

TOWNSHIP OF DELANCO
County of Burlington

Report of Audit of Financial Statements

For the Year Ended December 31, 2021

TOWNSHIP OF DELANCO
COUNTY OF BURLINGTON

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TOWNSHIP OF DELANCO

PART I

Report of Audit of Financial Statements

For the Year Ended December 31, 2021

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Certified Public Accountants

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INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and
Members of the Township Committee
Township of Delanco
County of Burlington
Delanco, New Jersey

Report on the Audit of the Financial Statements

Opinions

I have audited the accompanying financial statements - regulatory basis of the various funds of the Township of Delanco, ("Township"), County of Burlington, State of New Jersey, as of December 31, 2021 and 2020 and the related comparative statements of operations and changes in fund balance - regulatory basis, and the related statement of revenues-regulatory basis and statement of expenditures - regulatory basis, and the statement of general fixed asset account group for the year ended December 31, 2021, and the related notes to the financial statements, which collectively comprise the Township's basic financial statements.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In my opinion, because of the significance of the matter discussed in the "Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles" paragraph, the financial statements referred to above do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the Township as of December 31, 2021 and 2020, or the results of its operations and the changes in fund balance for the years then ended.

Unmodified Opinion on Regulatory Basis of Accounting

In my opinion, the financial statements referred to previously present fairly, in all material respects, the balance sheets - regulatory basis of the various funds of the Township as of December 31, 2021 and 2020 and the results of its operations and changes in fund balance - regulatory basis of such funds for the years then ended, and the revenues - regulatory basis and expenditures - regulatory basis of the various funds, and general fixed asset group of accounts prescribed by the Division as described in Note 1.

Basis of Accounting

I draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared by the Township on the basis of the financial reporting provisions of the Division of Local Government Services, Department of Community Affairs, State of New Jersey ("Division"), which is a basis of accounting other than accounting principles generally accepted in the United States of America, to meet with the requirements of the State of New Jersey.

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

As described in Note 1 to the financial statements, the financial statements are prepared by the Township on the basis of the financial reporting provisions of the Division (regulatory basis), which is a basis of accounting other than accounting principles generally accepted in the United States of America, to meet with the requirements of the State of New Jersey.

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

Basis for Unmodified Opinion on Regulatory Basis of Accounting

I conducted my audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and in compliance with audit requirements prescribed by the Division. My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statement section of my report. I am required to be independent of the Township, and to meet my other ethical responsibilities, in accordance with the relevant ethical requirements relating to my audit. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the financial reporting provisions of the Division. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's Responsibility for the Audit of the Financial Statements

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

In performing an audit in accordance with generally accepted auditing standards, I:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statement, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements - regulatory basis.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Township's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in my judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Township's ability to continue as a going concern for a reasonable period of time.

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

Supplementary Information

My audits were conducted for the purpose of forming opinions on the financial statements that collectively comprise the Township's basic financial statements. The supplemental financial statements presented for the various funds are presented for purposes of additional analysis as required by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In my opinion, the Supplementary Information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, I have also issued my report dated June 30, 2022, on my consideration of the Township's internal control over financial reporting and on my tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of my testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of 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's internal control over financial reporting and compliance.

Respectfully submitted,

INVERSO & STEWART, LLC
Certified Public Accountants



Robert P. Inverso
Certified Public Accountant
Registered Municipal Accountant

Marlton, New Jersey
June 30, 2022

INVERSO & STEWART, LLC

Certified Public Accountants

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

INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and
Members of the Township Committee
Township of Delanco
County of Burlington
Delanco, New Jersey

I have audited, in accordance with the auditing standards generally accepted in the United States of America: the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, the financial statements prepared on a regulatory basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey of the Township of Delanco, in the County of Burlington, State of New Jersey, as of and for the year ended December 31, 2021, and the related notes to the financial statements, which collectively comprise the Township's basic financial statements, and have issued my report thereon dated June 30, 2022. That report indicated that the Township of Delanco's financial statements were not prepared in accordance with accounting principles generally accepted in the United States of America, but were prepared on a regulatory basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

Internal Control Over Financial Reporting

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

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

My consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during my audit I did not identify any deficiencies in internal control that I 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 Delanco's financial statements are free from material misstatement, I 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 my audit and, accordingly, I do not express such an opinion. The results of my tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards or audit requirements as prescribed by the Division of Local Governments Services, Department of Community Affairs, State of New Jersey.

Purpose of this Report

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

Respectfully submitted,

INVERSO & STEWART, LLC
Certified Public Accountants



Robert P. Inverso
Certified Public Accountant
Registered Municipal Accountant

Marlton, New Jersey
June 30, 2022

TOWNSHIP OF DELANCO

CURRENT FUND

**Statement of Assets, Liabilities, Reserves, and Fund Balance -- Regulatory Basis
For the Years Ended December 31, 2021 and 2020**

	<u>Reference</u>	<u>2021</u>	<u>2020</u>
ASSETS			
Regular Fund:			
Cash - Treasurer	A-4	\$ 5,927,109.83	\$ 4,717,590.37
Cash - Clerk	A-5	2,024.80	-
Cash - Change Fund	A-6	600.00	500.00
Total		<u>5,929,734.63</u>	<u>4,718,090.37</u>
Receivables and Other Assets with Full Reserves:			
Delinquent Property Taxes Receivable	A-8	146,534.94	149,116.08
Tax Title Liens Receivable	A-9	54,301.39	53,152.34
Other Receivables		40,745.48	40,745.48
Property Acquired for Taxes - Assessed Valuation	A-10	68,700.00	68,700.00
Revenue Accounts Receivable	A-11	2,152.52	3,709.82
Due from Federal and State Grant Fund	A		184,928.15
Due from Other Trust Fund	B	1,352.71	1,352.71
Total		<u>313,787.04</u>	<u>501,704.58</u>
Total Regular Fund		<u>6,243,521.67</u>	<u>5,219,794.95</u>
Federal and State Grant Fund:			
Cash	A-4	39,277.97	-
Federal and State Grants Receivable	A-21	212,575.46	603,086.03
Due from General Capital Fund	C	29,766.08	-
Due Open Space Trust Fund	B	31,695.00	31,695.00
Total Federal and State Grant Fund		<u>313,314.51</u>	<u>634,781.03</u>
Total		<u>\$ 6,556,836.18</u>	<u>\$ 5,854,575.98</u>

Continued

TOWNSHIP OF DELANCO

CURRENT FUND

**Statement of Assets, Liabilities, Reserves, and Fund Balance -- Regulatory Basis
For the Years Ended December 31, 2021 and 2020**

	<u>Reference</u>	<u>2021</u>	<u>2020</u>
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
Regular Fund:			
Liabilities:			
Appropriation Reserves	A-3	\$ 313,327.85	\$ 442,344.57
Reserve for Encumbrances	A-3	150,863.50	30,109.09
Due to State of NJ:			
Senior Citizen & Veteran Deductions	A-7	1,695.94	2,195.94
Construction Code Training Fees	A-18	1,716.00	4,194.00
Marriage Lincense Fees	A-19	200.00	
Reserve for Revaluation	A-20	-	11,511.00
Prepaid Taxes	A-14	126,130.06	66,741.39
Local District School Tax Payable	A-15	2,126,653.08	2,028,285.06
Due County for Added Taxes	A-16	52,004.55	8,667.59
Tax Overpayments	A-13	3,861.07	28,463.99
Due to Trust Other Fund	B	1,984.06	1,924.06
Due to Open Space Trust	B	2,406.17	404.12
Due to General Capital Fund	C	94.15	23,844.15
		<u>2,780,936.43</u>	<u>2,648,684.96</u>
Total Liabilities			
Reserve for Receivables and Other Assets	A	313,787.04	501,704.58
Fund Balance	A-1	3,148,798.20	2,069,405.41
		<u>6,243,521.67</u>	<u>5,219,794.95</u>
Total Regular Fund			
Federal and State Grant Fund:			
Due to Current Fund	A	-	184,928.15
Reserve for Encumbrances	A-23	-	703.99
Unappropriated Reserves	A-22	232,222.77	3,300.00
Appropriated Reserves	A-23	81,091.74	445,848.89
		<u>313,314.51</u>	<u>634,781.03</u>
Total Federal and State Grant Fund			
Total		<u>\$ 6,556,836.18</u>	<u>\$ 5,854,575.98</u>

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

TOWNSHIP OF DELANCO

Current Fund

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

	2021	2020
Revenue and Other Income Realized:		
Fund Balance Utilized	\$ 1,250,000.00	\$ 1,050,000.00
Miscellaneous Revenue Anticipated	1,365,163.66	1,624,186.59
Receipts from Delinquent Taxes	150,116.08	166,979.48
Receipts from Current Taxes	14,118,598.84	13,448,043.86
Nonbudget Revenues	697,277.56	448,623.64
Other Credits to Income:		
Interfunds Returned	184,928.15	
Reserve for Revaluation Canceled	11,511.00	
Unexpended Balance of Appropriation Reserves	271,649.38	299,117.80
Total Revenue and Other Income Realized	<u>18,049,244.67</u>	<u>17,036,951.37</u>
Expenditures:		
Operations Within "CAPS":		
Salaries and Wages	2,543,257.39	2,481,976.96
Other Expenses	2,094,117.61	2,017,696.04
Deferred Charges and Statutory Expenditures Within "CAPS"	592,360.00	526,639.00
Operations Excluded from "CAPS":		
Salaries and Wages	48,618.00	48,618.00
Other Expenses	261,363.02	469,173.79
Capital Improvements Excluded from "CAPS"	225,000.00	250,000.00
Municipal Debt Service Excluded from "CAPS"	369,172.74	507,742.66
County Taxes	1,746,831.68	1,711,013.88
Due County for Added Taxes	52,004.55	8,667.59
Local District School Tax	7,222,835.00	7,026,101.00
Special District Tax	480,000.00	480,000.00
Municipal Open Space Tax	83,291.45	80,475.18
Other Debits to Income:		
Interfund Created		184,928.15
Prior Year Tax Overpayments Created	0.44	8,837.53
Prior Year Senior Citizen Deductions Disallowed	1,000.00	854.17
Total Expenditures	<u>15,719,851.88</u>	<u>15,802,723.95</u>
Excess in Revenue	2,329,392.79	1,234,227.42
Adjustments to Income Before Surplus:		
Expenditures Included Above which are by Statute Deferred		
Charges to Budget of Succeeding Year	-	
Excess in Revenue & Statutory Excess to Fund Balance	2,329,392.79	1,234,227.42
Fund Balance January 1	<u>2,069,405.41</u>	<u>1,885,177.99</u>
Decreased by Utilization as Anticipated Revenue	4,398,798.20	3,119,405.41
	<u>1,250,000.00</u>	<u>1,050,000.00</u>
Balance December 31	<u>\$ 3,148,798.20</u>	<u>\$ 2,069,405.41</u>

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

TOWNSHIP OF DELANCO

Current Fund

Statement of Revenues -- Regulatory Basis
For the Year Ended December 31, 2021

	Budget	NJS 40A:4-87	Realized	Excess (Deficit)
Fund Balance Anticipated	\$ 1,250,000.00	\$ -	\$ 1,250,000.00	\$ -
Miscellaneous Revenues:				
Fees and Permits - Other	27,000.00	-	35,461.90	8,461.90
Fines and Costs - Municipal Court	31,000.00	-	29,829.51	(1,170.49)
Interest and Costs on Taxes	41,000.00	-	40,691.23	(308.77)
Apartment Rental Registration Fee	45,000.00	-	58,580.00	13,580.00
Energy Receipts Tax	403,822.00	-	403,822.00	-
Construction Code Fees	150,000.00	-	530,366.00	380,366.00
Miscellaneous Revenues Offset with Appropriations:				
Recycling Tonnage Grant	7,107.35		7,107.35	-
Body Armor Grant	1,236.59		1,236.59	-
DWI Grant	3,300.00		3,300.00	-
NJ Transportation Trust Fund Grant		175,454.25	175,454.25	-
Clean Communities Program		9,494.83	9,494.83	-
Contractor Donantion		45,000.00	45,000.00	-
Library Aid		1,070.00	1,070.00	-
Reserve for Debt	23,750.00		23,750.00	-
Total	733,215.94	231,019.08	1,365,163.66	400,928.64
Receipts from Delinquent Taxes	145,000.00		150,116.08	5,116.08
Amount to be Raised by Taxes for Support of				
Municipal Budget - Local Tax for Municipal Purposes	4,345,981.87		5,029,827.03	683,845.16
Budget Totals	6,474,197.81	231,019.08	7,795,106.77	\$ 1,089,889.88
Nonbudget Revenues			697,277.56	
Total	\$ 6,474,197.81	\$ 231,019.08	\$ 8,492,384.33	

(Continued)

TOWNSHIP OF DELANCO

Current Fund

Statement of Revenues -- Regulatory Basis
For the Year Ended December 31, 2021Analysis of Realized Revenues**Allocation of Current Tax Collections:**

Revenue from Collections	\$ 14,118,598.84
Allocated to School, Fire District, County Taxes and Municipal Open Space Taxes	<u>9,584,962.68</u>
Balance for Support of Municipal Budget Appropriations	4,533,636.16
Add Appropriation - Reserve for Uncollected Taxes	<u>496,190.87</u>
Amount for Support of Municipal Budget Appropriations	<u>\$ 5,029,827.03</u>

Receipts from Delinquent Taxes:

Delinquent Tax Collections	<u>\$ 150,116.08</u>
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Miscellaneous Revenue Not Anticipated:

Revenue Accounts Receivable:	
Cable T.V. Franchise Fee	\$ 17,212.95
Payments In Lieu of Taxes	577,635.81
Sewerline Fair Share	65,000.00
Interest on Investments	6,506.73
Administration Fee	875.00
Compost Site	14,000.00
Miscellaneous	<u>16,047.07</u>

Total	<u>\$ 697,277.56</u>
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The accompanying Notes to the Financial Statements are an integral part of this statement.



TOWNSHIP OF DELANCO
Current Fund

Statement of Expenditures - Regulatory Basis
For the Year Ended December 31, 2021

	Appropriations		Expended		Unexpended Balance Canceled	
	Budget	Emergency Appropriation	Budget After Modification	Paid or Charged		Encumbered
GENERAL APPROPRIATIONS:						
Operations Within "CAPS":						
General Government:						
General Administration						
Salaries and Wages	\$ 180,000.00	\$ 179,000.00	\$ 179,000.00	\$ 173,722.72	\$ -	\$ 5,277.28
Other Expenses	29,500.00	29,500.00	29,500.00	28,005.52	901.21	593.27
Mayor & Township Committee						
Salaries and Wages	15,000.00	15,000.00	15,000.00	14,400.00		600.00
Other Expenses	1,615.00	1,615.00	1,615.00	240.00	142.40	1,232.60
Township Clerk						
Salaries and Wages	99,500.00	100,864.90	100,864.90	100,864.40		0.50
Other Expenses	25,500.00	24,135.10	24,135.10	17,622.52	653.00	5,859.58
Financial Administration:						
Salaries and Wages	40,000.00	40,000.00	40,000.00	39,902.46		97.54
Other Expenses	2,375.00	2,375.00	2,375.00	344.69		2,030.31
Audit Services						
Other Expenses	29,000.00	29,000.00	29,000.00	29,000.00		
Computerized Data Processing						
Other Expenses	48,000.00	48,000.00	48,000.00	38,708.77	286.40	9,004.83
Collection of Taxes:						
Salaries and Wages	35,000.00	35,000.00	35,000.00	33,485.10		1,514.90
Other Expenses	6,775.00	6,775.00	6,775.00	2,582.14		4,192.86
Assessment of Taxes						
Salaries and Wages	30,200.00	30,200.00	30,200.00	30,060.78		139.22
Other Expenses	3,800.00	3,800.00	3,800.00	3,184.76		615.24
Legal Services and Costs						
Other Expenses	88,000.00	88,000.00	88,000.00	66,950.34		21,049.66
Engineering Services and Costs						
Other Expenses	75,000.00	75,000.00	75,000.00	57,213.16	3,000.00	14,786.84
Planning Services						
Other Expenses	10,000.00	7,000.00	7,000.00	1,633.75		5,366.25
Aid to Library						
Other Expenses	80,405.00	80,405.00	80,405.00	80,082.72		322.28

Continued

TOWNSHIP OF DELANCO
Current Fund

Statement of Expenditures - Regulatory Basis
 For the Year Ended December 31, 2021

	Appropriations		Budget After Modification	Paid or Charged	Expended		Unexpended Balance Canceled
	Budget	Emergency Appropriation			Encumbered	Reserved	
	\$	25,000.00	\$	24,480.82	\$	519.18	\$ -
		21,000.00		13,517.15		3,360.60	
					122.25		
		502,000.00		419,684.14		33,650.37	
		40,000.00		39,412.26		587.74	
		105,000.00		104,166.84		833.16	
		13,000.00		13,817.00			
		56,000.00		55,006.48		993.52	
		8,850.00		7,031.14		1,818.86	
		4,200.00		1,750.00		2,450.00	
		1,685,000.00		1,601,897.22		8,102.78	75,000.00
		127,000.00		74,059.87		32,893.74	
		9,300.00		8,300.00		1,000.00	
		14,000.00		14,000.00			
		2,160.00		2,160.00			
		1,045.00		1,045.00			
		344,000.00		299,285.61		32,714.39	
		47,000.00		47,818.44		816.40	
		1,715.00		1,714.86		0.14	
		26,550.00		16,801.25		17,748.75	
		150,000.00		136,940.00		13,060.00	

GENERAL APPROPRIATIONS:

Operations Within "CAPS":

Land Use Administration:

Joint Land Use Board

Salaries and Wages

Other Expenses

Insurance:

Group Insurance

Liability Insurance

Workers Compensation

Health Benefits Waivers

Municipal Court

Salaries and Wages

Other Expenses

Public Defender

Salaries and Wages

Police

Salaries and Wages

Other Expenses

Municipal Prosecutor

Other Expenses

Aid to Volunteer Ambulance Organization

Other Expenses

Office of Emergency Management

Salaries and Wages

Other Expenses

Fire

Other Expenses

Streets and Roads Maintenance

Salaries and Wages

Other Expenses

Shade Tree Commission

Salaries and Wages

Other Expenses

Solid Waste Collection

Other Expenses

Continued



TOWNSHIP OF DELANCO
Current Fund

Statement of Expenditures - Regulatory Basis
For the Year Ended December 31, 2021

	Appropriations			Expended		Unexpended Balance Canceled
	Budget	Emergency Appropriation	Budget After Modification	Paid or Charged	Encumbered	
GENERAL APPROPRIATIONS:						
Operations Within "CAPS":						
Public Buildings and Grounds						
Salaries and Wages	\$ 12,600.00	\$ -	\$ 12,600.00	12,543.44	\$ -	\$ 56.56
Demolition of Building						
Other Expenses (includes \$45,000 donation sidewalk)	45,000.00		60,000.00	44,877.72	7,515.00	7,607.28
Vehicle Maintenance						
Other Expenses	40,000.00		45,000.00	41,465.54		3,534.46
Health and Human Services						
Animal Control						
Other Expenses	5,500.00		5,500.00	5,061.40		438.60
Registrar of Vital Statistics						
Salaries and Wages	4,615.00		4,615.00	4,614.22		0.78
Other Expenses	1,615.00		1,615.00	247.00		1,368.00
Parks and Recreation Functions						
Recreation Services and Programs						
Salaries and Wages	2,285.00		2,285.00	2,281.50		3.50
Other Expenses	18,070.00		18,070.00	18,070.00		
Delanco Youth Sports Association						
Other Expenses	6,000.00		6,000.00	6,000.00		
Accumulated Sick Leave Compensation						
Salaries and Wages	100.00		100.00	100.00		
Utility and Bulk Purchases						
Electricity	51,000.00		41,000.00	37,627.37	5.63	3,367.00
Street Lights	81,000.00		78,000.00	71,172.17	28.22	6,799.61
Telephone	30,000.00		30,000.00	28,760.28	298.98	940.74
Water	11,000.00		11,000.00	9,857.35	343.58	799.07
Gasoline	35,000.00		45,000.00	36,337.56	2,775.41	5,887.03
Sewerage Disposal Costs	100.00		100.00			100.00
Landfill and Solid Waste Disposal						
Landfill Fees	215,000.00		209,000.00	181,172.05	18,013.18	9,814.77
Uniform Construction Code						
State Uniform Construction Code						
Construction Code Official	45,000.00		67,400.49	67,400.49		
Salaries and Wages	99,500.00		82,500.00	65,353.40	1,208.20	15,938.40
Other Expenses						

Continued

TOWNSHIP OF DELANCO
Current Fund

Statement of Expenditures - Regulatory Basis
 For the Year Ended December 31, 2021

	Appropriations		Budget After Modification	Paid or Charged	Expended		Unexpended Balance Canceled
	Budget	Emergency Appropriation			Encumbered	Reserved	
GENERAL APPROPRIATIONS:							
Operations Within "CAPS":							
Inspection of Rentals	\$ 20,500.00	\$ -	\$ 18,099.51	2,715.00	\$ -	\$ 15,384.51	\$ -
Other Expenses				(0.24)		2,000.24	
Housing Officer	6,000.00		2,000.00				
Salaries and Wages							
Total Operations Including Contingent - Within "CAPS"	4,712,375.00		4,712,375.00	4,235,503.16	103,553.50	298,318.34	75,000.00
Detail:							
Salaries and Wages	2,610,675.00		2,618,257.39	2,487,786.86		55,470.53	75,000.00
Other Expenses	2,101,700.00		2,094,117.61	1,747,716.30	103,553.50	242,847.81	
Deferred Charges and Statutory Expenditures - Municipal - Within "CAPS":							
STATUTORY EXPENDITURES:							
Contribution to:							
Public Employees Retirement System	111,983.00		111,983.00	111,983.00			
Police & Fireman's Retirement System	378,872.00		378,872.00	378,872.00			
Social Security System (O.A.S.I.)	99,000.00		99,000.00	97,235.10		1,764.90	
Defined Contribution Retirement Plan	2,505.00		2,505.00	399.52		2,105.48	
Total Deferred Charges and Statutory Expenditures - Municipal Within "CAPS"	592,360.00		592,360.00	588,489.62		3,870.38	
Total General Appropriations - For Municipal Purposes Within "CAPS"	5,304,735.00		5,304,735.00	4,823,992.78	103,553.50	302,188.72	75,000.00

Continued

TOWNSHIP OF DELANCO
Current Fund

Statement of Expenditures - Regulatory Basis
For the Year Ended December 31, 2021

	Appropriations		Budget After Modification	Paid or Charged	Expended		Unexpended Balance Canceled
	Budget	Emergency Appropriation			Encumbered	Reserved	
GENERAL APPROPRIATIONS:							
Operations Excluded from "CAPS":							
Recycling Tax	\$ 7,500.00	\$ -	\$ 7,500.00	\$ -	\$ -	7,500.00	\$ -
NJPDES Stormwater Permit (NJSA 40A:4-45.3(cc)):							
Streets and Roads	48,618.00		48,618.00	48,618.00	2,310.00	3,639.13	
Salaries and Wages	9,500.00		9,500.00	3,550.87			
Other Expenses							
Total Other Operations Excluded from "CAPS":	65,618.00		65,618.00	52,168.87	2,310.00	11,139.13	
GENERAL APPROPRIATIONS:							
Operations Excluded from "CAPS":							
Public and Private Programs Offset by Revenues:							
Body Armor	1,236.59		1,236.59	1,236.59			
Recycling Tonnage	7,107.35		7,107.35	7,107.35			
NJ State Library Aid (C159 \$1,070.00)	3,300.00		1,070.00	1,070.00			
DWI Grant			3,300.00	3,300.00			
Clean Communities (C159 \$9,494.83)			9,494.83	9,494.83			
NJ Transportation Trust Fund (C159 \$175,454.25)			175,454.25	175,454.25			
Contractor Contribution for Sidewalks			45,000.00		45,000.00		
SFSP Fire District Payment	1,700.00		1,700.00	1,700.00			
Total Public and Private Programs Offset by Revenues	13,343.94		244,363.02	199,363.02	45,000.00		
Total Operations - Excluded From "CAPS"	78,961.94		309,981.02	251,531.89	47,310.00	11,139.13	
Detail:							
Salaries and Wages	48,618.00		48,618.00	48,618.00			
Other Expenses	30,343.94		261,363.02	202,913.89	47,310.00	11,139.13	
GENERAL APPROPRIATIONS:							
Capital Improvements - Excluded From "CAPS"							
Capital Improvement Fund	225,000.00		225,000.00	225,000.00			
Total Capital Improvements - Excluded From "CAPS"	225,000.00		225,000.00	225,000.00			

Continued

TOWNSHIP OF DELANCO
Current Fund

Statement of Expenditures - Regulatory Basis
For the Year Ended December 31, 2021

	Appropriations		Budget After Modification	Paid or Charged	Expended		Unexpended Balance Canceled
	Budget	Emergency Appropriation			Encumbered	Reserved	
Municipal Debt Service - Excluded From "CAPS"							
Payment of Bond Principal	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Interest on Bonds	357,810.00		357,810.00	357,810.00			
Payment of Bond Anticipation Notes and Capital Notes	11,500.00		11,500.00	11,362.74			137.26
Interest on Notes							
Total Municipal Debt Service - Excluded From "CAPS"	369,310.00		369,310.00	369,172.74			137.26
Total General Appropriations for Municipal Purposes Excluded From "CAPS"	673,271.94		904,291.02	845,704.63	47,310.00	11,139.13	137.26
Subtotal General Appropriations	5,978,006.94		6,209,026.02	5,669,697.41	150,863.50	313,327.85	75,137.26
Reserve for Uncollected Taxes	496,190.87		496,190.87	496,190.87			
TOTAL GENERAL APPROPRIATIONS	\$ 6,474,197.81		\$ 6,705,216.89	\$ 6,165,888.28	\$ 150,863.50	\$ 313,327.85	\$ 75,137.26

Budget After Modification

Original Budget \$ 6,474,197.81
Appropriation by NJSA 40A:4-87 231,019.08
\$ 6,705,216.89

Analysis of Expended - Paid or Charged:

Federal and State Grant Fund - Appropriated Reserves \$ 197,663.02
Reserve for Uncollected Taxes 496,190.87
Cash Disbursed 5,472,034.39
\$ 6,165,888.28

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

TOWNSHIP OF DELANCO

Trust Fund

Statement of Assets, Liabilities, Reserves and Fund Balance - Regulatory Basis
For the Years Ended December 31, 2021 and 2020

	Reference	2021	2020
<u>ASSETS</u>			
Animal Control Fund:			
Cash - Treasurer	B-1	\$ 143.98	\$ 302.58
Cash - Clerk	B-2	4.20	-
Total Animal Control Funds		<u>148.18</u>	<u>302.58</u>
Other Funds:			
Cash - Treasurer	B-1	1,191,005.42	807,394.97
Due from Current Fund - Other Trust	A	1,984.06	1,924.06
Due from Current Fund - Open Space	A	2,406.17	404.12
Total Other Funds		<u>1,195,395.65</u>	<u>809,723.15</u>
Total		<u>\$ 1,195,543.83</u>	<u>\$ 810,025.73</u>
<u>LIABILITIES AND RESERVES</u>			
Animal Control Fund:			
Due to State		\$ 4.20	\$ -
Reserve for Animal Control Fund Expenditures	B-3	143.98	302.58
Total Animal Control Fund		<u>148.18</u>	<u>302.58</u>
Other Funds:			
Due to Current Fund	A	1,352.71	1,352.71
Due to Grant Fund	A	31,695.00	31,695.00
Due to Criminal Disposition		1,819.88	1,819.88
Reserve for:			
Open Space	B-6	9,128.95	53,548.63
Unemployment Compensation Trust	B-7	92,722.28	89,714.96
Tax Sale Premiums	B-4	165,750.00	43,550.00
Escrow Deposits	B-4	178,482.92	178,671.60
Gateway Park Brick Fund	B-4	107.94	107.82
Housing Trust	B-4	517,545.71	233,791.97
Special Law Enforcement	B-4	3,791.13	1,697.24
Public Defender	B-4	114.85	
Tax Collector Redemption	B-4	1,380.16	1,380.16
Accumulated Absences	B-4	183,217.75	164,484.16
Cops Care	B-4	7,075.20	6,005.27
Flexible Spending	B-4	868.39	1,627.75
Payroll Deductions Payable	B-5	6.78	
POAA	B-8	336.00	276.00
Total Other Funds		<u>1,195,395.65</u>	<u>809,723.15</u>
Total		<u>\$ 1,195,543.83</u>	<u>\$ 810,025.73</u>

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

TOWNSHIP OF DELANCO

General Capital Fund

Statement of Assets, Liabilities, Reserves and Fund Balance -- Regulatory Basis
December 31, 2021 and 2020

<u>ASSETS</u>	<u>Reference</u>	<u>2021</u>	<u>2020</u>
Cash	C-2	\$ 525,452.22	\$ 639,644.25
Deferred Charges to Future Taxation:			
Funded	C-4	187,332.92	202,416.53
Unfunded	C-5	2,323,600.00	1,782,235.00
Grants Receivable		139,545.75	-
Due from Current Fund	A	94.15	23,844.15
Total		<u>\$ 3,176,025.04</u>	<u>\$ 2,648,139.93</u>
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
Bond Anticipation Notes Payable	C-9	\$ 1,310,425.00	\$ 1,199,410.00
Green Acres Loan Trust Payable	C-7	187,332.92	202,416.53
Due to Federal and State Grant Fund	A	29,766.08	-
Reserve for Debt Service		-	23,750.00
Improvement Authorizations:			
Funded	C-8	185,511.35	297,930.62
Unfunded	C-8	1,457,020.38	923,987.84
Capital Improvement Fund	C-6	4,670.41	84.58
Fund Balance	C-1	1,298.90	560.36
Total		<u>\$ 3,176,025.04</u>	<u>\$ 2,648,139.93</u>

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

TOWNSHIP OF DELANCO

General Capital Fund

**Statement of Operations and Changes in Fund Balance – Regulatory Basis
For the Year Ended December 31, 2021**

Balance December 31, 2020	\$	560.36
Increased by:		
Funded Improvement Authorizations Cancelled		<u>738.54</u>
Balance December 31, 2021	\$	<u><u>1,298.90</u></u>

TOWNSHIP OF DELANCO

ACCOUNT GROUP

**Statement of General Fixed Assets Group of Accounts
For the Year Ended December 31, 2021**

	Balance December 31, 2020	Additions / Adjustments	Retirements / Adjustments	Balance December 31, 2021
General Fixed Assets:				
Land	\$ 442,810.00	\$ -	\$ -	\$ 442,810.00
Buildings and Improvements	4,506,540.00		-	4,506,540.00
Vehicles	1,315,556.00		33,092.00	1,282,464.00
Equipment	494,393.00		-	494,393.00
Total General Fixed Assets	<u>\$ 6,759,299.00</u>	<u>\$ -</u>	<u>\$ 33,092.00</u>	<u>\$ 6,726,207.00</u>
Total Investment in General Fixed Assets	<u>\$ 6,759,299.00</u>	<u>\$ -</u>	<u>\$ 33,092.00</u>	<u>\$ 6,726,207.00</u>

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

Township of Delanco
Notes to Financial Statements
December 31, 2021

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Description of Financial Reporting Entity - The Township of Delanco (hereafter referred to as the "Township") is located in the western portion of the County of Burlington, State of New Jersey. The present population according to the 2020 census is 4,426.

The Township was incorporated in 1924 and is governed by a Committee form of government which consists of five members elected at large by the voters. The Committee members serve three-year terms that are staggered. Two members are elected in two successive years and one member is elected in the third year. The Mayor is selected annually by the Committee and acts as the Chief Executive Officer of the Township. The legislative powers rest with the Township Committee. The Township Administrator, Township Clerk and Township Treasurer are appointed by the Township Committee and monitor the daily administrative and financial responsibilities, including but not limited to, staffing and personnel issues and budget preparation and implementation.

Component Units – GASB Statement No. 14, *The Financial Reporting Entity* and GASB Statement No. 39, *Determining Whether Certain Organizations are Component Unit*, provide guidance that all entities associated with a primary government are potential component units and should be evaluated for inclusion in the financial reporting entity. A primary government is financially accountable not only for the organizations that make up its legal entity, but also for legally separate organizations that meet the criteria established by GASB Statements No. 14 and No. 39. In addition, GASB Statement No. 61, provides additional guidance for organizations that do not meet the financial accountability criteria for inclusion as component units but that nevertheless should be included because the primary government's management determines that it would be misleading to exclude them. GASB Statement No. 80, *Blending Requirements for Certain Component Units* - an Amendment of GASB Statement No. 14 amends the blending requirements for the financial statement presentation of component units of all state and local governments. The additional criteria requires blending of a component unit incorporated as a not-for-profit corporation in which the primary government is the sole corporate member. Based on the application of these criteria, the following organization is considered to be a component unit; however, the Township has determined that it is not significant and, therefore, has not been included in the basic financial statements:

Delanco Township Sewerage Authority
770 Coopertown Road
Delanco, New Jersey 08075

Requests for financial information should be addressed to the organization listed above.

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

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

Current Fund - The Current Fund accounts for resources and expenditures for governmental operations of a general nature, including Federal and State grant funds.

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

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

Township of Delanco
Notes to Financial Statements
December 31, 2021

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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

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

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

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

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

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

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

Township of Delanco
Notes to Financial Statements
December 31, 2021

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

General Fixed Assets - Accounting for Governmental Fixed Assets, as required by N.J.A.C. 5:30-5.6, differs in certain respects from accounting principles generally accepted in the United States of America. In accordance with the regulations, all local units, including municipalities, must maintain a general fixed assets reporting system that establishes and maintains a physical inventory of nonexpendable, tangible property as defined and limited by the U.S. Office of Management and Budget Circular A-87 (Attachment B, Section 19), except that the useful life of such property is at least five years. The Township has adopted a capitalization threshold of \$5,000 the maximum amount allowed by the Circular.

Generally, assets are valued at historical cost; however, assets acquired prior to December 31, 1985 are valued at actual historical cost or estimated historical cost. Donated general fixed assets are recorded at their estimated fair market value on the acquisition date. Donated general fixed assets are recorded at their estimated fair market value on the acquisition date. Interest costs relative to the acquisition of general fixed assets are recorded as expenditures when paid. Public domain ("infrastructure") general fixed assets consisting of certain improvements, such as roads, bridges, curbs and gutters, streets and sidewalks and drainage systems are not capitalized. Expenditures for construction in progress are recorded in the Capital Funds until such time as the construction is completed and put into operation. The Township is required to maintain a subsidiary ledger detailing fixed assets records to control additions, retirements and transfers of fixed assets. In addition, a Statement of General Fixed Assets, reflecting the activity for the year, must be included in the Township's basic financial statements.

The regulations require that general fixed assets, whether constructed or acquired through purchase, grant or gift be included in the aforementioned inventory. In addition, property management standards must be maintained that includes accurate records indicating asset description, source, ownership, acquisition cost and date, the percentage of Federal participation (if any), and the location, use, and condition of the asset. Periodically, physical inventories must be taken and reconciled with these records. Lastly, all fixed assets must be adequately controlled to safeguard against loss, damage or theft. No depreciation of general fixed assets is recorded.

Foreclosed Property - Foreclosed property is recorded in the Current Fund at the assessed valuation when such property was acquired and is fully reserved. Ordinarily it is the intention of the municipality to resell foreclosed property in order to recover all or a portion of the delinquent taxes or assessments and to return the property to a taxpaying basis. For this reason, the value of foreclosed property has not been included in the General Fixed Assets Account Group. If such property is converted to a municipal use, it will be recorded in the General Fixed Assets Account Group.

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

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

Fund Balance - Fund Balance included in the Current Fund represent amounts available for anticipation as revenue in future years' budgets, with certain restrictions.

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

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

Township of Delanco
Notes to Financial Statements
December 31, 2021

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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

School Taxes - The Township is responsible for levying, collecting and remitting school taxes for the Delanco Township School District. Operations is charged for the full amount required to be raised from taxation to operate the local school district for the period from July 1 to June 30, increased by the amount deferred at December 31, 2020 and decreased by the amount deferred at December 31, 2021.

County Taxes - The Township is responsible for levying, collecting and remitting county taxes for the County of Burlington. Operations is charged for the amount due the County for the year, based upon the ratables required to be certified to the County Board of Taxation by January 10 of the current year. In addition, operations is charged for the County share of Added and Omitted Taxes certified to the County Board of Taxation by October 10 of the current year and due to be paid to the County by February 15 of the following year.

Fire District - The Township is responsible for levying, collecting and remitting the fire district taxes to the Delanco Township Fire District. Operations is charged for the full amount required to be raised from taxation to support the fire district for the year.

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

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

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

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

Township of Delanco
Notes to Financial Statements
December 31, 2021

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Interest on Delinquent Taxes – It is the policy of the Township to collect interest for the nonpayment of taxes or assessments on or before the date when they would become delinquent. The Tax Collector is authorized to charge eight percent (8%) per annum on the first \$1,500 of taxes becoming delinquent after due date and eighteen percent (18%) per annum on any amount of taxes in excess of \$1,500 becoming delinquent after the due date and if a delinquency is in excess of \$10,000 and remains in arrears beyond December 31st, an additional penalty of six percent (6%) shall be charged against the delinquency. There is a ten (10) day grace period.

Comparative Data – Comparative total data for the prior year have been presented in the accompanying statements of assets, liabilities, reserves and fund balance and statement of operations in order to provide an understanding of changes in the Township’s financial position. However, comparative (i.e., presentation of prior year totals by fund type) data have not been presented in the statement of revenues – regulatory basis and the statement of expenditures – regulatory basis since their inclusion would make the statements unduly complex and difficult to read.

NOTE 2. CASH AND CASH EQUIVALENTS

Custodial Credit Risk Related to Deposits – Custodial credit risk refers to the risk that, in the event of a bank failure, the Municipality’s deposits may not be recovered. Although the Municipality does not have a formal policy regarding custodial credit risk, N.J.S.A. 17:9-41 et seq. requires that governmental units shall deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Unit. Under the Act, the first \$250,000 of governmental deposits in each insured depository is protected by the Federal Deposit Insurance Corporation (FDIC). Public funds owned by the municipality in excess of FDIC insured amounts are protected by GUDPA. However, GUDPA does not protect intermingled trust funds such as salary withholdings or funds that may pass to the Municipality relative to the happening of a future condition. Such funds are shown as uninsured and uncollateralized. Of the Municipality’s amount on deposit of \$7,793,162 as of December 31, 2021, \$250,000 was insured under FDIC and the remaining balance of \$7,543,162 was collateralized under GUDPA.

NOTE 3. PROPERTY TAXES

The following is a comparison of certain statistical information relative to property taxes and property tax collections for the current and previous four years ending December 31.

<u>Comparative Schedule of Tax Rates</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Total Tax Rate	<u>\$ 3.437</u>	<u>\$ 3.384</u>	<u>\$ 3.290</u>	<u>\$ 3.224</u>	<u>\$ 3.163</u>
Apportionment of Tax Rate:					
Municipal	1.076	1.060	1.056	1.033	1.021
County	0.434	0.429	0.423	0.428	0.436
Local School	1.788	1.755	1.679	1.640	1.593
Fire District	0.119	0.120	0.112	0.103	0.093
Municipal Open Space	0.020	0.020	0.020	0.020	0.020

**Township of Delanco
Notes to Financial Statements
December 31, 2021**

NOTE 3. PROPERTY TAXES (Continued)

Assessed Valuation

2021	\$	403,859,491
2020		400,355,293
2019		397,325,696
2018		395,445,795
2017		395,754,800

Comparison of Tax Levies and Collections

<u>Year</u>	<u>Tax Levy</u>	<u>Collections</u>	<u>Percentage of Collections</u>
2021	\$ 14,277,306	\$ 14,118,599	98.89%
2020	13,616,393	13,448,044	98.76%
2019	13,177,717	12,994,298	98.61%
2018	12,796,954	12,610,229	98.54%
2017	12,547,196	12,346,713	98.40%

Taxes and Tax Title Liens

<u>Tax Title Liens</u>	<u>Delinquent Taxes</u>	<u>Total Delinquent</u>	<u>Percentage of Tax Levy</u>
\$ 54,301	\$ 146,535	\$ 200,836	1.41%
53,152	166,979	220,131	1.58%
52,616	163,168	215,784	1.64%
48,056	177,762	225,818	1.76%
43,587	162,345	205,932	1.64%

The following comparison is made of the number of tax title liens receivable on December 31, of the current year and previous four years.

<u>Year</u>	<u>Number</u>
2021	3
2020	4
2019	5
2018	5
2017	5

**Township of Delanco
Notes to Financial Statements
December 31, 2021**

NOTE 4. PROPERTY ACQUIRED BY TAX TITLE LIEN LIQUIDATION

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

<u>Year</u>	<u>Amount</u>
2021	\$ 68,700
2020	68,700
2019	57,500
2018	57,500
2017	57,500

NOTE 5. FUND BALANCES APPROPRIATED

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

<u>Year</u>	<u>Balance December 31,</u>	<u>Utilized in Budget of Succeeding Year</u>	<u>Percentage of Fund Balance Used</u>
<u>Current Fund</u>			
2021	\$ 3,148,798	\$ 1,371,500	43.56%
2020	2,069,405	1,250,000	60.40%
2019	1,885,178	1,050,000	55.70%
2018	1,747,876	1,100,000	62.93%
2017	1,528,692	900,000	58.87%

NOTE 6. INTERFUND RECEIVABLES AND PAYABLES

The following interfund balances were recorded on the various statements of assets, liabilities, reserves and fund balances as of December 31, 2021:

<u>Fund</u>	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
Current Fund	\$ 1,353	\$ 4,484
Federal & State Grant Fund	61,461	
Trust Fund:		
Other Trust Funds	4,390	33,048
General Capital Fund	94	29,766
	<u>\$ 67,298</u>	<u>\$ 67,298</u>

**Township of Delanco
Notes to Financial Statements
December 31, 2021**

NOTE 7. PENSION PLANS

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

Substantially all of the Township's employees participate in one of the following pension plans which have been established by State statute, and are administered by the New Jersey Division of Pensions and Benefits (Division): the Police and Firemen's Retirement System (PFRS), the Public Employees' Retirement System (PERS) or the Defined Contribution Retirement Program (DCRP). Each plan has a Board of Trustees that is primarily responsible for its administration. The Division issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to or at the following website: the State of New Jersey, Division of Pensions and Benefits. P.O. Box 295, Trenton, New Jersey, 08625-0295, <https://www.state.nj.us/treasury/pensions/financial-reports.shtml>

Plan Description - The Police and Firemen's Retirement System is a cost sharing multiple-employer defined benefit pension plan which was established as of July 1, 1944. The PFRS provides retirement, death and disability, and medical benefits to certain qualified members. Membership in the PFRS is mandatory for substantially all full-time police and firemen of the Township.

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

The following represents the membership tiers for PFRS:

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

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

Contributions - The contribution requirements of plan members are determined by N.J.S.A. 43:16A and requires contributions by active members and contributing employers. Pursuant to the provisions of Chapter 78, P.L. 2011, the active member contribution rate is 10.0%. Employers' contributions are based on an actuarially determined amount, which includes the normal cost and unfunded accrued liability.

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

**Township of Delanco
Notes to Financial Statements
December 31, 2021**

NOTE 7. PENSION PLANS (CONTINUED)

Police and Firemen's Retirement System (PFRS)

The Township's contractually required contribution rate for the year ended December 31, 2020, was 30.57% of the Township's covered payroll. This amount was actuarially determined as the amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, including an additional

amount to finance any unfunded accrued liability.

Based on the most recent PFRS measurement date of June 30, 2020, the Township's contractually required contribution to the pension plan for the year ended December 31, 2020, is \$378,872 and is payable by April 1, 2021. Due to the basis of accounting described in Note 1, no liability has been recorded in the financial statements for this amount.

The amount of contractually required contribution for the State of New Jersey's proportionate share, associated with the Township, for the year ended December 31, 2020, was 4.22% of the Township's covered payroll.

Based on the most recent PFRS measurement date of June 30, 2020, the State's contractually required contribution, on-behalf of the Township, to the pension plan for the year ended December 31, 2020, is \$52,332 and is payable by April 1, 2021. Based on the PFRS measurement date of June 30, 2019, the State's contractually required contribution, on-behalf of the Township, to the pension plan for the year ended December 31, 2019, was \$42,585, which was paid on April 1, 2020.

The Township is billed annually for its normal contributions plus any accrued liability. These contributions, equal to the required contributions are detailed below.

<u>Fiscal Year</u>	<u>Normal Contributions</u>	<u>Accrued Liability</u>	<u>Non Contributory Life</u>	<u>Employer Retro</u>	<u>Total Liability Paid by Township</u>
2020	\$ 106,371	\$ 208,780	\$ 15,223	\$ -	\$ 330,374
2019	84,245	173,966	10,196	-	268,407
2018	68,675	142,964	8,912	1,455	222,006

Pension Liabilities, Pension Expense, and Deferred Outflow of Resources and Deferred Inflows of Resources Related to Pensions – For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the PFRS and additions to/deductions from PFRS fiduciary net position have been determined on the same basis as they are reported by PFRS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

For the year ended December 31, 2020, the Township's proportionate share of pension expense is \$77,073. This expense is not recognized by the Township because of the regulatory basis of accounting as described in Note 1.

Township of Delanco
Notes to Financial Statements
December 31, 2021

NOTE 7. PENSION PLANS (CONTINUED)

Police and Firemen's Retirement System (PFRS)

At December 31, 2020, the Township proportionate share of the net pension liability is \$4,382,075 and deferred outflows of resources related to PFRS from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 44,179	\$ 15,727
Changes of assumptions	11,027	1,174,808
Net Difference between projected and actual earnings on pension plan investments	256,942	
Changes in proportion	971,464	179,030
Township contributions subsequent to the measurement date	378,872	
Total	\$ 1,662,484	\$ 1,369,565

\$378,872 included in deferred outflows of resources, will be included as a reduction of the net pension liability in the year ending December 31, 2021.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

For the year ended:	Net Deferred Outflows (Inflows) of Resources
2021	\$ 70,679
2022	70,679
2023	(206,681)
2024	20,558
2025	(41,188)
Total	\$ (85,953)

Township of Delanco
Notes to Financial Statements
December 31, 2021

NOTE 7. PENSION PLANS (CONTINUED)

Police and Firemen's Retirement System (PFRS)

The amortization of the above other deferred outflows of resources and deferred inflows of resources related to pensions will be over the following number of years:

	<u>Deferred</u> <u>Outflows of</u> <u>Resources</u>	<u>Deferred</u> <u>Inflows of</u> <u>Resources</u>
Differences between expected and actual experience		
Year of Pension Plan Deferral:		
June 30, 2015	-	5.53
June 30, 2016	-	5.58
June 30, 2017	5.59	
June 30, 2018	5.73	
June 30, 2019	-	5.92
June 30, 2020	5.90	
Changes of assumptions		
June 30, 2014	6.17	-
June 30, 2015	5.53	-
June 30, 2016	5.58	-
June 30, 2017	-	5.59
June 30, 2018	-	5.73
June 30, 2019	-	5.92
June 30, 2020	-	5.90
Differences between projected and actual investment earnings on pension plan investments		
June 30, 2016	5.00	-
June 30, 2017	5.00	-
June 30, 2018	5.00	-
June 30, 2019	5.00	-
June 30, 2020	5.00	-

Additional Information

Collective balances at June 30, 2020 and 2019 are as follows:

	<u>6/30/2020</u>	<u>6/30/2019</u>
Collective deferred outflows of resources	\$ 1,601,195,880	\$ 1,198,936,924
Collective deferred inflows of resources	\$ 4,191,274,402	\$ 4,874,748,912
Collective net pension liability	\$ 14,926,648,722	\$ 14,170,193,618
Township's Proportion	.0339135235%	.0327067156%

**Township of Delanco
Notes to Financial Statements
December 31, 2021**

NOTE 7. PENSION PLANS (CONTINUED)

Police and Firemen’s Retirement System (PFRS) (Continued)

Actuarial assumptions – The total pension liability for the June 30, 2020 measurement date was determined by an actuarial valuation as of July 1, 2019, which was rolled forward to June 30, 2020. This actuarial valuation used the following actuarial assumptions:

Inflation rate:	
Price	2.75%
Wage	3.25%
Salary Increases:	
Through all future years	3.25 – 15.25%
	based on years of service
Investment Rate of Return:	7.00%

Additional Information

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

The actuarial assumptions used in the July 1, 2019 valuation were based on the results of an actuarial experience study for the period July 1, 2013 to June 30, 2018.

Long-Term Expected Rate of Return - In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2020) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries. The long term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

Best estimates of arithmetic real rates of return for each major asset class included in PFRS’s target asset allocation as of June 30, 2020 are summarized in the following table:

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

Township of Delanco
Notes to Financial Statements
December 31, 2021

NOTE 7. PENSION PLANS (CONTINUED)

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

Discount rate. The discount rate used to measure the State's total pension liability was 7.00% as of June 30, 2020. 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 based on 78% of the actuarially determined contributions for the State employer and 100% of actuarially determined contributions for local employers. Based on those assumptions, the plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all projected benefit payments to determine the total pension liability.

Sensitivity of the Township's proportionate share of the net pension liability to changes in the discount rate. The following presents the Township's and State's proportionate share of the net pension liability measured as of June 30, 2020, calculated using the discount rate of 7.00%, as well as what the Township's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (6.00%) or 1 percentage point higher (8.00%) than the current rate:

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Township's proportionate share of the net pension liability	\$ 5,827,258	\$ 4,382,075	\$ 3,181,740
State's proportionate share of the net pension liability associated with the Township	767,535	660,078	570,846
	\$ 6,594,793	\$ 5,042,153	\$ 3,752,586

Public Employees' Retirement System (PERS)

Plan Description - The Public Employees' Retirement System is a cost-sharing multiple-employer defined benefit pension plan which was established on January 1, 1955. The PERS provides retirement, death and disability, and medical benefits to certain qualified members. Vesting Membership in the PERS is mandatory for substantially all full-time employees of the Township, provided the employee is not required to be a member of another state-administered retirement system or other state pension fund or local jurisdiction's pension fund. The PERS's Board of Trustees is primarily responsible for the administration of the PERS. For additional information about PERS, please refer to Division's annual financial statements, which can be found at <http://www.state.nj.us/treasury/pensions/annual-reports.shtml>.

Vesting and Benefit Provisions - 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 medical benefits, which vest after 25 years of service or under the disability provisions of PERS.

Township of Delanco
Notes to Financial Statements
December 31, 2021

NOTE 7. PENSION PLANS (CONTINUED)

Public Employees' Retirement System (PERS) (Continued)

The following represents the membership tiers for PERS:

Tier	Definition
1	Members who were enrolled prior to July 1, 2007
2	Members who were eligible to enroll on or after July 1, 2007 and prior to November 2, 2008
3	Members who were eligible to enroll on or after November 2, 2008 and prior to May 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 1/55th of final average salary for each year of service credit is available to tiers 1 and 2 members upon reaching age 60 and to tier 3 members upon reaching age 62. Service retirement benefits of 1/60th of final average salary for each year of service credit is available to tier 4 members upon reaching age 62 and tier 5 members upon reaching age 65. Early retirement benefits are available to tiers 1 and 2 members before reaching age 60, tiers 3 and 4 with 25 or more years of service credit before age 62, and tier 5 with 30 or more years of service credit before age 65. Benefits are reduced by a fraction of a percent for each month that a member retires prior to the age at which a member can receive full early retirement benefits in accordance with their respective tier. Tier 1 members can receive an unreduced benefit from age 55 to age 60 if they have at least 25 years of service. Deferred retirement is available to members who have at least 10 years of service credit and have not reached the service retirement age for their respective tier.

Contributions - The contribution requirements of plan members are determined by N.J.S.A 43:15A and requires contributions by active members and contributing employers. Members contribute at a uniform rate. The member contribution rate was 7.50% in State fiscal year 2020. Employers' contribution amounts are based on an actuarially determined rate. The Authority's contribution amounts are based on an actuarially determined rate which included the normal cost and unfunded accrued liability.

The Township's contractually required contribution rate for the year ended December 31, 2020 was 12.75% of the Township's covered payroll. This amount was actuarially determined as the amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, including an additional amount to finance any unfunded accrued liability.

Based on the most recent PERS measurement date of June 30, 2020, the Township's contractually required contribution to the pension plan for the fiscal year ended December 31, 2020 was \$111,983 and is payable by April 1, 2021. Based on the PERS measurement date of June 30, 2019, the Township's contractually required contribution to the pension plan for the year ended December 31, 2019 was \$93,928, which was paid by April 1, 2020. Employee contributions to the pension plan during the year ended December 31, 2020 were \$57,911.

The Township is billed annually for its normal contributions plus any accrued liability. These contributions, equal to the required contributions are detailed below.

Fiscal Year	Normal Contributions	Accrued Liability	Non Contributory Life	Long-term Disability	Employer Retro	Total Liability Paid by Township
2020	\$ 8,692	\$ 80,434	\$ 4,803	\$ 336	\$ -	\$ 94,265
2019	12,761	84,711	4,643	475	-	102,590
2018	11,979	74,595	4,436	561	889	92,460

**Township of Delanco
Notes to Financial Statements
December 31, 2021**

NOTE 7. PENSION PLANS (CONTINUED)

Public Employees' Retirement System (PERS) (Continued)

Pension Liabilities, Pension Expense, and Deferred Outflow of Resources and Deferred Inflows of Resources Related to Pensions – For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the PERS and additions to/deductions from PERS fiduciary net position have been determined on the same basis as they are reported by PERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

At December 31, 2020, the Township's proportionate share of the PERS net pension liability was \$1,669,318. The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2019. The Township's proportion of the of the net pension liability was based on a projection of the Township's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined.

For the year ended December 31, 2020, the Township's proportionate share of the PERS pension expense, calculated by the plan as of the June 30, 2019 measurement date is \$30,385. This expense is not recognized by the Township because of the regulatory basis of accounting as described in note 1.

At December 31, 2020, the Township proportionate share of the PERS net pension liability was \$1,669,318 and deferred outflows of resources related to PERS from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 30,396	\$ 5,903
Changes of assumptions	54,155	698,959
Net Difference between projected and actual earnings on pension plan investments	57,059	
Changes in proportion	152,800	101,801
Township contributions subsequent to the measurement date	111,983	
Total	\$ 406,393	\$ 806,663

\$111,983 included in deferred outflows of resources, will be included as a reduction of the net pension liability in the year ending December 31, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

For the year ended:	Net Deferred Outflows (Inflows) of Resources
2021	\$ (88,562)
2022	(211,653)
2023	(167,944)
2024	(33,301)
2025	(10,793)
Total	\$ (512,253)

Township of Delanco
Notes to Financial Statements
December 31, 2021

NOTE 7. PENSION PLANS (CONTINUED)

Public Employees' Retirement System (PERS) (Continued)

The amortization of the above other deferred outflows of resources and deferred inflows of resources related to pensions will be over the following number of years:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience		
Year of Pension Plan Deferral:		
June 30, 2015	5.72	-
June 30, 2016	5.57	-
June 30, 2017	5.48	-
June 30, 2018	-	5.63
June 30, 2019	5.21	-
June 30, 2020	5.16	-
Changes of assumptions		
June 30, 2014	6.44	-
June 30, 2015	5.72	-
June 30, 2016	5.57	-
June 30, 2017	-	5.48
June 30, 2018	-	5.63
June 30, 2019	-	5.21
June 30, 2020	-	5.16
Differences between projected and actual investment earnings on pension plan investments		
June 30, 2016	5.00	-
June 30, 2017	5.00	-
June 30, 2018	5.00	-
June 30, 2019	5.00	-
June 30, 2020	5.00	-

Additional Information

Collective balances at June 30, 2020 and 2019 are as follows:

	<u>6/30/2020</u>	<u>6/30/2019</u>
Collective deferred outflows of resources	\$ 2,347,583,337	\$ 3,149,522,616
Collective deferred inflows of resources	\$ 7,849,949,467	\$ 7,645,087,574
Collective net pension liability	\$ 16,435,616,426	\$ 18,143,832,135
Township's Proportion	.0102365780%	.0096563663%

Actuarial assumptions – The total pension liability for the June 30, 2020 measurement date was determined by an actuarial valuation as of July 1, 2019, which was rolled forward to June 30, 2020.

Township of Delanco
Notes to Financial Statements
December 31, 2021

NOTE 7. PENSION PLANS (CONTINUED)

Public Employees' Retirement System (PERS) (Continued)

This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement:

Inflation rate:	
Price	2.75%
Wage	3.25%
Salary Increases:	
Through 2026:	2.00 – 6.00% based on years of service
Thereafter:	3.00 – 7.00% based on years of service
Investment Rate of Return:	7.00%

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

The actuarial assumptions used in the July 1, 2019 valuation were based on the results of an actuarial experience study for the period July 1, 2014 to June 30, 2018.

Long-Term Expected Rate of Return - In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2020) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries. The long term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

Best estimates of arithmetic rates of return for each major asset class included in PERS's target asset allocation as of June 30, 2020 are summarized in the following table:

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

Township of Delanco
Notes to Financial Statements
December 31, 2021

NOTE 7. PENSION PLANS (CONTINUED)

Public Employees' Retirement System (PERS) (Continued)

Discount rate. The discount rate used to measure the State's total pension liability was 7.00% as of June 30, 2020. 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 nonemployer contributing entity will be made based on 78% of the actuarially determined contributions for the State employer and 100% of actuarially determined contributions for the local employers. Based on those assumptions, the plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied all projected benefit payments to 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 measured as of June 30, 2020, calculated using the discount rate of 7.00%, as well as what the Township's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (6.00%) or 1 percentage point higher (8.00%) than the current rate:

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Township's proportionate share of the net pension liability	\$ 2,101,393	\$ 1,669,318	\$ 1,302,691

Pension Plan fiduciary net position. Detailed information about the pension plan's fiduciary net position is available in the separately issued State of New Jersey Division of Pensions and Benefits financial report.

Defined Contribution Retirement Program (DCRP)

The Defined Contribution Retirement Program 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 Defined Contribution Retirement Program Board oversees the DCRP, which is administered by Prudential Financial on behalf of the Divisions of Pensions and Benefits. 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. Pursuant to the provisions of Chapter 78 P.L. 2011, the active member contribution rate was increased to 6.5% plus an additional 1.0% phased-in over seven years beginning in the first year. The phase-in of the additional incremental member contribution amount will take place in July of each subsequent year. The State Treasurer has the right under the current law to make temporary reductions in rates based on the existence of surplus pension assets in the retirement system; however, state statute also requires the return to the normal rate when such surplus pension assets no longer exist. The employee contributions along with the Township's contribution 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.

**Township of Delanco
Notes to Financial Statements
December 31, 2021**

NOTE 7. PENSION PLANS (CONTINUED)

Defined Contribution Retirement Program (DCRP) (Continued)

The Township's contributions, equal to the required contribution for each fiscal year, were as follows:

	<u>Employer</u>
2021	\$ 399
2020	1,935
2019	2,412

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

NOTE 8. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)

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

Plan Description

The Township contributes to the State Health Benefit Program (SHBP), a cost-sharing multiple-employer defined benefit other postemployment benefit (OPEB) administered by the State of New Jersey Division of Pensions and Benefits. It covers employees of local government employers that have adopted a resolution to participate in the Plan. The plan meets the definition of an equivalent arrangement as defined in paragraph 4 of (GASB Statement No. 75), therefore, assets are accumulated to pay associated benefits. For additional information about the Plan, please refer to the State of New Jersey (the State), Division of Pensions and Benefits' (the Division) Comprehensive Annual Financial Report (CAFR), which can be found at <https://www.state.nj.us/treasury/pensions/financial-reports.shtml>.

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

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

**Township of Delanco
Notes to Financial Statements
December 31, 2021**

NOTE 8. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (CONTINUED)

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

The Municipality has adopted a resolution to participate in the SHBP.

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

Contributions to pay for the health premiums of participating retirees in the SHBP are billed to the Municipality monthly. Premiums are funded entirely by the Municipality and are based on the type of coverage selected by the employee. The Municipality's contributions to the SHBP for post-retirement benefits for the years ended December 31, 2020 and 2019 were \$7,909 and \$11,559 respectively, which equaled the required benefit contribution for each year. There were two retired participants eligible at December 31, 2020 and 2019.

Allocation Methodology

GASB Statement No. 75 requires participating employers in the Plan to recognize their proportionate share of the collective net OPEB liability, collective deferred outflows of resources, collective deferred inflows of resources, and collective OPEB expense. The special funding situation's and nonspecial funding situation's net OPEB liability, deferred outflows of resources, deferred inflows of resources, and OPEB expense are based on separately calculated total OPEB liabilities. For the special funding situation and the nonspecial funding situation, the total OPEB liabilities for the year ended June 30, 2020 and June 30, 2019 were \$6,630,545 and \$3,391,665, respectively. The nonspecial funding situation's net OPEB liability, deferred outflows of resources, deferred inflows of resources, and OPEB expense are further allocated to employers based on the ratio of the plan members of an individual employer to the total members of the Plan's nonspecial funding situation during the measurement period July 1, 2019 through June 30, 2020.

Components of net OPEB liability

The components of the collective net OPEB liability of the participating employers in the SHBP as of December 31, 2020 and 2019 were as follows:

	2020	2019
Total OPEB liability	\$ 2,607,147	\$ 2,224,346
Plan fiduciary net position	23,732	43,970
Net OPEB liability	<u>\$ 2,583,415</u>	<u>\$ 2,180,376</u>

Plan fiduciary net position as a percentage of the total OPEB liability	0.91%	1.98%
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Actuarial assumptions and other imputes - The total OPEB liability as of the June 30, 2020 was determined by an actuarial valuation as of June 30, 2019, which was rolled forward to June 30, 2020. The actuarial assumptions vary for each plan member depending on the pension plan the member enrolled in.

This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement:

Inflation	2.50%
Salary increases*	
Rate through 2026	2.00% to 6.00%
Rate thereafter	3.00% to 7.00%

**Township of Delanco
Notes to Financial Statements
December 31, 2021**

NOTE 8. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (CONTINUED)

Mortality:

PERS	Pub-2010 General classification headcount weighted mortality with fully generational mortality improvement projections from the central year using Scale MP-2020.
PFRS	Pub-2010 Safety classification headcount weighted mortality with fully generational mortality improvement projections from the central year using Scale MP-2020.

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

Discount Rate - The discount rate for June 30, 2020 was 2.21%. This represents the municipal bond return rate as chosen by the State. The source is the Bond Buyer Go 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. As the long-term rate of return is less than the municipal bond rate, it is not considered in the calculation of the discount rate, rather the discount rate is set at the municipal bond rate.

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

Sensitivity of the Net OPEB liability to changes in the discount rate - The following presents the net OPEB liability to the Municipality as of June 30, 2020, calculated using a discount rate as disclosed above as well as what the net OPEB liability to the Municipality would be if it was calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current discount rate:

	1% Decrease (1.21%)	Current Discount Rate (3.50%)	1% Increase (3.21%)
Proportionate Share Attributable to the Municipality	\$ 3,054,142	\$ 2,583,415	\$ 2,210,791

Sensitivity of the net OPEB liability to changes in the healthcare cost trend rates - The following presents the net OPEB liability as of June 30, 2020, calculated using the healthcare trend rate as disclosed above as well as what the net OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage point lower or 1-percentage point higher than the current healthcare cost trend rate:

	1% Decrease	Current Healthcare cost trend rate	1% Increase
Proportionate Share Attributable to the Municipality	\$ 2,137,779	\$ 2,583,415	\$ 3,166,982

Township of Delanco
Notes to Financial Statements
December 31, 2021

NOTE 8. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (CONTINUED)

At December 31, 2020 and 2019, the Municipality reported deferred outflows of resources and referred inflows of resources related to OPEB from the following sources:

	2020		2019	
	Deferred Outflows	Deferred Inflows	Deferred Outflows	Deferred Inflows
Net differences between projected and actual investment earnings on OPEB plan investments	\$ 1,641		\$ 1,796	\$ -
Changes in proportion Differences between expected and actual experience	68,045	481,080		637,627
Changes of assumptions	386,398	574,512		772,677
Changes in proportion		1,158,225		993,783
Total	\$ 456,084	\$ 2,213,817	\$ 1,796	\$ 2,404,087

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

For the year ended:	
2021	\$ (407,165)
2022	(407,534)
2023	(408,131)
2025	(408,676)
2024	(278,665)
Thereafter	152,438
Total	\$ (1,757,733)

Township of Delanco
Notes to Financial Statements
December 31, 2021

NOTE 8. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (CONTINUED)

The components of allocable plan OPEB expense, which exclude OPEB expense related to specific liabilities of individual employers, and total OPEB expense for the year ended December 31, 2020 and 2019 are as follows:

	2020	2019
Service cost	\$ 605,949,339	\$ 666,574,660
Interest on total OPEB liability	497,444,533	636,082,461
Expected investment return	(7,632,336)	(11,286,276)
Administrative expense	9,913,267	9,478,435
Change of benefit terms	1,034,142	(1,903,958)
Current period recognition (amortization) of deferred inflows/outflows of resources	(550,598,668)	(619,405,071)
Changes of assumptions	(418,656,482)	(809,376,790)
Differences between projected and actual investment earnings on OPEB plan investments	4,535,144	3,580,344
Total OPEB expense	\$ 141,988,939	\$ (126,256,195)

The municipality's portion of the OPEB expense is (\$194,387) for December 31, 2020 and is not recognized because of the regulatory basis of accounting as described in note 1.

Special Funding Situation

Under N.J.S.A. 43:3C-24 the Township is responsible for their own OPEB contributions based on actuarially determined amounts, except where legislation was passed which legally obligated the State to make contributions if certain circumstances occurred. The legislation which legally obligates the State is as follows: Chapter 330, P.L. 1997 and Chapter 271, P.L., 1989. Under Chapter 330, P.L. 1997, the State pays the premiums or periodic charges for the qualified local police and firefighter retirees and dependents equal to 80 percent of the premium or periodic charge for the category of coverage elected by the qualified retiree under the State managed care plan or a health maintenance organization participating in the program providing the lowest premium or periodic charge. The State also provides funding for retiree health benefits to survivors of local police officers and firefighters who die in the line of duty under Chapter 271, P.L. 1989. The amounts contributed on behalf of the Township by the State under this legislation is considered to be a special funding situation as defined by GASB Statement No. 75 and the State is treated as a nonemployer contributing entity. Accordingly, the Township's proportionate share percentage of the net pension liability, deferred outflows and inflows determined under GASB Statement No. 75 is zero percent and the State's proportionate share is 100% of OPEB under this legislation.

At December 31, 2020 and 2019, the State's proportionate share of the net OPEB liability attributable to the Township for the OPEB special funding situation is \$4,047,130 and \$3,336,318 respectively. For the years ended December 31, 2019 and 2018 the plan has determined the State's proportionate share of the OPEB expense attributable to the Township for the OPEB special funding situation is (\$201,467) and \$44,224 respectively. The State's proportionate share attributable to the Township was developed based on eligible plan members subject to the special funding situation. This data takes into account active members from both participating and non-participating employer locations and retired members currently receiving OPEB benefits.

Township of Delanco
Notes to Financial Statements
December 31, 2021

NOTE 9. COMPENSATED ABSENCES

Township administration employees are entitled to fifteen paid sick leave days and vacation days in varying amounts as outlined in the Township's employee handbook. Unused sick leave may be accumulated and carried forward to the subsequent year, and, upon resignation or retirement the employee will be compensated for one-half of their accumulated unused sick leave, or six months' salary, whichever is less. Unused vacation days may be carried forward to the subsequent year. Vacations days carried forward must be used in the next succeeding year or be forfeited.

Public works department employees are entitled to fifteen paid sick leave days and vacation days in varying amounts as outlined in the Township's employee handbook. Unused sick leave may be accumulated and carried forward to the subsequent year, and, upon retirement the employee will be compensated for one-half of their accumulated unused sick leave. Unused vacation days may be carried forward to the subsequent year. Vacations days carried forward must be used in the next succeeding year or be forfeited.

Police officers are entitled to fifteen paid sick leave days and vacation days in varying amounts as outlined in the Township's negotiated agreement. Upon separation from the Township the officer will be compensated for any accumulated unused sick leave at 50% of their final hourly pay rate with a maximum of \$15,000 for any member hired after January 1, 1995.

The Township does not record accrued expenses related to compensated absences. However, it is estimated that, at December 31, 2021, accrued benefits for compensated absences are valued at \$322,966.

The Township has established a Compensated Absences Trust Fund to set aside funds for the future payments of compensated absences. At December 31, 2021, the balance of the fund is \$183,218.

NOTE 10. JOINT INSURANCE POOL

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

- Public Employees Bond
- Public Official Bonds
- Business Automobile
- Workers' Compensation and Employer's Liability
- Environmental Liability
- Property Damage

Annual 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 which can be obtained by writing to: Arthur J. Gallagher Assoc., PO Box 489, Marlton, NJ 08053.

NOTE 11. NEW JERSEY UNEMPLOYMENT COMPENSATION INSURANCE

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

Township of Delanco
Notes to Financial Statements
December 31, 2021

NOTE 11. NEW JERSEY UNEMPLOYMENT COMPENSATION INSURANCE (CONTINUED)

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

<u>Fiscal Year</u>	<u>Interest</u>	<u>Employee Contributions</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2021	\$ 94	\$ 3,505	\$ 592	\$ 92,722
2020	327	3,362	176	89,715
2019	1,349	3,289	81	86,202

NOTE 12. CAPITAL DEBT

Summary of Municipal Debt

	<u>Year 2021</u>	<u>Year 2020</u>	<u>Year 2019</u>
<u>Issued:</u>			
General Bonds and Notes	\$ 1,310,425	\$ 1,199,410	\$ 905,350
Loans	187,333	202,417	217,203
Total Issued	1,497,758	1,401,827	1,122,553
<u>Authorized But Not Issued:</u>			
General Bonds and Notes	1,013,175	582,825	534,850
Net Debt	<u>\$ 2,510,933</u>	<u>\$ 1,984,652</u>	<u>\$ 1,657,403</u>

Summary of Statutory Debt Condition - Annual Debt Statement

The summarized statement of debt condition which follows is prepared in accordance with required method of setting up the Annual Debt Statement and indicates a statutory net debt of .565%.

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
Local School District Debt	\$ 3,115,000	\$ 3,115,000	\$ -
General Debt	2,510,933		2,510,933
Total	<u>\$ 5,625,933</u>	<u>\$ 3,115,000</u>	<u>\$ 2,510,933</u>

Net Debt, \$2,510,933 divided by Equalized Valuation Basis per N.J.S.A. 40A:2-2, as amended, \$444,785,085 equals .565%.

Equalized Valuation Basis:

2019	\$ 425,629,995
2020	437,642,326
2021	<u>471,082,935</u>
Average	<u>\$ 444,785,085</u>

**Township of Delanco
Notes to Financial Statements
December 31, 2021**

NOTE 12. CAPITAL DEBT (Continued)

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

3 1/2% of Equalized Valuation Basis (Municipal)	\$	15,567,477
Net Debt		2,510,933
Remaining Borrowing Power	\$	13,056,544

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

Bond Anticipation Notes Payable

The Township issues bond anticipation notes to temporarily fund various capital projects prior to the issuance of serial bonds. The term of the notes cannot exceed one year from the date of issuance however the Notes may be renewed from time to time for a period not to exceed one year. Generally, such notes must be paid no later than the first day of the fifth month following the close of the tenth fiscal year following the date of the original notes. The State of New Jersey also prescribes that on or before the third anniversary date of the original note a payment of an amount at least equal to the first legally payable installment of the bonds in anticipation of which such notes were issued be paid or retired.

As of December 31, 2021, the Township had the following outstanding Bond Anticipation Notes:

	<u>Date of Maturity</u>	<u>Interest Rate</u>	<u>Amount</u>
General Capital Fund	06/02/2022	0.05%	\$ 1,310,425

Green Trust Loan Payable

The Township received 2% loan in the amount of \$300,000 from the State of New Jersey Green Trust Loan Program for the redevelopment of Pennington Farm Park.

Green Trust Loan Payable

<u>Year</u>	<u>General</u>		<u>Total</u>
	<u>Principal</u>	<u>Interest</u>	
2022	\$ 15,387	\$ 3,670	\$ 19,057
2023	15,696	3,361	19,057
2024	16,012	3,045	19,057
2025	16,333	2,724	19,057
2026	16,662	2,395	19,057
2027-2031	88,468	6,816	95,284
2032	18,775	282	19,057
Total	\$ 187,333	\$ 22,293	\$ 209,626

**Township of Delanco
Notes to Financial Statements
December 31, 2021**

NOTE 13. SCHOOL TAXES

Local District School Tax has been raised and liabilities deferred by statute, resulting in the school taxes payable set forth in the Current Fund Liabilities as follows:

	Local District School Tax Balance December 31,	
	<u>2021</u>	<u>2020</u>
Balance of Tax	\$ 3,569,944.52	\$ 3,471,576.50
Deferred	<u>1,443,291.44</u>	<u>1,443,291.44</u>
 School Tax Payable	 <u><u>\$ 2,126,653.08</u></u>	 <u><u>\$ 2,028,285.06</u></u>

NOTE 14. LEASE OBLIGATIONS

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

Operating leases – Photocopiers

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

<u>Year</u>	<u>Total</u>
2022	\$ 2,343
2023	2,343
2024	2,343
2025	2,343
2026	<u>195</u>
 Total	 <u><u>\$ 9,567</u></u>

Rental payments under operating leases for the year 2021 and 2020 were \$2,098 and \$3,840, respectively.

NOTE 15. TAX ABATEMENT PROGRAM

In accordance with Chapter 441, Public Law 1991, N.J.S.A. 40A:21-1, the Township adopted various resolutions which provided for tax exemption and abatement for commercial and industrial improvements and projects. The following is a comparison of tax abatement billings and collections for the current and previous two years:

<u>Year</u>	<u>Billings</u>	<u>Collections</u>
2021	\$ 515,134	\$ 515,134
2020	308,729	308,729
2019	242,808	242,808

**Township of Delanco
Notes to Financial Statements
December 31, 2021**

NOTE 16. CONTINGENCIES

The Township participates in a number of state and federally assisted grant programs. The programs are subject to compliance audits under the single audit approach. Such audits could lead to requests for reimbursement by the grantor agency for expenditures disallowed under terms of the grants. Management believes that the amount from future audits, if any, would not be material

NOTE 17. SUBSEQUENT EVENTS

Subsequent to December 31, 2021, the Township of Delanco authorized additional Bonds and Notes as follows:

<u>Purpose</u>	<u>Date</u>	<u>Amount</u>
Supplemental Building Repair or Demolition	4/18/2022	\$ <u>88,730</u>

SUPPLEMENTAL EXHIBITS

CURRENT FUND

TOWNSHIP OF DELANCO

Current Fund

Statement of Cash - Treasurer
For the Year Ended December 31, 2021

	<u>Current Fund</u>	<u>Federal and State Grant Fund</u>
Balance December 31, 2020	\$ 4,717,590.37	\$ -
Receipts:		
Taxes Receivable	\$ 14,136,686.94	\$ -
Tax Title Liens Receivable	-	
Prepaid Taxes	126,130.06	
Tax Overpayments	28,925.78	
Revenue Accounts Receivable	1,141,925.84	
Due from State of New Jersey - Senior Citizens and Veterans Deductions	43,750.00	
Federal and State Grants Receivable		409,419.34
Federal and State Grants Unappropriated Reserves		232,222.77
Due from General Capital Fund		175,454.25
Due from Federal and State Grants Receivable	184,928.15	
Due to State of NJ - Construction Code Fees	37,591.00	
Due to Other Trust Fund	60.00	
Miscellaneous Revenue Not Anticipated	697,277.56	
Budget Refunds	228,400.81	
Contra	9,780.69	
Petty Cash	900.00	
Total Receipts	<u>16,636,356.83</u>	<u>817,096.36</u>
Forward	21,353,947.20	817,096.36
Disbursements:		
2021 Appropriations	5,472,034.39	
2020 Appropriation Reserves and Encumbrances	200,804.28	703.99
County Taxes Payable	1,746,831.68	
Due County for Added Taxes	8,667.59	
Local District School Tax	7,124,466.98	
Fire District Tax	480,000.00	
Municipal Open Space Tax	81,289.40	
Reserve for Federal & State Grants - Appropriated		386,965.92
Due to Current Fund		184,928.15
Due from General Capital Fund		205,220.33
Due to State of NJ - Construction Code Fees	40,069.00	
Refund of Tax Overpayments	33,492.55	
Due from Federal and State Grant Fund		
Budget Refunds	228,400.81	
Change Fund	100.00	
Contra	9,780.69	
Petty Cash	900.00	
Total Disbursements	<u>15,426,837.37</u>	<u>777,818.39</u>
Balance December 31, 2021	<u>\$ 5,927,109.83</u>	<u>\$ 39,277.97</u>

TOWNSHIP OF DELANCO

Current Fund

Statement of Cash - Clerk
December 31, 2021

Balance December 31, 2020	\$ -
Increased by:	
Collections	90,299.47
Subtotal	90,299.47
Decreased by:	
Payments	88,274.67
Balance December 31, 2021	<u>\$ 2,024.80</u>

Schedule of Change Funds
December 31, 2021

<u>Office</u>	Balance December 31, 2021
Tax Collector	\$ 100.00
Clerk's Office	300.00
Municipal Court	200.00
Total	<u>\$ 600.00</u>

TOWNSHIP OF DELANCO

Current Fund

**Schedule of Due To/From State of New Jersey -
Senior Citizen and Veterans' Deductions
For the Year Ended December 31, 2021**

Balance December 31, 2020 (Due From)		\$ 2,195.94
Increased by:		
Collected		43,750.00
		45,945.94
Decreased by:		
Accrued in 2021:		
Senior Citizens' Deductions per Tax Billings	\$ 5,750.00	
Veterans' Deductions per Tax Billings	37,500.00	
Senior Citizens' and Veterans' Deductions Allowed by Tax Collector	3,000.00	
Total	46,250.00	
Less:		
Senior Citizens' and Veterans' Deductions Disallowed by Tax Collector	1,000.00	
Senior Citizens' and Veterans' Deductions Disallowed by Tax Collector - Prior Year	1,000.00	
Subtotal		44,250.00
Balance December 31, 2021 (Due From)		\$ 1,695.94

TOWNSHIP OF DELANCO

Current Fund

Schedule of Taxes Receivable and Analysis of Property Tax Levy
For the Year Ended December 31, 2021

Year	Balance Dec. 31, 2020	2021 Levy	Added Taxes	COLLECTIONS BY CASH	State Share of 2021 Senior Citizens and Veterans Deductions Allowed	Overpayments Applied	Transferred to Tax Title Lien	Canceled	Balance Dec. 31, 2021
				2020					
2020	\$ 149,116.08	\$ -	\$ 1,000.00	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Subtotal	149,116.08	-	1,000.00	-	-	-	-	-	-
2021	-	14,277,306.31	-	66,741.39	45,250.00	20,036.59	4,124.83	8,047.70	146,534.94
Total	\$ 149,116.08	\$ 14,277,306.31	\$ 1,000.00	\$ 66,741.39	\$ 45,250.00	\$ 20,036.59	\$ 4,124.83	\$ 8,047.70	\$ 146,534.94

Analysis of Property Tax Levy

Tax Yield:		
General Purpose Tax	\$ 13,837,401.90	
Added Taxes	396,654.41	
Senior Citizens and Veterans Deductions Allowed		43,250.00
Per Original Levy		\$ 14,277,306.31
Total		\$ 14,277,306.31
Tax Levy:		
Local School Tax (Abstract)		\$ 7,222,835.00
Municipal Open Space Tax (Abstract)	\$ 80,885.28	
Municipal Open Space Added Tax	2,406.17	
Fire District Tax		83,291.45
County Tax (Abstract)	1,522,254.63	480,000.00
County Library Tax (Abstract)	135,256.44	
County Open Space Tax (Abstract)	89,320.61	
County Added Taxes	52,004.55	
Local Tax for Municipal Purposes	4,345,981.87	1,798,836.23
Additional Tax Levies	346,361.76	4,692,343.63
Total		\$ 14,277,306.31

TOWNSHIP OF DELANCO

Current Fund

**Schedule of Tax Title Liens
For the Year Ended December 31, 2021**

Balance December 31, 2020		\$ 53,152.34
Increased by:		
Transfers from Taxes Receivable		<u>4,124.83</u>
		57,277.17
Decreased by:		
Transfer to Property Acquired for Taxes		<u>2,975.78</u>
Balance December 31, 2021		<u><u>\$ 54,301.39</u></u>

**Schedule of Property Acquired for Taxes - Assessed Valuation
For the Year Ended December 31, 2021**

Balance December 31, 2020			\$ 68,700.00
Increased by:			
Transfer from Taxes Title Liens	\$ 2,975.78		
Adjustment to Assessed Value		<u>6,824.22</u>	<u>9,800.00</u>
			78,500.00
Decreased by:			
Canceled			<u>9,800.00</u>
Balance December 31, 2021			<u><u>\$ 68,700.00</u></u>

TOWNSHIP OF DELANCO

Current Fund

Schedule of Revenue Accounts Receivable
For the Year Ended December 31, 2021

	Balance December 31, 2020	Accrued In 2021	Collected	Balance December 31, 2021	Remarks
Clerk:					
Fees and Permits	\$ 2,028.00	\$ 31,609.10	\$ 33,637.10	\$ -	
Municipal Court:					
Fines and Costs	1,681.82	30,300.21	29,829.51	2,152.52	
Interest and Costs on Taxes		40,691.23	40,691.23	-	
Apartment Rental Registration Fee		58,580.00	58,580.00	-	
Construction Code Fees		530,366.00	530,366.00	-	
Energy Receipts Tax		403,822.00	403,822.00	-	
Contractor Donation		45,000.00	45,000.00	-	
Total	\$ 3,709.82	\$ 1,140,368.54	\$ 1,141,925.84	\$ 2,152.52	

TOWNSHIP OF DELANCO

CURRENT FUND

Statement of 2020 Appropriation Reserves
For the Year Ended December 31, 2021

	Balance Per Audit Report December 31, 2020		Balance After Transfers	Paid or Charged	(Overexpended) Balance Lapsed
	Encumbrances	Appropriation Reserves			
Operations within "CAPS":					
Salaries and Wages:					
General Administration	\$ -	\$ 6,375.09	\$ 6,375.09	\$ 4,671.80	\$ 1,703.29
Mayor and Township Committee		600.00	600.00		600.00
Financial Administration		120.12	120.12		120.12
Collection of Taxes		1,804.08	1,804.08		1,804.08
Assessment of Taxes		99.26	99.26		99.26
Joint Land Use Board		9,170.05	1,170.05		1,170.05
Municipal Court		2,072.10	2,072.10		2,072.10
Public Defender		2,900.00	2,900.00		2,900.00
Police		103,030.63	96,030.63	724.92	95,305.71
Road Repairs & Maintenance		1,963.50	1,963.50	(2,817.50)	4,781.00
Shade Tree		18.74	18.74		18.74
Public Buildings and Grounds		2,174.52	2,174.52		2,174.52
Registrar of Vital Statistics		38.67	38.67		38.67
Construction Code Officer		1,444.91	1,444.91		1,444.91
Housing Officer		884.86	884.86		884.86
Health Benefits Waivers		4,377.27	4,377.27		4,377.27
Accumulated Leave Comp			20,000.00	20,000.00	-
Other Expenses:					
General Administration	488.91	10,608.40	11,097.31	4,183.17	6,914.14
Mayor and Township Committee		936.59	936.59		936.59
Township Clerk		14,083.18	14,083.18	2,490.36	11,592.82
Financial Administration		1,325.00	1,325.00	999.33	325.67
Computerized Data Processing	1,615.66	7,131.21	3,746.87	1,615.66	2,131.21
Collection of Taxes		849.77	849.77		849.77
Assessment of Taxes		855.00	855.00		855.00
Legal Services and Costs	18.00	7,433.38	7,451.38	6,026.60	1,424.78
Engineering Services and Costs		53,610.00	53,610.00	32,554.00	21,056.00
Planning Services		4,595.00	4,595.00		4,595.00
Aid to Library		75.82	75.82		75.82
Joint Land Use Board		11,697.67	11,697.67	1,065.00	10,632.67
Group Insurance		60,645.49	60,645.49	49,313.97	11,331.52
Liability Insurance		421.65	421.65		421.65
Workers' Compensation		219.00	219.00		219.00
Municipal Court	125.25	4,855.24	4,980.49	207.66	4,772.83
Police	18,642.33	8,902.84	27,544.97	9,869.30	17,675.67
Municipal Prosecutor		2,383.34	2,383.34		2,383.34
Office of Emergency Management		358.28	358.28		358.28
Road Repairs & Maintenance	3,251.46	2,907.38	6,158.84	3,876.47	2,282.37
Shade Tree		18,330.09	18,330.09	10,550.00	7,780.09
Solid Waste Collection		1,227.25	1,227.25		1,227.25
Public Buildings and Grounds	187.00	2,693.53	2,880.53	1,302.90	1,577.63
Vehicle Maintenance	706.51	3,781.78	4,488.29	3,091.46	1,396.83
Animal Control		87.01	87.01		87.01
Registrar of Vital Statistics		1,635.00	1,635.00		1,635.00
Electricity		9,091.72	9,091.72	4,089.50	5,002.22
Street Lighting		9,299.75	9,299.75	6,767.87	2,531.88
Telephone	873.15	667.12	1,540.27	873.15	667.12
Water	304.48	1,407.81	1,712.29	304.48	1,407.81
Gasoline	3,896.34	11,178.66	15,075.00	3,192.81	11,882.19
Sewer		100.00	100.00		100.00
Landfill fees		19,385.01	19,385.01	18,947.77	437.24
Construction Code Officer		10,961.91	13,461.91	13,168.60	293.31
Inspection of Rentals		16,020.00	13,520.00	3,735.00	9,785.00
Social Security System		4,445.42	4,445.42		4,445.42
Defined Contribution Retirement Plan		1,064.67	1,064.67		1,064.67
	<u>\$ 30,109.09</u>	<u>\$ 442,344.57</u>	<u>\$ 472,453.66</u>	<u>\$ 200,804.28</u>	<u>\$ 271,649.38</u>

TOWNSHIP OF DELANCO
Current Fund
Schedule of Tax Overpayments
For the Year Ended December 31, 2021

Balance December 31, 2020		\$ 28,463.99
Increased by:		
Prior Year Overpayments Created	\$ 0.44	
Collected	28,925.78	28,926.22
Subtotal		57,390.21
Decreased by:		
Applied to 2021 Taxes	20,036.59	
Refund of Tax Overpayments	33,492.55	
Cancelled	-	53,529.14
Balance December 31, 2021		\$ 3,861.07

Schedule of Prepaid Taxes
For the Year Ended December 31, 2021

Balance December 31, 2020		\$ 66,741.39
Increased by:		
Collected		126,130.06
Subtotal		192,871.45
Decreased by:		
Applied to 2021 Taxes		66,741.39
Balance December 31, 2021		\$ 126,130.06

TOWNSHIP OF DELANCO

Current Fund

Schedule of Local District School Tax Payable
For the Year Ended December 31, 2021

<hr/>		
Balance December 31, 2020:		
School Tax Payable	\$ 2,028,285.06	
School Tax Deferred	<u>1,443,291.44</u>	\$ 3,471,576.50
Increased by:		
Levy - School Year July 1, 2021 to June 30, 2022		<u>7,222,835.00</u>
Subtotal		10,694,411.50
Decreased by:		
Payments		<u>7,124,466.98</u>
Balance December 31, 2021:		
School Tax Payable	2,126,653.08	
School Tax Deferred	<u>1,443,291.44</u>	<u>\$ 3,569,944.52</u>
2021 Liability for Local District School Tax:		
Tax Paid		\$ 7,124,466.98
Tax Payable December 31, 2021		<u>2,126,653.08</u>
Subtotal		9,251,120.06
Less:		
Tax Payable December 31, 2020		<u>2,028,285.06</u>
Amount Charged to 2021 Operations		<u>\$ 7,222,835.00</u>

TOWNSHIP OF DELANCO

Current Fund

**Schedule of County Taxes Payable
For the Year Ended December 31, 2021**

Balance December 31, 2020		\$ 8,667.59
Increased by:		
2021 Levy:		
General County	\$ 1,522,254.63	
County Library	135,256.44	
County Open Space	89,320.61	
Added and Omitted Taxes	<u>52,004.55</u>	
Subtotal		<u>1,798,836.23</u>
		1,807,503.82
Decreased by:		
Disbursed to County of Burlington		<u>1,755,499.27</u>
Balance December 31, 2021		<u><u>\$ 52,004.55</u></u>

**Schedule of Fire District Taxes Payable
For the Year Ended December 31, 2021**

Balance December 31, 2020		\$ -
Increased by:		
2021 Levy		<u>480,000.00</u>
Subtotal		480,000.00
Decreased by:		
Disbursed to Delanco Township Fire District No. 1		<u>480,000.00</u>
Balance December 31, 2021		<u><u>\$ -</u></u>

TOWNSHIP OF DELANCO

Current Fund

Schedule of Due to State of NJ - UCC Fees
For the Year Ended December 31, 2021

Balance December 31, 2020	\$ 4,194.00
Increased by:	
Cash Received	37,591.00
	<u>41,785.00</u>
Decreased by:	
Cash Disbursed	40,069.00
	<u>40,069.00</u>
Balance December 31, 2021	<u>\$ 1,716.00</u>

EXHIBIT A-19

Schedule of Due to State of NJ - Marriage License Fees
For the Year Ended December 31, 2021

Balance December 31, 2020	\$ -
Increased by:	
Collections	1,050.00
	<u>1,050.00</u>
Decreased by:	
Payments	850.00
	<u>850.00</u>
Balance December 31, 2021	<u>\$ 200.00</u>

EXHIBIT A-20

Schedule of Reserve For Revaluation
For the Year Ended December 31, 2021

Balance December 31, 2020	\$ 11,511.00
Decreased by:	
Canceled by Resolution	11,511.00
	<u>11,511.00</u>
Balance December 31, 2021	<u>\$ -</u>

TOWNSHIP OF DELANCO

Federal and State Grant Fund

Schedule of Federal and State Grants Receivable
For the Year Ended December 31, 2021

	Balance December 31, 2020	Accrued	Received	Transfer from Unappropriated Reserves	Canceled	Balance December 31, 2021
Federal Grants:						
Transportation Trust Fund Authority Act:						
2014 Road Program - Maple Avenue	\$ 4,134.00	\$ -	\$ -	\$ -	\$ -	\$ 4,134.00
Various Roads	90,563.55		78,295.57			12,267.98
Washington St and Orchard St	3,749.18					3,749.18
Ash and Franklin	63,000.00		63,000.00			-
2020 Road Program	240,000.00		180,000.00			60,000.00
2021 Road Program		175,454.25			175,454.25	
Community Development Block Grant	12.00					12.00
Total Federal Grants	401,458.73	175,454.25	321,295.57	-	175,454.25	80,163.16
State Grants:						
Clean Energy Audit Program	860.25					860.25
Clean Communities Grant	-	9,494.83	9,494.83			-
Library Aid	-	1,070.00	1,070.00			-
Body Armor Grant	-	1,236.59	1,236.59			-
DWI Grant	-	3,300.00		3,300.00		-
ANJEC Open Space Stewardship Project	433.00					433.00
Recycling Tonnage Grant	-	7,107.35	7,107.35			-
Total State Grants	1,293.25	22,208.77	18,908.77	3,300.00	-	1,293.25
County Grants:						
County Park Development Grant - 2019	70,334.05					70,334.05
County Park Development Grant - 2020	130,000.00		69,215.00			60,785.00
Total County Grants	200,334.05	-	69,215.00	-	-	131,119.05
Total All Grants	\$ 603,086.03	\$ 197,663.02	\$ 409,419.34	\$ 3,300.00	\$ 175,454.25	\$ 212,575.46
Original Budget		\$ 11,643.94				
NJS 40A:4-87		186,019.08				
		<u>\$ 197,663.02</u>				

TOWNSHIP OF DELANCO

Federal and State Grant Fund

Schedule of Reserve for Federal and State Grants - Unappropriated
For the Year Ended December 31, 2021

	Balance December 31, 2020	Received	Realized As Revenue In 2021	Canceled	Balance December 31, 2021
Federal Grants:					
American Rescue Plan	\$ -	\$ 231,840.85	\$ -	\$ -	\$ 231,840.85
Total State Grants	-	231,840.85	-	-	231,840.85
State Grants:					
Bullet Proof Vest		381.92			381.92
DWI Grant	3,300.00		3,300.00		-
Total State Grants	3,300.00	381.92	3,300.00	-	381.92
Total All Grants	\$ 3,300.00	\$ 232,222.77	\$ 3,300.00	\$ -	\$ 232,222.77

TOWNSHIP OF DELANCO

Federal and State Grant Fund

Schedule of Reserve for Federal and State Grants - Appropriated
For the Year Ended December 31, 2021

	Balance December 31, 2020	Transferred From 2021 Budget Appropriation	Expended	Canceled	Balance December 31, 2021
Federal Grants:					
Transportation Trust Fund Authority Act:					
Maple Avenue	\$ 1,822.67	\$ -	\$ -		\$ 1,822.67
2020 Road Program	295,045.52		248,026.95		47,018.57
2020 Road Program		175,454.25		175,454.25	-
Community Development Block Grant	12.00				12.00
Total Federal Grants	<u>296,880.19</u>	<u>175,454.25</u>	<u>248,026.95</u>	<u>175,454.25</u>	<u>48,853.24</u>
State Grants:					
Alcoholic Education Rehab. Fund	1,851.63		27.00		1,824.63
Body Armor Grant	1,139.00	1,236.59	2,375.59		-
Bullet Proof Vest Program	2,867.20		2,687.20		180.00
Library Aid	-	1,070.00	1,070.00		-
Clean Communities Grant	13,676.26	9,494.83	14,553.07		8,618.02
Recycling Tonnage Grant	-	7,107.35	7,107.35		-
DWI Grant		3,300.00			3,300.00
Sustainable NJ Grants Program	43.94				43.94
Open Space Stewardship Project Grant	1,300.00				1,300.00
Total State Grants	<u>20,878.03</u>	<u>22,208.77</u>	<u>27,820.21</u>	<u>-</u>	<u>15,266.59</u>
County Grants:					
County Park Development Grant - 2020	128,090.67		111,118.76		16,971.91
Total County Grants	<u>128,090.67</u>	<u>-</u>	<u>111,118.76</u>	<u>-</u>	<u>16,971.91</u>
Total All Grants	<u>\$ 445,848.89</u>	<u>\$ 197,663.02</u>	<u>\$ 386,965.92</u>	<u>\$ 175,454.25</u>	<u>\$ 81,091.74</u>
	Original Budget	\$ 11,643.94			
	NJS 40A:4-87	<u>186,019.08</u>			
		<u>\$ 197,663.02</u>			
		Cash Disbursed	\$ 386,965.92		
		Encumbered	<u>-</u>		
			<u>\$ 386,965.92</u>		

TRUST FUND

TOWNSHIP OF DELANCO
Trust Fund

Schedule of Cash - Treasurer
For the Year Ended December 31, 2021

	Animal Control	Total Other Trust Funds	Trust Other	Gateway Park Brick Fund	Housing Trust	Special Law Enforcement	Public Defender	Unemployment Compensation	Open Space	Tax Collector Redemption	Accumulated Absences	Flexible Spending	Cops Care	Payroll
Balance December 31, 2020	\$ 302.58	\$ 807,394.97	\$ 178,671.60	\$ 107.82	\$ 233,781.97	\$ 1,697.24	\$ 171.82	\$ 89,714.96	\$ 84,839.51	\$ 44,930.16	\$ 164,484.16	\$ 2,980.46	\$ 6,065.27	\$ -
Receipts:														
Animal Control License Fees:														
Dog and Cat Licenses	4,525.40													
Miscellaneous	438.00													
Escrow Deposits		180,684.62	180,684.62											
Gateway Park Brick Fund					293,220.75									
Housing Trust						2,090.90								
Police Forfeited Property		2,080.90					464.50							
Public Defender		464.50						3,505.40						
Employee Withholdings		3,505.40							80,885.28					
Open Space Tax Levy		80,885.28												
Tax Title Lien Redemption		312,890.75								312,890.75				
Tax Sale Premiums		404.12							404.12					
Due from Current Fund		404.12												
Due to Federal and State Grant Fund		20,100.00									20,100.00			
Budget Appropriation		7,040.00										7,040.00		
Flexible Spending		7,040.00												
Cops Care Trust		2,055.00											2,055.00	
Payroll Deductions Payable		1,009,978.43												1,009,978.43
Net Payroll		1,691,348.91												1,691,348.91
Interest Earned	2.54	1,081.20	208.53	0.12	389.48	2.89	0.35	93.88	66.85	75.10	183.49	2.68	5.94	51.79
Total Receipts	4,966.94	3,605,749.86	180,883.15	0.12	293,610.23	2,093.89	464.85	3,599.28	81,556.25	312,965.85	20,283.49	7,042.68	2,060.94	2,701,379.13
Disbursements:														
Expenditures Under RSA 19-15.11														
Reserve for Escrow	5,125.00		180,873.30											
Gateway Park Brick Fund					9,856.49									
Housing Trust														
Police Forfeited Property		350.00					350.00							
Public Defender		591.96						591.96						
Unemployment Claims		111,862.98							111,952.98					
Reserve for Open Space		190,690.75								190,690.75				
Tax Title Lien Redemption														
Tax Sale Premiums		1,549.90									1,549.90			
Accumulated Absences - Due Payroll		7,802.04										7,802.04		
Flexible Spending		991.01											991.01	
Cops Care Trust		1,009,971.65												1,009,971.65
Payroll Deductions Payable		1,691,348.91												1,691,348.91
Net Payroll		7,325.00												7,325.00
Due to Capital Fund		8,835.42	208.53											8,835.42
Due to Current Fund	2.54													
Total Disbursements	5,125.54	3,222,139.41	181,081.83	-	9,856.49	-	350.00	591.96	127,777.98	190,765.85	1,549.90	7,802.04	991.01	2,701,372.35
Balance December 31, 2021	\$ 143.98	\$ 1,191,005.42	\$ 178,482.92	\$ 107.94	\$ 517,545.71	\$ 3,781.13	\$ 286.67	\$ 92,722.28	\$ 38,417.78	\$ 167,130.16	\$ 183,217.75	\$ 2,221.10	\$ 7,075.20	\$ 6.78

TOWNSHIP OF DELANCO

Schedule of Cash - Clerk
For the Year Ended December 31, 2021

Balance December 31, 2020	\$	-
Receipts:		
State Registration Fees		508.20
		<u>508.20</u>
Disbursements		
State Registration Fees		504.00
		<u>504.00</u>
Balance December 31, 2021	\$	<u>4.20</u>

Animal Control Fund

Schedule of Reserve for Animal Control Fund Expenditures
For the Year Ended December 31, 2021

Balance December 31, 2020	\$	302.58
Increased by:		
2021 Animal License Fees Collected:		
Dog Licenses	\$	3,704.40
Cat Licenses		822.00
Late Fees/Miscellaneous		438.00
		<u>4,964.40</u>
Total		5,266.98
Decreased by:		
Expenditures Under R.S. 4:19-15.11:		<u>5,123.00</u>
Balance December 31, 2021	\$	<u>143.98</u>

License Fees Collected

<u>Year</u>		
2019	\$	4,400.40
2020		<u>4,390.80</u>
Total	\$	<u>8,791.20</u>

TOWNSHIP OF DELANCO

Trust - Other Funds

Schedule of Reserve Balances
For the Year Ended December 31, 2021

Account Title	Reserve Balance December 31, 2020	Received	Expended	Reserve Balance December 31, 2021
Reserve for Trust Other:				
Escrow Deposits				
738Associates	\$ 2,500.00	\$ 983.00	\$ 3,483.00	\$ -
Abundant Life Escrow	7,765.71			7,765.71
AC Power LLC	1,718.50	13,980.00	7,375.50	8,323.00
Blue Property Group (Acct. 995)		17,028.00	17,028.00	-
Blue Property Group (Acct. 998)		12,500.00	4,519.25	7,980.75
Boise Cascade	2,372.48	5,343.50	4,972.50	2,743.48
Booth Mechanical	500.00	-	500.00	-
DG Harris	-	500.00		500.00
Dolan Contractors	573.30	22,539.02	14,319.48	8,792.84
DR Horton Inc	28,678.09	43,401.14	56,480.71	15,598.52
Delanco Renaissance - Cash Guarantee	400.00			400.00
Dolan Warehouse BI 1900 Lot 5.03	417.52	22,652.56	12,397.00	10,673.08
Fieldston Partners	654.00	2,053.50	2,257.50	450.00
GPG Properties, Lowthers	1,624.60		153.75	1,470.85
Gravelly Horrow RD Assoc.	-	1,305.00	1,305.00	-
Gres Paving Escrow	79,515.54			79,515.54
Hovbros Savannah Mews	434.35		434.35	(0.00)
Jenkins, Phil	65.00			65.00
Lowther's Small Engine Repair Inc	(153.75)	153.75		-
Meara, Kevin & Garofola, Thomas	2,438.52			2,438.52
Metropolis Delanco	13,000.00	15,646.91	16,342.46	12,304.45
NJ American Water	-	8,057.25	8,057.25	-
Panarocco Property Co. LLC	0.01		0.01	-
PSE&G	127.50			127.50
Riggs Distler & Co, Inc	-			-
Root 24hrs Plumbing Inc	-	500.00		500.00
Rusty Nails Investments - Street Opening	-			-
Stafford Contracting	7,850.00	2,694.75	10,544.75	-
Stanker & Galetto, Inc	9,530.00			9,530.00
Stanker & Galetto, Inc BI 1900 Lot 8	18,018.43	10,000.00	19,867.50	8,150.93
Stylex Inc	641.80		641.80	-
Wisniewski, Michael	-	1,500.00	347.25	1,152.75
Wurzbug, Robert A	-			-
Subtotal	178,671.60	180,838.38	181,027.06	178,482.92
Reserve for Gateway Park Brick Fund	107.82	0.12		107.94
Reserve for Housing Trust	233,791.97	293,610.23	9,856.49	517,545.71
Reserve for Special Law Enforcement	1,697.24	2,093.89		3,791.13
Reserve for Public Defender	-	464.85	350.00	114.85
Reserve for Tax Collector Redemption	1,380.16	114,690.75	114,690.75	1,380.16
Reserve for Tax Sale Premiums	43,550.00	198,200.00	76,000.00	165,750.00
Reserve for Accumulated Absences	164,484.16	20,283.49	1,549.90	183,217.75
Reserve for Cops Care	6,005.27	2,060.94	991.01	7,075.20
Reserve for Flexible Spending	1,627.75	7,042.68	7,802.04	868.39
Total	\$ 631,315.97	\$ 819,285.33	\$ 392,267.25	\$ 1,058,334.05

TOWNSHIP OF DELANCO

Trust - Other Funds

**Schedule of Net Payroll and Payroll Deductions
For the Year Ended December 31, 2021**

<hr/>	
Balance December 31, 2020	\$ -
Increased by:	
Net Payroll	\$ 1,691,348.91
Payroll Deductions Withheld	1,009,978.43
Interest Earned	<u>51.79</u>
	<u>2,701,379.13</u>
Subtotal	2,701,379.13
Decreased by:	
Net Payroll	1,691,348.91
Payroll Deductions Disbursed	1,009,971.65
Due to Current Fund	<u>51.79</u>
	<u>2,701,372.35</u>
Balance December 31, 2021	<u><u>\$ 6.78</u></u>

**Schedule of Reserve for Open Space
For the Year Ended December 31, 2021**

<hr/>	
Balance December 31, 2020	\$ 53,548.63
Increased by:	
Interest Earned on Investments	\$ 66.85
Tax Levy	80,885.28
Due from Current Fund - Added Taxes	<u>2,406.17</u>
	<u>83,358.30</u>
Subtotal	136,906.93
Decreased by:	
Open Space Expenditures	<u>127,777.98</u>
Balance December 31, 2021	<u><u>\$ 9,128.95</u></u>

TOWNSHIP OF DELANCO

Trust - Other Funds

Schedule of Reserve for Unemployment Compensation Trust
For the Year Ended December 31, 2021

Balance December 31, 2020		\$ 89,714.96
Increased by:		
Employee Withholdings	\$ 3,505.40	
Interest Earned	<u>93.88</u>	
		<u>3,599.28</u>
 Total		 93,314.24
Decreased by:		
State Payments		<u>591.96</u>
 Balance December 31, 2021		 <u><u>\$ 92,722.28</u></u>

Schedule of Reserve For POAA
For the Year Ended December 31, 2021

Balance December 31, 2020		\$ 276.00
Increased by:		
Cash Received		<u>60.00</u>
 Balance December 31, 2021		 <u><u>\$ 336.00</u></u>

GENERAL CAPITAL FUND

TOWNSHIP OF DELANCO

General Capital Fund

Schedule of Cash - Treasurer
For the Year Ended December 31, 2021

Balance December 31, 2020		\$	639,644.25
Receipts:			
Interest Earned - Due to Current Fund	\$	638.88	
Bond Anticipation Note		468,825.00	
Down Payment Provided by Open Space Trust Fund		7,325.00	
Capital Improvement Fund		225,000.00	
			<u>701,788.88</u>
Sub-Total			1,341,433.13
Disbursements:			
Improvement Authorizations		815,342.03	
Due to Current Fund		638.88	
			<u>815,980.91</u>
Balance December 31, 2021		\$	<u>525,452.22</u>

TOWNSHIP OF DELANCO

General Capital Fund

**Analysis of General Capital Cash and Investments
For the Year Ended December 31, 2021**

Fund Balance		\$ 1,298.90
Capital Improvement Fund		4,670.41
Grants Receivable		(75,000.00)
Due from Current Fund		(23,844.15)
Reserve for Debt Service		23,750.00
Improvement Authorizations:		
<u>Ordinance Number</u>		
2015-05	Multi-purpose: Acquisition of Two (2) Dump Trucks	157.24
2017-11	Multi-purpose: Improvements to Sidewalks	10,210.47
2019-06	Multi-purpose: Acquisition of PW Vehicles & Equipment Acquisition of Police Vehicles & Equipment Construction of Drainage Facilities	1,807.51 1,596.81 47,244.59
2019-07	Multi-Purpose: Supplemental Improvement of Sidewalks	9,600.00
2019-10	Multi-Purpose: Construction of Sidewalks, Curbing & Ramps Supplemental Construction of Seawall	46,200.00 49,237.96
2019-20	Multi-Purpose: Purchase of Real Property	1,239.04
2020-03	Multi-Purpose: Purchase of Property Purchase of Property	51,539.39 6,414.21
2020-07	Multi-Purpose: Renovation of Police Department Replacement and Improvement of Drainage Repair or Demolition of Building	279,873.01 12,463.75 6,000.00
2020-08	Construction of Roads	16,943.54
2021-01	Construction of Roads	11,331.39
2021-12	Multi-Purpose: Public Works Vehicle Storage Improvements to Municipal Building Installation and Replacement of Sidewalks Improvements to Field of Dreams Park	(52,531.85) 2,750.00 77,500.00 -
2021-23	Construction of a New Seawall	15,000.00
	Total	<u>\$ 525,452.22</u>

TOWNSHIP OF DELANCO

General Capital Fund

Schedule of Deferred Charges to Future Taxation - Funded
For the Year Ended December 31, 2021

Balance December 31, 2020	\$ 202,416.53
Decreased by:	
Payment of Green Trust Loan	<u>15,083.61</u>
Balance December 31, 2021	<u>\$ 187,332.92</u>



TOWNSHIP OF DELANCO

General Capital Fund

Schedule of Deferred Charges to Future Taxation - Unfunded
For the Year Ended December 31, 2021

Ordinance Number	Improvement Description	Balance December 31, 2020	2021 Authorizations	Notes Paid By Budget Appropriation	Balance December 31, 2021	Financed by Bond Anticipation Note	Analysis of Balance		
							Disbursed	Unexpended Improvement Authorizations	
2015-05	Various Capital Improvements	\$ 137,000.00	\$ -	\$ 137,000.00	\$ -	\$ -	\$ -	\$ -	
2017-10	Various Capital Improvements	280,560.00		70,140.00	210,420.00	210,420.00			
2019-05	Various Capital Improvements	387,600.00		77,520.00	310,080.00	310,080.00			
2019-10	Sidewalks, Curbs, Ramps	123,500.00		24,700.00	98,800.00	98,800.00			
2019-20	Purchase of Real Property	23,750.00		23,750.00	-				
2020-03	Purchase of Real Property	247,000.00		24,700.00	222,300.00	222,300.00			
2020-07	Various Capital Improvements	582,825.00			582,825.00	468,825.00		114,000.00	
2021-12	Various Capital Improvements	-	614,175.00		614,175.00		52,531.85	561,643.15	
2021-23	Construction of Sea Wall	-	285,000.00		285,000.00			285,000.00	
Total		\$ 1,782,235.00	\$ 899,175.00	\$ 357,810.00	\$ 2,323,600.00	\$ 1,310,425.00	\$ 52,531.85	\$ 960,643.15	
Improvement Authorizations Unfunded									\$ 1,457,020.38
Less Unexpended Proceeds of Bond Anticipation Notes Issued:									
Ord. 2019-06							50,648.91		
Ord. 2019-10							95,437.96		
Ord. 2020-03							57,953.60		
Ord. 2020-07							292,336.76		496,377.23
									\$ 960,643.15

TOWNSHIP OF DELANCO

General Capital Fund

Statement of Capital Improvement Fund
For the Year Ended December 31, 2021

Balance December 31, 2020		\$ 84.58
Increased by:		
Budget Appropriation	225,000.00	
Down Payment Provided by Open Space Trust Fund	7,325.00	
Funded Improvement Authorizations Cancelled	<u>19,585.83</u>	<u>251,910.83</u>
Subtotal		251,995.41
Decreased by:		
Appropriated to Finance Improvement Authorizations		<u>247,325.00</u>
Balance December 31, 2021		<u>\$ 4,670.41</u>

EXHIBIT C-7

Statement of Green Acres Trust Loan Proceeds Payable
For the Year Ended December 31, 2021

Balance December 31, 2020		\$ 202,416.53
Decreased by:		
Retirements		<u>15,083.61</u>
Balance December 31, 2021		<u>\$ 187,332.92</u>

Analysis of Balance - December 31, 2021

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	\$ 15,386.79	\$ 3,670.11	\$ 19,056.90
2023	15,696.07	3,360.83	19,056.90
2024	16,011.56	3,045.34	19,056.90
2025	16,333.38	2,723.51	19,056.89
2026	16,661.69	2,395.21	19,056.90
2027	16,996.59	2,060.30	19,056.89
2028	17,338.22	1,718.68	19,056.90
2029	17,686.72	1,370.18	19,056.90
2030	18,042.22	1,014.68	19,056.90
2031	18,404.87	652.03	19,056.90
2032	<u>18,774.81</u>	<u>282.07</u>	<u>19,056.88</u>
	<u>\$ 187,332.92</u>	<u>\$ 22,292.94</u>	<u>\$ 209,625.86</u>

**Schedule of Improvement Authorizations
For the Year Ended December 31, 2021**

Ordinance Number	Improvement Description	Date	Ordinance Amount	Balance December 31, 2020		Capital Improvement Fund	2021 Authorizations		Deferred Charges To Future Taxation	Paid or Charged	Cancelled	Balance December 31, 2021	
				Funded	Unfunded		Grants Receivable	Unfunded				Funded	Unfunded
2004-12	Multi-Purpose: Renovations to Municipal Facilities	07/12/04	\$ 500,000.00	\$ 11,638.04	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 738.54	\$ -	\$ -	\$ -
2015-05	Multi-Purpose: Acquisition of Computer Equipment	04/20/15	10,000.00		157.24							157.24	
2017-10	Multi-Purpose: Acquisition of Multi-Purpose Vehicle Construction of Vehicle Storage Building	05/15/17 05/15/17	250,000.00 85,000.00	23,130.74 7,485.00					23,130.74 7,485.00				
2017-11	Multi-Purpose: Improvements to Sidewalks Installation of Crosswalk Lighting	05/15/17 05/15/17	25,000.00 5,000.00	13,786.75 5,000.00					3,556.28 5,000.00			10,210.47	
2019-06	Multi-Purpose: Acquisition of PW Vehicles & Equipment Acquisition of Police Vehicles & Equipment Construction of Drainage Facilities	05/06/19 05/06/19 05/06/19	78,000.00 125,000.00 95,000.00	64,606.76 1,596.81 85,351.59					62,799.25 - 38,107.00			1,607.51 1,596.81 47,244.59	
2019-07	Multi-Purpose: Construction of Roads Supplemental Improvement of Sidewalks Supplemental for installation of Crosswalk	05/06/19 05/06/19 05/06/19	200,000.00 9,600.00 10,000.00	19,585.83 9,600.00 10,000.00						10,000.00	19,585.83	9,600.00	
2019-10	Multi-Purpose: Construction of Sidewalks, Curbing & Ramps Supplemental Construction of Seawall	06/10/19 06/10/19	50,000.00 80,000.00	2,500.00 66,471.06					3,600.00 17,233.10			46,200.00 49,237.96	
2019-20	Multi-Purpose: Purchase of Real Property	09/23/19	25,000.00		1,239.04							1,239.04	
2020-03	Multi-Purpose: Purchase of Real Property - 200 Ash Purchase of Real Property - 414 Rancocas	02/03/20 02/03/20	200,000.00 60,000.00	53,535.39 6,414.21					1,996.00			51,539.39 6,414.21	
2020-07	Multi-Purpose: Renovation/Construction of Police Department Replacement and Improvement of Drainage Repair or Demolition of Building	07/13/20 07/13/20 07/13/20	300,000.00 190,000.00 120,000.00	285,000.00 167,500.00 114,000.00					20,126.99 185,036.25			279,873.01 12,463.75 114,000.00	
2020-08	Construction of Roads	07/13/20	220,000.00	204,840.00					187,896.46			16,943.54	
2021-01	Construction of Roads	02/01/21	200,000.00			200,000.00	240,000.00		393,888.94			46,111.06	
2021-12	Multi-Purpose: Public Works Vehicle Storage Improvements to Municipal Building Installation and Replacement of Sidewalks Improvements to Field of Dreams Park	06/14/21 06/14/21 06/14/21 06/14/21	285,000.00 55,000.00 235,000.00 146,500.00			14,250.00 2,750.00 8,000.00 7,325.00	75,000.00		43,296.65 52,250.00 152,000.00 139,175.00			241,703.35 52,250.00 77,500.00 115,669.80	
2021-23	New Seawall	12/20/21	300,000.00			15,000.00			285,000.00			15,000.00	
	Total			\$ 297,930.62	\$ 923,887.84	\$ 247,325.00	\$ 315,000.00	\$ 899,175.00	\$ 1,020,562.36	\$ 20,324.37	\$ 185,511.35	\$ 1,457,020.38	
										815,342.03			
													205,220.33
													1,020,562.36



TOWNSHIP OF DELANCO
General Capital Fund
 Schedule of Bond Anticipation Notes
 For the Year Ended December 31, 2021

Ordinance Number	Improvement Description	Date of Issue of Original Note	Date of Issue	Date of Maturity	Interest Rate	Balance Dec. 31, 2020	Increased	Decreased	Balance Dec. 31, 2021
2015-05	Various Equipment Purchases	6/10/2015	06/05/20	06/04/21	0.95%	\$ 137,000.00	\$ -	\$ 137,000.00	\$ -
2017-10	Various Capital Improvements	6/9/2017	06/05/20	06/04/21	0.95%	280,560.00		280,560.00	-
2017-10	Various Capital Improvements	6/9/2017	06/04/21	06/03/22	0.50%		210,420.00		210,420.00
2019-06	Acquisition of Vehicles and Equipment	06/05/20	06/05/20	06/04/21	0.95%	387,600.00		387,600.00	-
			06/04/21	06/03/22	0.50%		310,080.00		310,080.00
2019-10	Construction of Capital Improvements	06/05/20	06/05/20	06/04/21	0.95%	123,500.00		123,500.00	-
			06/04/21	06/03/22	0.50%		98,800.00		98,800.00
2019-20	Purchase of Real Property	06/05/20	06/05/20	06/04/21	0.95%	23,750.00		23,750.00	-
2020-03	Purchase of Real Property	06/05/20	06/05/20	06/04/21	0.95%	247,000.00		247,000.00	-
			06/04/21	06/03/22	0.50%		222,300.00		222,300.00
2020-07	Various Capital Improvements	06/04/21	06/04/21	06/03/22	0.50%	-	468,825.00		468,825.00
						<u>\$ 1,199,410.00</u>	<u>\$ 1,310,425.00</u>	<u>\$ 1,199,410.00</u>	<u>\$ 1,310,425.00</u>
						Renewals Issued for Cash	\$ 841,600.00	\$ 841,600.00	
						Paid by Budget Appropriation	468,825.00	-	357,810.00
						Total	<u>\$ 1,310,425.00</u>	<u>\$ 1,199,410.00</u>	<u>\$ 1,310,425.00</u>



TOWNSHIP OF DELANCO
GENERAL CAPITAL FUND

Statement of Bonds and Notes Authorized But Not Issued
For the Year Ended December 31, 2021

Ordinance Number	Improvement Description	Balance December 31, 2020	2021 Authorizations	Bond Anticipation Note Issued	Balance December 31, 2021
2020-07	Various Capital Improvements	\$ 582,825.00	\$ -	\$ 468,825.00	\$ 114,000.00
2021-12	Various Capital Improvements	-	614,175.00	-	614,175.00
2021-23	Construction Improvements to Install a New Seawall	-	285,000.00	-	285,000.00
	Total	\$ 582,825.00	\$ 899,175.00	\$ 468,825.00	\$ 1,013,175.00

TOWNSHIP OF DELANCO

PART II

Schedule of Findings and Recommendations

For the Year Ended December 31, 2021

**TOWNSHIP OF DELANCO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2021**

Section 1 -- Summary of Auditor's Results

Financial Statement Section

Type of auditor's report issued:

Regulatory Basis

Unmodified

Internal control over financial reporting:

1) Material weaknesses identified?

_____ yes X no

2) Were reportable conditions identified that were not considered to be material weaknesses?

_____ yes X none reported

Noncompliance material to financial statements noted?

_____ yes X no

Federal Awards

A Federal Single Audit was not required

State Awards

A State Single Audit was not required

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

Schedule of Financial Statement Findings

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

No Findings Identified.

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

Schedule of Federal Awards and State Financial Assistance
Findings and Questioned Costs

This section identifies the significant deficiencies, material weaknesses and instances of noncompliance, including questioned costs, related to the audit of major federal and state programs, as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and New Jersey Circular 15-08-OMB.

FEDERAL AWARDS

A federal single audit was not required.

STATE AWARDS

A state single audit was not required.

TOWNSHIP OF DELANCO
Summary Schedule of Prior Year Audit Findings
And Recommendations as Prepared by Management

This section identifies the status of prior year findings related to the financial statements and federal and state grant awards that are required to be reported in accordance with *Government Auditing Standards* and New Jersey OMB's Circular 15-08.

FINANCIAL STATEMENT FINDINGS

There were no financial statement findings in the prior year.

FEDERAL AWARDS

A Federal Single Audit was not required.

STATE AWARDS

A State Single Audit was not required.

**TOWNSHIP OF DELANCO
OFFICIALS IN OFFICE AND SURETY BONDS**

The following officials were in office at December 31, 2021

<u>Name</u>	<u>Term expires</u>	<u>Title</u>	<u>Amount of Bond</u>	<u>Name of Corporate Surety</u>
Michael Templeton	2021	Mayor		
John Brown	2021	Deputy Mayor		
Kate Fitzpatrick	2022	Committeeperson		
Kristine Holland	2022	Committeeperson		
Fern Ouelette	2023	Deputy Mayor		
Richard Schwab		Township Administrator	\$ 1,000,000	(A)
Janice Lohr		Assistant Administrator, Deputy Treasurer Township Clerk, Dog License Clerk, Municipal Improvement Search Officer, Registrar of Vital Statistics, Municipal Housing Liason	1,000,000	(A)
Katherine Martin		Deputy Municipal Clerk	1,000,000	(A)
Teresa Hamlin		Emergency Management Coordinator	1,000,000	(A)
Robert Hudnell		Chief Financial Officer		
Jennifer Della Valle		Tax Collector, Tax Search Officer	1,000,000	(B)
Jennifer Esposito		Court Administrator	1,000,000	(B)
Corey E. Ahart		Municipal Magistrate	1,000,000	(A)
Paul Hardifer		Construction Code Official	1,000,000	(A)
Joseph Rahman		Assessor	1,000,000	(A)
Christopher Noll		Engineer		
Douglas Heinold		Solicitor		
Scott Taylor		Planner		
Jesse DeSanto		Police Chief		
Daniel Gee		Prosecutor		

All Bonds were examined and properly executed.

(A) Burlington County Municipal Joint Insurance Fund/ Municipal Excess Liability Joint insurance Fund.

(B) Burlington County Municipal Excess Liability Joint Insurance Fund - Seperate Bond.

ACKNOWLEDGMENT

I express my appreciation for the assistance and courtesies extended to the audit team by the Township Officials during the course of the audit.

Respectfully submitted,

INVERSO & STEWART, LLC
Certified Public Accountant



Robert P. Inverso
Certified Public Accountant
Registered Municipal Accountant