authorized by a resolution adopted by the governing body.

TOWNSHIP OF EDGEWATER PARK
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

Note 4. Debt (continued):

A. Borrowing Power

New Jersey statutes limit the debt of a municipality to 3½% of the average of the last three preceding year’s equalized valuations of the taxable real estate and improvements. The Township’s statutory net debt at December 31, 2015 was \$6,070,950. The Township’s remaining borrowing power is \$14,654,722.

The summary of municipal debt for the last three years and the calculation of statutory net debt are presented in the Supplementary Data section of this report.

B. Pooled Loan Revenue Bonds – Series 2013A

In December of 2003, the Township entered into a lease and agreement with the Burlington County Bridge Commission (“Commission”). This agreement provides the Township to finance capital projects and capital equipment through the issuance of County-Guaranteed Pooled Loan Revenue Bonds (2003 Governmental Leasing Program). On February 28, 2013 the 2003 pooled loan revenue bonds were refinanced under Series 2013A. The following is a schedule of annual payments to the Commission for principal and interest:

Year	Principal	Interest	Total
2016	\$ 160,000	\$ 68,200	\$ 228,200
2017	160,000	63,400	223,400
2018	170,000	57,000	227,000
2019	175,000	48,500	223,500
2020	185,000	39,750	224,750
2021-2023	<u>610,000</u>	<u>61,750</u>	<u>671,750</u>
Total	<u>\$1,460,000</u>	<u>\$ 338,600</u>	<u>\$ 1,798,600</u>

C. Pooled Loan Revenue Bonds – Series 2014A-2

In January of 2014, the Township entered into a lease and agreement with the Burlington County Bridge Commission (“Commission”). This agreement provides the Township to permanently finance various general capital improvements through the issuance of County-Guaranteed Pooled Loan Revenue Bonds (2014A-2 Governmental Loan Program). The following is a schedule of annual payments to the Commission for principal and interest:

Year	Principal	Interest	Total
2016	\$ 175,000	\$ 134,368	\$ 309,368
2017	180,000	129,119	309,119

TOWNSHIP OF EDGEWATER PARK
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

Note 4. Debt (continued):

Year	Principal	Interest	Total
2018	190,000	121,918	311,918
2019	195,000	114,319	309,319
2020	205,000	104,568	309,568
2021-2025	1,200,000	357,594	1,557,594
2026-2028	<u>855,000</u>	<u>82,375</u>	<u>937,375</u>
Total	<u>\$3,000,000</u>	<u>\$1,044,261</u>	<u>\$ 4,044,261</u>

Note 5. Compensated Absences

Full-time employees are entitled to sick leave and vacation days each year in accordance with the current union contracts. Unused sick leave and vacation days may be accumulated and carried forward to the subsequent year.

The Township of Edgewater Park compensates employees for all unused vacation days upon termination or retirement. The current policy also provides for the payment of 75% of unused sick leave accumulated at the rate of pay upon termination or retirement.

The Township does not record accrued expenses related to compensated absences. However, it is estimated that, at December 31, 2015, accrued benefits for compensated absences are valued at \$251,626.

Note 6. Deferred Compensation Salary Account

The Township offers its employees a Deferred Compensation Program in accordance with Internal Revenue Code Section 457, which has been approved by the Director of the Division of Local Government Services. The program is offered by the Township through two program administrators, PEBSCO & Equitable. The investment fund balance of the program as of December 31, 2015 is \$272,710. The programs, available to all full time employees at their option, permit 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.

All amounts of compensation deferred under the Plan and all income attributed to those amounts are the exclusive property of the Township of Edgewater Park, subject to the claims of the general creditors of the Township Participants' rights under the plan are equal to those of a general creditor of the Township in an amount equal to the fair market value of the deferred account for each participant. It is unlikely that the Township would use plan assets to satisfy claims of the general creditors in the future.

TOWNSHIP OF EDGEWATER PARK

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

Note 6. Deferred Compensation Salary Account (continued):

Certain provisions of the Job Protection Act of 1997 affect the Plan. Commencing on January 1, 1999, 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. On September 3, 1997, the State of New Jersey implemented new regulations that require all new plans to be in compliance with the provisions of the Act. Since the Township's plan was adopted before August 20, 1996, the date the Act was signed into law, the Township has until January 1, 1999 to amend the plan or adopt a new one that complies with the Act and State regulations.

The Township assumes no liability for losses under the plan but does have the duty of due care that would be required of an ordinary prudent investor.

Note 7. Pension Obligations

A. Public Employees' Retirement System (PERS):

Plan Description - The State of New Jersey, Public Employees' Retirement System (PERS) is a cost-sharing multiple-employer defined benefit pension plan administered by the State of New Jersey, Division of Pensions and Benefits (the Division). For additional information about PERS, please refer to the Division's Comprehensive Annual Financial Report (CAFR) which can be found at www.state.nj.us/treasury/pensions/annrpts.shtml.

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

The following represents the membership tiers for PERS:

<u>Tier</u>	<u>Definition</u>
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 22, 2010
4	Members who were eligible to enroll on or after May 22, 2010 and prior to June 28, 2011
5	Members who were eligible to enroll on or after June 28, 2011

Service retirement benefits of 1/5 5th of final average salary for each year of service credit is available to tiers 1 and 2 members upon reaching age 60 and to tier 3 members upon reaching age 62. Service retirement benefits of 1/60th of final average salary for each year of service credit is available to tier 4 members upon reaching age 62 and tier 5 members upon reaching age 65. Early retirement benefits are available to tiers 1 and 2 members before reaching age 60, tiers 3 and 4 before age 62 with 25 or more years of service credit and tier 5 with 30 or more years of service credit before age 65. Benefits are reduced by a fraction of a percent for each month that a member retires prior to the age at which a member can receive full early retirement benefits in accordance with their respective tier. Tier 1 members can receive an unreduced benefit from age 55 to age 60 if they have at least 25 years of service.

TOWNSHIP OF EDGEWATER PARK
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

Note 7. Pension Obligations (continued):

A. Public Employees' Retirement System (PERS) (continued):

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.

Contributions - The contribution policy for PERS is set by *N.J.S.A. 15A* and requires contributions by active members and contributing employers. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. Funding for noncontributory group insurance benefits is based on actual claims paid. For fiscal year 2015, the State's pension contribution was less than the actuarial determined amount. The local employers' contribution amounts are based on an actuarially determined rate which includes the normal cost and unfunded accrued liability. Chapter 19, P.L. 2009 provided an option for local employers of PERS to contribute 50% of the normal and accrued liability contribution amounts certified for payments due in State fiscal year 2009. Such employers will be credited with the full payment and any such amounts will not be included in their unfunded liability. The actuaries will determine the unfunded liability of those retirement systems, by employer, for the reduced normal and accrued liability contributions provided under this law. This unfunded liability will be paid by the employer in level annual payments over a period of 15 years beginning with the payments due in the fiscal year ended June 30, 2012 and will be adjusted by the rate of return on the actuarial value of assets. Township contributions to PERS amounted to \$82,304 for 2015.

The employee contribution rate was 6.92% effective July 1, 2014 and increased to 7.06% effective July 1, 2015. Subsequent increases after October 1, 2011 are being phased in over 7 years effective on each July 1st to bring the total pension contribution rate to 7.5% of base salary as of July 1, 2018.

Net Pension Liability and Pension Expense - At December 31, 2015, the Township's proportionate share of the PERS net pension liability is valued to be \$1,910,555. The net pension liability was measured as of June 30, 2015. The total pension liability used to calculate the net pension liability was determined using update procedures to roll forward the total pension liability from an actuarial valuation as of June 30, 2014, to the measurement date of June 30, 2015. The Township's proportion of the net pension liability was based on the Township's actual contributions to the plan relative to the total of all participating employers' contributions for the year ended June 30, 2015. The Township's proportion measured as of June 30, 2015, was .00220%, which was an increase of .00215% from its proportion measured as of June 30, 2014.

TOWNSHIP OF EDGEWATER PARK
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

Note 7. Pension Obligations (continued):

A. Public Employees' Retirement System (PERS) (continued):

Balances at December 31, 2015 and December 2014		
	12/31/2015	12/31/2014
Actuarial valuation date	July 1, 2015	July 1, 2014
Net Pension Liability	\$ 1,910,555	\$ 1,869,218
Township's portion of the Plan's total		
Net Pension Liability	0.00220%	0.00005%

For the year ended December 31, 2015, the Township had an allocated pension expense of \$120,216.

Actuarial Assumptions – The collective total pension liability for the June 30, 2015 measurement date was determined by an actuarial valuation as of July 1, 2014, which was rolled forward to June 30, 2015. This actuarial valuation used the following actuarial assumptions:

	<u>PERS</u>
Measurement date	June 30, 2015
Actuarial valuation date	July 1, 2014
Investment rate of return	7.90%
Salary scale	2012-2021 - 2.15-4.40% Based on Age Thereafter - 3.15-5.40% Based on Age
Inflation rate	3.04%

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

TOWNSHIP OF EDGEWATER PARK

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

Note 7. Pension Obligations (continued):

A. Public Employees' Retirement System (PERS) (continued):

The actuarial assumptions used in the July 1, 2014 valuation were based on the results of an actuarial experience study for the period July 1, 2008 to June 30, 2011. It is likely that future experience will not exactly conform to these assumptions. To the extent that actual experience deviates from these assumptions, the emerging liabilities may be higher or lower than anticipated. The more the experience deviates, the larger the impact on future financial statements.

Long-Term Expected Rate of Return - In accordance with State statute, the long-term expected rate of return on plan investments 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 real rates of return for each major asset class included in PERS's target asset allocation as of June 30, 2015 are summarized in the following table:

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

TOWNSHIP OF EDGEWATER PARK

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

Note 7. Pension Obligations (continued):

A. Public Employees' Retirement System (PERS) (continued):

Discount Rate - The discount rate used to measure the total pension liability was 4.90% as of June 30, 2015. The single blended discount rate was based on long-term expected rate of return on pension plan investments of 7.90%, and a municipal bond rate of 3.80% as of June 30, 2015, based on the Bond Buyer Go 20-Bond Municipal Bond Index which includes tax-exempt general obligation municipals bonds with an average rating of AA/Aa or higher. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made based on the average of the last five years of contributions made in relation to the last five years of 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 2033. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments through 2033, and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

Sensitivity of the Township's proportionate share of the Net Pension Liability to Changes in the Discount Rate - The following presents the Township's proportionate share of the net pension liability calculated using the discount rate as disclosed above, 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-percentage-point lower (3.90%) or 1-percentage-point higher (5.90%) than the current rate:

	<u>Decrease</u> <u>(3.90%)</u>	<u>Discount</u> <u>(4.90%)</u>	<u>Increase</u> <u>(5.90%)</u>
Township's proportionate share of the net pension liability	\$ 1,891,449	\$ 1,910,555	\$ 1,929,661

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the separately issued PERS financial statements.

B. Police and Firemen's Retirement System (PFRS)

Plan Description – The State of New Jersey, Police and Firemen's Retirement System (PFRS) is a cost-sharing multiple-employer defined benefit pension plan administered by the State of New Jersey, Division of Pensions and Benefits (the Division). For additional information about PFRS, please refer to the Division's Comprehensive Annual Financial Report (CAFR) which can be found at www.state.nj.us/treasury/pensions/annrprts.shtml.

TOWNSHIP OF EDGEWATER PARK

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

Note 7. Pension Obligations (continued):

B. Police and Firemen's Retirement System (PFRS) (continued):

The vesting and benefit provisions are set by N.J.S.A. 43:16A. PFRS provides retirement as well as death and disability benefits. All benefits vest after ten years of service, except disability benefits which vest after four years of service.

The following represents the membership tiers for PFRS:

<u>Tier</u>	<u>Definition</u>
1	Members who were enrolled prior to May 22, 2010.
2	Members who were eligible to enroll on or after May 22, 2010 and prior to June 28, 2011
3	Members who were eligible to enroll on or after June 28, 2011

Service retirement benefits are available at age 55 and are generally determined to be 2% of final compensation for each year of creditable service, as defined, up to 30 years plus 1% for each year of service in excess of 30 years. Members may seek special retirement after achieving 25 years of creditable service, in which benefits would equal 65% (tiers 1 and 2 members) and 60% (tier 3 members) of final compensation plus 1 % for each year if 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.

Contributions - The contribution policy for PFRS is set by *N.J.S.A. 43:16A* and requires contributions by active members and contributing employers. State legislation has modified the amount that is contributed by the State. The State's contribution amount is based on an actuarially determined rate which includes the normal cost and unfunded accrued liability. For fiscal year 2015, the State contributed an amount less than the actuarially determined amount. The Local employers' contribution amounts are based on an actuarially determined rate which includes the normal cost and unfunded accrued liability. Chapter 19, P.L. 2009 provided an option for local employers of PFRS to contribute 50% of the normal and accrued liability contribution amounts certified for payments due in State fiscal year 2009. Such employers will be credited with the full payment and any such amounts will not be included in their unfunded liability. The actuaries will determine the unfunded liability of those retirement systems, by employer, for the reduced normal and accrued liability contributions provided under this law. This unfunded liability will be paid by the employer in level annual payments over a period of 15 years beginning with the payments due in the fiscal year ended June 30, 2012 and will be adjusted by the rate of return on the actuarial value of assets. Township contributions to PFRS amounted to \$182,328 for 2015.

The employee contributions for PFRS are 10.00% of employees' annual compensation, as defined.

Special Funding Situation – 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,

TOWNSHIP OF EDGEWATER PARK
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

Note 7. Pension Obligations (continued):

B. Police and Firemen's Retirement System (PFRS) (continued):

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 non-employer 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 to report in the financial statements of the local participating employers related to this legislation.

Net Pension Liability and Pension Expense - At December 31, 2015, the Township's proportionate share of the PFRS net pension liability is valued to be \$3,415,622. The net pension liability was measured as of June 30, 2015. The total pension liability used to calculate the net pension liability was determined using update procedures to roll forward the total pension liability from an actuarial valuation as of June 30, 2014, to the measurement date of June 30, 2015. The Township's proportion of the net pension liability was based on the Township's actual contributions to the plan relative to the total of all participating employers' contributions for the year ended June 30, 2015. The Township's proportion measured as of June 30, 2015, was .00015%, which was a decrease of .00002% from its proportion measured as of June 30, 2014.

Collective Balances at December 31, 2015 and December 31, 2014

	<u>12/31/15</u>	<u>12/31/14</u>
	July 1, 2015	July 1, 2014
Actuarial valuation date		
Net Pension Liability	3,415,622	2,986,082
Township's portion of the Plan's total net pension Liability	0.00015%	0.00017%

For the year ended December 31, 2015, the Township had an allocated pension expense of \$215,301.

Additionally, the State's proportionate share of the net pension liability attributable to the Township is \$299,839 as of December 31, 2015. The net pension liability was measured as of June 30, 2015. The total pension liability used to calculate the net pension liability was determined using update procedures to roll forward the total pension liability from an actuarial valuation as of June 30, 2014, to the measurement date of June 30, 2015. The State's proportion of the net pension liability associated with the Township 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 members, actuarially determined. The State's proportion measured as of June 30, 2015 was .00021%, which was a decrease of .00003% from its proportion measured as of June 30, 2014, which is the same proportion as the Township's.

TOWNSHIP OF EDGEWATER PARK
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

Note 7. Pension Obligations (continued):

B. Police and Firemen’s Retirement System (PFRS) (continued):

Township's Proportionate Share of the Net Pension Liability	\$ 3,415,622
State's Proportionate Share of the Net Pension Liability Associated with the Township	<u>299,539</u>
Total Net Pension Liability	<u>\$ 3,715,161</u>

For the year ended December 31, 2015, the Township’s total allocated pension expense was \$37,363.

Actuarial Assumptions – The collective total pension liability for the June 30, 2015 measurement date was determined by an actuarial valuation as of July 1, 2014, which was rolled forward to June 30, 2015. This actuarial valuation used the following actuarial assumptions:

	<u>PFRS</u>
Measurement date	June 30, 2015
Actuarial valuation date	July 1, 2014
Investment rate of return	7.90%
Salary scale	2012-2021 - 2.60-9.48% Based on Age Thereafter - 3.60-10.48% Based on Age
Inflation rate	3.04%

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

The actuarial assumptions used in the July 1, 2014 valuation were based on the results of an actuarial experience study for the period July 1, 2010 to June 30, 2013.

Long-Term Expected Rate of Return - In accordance with State statute, the long-term expected rate of return on plan investments is determined by the State Treasurer, after consultation with the Directors of

TOWNSHIP OF EDGEWATER PARK

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

Note 7. Pension Obligations (continued):

B. Police and Firemen's Retirement System (PFRS) (continued):

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 real rates of return for each major asset class included in PFRS's target asset allocation as of June 30, 2015 are summarized in the following table:

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

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

TOWNSHIP OF EDGEWATER PARK
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

Note 7. Pension Obligations (continued):

B. Police and Firemen’s Retirement System (PFRS) (continued):

Sensitivity of the Township’s proportionate share of the Net Pension Liability to Changes in the Discount Rate - The following presents the Township’s proportionate share of the net pension liability calculated using the discount rate as disclosed above, 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-percentage-point lower (4.79%) or 1-percentage-point higher (6.79%) than the current rate:

	Decrease (4.79%)	Discount Rate (5.79%)	Increase (6.79%)
Township's Proportiante Share of the Net Pension Liability	\$ 296,544	\$ 299,539	\$ 302,534

Pension Plan Fiduciary Net Position

Detailed information about the pension plan’s fiduciary net position is available in the separately issued PERS financial statements.

C. Defined Contribution Retirement Program

The Defined Contribution Retirement Program (DCRP) is a cost-sharing multiple-employer defined contribution pension fund which was established in 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.) and expanded under the provisions of Chapter 89, P.L. 2008 and Chapter 1, P.L. 2010. The DCRP provides eligible members, and their beneficiaries, with a tax-sheltered, defined contribution retirement benefit, along with life insurance and disability coverage. Vesting and benefit provisions are established by *N.J.S.A. 43:15C-1 et. seq.*

The contribution requirements of plan members are determined by State statute. 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’s contribution amounts for each pay period are transmitted to Prudential Financial not later than the fifth business day after the date on which the employee is paid for that pay period.

The Township’s currently has no employees enrolled in (DCRP).

Related Party Investments - The Division of Pensions and Benefits does not invest in securities issued by the Township.

TOWNSHIP OF EDGEWATER PARK

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

Note 8. Assessments and Collection of Property Taxes

New Jersey statutes require that taxable valuation of real property be prepared by the Township Tax Assessor as of October 1 in each year and filed with the County Board of Taxation (the "Board") by January 10 of the following year. Upon the filing of certified adopted budgets by the Township, Regional School District and County, the tax rate is struck by the Board based on the certified amounts in each of the taxing districts for collection to fund the budgets. Pursuant to statute, this process is to be completed on or before May 3, with a completed duplicate of the tax rolls to be delivered to the Township Tax Collector (the "Collector") on or before May 13th.

Tax bills are prepared then mailed by the Collector of the Township annually and set forth the final tax for the tax year. The bill contains a credit for preliminary amounts billed previously with the balance payable in equal installments on August 1st and November 1st of the tax year. In addition the property owner receives a preliminary bill for the succeeding year based on one half of the prior year's tax. The preliminary payments are due and payable on February 1st and May 1st. The NJ Statutes allow a grace period of 10 days for each payment period and the Township granted this option to taxpayers. Taxes become delinquent if not paid on the installment dates and become subject to interest penalties of 8% or 18% of the amount delinquent. If taxes are delinquent on or after April 1st of the succeeding year, the delinquent amount is subject to "Tax Sale" which places a tax lien on the property allowing the holder to enforce the tax lien by collection or foreclosure. New Jersey property tax laws establish a tax lien on real estate as of January 1st of the current tax year even though the amount due is not known.

Note 9. Deferred Charges to be Raised in Succeeding Budgets

Certain expenditures are required to be deferred to budgets of succeeding years. At December 31, 2015, the following deferred charges are shown on the statement of assets, liabilities, reserves and fund balance of the following fund:

	Balance December 31, 2014	2015 Budget Appropriation	Succeeding Years
Current Fund:			
Emergency Appropriation	\$20,000	\$5,000	\$15,000

The Appropriations in the 2015 Budget are not less than required by statute.

Note 10. Post-Retirement Benefits

Chapter 384 of Public Laws 1987 and Chapter 6 of Public Laws 1990 required PERS, to fund post-retirement medical benefits for those State employees who retire after reaching 60 and accumulating 25 years of credited service. P.L. 2007, c. 103 amended the law to eliminate the funding of post-retirement medical benefits through the PERS system. It created separate funds outside of the pension plans for the funding and payment of post-retirement medical benefits for retired State employees. As of June 30, 2014, there were 103,342 retirees eligible for post-retirement medical benefits. The cost of these benefits

TOWNSHIP OF EDGEWATER PARK
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

Note 10. Post Retirement Benefits (continued):

is funded through contributions by the State in accordance with Chapter 62, P.L. 1994. Funding of post-retirement medical premiums changed from a pre-funding basis to a pay-as-you-go basis beginning in fiscal year 1994.

The State is also responsible for the cost attributable to Chapter 126, P.L. 1992, which provides free health benefits to members of PERS and the Alternative Benefit Program. The State paid \$165.8 million toward Chapter 126 benefits for 18,122 eligible retired members in Fiscal Year 2014.

State Health Benefits Plan Description

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

The SHBP was extended to employees, retirees, and dependents of participating local public employers in 1964. Local employers must adopt a resolution to participate in the SHBP. In 1990, The Township of Edgewater Park authorized participation in the SHBP's post-retirement benefit program through resolution number 165-2002 on October 23, 2002. The Township adopted the provision of Chapter 88, Public Laws of 1974 as amended by Chapter 436, P.L. 1981 to permit local public employers to pay the premium charges for certain eligible pensioners and their dependents and to pay Medicare charges for such retirees and their spouses covered by the New Jersey Health Benefits Program. In 2011 Township employees began making health benefit contributions of 1.5% of their base salaries towards the health benefit costs.

The State Health Benefits Commission is the executive body established by statute to be responsible for the operation of the SHBP. The State of New Jersey Division of Pensions and Benefits issues a publicly available financial report that includes financial statements and required supplementary information for the SHBP. That report may be obtained by writing to: State of New Jersey Division of Pensions and Benefits, P.O. Box 295, Trenton, NJ 08625-0295 or by visiting their website at www.state.nj.us/treasury/pensions/gasb-43-aug2011.pdf.

Funding Policy

Participating employers are contractually required to contribute based on the amount of premiums attributable to their retirees. Post-retirement medical benefits under the plan have been funded on a pay-as-you-go basis since 1994. Prior to 1994, medical benefits were funded on an actuarial basis. Contributions to pay for the health premiums of participating retirees in the SHBP are billed to Edgewater Park Township on a monthly basis. As a participating employer the Authority will pay and remit to the State treasury contributions to cover the full cost of premiums for eligible pensioners on a

TOWNSHIP OF EDGEWATER PARK

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

Note 10. Post Retirement Benefits (continued):

basis comparable to the reimbursement made by the State to its eligible pensioners and their spouses in accordance with provisions of chapter 75, Public Laws of 1972.

The Township of Edgewater Park contributions to SHBP for the years ended December 31, 2015, 2014, and 2013, were \$23,469, \$14,724, and \$16,526 respectively, which equaled the required contributions for each year. There were four retired participants eligible at December 31, 2014, 2013 and three for 2012.

Note 11. Capital Assets

The following schedule is a summarization of the changes in General Capital Assets by Source for the year ended December 31, 2015:

	Balance December 31, 2014	Additions	Deletions/ Adjustments	Balance December 31, 2015
Land & Buildings	\$ 601,943		1	\$ 601,942
Building	2,145,730	5,295	503,597	1,647,428
Vehicles	705,448	138,264	4,217	839,495
Total	<u>\$3,453,121</u>	<u>\$143,559</u>	<u>\$ 507,815</u>	<u>\$3,088,865</u>

Note 12. Joint Insurance Pool

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

Workers' Compensation and Employer's Liability
Liability Other Than Motor Vehicles
Property Damage Other Than Motor Vehicles
Motor Vehicles

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

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

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

TOWNSHIP OF EDGEWATER PARK
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

Note 13. Fund Balance

Of the \$2,458,966 Current Fund balance at December 31, 2015, \$1,125,000 is appropriated in the 2016 budget.

Note 14. Interfunds

The following interfunds remained as of December 31, 2015:

Fund	Due From	Due To
Current Fund	\$ 98,090	\$ 116,680
Animal Control	6,667	
General Capital	110,000	
Grant Fund	722	
Trust Other Fund	<u>13</u>	<u>98,812</u>
Total	<u>\$ 215,492</u>	<u>\$ 215,492</u>

The purpose of these interfunds are short-term borrowings.

Note 15. Contingent Liabilities

The Township is the defendant in lawsuits arising principally in the normal course of operations. In the opinion of the administration, the outcome of these lawsuits will not have a material adverse effect on the accompanying financial statements.

Note 16. Subsequent Events

Township management has evaluated subsequent events occurring after December 31, 2015 through May 9, 2016, which is the date the financial statements were available to be issued.

TOWNSHIP OF EDGEWATER PARK
COUNTY OF BURLINGTON

SUPPLEMENTARY DATA

FOR THE YEAR ENDED DECEMBER 31, 2015

TOWNSHIP OF EDGEWATER PARK
CURRENT FUND
Statement of Current Cash
Per N.J.S.40A:5-5--Chief Financial Officer
For the Year Ended December 31, 2015

	<u>Current Fund</u>	<u>Federal and State Grant Fund</u>
Balance Dec. 31, 2014	\$ 2,431,902.26	\$ 112,237.26
Increased by Receipts:		
Received from Collector	\$ 16,453,955.72	
Taxes Receivable - Homestead Rebate	345,070.04	
Revenue Accounts Receivable	342,545.41	
Due from State of New Jersey, Ch. 20, P.L. 1971	110,994.18	
Miscellaneous Revenue not Anticipated	118,157.78	
Consolidated Municipal Property Tax Relief Aid	30,635.00	
Energy Receipts Tax	645,404.00	
Cable TV Franchise Fees	27,332.32	
Construction Code--State Training Fees	11,821.00	
Clerk--Marriage License Fees	1,200.00	
Reserve for Sale of Municipal Assets	193,849.63	
Appropriation Refunds	72,474.91	
Due Animal Control Trust Fund	112.00	
Due Trust Other Fund	56,398.05	
Due Current Fund		\$ 2,149.18
Federal and State Grants Receivable		40,430.40
	<u>18,409,950.04</u>	<u>42,579.58</u>
	20,841,852.30	154,816.84
Decreased by Disbursements:		
2015 Appropriations	5,044,349.78	
2014 Appropriation Reserves	134,281.20	
Accounts Payable	25,000.00	
County Taxes Payable	2,404,863.08	
Due County for Added and Omitted Taxes	5,106.26	
Local School Taxes Payable	8,747,536.00	
Municipal Open Space Taxes Payable	60,400.00	
Fire District Taxes Payable	390,257.00	
Tax Overpayments	4,263.26	
Construction Code--State Training Fees	13,080.00	
Clerk--Marriage License Fees	1,000.00	
Refund of Prior Year Revenue	10,238.60	
Petty Cash	297.03	
Due Trust Other Fund	112,973.33	
Due General Capital Fund	65,282.26	
Due Federal and State Grant Fund	2,149.18	
Reserve for Encumbrances		10,098.00
Federal and State Grants--Appropriated		73,352.30
	<u>17,021,076.98</u>	<u>83,450.30</u>
Balance Dec. 31, 2015	<u>\$ 3,820,775.32</u>	<u>\$ 71,366.54</u>

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

Balance Dec. 31, 2014		\$ 988,924.03
Increased by Receipts:		
Taxes Receivable	\$ 15,581,819.92	
Tax Title Liens	6,220.79	
Interest and Cost on Taxes	69,999.70	
2015 Prepaid Taxes	96,998.35	
Tax Overpayments	14,322.42	
Revenue Account Receivable	107,751.90	
Miscellaneous Revenue not Anticipated	<u>14,894.39</u>	
		<u>15,892,007.47</u>
		16,880,931.50
Decreased by Disbursements:		
Payments to Chief Financial Officer		<u>16,453,955.72</u>
Balance Dec. 31, 2015		<u><u>\$ 426,975.78</u></u>

TOWNSHIP OF EDGEWATER PARK
 CURRENT FUND
 Schedule of Change Funds
 For the Year Ended December 31, 2015

<u>Office</u>	<u>Amount</u>
Tax Collector	\$ 150.00
Police Department	100.00
	<u>\$ 250.00</u>

Exhibit SA-4

CURRENT FUND
 Statement of Due From State of New Jersey
 CH. 20, P.L. 1971
 For the Year Ended December 31, 2015

Balance Dec. 31, 2014		\$ 56,823.38
Increased by:		
2015 Senior Citizens' and Veterans' Deductions per Tax Billing	\$ 111,500.00	
2015 Senior Citizens' and Veterans' Deductions Allowed by Collector	<u>3,500.00</u>	
		\$ 115,000.00
2015 Senior Citizens' and Veterans' Deductions Disallowed by Collector		<u>4,364.89</u>
		<u>110,635.11</u>
		167,458.49
Decreased by:		
Canceled		49,500.00
Collections		<u>110,994.18</u>
		<u>160,494.18</u>
Balance Dec. 31, 2015		<u>\$ 6,964.31</u>

TOWNSHIP OF EDGEWATER PARK
CURRENT FUND
 Statement of Taxes Receivable and Analysis of Property Tax Levy
 For the Year Ended December 31, 2015

Year	Balance Dec. 31, 2014	Collections		Due from State of New Jersey	Canceled	Transferred to Tax Title Liens	Balance Dec. 31, 2015
		2015	2014				
2006	\$ 50.00						\$ 50.00
2013	4,133.21	\$ 4,133.21					
2014	296,051.83	294,031.62		\$ 254.00			1,766.21
	300,235.04	298,164.83	-	-	254.00	-	1,816.21
2015	-	\$ 15,628,725.13	\$ 63,138.93	\$ 110,635.11	\$ 66,301.88	\$ 20,290.82	334,800.36
	\$ 300,235.04	\$ 15,926,889.96	\$ 63,138.93	\$ 110,635.11	\$ 66,555.88	\$ 20,290.82	\$ 336,616.57

Analysis of 2015 Property Tax Levy

<u>Tax Yield</u>							
General Purpose Tax	\$ 16,198,266.37						
Added / Omitted Taxes	25,625.86						
				\$ 16,223,892.23			
<u>Tax Levy</u>							
Local District School Tax			8,938,914.00				
County Taxes:							
County Tax	\$ 1,986,574.89						
Open Space Tax	233,204.93						
Library	185,083.26						
County for Added and Omitted Taxes	580.88						
Total County Taxes			2,405,443.96				
Fire District Taxes			390,257.00				
Local Open Space Taxes	60,400.00						
Local Open Space Taxes Added and Omitted Taxes	13.11						
Local Tax for Municipal Purposes	4,423,040.00		60,413.11				
Add: Additional Tax Levied	5,824.16						
Local Tax for Municipal Purposes Levied			4,428,864.16				
					\$ 16,223,892.23		

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

Balance Dec. 31, 2014		\$ 66,886.23
Increased by:		
Transfers from Taxes Receivable	\$ 20,290.82	
Interest and Costs on Taxes	<u>1,266.59</u>	
		<u>21,557.41</u>
		88,443.64
Decreased by:		
Canceled	233.56	
Receipts -- Collector	<u>6,220.79</u>	
		<u>6,454.35</u>
Balance Dec. 31, 2015		<u>\$ 81,989.29</u>

TOWNSHIP OF EDGEWATER PARK
CURRENT FUND
Statement of Revenue Account Receivable
For the Year Ended December 31, 2015

	Balance Dec. 31, 2014	Accrued in 2015	Collected by			Balance Dec. 31, 2015
			Chief Financial Officer	Tax Collector	Animal Control Fund	
Clerk:						
Licenses:						
Alcoholic Beverages		\$ 10,150.00	\$ 10,150.00			
Fees and Permits -- Other:						
Clerk - Other	\$ 2,308.00	3,262.00	5,570.00			
Planning Board		1,975.00	1,975.00			
Zoning Board		2,770.00	2,770.00			
Police Department		539.00	539.00			
Property List		110.00	110.00			
Uniform Construction Code Fees	3,106.00	110,907.40	113,621.40		\$ 392.00	
Municipal Court Fines and Costs	8,209.00	210,291.99	199,614.76			\$ 18,886.23
Burlington Coat Factory Pilot		107,735.20		\$ 107,735.20		
Interest on Investments		8,211.95	8,195.25	16.70		
	<u>\$ 13,623.00</u>	<u>\$ 455,952.54</u>	<u>\$ 342,545.41</u>	<u>\$ 107,751.90</u>	<u>\$ 392.00</u>	<u>\$ 18,886.23</u>

TOWNSHIP OF EDGEWATER PARK
CURRENT FUND
Statement of 2014 Appropriation Reserves
For the Year Ended December 31, 2015

	Balance Dec. 31, 2014		Balance After Modification	Disbursed	Balance Lapsed
	Encumbered	Reserved			
<u>OPERATIONS--WITHIN "CAPS"</u>					
<u>GENERAL GOVERNMENT FUNCTIONS</u>					
Administration					
Salaries and Wages		\$ 966.18	\$ 966.18		\$ 966.18
Other Expenses	\$ 2,961.97	10,901.92	18,863.89	\$ 18,804.14	59.75
Township Committee					
Other Expenses	963.00	2,708.69	3,671.69	963.00	2,708.69
Municipal Clerk					
Salaries and Wages		1,994.58	1,994.58		1,994.58
Other Expenses	705.89	8,726.45	9,432.34	1,575.42	7,856.92
Financial Administration					
Salaries and Wages		33,995.29	33,995.29		33,995.29
Other Expenses	648.79	8,510.07	9,158.86	1,058.95	8,099.91
Audit Services					
Other Expenses		1,000.00	1,000.00		1,000.00
Collection of Taxes					
Salaries and Wages		4,564.35	4,564.35		4,564.35
Other Expenses		83.51	83.51		83.51
Assessment of Taxes					
Salaries and Wages		118.76	118.76		118.76
Legal Services and Costs					
Other Expenses		36,337.81	36,337.81		36,337.81
Municipal Court					
Salaries and Wages		566.08	566.08		566.08
Other Expenses	409.00	5,575.57	5,984.57	1,209.00	4,775.57
Engineering Services and Costs					
Other Expenses	2,681.00	3,332.68	26,013.68	9,076.00	16,937.68
Economic Development					
Other Expenses		1,000.00	1,000.00		1,000.00
Land Use Administration					
Municipal Land Use Law (N.J.S.A. 40:55D-1):					
Planning and Zoning Boards					
Salaries and Wages		150.00	150.00		150.00
Other Expenses		2,980.39	2,980.39		2,980.39
Insurance:					
General Liability		11,836.00	11,836.00		11,836.00
Workers Compensation					
Employee Group		141,158.10	141,158.10		141,158.10
Unemployment Compensation Insurance		488.99	488.99		488.99
<u>PUBLIC SAFETY FUNCTIONS</u>					
Police					
Salaries and Wages		157,123.23	80,123.23		80,123.23
Other Expenses	14,511.74	12,921.06	47,432.80	18,601.27	28,831.53
Emergency Management					
Other Expenses		2,375.00	2,375.00		2,375.00
<u>PUBLIC WORKS FUNCTIONS</u>					
Streets and Roads Maintenance					
Salaries and Wages		57,611.29	57,611.29		57,611.29
Other Expenses	5,840.42	4,936.95	30,777.37	7,782.00	22,995.37
Solid Waste Collection					
Salaries and Wages		0.20	0.20		0.20
Other Expenses		67,308.81	67,308.81	23,645.03	43,663.78
Public Buildings and Grounds					
Other Expenses	4,435.00	66.54	19,501.54	5,794.53	13,707.01

(Continued)

TOWNSHIP OF EDGEWATER PARK
CURRENT FUND
Statement of 2014 Appropriation Reserves
For the Year Ended December 31, 2015

	Balance Dec. 31, 2014		Balance After Modification	Disbursed	Balance Lapsed
	Encumbered	Reserved			
<u>OPERATIONS--WITHIN "CAPS" (CONT'D)</u>					
<u>HEALTH AND HUMAN SERVICES</u>					
Board of Health					
Salaries and Wages		\$ 361.46	\$ 361.46		\$ 361.46
Other Expenses		1,381.84	1,381.84		1,381.84
<u>PARK AND RECREATION FUNCTIONS</u>					
Recreation Services					
Other Expenses		7,249.67	14,249.67	\$ 6,300.00	7,949.67
Maintenance of Parks					
Other Expenses	\$ 250.00	69.10	5,319.10	250.00	5,069.10
Celebration of Public Events					
Other Expenses	45.00	3,112.55	3,157.55	45.00	3,112.55
<u>State Uniform Construction Code Appropriations Offset by Dedicated Revenues (N.J.A.C. 5:23-4.17)</u>					
Construction Official					
Salaries and Wages		23,695.73	8,695.73		8,695.73
Other Expenses	324.56	2,733.70	3,058.26	862.20	2,196.06
Subcode Officials					
Salaries and Wages		3,795.00	3,795.00		3,795.00
<u>UTILITY EXPENSES AND BULK PURCHASES</u>					
Utilities:					
Electricity	1,370.98	10,446.10	11,817.08	2,472.80	9,344.28
Street Lighting		19,567.94	19,567.94	7,810.29	11,757.65
Telephone and Telegraph		4,756.73	4,756.73		4,756.73
Water		1,346.83	1,346.83	70.65	1,276.18
Fuel Oil		5,655.72	5,655.72		5,655.72
Telecommunications	274.28	4,097.87	4,372.15	422.38	3,949.77
Gasoline	4,416.49	8,370.56	12,787.05	4,937.22	7,849.83
<u>Unclassified:</u>					
Storm Water Sewers					
Other Expenses		24,250.00	24,250.00		24,250.00
Aid to Providence House					
Other Expenses		1,220.00	1,220.00		1,220.00
Newsletter					
Other Expenses	1,350.00		1,350.00	1,350.00	
Senior Citizen Advisory Committee					
Other Expenses		191.43	191.43		191.43
Contingent		8,077.30	8,077.30		8,077.30
Statutory Expenditures:					
Social Security System (O.A.S.I.)		17,083.38	17,083.38		17,083.38
Defined Contribution Retirement Program		3,517.29	3,517.29	890.54	2,626.75
<u>OPERATIONS EXCLUDED FROM "CAPS"</u>					
Community Services Act					
Other Expenses		46,051.34	46,051.34	20,321.07	25,730.27
Affordable Housing					
Other Expenses	865.00	19,192.30	20,057.30	930.25	19,127.05
	\$ 42,053.12	\$ 795,562.34	\$ 837,615.46	\$ 135,171.74	\$ 702,443.72
Disbursed				\$ 134,281.20	
Due Trust Other Fund				890.54	
				<u>\$ 135,171.74</u>	

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

Balance Dec. 31, 2014 (2015 Taxes)		\$ 63,138.93
Increased by:		
Transfer from Overpayments	\$ 4,973.22	
Receipts -- Collector -- 2016 Taxes	<u>96,998.35</u>	
Receipts -- Collector -- 2016 Taxes		<u>101,971.57</u>
		165,110.50
Decreased by:		
Applied to 2015 Taxes Receivable		<u>63,138.93</u>
Balance Dec. 31, 2015 (2016 Taxes)		<u><u>\$ 101,971.57</u></u>

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

Balance Dec. 31, 2014		\$ 373.90
Increased by:		
Receipts -- Collector		<u>14,322.42</u>
		\$ 14,696.32
Decreased by:		
Refunds - Chief Financial Officer	\$ 4,263.26	
Application to Prepaid Taxes	<u>4,973.22</u>	
		<u>9,236.48</u>
Balance Dec. 31, 2015		<u><u>\$ 5,459.84</u></u>

TOWNSHIP OF EDGEWATER PARK
 CURRENT FUND
 Statement of Due to State of New Jersey
 Uniform Construction Code--State Training Fees
 For the Year Ended December 31, 2015

Balance Dec. 31, 2014	\$ 3,066.00
Increased by:	
Receipts	<u>11,821.00</u>
	14,887.00
Decreased by:	
Payments	<u>13,080.00</u>
Balance Dec. 31, 2015	<u><u>\$ 1,807.00</u></u>

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

Balance Dec. 31, 2014	\$ 150.00
Increased by:	
Receipts	<u>1,200.00</u>
	1,350.00
Decreased by:	
Payments	<u>1,000.00</u>
Balance Dec. 31, 2015	<u><u>\$ 350.00</u></u>

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

Levy:			
County Tax	\$	1,986,574.89	
Open Space Tax		233,204.93	
Library		<u>185,083.26</u>	
			\$ 2,404,863.08
Decreased by:			
Payments			<u>2,404,863.08</u>
Balance Dec. 31, 2015			<u><u>\$ -</u></u>

CURRENT FUND
 Statement of Municipal Open Space Tax Payable
 For the Year Ended December 31, 2015

Levy:			
Municipal Open Space Tax	\$	60,400.00	
Municipal Open Space Added and Omitted Taxes		<u>13.11</u>	
			\$ 60,413.11
Decreased by:			
Payments			<u>60,400.00</u>
Balance Dec. 31, 2015			<u><u>\$ 13.11</u></u>

CURRENT FUND
 Statement of Fire District Taxes Payable
 For the Year Ended December 31, 2015

Levy			\$ 390,257.00
Decreased by:			
Payments			<u>390,257.00</u>
Balance Dec. 31, 2015			<u><u>\$ -</u></u>

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

Balance Dec. 31, 2014	\$	5,106.26
Increased by:		
County Share of Added / Omitted Taxes		580.88
		5,687.14
Decreased by:		
Payments		5,106.26
Balance Dec. 31, 2015	\$	580.88

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

Balance Dec. 31, 2014:	\$	92,592.81
Increased by:		
Levy--Calendar Year January 1, 2015 to December 31, 2015		8,938,914.00
		9,031,506.81
Decreased by:		
Payments		8,747,536.00
Balance Dec. 31, 2015:	\$	283,970.81

TOWNSHIP OF EDGEWATER PARK
CURRENT FUND
 Statement of Current Fund Reserves
 For the Year Ended December 31, 2015

<u>Reserve</u>	<u>Balance</u> Dec. 31, 2014	<u>Receipts</u>	<u>Disbursements</u>	<u>Canceled</u>	<u>Balance</u> Dec. 31, 2015
Reserve for Codification of Ordinances	\$ 16,400.00				\$ 16,400.00
Reserve for Revaluation Program	13,999.30			\$ 13,999.30	
Reserve for Homeland Security	50,000.00			50,000.00	
Reserve for Sale of Municipal Assets	300,000.00	\$ 193,849.63			493,849.63
	<u>\$ 380,399.30</u>	<u>\$ 193,849.63</u>	<u>\$ -</u>	<u>\$ 63,999.30</u>	<u>\$ 510,249.63</u>

CURRENT FUND
 Statement of Deferred Charges
 N.J.S.40A:4-53 -- Special Emergencies
 For the Year Ended December 31, 2015

<u>Date</u> <u>Authorized</u>	<u>Purpose</u>	<u>Net Amount</u> <u>Authorized</u>	<u>1/5 of</u> <u>Net Amount</u> <u>Authorized</u>	<u>Balance</u> <u>Dec. 31, 2014</u>	<u>Raised</u> <u>in 2015</u> <u>Budget</u>	<u>Balance</u> <u>Dec. 31, 2015</u>
09-03-13	Codification of Ordinances	25,000.00	5,000.00	\$ 20,000.00	\$ 5,000.00	\$ 15,000.00

TOWNSHIP OF EDGEWATER PARK
 FEDERAL AND STATE GRANT FUND
 Statement of Reserve For Federal and State Grants--Receivable
 For the Year Ended December 31, 2015

<u>Program</u>	<u>Balance Dec. 31, 2014</u>	<u>Accrued</u>	<u>Received</u>	<u>Canceled</u>	<u>Balance Dec. 31, 2015</u>
Federal:					
Bulletproof Vest Partnership Program		\$ 1,957.98	\$ 721.84		\$ 1,236.14
New Jersey Department of Transportation	\$ 51,250.00				51,250.00
Total Federal Grants	51,250.00	1,957.98	721.84	-	52,486.14
State:					
Clean Communities Grant		18,207.52	\$ 18,207.52		
Management Plan	2,000.00			\$ 2,000.00	
Alcohol Education and Rehabilitation	149.18			149.18	
Recycling Tonnage Grant		20,712.55	20,712.55		
Body Armor Replacement Grant		1,510.33	1,510.33		
Total State Grants	2,149.18	40,430.40	40,430.40	2,149.18	-
Local Grants:					
Burlington County Municipal Park	125,000.00	-	-	-	125,000.00
Total All Grants	\$ 178,399.18	\$ 42,388.38	\$ 41,152.24	\$ 2,149.18	\$ 177,486.14
Receipts					
Due Trust Other Fund			\$ 40,430.40		
			721.84		
			<u>\$ 41,152.24</u>		

TOWNSHIP OF EDGEWATER PARK
FEDERAL AND STATE GRANT FUND
 Statement of Reserve For State Grants--Unappropriated
 For the Year Ended December 31, 2015

<u>Program</u>	<u>Balance</u> <u>Dec. 31, 2014</u>	<u>Grants</u> <u>Receivable</u>	<u>Realized</u> <u>as Revenue</u> <u>2015 Budget</u>	<u>Balance</u> <u>Dec. 31, 2015</u>
Federal:				
Bulletproof Vest Partnership Program	\$ 1,244.08	\$ 1,957.98	\$ 2,480.22	\$ 721.84
	<u>1,244.08</u>	<u>1,957.98</u>	<u>2,480.22</u>	<u>721.84</u>
State:				
Clean Communities Grant		18,207.52	18,207.52	
Recycling Tonnage Grant	16,916.37	20,712.55	16,916.37	20,712.55
Body Armor Replacement Fund	1,515.22	1,510.33	1,515.22	1,510.33
	<u>18,431.59</u>	<u>40,430.40</u>	<u>36,639.11</u>	<u>22,222.88</u>
Total State Grants				
	<u>\$ 19,675.67</u>	<u>\$ 42,388.38</u>	<u>\$ 39,119.33</u>	<u>\$ 22,944.72</u>
Total All Grants				

TOWNSHIP OF EDGEWATER PARK
 FEDERAL AND STATE GRANT FUND
 Statement of Federal and State Grants--Appropriated
 For the Year Ended December 31, 2015

<u>Program</u>	<u>Balance Dec. 31, 2014</u>	<u>Transferred from 2015 Budget Appropriation</u>	<u>Disbursed</u>	<u>Encumbered</u>	<u>Balance Dec. 31, 2015</u>
Federal Grants:					
Bulletproof Vest Partnership Program		\$ 2,480.22			\$ 2,480.22
New Jersey Department of Transportation	\$ 51,250.00		\$ 46,042.02		5,207.98
Storm Water Regulation	7,936.00				7,936.00
Total Federal Grants	59,186.00	2,480.22	46,042.02	-	15,624.20
State Grants:					
Clean Communities Grant	11,913.00	18,207.52	19,107.04		11,013.48
Drunk Driving Enforcement Grant	3,058.00				3,058.00
Alcohol Education and Rehabilitation	7,289.00				7,289.00
Green Communities Grant	3,000.00				3,000.00
Green Acres Tree Management Plan	2,400.00		1,107.50		1,292.50
Recycling Tonnage Grant	40,056.12	16,916.37	4,873.74	\$ 6,250.00	45,848.75
Domestic Violence Training Program	4,990.00				4,990.00
School Safety Program/Child Identification	500.00				500.00
Body Armor Replacement	3,470.65	1,515.22	2,222.00		2,763.87
Total State Grants	76,676.77	36,639.11	27,310.28	6,250.00	79,755.60
Local Grants:					
Burlington County Municipal Park	125,000.00	-	-	-	125,000.00
Total All Grants	\$ 260,862.77	\$ 39,119.33	\$ 73,352.30	\$ 6,250.00	\$ 220,379.80
Due General Capital Fund			\$ 46,042.02		
Disbursed			27,310.28		
			\$ 73,352.30		

TOWNSHIP OF EDGEWATER PARK
TRUST FUNDS
Statement of Trust Cash
Per N.J.S.40A:5-5--Chief Financial Officer
For the Year Ended December 31, 2015

	Animal Control Trust Fund	Open Space Trust Fund	Other Funds
Balance Dec. 31, 2014	\$ 12,836.50	\$ 84,229.66	\$ 429,955.62
Increased by Receipts:			
Dog License Fees	\$ 6,297.20		
Due to State of New Jersey	889.80		
Due Current Fund	396.00		\$ 108,190.55
Due Developers			20,383.99
Due Federal and State Grant Fund			721.84
Reserve for Open Space Trust	\$ 60,400.00		
Reserve for Special Law Enforcement			1.01
Reserve for Public Defender			8,378.00
Reserve for Escrow Deposits			20,650.97
Reserve for Street Opening			8,020.00
Reserve for Recreation			2,405.01
Reserve for Parking Offenses Adjudication Act			116.00
Reserve for Police Outside Services			9,486.25
Reserve for Flexible Spending			119.19
Reserve for Development Fee			0.72
Reserve for Affordable Housing			3,000.00
Payroll Deductions Payable			896,648.73
Net Payroll			1,339,218.56
	<u>7,583.00</u>	<u>60,400.00</u>	<u>2,417,340.82</u>
	20,419.50	144,629.66	2,847,296.44
Decreased by Disbursements:			
Due Current Fund			56,026.98
Expenditures Under R.S.4:19-15.11	14,867.47		
Due to State of New Jersey	889.80		
Reserve for Encumbrances	3,250.00	4,900.00	
Reserve for Open Space Trust		32,797.00	
Reserve for Special Law Enforcement			3,689.00
Reserve for Public Defender			6,750.00
Reserve for Escrow Deposits			118,009.74
Reserve for Street Opening			4,800.00
Reserve for Recreation			2,198.16
Reserve for Police Outside Services			3,630.00
Reserve for Flexible Spending			3,393.00
Payroll Deductions Payable			898,269.43
Net Payroll			1,339,218.56
	<u>19,007.27</u>	<u>37,697.00</u>	<u>2,435,984.87</u>
Balance Dec. 31, 2015	<u>\$ 1,412.23</u>	<u>\$ 106,932.66</u>	<u>\$ 411,311.57</u>

TOWNSHIP OF EDGEWATER PARK
TRUST FUNDS
Statement of Trust Cash
Per N.J.S.40A:5-5--Collector
For the Year Ended December 31, 2015

		<u>Other Funds</u>
Balance Dec. 31, 2014		\$ 141,778.17
Increased by Receipts:		
Reserve for Tax Title Lien Redemptions	\$ 130,084.41	
Reserve for Premiums Received at Tax Sale	<u>187,500.00</u>	
		<u>317,584.41</u>
		459,362.58
Decreased by Disbursements:		
Reserve for Tax Title Lien Redemptions	117,130.09	
Reserve for Premiums Received at Tax Sale	<u>64,600.00</u>	
		<u>181,730.09</u>
Balance Dec. 31, 2015		<u><u>\$ 277,632.49</u></u>

Exhibit SB-3

ANIMAL CONTROL TRUST FUND
Statement of Reserve For Animal Control Fund Expenditures
For the Year Ended December 31, 2015

Balance Dec. 31, 2014		\$ 8,519.78
Increased by:		
Receipts:		
License Fees Collected by Clerk	\$ 6,297.20	
License Fees Collected by Current Fund	112.00	
2015 Budget Appropriation	<u>8,017.50</u>	
		<u>14,426.70</u>
		22,946.48
Decreased by:		
Expenditures Under R.S.4:19-15.11:		
Disbursements		<u>14,867.47</u>
Balance Dec. 31, 2015		<u><u>\$ 8,079.01</u></u>

License Fees Collected

<u>Year</u>	<u>Amount</u>
2013	\$ 7,073.00
2014	<u>6,876.60</u>
	<u><u>\$ 13,949.60</u></u>

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

Increased by:		
Registration Fees Collected by Clerk	\$	889.80
Decreased by:		
Payments		889.80
Balance Dec. 31, 2015	\$	-

ANIMAL CONTROL TRUST FUND
Statement of Due to/from Current Fund
For the Year Ended December 31, 2015

Balance Dec. 31, 2014 (Due to)		
	\$	1,066.72
Increased by:		
Receipts		396.00
		1,462.72
Decreased by:		
2015 Budget Appropriation	\$	8,017.50
Receipts in Current Fund on Behalf of Animal Control Fund		112.00
		8,129.50
Balance Dec. 31, 2015 (Due from)	\$	6,666.78

TRUST OPEN SPACE FUND
Statement of Reserve for Open Space Trust
For the Year Ended December 31, 2015

Balance Dec. 31, 2014		
	\$	79,329.66
Increased by:		
Receipts:		
Levy		60,400.00
Added and Omitted Taxes - Due from Current Fund		13.11
		60,413.11
		139,742.77
Decreased by:		
Disbursements		32,797.00
Balance Dec. 31, 2015	\$	106,945.77

TOWNSHIP OF EDGEWATER PARK
 TRUST OTHER FUNDS
 Statement of Due to Current Fund
 For the Year Ended December 31, 2015

Balance Dec. 31, 2014		\$	46,647.97
Increased by:			
Receipts:			
Interest Earned Due Current	\$ 12.60		
Interfunds	108,177.95		
		\$	108,190.55
Current Fund Disbursed on Behalf of Trust Other Funds			3,396.25
Police Outside Services Administration Fees			400.00
Unexpended Reserves Canceled			1,635.00
			113,621.80
		\$	160,269.77
Decreased by:			
Disbursements:			
Disbursed on Behalf of Current Fund	1,193.93		
Interfunds Returned	54,833.05		
			56,026.98
Interest Earned Due Trust Other Funds			195.66
Current Fund Budget Appropriations			5,956.69
			62,179.33
Balance Dec. 31, 2015		\$	98,090.44

TOWNSHIP OF EDGEWATER PARK
TRUST -- OTHER FUND
Statement of Trust Other Reserves
For the Year Ended December 31, 2015

Reserve	Balance Dec. 31, 2014	Increased	Decreased	Canceled	Balance Dec. 31, 2015
Reserve for Special Law Enforcement	\$ 4,484.34	\$ 11.77	\$ 3,689.00		\$ 807.11
Reserve for Public Defender	3,116.50	8,378.00	7,500.00		3,994.50
Reserve for Escrow Deposits	300,674.55	20,650.97	118,009.74		203,315.78
Reserve for Street Opening	4,400.00	8,020.00	4,800.00		7,620.00
Reserve for Recreation Contributions	8,330.05	236.08			8,566.13
Reserve for Recreation Community Day	29.23	2,168.93	2,198.16		
Reserve for Breakfast with Bunny	300.00			\$ 300.00	
Reserve for Parking Offenses Adjudication Act	335.00	116.00			451.00
Reserve for Redemption of Tax Sale Certificates	3.00			3.00	
Reserve for Restitution	100.00			100.00	
Reserve for Bicycle Patrol Fund	1,995.00				1,995.00
Reserve for Trees Fund (Branches of Love)	567.00				567.00
Reserve for Police Outside Services	3,307.96	9,486.25	7,426.25		5,367.96
Reserve for Train Station	795.00				795.00
Reserve for Police Equipment Project	1,232.00			1,232.00	
Reserve for Affordable Housing	26,783.00	3,184.90			29,967.90
Reserve for Very Low Income Affordable Housing	17,084.49				17,084.49
Reserve for Flexible Spending	1,807.03	2,741.37	3,393.00		1,155.40
Reserve for Development Fee	3,126.70	0.72			3,127.42
Reserve for Accumulated Absences	1,000.00	956.69			1,956.69
Reserve for Storm Recovery	5,000.00	5,000.00			10,000.00
Payroll Deductions Payable	19,220.79	896,648.73	900,891.61		14,977.91
Net Payroll		1,339,218.56	1,339,218.56		
Reserve for Tax Title Lien Redemptions	13,678.17	130,084.41	117,130.09		26,632.49
Reserve for Premiums Received at Tax Sale	128,100.00	187,500.00	64,600.00		251,000.00
	<u>\$ 545,469.81</u>	<u>\$ 2,614,403.38</u>	<u>\$ 2,568,856.41</u>	<u>\$ 1,635.00</u>	<u>\$ 589,381.78</u>
Chief Financial Officer		\$ 2,288,044.44	\$ 2,379,957.89		
Collector		317,584.41	181,730.09		
Reserve for Encumbrances			750.00		
Intrafund		2,622.18	2,622.18		
Due Current Fund		<u>6,152.35</u>	<u>3,796.25</u>		
		<u>\$ 2,614,403.38</u>	<u>\$ 2,568,856.41</u>		

TOWNSHIP OF EDGEWATER PARK
GENERAL CAPITAL FUND
Statement of General Capital Cash
Per N.J.S.40A:5-5--Chief Financial Officer
For the Year Ended December 31, 2015

Balance Dec. 31, 2014		\$ 2,503,362.87
Increased by Receipts:		
Due from Current Fund	\$ 55,944.19	
Bond Anticipation Notes	736,250.00	
Reserve for Payment of Debt	<u>660.77</u>	
		<u>792,854.96</u>
		3,296,217.83
Decreased by Disbursements:		
Improvement Authorizations	94,564.73	
Reserve for Encumbrances	47.39	
Contracts Payable	198,222.35	
Due from Current Fund	19,086.52	
Bond Anticipation Notes	<u>736,250.00</u>	
		<u>1,048,170.99</u>
Balance Dec. 31, 2015		<u><u>\$ 2,248,046.84</u></u>

TOWNSHIP OF EDGEWATER PARK
 GENERAL CAPITAL FUND
 Analysis of General Capital Cash
 For the Year Ended December 31, 2015

	Balance (Deficit) Dec. 31, 2014		Receipts		Disbursements		Transfers		Balance (Deficit) Dec. 31, 2015
			Notes	Miscellaneous	Notes	Miscellaneous	From	To	
Reserve for Capital Improvement Fund	\$	55,548.16					\$	29,120.00	\$ 110,000.00
Fund Balance		332,852.25					182,880.00	17,109.89	\$ 136,428.16
Account Receivable - NJDOT Ord. 2015-07									349,962.14
Improvement Authorizations:									(182,880.00)
2000-08 Various Improvements or Purposes		46,382.00					46,382.00		
2001-16; 2000-15 Various Improvements or Purposes		83,312.00					83,312.00		
2002-16 Acquisition of Land		153,399.42					153,399.42		
2002-20 Acquisition of Land		(14,167.84)							(14,167.84)
2003-07 Various Improvements or Purposes		5,518.00					5,518.00		
2003-09; 2006-08 Various Improvements or Purposes		107,400.00					107,400.00		
2004-07 Various Drainage Improvements & Acquisition of Equipment		939.00					939.00		
2004-09 Improvements along Cooper Street and West Franklin Ave.		46,282.00					46,282.00		
2005-09 Various Improvements or Purposes		41,963.00					41,963.00		
2006-10 Various Improvements or Purposes		64,579.00					64,579.00		
2007-08; 2008-03 Recreation Improvements		16,192.00					16,192.00		
2007-10; 2008-02 Various Improvements or Purposes		135,320.00					285,520.00	130,200.00	
2008-04 Lincoln Avenue Improvements		33,584.00					33,584.00		
2009-15 Weiman Field Improvements		125,050.19					125,050.19		(162,370.00)
2011-04 Various Improvements or Purposes		(159,869.48)							
2011-07 Acquisition of Police Vehicles		7,261.00					7,261.00		
2012-07 Weiman Field Improvements		287,983.42					80,600.00		199,083.42
2013-08 Roadway Improvements to Cardinal Road and Adams Ave.		238,952.38					57,105.00	57,989.67	166,588.32
2014-05 Various Improvements or Purposes		412,111.94	\$ 736,250.00				10,515.48	983,663.61	401,596.46
2015-06 Various Road & Drainage Improvements							165,050.00	212,000.00	818,613.61
2015-07 Various Roadway and Municipal Improvements							44,650.00		167,350.00
Reserve for Preliminary Expenses		3,391.89					3,391.89		
Current Fund		(46,257.67)					110,000.00	9,400.00	(110,000.00)
Reserve for Payment of Debt		269,376.80		55,944.19		\$ 19,086.52			270,037.57
Reserve for Encumbrances		50,787.06		660.77		47.39	50,739.67	170,200.00	170,200.00
Contracts Payable		205,472.35				198,222.35	7,250.00	37,605.00	37,605.00
		\$ 2,503,362.87	\$ 736,250.00	\$ 56,604.96	\$ 94,564.73	\$ 217,356.26	\$ 1,728,168.17	\$ 1,728,168.17	\$ 2,248,046.84

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

Balance Dec. 31, 2014	\$ 4,780,000.00
Decreased by:	
2015 Budget Appropriation:	
Serial Bonds	<u>320,000.00</u>
Balance Dec. 31, 2015	<u>\$ 4,460,000.00</u>

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

Ordinance Number	Improvement Description	Date of Ordinance	Analysis of Balance Dec. 31, 2015			Bond Anticipation Notes	Expenditures	Unexpended Improvement Authorizations
			Balance Dec. 31, 2014	2015 Authorizations	Authorizations Canceled			
2000-08	Various Improvements or Purposes	6/28/2000	\$ 75.00		\$ 75.00			
2002-20	Acquisition of Land	12/18/2002	23,000.00		8,832.16	\$ 14,167.84		
2007-10; 2008-02	Various Improvements or Purposes	10/4/2007	130,200.00	\$ (130,200.00)				
2011-04	Various Improvements or Purposes	5/20/2011	162,370.00			162,370.00		
2013-08	Roadway Improvements to Cardinal Road and Adams Ave.	10/1/2013	270,000.00			11,814.06	\$ 258,185.94	
2014-05	Various Improvements or Purposes	6/3/2014	736,250.00			736,250.00		
2015-06	Various Road & Drainage Improvements	10/20/2015		130,200.00		130,200.00		
2015-07	Various Roadway and Municipal Improvements	11/10/2015		568,000.00		568,000.00		
			<u>\$ 1,321,895.00</u>	<u>\$ 568,000.00</u>	<u>\$ 8,907.16</u>	<u>\$ 1,880,987.84</u>	<u>\$ 736,250.00</u>	<u>\$ 188,351.90</u>
								<u>\$ 956,385.94</u>
								<u>\$ 401,596.46</u>

Improvement Authorizations Unfunded
 Less: Unexpended Proceeds of Bond Anticipation Note:
 Ordinance:
 2014-05

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

Balance Dec. 31, 2014		\$ 205,472.35
Increased by:		
Contracts Awarded and Charged to Improvement Authorizations		<u>37,605.00</u>
		243,077.35
Decreased by:		
Disbursements	\$ 198,222.35	
Canceled	<u>7,250.00</u>	
		<u>205,472.35</u>
Balance Dec. 31, 2015		<u>\$ 37,605.00</u>

Schedule of Contracts Payable Dec. 31, 2015

<u>Vendor:</u>	<u>Ordinance Number</u>	<u>Amount</u>
Atlantic Switch & Generator	2013-08	<u>\$ 37,605.00</u>

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

Balance Dec. 31, 2013		\$ 46,257.67
Increased by:		
Disbursements	\$ 43.14	
Disbursed on Behalf of Current Fund	19,043.38	
2015 Budget Appropriation - Capital Improvement Fund	<u>110,000.00</u>	
		<u>129,086.52</u>
		175,344.19
Decreased by:		
Interest Earned Due Current Fund	61.93	
Disbursed by Current Fund on Behalf of Capital Receipts	<u>9,400.00</u> <u>55,882.26</u>	
		<u>65,344.19</u>
Balance Dec. 31, 2014		<u>\$ 110,000.00</u>

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

Increased by:		
Disbursed on Behalf of Grant Fund		\$ 46,042.02
Decreased by:		
Receipts		<u>\$ 46,042.02</u>

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

Ordinance Number	Improvement Description	Date	Amount	Balance Dec. 31, 2014		2015 Authorizations	Authorizations Cancelled	Authorizations Reappropriated	Prior Year Encumbrances Cancelled	Paid or Charged	Balance Dec. 31, 2015	
				Funded	Unfunded						Funded	Unfunded
2000-08	Various Improvements or Purposes	6/28/2000	\$ 158,500.00	\$ 75.00	\$ 75.00	\$	\$	(46,382.00)	\$	\$	\$	\$
2001-16, 2002-15	Various Improvements or Purposes	9/25/2002	425,000.00					(83,312.00)				
2002-16	Acquisition of Land	9/25/2002	1,400,000.00					(153,399.42)				
2002-20	Acquisition of Land	12/18/2002	375,000.00									
2003-07	Various Improvements or Purposes	5/18/2003	48,000.00									
2003-09, 2006-08	Various Improvements or Purposes	7/29/2003	930,500.00					(107,400.00)				
2004-07	Various Drainage Improvements & Acquisition of Equipment	6/29/2004	405,000.00									
2004-09	Improvements along Cooper Street and West Franklin Ave.	10/12/2004	500,000.00									
2005-09	Various Improvements or Purposes	12/13/2005	764,000.00									
2006-10	Various Improvements or Purposes	4/4/2006	923,000.00									
2007-08, 2008-03	Recreation Improvements	9/4/2007	176,500.00									
2007-10, 2008-02	Various Improvements or Purposes	10/4/2007	818,200.00									
2008-04	Lincoln Avenue Improvements	3/4/2008	420,000.00									
2009-15	Weinman Field Improvements	12/1/2009	245,000.00									
2011-04	Various Improvements or Purposes	5/20/2011	705,000.00									
2011-07	Acquisition of Police Vehicles	10/18/2011	50,000.00									
2012-07	Weinman Field Improvements	9/18/2012	400,000.00									
2013-08a	Various Capital Improvements to Facilities	10/1/2013	540,000.00									
2013-08b	Roadway Improvements to Cardinal Road and Adams Ave.	10/1/2013	403,000.00									
2013-08c	Acquisition of Equipment for Public Works Department	10/1/2013	57,000.00									
2014-05a	Various Capital Improvements to Facilities	6/3/2014	180,000.00									
2014-05b	Roadway Improvements	6/3/2014	350,000.00									
2014-05c	Improvements to Weimann Sports Complex	6/3/2014	245,000.00									
2015-06	Various Road & Drainage Improvements	10/20/2015	983,663.61									
2015-07a	Various Capital Improvements to Facilities	11/10/2015	945,000.00									
2015-07b	Roadway Improvements	11/10/2015	235,000.00									
				\$ 1,394,117.41	\$ 823,719.62	\$ 780,000.00	\$ 22,625.16	\$	\$ 57,989.67	\$ 311,769.73	\$ 1,363,449.41	\$ 1,357,982.40
Capital Improvement Fund				\$	\$	\$	\$	\$	\$	\$	\$	\$
Deferred Charges to Future Taxation - Unfunded				\$	\$	\$	\$	\$	\$	\$	\$	\$
Accounts Receivable - NJDOT				\$	\$	\$	\$	\$	\$	\$	\$	\$
Disbursed				\$	\$	\$	\$	\$	\$	\$	\$	\$
Due from Current Fund				\$	\$	\$	\$	\$	\$	\$	\$	\$
Reserve for Encumbrances				\$	\$	\$	\$	\$	\$	\$	\$	\$
Contracts Payable				\$	\$	\$	\$	\$	\$	\$	\$	\$

TOWNSHIP OF EDGEWATER PARK
 GENERAL CAPITAL FUND
 Statement of Reserve for Payment of Debt
 For the Year Ended December 31, 2015

Balance Dec. 31, 2014	\$	269,376.80
Increased by:		
Receipts		660.77
Balance Dec. 31, 2015	\$	270,037.57

GENERAL CAPITAL FUND
 Statement of Reserve For Encumbrances
 For the Year Ended December 31, 2015

Balance Dec. 31, 2014	\$	50,787.06
Increased by:		
Charges to Improvement Authorizations		170,200.00
		220,987.06
Decreased by:		
Disbursements	\$	47.39
Canceled		50,739.67
		50,787.06
Balance Dec. 31, 2015	\$	170,200.00

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

Balance Dec. 31, 2014	\$	55,548.16
Increased by:		
Receipt from Current Fund - Budget Appropriations		110,000.00
		165,548.16
Decreased by:		
Appropriation to Finance		
Improvement Authorizations		29,120.00
Balance Dec. 31, 2015	\$	136,428.16

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

Purpose	Date of Issue	Original Issue	Maturities of Bonds Outstanding Dec. 31, 2015	Interest Rate	Balance Dec. 31, 2014	Paid by Budget Appropriation	Balance Dec. 31, 2015
Burlington County Bridge Commission Revenue Bonds, Series 2013A (Refunding of 2003 General Bonds)	02/28/2013	\$ 1,780,000.00	\$ 160,000.00	3.000%			
			11/01/16				
			11/01/17	160,000.00	4.000%		
			11/01/18	170,000.00	5.000%		
			11/01/19	175,000.00	5.000%		
			11/01/20	185,000.00	5.000%		
			11/01/21	195,000.00	5.000%		
			11/01/22	205,000.00	5.000%		
			11/01/23	210,000.00	5.000%	\$ 1,610,000.00	\$ 1,460,000.00
						\$	\$
Burlington County Bridge Commission County-Guaranteed Pooled Loan Revenue Bonds, (Governmental Loan Program), Series 2014A-2	01/02/2014	3,350,000.00	175,000.00	3.000%			
			12/01/16				
			12/01/17	180,000.00	4.000%		
			12/01/18	190,000.00	4.000%		
			12/01/19	195,000.00	5.000%		
			12/01/20	205,000.00	5.000%		
			12/01/21	215,000.00	5.000%		
			12/01/22	230,000.00	5.000%		
			12/01/23	240,000.00	5.000%		
			12/01/24	250,000.00	5.000%		
		12/01/25	265,000.00	3.375%			
		12/01/26	275,000.00	3.500%			
		12/01/27	285,000.00	5.000%			
		12/01/28	295,000.00	5.000%	3,170,000.00	170,000.00	3,000,000.00
					\$ 4,780,000.00	\$ 320,000.00	\$ 4,460,000.00

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

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Date of Issue of Original Notes</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	<u>Balance Dec. 31, 2014</u>	<u>Increased</u>	<u>Decreased</u>	<u>Balance Dec. 31, 2015</u>
2014-04	Various Improvements or Purposes	10/30/2014	10/30/2014	10/29/2015	1.35%	\$ 736,250.00	\$ 736,250.00	\$ 736,250.00	\$ 736,250.00
2014-05	Various Improvements or Purposes	10/30/2014	10/29/2015	10/28/2016	0.75%	\$ 736,250.00	\$ 736,250.00	\$ 736,250.00	\$ 736,250.00
						<u>\$ 736,250.00</u>	<u>\$ 736,250.00</u>	<u>\$ 736,250.00</u>	<u>\$ 736,250.00</u>

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

Ordinance Number	Improvement Description	Date of Ordinance	Balance		2015		Authorizations Canceled	Balance Dec. 31, 2015
			Dec. 31, 2014		Authorizations			
General Improvements:								
2000-08	Various Improvements or Purposes	6/28/2000	\$ 75.00		\$ 75.00			
2002-20	Acquisition of Land	12/18/2002	23,000.00		8,832.16			14,167.84
2007-10; 2008-02	Various Improvements or Purposes	10/4/2007	130,200.00	\$ (130,200.00)				
2011-04	Various Improvements or Purposes	5/20/2011	162,370.00					162,370.00
2013-08	Roadway Improvements to Cardinal Road and Adams Ave.	10/1/2013	270,000.00					270,000.00
2015-06	Various Road & Drainage Improvements	10/20/2015		130,200.00				130,200.00
2015-07	Various Roadway and Municipal Improvements	11/10/2015		568,000.00				568,000.00
			<u>\$ 585,645.00</u>	<u>\$ 568,000.00</u>	<u>\$ 8,907.16</u>	<u>\$ 1,144,737.84</u>		

**Summary of Municipal Debt
(Excluding Current Debt)**

	2015	2014	2013
Issued -			
General - Bonds and Notes	5,196,250.00	5,516,250.00	3,791,655.00
Deductions - Funds Temporarily Held to Pay Notes:			
General	270,037.57	269,376.80	139,353.00
Net Debt Issued	<u>4,926,212.43</u>	<u>5,246,873.20</u>	<u>3,652,302.00</u>
Authorized But Not Issued:			
General - Bonds & Notes	<u>1,144,737.84</u>	<u>585,645.00</u>	<u>1,903,990.00</u>
Net Debt	<u><u>6,070,950.27</u></u>	<u><u>5,832,518.20</u></u>	<u><u>5,556,292.00</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 indicates a statutory net debt of 1.07%.

	GROSS DEBT	DEDUCTIONS	NET DEBT
Local School District	\$16,408,208.00	16,408,208.00	-
General Debt	<u>6,340,987.84</u>	<u>270,037.57</u>	<u>6,070,950.27</u>
Total	<u><u>\$22,749,195.84</u></u>	<u><u>16,678,245.57</u></u>	<u><u>6,070,950.27</u></u>

Net debt, \$6,070,950.27, divided by Equalized Valuation Basis Per N.J.S.A.40A:2-2 as amended, \$592,162,068.33 equals 1.025%.

Equalized Valuation Basis:

2015	\$539,564,041.00
2014	583,115,554.00
2013	<u>653,806,610.00</u>
Average	<u><u>\$592,162,068.33</u></u>

Borrowing Power Under 40A:2-6

3.5% of Equalized Valuation Basis (Municipal)	\$20,725,672.39
Net Debt	<u>6,070,950.27</u>
Remaining Borrowing Power	<u><u>\$14,654,722.12</u></u>

The foregoing debt information is in agreement with the Annual Debt Statement filed by the Chief Financial Officer.

Comparative Statement of Operations and
Change in Fund Balance - Current Fund

	YEAR 2015		YEAR 2014	
	AMOUNT	PERCENT	AMOUNT	PERCENT
Revenue and Other Income Realized				
Fund Balance Utilized	\$745,000.00	3.92%	430,000.00	4.02%
Miscellaneous - From Other Than Local Property Tax Levies	2,168,410.51	11.40%	2,402,878.66	9.82%
Collection of Delinquent Taxes & Tax Title Liens	304,385.62	1.60%	287,783.94	1.74%
Collection of Current Tax Levy	15,802,499.17	83.08%	15,134,397.15	84.42%
Total Income	<u>19,020,295.30</u>	<u>100.00%</u>	<u>18,255,059.75</u>	<u>100.00%</u>
Expenditures				
Budget Expenditures - Municipal Purposes	5,949,244.90	33.31%	6,116,815.62	33.57%
County Taxes	2,405,443.95	13.47%	2,498,845.95	15.09%
Local & Regional School Taxes	8,938,914.00	50.06%	8,271,447.00	49.09%
Fire District Taxes	390,257.00	2.19%	382,607.00	1.93%
Other Expenditures	173,734.79	0.97%	100,998.28	0.32%
Total Expenditures	<u>17,857,594.64</u>	<u>100.00%</u>	<u>17,370,713.85</u>	<u>100.00%</u>
Excess in Revenue to Fund Balance	<u>1,162,700.66</u>		<u>884,345.90</u>	
Adjustments to Income Before Fund Balance: Expenditures Included Above which are by Statute Deferred Charges to Budget of Succeeding Year				
Statutory Excess to Fund Balance	<u>1,162,700.66</u>		<u>884,345.90</u>	
Fund Balance January 1	2,041,265.40		1,586,919.50	
Less: Utilization as Anticipated Revenue	<u>745,000.00</u>		<u>430,000.00</u>	
Fund Balance December 31	<u>\$2,458,966.06</u>		<u>2,041,265.40</u>	

**Comparison of Tax Levies
and Collection Currently**

A study of this tabulation could indicate a possible trend in future tax levies. A decrease in the percentage of current collection could be an indication of a probable increase in future tax levies.

YEAR	TAX LEVY	CURRENTLY	
		CASH COLLECTIONS	PERCENTAGE OF COLLECTION
2015	\$16,223,892.23	15,802,499.17	97.40%
2014	15,487,796.71	15,134,397.15	97.72%
2013	14,515,739.00	14,180,280.00	97.69%
2012	14,364,324.00	14,103,311.00	98.18%
2011	14,396,898.00	13,880,132.00	96.41%

Comparison of Tax Rate Information

	2015	2014	2013
Total Tax Rate	<u>\$2.685</u>	<u>\$2.540</u>	<u>\$2.369</u>
Apportionment of Tax Rate:			
Municipal	0.732	0.697	0.649
County	0.399	0.411	0.356
Local School	1.480	1.359	1.300
Fire District Tax	0.065	0.063	0.054
Open Space Tax	0.009	0.010	0.010

Net Valuation Taxable:

2015	<u>\$604,096,000.00</u>		
2014		<u>\$608,503,020.00</u>	
2013			<u>\$611,846,219.00</u>

Delinquent Taxes and Tax Title Liens

This tabulation includes a comparison, expressed in percentage, of the total of delinquent taxes and tax title liens in relation to the tax levies of the last three years.

YEAR ENDED DECEMBER 31	AMOUNT OF TAX TITLE LIENS	AMOUNT OF DELINQUENT TAXES	TOTAL DELINQUENT	PERCENTAGE OF TAX LEVY
2015	\$81,989.29	336,616.57	418,605.86	2.58%
2014	66,886.23	300,135.04	367,021.27	2.37%
2013	51,255.00	292,213.00	343,468.00	2.37%

**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, was as follows:

Year	Amount
2015	\$3,094,800.00
2014	3,094,800.00
2013	3,094,800.00
2012	3,094,800.00
2011	3,094,800.00

Comparative Schedule of Fund Balance

Current Fund	December 31	Utilized in Budget of Succeeding Year	Percentage of Fund Balance Used
2015	\$2,458,966.05	1,125,000.00	45.75%
2014	2,041,265.40	745,000.00	36.50%
2013	1,586,919.00	430,000.00	27.10%
2012	1,394,074.00	433,000.00	31.06%
2011	992,634.00	418,000.00	42.11%

OFFICIALS IN OFFICE AND SURETY BONDS

The following officials were in office at December 31, 2015:

NAME	TITLE	AMOUNT OF BOND	NAME OF CORPORATE SURETY
Michael Trainor	Mayor		B
Bill Belgard	Deputy Mayor		B
Lauren Kremper	Committeeman		B
Barbara Scott-Perkins	Committeeman		B
John Mcelwee	Committeeman		B
Linda Dougherty	Township Administrator, Township Clerk, Municipal Improvement Search Officer, Secretary to Chief Financial Officer, Registrar of Dogs		B
Linda Lewis	Certified Municipal Finance Officer	\$200,000	A
Tanyika Johns	Tax Collector/Deputy Clerk Statistics	\$125,000	A
Krisden McCrink	Municipal Court Judge	\$ 35,000	A
Ann DiMarco	Court Administrator		B
Terri Lynn Harper	Deputy Court Administrator		B
James Scott	Construction Code Official		B
James Duda	Tax Assessor		B
William Kearns	Solicitor		
Environmental Resolutions, Inc. Engineer			

(A) RLI Insurance Company

(B) Municipal Excess Liability Joint Insurance Fund - \$1,000,000 blanket bond

TOWNSHIP OF EDGEWATER PARK

PART II

GENERAL COMMENTS AND FINDINGS

YEAR ENDED DECEMBER 31, 2015

JOHN J. MALEY, JR.

Certified Public Accountant

Registered Municipal Accountant

P.O. Box 614

BORDENTOWN, NEW JERSEY 08505

PHONE: (609) 298-8639

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MEMBER
AMERICAN INSTITUTE OF
CERTIFIED PUBLIC ACCOUNTANTS

To the Honorable Mayor and
Members of the Township Committee
Township of Edgewater Park
Edgewater Park, New Jersey 08010

We have audited the financial statements and transactions of the Township of Edgewater Park in the County of Burlington for the year ended December 31, 2015. In accordance with requirements prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, the following are the *General Comments* and *Recommendations* for the year then ended.

GENERAL COMMENTS

Contracts and Agreements Required to be advertised by (N.J.S.A.40A:11-4)

N.J.S.A.40A:11-4 - Every contract or agreement, for the performance of any work or furnishing or hiring of any materials or supplies, the cost or the contract price whereof is to be paid with or out of public funds not included within the terms of Section 3 of this act, shall be made or awarded only by the governing body of the contracting unit after public advertising for bids and bidding therefore, except as is provided otherwise in this act or specifically by any other Law. No work, materials or supplies shall be undertaken, acquired or furnished for a sum exceeding in the aggregate of \$36,000 except by contract or agreement.

It is pointed out that the governing body of the municipality has the responsibility of determining whether the expenditures in any category will exceed the statutory minimum within the fiscal year. Where question arises as to whether any contract or agreement might result in violation of the statute, the solicitor's opinion should be sought before a commitment is made.

The minutes indicate that resolutions were adopted authorizing the awarding of contracts or agreements for "Professional Services," per *N.J.S.A.40A:11-5*.

Inasmuch as the system of records did not provide for an accumulation of payments for categories for the performance of any work or the furnishing or hiring of any materials or supplies, the results of such an accumulation could not reasonably be ascertained. Disbursements were reviewed, however, to determine whether any clear-cut violations existed.

Contracts and Agreements Requiring Solicitation of Quotations

The examination of expenditures did not reveal any individual payments, contracts or agreements in excess of \$3,900 "for the performance of any work or the furnishing or hiring of any materials or supplies", other than those where bids had been previously sought by public advertisement or where a resolution had been previously adopted under the provision of (*N.J.S.A.40A:11-6.1*).

Collection of Interest on Delinquent Taxes

The statute provides the method for authorizing interest and the maximum rate to be charged for the nonpayment of taxes or assessments on or before the date when they would become delinquent.

The governing body on January 4, 2014 adopted the following resolution authorizing interest to be charged on delinquent taxes:

“**BE IT RESOLVED** by the Township Committee of the Township of Edgewater Park, County of Burlington, State of New Jersey, the rate of interest charged on delinquent taxes or assessments on any installment made ten (10) days after the date upon which the same became payable, shall not exceed eight (8) percent per annum of the first One Thousand Five Hundred Dollars (\$1,500.00) of the delinquency, and eighteen (18) percent per annum on any amount in excess of One Thousand Five Hundred Dollars (\$1,500.00).

BE IT FURTHER RESOLVED, that where interest on delinquent tax payments is one dollar (\$1.00) or less, payment and collection of said interest is hereby waived.”

It appears from an examination of the Collector's record that interest was collected in accordance with the foregoing resolution.

Delinquent Taxes and Tax Title Liens

The delinquent taxes at December 31, 2015, included 2014 and 2006 real estate taxes only.

The last tax sale was held on September 10, 2015 and was complete.

Examination of Bills

A test check of paid bills was made and each bill, upon proper approval, was considered as a separate and individual contract unless the records disclosed it to be a part payment or estimate.

Municipal Court

A separate report of the Municipal Court transactions was filed in accordance with the requirements of the Local Finance Board.

As part of the test of the Municipal Court records, no attempt was made to differentiate between fines due the Township, County, or State, or to pass upon the authenticity of the preparation and procedures for complaints issued.

Prior Year Findings

In accordance with Government Auditing Standards, our procedures included a review of all prior year findings. The previous year finding has been corrected.

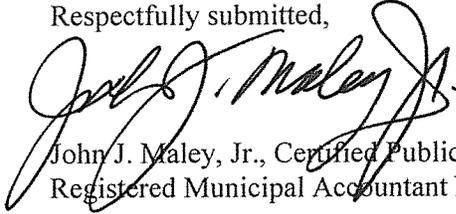
Acknowledgment

We received the complete cooperation of all the Township Officials and employees and we greatly appreciate the courtesies extended to the members of the audit team.

The problems and weaknesses noted in our review were not of such magnitude that they would affect our ability to express an opinion on the financial statements taken as a whole.

Should you have any questions concerning our comments or recommendations, or should you desire any assistance in implementing our recommendations, please call me.

Respectfully submitted,



John J. Maley, Jr., Certified Public Accountant
Registered Municipal Accountant No. 218

May 9, 2016