TOWNSHIP OF DELANCO
County of Burlington

Report of Audit of Financial Statements

For the Year Ended December 31, 2025

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, 2025

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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 08075

Report on the Audit of the Financial Statements

Opinions

I have audited the accompanying statements of assets, liabilities, reserves and fund balance - regulatory basis of the various funds of the Township of Delanco, ("Township"), County of Burlington, State of New Jersey, as of December 31, 2025 and 2024 and the related statements of operations and changes in fund balance - regulatory basis for the years then ended, and the related statement of revenues-regulatory basis, statement of expenditures - regulatory basis, and the statement of general fixed asset account group for the year ended December 31, 2025, and the related notes to the financial statements, which collectively comprise the Township's basic financial statements as listed in the table of contents.

Unmodified Opinions on Regulatory Basis of Accounting

In my opinion, the financial statements referred to previously present fairly, in all material respects, the assets, liabilities, reserves and fund balance - regulatory basis of the various funds of the Township as of December 31, 2025 and 2024 and the results of its operations and changes in fund balance - regulatory basis of such funds for the years then ended, and the revenues - regulatory basis and expenditures - regulatory basis of the various funds, and general fixed asset group of accounts - regulatory basis, for the year ended December 31, 2025, in conformity with accounting principles and practices prescribed by the Division of Local Government Services ("Division"), Department of Community Affairs, State of New Jersey as described in Note 1.

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

In my opinion, because of the significance of the matter discussed in the *Basis for Adverse Opinion on Accounting Principles Generally Accepted in the United States of America* section of my report, the accompanying financial statements referred to above do not present fairly the financial position of the Township as of December 31, 2025 and 2024, or the results of its operations and the changes in fund balance for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions on Regulatory Basis of Accounting

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 Statements* 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 opinions.

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

As described in Note 1 to the financial statements, the financial statements are prepared by the Township on the basis of the financial reporting provisions of the Division (regulatory basis), which is a basis of accounting other than accounting principles generally accepted in the United States of America, to meet the requirements of the State of New Jersey. The effects on the financial statements of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material and pervasive.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in 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 judgment made by a reasonable user based on the financial statements.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Township's internal control. Accordingly, no such opinion is expressed.

- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.

- Conclude whether, in 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 audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Township's basic financial statements. The accompanying supplemental statements and schedules presented for the various funds, as listed in the table of contents, are presented for purposes of additional analysis as required by the Division and are not a 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 accompanying supplemental statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards,* I have also issued my report dated July 31, 2026, 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
July 31, 2026

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 08075

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 ("Division"), Department of Community Affairs, State of New Jersey, the financial statements prepared on a regulatory basis of accounting prescribed by the Division, of the Township of Delanco ("Township"), in the County of Burlington, State of New Jersey, as of and for the year ended December 31, 2025, and the related notes to the financial statements, which collectively comprise the Township's basic financial statements, and have issued my report thereon dated July 31, 2026. That report indicated that the Township'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.

Report on Internal Control Over Financial Reporting

In planning and performing my audit of the financial statements, I considered the Township's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing 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's internal control.

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

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.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Township'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 financial statements. 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, and audit requirements as prescribed by the Division.

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 entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with Government Auditing Standards and audit requirements as prescribed by the Division and federal and state awarding agencies and pass-through entities, in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Respectfully submitted,

INVERSO & STEWART, LLC
Certified Public Accountants

Robert P. Inverso
Certified Public Accountant
Registered Municipal Accountant

Marlton, New Jersey
July 31, 2026

EXHIBIT A

TOWNSHIP OF DELANCO

CURRENT FUND

Statement of Assets, Liabilities, Reserves, and Fund Balance -- Regulatory Basis
For the Years Ended December 31, 2025 and 2024

	Reference	2025	2024
ASSETS			
Regular Fund:			
Cash - Treasurer	A-4	$ 6,997,529.76	$ 6,837,802.01
Cash - Clerk	A-5	1,687.60	3,186.40
Cash - Change Fund	A-6	600.00	600.00
Total		6,999,817.36	6,841,588.41
Receivables and Other Assets with Full Reserves:			
Delinquent Property Taxes Receivable	A-8	176,570.01	153,151.40
Tax Title Liens Receivable	A-9	62,050.76	57,880.19
Other Receivables		40,743.50	40,743.50
Property Acquired for Taxes - Assessed Valuation	A-10	68,700.00	68,700.00
Revenue Accounts Receivable	A-11	1,911.34	2,470.30
Due from Federal and State Grant Fund	A		65,226.92
Due from Other Trust Fund	B	1,753.63	1,542.29
Total		351,729.24	389,714.60
Deferred Charges:			
Emergency Authorizations		53,064.59	-
Total		53,064.59	
Total Regular Fund		7,404,611.19	7,231,303.01
Federal and State Grant Fund:			
Cash	A-4	156,418.22	-
Federal and State Grants Receivable	A-20	714,786.40	384,482.71
Due from Current Fund	A	22,639.87	
Due from General Capital Fund	C	339,821.41	120,147.17
Due Open Space Trust Fund	B	31,695.00	31,695.00
Total Federal and State Grant Fund		1,265,360.90	536,324.88
Total		$ 8,669,972.09	$ 7,767,627.89

Continued

EXHIBIT A

TOWNSHIP OF DELANCO

CURRENT FUND

Statement of Assets, Liabilities, Reserves, and Fund Balance -- Regulatory Basis
For the Years Ended December 31, 2025 and 2024

	Reference	2025	2024
LIABILITIES, RESERVES AND FUND BALANCE			
Regular Fund:			
Liabilities:			
Appropriation Reserves	A-3	$ 380,372.55	$ 392,006.94
Reserve for Encumbrances	A-3	53,074.49	77,704.03
Accounts Payable	A-12	16,782.12	
Due to State of NJ:			
Senior Citizen & Veteran Deductions	A-7	4,945.94	4,195.94
Construction Code Training Fees	A-18	13,050.00	7,141.00
Marriage License Fees	A-19	250.00	175.00
Prepaid Taxes	A-14	194,149.57	110,823.86
Local District School Tax Payable	A-15	2,353,161.56	1,898,830.06
Due County for Added Taxes	A-16	2,586.62	3,454.03
Tax Overpayments	A-13	-	1,927.35
Reserve for Delanco EMS		111,992.65	119,976.27
Due to Federal and State Grant Fund	A	22,639.87	
Due to Trust Other Fund	B	7,475.06	2,076.06
Due to Open Space Trust	B	2,338.95	2,243.28
Due to General Capital Fund	C	117,643.67	83,872.50
Total Liabilities		3,280,463.05	2,704,426.32
Reserve for Receivables and Other Assets	A	351,729.24	389,714.60
Fund Balance	A-1	3,772,418.90	4,137,162.09
Total Regular Fund		7,404,611.19	7,231,303.01
Federal and State Grant Fund:			
Due to Current Fund	A	-	65,226.92
Due to Capital Fund	C	464,666.35	294,196.22
Reserve for Encumbrances	A-22	8,435.69	500.00
Unappropriated Reserves	A-21	102,640.34	4,224.45
Appropriated Reserves	A-22	689,618.52	172,177.29
Total Federal and State Grant Fund		1,265,360.90	536,324.88
Total		$ 8,669,972.09	$ 7,767,627.89

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

EXHIBIT A-1

TOWNSHIP OF DELANCO

Current Fund

Statement of Operations and Changes in Fund Balance -- Regulatory Basis
For the Years Ended December 31, 2025 and 2024

	2025	2024
Revenue and Other Income Realized:		
Fund Balance Utilized	$ 1,850,000.00	$ 1,815,000.00
Miscellaneous Revenue Anticipated	1,486,161.06	1,405,908.93
Receipts from Delinquent Taxes	151,638.24	138,538.14
Receipts from Current Taxes	16,385,595.82	15,658,445.02
Nonbudget Revenues	744,585.76	879,277.82
Other Credits to Income:		
Interfunds Liquidated	65,226.92	1,150.52
Unexpended Balance of Appropriation Reserves	211,732.35	402,677.62
Total Revenue and Other Income Realized	20,894,940.15	20,300,998.05
Expenditures:		
Operations Within "CAPS":		
Salaries and Wages	3,173,298.00	3,020,430.00
Other Expenses	2,794,271.59	2,624,643.00
Deferred Charges and Statutory Expenditures Within "CAPS"	711,215.00	722,483.08
Operations Excluded from "CAPS":		
Salaries and Wages	48,617.00	48,617.00
Other Expenses	743,475.98	698,835.42
Capital Improvements Excluded from "CAPS"	460,000.00	210,000.00
Municipal Debt Service Excluded from "CAPS"	351,694.71	671,276.22
County Taxes	2,431,021.54	2,285,832.45
Due County for Added Taxes	2,586.62	3,454.03
Local District School Tax	8,175,863.00	7,538,189.00
Special District Tax	480,000.00	480,000.00
Municipal Open Space Tax	89,954.49	89,951.64
Other Debits to Income:		
Interfunds Created		65,226.92
Prior Year Tax Overpayments Created	250.00	-
Prior Year Senior Citizen Deductions Disallowed	500.00	1,250.00
Total Expenditures	19,462,747.93	18,460,188.76
Excess in Revenue	1,432,192.22	1,840,809.29
Adjustments to Income Before Surplus:		
Expenditures Included Above which are by Statute Deferred Charges to Budget of Succeeding Year	53,064.59	-
Excess in Revenue & Statutory Excess to Fund Balance	1,485,256.81	1,840,809.29
Fund Balance January 1	4,137,162.09	4,111,352.80
	5,622,418.90	5,952,162.09
Decreased by Utilization as Anticipated Revenue	1,850,000.00	1,815,000.00
Balance December 31	$ 3,772,418.90	$ 4,137,162.09

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, 2025

	Budget	NJS 40A:4-87	Realized	Excess (Deficit)
Fund Balance Anticipated	$ 1,850,000.00	$ -	$ 1,850,000.00	$ -
Miscellaneous Revenues:				
Fees and Permits - Other	40,000.00		42,783.56	2,783.56
Fines and Costs - Municipal Court	33,000.00		31,917.48	(1,082.52)
Interest and Costs on Taxes	35,000.00		35,262.03	262.03
Apartment Rental Registration Fee	35,000.00		48,730.00	13,730.00
State Aid:				
Energy Receipts Tax	408,637.00		408,636.98	(0.02)
Uniform Construction Code Fees	124,000.00		166,100.03	42,100.03
Miscellaneous Revenues Offset with Appropriations:				
Body Armor Grant	1,506.83		1,506.83	
Bulletproof Vest Partnership Grant	2,717.15		2,717.15	
NJ Transportation Trust Fund	233,420.00		233,420.00	
County History Grant	5,200.00		5,200.00	
Clean Communities Program		13,176.75	13,176.75	-
Legislative Grant - Community Capital Improvements		100,000.00	100,000.00	-
Hazardous Discharge Site Remediation Fund		282,410.25	282,410.25	-
Reserve for Debt	114,300.00		114,300.00	
Total	1,032,780.98	395,587.00	1,486,161.06	57,793.08
Receipts from Delinquent Taxes	123,000.00		151,638.24	28,638.24
Amount to be Raised by Taxes for Support of Municipal Budget - Local Tax for Municipal Purposes	5,400,334.72		5,778,081.89	377,747.17
Budget Totals	8,406,115.70	395,587.00	9,265,881.19	$ 464,178.49
Nonbudget Revenues			744,585.76	
Total	$ 8,406,115.70	$ 395,587.00	$ 10,010,466.95	

(Continued)

TOWNSHIP OF DELANCO

Current Fund

Statement of Revenues -- Regulatory Basis
For the Year Ended December 31, 2025

Analysis of Realized Revenues

Allocation of Current Tax Collections:	
Revenue from Collections	$ 16,385,595.82
Allocated to School, Fire District, County Taxes and Municipal Open Space Taxes	11,179,425.65
Balance for Support of Municipal Budget Appropriations	5,206,170.17
Add Appropriation - Reserve for Uncollected Taxes	571,911.72
Amount for Support of Municipal Budget Appropriations	$ 5,778,081.89
Receipts from Delinquent Taxes:	
Delinquent Tax Collections	$ 151,638.24
Tax Title Liens Collections	-
Total	$ 151,638.24
Miscellaneous Revenue Not Anticipated:	
Cable T.V. Franchise Fee	$ 18,723.57
Payments In Lieu of Taxes	419,071.06
Leaf Disposal	4,000.00
Interest on Investments	184,264.05
Easement	17,500.00
Off-Duty Police Administration Fees	79,675.00
Other Refunds	10,700.49
Snow Removal Fees	4,830.00
Miscellaneous	5,061.59
Vets and Senior Citizens Administration Fee	760.00
Total	$ 744,585.76

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, 2025

	Appropriations		Expended			Unexpended
	Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	Balance Canceled
GENERAL APPROPRIATIONS:						
Operations Within "CAPS":						
General Government:						
General Administration						
Salaries and Wages	$ 260,000.00	$ 244,000.00	$ 242,192.65	$ -	$ 1,807.35	$ -
Other Expenses	42,350.00	46,350.00	44,867.23	922.27	560.50	
Mayor & Township Committee						
Salaries and Wages	18,600.00	18,600.00	18,600.00			
Other Expenses	1,500.00	1,500.00	1,333.94	58.00	108.06	
Township Clerk						
Salaries and Wages	110,000.00	148,000.00	147,714.56		285.44	
Other Expenses	37,800.00	90,864.59	78,036.30	434.40	12,393.89	
Financial Administration:						
Salaries and Wages	84,000.00	76,500.00	75,305.90		1,194.10	
Other Expenses	11,250.00	11,250.00	8,827.11	734.89	1,688.00	
Audit Services						
Other Expenses	30,000.00	30,000.00	30,000.00			
Computerized Data Processing						
Other Expenses	78,000.00	78,000.00	75,589.38		2,410.62	
Collection of Taxes:						
Salaries and Wages	47,000.00	47,000.00	47,000.00			
Other Expenses	7,000.00	7,000.00	2,980.95		4,019.05	
Assessment of Taxes						
Salaries and Wages	28,790.00	29,130.00	29,129.04		0.96	
Other Expenses	4,200.00	4,200.00	3,517.20		682.80	
Legal Services and Costs						
Other Expenses	95,000.00	68,000.00	54,749.55		13,250.45	
Engineering Services and Costs						
Other Expenses	65,000.00	65,000.00	56,785.62	5,773.75	2,440.63	
Planning Services						
Other Expenses	40,000.00	30,000.00	15,161.50		14,838.50	
Aid to Library						
Other Expenses	112,000.00	112,000.00	83,500.00		28,500.00	

(Continued)

TOWNSHIP OF DELANCO
Current Fund
Statement of Expenditures - Regulatory Basis
For the Year Ended December 31, 2025

	Appropriations		Expended			Unexpended
	Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	Balance Canceled
GENERAL APPROPRIATIONS:						
Operations Within "CAPS":						
Land Use Administration:						
Joint Land Use Board						
Salaries and Wages	$ 52,000.00	$ 52,000.00	$ 51,430.84	$ -	$ 569.16	$ -
Other Expenses	11,500.00	11,500.00	10,156.34		1,343.66	
Insurance:						
Group Insurance	707,200.00	797,200.00	683,780.46	50.00	113,369.54	
Liability Insurance	89,175.00	89,175.00	87,909.47		1,265.53	
Workers Compensation	135,205.00	135,205.00	134,936.80		268.20	
Health Benefits Waivers	20,000.00	20,000.00	20,000.00			
Municipal Court						
Salaries and Wages	75,000.00	76,800.00	76,740.63		59.37	
Other Expenses	13,500.00	13,500.00	10,428.44		3,071.56	
Public Defender						
Salaries and Wages	4,200.00	4,200.00	4,200.00			
Police						
Salaries and Wages	1,898,500.00	1,793,631.86	1,775,506.95		18,124.91	
Other Expenses	129,000.00	119,060.00	75,126.75	11,420.67	32,512.58	
Municipal Prosecutor						
Other Expenses	9,300.00	9,300.00	8,300.00		1,000.00	
Aid to Volunteer Ambulance Organization						
Other Expenses	18,000.00	18,000.00	18,000.00			
Office of Emergency Management						
Salaries and Wages	2,160.00	2,160.00	2,160.00			
Other Expenses	2,320.00	2,320.00	882.98	379.98	1,057.04	
Streets and Roads Maintenance						
Salaries and Wages	427,600.00	429,930.30	429,930.30			
Other Expenses	52,000.00	52,000.00	42,756.97	2,401.85	6,841.18	
Shade Tree Commission						
Salaries and Wages	1,500.00	1,500.00	600.00		900.00	
Other Expenses	30,000.00	30,000.00	25,324.75	3,950.00	725.25	
Solid Waste Collection						
Other Expenses	150,640.00	150,640.00	150,242.40		397.60	

(Continued)

TOWNSHIP OF DELANCO
Current Fund
Statement of Expenditures - Regulatory Basis
For the Year Ended December 31, 2025

	Appropriations		Expended			Unexpended
	Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	Balance Canceled
GENERAL APPROPRIATIONS:						
Operations Within "CAPS":						
Public Buildings and Grounds						
Salaries and Wages	$ 85,000.00	$ 103,145.84	$ 103,145.84	$ -	$ -	$ -
Other Expenses	180,000.00	150,000.00	123,475.46	1,486.53	25,038.01	
Vehicle Maintenance						
Other Expenses	44,000.00	44,000.00	38,759.03	1,439.98	3,800.99	
Health and Human Services						
Animal Control						
Other Expenses	5,000.00	5,000.00	4,884.60		115.40	
Registrar of Vital Statistics						
Salaries and Wages	4,000.00	4,000.00	3,037.32		962.68	
Other Expenses	1,300.00	1,300.00	400.00		900.00	
Parks and Recreation Functions						
Recreation Services and Programs						
Salaries and Wages	7,500.00	7,500.00	6,632.00		868.00	
Other Expenses	60,000.00	60,000.00	60,000.00			
Delanco Youth Sports Association						
Other Expenses	5,000.00	5,000.00	-		5,000.00	
Accumulated Sick Leave Compensation						
Salaries and Wages	100.00	100.00	-		100.00	
Utility and Bulk Purchases						
Electricity	65,000.00	70,000.00	59,787.72	1,370.25	8,842.03	
Street Lights	85,000.00	110,000.00	96,780.27		13,219.73	
Telephone	25,000.00	28,500.00	25,378.92	2,169.13	951.95	
Water	14,000.00	19,000.00	17,266.04	801.08	932.88	
Gasoline	51,000.00	53,392.00	49,324.77	3,466.81	600.42	
Sewerage Disposal Costs	100.00	100.00	-		100.00	
Landfill and Solid Waste Disposal						
Landfill Fees	235,415.00	235,415.00	214,761.84	15,740.78	4,912.38	
Uniform Construction Code						
State Uniform Construction Code						
Construction Code Official						
Salaries and Wages	75,000.00	75,000.00	74,569.58		430.42	
Other Expenses	25,000.00	15,000.00	10,617.19		4,382.81	
Celebration of Public Events						
Other Expenses	25,000.00	25,000.00	25,000.00			

(Continued)

TOWNSHIP OF DELANCO
Current Fund
Statement of Expenditures - Regulatory Basis
For the Year Ended December 31, 2025

	Appropriations		Expended			Unexpended
	Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	Balance Canceled
GENERAL APPROPRIATIONS:						
Operations Within "CAPS":						
Inspection of Rentals						
Salaries and Wages	$ 40,000.00	$ 40,000.00	$ 34,996.99	$ -	$ 5,003.01	$ -
Other Expenses	500.00	500.00	-		500.00	
Housing Officer						
Salaries and Wages	100.00	100.00	100.00			
Total Operations Including Contingent - Within "CAPS"	5,934,305.00	5,967,569.59	5,572,622.58	52,600.37	342,346.64	
Detail:						
Salaries and Wages	3,241,050.00	3,173,298.00	3,142,992.60		30,305.40	
Other Expenses	2,693,255.00	2,794,271.59	2,429,629.98		312,041.24	
Deferred Charges and Statutory Expenditures - Municipal - Within "CAPS":						
STATUTORY EXPENDITURES:						
Contribution to:						
Public Employees Retirement System	139,768.00	139,768.00	139,768.00			
Police & Firemen's Retirement System	422,647.00	422,647.00	422,647.00			
Social Security System (O.A.S.I.)	130,000.00	146,800.00	146,040.09		759.91	
Defined Contribution Retirement Plan	2,000.00	2,000.00	-		2,000.00	
Total Deferred Charges and Statutory Expenditures - Municipal Within "CAPS"	694,415.00	711,215.00	708,455.09		2,759.91	
Total General Appropriations - For Municipal Purposes Within "CAPS"	6,628,720.00	6,678,784.59	6,281,077.67	52,600.37	345,106.55	

(Continued)

TOWNSHIP OF DELANCO
Current Fund
Statement of Expenditures - Regulatory Basis
For the Year Ended December 31, 2025

	Appropriations		Expended			Unexpended
	Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	Balance Canceled
GENERAL APPROPRIATIONS:						
Operations Excluded from"CAPS":						
Recycling Tax	$ 7,500.00	$ 10,500.00	$ 10,025.88	$ 474.12	$ -	$ -
NJPDES Stormwater Permit [NJSA 40A:4-45.3(cc)]:						
Streets and Roads						
Salaries and Wages	48,617.00	48,617.00	48,617.00			
Other Expenses	11,250.00	11,250.00	2,429.00		8,821.00	
Solid Waste and Collection and Disposal						
Other Expenses	28,445.00	28,445.00	2,000.00		26,445.00	
Employee Group Insurance	53,150.00	53,150.00	53,150.00			
Total Other Operations Excluded from"CAPS":	148,962.00	151,962.00	116,221.88	474.12	35,266.00	
GENERAL APPROPRIATIONS:						
Operations Excluded from"CAPS":						
Public and Private Programs Offset by Revenues:						
Matching Funds for Grants			-			
Body Armor	1,506.83	1,506.83	1,506.83			
Recycling Tonnage			-			
Clean Communities (C159 $13,176.75)		13,176.75	13,176.75			
Hazardous Discharge Site Remediation (C159 $282,410.25)		282,410.25	282,410.25			
NJDCA Community Capital Improvements (C159 $100,000.00)		100,000.00	100,000.00			
NJ Transportation Trust Fund	233,420.00	233,420.00	233,420.00			
Special Legislative Grant			-			
Bullet Proof Vest Program	2,717.15	2,717.15	2,717.15			
County History Grant	5,200.00	5,200.00	5,200.00			
SFSP Fire District Payment	1,700.00	1,700.00	1,700.00			
Total Public and Private Programs Offset by Revenues	244,543.98	640,130.98	640,130.98			
Total Operations - Excluded From "CAPS"	393,505.98	792,092.98	756,352.86	474.12	35,266.00	
Detail:						
Salaries and Wages	48,617.00	48,617.00	48,617.00			
Other Expenses	344,888.98	743,475.98	707,735.86	474.12	35,266.00	

(Continued)

TOWNSHIP OF DELANCO
Current Fund
Statement of Expenditures - Regulatory Basis
For the Year Ended December 31, 2025

	Appropriations		Expended			Unexpended
	Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	Balance Canceled
GENERAL APPROPRIATIONS:						
Capital Improvements - Excluded From "CAPS"						
Capital Improvement Fund	$ 460,000.00	$ 460,000.00	$ 460,000.00	$ -	$ -	$ -
Total Capital Improvements - Excluded From "CAPS"	460,000.00	460,000.00	460,000.00			
Municipal Debt Service - Excluded From "CAPS"						
Payment of Bond Anticipation Notes and Capital Notes	250,000.00	250,000.00	250,000.00			
Interest on Notes	101,978.00	101,978.00	101,694.71			283.29
Total Municipal Debt Service - Excluded From "CAPS"	351,978.00	351,978.00	351,694.71			283.29
DEFERRED CHARGES - Municipal - Excluded from "CAPS"						
Transferred to Board of Education			-			
Total General Appropriations for Municipal Purposes Excluded From "CAPS"	1,205,483.98	1,604,070.98	1,568,047.57	474.12	35,266.00	283.29
Subtotal General Appropriations	7,834,203.98	8,282,855.57	7,849,125.24	53,074.49	380,372.55	283.29
Reserve for Uncollected Taxes	571,911.72	571,911.72	571,911.72			
TOTAL GENERAL APPROPRIATIONS	$ 8,406,115.70	$ 8,854,767.29	$ 8,421,036.96	$ 53,074.49	$ 380,372.55	$ 283.29

Budget After Modification		
Original Budget	$ 8,406,115.70	
Appropriation by NJSA 40A:4-87	395,587.00	
Appropriation by Emergency	53,064.59	
	$ 8,854,767.29	
Analysis of Expended - Paid or Charged:		
Federal and State Grant Fund - Appropriated Reserves		$ 638,430.98
Reserve for Uncollected Taxes		571,911.72
Cash Disbursed		7,210,694.26
		$ 8,421,036.96

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

EXHIBIT B

TOWNSHIP OF DELANCO

Trust Fund

Statement of Assets, Liabilities, Reserves and Fund Balance - Regulatory Basis
For the Years Ended December 31, 2025 and 2024

	Reference	2025	2024
ASSETS			
Animal Control Fund:			
Cash - Treasurer	B-1	$ 2,649.08	$ 1,854.68
Cash - Clerk	B-2	-	-
Total Animal Control Funds		2,649.08	1,854.68
Other Funds:			
Cash - Treasurer	B-1	1,762,725.59	1,866,064.69
Due from Current Fund - Other Trust	A	7,475.06	2,076.06
Due from Current Fund - Open Space	A	2,338.95	2,243.28
Total Other Funds		1,772,539.60	1,870,384.03
Total		$ 1,775,188.68	$ 1,872,238.71
LIABILITIES AND RESERVES			
Animal Control Fund:			
Due to State	B-2	$ -	$ 5.40
Reserve for Animal Control Fund Expenditures	B-3	2,649.08	1,849.28
Total Animal Control Fund		2,649.08	1,854.68
Other Funds:			
Due to Current Fund	A	1,753.63	1,542.29
Due to Grant Fund	A	31,695.00	31,695.00
Due to State of NJ Green Trust Loan Payable		-	9,528.45
Reserve for:			
Open Space	B-6	165,602.48	93,697.87
Unemployment Compensation Trust	B-7	114,304.48	107,830.91
Tax Sale Premiums	B-4	20,350.00	13,950.00
Escrow Deposits	B-4	336,131.71	304,536.97
Gateway Park Brick Fund	B-4	268.65	266.41
Housing Trust	B-4	1,009,934.31	1,117,649.28
Special Law Enforcement	B-4	3,949.58	3,916.57
Public Defender	B-4	3,447.74	2,800.11
Tax Collector Redemption	B-4	1,380.18	1,380.18
Accumulated Absences	B-4	42,122.33	110,383.50
Cops Care	B-4	6,026.74	7,309.28
Flexible Spending	B-4	6,635.77	1,138.91
Lead Hazard Assistance Control	B-4	23,110.00	20,440.00
Payroll Deductions Payable	B-5	-	41,890.30
POAA	B-8	540.00	428.00
Off-Duty Police	B-9	5,287.00	-
Total Other Funds		1,772,539.60	1,870,384.03
Total		$ 1,775,188.68	$ 1,872,238.71

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, 2025 and 2024

	Reference	2025	2024
ASSETS			
Cash	C-2	$ 1,284,642.83	$ 1,436,434.41
Deferred Charges to Future Taxation:			
Funded	C-4	123,905.12	140,238.50
Unfunded	C-5	6,707,895.00	2,705,695.00
Grants Receivable		68,889.87	272,879.53
Due from Current Fund	A	117,643.67	83,872.50
Due from Federal and State Grant Fund	A	464,666.35	294,196.22
Total		$ 8,767,642.84	$ 4,933,316.16
LIABILITIES, RESERVES AND FUND BALANCE			
Bond Anticipation Notes Payable	C-9	$ 5,875,695.00	$ 2,146,905.00
Green Acres Loan Trust Payable	C-7	123,905.12	140,238.50
Due to Federal and State Grant Fund	A	339,821.41	120,147.17
Improvement Authorizations:			
Funded	C-8	299,070.30	751,371.92
Unfunded	C-8	1,306,293.00	1,622,035.39
Encumbrances Payable	C-8	162,304.17	
Reserve for Debt		326,388.91	117,799.46
Capital Improvement Fund	C-6	263,290.41	27,090.41
Fund Balance	C-1	70,874.52	7,728.31
Total		$ 8,767,642.84	$ 4,933,316.16

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

EXHIBIT C-1

TOWNSHIP OF DELANCO

General Capital Fund

Statement of Changes in Fund Balance -- Regulatory Basis
For the Year Ended December 31, 2025

Balance December 31, 2024			$	7,728.31
Increased By:				
Premium on Bond Anticipation Notes	$	2,865.65		
Funded Improvement Authorizations Canceled		60,280.56		63,146.21
Balance December 31, 2025			$	70,874.52

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

TOWNSHIP OF DELANCO

ACCOUNT GROUP

Statement of General Fixed Assets Group of Accounts
For the Year Ended December 31, 2025

	Balance December 31, 2024	Additions / Adjustments	Retirements / Adjustments	Balance December 31, 2025
General Fixed Assets:				
Land	$ 442,810.00	$ 3,547,426.81	$ -	$ 3,990,236.81
Buildings and Improvements	4,647,540.00	59,650.00	-	4,707,190.00
Vehicles	1,630,965.41	120,488.98	5,000.00	1,746,454.39
Equipment	414,393.00	115,692.78	-	530,085.78
Total General Fixed Assets	$ 7,135,708.41	$ 3,843,258.57	$ 5,000.00	$ 10,973,966.98
Total Investment in General Fixed Assets	$ 7,135,708.41	$ 3,843,258.57	$ 5,000.00	$ 10,973,966.98

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

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 Units,* 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 require 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 are 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.

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. 17:9-41et 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.

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. 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 represents 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.

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, 2024 and decreased by the amount deferred at December 31, 2025.

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.

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.

Impact of Recently Issued Accounting Principles

The Township implemented the following GASB Statement for the year ended December 31, 2025:

Statement No. 102, *Certain Risk Disclosures*. This Statement establishes financial statement disclosure requirements for certain concentrations or constraints that make a government vulnerable to the risk of a substantial impact. The implementation of this Statement did not have a material effect on the Township's financial statements.

Recently Issued Accounting Pronouncements Not Yet Implemented

GASB Statement No. 103, *Financial Reporting Model Improvements*, was issued in April 2024 and is effective for fiscal years beginning after June 15, 2025. The Statement addresses improvements to key components of the financial reporting model, including management's discussion and analysis, unusual or infrequent items, presentation of proprietary fund financial statements, major component unit information, and budgetary comparison information. The Township is currently evaluating the effect of this pronouncement on financial reporting.

GASB Statement No. 104, *Disclosure of Certain Capital Assets*, was issued in September 2024 and is effective for fiscal years beginning after June 15, 2025. The Statement establishes additional disclosure requirements for certain types of capital assets, including lease assets, subscription assets, other intangible assets, and capital assets held for sale. The Township is currently evaluating the effect of this pronouncement on financial reporting.

GASB Statement No. 105, *Subsequent Events*, was issued in December 2025 and is effective for fiscal years beginning after June 15, 2026. The Statement clarifies the accounting and financial reporting requirements for subsequent events, including the period during which subsequent events are evaluated and the recognition and disclosure requirements for such events. The Township is currently evaluating the effect of this pronouncement on financial reporting.

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 Act. 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 $6,684,190 as of December 31, 2025, $250,000 was insured under FDIC and the remaining balance of $6,434,190 was collateralized under GUDPA.

NOTE 3. INVESTMENTS

New Jersey municipalities are limited as to the types of investments and types of financial institutions they may invest in. N.J.S.A. 40A:5-15.1 provides a list of permissible investments that may be purchased by New Jersey municipalities. These permissible investments generally include bonds or other obligations of the United States of America or obligations guaranteed by the United States of America, government money market funds, any obligation that a federal agency or a federal instrumentality has issued in accordance with an act of Congress, bonds or other obligations of the local unit or other obligations approved by the Division of Investment in the Department of Treasury for investment by local units, local government investment pools, deposits with the State of New Jersey Cash Management Fund, and agreements for the repurchase of fully collateralized securities with certain provisions. The Township has no investment policy that would further limit its investment choices.

Custodial Credit Risk Related to Investments – For an investment, custodial credit risk is the risk that, in the event of failure of the counterparty, the Township will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. Investment securities are exposed to custodial credit risk if the securities are uninsured, are not registered in the name of the Township, and are held by either the counterparty or the counterparty's trust department or agent but not in the Township's name.

As of December 31, 2025, the Township had the following investments:

Investment	Maturities	Credit Rating	Fair Value
NJ Cash Management Fund	Less than 1 Year		$ 3,293,713

NOTE 4. 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.

Comparative Schedule of Tax Rates	2025	2024	2023	2022	2021
Total Tax Rate	$ 3.690	$ 3.518	$ 3.529	$ 3.448	$ 3.437
Apportionment of Tax Rate:					
Municipal	1.202	1.147	1.126	1.098	1.076
County	0.541	0.509	0.456	0.445	0.434
Local School	1.820	1.735	1.814	1.769	1.788
Fire District	0.107	0.107	0.113	0.116	0.119
Municipal Open Space	0.020	0.020	0.020	0.020	0.020

Assessed Valuation	
2025	$ 449,294,064
2024	448,960,670
2023	427,585,179
2022	415,959,886
2021	403,859,491

NOTE 4. PROPERTY TAXES (Continued)

Comparison of Tax Levies and Collections

Year	Tax Levy	Collections	Percentage of Collections
2025	$ 16,596,597	$ 16,383,668	98.72%
2024	15,821,127	15,658,445	98.97%
2023	15,461,133	15,309,375	99.02%
2022	14,758,653	14,515,283	98.35%
2021	14,277,306	14,118,599	98.89%

Delinquent Taxes and Tax Title Liens

Year	Tax Title Liens	Delinquent Taxes	Total Delinquent	Percentage of Tax Levy
2025	$ 62,051	$ 176,570	$ 238,621	1.44%
2024	57,880	153,151	211,031	1.33%
2023	53,981	137,288	191,269	1.24%
2022	58,356	218,697	277,053	1.88%
2021	54,301	146,535	200,836	1.41%

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

Year	Number
2025	3
2024	2
2023	2
2022	3
2021	3

NOTE 5. 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:

Year	Amount
2025	$ 68,700
2024	68,700
2023	68,700
2022	68,700
2021	68,700

NOTE 6. 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.

Year	Balance December 31,	Utilized in Budget of Succeeding Year	Percentage of Fund Balance Used
Current Fund			
2025	$ 3,772,419	$ 1,700,000	45.06%
2024	4,137,162	1,850,000	44.72%
2023	4,111,353	1,815,000	44.15%
2022	3,571,083	1,680,000	47.04%
2021	3,148,798	1,371,500	43.56%

NOTE 7. 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, 2025:

Fund	Interfund Receivables	Interfund Payables
Current Fund	$ 1,754	$ 150,098
Federal & State Grant Fund	394,156	464,666
Trust Fund:		
Other Trust Funds	9,814	33,449
General Capital Fund	582,310	339,821
	$ 988,034	$ 988,034

NOTE 8. PENSION PLANS

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 the following address or visiting the State's 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.

Police and Firemen's Retirement System (PFRS)

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.

NOTE 8. PENSION PLANS (CONTINUED)

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

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 which 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.

The Township's contractually required contribution rate for the year ended December 31, 2025, was 33.88% of the Township's covered payroll. This amount was actuarially determined as the amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, including an additional amount to finance any unfunded accrued liability.

Based on the most recent PFRS measurement date of June 30, 2025, the Township's contractually required contribution to the pension plan for the year ended December 31, 2025, is $511,462 and is payable by April 1, 2026. 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, 2025, was 5.72% of the Township's covered payroll.

Based on the most recent PFRS measurement date of June 30, 2025, the State's contractually required contribution, on-behalf of the Township, to the pension plan for the year ended December 31, 2025, is $86,382 and is payable by April 1, 2026. Based on the PFRS measurement date of June 30, 2024, the State's contractually required contribution, on-behalf of the Township, to the pension plan for the year ended December 31, 2024, was $71,563, which was paid on April 1, 2025.

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.

NOTE 8. PENSION PLANS (CONTINUED)

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

For the year ended December 31, 2025, the Township's proportionate share of PFRS pension expense was $262,279. This pension expense is not recognized by the Township because of the regulatory basis of accounting as described in Note 1.

The State of New Jersey is a nonemployer contributing entity to the PFRS under a special funding situation. For the year ended December 31, 2025, the State's proportionate share of PFRS pension expense associated with the Township was $86,382. Accordingly, under generally accepted accounting principles, the Township would recognize pension expense and revenue in the amount of $86,382 for the support provided by the State. These amounts are not recognized by the Township because of the regulatory basis of accounting as described in Note 1.

At December 31, 2025, the Township's proportionate share of the net pension liability is $3,590,094. The Township had deferred outflows and inflows of resources related to PFRS from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 294,124	$ 68,233
Changes of assumptions	179,576	45,386
Net Difference between projected and actual earnings on pension plan investments	-	175,870
Changes in proportion	486,410	327,174
Township contributions subsequent to the measurement date	511,462	
Total	$ 1,471,572	$ 616,663

$511,462 included in deferred outflows of resources, will be included as a reduction of the net pension liability in the year ending December 31, 2026.

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
2026		$ 238,242
2027		(44,243)
2028		(20,519)
2029		40,969
2030		128,998
Total		$ 343,447

NOTE 8. PENSION PLANS (CONTINUED)

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience		
Year of Pension Plan Deferral:		
June 30, 2018	5.73	-
June 30, 2019	-	5.92
June 30, 2020	5.90	-
June 30, 2021	-	6.17
June 30, 2022	6.22	-
June 30, 2023	6.16	-
June 30, 2024	6.09	-
June 30, 2025	5.86	-
Changes of assumptions		
June 30, 2018	-	5.73
June 30, 2019	-	5.92
June 30, 2020	-	5.90
June 30, 2021	6.17	-
June 30, 2022	-	6.22
June 30, 2023	-	-
June 30, 2024	-	-
June 30, 2025	5.86	-
Differences between projected and actual investment earnings on pension plan investments		
June 30, 2018	5.00	-
June 30, 2019	5.00	-
June 30, 2020	-	5.00
June 30, 2021	-	5.00
June 30, 2022	-	5.00
June 30, 2023	-	5.00
June 30, 2024	-	5.00
June 30, 2025	-	5.00

Additional Information

Collective balances at June 30, 2025 and 2024 are as follows:

	6/30/2025	6/30/2024
Collective deferred outflows of resources	$ 1,956,190,968	$ 1,350,388,724
Collective deferred inflows of resources	1,441,590,785	1,421,121,200
Collective net pension liability	10,029,033,268	10,326,599,453
Township's Proportion	0.0357970100%	0.0305550600%

NOTE 8. PENSION PLANS (CONTINUED)

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

Actuarial assumptions - The total pension liability for the June 30, 2025 measurement date was determined by an actuarial valuation as of July 1, 2024, which was rolled forward to June 30, 2025. This actuarial valuation used the following actuarial assumptions:

Inflation Rate:	
Price	2.50%
Wage	3.00%
Salary Increases:	4.00 - 17.50% based on years of service
Investment Rate of Return:	7.00%

Employee mortality rates were based on the Pub-2016 Safety Employee mortality tables projected generationally from 2016 with Scale MP-2021. 5% of deaths are assumed to be accidental. Healthy annuitants, mortality rates were 100% of the Pub-2016 Safety Retiree Below Median amount-weighted mortality tables for males and 98% of the Pub-2016 Safety Retiree Below Median amount-weighted mortality tables for females, projected generationally from 2016 with Scale MP-2021 mortality projection. For contingent annuitants, mortality rates were 100% of the Pub-2016 Contingent Survivor Below Median amount-weighted mortality tables for males and 102% Pub-2016 Contingent Survivor Below Median amount-weighted tables for females, projected generationally from 2016 with Scale MP-2021. Disability mortality rates were 134% of the Pub-2016 Safety Disabled Retiree amount-weighted mortality table for males and 100% of the Pub-2016 Safety Disabled Retiree amount-weighted mortality table for females, projected generationally from 2016 with Scale MP-2021 mortality projection.

The actuarial assumptions used in the July 1, 2024 valuation were based on the results of an actuarial experience study for the period July 1, 2021 to June 30, 2024.

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, 2025) is determined by the State Treasurer, after consultation with the Directors of the Division of Investment 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, 2025 are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
U.S. Equity	31.00%	6.00%
Non-U.S. Developed Market Equity	11.50%	6.10%
Emerging Market Equity	4.50%	7.30%
Private Equity	10.00%	9.55%
Real Estate	7.00%	3.40%
Core Fixed Income	14.00%	1.80%
High Yield Fixed Income	6.00%	3.40%
Private Debt	10.00%	6.00%
Cash Equivalents	2.00%	0.65%
Special Situations	1.00%	3.70%
Infrastructure	3.00%	6.00%
	100.00%	

NOTE 8. PENSION PLANS (CONTINUED)

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

Discount rate. The discount rate used to measure the total pension liability was 7.00% as of June 30, 2025. 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 100% 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, 2025, 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	$ 5,222,673	$ 3,590,094	$ 2,228,009
State's proportionate share of the net pension liability associated with the Township	856,058	728,780	622,424
	$ 6,078,731	$ 4,318,874	$ 2,850,433

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/financial-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.

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

NOTE 8. PENSION PLANS (CONTINUED)

Public Employees' Retirement System (PERS) (Continued)

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 which 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 2025. Employers' contribution amounts are based on an actuarially determined rate. The Township'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, 2025 was 14.32% 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, 2025, the Township's contractually required contribution to the pension plan for the fiscal year ended December 31, 2025 was $155,235 and is payable by April 1, 2026. Based on the PERS measurement date of June 30, 2024, the Township's contractually required contribution to the pension plan for the year ended December 31, 2024 was $139,766, which was paid by April 1, 2025. Employee contributions to the pension plan during the year ended December 31, 2025 were $84,496.

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, 2025, the Township's proportionate share of the PERS net pension liability was $1,396,955. The net pension liability was measured as of June 30, 2025, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2024. The Township's proportion of the net pension liability was based on a projection of the Township's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined.

For the year ended December 31, 2025, the Township's proportionate share of PERS pension expense was $76,367. This pension expense is not recognized by the Township because of the regulatory basis of accounting as described in Note 1.

The State of New Jersey is a nonemployer contributing entity to the PERS under a special funding situation. For the year ended December 31, 2025, the State's proportionate share of PERS pension expense associated with the Township was $4,800. Accordingly, under generally accepted accounting principles, the Township would recognize pension expense and revenue in the amount of $4,800 for the support provided by the State. These amounts are not recognized by the Township because of the regulatory basis of accounting as described in Note 1.

NOTE 8. PENSION PLANS (CONTINUED)

Public Employees' Retirement System (PERS) (Continued)

At December 31, 2025, the Township had deferred outflows and inflows of resources related to PERS from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 39,830	$ 1,493
Changes of assumptions	221	16,094
Net Difference between projected and actual earnings on pension plan investments	-	116,488
Changes in proportion	158,958	24,338
Township contributions subsequent to the measurement date	155,235	
Total	$ 354,244	$ 158,413

$155,235 included in deferred outflows of resources, will be included as a reduction of the net pension liability in the year ending December 31, 2026. 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
2026		$ 78,224
2027		(30,850)
2028		(16,488)
2029		5,067
2030		4,643
Total		$ 40,596

NOTE 8. 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:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience		
Year of Pension Plan Deferral:		
June 30, 2019	5.21	-
June 30, 2020	5.16	-
June 30, 2021	-	5.13
June 30, 2022	-	5.04
June 30, 2023	5.08	-
June 30, 2024	5.08	-
June 30, 2025	5.15	-
Changes of assumptions		
June 30, 2019	-	5.21
June 30, 2020	-	5.16
June 30, 2021	5.13	-
June 30, 2022	-	5.04
June 30, 2023	-	-
June 30, 2024	-	-
June 30, 2025	-	5.15
Differences between projected and actual investment earnings on pension plan investments		
June 30, 2019	5.00	-
June 30, 2020	5.00	-
June 30, 2021	-	5.00
June 30, 2022	-	5.00
June 30, 2023	-	5.00
June 30, 2024	-	5.00
June 30, 2025	-	5.00

Additional Information

Collective balances at June 30, 2025 and 2024 are as follows:

	6/30/2025	6/30/2024
Total deferred outflows of resources	$ 1,093,964,592	$ 1,079,580,780
Total deferred inflows of resources	1,921,744,319	1,611,322,898
Total local-group net pension liability	12,404,749,906	13,702,423,985
Less: State special-funding net pension liability	(106,095,944)	(114,378,189)
Net pension liability allocable to local employers	12,298,653,962	13,588,045,796
Township's employer allocation percentage	0.0113586031%	0.0102714704%

Actuarial assumptions – The total pension liability for the June 30, 2025 measurement date was determined by an actuarial valuation as of July 1, 2024, which was rolled forward to June 30, 2025.

NOTE 8. 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:	3.25 - 7.75% based on years of service
Investment Rate of Return:	7.00%

Pre-retirement mortality rates were based on the Pub-2016 General Below-Median Income Employee mortality table with an 86.3% adjustment for males and 97.6% adjustment for females, and with future improvement from the base year of 2016 on a generational basis. Post-retirement mortality rates were based on the Pub-2016 General Below-Median Income Healthy Retiree mortality table with a 93.3% adjustment for males and 99.5% adjustment for females, and with future improvement from the base year of 2016 on a generational basis. Disability retirement rates used to value disabled retirees were based on the Pub-2016 Non-Safety Disabled Retiree mortality table with a 156.9% adjustment for males and 139.0% adjustment for females, and with future improvement from the base year of 2016 on a generational basis. Mortality improvement is based on Scale MP-2021.

The actuarial assumptions used in the July 1, 2024 valuation were based on the results of an actuarial experience study for the period July 1, 2021 to June 30, 2024.

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, 2025) is determined by the State Treasurer, after consultation with the Directors of the Division of Investment 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, 2025 are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
US Equity	28.00%	8.55%
Non-U.S. Developed Market Equity	12.75%	8.77%
International Small Cap Equity	1.25%	8.77%
Emerging Markets Equity	5.50%	10.30%
Private Equity	13.00%	12.00%
Real Estate	8.00%	10.78%
Real Assets	3.00%	7.90%
High Yield	4.50%	6.63%
Private Credit	8.00%	9.00%
Investment Grade Credit	7.00%	5.47%
Cash Equivalents	2.00%	3.61%
U.S. Treasuries	4.00%	3.61%
Risk Mitigation Strategies	3.00%	7.26%

NOTE 8. 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, 2025. 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 100% 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 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 proportionate share of the net pension liability measured as of June 30, 2025, 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	$ 1,912,348	$ 1,396,955	$ 957,703

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 Empower 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 and participating employers are determined by State statute. Plan members are required to contribute 5.5% of their applicable base salary, and participating employers are required to contribute 3.0% of the applicable base salary. Employee contributions, along with the Township's contributions for each pay period, are transmitted to Empower not later than the fifth business day after the date on which the employee is paid for that pay period.

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

	Employer
2025	$ -
2024	1,294
2023	1,337

NOTE 9. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)

The New Jersey Division of Local Government Services allows local units to disclose the most recently available information as it relates to the New Jersey Division of Pensions and Benefits' reporting on GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions.* As of the date of this report, the information for the measurement period ended June 30, 2025 was not available; therefore, the information from the measurement period ended June 30, 2024 is disclosed below.

Plan Description

The Township contributes to the State Health Benefits 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) Annual Comprehensive Financial Report (ACFR), which can be found at https://www.state.nj.us/treasury/pensions/financial-reports.shtml.

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

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

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

The Township 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, 2025 and 2024 were $65,091 and $9,567 respectively, which equaled the required benefit contribution for each year. There were three retired participants eligible at December 31, 2025.

NOTE 9. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (CONTINUED)

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 (benefit). The special funding situation and nonspecial funding situation are based on separately calculated total OPEB liabilities. For the year ended June 30, 2024, the total OPEB liabilities for the special funding situation and nonspecial funding situation were $4,833,833,875 and $12,914,432,673, respectively. The nonspecial funding situation amounts are allocated to employers based on the ratio of plan members of an individual employer to total members of the Plan's nonspecial funding situation during the measurement period July 1, 2023 through June 30, 2024.

At the June 30, 2024 measurement date, the Township had 16 plan members and an employer allocation percentage of 0.016838%. The Township's allocation percentage at the June 30, 2023 measurement date was 0.015347%, representing an increase of 0.001491 percentage points.

Net OPEB Liability

At December 31, 2025 and 2024, the Township disclosed proportionate shares of the net OPEB liability of $3,014,919 and $2,303,054, respectively, based on Plan measurement dates of June 30, 2024 and June 30, 2023. The total OPEB liability used to calculate the June 30, 2024 net OPEB liability was determined by an actuarial valuation as of July 1, 2023 and rolled forward to June 30, 2024.

The components of the collective net OPEB liability of the Plan as of June 30, 2024 were as follows:

	2024
Total OPEB liability	$ 17,748,257,548
Plan fiduciary net position	(157,187,957)
Net OPEB liability	$ 17,905,445,505
Plan fiduciary net position as a percentage of the total OPEB liability	-0.89%

OPEB Expense (Benefit)

For the year ended June 30, 2024, the Township’s proportionate share of allocable Plan OPEB benefit was ($35,135), and net amortization of employer-specific changes in proportion was ($149,783), resulting in a total OPEB benefit of ($184,918). These GASB Statement No. 75 amounts are not recognized in the Township's regulatory-basis financial statements as described in Note 1.

NOTE 9. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (CONTINUED)

At the June 30, 2024 and June 30, 2023 measurement dates, the Township's deferred outflows of resources and deferred inflows of resources related to OPEB were as follows:

	2024		2023	
	Deferred Outflows	Deferred Inflows	Deferred Outflows	Deferred Inflows
Net differences between projected and actual investment earnings on OPEB plan investments	$ -	$ 1,365	$ -	$ 380
Differences between expected and actual experience	152,684	510,831	106,205	625,434
Changes of assumptions	504,037	500,458	298,332	651,000
Changes in proportion	468,288	333,663	232,664	556,313
Total	$ 1,125,009	$ 1,346,317	$ 637,201	$ 1,833,127

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:		
2025		$ (284,506)
2026		(111,325)
2027		7,289
2028		(9,074)
2029		21,324
Thereafter		154,984
Total		$ (221,308)

The actuarial assumptions vary for each plan member depending on the pension plan in which the member is enrolled. The July 1, 2023 actuarial valuation, rolled forward to June 30, 2024, used the following salary increase assumptions, applied to all periods in the measurement:

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

Salary increases	
Public Employees' Retirement System (PERS)	
Rate for all future years	2.75% to 6.55% based on years of service
Police and Firemen's Retirement System (PFRS)	
Rate for all future years	3.25% to 16.25% based on years of service

Pre-retirement healthy mortality rates for PERS were based on the PUB-2010 General classification headcount-weighted mortality table with fully generational mortality improvement projections using Scale MP-2021. Pre-retirement mortality rates for PFRS were based on the PUB-2010 Safety classification headcount-weighted mortality table with fully generational mortality improvement projections using Scale MP-2021. Post-retirement and disabled-retiree mortality assumptions use the corresponding PUB-2010 General or Safety classification tables, as applicable, with fully generational mortality improvement projections using Scale MP-2021.

NOTE 9. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (CONTINUED)

Actuarial assumptions used in the July 1, 2023 valuation were based on the results of the PFRS and PERS experience studies prepared for July 1, 2018 through June 30, 2021. One hundred percent of active members are assumed to participate in the Plan upon retirement.

Healthcare Cost Trend Assumptions

Benefit	2024 Valuation Trend Assumption
Pre-Medicare medical	7.50% initially, decreasing to 4.50% after nine years
Post-65 medical - PPO	Increases to 22.62% in fiscal year 2027, decreasing to 4.50% in fiscal year 2034
Post-65 medical - HMO	Increases to 23.58% in fiscal year 2027, decreasing to 4.50% in fiscal year 2034
Prescription drug	12.75% initially, decreasing to 4.50% after nine years
Medicare Part B reimbursement	5.00%

Discount Rate **-** The discount rate used to measure the OPEB liability at June 30, 2024 was 3.93%. This represents the municipal bond return rate selected 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. Because the long-term rate of return is less than the municipal bond rate, the discount rate is set at the municipal bond rate.

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, 2024, 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 (2.93%)	Current Discount Rate (3.93%)	1% Increase (4.93%)
Proportionate Share Attributable to the Municipality	$ 3,512,056	$ 3,014,919	$ 2,616,757

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, 2024, 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	$ 2,550,006	$ 3,014,919	$ 3,612,666

NOTE 9. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (CONTINUED)

Special Funding Situation

Under N.J.S.A. 43:3C-24, the Township is responsible for its own OPEB contributions based on actuarially determined amounts, except where legislation has legally obligated the State to make contributions under certain circumstances. The legislation that legally obligates the State includes 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 qualified local police and firefighter retirees and their 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 participating local employers by the State under this legislation are considered a special funding situation as defined by GASB Statement No. 75, and the State is treated as a nonemployer contributing entity. Accordingly, for OPEB obligations arising under this legislation, the local participating employer reports no net OPEB liability, deferred outflows of resources, or deferred inflows of resources; the State is responsible for 100 percent of the applicable OPEB obligation.

The State's proportionate share of the net OPEB liability attributable to the Township, and the related OPEB expense (benefit) and revenue, were as follows:

	June 30, 2024	June 30, 2023
State proportionate share of net OPEB liability attributable to the Township	$ 4,745,219	$ 3,367,149
State OPEB expense (benefit) and related revenue attributable to the Township	(459,732)	(610,530)

NOTE 10. COMPENSATED ABSENCES

Township administration employees are entitled to fifteen paid sick leave days and vacation days in varying amounts as provided for in the Township's Personnel Policies and Procedures Manual. 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, or six months' salary, whichever is less, to a maximum of $15,000. Unused vacation days may be carried forward to the subsequent year. Vacation 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 negotiated agreement. 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 to a maximum of $15,000. Unused vacation days may be carried forward to the subsequent year. Vacation 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 retirement 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.

The Township does not record accrued expenses related to compensated absences. Despite the limitations disclosed above, and in accordance with *Governmental Accounting Standards Board Statement 101* (GASB 101), the accrued benefits for compensated absences at December 31, 2025, are estimated to be valued at $248,739.

The Township has established a Compensated Absences Trust Fund to set aside funds for the future payments of compensated absences. At December 31, 2025, the balance of the fund is $42,122.

NOTE 11. 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 12. NEW JERSEY UNEMPLOYMENT COMPENSATION INSURANCE

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

The following is a summary of Township contributions, 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:

Fiscal Year	Interest	Employee Contributions	Amount Reimbursed	Ending Balance
2025	$ 901	$ 6,591	$ 1,019	$ 114,304
2024	1,451	5,214	772	107,831
2023	1,445	4,299	330	101,938

NOTE 13. CAPITAL DEBT

Summary of Municipal Debt

	Year 2025	Year 2024	Year 2023
Issued:			
General Bonds and Notes	$ 5,875,695	$ 2,146,905	$ 2,060,707
Loans	123,905	140,239	156,250
Total Issued	5,999,600	2,287,144	2,216,957
Authorized But Not Issued:			
General Bonds and Notes	832,200	558,790	-
Net Debt	$ 6,831,800	$ 2,845,934	$ 2,216,957

NOTE 13. CAPITAL DEBT (CONTINUED)

Summary of Statutory Debt Condition - Annual Debt Statement

The summarized statement of debt condition which follows is prepared in accordance with the required method of setting up the Annual Debt Statement and indicates a statutory net debt of 1.004%.

	Gross Debt	Deductions	Net Debt
Local School District Debt	$ 4,654,000	$ 4,654,000	$ -
General Debt	6,831,800	-	6,831,800
Total	$ 11,485,800	$ 4,654,000	$ 6,831,800

Net Debt, $6,831,800 divided by Equalized Valuation Basis per N.J.S.A. 40A:2-2, as amended, $680,435,982 equals 1.004%.

Equalized Valuation Basis:

2023	$ 612,147,602
2024	692,733,529
2025	736,426,815
Average	$ 680,435,982

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

3 1/2% of Equalized Valuation Basis (Municipal)	$ 23,815,259
Net Debt	6,831,800
Remaining Borrowing Power	$ 16,983,459

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, 2025, the Township had the following outstanding Bond Anticipation Notes:

	Date of Maturity	Interest Rate	Amount
General Capital Fund	06/04/2026	3.50%	$ 3,420,000
General Capital Fund	06/25/2026	3.74%	2,455,695
			$ 5,875,695

NOTE 13. CAPITAL DEBT (CONTINUED)

Green Trust Loan Payable

The Township received a 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.

General			
Year	**Principal**	**Interest**	**Total**
2026	$ 16,662	$ 2,395	$ 19,057
2027	16,997	2,060	19,057
2028	17,338	1,719	19,057
2029	17,687	1,370	19,057
2030	18,042	1,015	19,057
2031-2032	37,179	934	38,113
Total	$ 123,905	$ 9,493	$ 133,398

NOTE 14. 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, 2025	2024
Balance of Tax	$ 4,046,453.00	$ 3,592,121.50
Deferred	1,693,291.44	1,693,291.44
School Tax Payable	$ 2,353,161.56	$ 1,898,830.06

NOTE 15. FINANCED PURCHASE OBLIGATIONS

As of December 31, 2025, the Township had no outstanding financed purchase obligations.

NOTE 16. LEASES

The Township, as lessee, has entered into the following lease agreements which meet the requirements of GASB 87:

Copier – On December 4, 2020, the Township entered into a 60-month lease as lessee for the use of a copier. This lease has been extended until December 31, 2026. The initial lease liability at commencement was $9,970. As of December 31, 2025, the lease liability was $2,149, and the right of use asset was $2,135. The lease payment is $183 per month exclusive of tax and print charges. The estimated interest rate is 4.00% based on the incremental borrowing rate of the Township.

The future minimum lease payments exclusive of taxes and print costs to be paid by the Township are as follows:

Year ending December 31,	Principal	Interest	Total
2026	$ 2,149	$ 47	$ 2,196
Total	$ 2,149	$ 47	$ 2,196

NOTE 16. LEASES (CONTINUED)

As discussed in Note 1, the financial statements are prepared by the Township on a basis of accounting prescribed by the New Jersey Division of Local Government Services, Department of Community Affairs. This is a basis of accounting other than Generally Accepted Accounting Principles (GAAP). As a result, the Township does not recognize GASB requirements for recognition of the lease liability or lease asset on the Statements of Assets, Liabilities, Reserves and Fund Balance – Regulatory Basis. For the year ended December 31, 2025, the Township recognized lease expense of $4,304 in the Current Fund.

NOTE 17. 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 18. DEFERRED CHARGES TO BE RAISED IN SUCCEEDING BUDGETS

Certain expenditures are required to be deferred to budgets of succeeding years. As of December 31, 2025, the following deferred charges are shown on the statement of assets, liabilities, reserves and fund balance of the following fund:

	Balance December 31, 2025	2026 Budget Appropriation	Balance to Succeeding Years
Current Fund:			
Emergency Authorization	$ 53,064.59	$ 53,064.59	$ -

The appropriation in the 2026 Budget is not less than that required by the statutes.

NOTE 19. SUBSEQUENT EVENTS

Subsequent to December 31, 2025, the Township of Delanco authorized additional Bonds and Notes as follows:

Purpose	Date	Amount
Construction of Municipal Improvements to Township Facilities and Acquisition of Vehicles and Equipment	5/1/2026	$ 627,812

SUPPLEMENTAL EXHIBITS

CURRENT FUND

EXHIBIT A-4

TOWNSHIP OF DELANCO

Current Fund

Statement of Cash - Treasurer
For the Year Ended December 31, 2025

	Current Fund		Federal and State Grant Fund	
Balance December 31, 2024		$ 6,837,802.01		$ -
Receipts:				
Taxes Receivable	$ 16,386,732.85		$ -	
Tax Title Liens Receivable	-			
Prepaid Taxes	192,848.50			
Tax Overpayments	21,249.16			
Revenue Accounts Receivable	847,730.08			
Due from State of New Jersey - Senior Citizens and Veterans Deductions	38,000.00			
Federal and State Grants Receivable			303,903.31	
Federal and State Grants Unappropriated Reserves			80,000.00	
Due to Current Fund				
Transfer from Clerk's Account	1,498.80			
Due from Federal and State Grant Fund	65,226.92			
Due to Federal and State Grant Fund	22,639.87			
Due to Other Trust Fund	5,399.00			
Due to General Capital Fund	33,771.17		170,470.13	
Due to State of NJ - Construction Code Fees	13,050.00			
Due to State of NJ - Marriage License Fees	1,000.00			
Reserve for Delanco EMS	1,016.38			
Miscellaneous Revenue Not Anticipated	744,585.76			
Budget Refunds	520,150.61			
Petty Cash	400.00			
Total Receipts		18,895,299.10		554,373.44
		25,733,101.11		554,373.44
Forward				
Disbursements:				
2025 Appropriations	7,210,694.26			
2024 Appropriation Reserves and Encumbrances	241,196.50			
County Taxes Payable	2,434,475.57			
Local District School Tax	7,721,531.50			
Fire District Tax	480,000.00			
Municipal Open Space Tax	89,858.82			
Reserve for Federal & State Grants - Appropriated			113,054.06	
Due from General Capital Fund			219,674.24	
Due to Current Fund			65,226.92	
Due to State of NJ - Construction Code Fees	7,141.00			
Due to State of NJ - Marriage License Fees	925.00			
Refund of Tax Overpayments	20,198.09			
Budget Refunds	520,150.61			
Reserve for Delanco EMS	9,000.00			
Petty Cash	400.00			
Total Disbursements		18,735,571.35		397,955.22
Balance December 31, 2025		$ 6,997,529.76		$ 156,418.22

TOWNSHIP OF DELANCO

Current Fund

Statement of Cash - Clerk
December 31, 2025

Balance December 31, 2024	$ 3,186.40
Increased by:	
Collections	90,352.97
Subtotal	93,539.37
Decreased by:	
Payments	91,851.77
Balance December 31, 2025	$ 1,687.60

Schedule of Change Funds
December 31, 2025

Office	Balance December 31, 2025
Tax Collector	$ 100.00
Clerk's Office	300.00
Municipal Court	200.00
Total	$ 600.00

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, 2025

Balance December 31, 2024 (Due From)		$ 4,195.94
Increased by:		
Collected		38,000.00
		42,195.94
Decreased by:		
Accrued in 2025:		
Senior Citizens' Deductions per Tax Billings	$ 6,750.00	
Veterans' Deductions per Tax Billings	29,750.00	
Senior Citizens' and Veterans' Deductions Allowed by Tax Collector	1,250.00	
Total	37,750.00	
Less:		
Senior Citizens' and Veterans' Deductions Disallowed by Tax Collector	-	
Senior Citizens' and Veterans' Deductions Disallowed by Tax Collector - Prior Year	500.00	
Subtotal		37,250.00
Balance December 31, 2025 (Due From)		$ 4,945.94

EXHIBIT A-8

TOWNSHIP OF DELANCO

Current Fund

Schedule of Taxes Receivable and Analysis of Property Tax Levy
For the Year Ended December 31, 2025

Year	Balance Dec. 31, 2024	2025 Levy	Added Taxes	COLLECTIONS BY CASH 2024	COLLECTIONS BY CASH 2025	State Share of 2025 Senior Citizens and Veterans Deductions Allowed	Overpayments Applied	Transferred to Tax Title Lien	Canceled	Balance Dec. 31. 2025
2024	$ 153,151.40	$ -	$ 500.00	$ -	$ 151,638.24	$ 250.00	$ -	$ 17.55	$ 1,745.61	$ 0.00
Subtotal	153,151.40	-	-	-	151,638.24	-	-	-	-	-
2025	-	16,596,596.64	-	110,823.86	16,235,094.61	37,750.00	1,927.35	4,136.50	30,294.31	176,570.01
Total	$ 153,151.40	$ 16,596,596.64	$ -	$ 110,823.86	$ 16,386,732.85	$ 37,750.00	$ 1,927.35	$ 4,136.50	$ 30,294.31	$ 176,570.01

Analysis of Property Tax Levy

Tax Yield:		
General Purpose Tax		$ 16,542,452.76
Added Taxes		17,643.88
Senior Citizens and Veterans Deductions Allowed Per Original Levy		36,500.00
Total		$ 16,596,596.64
Tax Levy:		
Local School Tax (Abstract)		$ 8,175,863.00
Municipal Open Space Tax (Abstract)	$ 89,858.82	
Municipal Open Space Added Tax	95.67	
		89,954.49
Fire District Tax		480,000.00
County Tax (Abstract)	1,998,933.19	
County Library Tax (Abstract)	187,211.67	
County Open Space Tax (Abstract)	244,876.68	
County Added Taxes	2,586.62	
		2,433,608.16
Local Tax for Municipal Purposes	5,400,334.72	
Additional Tax Levies	16,836.27	5,417,170.99
Total		$ 16,596,596.64

EXHIBIT A-9

TOWNSHIP OF DELANCO

Current Fund

Schedule of Tax Title Liens
For the Year Ended December 31, 2025

Balance December 31, 2024		$ 57,880.19
Increased by:		
Sold at Tax Sale	17.55	
Interest and Costs of Tax Sale	16.52	
Transfers from Taxes Receivable	4,136.50	4,170.57
		62,050.76
Decreased by:		
Collected		-
Balance December 31, 2025		$ 62,050.76

EXHIBIT A-10

Schedule of Property Acquired for Taxes - Assessed Valuation
For the Year Ended December 31, 2025

Balance December 31, 2025 and 2024	$ 68,700.00

TOWNSHIP OF DELANCO

Current Fund

Schedule of Revenue Accounts Receivable
For the Year Ended December 31, 2025

	Balance December 31, 2024	Accrued In 2025	Collected	Balance December 31, 2025	Remarks
Clerk:					
Fees and Permits	$ -	$ 42,783.56	$ 42,783.56	$ -	
Municipal Court:					
Fines and Costs	2,470.30	31,358.52	31,917.48	1,911.34	December, 2025
Interest and Costs on Taxes		35,262.03	35,262.03	-	
Apartment Rental Registration Fee		48,730.00	48,730.00	-	
Construction Code Fees		166,100.03	166,100.03	-	
Reserve for Debt		114,300.00	114,300.00	-	
Energy Receipts Tax		408,636.98	408,636.98	-	
Total	$ 2,470.30	$ 847,171.12	$ 847,730.08	$ 1,911.34	

EXHIBIT A-12

TOWNSHIP OF DELANCO

CURRENT FUND

Statement of 2024 Appropriation Reserves
For the Year Ended December 31, 2025

	Balance Per Audit Report December 31, 2024 Encumbrances	Balance Per Audit Report December 31, 2024 Appropriation Reserves	Transfers	Balance After Transfers	Paid or Charged	(Overexpended) Balance Lapsed
Operations within "CAPS":						
Salaries and Wages:						
General Administration	$ -	$ 360.84	$ -	$ 360.84	$ 285.74	$ 75.10
Mayor and Township Committee		200.00		200.00		200.00
Township Clerk		92.27		92.27		92.27
Financial Administration		75.86		75.86		75.86
Collection of Taxes		15.48		15.48		15.48
Assessment of Taxes		26.96		26.96		26.96
Joint Land Use Board		494.43		494.43		494.43
Municipal Court		294.04		294.04		294.04
Public Defender	350.00	700.00		1,050.00	350.00	700.00
Police		43,891.01		43,891.01		43,891.01
Road Repairs & Maintenance		6,744.21		6,744.21	4,028.58	2,715.63
Shade Tree		193.05		193.05		193.05
Public Buildings and Grounds		3,007.85		3,007.85		3,007.85
Registrar of Vital Statistics		448.47		448.47		448.47
Recreation Services and Programs		255.48		255.48		255.48
Construction Code Officer		893.95		893.95		893.95
Inspection of Rentals		2,046.73		2,046.73		2,046.73
Health Benefits Waivers		5,000.00		5,000.00		5,000.00
Other Expenses:						
General Administration	1,096.45	2,615.00		3,711.45	3,404.77	306.68
Mayor and Township Committee		145.73		145.73		145.73
Township Clerk	3,764.10	8,882.95		12,647.05	9,362.22	3,284.83
Financial Administration		628.90		628.90		628.90
Computerized Data Processing		8,002.16		8,002.16	8,002.16	-
Collection of Taxes	50.00	1,851.32		1,901.32	704.48	1,196.84
Assessment of Taxes		375.36		375.36	375.36	-
Legal Services and Costs		19,258.47		19,258.47	5,757.50	13,500.97
Engineering Services and Costs		34,745.85		34,745.85	33,738.75	1,007.10
Planning Services	308.00	32,970.31		33,278.31	17,771.62	15,506.69
Aid to Library		1,243.05		1,243.05	943.00	300.05
Joint Land Use Board	21,898.00	688.55		22,586.55	21,986.00	600.55
Group Insurance	104.00	73,124.73		73,228.73	72,362.38	866.35
Liability Insurance		600.73		600.73		600.73
Workers' Compensation		945.00		945.00		945.00
Municipal Court	459.00	913.89		1,372.89	1,359.61	13.28
Police	1,105.95	30,946.80		32,052.75	9,560.94	22,491.81
Municipal Prosecutor		1,691.67		1,691.67		1,691.67
Aid to Volunteer Ambulance Organization	4,500.00			4,500.00	4,500.00	-
Office of Emergency Management	340.00	157.30		497.30	340.00	157.30
Road Repairs & Maintenance	3,377.96	30,450.74		33,828.70	7,466.69	26,362.01
Shade Tree	17,360.00	14,472.50		31,832.50	17,918.84	13,913.66
Solid Waste Collection		2,310.40		2,310.40		2,310.40
Public Buildings and Grounds	6,058.47	12,782.48		18,840.95	6,329.37	12,511.58
Vehicle Maintenance	7,202.80	2,955.75		10,158.55	7,319.79	2,838.76
Registrar of Vital Statistics		925.00		925.00		925.00
Electricity	638.43	7,540.07		8,178.50	1,397.96	6,780.54
Street Lighting	7.90	7,881.56		7,889.46	7.90	7,881.56
Telephone	2,188.25	188.81		2,377.06	2,188.25	188.81
Water	135.64	1,602.64		1,738.28	135.64	1,602.64
Gasoline	1,164.10	4,158.18		5,322.28	1,397.85	3,924.43
Sewer		100.00		100.00		100.00
Landfill fees		12,064.39		12,064.39	10,842.16	1,222.23
Construction Code Officer	2,711.00	1,337.67		4,048.67	3,828.00	220.67
Inspection of Rentals		452.00		452.00		452.00
Social Security System		4,087.54		4,087.54		4,087.54
Defined Contribution Retirement Plan		665.62		665.62		665.62

TOWNSHIP OF DELANCO

CURRENT FUND

Statement of 2024 Appropriation Reserves
For the Year Ended December 31, 2025

	Balance Per Audit Report December 31, 2024					
	. Encumbrances	Appropriation Reserves	Transfers	Balance After Transfers	Paid or Charged	(Overexpended) Balance Lapsed
Operations excluded from "CAPS":						
Other Expenses:						
Recycling Tax		1,429.08		1,429.08	1,429.08	-
NJPDES Stormwater Permit (NJSA)						
Streets and Roads	2,883.98	374.11		3,258.09	2,883.98	374.11
Public and Private Programs Offset by Revenues:						
SFSP Fire District Payment		1,700.00		1,700.00		1,700.00
	$ 77,704.03	$ 392,006.94	$ -	$ 469,710.97	$ 257,978.62	$ 211,732.35

Accounts Payable	16,782.12
Cash Disbursed	241,196.50
	$ 257,978.62

EXHIBIT A-13

TOWNSHIP OF DELANCO

Current Fund
Schedule of Tax Overpayments
For the Year Ended December 31, 2025

Balance December 31, 2024		$ 1,927.35
Increased by:		
Prior Year Overpayment Created	250.00	
Collected	21,249.16	21,499.16
Subtotal		23,426.51
Decreased by:		
Applied to 2025 Taxes	$ 1,927.35	
Transfer to Prepaid Taxes	1,301.07	
Refund of Tax Overpayments	20,198.09	23,426.51
Balance December 31, 2025		$ -

EXHIBIT A-14

Schedule of Prepaid Taxes
For the Year Ended December 31, 2025

Balance December 31, 2024		$ 110,823.86
Increased by:		
Transfer from Tax Overpayments	$ 1,301.07	
Collected	192,848.50	194,149.57
Subtotal		304,973.43
Decreased by:		
Applied to 2025 Taxes		110,823.86
Balance December 31, 2025		$ 194,149.57

EXHIBIT A-15

TOWNSHIP OF DELANCO

Current Fund

Schedule of Local District School Tax Payable
For the Year Ended December 31, 2025

Balance December 31, 2024:		
School Tax Payable	$ 1,898,830.06	
School Tax Deferred	1,693,291.44	$ 3,592,121.50
Increased by:		
Levy - School Year July 1, 2025 to June 30, 2026		8,175,863.00
Subtotal		11,767,984.50
Decreased by:		
Payments		7,721,531.50
Balance December 31, 2025:		
School Tax Payable	2,353,161.56	
School Tax Deferred	1,693,291.44	$ 4,046,453.00

2025 Liability for Local District School Tax:	
Tax Paid	$ 7,721,531.50
Tax Payable December 31, 2025	2,353,161.56
Subtotal	10,074,693.06
Less:	
Tax Payable December 31, 2024	1,898,830.06
Amount Charged to 2025 Operations	$ 8,175,863.00

EXHIBIT A-16

TOWNSHIP OF DELANCO

Current Fund

Schedule of County Taxes Payable
For the Year Ended December 31, 2025

Balance December 31, 2024		$ 3,454.03
Increased by:		
2025 Levy		
General County	$ 1,998,933.19	
County Library	187,211.67	
County Open Space	244,876.68	
Added and Omitted Taxes	2,586.62	
		2,433,608.16
Subtotal		2,437,062.19
Decreased by:		
Disbursed to County of Burlington		2,434,475.57
Balance December 31, 2025		$ 2,586.62

EXHIBIT A-17

Schedule of Fire District Taxes Payable
For the Year Ended December 31, 2025

Balance December 31, 2024	$ -
Increased by:	
2025 Levy	480,000.00
Subtotal	480,000.00
Decreased by:	
Disbursed to Delanco Township Fire District No. 1	480,000.00
Balance December 31, 2025	$ -

EXHIBIT A-18

TOWNSHIP OF DELANCO

Current Fund

Schedule of Due to State of NJ - UCC Fees
For the Year Ended December 31, 2025

Balance December 31, 2024	$	7,141.00
Increased by:		
Cash Received		13,050.00
		20,191.00
Decreased by:		
Cash Disbursed		7,141.00
Balance December 31, 2025	$	13,050.00

EXHIBIT A-19

Schedule of Due to State of NJ - Marriage License Fees
For the Year Ended December 31, 2025

Balance December 31, 2024	$	175.00
Increased by:		
Collections		1,000.00
		1,175.00
Decreased by:		
Payments		925.00
Balance December 31, 2025	$	250.00

TOWNSHIP OF DELANCO

Federal and State Grant Fund

Schedule of Federal and State Grants Receivable
For the Year Ended December 31, 2025

	Balance December 31, 2024	Accrued	Received	Transfer from Unappropriated Reserves	Canceled	Balance December 31, 2025
Federal Grants:						
Transportation Trust Fund Authority Act:						
2014 Road Program - Maple Avenue	$ 4,134.00	$ -	$ -	$ -	$ -	$ 4,134.00
Various Roads	12,267.98					12,267.98
Washington St and Orchard St.	3,749.18					3,749.18
Bulletproof Vest Program		2,717.15		2,717.15		-
Community Development Block Grants:						
ADA Ramps						-
ADA Improvements	75,000.00		69,919.31			5,080.69
Community Development Block Grant	12.00					12.00
Total Federal Grants	95,163.16	2,717.15	69,919.31	2,717.15	-	25,243.85
State Grants:						
Clean Energy Audit Program	860.25					860.25
NJ Transportation Trust Fund		233,420.00				233,420.00
Clean Communities Grant	-	13,176.75	13,176.75			-
Body Armor Grant	-	1,506.83		1,506.83		-
Hazardous Discharge Site Remediation Grant		282,410.25				282,410.25
ANJEC Open Space Stewardship Project	433.00					433.00
NJUCF Tree Planting Grant	80,000.00		80,000.00			-
NJDCA Recreation Improvement Grant	5,000.00					5,000.00
NJDCA Recreation Improvement Grant	8,000.00		8,000.00			-
NJDCA Recreation Improvement Grant	62,500.00		62,500.00			-
NJDCA Recreation Improvement Grant	-	100,000.00				100,000.00
Total State Grants	156,793.25	630,513.83	163,676.75	1,506.83	-	622,123.50
County Grants:						
County History Grant - 2024	1,407.25		1,407.25			-
County History Grant - 2025		5,200.00	3,900.00			1,300.00
County Park Development Grant - 2019	70,334.05		4,215.00	-		66,119.05
County Park Development Grant - 2020	60,785.00		60,785.00			-
Total County Grants	132,526.30	5,200.00	70,307.25	-	-	67,419.05
Total All Grants	$ 384,482.71	$ 638,430.98	$ 303,903.31	$ 4,223.98	$ -	$ 714,786.40

Original Budget	$ 242,843.98
NJS 40A:4-87	395,587.00
	$ 638,430.98

TOWNSHIP OF DELANCO

Federal and State Grant Fund

Schedule of Reserve for Federal and State Grants - Unappropriated
For the Year Ended December 31, 2025

	Balance December 31, 2024	Received	Realized As Revenue In 2025	Transferred to Current Fund Budget	Balance December 31, 2025
Federal Grants:					
Bullet Proof Vest	$ 2,717.15			$ 2,717.15	$ -
Total Federal Grants	2,717.15	-	-	2,717.15	-
State Grants:					
Recycling Tonnage Grant	0.47				0.47
Recreation Assistance Grant		70,000.00			70,000.00
NJ Stormwater Assistance Grant		10,000.00			10,000.00
Unallocated Grant		22,639.87			22,639.87
Body Armor Grant	1,506.83			1,506.83	-
Total State Grants	1,507.30	102,639.87	-	1,506.83	102,640.34
Total All Grants	$ 4,224.45	$ 102,639.87	$ -	$ 4,223.98	$ 102,640.34

Cash Received	$ 80,000.00
Due from Current Fund	22,639.87
	$ 102,639.87

TOWNSHIP OF DELANCO

Federal and State Grant Fund

Schedule of Reserve for Federal and State Grants - Appropriated
For the Year Ended December 31, 2025

	Balance December 31, 2024	Transferred From 2025 Budget Appropriation	Prior Year Encumbrances	Expended	Canceled	Balance December 31, 2025
Federal Grants:						
Transportation Trust Fund Authority Act:						
Maple Avenue	$ 1,822.67	$ -	$ -	$ -	$ -	$ 1,822.67
2020 Road Program	15,620.42					15,620.42
Bullet Proof Vest Program	1,650.00	2,717.15				4,367.15
Community Development Block Grant:						
ADA Improvements	75,000.00			75,000.00		-
Community Development Block Grant	12.00					12.00
Total Federal Grants	94,105.09	2,717.15	-	75,000.00	-	21,822.24
State Grants:						
NJ Transportation Trust Fund	-	233,420.00				233,420.00
NJDEP Stormwater Assistance Grant	11,420.00			5,455.00		5,965.00
Hazardous Discharge Site Remediation Grant		282,410.25				282,410.25
NJDCA Recreation Improvement Grant - 2024	16,937.00					16,937.00
Alcoholic Education Rehab. Fund	1,824.63					1,824.63
Body Armor Grant	1,428.49	1,506.83		1,331.98		1,603.34
Clean Communities Grant	10,617.40	13,176.75		8,879.19		14,914.96
Recycling Tonnage Grant	23,801.96		500.00	19,775.40		4,526.56
DWI Grant	3,300.00					3,300.00
Sustainable NJ Grants Program	43.94					43.94
NJUCF Tree Planting Program	2,891.25			1,200.00		1,691.25
NJDCA Tree Planting Program	4,960.28			4,273.00		687.28
Open Space Stewardship Project Grant	-	100,000.00				100,000.00
Total State Grants	77,224.95	630,513.83	500.00	40,914.57	-	667,324.21
County Grants:						
County History Grant - 2024	847.25			847.25		-
County History Grant - 2025	-	5,200.00		4,727.93		472.07
Total County Grants	847.25	5,200.00	-	5,575.18	-	472.07
Total All Grants	$ 172,177.29	$ 638,430.98	$ 500.00	$ 121,489.75	$ -	$ 689,618.52

Original Budget	$ 242,843.98
NJS 40A:4-87	395,587.00
	$ 638,430.98

Cash Disbursed	$ 113,054.06
Encumbered	8,435.69
	$ 121,489.75

TRUST FUND

EXHIBIT B-1

TOWNSHIP OF DELANCO

Trust Fund

Schedule of Cash - Treasurer
For the Year Ended December 31, 2025

	Animal Control	Total Other Trust Funds	Trust Other	Gravelly Hollow Maintenance Guarantee	Gateway Park Brick Fund	Housing Trust	Special Law Enforcement	Public Defender	Unemployment Compensation	Open Space	Tax Collector Redemption	Accumulated Absences	Flexible Spending	Cops Care	Lead Hazard Assistance Control	Payroll
Balance December 31, 2024	$ 1,854.68	$ 1,866,064.69	$ 266,861.72	$ 37,675.25	$ 266.41	$ 1,117,649.28	$ 3,916.57	$ 1,152.05	$ 107,830.91	$ 132,678.04	$ 15,377.79	$ 110,383.50	$ 2,548.30	$ 7,309.28	$ 20,525.29	$ 41,890.30
Receipts:																
Animal Control License Fees:																
Dog and Cat Licenses	4,244.40	-														
Miscellaneous	702.00	-														
Escrow Deposits		163,468.74	163,151.25	317.49												
Gateway Park Brick Fund		2.24			2.24											
Housing Trust		11,632.45				11,632.45										
Police Forfeited Property		33.01					33.01									
Public Defender		1,097.63						1,097.63								
Employee Withholdings		7,492.71							7,492.71							
Open Space Tax Levy		90,865.83								90,865.83						
Tax Title Lien Redemption		211,521.79									211,521.79					
Tax Sale Premiums		37,600.00									37,600.00					
Lead Hazard Assistance Control		7,670.00													7,670.00	
Accum Absences - Approp and Interest		986.21										986.21				
Flexible Spending		22,527.52											22,527.52			
Cops Care Trust		50.79												50.79		
Payroll Deductions Payable		1,370,964.49														1,370,964.49
Net Payroll		2,305,652.21														2,305,652.21
Interest Earned - Due to Current Fund	32.04	3,134.79	2,260.62	-	-	-	-	-	-	-	189.24	-	49.81	-	188.71	446.41
Total Receipts	4,978.44	4,234,700.41	165,411.87	317.49	2.24	11,632.45	33.01	1,097.63	7,492.71	90,865.83	249,311.03	986.21	22,577.33	50.79	7,858.71	3,677,063.11
Disbursements:																
Expenditures Under RS4:19-15.11	4,152.00	-														
Reserve for Escrow		131,874.00	131,874.00	-												
Gateway Park Brick Fund		-			-											
Housing Trust		119,347.42				119,347.42										
Police Forfeited Property		-					-									
Public Defender		450.00						450.00								
Unemployment Claims		1,019.14							1,019.14							
Reserve for Open Space		19,056.89								19,056.89						
Tax Title Lien Redemption		211,521.79									211,521.79					
Tax Sale Premiums		31,200.00									31,200.00					
Accumulated Absences - Due Payroll		69,247.38										69,247.38				
Lead Hazard Assistance Control		5,000.00													5,000.00	
Flexible Spending		17,030.66											17,030.66			
Cops Care Trust		1,333.33												1,333.33		
Payroll Deductions Payable		1,412,854.79														1,412,854.79
Net Payroll		2,305,652.21														2,305,652.21
Due to State of NJ - Green Trust Loan		9,528.45								9,528.45						
Due to Current Fund	32.04	2,923.45	2,260.62								216.42					446.41
	-															
Total Disbursements	4,184.04	4,338,039.51	134,134.62	-	-	119,347.42	-	450.00	1,019.14	28,585.34	242,938.21	69,247.38	17,030.66	1,333.33	5,000.00	3,718,953.41
Balance December 31, 2025	$ 2,649.08	$ 1,762,725.59	$ 298,138.97	$ 37,992.74	$ 268.65	$ 1,009,934.31	$ 3,949.58	$ 1,799.68	$ 114,304.48	$ 194,958.53	$ 21,750.61	$ 42,122.33	$ 8,094.97	$ 6,026.74	$ 23,384.00	$ -

EXHIBIT B-2

TOWNSHIP OF DELANCO

Schedule of Cash - Clerk
For the Year Ended December 31, 2025

Balance December 31, 2024	$	-
Receipts:		
State Registration Fees		513.60
		513.60
Disbursements		
State Registration Fees		513.60
Balance December 31, 2025	$	-

EXHIBIT B-3

Animal Control Fund

Schedule of Reserve for Animal Control Fund Expenditures
For the Year Ended December 31, 2025

Balance December 31, 2024			$	1,849.28
Increased by:				
Animal License Fees Collected:				
Dog Licenses	$	3,596.40		
Cat Licenses		648.00		
Late Fees/Miscellaneous		702.00		4,946.40
Total				6,795.68
Decreased by:				
Expenditures Under R.S. 4:19-15.11:				4,146.60
Balance December 31, 2025			$	2,649.08

License Fees Collected

Year		
2023	$	4,599.00
2024		4,440.00
Total	$	9,039.00

TOWNSHIP OF DELANCO

Trust - Other Funds

Schedule of Reserve Balances
For the Year Ended December 31, 2025

Account Title	Reserve Balance December 31, 2024	Received	Expended	Reserve Balance December 31, 2025
Reserve for Trust Other:				
Escrow Deposits				
405 Creek Road Industrial LLC	$ 56,017.57	$ 750.00	$ 550.00	$ 56,217.57
401 Creek Road Industrial LLC	2,871.28	-	1,099.75	1,771.53
2407 Burlington Ave LLC	-	2,500.00	1,881.50	618.50
Abundant Life Escrow	7,765.71	-	-	7,765.71
AC Power LLC	140.25	-	-	140.25
Blue Property Group (2000-9-9.03)	(40.50)	3,000.00	2,897.25	62.25
Blue Property Group (Acct. 998)	1,144.25	-	-	1,144.25
Boise Cascade	2,743.48	-	-	2,743.48
Cambridge Properties	27.41	-	-	27.41
DE Harris Inc Street Opening	500.00	-	-	500.00
Dolan Warehouse Bl 1900 Lot 5.02	-	-	917.75	(917.75)
Dolan Warehouse Bl 1900 Lot 5.03	19,044.34	-	1,027.50	18,016.84
DR Horton Inc	3,572.25	10,503.25	13,212.25	863.25
EMT Renewables LLC	1,362.00	-	-	1,362.00
FK89 LLC	3,134.25	13,500.00	17,041.00	(406.75)
G&I Xi 800 Coopertown Road	-	12,500.00	1,535.00	10,965.00
Joint Land Use Fees	3,000.00	63,842.50	59,638.50	7,204.00
Lowthers Small Engine Inc	1,470.85	-	-	1,470.85
Gravelly Hollow Maintenance Guarantee	37,675.25	317.49	-	37,992.74
Gravelly Hollow Rd Association	1,615.00	-	855.00	760.00
Gres Paving Escrow	79,515.54	-	-	79,515.54
Igreja Evangelica Resgate Street Opening	800.00	-	-	800.00
Jenkins, Phil	65.00	-	-	65.00
Martin, Ricelle-Driveway	300.00	-	-	300.00
Meara, Kevin & Garofola, Thomas	2,438.52	-	-	2,438.52
Metropolis Delanco	(20.00)	-	-	(20.00)
Michael Mecallef Driveway Permit	300.00	-	-	300.00
NJ American Water - Water Main Replaceme	-	6,500.00	2,240.00	4,260.00
NJAW Main Replacement - West Ave	-	20,972.50	-	20,972.50
No Limit Construction - Rieker	-	800.00	-	800.00
Ozlem Obuz	940.00	-	940.00	-
PSE&G	7,327.50	27,908.50	22,443.50	12,792.50
RLS Logistics (1900-8)	70,780.52	-	-	70,780.52
Stanker & Galetto, Inc Bl 1900 Lot 8	-	-	5,595.00	(5,595.00)
Wisniewski, Michael	421.50	-	-	421.50
Unallocated	(375.00)	374.50		(0.50)
Subtotal	304,536.97	163,468.74	131,874.00	336,131.71
Reserve for Gateway Park Brick Fund	266.41	2.24	-	268.65
Reserve for Housing Trust	1,117,649.28	11,632.45	119,347.42	1,009,934.31
Reserve for Special Law Enforcement	3,916.57	33.01	-	3,949.58
Reserve for Public Defender	2,800.11	1,097.63	450.00	3,447.74
Reserve for Off-Duty Police	-	5,287.00	-	5,287.00
Reserve for Tax Collector Redemption	1,380.18	211,521.79	211,521.79	1,380.18
Reserve for Tax Sale Premiums	13,950.00	37,600.00	31,200.00	20,350.00
Reserve for Accumulated Absences	110,383.50	986.21	69,247.38	42,122.33
Reserve for Cops Care Donations	7,309.28	50.79	1,333.33	6,026.74
Reserve for Flexible Spending	1,138.91	22,527.52	17,030.66	6,635.77
Reserve for Lead Hazard Control Assistance	20,440.00	7,670.00	5,000.00	23,110.00
Total	$ 1,583,771.21	$ 461,877.38	$ 587,004.58	$ 1,458,644.01

EXHIBIT B-5

TOWNSHIP OF DELANCO

Trust - Other Funds

Schedule of Net Payroll and Payroll Deductions
For the Year Ended December 31, 2025

Balance December 31, 2024		$ 41,890.30
Increased by:		
Net Payroll	$ 2,305,652.21	
Payroll Deductions Withheld	1,370,964.49	
Interest Earned	446.41	
		3,677,063.11
Subtotal		3,718,953.41
Decreased by:		
Net Payroll	2,305,652.21	
Payroll Deductions Disbursed	1,412,854.79	
Due to Current Fund	446.41	
		3,718,953.41
Balance December 31, 2025		$ -

EXHIBIT B-6

Schedule of Reserve for Open Space
For the Year Ended December 31, 2025

Balance December 31, 2024		$ 93,697.87
Increased by:		
Interest Earned on Investments	$ 1,007.01	
Tax Levy	89,858.82	
Due from Current Fund - Added Taxes	95.67	
		90,961.50
Subtotal		184,659.37
Decreased by:		
Open Space Expenditures		19,056.89
Balance December 31, 2025		$ 165,602.48

EXHIBIT B-7

TOWNSHIP OF DELANCO

Trust - Other Funds

Schedule of Reserve for Unemployment Compensation Trust
For the Year Ended December 31, 2025

Balance December 31, 2024			$	107,830.91
Increased by:				
Employee Withholdings	$	6,591.17		
Interest Earned		901.54		
				7,492.71
Total				115,323.62
Decreased by:				
State Payments				1,019.14
Balance December 31, 2025			$	114,304.48

EXHIBIT B-8

Schedule of Reserve For POAA
For the Year Ended December 31, 2025

Balance December 31, 2024	$	428.00
Increased by:		
Cash Received		112.00
Balance December 31, 2025	$	540.00

EXHIBIT B-9

Schedule of Reserve for Off-Duty Police
For the Year Ended December 31, 2025

Balance December 31, 2024	$	-
Increased by:		
Cash Received in Current Fund		5,287.00
Balance December 31, 2025	$	5,287.00

GENERAL CAPITAL FUND

TOWNSHIP OF DELANCO

General Capital Fund

Schedule of Cash - Treasurer
For the Year Ended December 31, 2025

Balance December 31, 2024		$ 1,436,434.41
Receipts:		
Interest Earned - Due to Current Fund	$ 11,001.37	
Bond Anticipation Note	558,790.00	
Premium on Sale of Bond Anticipation Notes	574.25	
Capital Improvement Fund	460,000.00	
		1,030,365.62
Sub-Total		2,466,800.03
Disbursements:		
Improvement Authorizations	967,323.49	
Reserve for Debt Service	114,300.00	
Due to Current Fund	100,533.71	
		1,182,157.20
Balance December 31, 2025		$ 1,284,642.83

EXHIBIT C-3

TOWNSHIP OF DELANCO

General Capital Fund

Analysis of General Capital Cash and Investments
For the Year Ended December 31, 2025

Fund Balance		$ 70,874.52
Capital Improvement Fund		263,290.41
Due from Current Fund		(117,643.67)
Due from Federal and State Grant Fund		(464,666.35)
Due to Federal and State Grant Fund		339,821.41
Reserve for Debt		326,388.91
Improvement Authorizations:		
Ordinance Number		
2015-05	Multi-purpose:	
	Acquisition of Two (2) Dump Trucks	157.24
2019-06	Multi-purpose:	
	Construction of Drainage Facilities	399.72
2019-10	Multi-Purpose:	
	Construction of Sidewalks, Curbing & Ramps	37,996.74
2020-03	Multi-Purpose:	
	Purchase of Property - 200 Ash	16,150.39
2020-07/2022-05	Multi-Purpose:	
	Renovation of Police Department	
	Repair or Demolition of Building	11,220.00
2021-01	Construction of Roads	34,779.67
2021-23/2022-09	Construction of a New Seawall	45,737.12
2023-03	2023 Road Program	55,165.94
2024-02	Purchase of a Street Sweeper	124,895.74
2024-15	2024 Road Program	133,964.47
2024-16	Multi-Purpose:	
	Purchase of Technology Improvements	73,543.64
	Installation of Storm Drainage	334,675.00
	Improvements to Recreation Facilities	29,441.45
	Purchase of Police Equipment	1,083.90
2025-06	Acquisition of Land	52,573.19
2025-06	Purchase of Vehicles and Equipment	
	for Public Works	(120,106.61)
2025-14	Multi-Purpose:	
	Environmental Remediation of Ash Street	12,937.50
	Improvements to Recreation Facilities	21,962.50
	Total	$ 1,284,642.83

TOWNSHIP OF DELANCO

General Capital Fund

Schedule of Deferred Charges to Future Taxation - Funded
For the Year Ended December 31, 2025

Balance December 31, 2024	$	140,238.50
Decreased by:		
Payment of Green Trust Loan		16,333.38
Balance December 31, 2025	$	123,905.12

EXHIBIT C-5

TOWNSHIP OF DELANCO

General Capital Fund

Schedule of Deferred Charges to Future Taxation - Unfunded
For the Year Ended December 31, 2025

Ordinance Number	Improvement Description	Balance December 31, 2024	2025 Authorizations	Notes Paid By Budget Appropriation	Balance December 31, 2025	Analysis of Balance: Financed by Bond Anticipation Note	Disbursed	Unexpended Improvement Authorizations
2020-07/ 2022-05	Various Capital Improvements	88,730.00			88,730.00	88,730.00		
2021-12	Various Capital Improvements	614,175.00		125,700.00	488,475.00	488,475.00		
2021-23/ 2022-09	Construction Improvements to Install a New Seawall	779,000.00		10,000.00	769,000.00	769,000.00		
2024-2	Purchase of Street Sweeper	285,000.00		114,300.00	170,700.00	170,700.00		
2024-7	Install/Construction New Seawall	380,000.00			380,000.00	380,000.00		
2024-16	Various Capital Improvements	558,790.00			558,790.00	558,790.00		
2025-4	Acquisition of Land and Improvements		3,420,000.00		3,420,000.00	3,420,000.00		
2025-06	Purchase of Vehicles and Equipment for Public Works		169,100.00		169,100.00		142,929.11	26,170.89
2025-14	Remediation of Ash Street and Improvements to Recreation Facilities at Various Parks		663,100.00		663,100.00			663,100.00
	Total	$ 2,705,695.00	$ 4,252,200.00	$ 250,000.00	$ 6,707,895.00	$ 5,875,695.00	$ 142,929.11	$ 689,270.89

Improvement Authorizations Unfunded		$ 1,306,293.00
Less Unexpended Proceeds of Bond Anticipation Notes Issued:		
Ord. 2020-07/2022-05	$ 11,220.00	
Ord. 2021-23/2022-09/2024-07	35,859.72	
Ord. 2024-02	124,895.74	
Ord. 2024-16	392,473.46	
Ord. 2025-04	52,573.19	617,022.11
		$ 689,270.89

EXHIBIT C-6

TOWNSHIP OF DELANCO

General Capital Fund

Statement of Capital Improvement Fund
For the Year Ended December 31, 2025

Balance December 31, 2024	$	27,090.41
Increased by:		
Budget Appropriation		460,000.00
Subtotal		487,090.41
Decreased by:		
Appropriated to Finance Improvement Authorizations		223,800.00
Balance December 31, 2025	$	263,290.41

EXHIBIT C-7

Statement of Green Acres Trust Loan Proceeds Payable
For the Year Ended December 31, 2025

Balance December 31, 2024		140,238.50
Decreased by:		
Retirements		16,333.38
Balance December 31, 2025	$	123,905.12

Analysis of Balance - December 31, 2025

Year	Principal	Interest	Total
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	18,774.81	282.07	19,056.88
	$ 123,905.12	$ 9,493.15	$ 133,398.27

TOWNSHIP OF DELANCO

General Capital Fund

Schedule of Improvement Authorizations
For the Year Ended December 31, 2025

						2025 Authorizations						
Ordinance Number	Improvement Description	Ordinance Date	Ordinance Amount	Balance December 31, 2024 Funded	Balance December 31, 2024 Unfunded	Capital Improvement Fund	Grants Receivable	Deferred Charges To Future Taxation Unfunded	Paid or Charged	Cancelled	Balance December 31, 2025 Funded	Balance December 31, 2025 Unfunded
2015-05	Multi-Purpose:											
	Acquisition of Computer Equipment	04/20/15	10,000.00	$ 157.24	$ -	$ -	$ -	$ -	$ -	$ -	$ 157.24	$ -
2019-06	Multi-Purpose:											
	Construction of Drainage Facilities	05/06/19	95,000.00	428.22					28.50		399.72	
2019-07	Multi-Purpose:											
	Supplemental Improvement of Sidewalks	05/06/19	9,600.00	7,550.00	-				7,550.00		-	
2019-10	Multi-Purpose:											
	Construction of Sidewalks, Curbing & Ramps	06/10/19	50,000.00	38,596.74					600.00		37,996.74	
	Supplemental Construction of Seawall	06/10/19	80,000.00	42,921.96					42,921.96		-	
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	02/03/20	200,000.00	28,326.39					12,176.00		16,150.39	
	Purchase of Real Property - 414 Rancocas	02/03/20	60,000.00	6,414.21						6,414.21	-	
2020-07/	Multi-Purpose:											
2022-5	Renovation/Construction of Police Department	07/13/20	300,000.00	52,627.31						52,627.31		-
	Repair or Demolition of Building	07/13/20	120,000.00		11,220.00							11,220.00
2021-01	Construction of Roads	02/01/21	200,000.00	34,779.67							34,779.67	
2021-12	Multi-Purpose:											
	Public Works Vehicle Storage	06/14/21	285,000.00		239,853.35					239,853.35		-
	Installation and Replacement of Sidewalks	06/14/21	235,000.00		83,009.12					83,009.12		-
	Improvements to Field of Dreams Park	06/14/21	146,500.00		1,460.73				1,433.75	26.98		-
2021-23/	New Seawall	12/20/21	300,000.00		610,263.45				574,403.73			35,859.72
2022-09	New Seawall	08/01/22	520,000.00									
2024-7	New Seawall	04/15/24	400,000.00									
2023-03	2023 Road Program	02/27/23	338,170.00	83,621.14					37,430.02		46,191.12	
	Balances Forward			$ 296,661.92	$ 945,806.65	$ -	$ -	$ -	$ 676,543.96	$ 383,170.01	$ 135,674.88	$ 47,079.72

EXHIBIT C-8

TOWNSHIP OF DELANCO

General Capital Fund

Schedule of Improvement Authorizations
For the Year Ended December 31, 2025

Ordinance Number	Improvement Description	Ordinance Date	Amount	Balance December 31, 2024 Funded	Balance December 31, 2024 Unfunded	2025 Authorizations Capital Improvement Fund	2025 Authorizations Grants Receivable	2025 Authorizations Deferred Charges To Future Taxation Unfunded	Paid or Charged	Cancelled	Balance December 31, 2025 Funded	Balance December 31, 2025 Unfunded
Balances Brought Forward				$ 296,661.92	$ 945,806.65	$ -	$ -	$ -	$ 676,543.96	$ 383,170.01	$ 135,674.88	$ 47,079.72
2024-2	Acquisition of a Street Sweeper	2/26/24	$ 300,000.00		124,895.74							124,895.74
2024-15	2024 Road Program	6/24/24	464,360.00	445,565.00					317,069.58		128,495.42	
2024-16	Multi-Purpose:											
	Purchase of Technology Improvements	6/24/24	168,200.00	5,510.00	159,790.00				138,026.89			27,273.11
	Installation of Storm Drainage	6/24/24	350,000.00	2,485.00	332,500.00				310.00			334,675.00
	Improvements to Recreation Facilities	6/24/24	47,000.00		37,193.00				7,751.55			29,441.45
	Purchase of Police Equipment	6/24/24	23,000.00	1,150.00	21,850.00				21,916.10			1,083.90
2025-04	Acquisition of Land	4/7/25	3,600,000.00			180,000.00		3,420,000.00	3,547,426.81			52,573.19
2025-06	Purchase of Vehicles for Public Works	5/19/25	178,000.00			8,900.00		169,100.00	151,829.11			26,170.89
2025-14	Multi-Purpose:											
	Environmental Remediation of Ash Street	4/7/25	258,750.00			12,937.50		245,812.50			12,937.50	245,812.50
	Improvements to Recreation Facilities	6/6/08	439,250.00			21,962.50		417,287.50			21,962.50	417,287.50
	Total			$ 751,371.92	$ 1,622,035.39	$ 223,800.00	$ -	$ 4,252,200.00	$ 4,860,874.00	$ 383,170.01	$ 299,070.30	$ 1,306,293.00
	Cash Disbursed								$ 4,698,569.83			
	Encumbrances Payable								162,304.17			
									$ 4,860,874.00			

TOWNSHIP OF DELANCO
General Capital Fund
Schedule of Bond Anticipation Notes
For the Year Ended December 31, 2025

Ordinance Number	Improvement Description	Date of Issue of Original Note	Date of Issue	Date of Maturity	Interest Rate	Balance Dec. 31, 2024	Increased	Decreased	Balance Dec. 31, 2025
2021-12	Various Capital Improvements	06/03/22	06/28/24	06/27/25	4.75%	614,175.00		614,175.00	-
2021-12	Various Capital Improvements	06/03/22	06/26/25	06/25/26	3.74%		488,475.00		488,475.00
2021-23	Construction Improvements to Install a New Seawall	06/03/22	06/28/24	06/27/25	4.75%	285,000.00		285,000.00	-
2021-23	Construction Improvements to Install a New Seawall	06/03/22	06/26/25	06/25/26	3.74%		275,000.00		275,000.00
2022-05	Supplemental Repair or Demolition of the Building at 200 Ash Street	06/29/23	06/28/24	06/27/25	4.75%	88,730.00		88,730.00	-
2022-05	Supplemental Repair or Demolition of the Building at 200 Ash Street	06/29/23	06/26/25	06/25/26	3.74%		88,730.00		88,730.00
2022-09	Supplemental Construction and Improvement to Install a New Seawall	06/29/23	06/28/24	06/27/25	4.75%	494,000.00		494,000.00	-
2022-09	Supplemental Construction and Improvement to Install a New Seawall	06/29/23	06/26/25	06/25/26	3.74%		494,000.00		494,000.00
2024-02	Acquisition of Street Sweeper	06/28/24	06/28/24	06/27/25	4.75%	285,000.00		285,000.00	-
2024-02	Acquisition of Street Sweeper	06/28/24	06/26/25	06/25/26	3.74%		170,700.00		170,700.00
2024-07	Supplemental Construction and Improvement to Install a New Seawall	06/28/24	06/28/24	06/27/25	4.75%	380,000.00		380,000.00	
2024-07	Supplemental Construction and Improvement to Install a New Seawall	06/28/24	06/26/25	06/25/26	3.74%		380,000.00		380,000.00
2024-16	Various Capital Improvements	06/26/25	06/26/25	06/25/26	3.74%		558,790.00		558,790.00
2025-4	Acquisition of Land	09/10/25	09/10/25	06/04/26	3.50%		3,420,000.00		3,420,000.00
						$ 2,146,905.00	$ 5,875,695.00	$ 2,146,905.00	$ 5,875,695.00

	Increased	Decreased
Renewals	$ 1,896,905.00	$ 1,896,905.00
Issued for Cash	3,978,790.00	-
Paid by Budget Appropriation	-	250,000.00
Total	$ 5,875,695.00	$ 2,146,905.00

EXHIBIT C-10

TOWNSHIP OF DELANCO

GENERAL CAPITAL FUND

Statement of Bonds and Notes Authorized But Not Issued
For the Year Ended December 31, 2025

Ordinance Number	Improvement Description	Balance December 31, 2024	2025 Authorizations	Bond Anticipation Note Issued	Balance December 31, 2025
2024-02	Purchase of a Street Sweeper	$ 558,790.00	$ -	$ 558,790.00	$ -
2025-04	Acquisition of Land and Improvements		3,420,000.00	3,420,000.00	-
2025-06	Purchase of Vehicles and Equipment for Public Works		169,100.00		- 169,100.00
2025-14	Remediation of Ash Street and Improvements to Recreation Facilities at Various Parks		663,100.00		663,100.00
	Total	$ 558,790.00	$ 4,252,200.00	$ 3,978,790.00	$ 832,200.00

TOWNSHIP OF DELANCO

PART II

Schedule of Findings and Recommendations

For the Year Ended December 31, 2025

TOWNSHIP OF DELANCO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2025

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 significant deficiencies 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, 2025

Schedule of Financial Statement Findings

This section identifies the significant deficiencies, material weaknesses, and instances of noncompliance related to the financial statements that are required to be reported in accordance with *Government Auditing Standards* and with 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, 2025

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 25-12-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 Circular 25-12-OMB.

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, 2025:

Name	Term expires	Title	Amount of Bond	Name of Corporate Surety
Carolyn Suess	2025	Mayor		
Kate Fitzpatrick	2025	Deputy Mayor		
Matthew Bartlett	2027	Committeeperson		
Phil McFadden	2027	Committeeperson		
Fern Ouellette	2026	Committeeperson		
Debra Ciminera		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 Liaison	1,000,000	(A)
Beverly G. Russell		Deputy Township Clerk	1,000,000	(A)
Julia Edmondson		Chief Financial Officer	1,000,000	(A)
Robert Viereck		Emergency Management Coordinator	1,000,000	(A)
Jennifer DellaValle		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)
Daniel Rosenberg		Municipal Public Defender		
Daniel Gee		Prosecutor		
Michael Luneman		Construction Code Official	1,000,000	(A)
Sean Gaskill		Assessor	1,000,000	(A)
Christopher Noll		Engineer		
Scott Taylor		Planner		
Douglas Heinold		Solicitor		
Basil Warren II		Chief of Police		

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 - Separate 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 Accountants

Robert P. Inverso
Certified Public Accountant
Registered Municipal Accountant