

**TOWNSHIP OF HADDON**

**AUDIT REPORT FOR THE YEAR  
ENDED DECEMBER 31, 2019**



**TOWNSHIP OF HADDON  
COUNTY OF CAMDEN**

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COUNTY OF CAMDEN**

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**TOWNSHIP OF HADDON  
COUNTY OF CAMDEN**

**PART I**

**INDEPENDENT AUDITOR'S REPORTS  
AND FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2019**

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**HOLT MCNALLY & ASSOCIATES**

Certified Public Accountants & Advisors

## **INDEPENDENT AUDITOR'S REPORT**

Honorable Mayor and Members  
of the Township Commissioners  
Township of Haddon  
County of Camden  
Westmont, New Jersey

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

We have audited the accompanying statements of assets, liabilities, reserves and fund balance - regulatory basis of the various funds and account group of the Township of Haddon, County of Camden as of December 31, 2019, and the related statements of operations and changes in fund balance - regulatory basis for the year then ended, the related statements of revenues - regulatory basis, and statements of expenditures - regulatory basis for the year ended December 31, 2019 and the related notes to the financial statements, which collectively comprise the Township's basic financial statements as listed in the table of contents.

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

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles and practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. 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.

### **Auditor's Responsibility**

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

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

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

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

## **Opinions**

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

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

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

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

In our opinion, because of the significance of the matter discussed in the “Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles” paragraph, the financial statements referred to above do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the Township, as of December 31, 2019, or the results of its operations and changes in fund balance for the year then ended.

### **Unmodified Opinion on Regulatory Basis of Accounting**

In our opinion, the financial statements referred to above 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, 2019, and the results of its operations and changes in fund balance - regulatory basis of such funds for the year then ended, and the statements of revenues - regulatory basis, statements of expenditures - regulatory basis of the various funds, and general fixed assets group of accounts – regulatory basis, for the year ended December 31, 2019 in conformity with accounting principles and practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey as described in Note 1.

## **Other Matters**

### **Other Information**

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

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

The letter of comments and recommendations section has not been subject to the auditing procedures applied in the audit of the financial statements, and accordingly, we do not express an opinion or provide assurance on it.

#### **Prior Period Financial Statements**

The financial statements as of December 31, 2018, were audited by other auditors whose report dated November 15, 2019 expressed an unmodified opinion on the regulatory basis of accounting.

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

In accordance with Government Auditing Standards, we have also issued our report dated September 30, 2020 on our consideration of the Township's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the 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,

**HOLT MCNALLY & ASSOCIATES, INC.**



Kevin P. Frenia  
Certified Public Accountant  
Registered Municipal Accountant  
RMA No. 435

Medford, New Jersey  
September 30, 2020

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**HOLT MCNALLY & ASSOCIATES**

Certified Public Accountants & Advisors

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

Honorable Mayor and Members  
of the Township Commissioners  
Township of Haddon  
County of Camden  
Haddon, New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States and audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, the financial statements - regulatory basis of the Township of Haddon, as of and for the year ended December 31, 2019, and the related notes to the financial statements, which collectively comprise the Township's basic financial statements, and have issued our report thereon dated September 30, 2020. Our 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 rather prepared in accordance with the regulatory basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

**Internal Control Over Financial Reporting**

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any

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deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

### **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Township's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed 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 of Local Government Services, Department of Community Affairs, State of New Jersey.

### **Purpose of this Report**

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

Respectfully Submitted,

**HOLT MCNALLY & ASSOCIATES, INC.**

A handwritten signature in black ink, appearing to read "Kevin Frenia", is positioned above the printed name and title.

Kevin Frenia  
Certified Public Accountant  
Registered Municipal Accountant  
RMA No. 435

Medford, New Jersey  
September 30, 2020

## **BASIC FINANCIAL STATEMENTS**

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**TOWNSHIP OF HADDON  
CURRENT FUND  
STATEMENTS OF ASSETS, LIABILITIES, RESERVES  
AND FUND BALANCE - REGULATORY BASIS  
DECEMBER 31, 2019 AND 2018**

	REFERENCE	2019	2018
<b>ASSETS</b>			
Regular Fund:			
Cash	A-4	\$ 3,808,675.00	\$ 4,419,600.95
Petty Cash	A	400.00	400.00
Cash - Change Fund	A-6	650.00	650.00
Due from State of New Jersey for Senior Citizen & Veteran Deductions	A-9	43,957.88	39,746.07
Total Regular Fund		<u>3,853,682.88</u>	<u>4,460,397.02</u>
Receivables & Other Assets With Full Reserves:			
Delinquent Property Taxes Receivable	A-7	22,050.36	8,198.23
Tax Title Liens Receivable	A-8	75,762.52	105,668.31
Foreclosed Property - Assessed Valuation	A-11	1,894,100.00	1,894,100.00
Revenue Accounts Receivable	A-10	7,404.73	11,499.13
Protested Checks Receivable	A	10,758.90	10,758.90
Due From Bank	A	1,144.05	1,144.05
Due From Interfunds:			
Animal Control Fund	B	1,237.95	1,148.93
Water-Sewer Utility Fund	D	200,000.00	-
Trust-Other Fund	B	9,210.29	-
Total Receivables & Other Assets With Full Reserves		<u>2,221,668.80</u>	<u>2,032,517.55</u>
Total Regular Fund, Receivables, Other Assets With Full Reserves & Deferred Charges		<u>6,075,351.68</u>	<u>6,492,914.57</u>
State & Federal Grants:			
Due from Current Fund	A	658,446.42	249,978.61
Grants Receivable	A-23	556,997.80	993,385.10
Total State & Federal Grants		<u>1,215,444.22</u>	<u>1,243,363.71</u>
Total Assets		<u><u>\$ 7,290,795.90</u></u>	<u><u>\$ 7,736,278.28</u></u>

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

**TOWNSHIP OF HADDON  
CURRENT FUND  
STATEMENTS OF ASSETS, LIABILITIES, RESERVES  
AND FUND BALANCE - REGULATORY BASIS  
DECEMBER 31, 2019 AND 2018**

LIABILITIES RESERVES & FUND BALANCE	REFERENCE	2019	2018
Regular Fund:			
Liabilities:			
Appropriation Reserves	A-3	\$ 693,713.41	\$ 303,605.84
Reserve for Encumbrances	A-3,A-14	140,845.79	117,719.67
Accounts Payable	A	1,617.00	2,447.00
Prepaid Taxes	A-15	294,769.06	329,210.20
Tax Overpayments	A-16	4,522.32	15,439.26
Local School District Taxes Payable	A-18	-	-
Fire District Taxes Payable	A-19	11,486.00	88,511.00
Due County for Added & Omitted Taxes	A-21	25,558.22	53,322.91
Due to State of NJ - U.C.C. Training Fees	A-17	3,856.00	3,456.00
Due to C.C.M.U.A.	A	116,649.07	144,287.24
Reserve for Revaluation	A	18,544.30	32,523.00
Reserve for Champion School Improvements	A	3,037.92	3,037.92
Reserve for Local School Contribution	A	8,014.00	8,014.00
Reserve for Public Works Retro Payroll	A	15,000.00	15,000.00
Reserve for Tax Appeals	A	3,050.00	3,050.00
Reserve for Fire Safety Act Penalties	A	1,135.00	1,135.00
Reserve for Flex Spending	A	3,171.66	66.01
Reserve for Street Scape	A	87,089.57	87,089.57
Due to Federal & State Grant Fund	A	658,446.42	249,978.61
Due to General Capital Fund	C	256,166.19	265,122.65
Due to Trust - Other Fund	B	-	5,922.66
Subtotal		<u>2,346,671.93</u>	<u>1,728,938.54</u>
Reserve for Receivables & Other Assets		2,221,668.80	2,032,517.55
Fund Balance	A-1	<u>1,507,010.95</u>	<u>2,731,458.48</u>
Total Regular Fund		<u>6,075,351.68</u>	<u>6,492,914.57</u>
State & Federal Grants:			
Reserve for Grants Unappropriated	A-24	139,212.38	101,559.57
Reserve for Grants Appropriated	A-25	875,722.55	1,141,804.14
Reserve for Encumbrances	A-25	<u>200,509.29</u>	<u>-</u>
Total State & Federal Grants		<u>1,215,444.22</u>	<u>1,243,363.71</u>
Total Liabilities, Reserves & Fund Balance		<u>\$ 7,290,795.90</u>	<u>\$ 7,736,278.28</u>

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

**TOWNSHIP OF HADDON  
CURRENT FUND  
STATEMENTS OF OPERATIONS AND  
CHANGES IN FUND BALANCE - REGULATORY BASIS  
FOR THE YEARS ENDED DECEMBER 31, 2019 AND 2018**

	2019	2018
Revenue & Other Income Realized:		
Fund Balance Utilized	\$ 2,270,000.00	\$ 1,500,000.00
Miscellaneous Revenue Anticipated	3,259,499.66	4,290,249.25
Receipts From Delinquent Taxes & Tax Title Liens	58,998.72	64,801.97
Receipts From Current Taxes	48,424,314.03	47,881,854.16
Nonbudget Revenue	653,140.98	638,327.01
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	212,642.47	544,111.94
Liquidation of Interfund	14,105.23	632.69
<b>Total</b>	<b>54,892,701.09</b>	<b>54,919,977.02</b>
Expenditures:		
Budget & Emergency Appropriations:		
Operations Within "CAPS":		
Salaries & Wages	4,240,180.00	4,235,550.00
Other Expenses	4,922,317.00	4,474,913.00
Deferred Charges & Statutory Expenditures - Municipal Within "CAPS"	1,378,012.91	1,058,654.00
Operations Excluded from "CAPS":		
Salaries & Wages	361,700.00	344,900.00
Other Expenses	604,925.54	915,597.00
Capital Improvements	85,000.00	252,000.00
Municipal Debt Service	2,095,362.97	1,982,320.83
Deferred Charges - Municipal Excluded from "CAPS"	-	36,461.00
Special District Taxes - Business Improvement District	168,444.10	168,428.92
Fire District Taxes	1,729,748.00	1,670,741.00
County Taxes	12,122,346.14	12,176,156.98
Due County for Added & Omitted Taxes	25,558.22	53,322.91
Local District School Tax	26,081,963.00	25,579,310.00
Interfunds Returned	9,299.31	-
Refund of Prior Year Revenue	2,459.39	21,656.25
Tax Overpayment Adjustment	17,954.26	9,621.65
Prior Year Grants Cancelled	1,877.78	8,222.00
<b>Total Expenditures</b>	<b>53,847,148.62</b>	<b>52,987,855.54</b>
Excess to Fund Balance	1,045,552.47	1,932,121.48
Fund Balance January 1	2,731,458.48	2,299,337.00
<b>Total</b>	<b>3,777,010.95</b>	<b>4,231,458.48</b>
Decreased by: Utilization as Anticipated Revenue	2,270,000.00	1,500,000.00
<b>Fund Balance December 31</b>	<b>\$ 1,507,010.95</b>	<b>\$ 2,731,458.48</b>

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

**TOWNSHIP OF HADDON  
CURRENT FUND  
STATEMENT OF REVENUES - REGULATORY BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2019**

	BUDGET	APPROPRIATED by N.J.S.A.40A:47-87	REALIZED	EXCESS OR (DEFICIT)
Fund Balance Utilized	\$ 2,270,000.00	\$ -	\$ 2,270,000.00	\$ -
Miscellaneous Revenue:				
Licenses:				
Alcoholic Beverages	25,000.00	-	25,350.00	350.00
Other	6,600.00	-	18,573.00	11,973.00
Fees & Permits:				
Other	50,000.00	-	53,909.00	3,909.00
Fines & Costs:				
Municipal Court	230,000.00	-	173,099.91	(56,900.09)
Interest & Costs on Taxes	83,000.00	-	101,296.07	18,296.07
Parking Meters	16,000.00	-	17,240.45	1,240.45
Operation of Crystal Lake	194,000.00	-	198,125.00	4,125.00
Consolidated Municipal Property				
Tax Relief Act	5,310.00	-	5,310.00	-
Energy Receipts Tax	1,256,905.00	-	1,256,905.00	-
Uniform Construction Code				
Fees & Permits	325,000.00	-	342,771.00	17,771.00
Borough of Audubon Park - Police				
Protection Services	385,000.00	-	397,987.68	12,987.68
Fieldstone PILOT Payments	800,000.00	-	489,507.01	(310,492.99)
Body Armor Grant	2,865.97	-	2,865.97	-
Alcohol Education and Rehabilitation	1,854.87	-	1,854.87	-
Clean Communities	28,481.99	-	28,481.99	-
Safe & Secure Communities Program	60,000.00	-	60,000.00	-
Municipal Alliance Grant	11,222.71	-	11,222.71	-
Camden County Recreation				
Enhancement Grant	25,000.00	50,000.00	75,000.00	-
Total Miscellaneous Revenues	3,506,240.54	50,000.00	3,259,499.66	(296,740.88)
Receipts from Delinquent Taxes	50,000.00	-	58,998.72	8,998.72
Local Tax for Municipal Purposes	8,250,054.10	-	8,732,913.76	482,859.66
Budget Totals	14,076,294.64	50,000.00	14,321,412.14	195,117.50
Nonbudget Revenues	-	-	653,140.98	653,140.98
Total	\$14,076,294.64	\$ 50,000.00	\$14,974,553.12	\$ 848,258.48

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

**TOWNSHIP OF HADDON  
CURRENT FUND  
STATEMENT OF REVENUES - REGULATORY BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2019**

**ANALYSIS OF REALIZED REVENUES**

Allocation of Current Tax Collections:	
Revenue From Collections	\$ 48,424,314.03
Less: Allocated for School, County Taxes & Special District Taxes	<u>40,128,059.46</u>
Total Allocation of Current Tax Collections	8,296,254.57
Add: Budget Appropriation - Reserve for Uncollected Taxes	<u>436,659.19</u>
Total Amount for Support of Municipal Budget Appropriation	<u><u>\$ 8,732,913.76</u></u>
Receipts from Delinquent Taxes:	
Delinquent Tax Collections	\$ 8,198.23
Tax Title Lien Collections	<u>50,800.49</u>
Total Receipts from Delinquent Taxes	<u><u>\$ 58,998.72</u></u>
Fees & Permits Other:	
Merchandise Application Fees	\$ 16,775.00
Solicitor's Permits	1,725.00
Planning & Zoning	16,518.00
Rent Control Board	13,160.00
Other	<u>5,731.00</u>
Total Fees & Permits Other	<u><u>\$ 53,909.00</u></u>

**ANALYSIS OF NONBUDGET REVENUES**

Miscellaneous Revenue Not Anticipated:	
Receipts:	
Interest On Investments	\$ 105,161.00
Payment in Lieu of Taxes	138,015.20
SC & Vet Administrative Fee	2,100.89
Insurance Reimbursements	2,000.00
Vacant Property Fines	41,766.68
Copies	36.74
Sale of Recyclables	1,111.20
LEA Rebates	25,029.57
Fire Safety Fees	23,773.49
Cable Franchise Fees	223,222.44
DRPA Impact Fee	30,000.00
Other	<u>60,923.77</u>
Total Nonbudgeted Revenue	<u><u>\$ 653,140.98</u></u>

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

**TOWNSHIP OF HADDON  
CURRENT FUND  
STATEMENT OF EXPENDITURES - REGULATORY BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2019**

	APPROPRIATIONS		EXPENDED			CANCELLED
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	ENCUMBERED	RESERVED	
<b>General Government Functions:</b>						
General Administration:						
Salaries and Wages	\$ 1,300.00	\$ 1,300.00	\$ 880.34	\$ 254.70	\$ 164.96	\$ -
Human Resources:						
Salaries and Wages	17,300.00	17,300.00	16,515.30	-	784.70	-
Other Expenses	50,000.00	50,000.00	17,810.82	211.28	31,977.90	-
Mayor & Commissioners:						
Salaries and Wages	26,700.00	26,700.00	26,629.81	-	70.19	-
Other Expenses	3,000.00	3,000.00	2,557.00	-	443.00	-
Municipal Clerk:						
Salaries and Wages	59,400.00	59,400.00	49,503.28	-	9,896.72	-
Other Expenses	66,900.00	66,900.00	59,472.18	215.63	7,212.19	-
Registrar of Vital Statistics:						
Salaries and Wages	2,400.00	2,500.00	2,402.38	-	97.62	-
Other Expenses	1,697.00	1,697.00	696.16	58.19	942.65	-
Financial Administration (Treasury):						
Salaries and Wages	37,000.00	42,000.00	41,166.68	-	833.32	-
Other Expenses	11,000.00	12,000.00	11,638.10	-	361.90	-
Audit Services:						
Annual Audit	32,000.00	32,000.00	31,425.00	-	575.00	-
Revenue Administration (Tax Collector):						
Salaries and Wages	88,000.00	94,000.00	93,356.51	-	643.49	-
Other Expenses	12,900.00	12,900.00	10,415.90	1,072.71	1,411.39	-
Assessments of Taxes:						
Salaries and Wages	36,500.00	36,500.00	29,590.97	-	6,909.03	-
Other Expenses	12,300.00	12,300.00	9,064.69	-	3,235.31	-
Legal Services:						
Other Expenses	209,500.00	209,500.00	203,357.10	1,717.86	4,425.04	-
Municipal Court:						
Salaries and Wages	176,500.00	176,500.00	171,577.22	-	4,922.78	-
Other Expenses	17,920.00	17,920.00	15,353.67	498.81	2,067.52	-
Public Defender:						
Salaries and Wages	6,500.00	6,500.00	4,200.00	750.00	1,550.00	-
Engineering Services & Costs:						
Other Expenses	5,000.00	5,000.00	882.50	-	4,117.50	-
Economic Development:						
Other Expenses	7,000.00	7,000.00	-	-	7,000.00	-

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

**TOWNSHIP OF HADDON  
CURRENT FUND  
STATEMENT OF EXPENDITURES - REGULATORY BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2019**

	APPROPRIATIONS		EXPENDED			CANCELLED
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	ENCUMBERED	RESERVED	
<b>Land Use Administration:</b>						
Planning Board:						
Salaries and Wages	41,300.00	51,300.00	46,620.53	-	4,679.47	-
Other Expenses	7,500.00	7,500.00	5,805.07	455.38	1,239.55	-
<b>Code Enforcement &amp; Administration:</b>						
Rent Control Commission:						
Salaries and Wages	13,500.00	13,500.00	8,930.07	-	4,569.93	-
Other Expenses	1,050.00	1,050.00	331.40	-	718.60	-
<b>Insurance:</b>						
General Liability	339,700.00	295,200.00	292,356.73	-	2,843.27	-
Worker's Compensation	148,000.00	180,000.00	179,333.85	-	666.15	-
Employee Group Health	1,566,000.00	1,486,400.00	1,254,914.51	-	231,485.49	-
<b>Public Safety Functions:</b>						
Police:						
Salaries and Wages	2,469,900.00	2,504,900.00	2,471,883.61	-	33,016.39	-
Other Expenses	159,500.00	159,500.00	123,898.31	14,467.95	21,133.74	-
Office of Emergency Management:						
Salaries and Wages	7,900.00	7,900.00	7,743.94	-	156.06	-
Other Expenses	250.00	250.00	-	-	250.00	-
Uniform Fire Safety Act:						
Salaries and Wages	73,000.00	75,500.00	75,247.49	-	252.51	-
Other Expenses	22,500.00	22,500.00	19,961.36	-	2,538.64	-
Municipal Prosecutor:						
Salaries and Wages	14,750.00	14,750.00	10,292.74	2,231.72	2,225.54	-
Police Protection Services - Audubon Park:						
Other Expenses	13,000.00	13,000.00	13,000.00	-	-	-
<b>Public Works Functions:</b>						
Streets & Roads Maintenance:						
Salaries and Wages	769,000.00	739,000.00	734,195.83	-	4,804.17	-
Other Expenses	149,000.00	149,000.00	132,189.51	3,673.17	13,137.32	-
Maintenance of Traffic Lights:						
Other Expenses	3,000.00	31,000.00	29,201.81	424.00	1,374.19	-
Shade Tree Program:						
Salaries and Wages	4,000.00	4,000.00	3,671.00	-	329.00	-
Other Expenses	30,100.00	30,100.00	3,943.92	14,369.00	11,787.08	-
Solid Waste Collection:						
Other Expenses	705,300.00	705,300.00	677,132.53	11,942.00	16,225.47	-

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

**TOWNSHIP OF HADDON  
CURRENT FUND  
STATEMENT OF EXPENDITURES - REGULATORY BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2019**

	APPROPRIATIONS		EXPENDED			CANCELLED
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	ENCUMBERED	RESERVED	
Building & Grounds:						
Other Expenses	32,500.00	32,500.00	30,399.20	1,483.10	617.70	-
Vehicle Maintenance:						
Other Expenses	71,000.00	76,000.00	63,173.53	10,976.01	1,850.46	-
Community Services Act:						
Other Expenses	143,000.00	143,000.00	115,197.58	-	27,802.42	-
<b>Health &amp; Human Services:</b>						
Environmental Commission:						
Other Expenses	2,000.00	2,000.00	986.82	-	1,013.18	-
Animal Control Program:						
Other Expenses	20,000.00	20,000.00	16,900.00	1,400.00	1,700.00	-
<b>Park &amp; Recreation Functions:</b>						
Crystal Lake Pool:						
Salaries and Wages	100,000.00	85,000.00	83,875.55	-	1,124.45	-
Other Expenses	91,500.00	91,500.00	34,164.96	5,818.01	51,517.03	-
Parks & Playgrounds:						
Other Expenses	6,000.00	6,000.00	4,589.57	469.43	941.00	-
<b>Utility Expense &amp; Bulk Purchases:</b>						
Electricity	25,000.00	25,000.00	23,116.67	-	1,883.33	-
Street Lighting	195,000.00	195,000.00	180,242.53	-	14,757.47	-
Telephone & Telegraph	28,000.00	33,000.00	32,376.01	-	623.99	-
Natural Gas	37,000.00	37,000.00	29,412.85	1,449.32	6,137.83	-
Gasoline	40,000.00	40,000.00	34,966.10	-	5,033.90	-
Postage	25,500.00	25,500.00	24,000.00	-	1,500.00	-
Copier	10,300.00	10,300.00	9,272.21	242.00	785.79	-
<b>Landfill/Solid Waste Disposal Costs:</b>						
Disposal Costs	475,000.00	475,000.00	350,499.80	60,152.54	64,347.66	-
<b>Appropriation Offset By Dedicated Revenues:</b>						
Code Enforcement & Administration:						
Salaries and Wages	144,630.00	145,630.00	145,421.86	-	208.14	-
Other Expenses	47,500.00	47,500.00	13,347.44	4,988.98	29,163.58	-
<b>Other Common Operating Functions:</b>						
Accumulated Leave Compensation	-	-	-	-	-	-
Celebration of Public Events, Anniversary or Holiday - Other Expenses	80,000.00	80,000.00	79,977.79	-	22.21	-
Senior Citizens Coordinator:						
Salaries and Wages	75,000.00	77,500.00	77,165.14	-	334.86	-
Other Expenses	2,000.00	2,000.00	638.32	-	1,361.68	-

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

**TOWNSHIP OF HADDON  
CURRENT FUND  
STATEMENT OF EXPENDITURES - REGULATORY BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2019**

	APPROPRIATIONS		EXPENDED			
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	ENCUMBERED	RESERVED	CANCELLED
Community Communications:						
Salaries and Wages	58,500.00	58,500.00	57,367.97	-	1,132.03	-
Other Expenses	40,000.00	40,000.00	24,950.85	1,200.00	13,849.15	-
Disolution of Fire District #2:	30,000.00	30,000.00	28,305.64	-	1,694.36	-
Total Operations Within "CAPS" Including Contingent	9,198,497.00	9,162,497.00	8,349,498.21	140,521.79	672,477.00	-
Detail:						
Salaries and Wages	4,223,080.00	4,240,180.00	4,158,238.22	3,236.42	78,705.36	-
Other Expenses	4,975,417.00	4,922,317.00	4,191,259.99	137,285.37	593,771.64	-
<b>Deferred Charges &amp; Statutory Expenditures Municipal Within "CAPS":</b>						
<b>Deferred Charges:</b>						
Deficit in Water-Sewer Utility Operations	200,000.00	200,000.00	200,000.00	-	-	-
Deficit in Animal Control Fund	33.91	33.91	33.91	-	-	-
<b>Statutory Expenditures:</b>						
Contributions to:						
Social Security System (O.A.S.I.)	210,000.00	210,000.00	198,153.48	-	11,846.52	-
Police & Fireman's Retirement System of New Jersey	717,479.00	742,979.00	742,764.79	-	214.21	-
Public Employees Retirement System	225,000.00	225,000.00	224,742.70	-	257.30	-
Total Deferred Charges & Statutory Expenditures Within "CAPS"	1,352,512.91	1,378,012.91	1,365,694.88	-	12,318.03	-
Total General Appropriations for Municipal Purposes Within "CAPS"	10,551,009.91	10,540,509.91	9,715,193.09	140,521.79	684,795.03	-
Stormwater Regulations:						
Salaries and Wages	167,800.00	173,800.00	171,298.96	-	2,501.04	-
Borough of Audubon Park:						
Police Services	385,000.00	385,000.00	385,000.00	-	-	-
Municipal Clerk/Treasurer	40,000.00	40,000.00	33,875.00	-	6,125.00	-
County Passthrough PILOT Payments	50,000.00	54,500.00	54,207.66	-	292.34	-

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

**TOWNSHIP OF HADDON  
CURRENT FUND  
STATEMENT OF EXPENDITURES - REGULATORY BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2019**

	APPROPRIATIONS		EXPENDED			CANCELLED
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	ENCUMBERED	RESERVED	
<b>Public &amp; Private Programs Offset by Revenues:</b>						
SFSP Fire District Payment	6,000.00	6,000.00	5,676.00	324.00	-	-
Safe & Secure Communities Program	187,900.00	187,900.00	187,900.00	-	-	-
Alcohol Education and Rehabilitation	1,854.87	1,854.87	1,854.87	-	-	-
Clean Communities Act	28,481.99	28,481.99	28,481.99	-	-	-
Body Armor Fund	2,865.97	2,865.97	2,865.97	-	-	-
Municipal Alliance Grant	11,222.71	11,222.71	11,222.71	-	-	-
Camden County Recreation Enhancement Grant	25,000.00	75,000.00	75,000.00	-	-	-
Total Operations Excluded from "CAPS"	906,125.54	966,625.54	957,383.16	324.00	8,918.38	-
Detail:						
Salaries and Wages	355,700.00	361,700.00	359,198.96	-	2,501.04	-
Other Expenses	550,425.54	604,925.54	598,184.20	324.00	6,417.34	-
Capital Improvements-Excluded from "CAPS":						
Capital Improvement Fund	85,000.00	85,000.00	85,000.00	-	-	-
Total Capital Improvements Excluded from "CAPS"	85,000.00	85,000.00	85,000.00	-	-	-
Municipal Debt Service - Excluded From "CAPS":						
Payment of Bond Principal	971,000.00	971,000.00	971,000.00	-	-	-
Payment of Bond Anticipation Notes & Capital Note	469,000.00	469,000.00	468,500.00	-	-	500.00
Interest on Bonds	472,000.00	472,000.00	471,120.00	-	-	880.00
Interest on Notes	142,500.00	142,500.00	141,823.03	-	0.00	676.97
Green Trust Loan Program:						
Loan Repayments for Principal & Interest	43,000.00	43,000.00	42,919.94	-	(0.00)	80.06

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

TOWNSHIP OF HADDON  
CURRENT FUND  
STATEMENT OF EXPENDITURES - REGULATORY BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2019

	APPROPRIATIONS		EXPENDED			
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	ENCUMBERED	RESERVED	CANCELLED
Total Municipal Debt Service Excluded from "CAPS"	2,097,500.00	2,097,500.00	2,095,362.97	-	(0.00)	2,137.03
Subtotal General Appropriations	13,639,635.45	13,689,635.45	12,852,939.22	140,845.79	693,713.41	2,137.03
Reserve For Uncollected Taxes	436,659.19	436,659.19	436,659.19	-	-	-
Total General Appropriations	\$ 14,076,294.64	\$ 14,126,294.64	\$ 13,289,598.41	\$ 140,845.79	\$ 693,713.41	\$ 2,137.03
Appropriation by 40A:4-87 Original Budget	\$ 50,000.00	14,076,294.64				
Total	\$ 14,126,294.64					
Reserve for Federal & State Grants - Appropriated			\$ 307,325.54			
NJ Department of Transportation			-			
Deferred Charge			33.91			
Reserve for Uncollected Taxes			436,659.19			
Cash Disbursements			12,545,579.77			
Total			\$ 13,289,598.41			

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

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**TOWNSHIP OF HADDON  
TRUST FUND  
STATEMENTS OF ASSETS, LIABILITIES, RESERVES  
AND FUND BALANCE - REGULATORY BASIS  
DECEMBER 31, 2019 AND 2018**

ASSETS	REFERENCE	2019	2018
Assessment Fund:			
Due from General Capital Fund	C	\$ 450.00	\$ 450.00
Animal Control Fund:			
Cash	B-1	5,686.57	1,085.02
Change Fund	B	30.00	30.00
Deferred Charge - Overexpended Reserve	B	-	33.91
Total Animal Control Fund		5,716.57	1,148.93
Other Trust Funds:			
Cash	B-1	1,718,079.55	1,749,689.35
Due Utility Operating Fund	D	42,716.33	42,716.33
Due from Current Fund	B-8	-	5,922.66
Other Receivable	B	3,710.21	3,710.21
Community Development Block Grant Receivable	B-6	24,033.54	20,260.01
Total Other Trust Funds:		1,788,539.63	1,822,298.56
Total - All Funds		\$ 1,794,706.20	\$ 1,823,897.49
<b>LIABILITIES &amp; RESERVES</b>			
Assessment Fund:			
Deposits on Future Assessments	B-2	\$ 450.00	\$ 450.00
Animal Control Fund:			
Reserve for Animal Control Fund Expenditures	B-3	4,478.62	-
Due to State of New Jersey	B-5	-	-
Due Current Fund	B-4	1,237.95	1,148.93
Total Animal Control Fund		5,716.57	1,148.93
Other Trust Funds:			
Payroll Deductions Payable	B-7	177,608.25	157,641.81
Due Current Fund	B-8	9,210.29	-
Due State of New Jersey - Marriage License Fees	B-9	2,820.00	2,645.00
Due State of New Jersey - Burial License	B-9	145.00	145.00
Various Reserves	B-10	1,598,756.09	1,661,866.75
Total Other Funds		1,788,539.63	1,822,298.56
Total - All Funds		\$ 1,794,706.20	\$ 1,823,897.49

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

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**TOWNSHIP OF HADDON  
GENERAL CAPITAL FUND  
STATEMENTS OF ASSETS, LIABILITIES, RESERVES  
AND FUND BALANCE - REGULATORY BASIS  
DECEMBER 31, 2019 AND 2018**

ASSETS	REFERENCE	2019	2018
Cash	C-2	\$ 1,116,353.57	\$ 997,002.62
Deferred Charges to Future Taxation:			
Unfunded	C-5	11,394,498.00	10,509,248.00
Funded	C-4	13,970,772.00	14,981,263.00
Due From Current Fund	A,C-7	256,166.19	265,122.65
Total		<u>\$ 26,737,789.76</u>	<u>\$ 26,752,636.27</u>
 LIABILITIES, RESERVES & FUND BALANCE			
General Serial Bonds	C-12	\$ 13,829,000.00	\$ 14,800,000.00
Green Acres Loan Payable - Crystal Lake Development	C-10	16,258.00	21,464.00
Green Acres Loan Payable - MacArthur Tract Acquisition	C-11	125,514.00	159,799.00
Bond Anticipation Notes	C-13	9,440,485.00	8,011,485.00
Improvement Authorizations:			
Unfunded	C-9	2,174,425.38	1,930,469.19
Funded	C-9	302,079.47	330,387.34
Reserve for Encumbrances	C-9	693,650.25	1,414,361.17
Capital Improvement Fund	C-8	36,550.00	22,800.00
Reserve for Flood Proceeds	C	25,868.72	25,868.72
Reserve for DY DEE Development	C-6	5,761.23	5,480.19
Due Trust Assessment Fund	B	450.00	450.00
Fund Balance	C-1	87,747.71	30,071.66
Total		<u>\$ 26,737,789.76</u>	<u>\$ 26,752,636.27</u>

There were bonds and notes authorized but not issued on December 31, 2019 of \$1,954,013.00 and on December 31, 2018 was \$2,497,763.00.

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

**TOWNSHIP OF HADDON  
GENERAL CAPITAL FUND  
STATEMENT OF FUND BALANCE - REGULATORY BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2019**

Balance December 31, 2018	\$ 30,071.66
Increased by:	
Premium on Sale of Notes	<u>57,676.05</u>
	87,747.71
Decreased by:	
Adjustment - Deferred Charges Unfunded	<u>-</u>
Balance, December 31, 2019	<u><u>\$ 87,747.71</u></u>

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

**TOWNSHIP OF HADDON  
WATER-SEWER UTILITY FUND  
STATEMENTS OF ASSETS, LIABILITIES, RESERVES  
AND FUND BALANCE - REGULATORY BASIS  
DECEMBER 31, 2019 AND 2018**

ASSETS	REFERENCE	2019	2018
Operating Fund:			
Cash	D-4	\$ 462,328.33	\$ 309,233.08
Change Fund - Collector	D	75.00	75.00
Due from Bank	D	2,216.00	2,216.00
Due from Water-Sewer Capital Fund	D-18	22,563.17	2,269.46
Total		487,182.50	313,793.54
Receivables & Other Assets With Full Reserves:			
Consumer Accounts Receivable	D-7, D-8	13,281.46	13,281.46
Liens Receivable	D-10	1,235.00	1,235.00
Protested Checks Receivable	D-16	2,608.30	2,608.30
Total Receivable & Other Assets With Full Reserves		17,124.76	17,124.76
Deferred Charges:			
Operating Deficit	D-1	-	189,700.34
Total Deferred Charges		-	189,700.34
Total Operating Fund		504,307.26	520,618.64
Capital Fund:			
Cash	D-4	3,353,753.93	1,101,103.48
NJEIT Loan Receivable	A	278,697.00	278,697.00
Fixed Capital:			
Water	D-11	9,709,255.00	9,709,255.00
Sewer	D-12	4,758,345.00	4,758,345.00
Fixed Capital Authorized & Uncompleted	D-13	19,677,663.00	18,677,663.00
Total Capital Fund		37,777,713.93	34,525,063.48
Total Operating & Capital Fund		\$ 38,282,021.19	\$ 35,045,682.12

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

**TOWNSHIP OF HADDON  
WATER-SEWER UTILITY FUND  
STATEMENTS OF ASSETS, LIABILITIES, RESERVES  
AND FUND BALANCE - REGULATORY BASIS  
DECEMBER 31, 2019 AND 2018**

	REFERENCE	2019	2018
LIABILITIES RESERVES & FUND BALANCE			
Operating Fund:			
Liabilities:			
Appropriation Reserves	D-3	\$ 65,682.12	\$ 128,600.66
Reserve for Encumbrances	D-15,D-3	13,941.27	15,238.41
Accrued Interest on Bonds & Notes	D-17	83,511.09	78,399.57
Accounts Payable	D-14	-	170.60
Water/Sewer Overpayments	D	3,008.23	3,008.23
Due to Trust Other Fund	B	42,716.33	42,716.33
Due to Current Fund	A	200,000.00	-
Subtotal		408,859.04	268,133.80
Reserve for Receivables	D	17,124.76	17,124.76
Fund Balance	D-1	78,323.46	235,360.08
Total Operating Fund		504,307.26	520,618.64
Capital Fund:			
Serial Bonds	D-23	3,813,000.00	4,177,000.00
Bond Anticipation Notes	D-25	6,547,000.00	3,652,500.00
New Jersey Infrastructure Trust - Loan Payable	D-24	3,232,584.33	3,555,477.82
Improvement Authorizations:			
Funded	D-22	89,996.09	93,876.09
Unfunded	D-22	2,711,356.24	2,462,885.43
Reserve for Encumbrances	D-22	910,643.72	961,328.50
Capital Improvement Fund	D-9	12,427.00	12,427.00
Due to Water - Sewer Operating Fund	D-18	22,563.17	2,269.46
Reserves for:			
Amortization	D-20	20,221,929.67	19,479,536.18
Deferred Amortization	D-21	177,763.00	127,763.00
Fund Balance	D-19	38,450.71	-
Total Capital Fund		37,777,713.93	34,525,063.48
Total Liabilities, Reserves & Fund Balance		\$ 38,282,021.19	\$ 35,045,682.12

Bonds and Notes authorized but not issued as of December 31, 2019 was \$152,987.00 and as of December 31, 2018 was \$2152,987.00.

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

**TOWNSHIP OF HADDON  
WATER-SEWER UTILITY FUND  
STATEMENTS OF OPERATIONS AND CHANGE  
IN OPERATING FUND BALANCE - REGULATORY BASIS  
FOR THE YEARS ENDED DECEMBER 31, 2019 AND 2018**

	2019	2018
Revenue & Other Income Realized:		
Fund Balance Appropriated	\$ 200,000.00	\$ 275,281.00
Rents	3,202,534.15	3,168,611.78
Privilege Fees	9,700.00	-
Miscellaneous	117,543.95	61,946.61
Deficit General Budget	200,000.00	-
Capital Surplus Anticipated	-	16,787.00
Other Credits to Income:		
Accrued Interest Adjustment	170.60	-
Unexpended Balance of Appropriation Reserves	89,614.02	36,017.71
<b>Total Income</b>	<b>3,819,562.72</b>	<b>3,558,644.10</b>
Expenditures:		
Operating	2,137,200.00	2,488,200.00
Debt Service	1,016,015.34	1,078,844.44
Capital Improvements	50,000.00	-
Deferred Charges & Statutory Expenditures	373,384.00	181,300.00
Other Debits to Expenditures:		
Creation of Interfunds	200,000.00	-
<b>Total Expenditures</b>	<b>3,776,599.34</b>	<b>3,748,344.44</b>
<b>Excess/Deficit in Revenue</b>	<b>42,963.38</b>	<b>(189,700.34)</b>
Operating Deficit to be Raised in Budget of Succeeding Year	-	189,700.34
Statutory Excess to Fund Balance	42,963.38	-
Fund Balance January 1	235,360.08	510,641.08
Less: Balance Appropriated	200,000.00	275,281.00
<b>Fund Balance December 31</b>	<b>\$ 78,323.46</b>	<b>\$ 235,360.08</b>

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

**TOWNSHIP OF HADDON  
WATER-SEWER UTILITY OPERATING FUND  
STATEMENT OF REVENUES - REGULATORY BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2019**

	ANTICIPATED	REALIZED	EXCESS OR (DEFICIT)
Fund Balance Anticipated	\$ 200,000.00	\$ 200,000.00	\$ -
Rents	3,155,000.00	3,202,534.15	47,534.15
Miscellaneous	55,000.00	117,543.95	62,543.95
Deficit General Budget	200,000.00	200,000.00	-
Total	<u>\$ 3,610,000.00</u>	<u>\$ 3,720,078.10</u>	<u>\$ 110,078.10</u>

**ANALYSIS OF REALIZED REVENUE**

Rents:	
Consumer Accounts Receivable:	
Water	\$ 1,948,255.63
Sewer	<u>1,254,278.52</u>
Total Rents and Additional Rents	<u>\$ 3,202,534.15</u>
Miscellaneous	
Collector:	
Other	\$ 89,991.55
Interest on Investments	7,258.69
Collected by Water-Sewer Utility Capital Fund:	
Interest on Investments	<u>20,293.71</u>
Total Miscellaneous	<u>\$ 117,543.95</u>

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

**TOWNSHIP OF HADDON**  
**WATER-SEWER UTILITY OPERATING FUND**  
**STATEMENT OF EXPENDITURES - REGULATORY BASIS**  
**FOR THE YEAR ENDED DECEMBER 31, 2019**

	ORIGINAL BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	EXPENDED ENCUMBERED	RESERVED	UNEXPENDED BALANCE CANCELLED
Operating:						
Salaries and Wages	\$ 940,000.00	\$ 940,000.00	\$ 896,986.81	\$ -	\$ 43,013.19	\$ -
Other Expenses	1,197,200.00	1,197,200.00	1,183,103.66	13,941.27	155.07	-
Total Operating	2,137,200.00	2,137,200.00	2,080,090.47	13,941.27	43,168.26	-
Capital Improvements:						
Down Payments on Improvements	50,000.00	50,000.00	50,000.00	-	-	-
Total Capital Improvements	50,000.00	50,000.00	50,000.00	-	-	-
Debt Service:						
Payment of Bond Principal	675,000.00	675,000.00	672,893.48	-	-	2,106.52
Payment of Bond Anticipation Notes	56,000.00	56,000.00	55,500.00	-	-	500.00
Interest on Bonds & Loans	220,000.00	220,000.00	219,115.06	-	0.00	884.94
Interest on Notes	70,000.00	70,000.00	68,506.80	-	-	1,493.20
Total Debt Service	1,021,000.00	1,021,000.00	1,016,015.34	-	0.00	4,984.66
Deferred Charges:						
Operating Deficit	218,116.34	218,116.34	189,700.34	-	-	28,416.00
Total Deferred Charges	218,116.34	218,116.34	189,700.34	-	-	28,416.00
Statutory Expenditures:						
Contribution to:						
Social Security System (O.A.S.I.)	85,183.66	85,183.66	64,440.32	-	20,743.34	-
Public Employees Retirement System	96,500.00	96,500.00	96,318.30	-	181.70	-
State Disability Insurance	2,000.00	2,000.00	411.18	-	1,588.82	-
Total Statutory Expenditures	183,683.66	183,683.66	161,169.80	-	22,513.86	-
Total Expenditures	\$ 3,610,000.00	\$ 3,610,000.00	\$ 3,496,975.95	\$ 13,941.27	\$ 65,682.12	\$ 33,400.66
Cash Disbursed			\$ 3,302,164.09			
Deferred Charges			189,700.34			
Due to Utility Capital			-			
Budget Refunds			-			
Accrued Interest Adjustment			5,111.52			
Total			\$ 3,496,975.95			

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

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**TOWNSHIP OF HADDON  
GENERAL FIXED ASSETS ACCOUNT GROUP  
STATEMENTS OF GENERAL FIXED ASSETS  
AND FUND BALANCE - REGULATORY BASIS  
DECEMBER 31, 2019 AND 2018**

ASSETS	2019	2018
Land	\$ 4,086,701.00	\$ 4,086,701.00
Building & Improvements	3,922,957.00	3,922,957.00
Equipment & Vehicles	5,594,838.00	5,329,761.00
Total	<u>\$ 13,604,496.00</u>	<u>\$ 13,339,419.00</u>
FUND BALANCE		
Investment in General Fixed Assets	<u>\$ 13,604,496.00</u>	<u>\$ 13,339,419.00</u>

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

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**TOWNSHIP OF HADDON  
COUNTY OF CAMDEN**

**NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2019**

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**TOWNSHIP OF HADDON  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2019**

**Note 1. Summary of Significant Accounting Policies**

**Description of Financial Reporting Entity**

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

**Component Unit** – The financial statements of the component unit of the Township of Haddon are not presented in accordance with Governmental Accounting Standards Board Statement No. 14, as amended by GASB Statements No. 39, 61 and 80. If the provisions of GASBS No. 14, as amended by GASB Statement No. 39, 61 and 80, had been complied with, the financial statements of the following component unit would have been either blended or discretely presented with the financial statements of the Township, the primary government:

Haddon Township Business Improvement District  
135 Haddon Avenue  
Westmont, New Jersey 08108

**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 of Audit are designed primarily for determining compliance with legal provisions and budgetary restrictions and as a means of reporting on the stewardship of public officials with respect to public funds. Generally, the financial statements are presented using the flow of current financial resources measurement focus and modified accrual basis of accounting with minor exceptions as mandated by these "Requirements". In addition, the prescribed accounting principles previously referred to differ in certain respects from accounting principles generally accepted in the United State of America applicable to local government units. The more significant differences are explained further 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** – This fund accounts for revenues and expenditures for governmental operations of a general nature, including federal and state grant funds.

**Trust Funds** – These funds account for receipts, custodianship and disbursement of funds in accordance with the purpose for which each reserve was created.

**Trust Assessment Fund**– This fund accounts for the financing of local improvements deemed to benefit the properties against which assessments are levied.

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

**TOWNSHIP OF HADDON**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2019**

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

**Utility Operating and Capital Funds** – These funds accounts for utility operations that are financed through user fees. The funds are operated on a basis similar to private business enterprises where the intent is that the costs of providing the utility to the general public be financed through user fees. Operations relating to the acquisition of capital facilities for utility purposes are recorded in the Utility Capital Fund.

**General Fixed Asset Account Group** – The Fixed Asset Account Group of accounts is utilized to account for property, land, buildings, and equipment that have been acquired by other funds of the Township.

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

An extension of the statutory dates for introduction, approval and adoption of the municipal budget may be granted by the Director of 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. Once a budget is approved it may be amended after November 1, by a resolution adopted by the governing body.

**Cash, Cash Equivalents and Investments** - Cash and Cash equivalents include petty cash, change funds and cash on deposit with public depositories. All certificates of deposit are recorded as cash regardless of the date of maturity. Under GAAP, investments are reported at fair value but under regulatory basis of accounting, investments are stated at cost. Therefore unrealized gains or losses on investments have not been recorded.

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

*N.J.S.A.17:9-41* et seq. establishes the requirements for the security of deposits of governmental units. The statute requires that no governmental unit shall deposit public funds in a public depository unless such funds are secured in accordance with the Governmental Unit Deposit Protection Act, 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.

**TOWNSHIP OF HADDON  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2019**

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

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

**General Fixed Assets** – Accounting for governmental fixed assets, as required by *N.J.A.C.5:30-5.6*, differs in certain respects from accounting principles generally accepted in the United States of America. In accordance with the regulations, all local units, including municipalities, must maintain a general fixed assets reporting system that establishes and maintains a physical inventory of nonexpendable, tangible property as defined and limited by the U.S. Office of Management and Budget 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. In some instances, assets are valued at the assessed valuation of the property at the time of acquisition, which approximates fair value. No depreciation of general fixed assets is recorded. Donated general fixed assets are recorded at their acquisition value as of the date of the transaction. Interest costs relative to the acquisition of general fixed assets are recorded as expenditures when paid. Public domain ("infrastructure") general fixed assets consisting of certain improvements such as roads, bridges, curbs and gutters, streets and sidewalks and drainage systems are not capitalized. Expenditures for construction in progress are recorded in the capital funds until such time as the construction is completed and put into operation. The Township is required to maintain a subsidiary ledger detailing fixed assets records to control additions, retirements, and transfers of fixed assets. In addition, a statement of general fixed 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. All fixed assets must be adequately controlled to safeguard against loss, damage, or theft.

**Utility Fixed Assets** – Property and equipment purchases by a utility fund are recorded in the utility capital account at cost and are adjusted for disposition. The amounts shown do not represent replacement cost or current value. The reserve for amortization and deferred reserve for amortization in the utility capital fund represent the cost of the utility fixed assets reduced by the outstanding balances of bonds, loans, notes, or other borrowings that are attributable to the acquisition, construction or improvement of those assets.

**Foreclosed property** – Foreclosed Property or "Property Acquired for Taxes" is recorded in the Current Fund at the assessed valuation when such property was acquired and is fully reserved. Ordinarily it is the

**TOWNSHIP OF HADDON  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2019**

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

intention of the Township 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.

**Fund Balance** – Fund Balance included in the Current and Utility Operating Fund represent the amount available for anticipation as revenue in future year's budgets, with certain restrictions.

**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 revenues when received.

**Utility Revenues** – Utility charges are levied quarterly based upon a flat service charge and if applicable, an excess consumption or usage charge. Revenues from these sources are recognized on a cash basis. Receivables that are susceptible to accrual are recorded with offsetting reserves on the balance sheet of the Townships utility operating fund.

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

**County Taxes** – The municipality is responsible for levying, collecting and remitting County taxes for the County of Camden. 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<sup>th</sup> 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<sup>th</sup> of the current year and due to be paid to the County by February 15<sup>th</sup> of the following year.

**School Taxes** – The municipality is responsible for levying, collecting and remitting school taxes for the Haddon Township School District. Operations are charged for the full amount required to be raised from taxation to operate the local school district July 1 to June 30.

**Deferred School Taxes** – School taxes raised in advance in the Current Fund for a school fiscal year (July 1 to June 30) which remain unpaid at December 31 of the calendar year levied may be deferred to fund balance to the extent of not more than 50% of the annual levy providing no requisition has been made by the school district for such amount.

**TOWNSHIP OF HADDON  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2019**

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

**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** – are recorded on the “budgetary” basis of accounting. Generally, expenditures are recorded when an amount is encumbered through the issuance of a numerically controlled purchase order or when a contract is executed as required by Technical Accounting Directive No. 85-1. When an expenditure is paid, the amount encumbered is simultaneously liquidated in its original amount. Encumbrances are offset by an account entitled reserve for encumbrances. The reserve is classified as a cash liability under New Jersey municipal accounting. At December 31, this reserve represents the portion of appropriation reserves that has been encumbered and is subject to the same statutory provisions as appropriation reserves. Appropriations for interest payments on outstanding general capital bonds and notes are provided on the cash basis. Appropriations for interest payments on outstanding utility capital bonds and notes are provided on the accrual basis.

**Appropriation Reserves** – Appropriation reserves covering unexpended appropriation balances are automatically created at year-end and recorded as liabilities, except for amounts, which may be cancelled by the governing body. Appropriation reserves and reserve for encumbrances at current year end are available until December 31<sup>st</sup> of the succeeding year to meet specific claims, commitments or contracts incurred during the preceding year. Any unspent balances at this time are lapsed appropriation reserves and recorded as income.

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

**Compensated Absences** – Expenditures relating to obligations for unused vested accumulated vacation and sick leave are not recorded until paid; however, municipalities may establish and budget reserve funds subject to NJSA 40A:4-39 for the future payment of compensated absences.

**Recent Accounting Pronouncements** – The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. GASB adopts accounting statements to be used by governmental units when reporting financial position and results of operations in accordance with accounting principles generally accepted in the United States of America (GAAP). The municipalities in the State of New Jersey do not prepare their financial statements in accordance with GAAP and thus do not comply with all of the GASB pronouncements. The following GASB pronouncement effective for the current year did have a significant impact on the Township’s financial statements.

**TOWNSHIP OF HADDON  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2019**

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

Adopted Accounting Pronouncements

The following GASB Statements became effective for the year ended December 31, 2019:

Statement No. 95, Postponement of the Effective Dates of Certain Authoritative Guidance. The primary objective of this Statement is to provide temporary relief to governments and other stakeholders in light of the COVID-19 pandemic. That objective is accomplished by postponing the effective dates of certain provisions in Statements and Implementation Guides that first became effective or are scheduled to become effective for periods beginning after June 15, 2018, and later.

The following effective dates have been updated to reflect the implementation of Statement No. 95.

Recently Issued Accounting Pronouncements

The GASB has issued the following Statements which will become effective in future years as shown below:

Statement No. 83, Certain Asset Retirement Obligations. An asset retirement obligation is a legally enforceable liability associated with the retirement of a tangible capital asset. Statement No. 83 establishes guidance for determining the timing and pattern of recognition for liabilities and corresponding deferred outflow of resources related to such obligations. The requirements of this Statement are effective for reporting periods beginning after June 15, 2019. Management does not expect this Statement to have a material impact on the Township's financial statements.

Statement No. 84, Fiduciary Activities. The Statement intends to improve guidance regarding the identification of fiduciary activities for accounting and financial reporting purposes and how those activities should be reported. To that end, Statement No. 84 establishes criteria for identifying fiduciary activities of all state and local governments and clarifies whether and how business-type activities should report their fiduciary activities. Statement No. 84 is effective for reporting periods beginning after December 15, 2019. Management does not expect this Statement to have a material impact on the Township's financial statements.

Statement No. 87, Leases. Statement No. 87 establishes a single approach to accounting for and reporting leases by state and local governments. The GASB based the new standard on the principle that leases are financing of the right to use an underlying asset. Statement No. 87 is effective for reporting periods beginning after June 15, 2021. Management has not yet determined the potential impact on the Township's financial statements.

Statement No. 88, Certain Disclosures Related to Debt, Including Direct Borrowings and Direct Placements. The Governmental Accounting Standards Board (GASB) has issued a new standard with guidance the GASB believes will enhance debt-related disclosures in notes to financial statements, including those addressing direct borrowings and direct placements. The new standard clarifies which liabilities governments should include in their note disclosures related to debt. The requirements of this Statement are effective for reporting periods beginning after June 15, 2019. Management does not expect this Statement to have a material impact on the Township's financial statements.

**TOWNSHIP OF HADDON  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2019**

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

Statement No. 89, *Accounting for Interest Cost Incurred before the End of a Construction Period*. The objectives of this Statement are (1) to enhance the relevance and comparability of information about capital assets and the cost of borrowing for a reporting period and (2) to simplify accounting for interest cost incurred before the end of a construction period. The requirements of this Statement are effective for reporting periods beginning after December 15, 2020. Management does not expect this Statement to have a material impact on the Township's financial statements.

Statement No. 90, *Majority Equity Interests - an amendment of GASB Statements No. 14 and No. 61*. The primary objectives of this Statement are to improve the consistency and comparability of reporting a government's majority equity interest in a legally separate organization and to improve the relevance of financial statement information for certain component units. It defines a majority equity interest and specifies that a majority equity interest in a legally separate organization should be reported as an investment if a government's holding of the equity interest meets the definition of an investment. A majority equity interest that meets the definition of an investment should be measured using the equity method, unless it is held by a special-purpose government engaged only in fiduciary activities, a fiduciary fund, or an endowment (including permanent and term endowments) or permanent fund. Those governments and funds should measure the majority equity interest at fair value. Statement No. 90 is effective for reporting periods beginning after December 15, 2019. Management has not yet determined the potential impact on the Township's financial statements.

Statement No. 91, *Conduit Debt Obligations*. The primary objectives of this Statement are to provide a single method of reporting conduit debt obligations by issuers and eliminate diversity in practice associated with (1) commitments extended by issuers, (2) arrangements associated with conduit debt obligations, and (3) related note disclosures. This Statement achieves those objectives by clarifying the existing definition of a conduit debt obligation; establishing that a conduit debt obligation is not a liability of the issuer; establishing standards for accounting and financial reporting of additional commitments and voluntary commitments extended by issuers and arrangements associated with conduit debt obligations; and improving required note disclosures. Statement No. 91 is effective for reporting periods beginning after December 15, 2021. Management has not yet determined the potential impact on the Township's financial statements.

**Note 2. Deposits and Investments**

The Township is governed by the deposit and investment limitations of New Jersey state law.

**Deposits**

**Custodial Credit Risk Related to Deposits** - Custodial credit risk is the risk that, in the event of a bank failure, the Township's deposits may not be returned. Although the Township does not have a formal policy regarding custodial credit risk, NJSA 17:9-41 et seq. requires that the governmental units shall deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act (GUDPA). GUDPA is a supplemental insurance program set forth by the New Jersey Legislature to protect the deposits of local governmental agencies. The program is administered by the Commissioner of the New Jersey Department of Banking and Insurance. Under the Act, the first \$ 250,000 of governmental deposits in each insured depository is protected by FDIC. Public funds owned by the Township in excess of FDIC insured amounts are protected by GUDPA. However, GUDPA does not protect intermingled trust funds such as salary withholdings, bail funds or funds that may pass to the Township relative to the happening of a future condition. Such funds are shown as Uninsured and Uncollateralized in the schedule below.

**TOWNSHIP OF HADDON  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2019**

**Note 2. Deposits and Investments (continued)**

As of December 31, 2019, the Township's bank balance of \$10,689,261.83 was insured or collateralized as follows:

Insured under FDIC and GUDPA	\$ 7,713,340.68
Uninsured and Uncollateralized	<u>2,975,921.15</u>
	<u>\$ 10,689,261.83</u>

**Investments**

The Township had no investments as of December 31, 2019.

**Note 3. Property Taxes**

The following is a three-year comparison of certain statistical information relative to property taxes and property tax collections for the current and previous two years.

**Comparison Schedule of Tax Rates**

	<u>2019</u>	<u>2018</u>	<u>2017</u>
Tax Rate	<u>\$ 3.652</u>	<u>\$ 3.633</u>	<u>\$ 3.579</u>
Apportionment of Tax Rate:			
Municipal	0.649	0.644	0.641
County General	0.953	0.964	0.950
Local School	2.050	2.025	1.988

**Assessed Valuation**

<u>Year</u>	<u>Amount</u>
2019	\$ 1,272,260,765.00
2018	1,263,773,263.00
2017	1,259,248,750.00

**Comparison of Tax Levies and Collections**

<u>Year</u>	<u>Tax Levy</u>	<u>Cash Collections</u>	<u>Percentage Of Collection</u>
2019	\$ 48,468,452.60	\$ 48,424,314.03	99.91%
2018	47,955,547.74	47,806,501.21	99.69%
2017	46,960,466.00	46,864,417.00	99.79%

**TOWNSHIP OF HADDON  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2019**

**Note 3. Property Taxes (continued)**

**Delinquent Taxes and Tax Title Liens**

<u>Year</u>	<u>Tax Title Liens</u>	<u>Delinquent Taxes</u>	<u>Total Delinquent</u>	<u>Percentage Of Tax Levy</u>
2019	\$ 75,762.52	\$ 22,050.36	\$ 97,812.88	0.20%
2018	105,668.31	8,198.23	113,866.54	0.24%
2017	118,444.68	12,797.95	131,242.63	0.28%

**Number of Tax Title Liens**

<u>Year</u>	<u>Number</u>
2019	11
2018	13
2017	18

The last tax sale was held on December 27, 2019.

**Note 4. Property Acquired By Tax Title Lien Liquidation**

The value of properties acquired by liquidation of tax title liens based on the last assessed valuation of such properties as of December 31, was as follows:

<u>Year</u>	<u>Amount</u>
2019	\$ 1,894,100.00
2018	1,894,100.00
2017	1,894,100.00

**TOWNSHIP OF HADDON  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2019**

**Note 5. Water and Sewer Utility Service Charges**

The following is a three-year comparison of water and sewer utility charges (rents) and collections for the current and previous two years.

<u>Year</u>	<u>Beginning Balance</u>	<u>Levy</u>	<u>Total</u>	<u>Cash Collections</u>	<u>Percentage Of Collection</u>
2019	\$ 13,281.46	\$ 3,202,534.17	\$ 3,215,815.63	\$ 3,202,534.15	99.58%
2018	13,518.19	3,168,375.05	3,181,893.24	3,168,611.78	99.58%
2017	31,057.00	3,154,004.00	3,185,061.00	3,171,542.81	99.57%

**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:

<u>Year</u>	<u>Balance December 31,</u>	<u>Utilized in Budget of Succeeding Year</u>	<u>Percentage of Fund Balance Used</u>
<b>Current Fund:</b>			
2019	\$ 1,507,010.95	\$ 980,000.00	65.03%
2018	2,731,458.48	2,270,000.00	83.11%
2017	2,299,337.00	1,500,000.00	65.24%
<b>Utility Operating Fund:</b>			
2019	\$ 78,323.46	\$ 75,000.00	95.76%
2018	235,360.08	200,000.00	84.98%
2017	510,640.00	275,281.00	53.91%

**Note 7. Disaggregated Receivable and Payable Balances**

There are no significant components of receivable and payable balances reported in the financial statements.

**Note 8. Interfund Receivables, Payables and Transfers**

The following interfund balances were recorded in the various statements of assets liabilities, reserves and fund balances at December 31, 2019:

**TOWNSHIP OF HADDON  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2019**

**Note 8. Interfund Receivables, Payables and Transfers (continued)**

<b>Fund</b>	<b>Interfund Receivable</b>	<b>Interfund Payable</b>
Current Fund	\$ 210,448.24	\$ 923,569.07
State and Federal Grant Fund	658,446.42	-
Animal Control Trust	-	1,237.95
Trust Other Fund	42,716.33	9,210.29
Trust Assessment Fund	450.00	-
Capital Fund	265,122.65	450.00
Utility Operating Fund	22,563.17	242,716.33
Utility Capital Fund	-	22,563.17
	<u>\$ 1,199,746.81</u>	<u>\$ 1,199,746.81</u>

The interfund receivables and payables above predominately resulted from payment made by certain funds on behalf of other funds. All interfund balances are expected to be repaid within one year.

A summary of interfund transfers is as follows:

<b>Fund</b>	<b>Transfers In</b>	<b>Transfers Out</b>
Current Fund	\$ 970,782.60	\$ 707,211.76
State and Federal Grant Fund	-	408,467.81
Animal Control Trust	89.02	-
Trust Other Fund	15,132.95	-
Capital Fund	226,675.00	297,000.00
Utility Operating Fund	200,000.00	-
	<u>\$ 1,412,679.57</u>	<u>\$ 1,412,679.57</u>

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them (i.e. interest earning), (2) provide cash flow to other funds to temporary finance expenditures that are on a reimbursable basis (i.e. grants), (3) when no bank account exists for a fund, and (4) utilizing surplus or fund balance from one fund as budgeted revenue in another.

**Note 9. Fixed Assets**

The following is a summary of changes in the General Fixed Assets Account Group for the year ended December 31, 2019:

	<b>Balance December 31, 2018</b>	<b>Additions</b>	<b>Deletions</b>	<b>Balance December 31, 2019</b>
Land	\$ 4,086,701.00	\$ -	\$ -	\$ 4,086,701.00
Buildings and Improvements	3,922,957.00	-	-	3,922,957.00
Machinery & Equipment	5,329,761.00	265,077.00	-	5,594,838.00
	<u>\$ 13,229,712.00</u>	<u>\$ 265,077.00</u>	<u>\$ -</u>	<u>\$ 13,604,496.00</u>

**TOWNSHIP OF HADDON  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2019**

**Note 10. Pension Obligations**

**A. Public Employees' Retirement System (PERS)**

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

The vesting and benefit provisions are set by *N.J.S.A. 43:15A*. PERS provides retirement, death and disability benefits. All benefits vest after ten years of service.

The following represents the membership tiers for PERS:

<u>Tier</u>	<u>Definition</u>
1	Members who were enrolled prior to July 1, 2007
2	Members who were eligible to enroll on or after July 1, 2007 and prior to November 2, 2008
3	Members who were eligible to enroll on or after November 2, 2008 and prior to May 22, 2010
4	Members who were eligible to enroll on or after May 22, 2010 and prior to June 28, 2011
5	Members who were eligible to enroll on or after June 28, 2011

Service retirement benefits of 1/55<sup>th</sup> of final average salary for each year of service credit is available to tiers 1 and 2 members upon reaching age 60 and to tier 3 members upon reaching age 62. Service retirement benefits of 1/60<sup>th</sup> 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 the respective tier.

**Basis of Presentation** - The schedules of employer and nonemployer allocations and the schedules of pension amounts by employer and nonemployer (collectively, the Schedules) present amounts that are considered elements of the financial statements of PERS or its participating employers. Accordingly, they do not purport to be a complete presentation of the financial position or changes in financial position of PERS or the participating employers. The accompanying Schedules were prepared in accordance with U.S. generally accepted accounting principles. Such preparation requires management of PERS to make a number of estimates and assumptions relating to the reported amounts. Due to the inherent nature of these estimates, actual results could differ from those estimates.

**TOWNSHIP OF HADDON  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2019**

**Note 10. Pension Obligations (continued):**

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

**Contributions** - The contribution policy for PERS is set by *N.J.S.A. 43:15A* and requires contributions by active members and contributing employers. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount, which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. Funding for noncontributory group insurance benefits is based on actual claims paid. For the fiscal year 2019, the State's pension contribution was less than the actuarial determined amount. The local employers' contribution amounts are based on an actuarially determined rate, which includes the normal cost and unfunded accrued liability. Chapter 19, P.L. 2009 provided an option for local employers of PERS to contribute 50% of the normal and accrued liability contribution amounts certified for payments due in State fiscal year 2009. Such employers will be credited with the full payment and any such amounts will not be included in their unfunded liability. The actuaries will determine the unfunded liability of those retirement systems, by employer, for the reduced normal and accrued liability contributions provided under this law. This unfunded liability will be paid by the employer in level annual payments over a period of 15 years beginning with the payments due in the fiscal year ended June 30, 2012 and will be adjusted by the rate of return on the actuarial value of assets. For the year ended December 31, 2019, the Township's contractually required contribution to PERS plan was \$292,070.

**Components of Net Pension Liability** - At December 31, 2019, the Township's proportionate share of the PERS net pension liability was \$5,410,331. The net pension liability was measured as of June 30, 2019. The total pension liability used to calculate the net pension liability was determined using update procedures to roll forward the total pension liability from an actuarial valuation as of July 1, 2018, which was rolled forward to June 30, 2019. The Township's proportion of the net pension liability was based on the Township's actual contributions to the plan relative to the total of all participating employers' contributions for the year ended June 30, 2019. The Township's proportion measured as of June 30, 2019, was 0.0300265619% which was a decrease of 0.0021757581% from its proportion measured as of June 30, 2018.

**Balances at December 31, 2019 and December 31, 2018**

	<u>12/31/2019</u>	<u>12/30/2018</u>
Actuarial valuation date (including roll forward)	June 30, 2019	June 30, 2018
Deferred Outflows of Resources	\$ 1,459,186	\$ 3,344,605
Deferred Inflows of Resources	3,767,582	4,977,497
Net Pension Liability	5,410,331	6,340,475
Township's portion of the Plan's total Net Pension Liability	0.03003%	0.03220%

**TOWNSHIP OF HADDON  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2019**

**Note 10. Pension Obligations (continued):**

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

**Pension Expense and Deferred Outflows/Inflows of Resources** - At December 31, 2019, the Township's proportionate share of the PERS expense, calculated by the plan as of the June 30, 2019 measurement date is \$37,431. This expense is not recognized by the Township because of the regulatory basis of accounting as described in Note 1, but as previously mentioned the Township contributed \$292,070 to the plan in 2019.

At December 31, 2019, the Township reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	<u><b>Deferred Outflows of Resources</b></u>	<u><b>Deferred Inflows of Resources</b></u>
Differences between Expected and Actual Experience	\$ 97,108	\$ 23,900
Changes of Assumptions	540,241	1,877,909
Net Difference between Projected and Actual Earnings on Pension Plan Investments	-	85,404
Changes in Proportion and Differences between Township Contributions and Proportionate Share of Contributions	<u>821,837</u>	<u>1,780,369</u>
	<u><u>\$ 1,459,186</u></u>	<u><u>\$ 3,767,582</u></u>

The Township will amortize the above sources of deferred outflows and inflows related to PERS over the following number of years:

**TOWNSHIP OF HADDON**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2019**

**Note 10. Pension Obligations (continued):**

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

	<b><u>Deferred Outflow of Resources</u></b>	<b><u>Deferred Inflow of Resources</u></b>
Differences between Expected and Actual Experience		
Year of Pension Plan Deferral:		
June 30, 2014	-	-
June 30, 2015	5.72	-
June 30, 2016	5.57	-
June 30, 2017	5.48	-
June 30, 2018	5.63	-
June 30, 2019	5.21	-
Changes of Assumptions		
Year of Pension Plan Deferral:		
June 30, 2014	6.44	-
June 30, 2015	5.72	-
June 30, 2016	5.57	-
June 30, 2017	-	5.48
June 30, 2018	-	5.63
June 30, 2019	-	5.21
Net Difference between Projected and Actual Earnings on Pension Plan Investments		
Year of Pension Plan Deferral:		
June 30, 2014	-	5.00
June 30, 2015	-	5.00
June 30, 2016	5.00	-
June 30, 2017	5.00	-
June 30, 2018	5.00	-
June 30, 2019	5.00	-
Changes in Proportion and Differences between Contributions and Proportionate Share of Contributions		
Year of Pension Plan Deferral:		
June 30, 2014	6.44	6.44
June 30, 2015	5.72	5.72
June 30, 2016	5.57	5.57
June 30, 2017	5.48	5.48
June 30, 2018	5.63	5.63
June 30, 2019	5.21	5.21

**TOWNSHIP OF HADDON  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2019**

**Note 10. Pension Obligations (continued):**

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

The following is a summary of the deferred outflows of resources and deferred inflows of resources related to PERS that will be recognized in future periods:

Year Ending <u>Dec 31,</u>	<u>Amount</u>
2020	\$ (758,196)
2021	(583,017)
2022	(539,060)
2023	(386,445)
2024	<u>(41,678)</u>
	<u>\$ (2,308,396)</u>

**Actuarial Assumptions** - The total pension asset/(liability) as of the measurement date was determined by using an actuarial valuation as noted in the table below, with update procedures used to roll forward the total pension liability to the measurement date. The actuarial valuations used the following actuarial assumptions:

Inflation	
Price	2.75%
Wage	3.25%
Salary Increases:	
Through 2026	2.00 - 6.00% Based on Years of Service
Thereafter	3.00 - 7.00% Based on Years of Service
Investment Rate of Return	7.00%
Mortality Rate Table	
PERS	Pub-2010 General Classification Headcount weighted mortality with fully generational mortality improvement projections from the central year using Scale MP-2019
PFRS	Pub-2010 Safety Classification Headcount weighted mortality with fully generational mortality improvement projections from the central year using Scale MP-2019
Period of Actuarial Experience	
Study upon which Actuarial Assumptions were Based	July 1, 2014 - June 30, 2018

Pre-retirement mortality rates were based on the Pub-2010 General Below-Median Income Employee Mortality Table with an 82.2% adjustment for males and 101.4% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Post-retirement mortality rates were based on the Pub-2010 General Below-Median Income Healthy Retiree mortality table with a 91.4% adjustment for males and 99.7% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Disability retirement rates used to value disabled retirees were based on the Pub-2010 Non-Safety Disabled Retiree mortality table with a 127.7% adjustment for males and 117.2% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Mortality improvement is based on Scale MP-2019.

**TOWNSHIP OF HADDON  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2019**

**Note 10. Pension Obligations (continued):**

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

The actuarial assumptions used in the July 1, 2018 valuation were based on the results of an actuarial experience study for the period July 1, 2014 to June 30, 2018. It is likely that future experience will not exactly conform to these assumptions. To the extent that actual experience deviates from these assumptions, the emerging liabilities may be higher or lower than anticipated. The more the experience deviates, the larger the impact on future financial statements.

**Long-Term Expected Rate of Return** - In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2019) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic rates of return for each major asset class included in PERS's target asset allocation as of June 30, 2019 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Risk Mitigation Strategies	3.00%	4.67%
Cash Equivalents	5.00%	2.00%
U.S. Treasuries	5.00%	2.68%
Investment Grade Credit	10.00%	4.25%
High Yield	2.00%	5.37%
Private Credit	6.00%	7.92%
Real Assets	2.50%	9.31%
Real Estate	7.50%	8.33%
U.S. Equity	28.00%	8.26%
Non-U.S. Developed Markets Equity	12.50%	9.00%
Emerging Markets Equity	6.50%	11.37%
Private Equity	12.00%	10.85%
	<u>100.00%</u>	

**Discount Rate** - The discount rate used to measure the total pension liability was 6.28% as of June 30, 2019. The single blended discount rate was based on long-term expected rate of return on pension plan investments of 7.00%, and a municipal bond rate of 3.50% as of June 30, 2019 based on the Bond Buyer Go 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipals bonds with an average rating of AA/Aa or higher. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be based on 70% 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 projected future

**TOWNSHIP OF HADDON  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2019**

**Note 10. Pension Obligations (continued):**

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

benefit payments of current plan members through 2057. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments through 2057 and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

**Sensitivity of the Township's proportionate share of the Net Pension Liability to Changes in the Discount Rate** - The following presents the Township's proportionate share of the net pension liability calculated using the discount rate as disclosed above, as well as what the Township's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (5.28%) or 1-percentage-point higher (7.28%) than the current rate:

	<b>1% Decrease (5.28%)</b>	<b>Current Discount Rate (6.28%)</b>	<b>1% Increase (7.28%)</b>
Township's Proportionate Share of the Net Pension Liability	\$ 6,881,670	\$ 5,410,331	\$ 4,239,873

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

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

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

The following represents the membership tiers for PFRS:

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

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

**TOWNSHIP OF HADDON  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2019**

**Note 10. Pension Obligations (continued):**

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

**Basis of Presentation** - The schedule of employer and nonemployer allocations and the schedule of pension amounts by employer and nonemployer (collectively, the Schedules) present amounts that are considered elements of the financial statements of PFRS, its participating employers or the State as a nonemployer contributing entity. Accordingly, they do not purport to be a complete presentation of the financial position or changes in financial position of PFRS, the participating employers, or the State. The accompanying Schedules were prepared in accordance with U.S. generally accepted accounting principles. Such preparation requires management of PFRS to make a number of estimates and assumptions relating to the reported amounts. Due to the inherent nature of these estimates, actual results could differ from those estimates.

**Contributions** - The contribution policy for PFRS is set by *N.J.S.A. 43:16A* and requires contributions by active members and contributing employers. State legislation has modified the amount that is contributed by the State. The State's contribution amount is based on an actuarially determined rate which includes the normal cost and unfunded accrued liability. For fiscal year 2019, the State contributed an amount less than the actuarially determined amount. The Local employers' contribution amounts are based on an actuarially determined rate which includes the normal cost and unfunded accrued liability. Chapter 19, P.L. 2009 provided an option for local employers of PFRS to contribute 50% of the normal and accrued liability contribution amounts certified for payments due in State fiscal year 2009. Such employers will be credited with the full payment and any such amounts will not be included in their unfunded liability. The actuaries will determine the unfunded liability of those retirement systems, by employer, for the reduced normal and accrued liability contributions provided under this law. This unfunded liability will be paid by the employer in level annual payments over a period of 15 years beginning with the payments due in the fiscal year ended June 30, 2012 and will be adjusted by the rate of return on the actuarial value of assets. For the year ended December 31, 2019, the Township's contractually required contributions to PFRS plan was \$742,716.

**Net Pension Liability and Pension Expense** - At December 31, 2019 the Township's proportionate share of the PFRS net pension liability was \$8,998,246. The net pension liability was measured as of June 30, 2019. The total pension liability used to calculate the net pension liability was determined using update procedures to roll forward the total pension liability from an actuarial valuation as of July 1, 2018, to the measurement date of June 30, 2019. The Township's proportion of the net pension liability was based on the Township's actual contributions to the plan relative to the total of all participating employers' contributions for the year ended June 30, 2019. The Township's proportion measured as of June 30, 2019, was 0.0735281862%, which was an increase of 0.0001398614 from its proportion measured as of June 30, 2018.

**Balances at December 31, 2019 and December 31, 2018**

	<u>12/31/2019</u>	<u>12/31/2018</u>
	June 30, 2019	June 30, 2018
Actuarial valuation date (including roll forward)		
Deferred Outflows of Resources	\$ 969,127	\$ 1,805,430
Deferred Inflows of Resources	3,316,801	3,081,018
Net Pension Liability	8,998,246	9,930,650
Township's portion of the Plan's total net pension Liability	0.07353%	0.07339%

**TOWNSHIP OF HADDON  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2019**

**Note 10. Pension Obligations (continued):**

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

**Pension Expense and Deferred Outflows/Inflows of Resources** — At December 31, 2019, the Township's proportionate share of the PFRS expense, calculated by the plan as of the June 30, 2019 measurement date was \$907,684. This expense is not recognized by the Township because of the regulatory basis of accounting as described in Note 1, but as previously mentioned the Township contributed \$742,716 to the plan in 2019.

At December 31, 2019, the Township had deferred outflows of resources and deferred inflows of resources related to PFRS from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between Expected and Actual Experience	\$ 75,957	\$ 56,970
Changes of Assumptions	308,329	2,908,151
Net Difference between Projected and Actual Earnings on Pension Plan Investments	-	121,923
Changes in Proportion and Differences between Township Contributions and Proportionate Share of Contributions	<u>584,841</u>	<u>229,757</u>
	<u>\$ 969,127</u>	<u>\$ 3,316,801</u>

The Township will amortize the above sources of deferred outflows and inflows related to PFRS over the following number of years:

**TOWNSHIP OF HADDON  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2019**

**Note 10. Pension Obligations (continued):**

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

	<u>Deferred Outflow of Resources</u>	<u>Deferred Inflow of Resources</u>
Differences between Expected and Actual Experience		
Year of Pension Plan Deferral:		
June 30, 2014	-	-
June 30, 2015	-	5.53
June 30, 2016	-	5.58
June 30, 2017	5.59	-
June 30, 2018	5.73	-
June 30, 2019	-	5.92
Changes of Assumptions		
Year of Pension Plan Deferral:		
June 30, 2014	6.17	-
June 30, 2015	5.53	-
June 30, 2016	5.58	-
June 30, 2017	-	5.59
June 30, 2018	-	5.73
June 30, 2019	-	5.92
Net Difference between Projected and Actual Earnings on Pension Plan Investments		
Year of Pension Plan Deferral:		
June 30, 2014	-	5.00
June 30, 2015	-	5.00
June 30, 2016	5.00	-
June 30, 2017	5.00	-
June 30, 2018	5.00	-
June 30, 2019	-	5.00
Changes in Proportion and Differences between Contributions and Proportionate Share of Contributions		
Year of Pension Plan Deferral:		
June 30, 2014	6.17	6.17
June 30, 2015	5.53	5.53
June 30, 2016	5.58	5.58
June 30, 2017	5.59	5.59
June 30, 2018	5.73	5.73
June 30, 2019	5.92	5.92

**TOWNSHIP OF HADDON  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2019**

**Note 10. Pension Obligations (continued):**

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

The following is a summary of the deferred outflows of resources and deferred inflows of resources related to PFRS that will be recognized in future periods:

Year Ending Dec 31,	Amount
2020	\$ (561,245)
2021	(635,827)
2022	(663,944)
2023	(315,256)
2024	<u>(171,402)</u>
	<u>\$ (2,347,674)</u>

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

Additionally, the State's proportionate share of the PFRS net pension liability attributable to the Township is \$1,420,840 as of December 31, 2019. The net pension liability was measured as of June 30, 2019. The total pension liability used to calculate the net pension liability was determined using update procedures to roll forward the total pension liability from an actuarial valuation as of July 1, 2018, to the measurement date of June 30, 2019. The State's proportion of the net pension liability associated with the Township was based on a projection of the Township's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined. The State's proportion measured as of June 30, 2019 was 0.0735281862%, which was an increase of 0.0001398614% from its proportion measured as of June 30, 2018, which is the same proportion as the Township's. At December 31, 2019, the Township's and the State of New Jersey's proportionate share of the PFRS net pension liability were as follows:

Township's Proportionate Share of Net Pension Liability	\$ 8,998,246
State of New Jersey's Proportionate Share of Net Pension Liability Associated with the Township	<u>1,420,840</u>
	<u>\$ 10,419,086</u>

**TOWNSHIP OF HADDON  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2019**

**Note 10. Pension Obligations (continued):**

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

At December 31, 2019, the State's proportionate share of the PFRS expense, associated with the Township, calculated by the plan as of the June 30, 2019 measurement date was \$165,090.

**Actuarial Assumptions** - The total pension asset/(liability) as of the measurement date was determined by using an actuarial valuation as noted in the table below, with update procedures used to roll forward the total pension liability to the measurement date. The actuarial valuations used the following actuarial assumptions:

Inflation	
Price	2.75%
Wage	3.25%
Salary Increases:	
Through all future years	3.25 - 15.25%
	Based on Years of Service
Investment Rate of Return	7.00%
Mortality Rate Table	
PERS	Pub-2010 General Classification Headcount weighted mortality with fully generational mortality improvement projections from the central year using Scale MP-2019
PFRS	Pub-2010 Safety Classification Headcount weighted mortality with fully generational mortality improvement projections from the central year using Scale MP-2019
Period of Actuarial Experience	
Study upon which Actuarial Assumptions were Based	July 1, 2013 - June 30, 2018

Pre-retirement mortality rates were based on the Pub-2010 Safety Employee mortality table with a 105.6% adjustment for males and 102.5% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Post-retirement mortality rates were based on the Pub-2010 Safety Retiree Below-Median Income Weighted mortality table with a 96.7% adjustment for males and 96.0% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. For beneficiaries (contingent annuitants), the Pub-2010 General Retiree Below-Median Income Weighted mortality table was used, unadjusted, and with future improvement from the base year of 2010 on a generational basis. Disability rates were based on the Pub-2010 Safety Disabled Retiree mortality table with a 152.0% adjustment for males and 109.3% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Mortality improvement is based on Scale MP-2019.

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

**TOWNSHIP OF HADDON  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2019**

**Note 10. Pension Obligations (continued):**

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

**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, 2019) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic rates of return for each major asset class included in PFRS's target asset allocation as of June 30, 2019 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Risk Mitigation Strategies	3.00%	4.67%
Cash Equivalents	5.00%	2.00%
U.S. Treasuries	5.00%	2.68%
Investment Grade Credit	10.00%	4.25%
High Yield	2.00%	5.37%
Private Credit	6.00%	7.92%
Real Assets	2.50%	9.31%
Real Estate	7.50%	8.33%
U.S. Equity	28.00%	8.26%
Non-U.S. Developed Markets Equity	12.50%	9.00%
Emerging Markets Equity	6.50%	11.37%
Private Equity	12.00%	10.85%
	<u>100.00%</u>	

**Discount Rate** - The discount rate used to measure the total pension liability was 6.85% as of June 30, 2019. The single blended discount rate was based on long-term expected rate of return on pension plan investments of 7.00%, and a municipal bond rate of 3.50% as of June 30, 2019 based on the Bond Buyer Go 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipals bonds with an average rating of AA/Aa or higher. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers and the nonemployer contributing entity will be based on 70% 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 projected future benefit payments of current plan members through 2076. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments through 2076 and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

**Sensitivity of the Township's proportionate share of the Net Pension Liability to Changes in the Discount Rate** - The following presents the Township's proportionate share of the net pension liability calculated using the discount rate as disclosed above, as well as what the Township's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (5.85%) or 1-percentage-point higher (7.85%) than the current rate:

**TOWNSHIP OF HADDON**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2019**

**Note 10. Pension Obligations (continued):**

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

	1% Decrease (5.85%)	Current Discount Rate (6.85%)	1% Increase (7.85%)
Township's Proportionate Share of the Net Pension Liability	\$ 12,162,350	\$ 8,998,246	\$ 6,379,494
State of New Jersey's Proportionate Share of Net Pension Liability associated with the Township	<u>1,920,458</u>	<u>1,420,840</u>	<u>1,007,334</u>
	<u>\$ 14,082,808</u>	<u>\$ 10,419,086</u>	<u>\$ 7,386,828</u>

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

**Note 11. Municipal Debt**

The following schedule represents the Township's summary of debt, as filed in the Township's Annual Debt Statement required by the Local Bond Law of New Jersey for the current and two previous years:

	<u>2019</u>	<u>2018</u>	<u>2017</u>
<b>Issued:</b>			
General:			
Bonds, Notes and Loans	\$ 23,411,257.00	\$ 22,992,748.00	\$ 22,912,140.00
Utility:			
Bonds, Notes and Loans	<u>13,592,584.33</u>	<u>11,384,977.82</u>	<u>10,907,900.00</u>
Total Debt Issued	<u>37,003,841.33</u>	<u>34,377,725.82</u>	<u>33,820,040.00</u>
<b>Authorized but not issued:</b>			
General:			
Bonds, Notes and Loans	1,954,013.00	2,497,763.00	1,992,013.00
Utility:			
Bonds, Notes and Loans	<u>152,987.00</u>	<u>2,152,987.00</u>	<u>2,477,987.00</u>
Total Authorized But Not Issued	<u>2,107,000.00</u>	<u>4,650,750.00</u>	<u>4,470,000.00</u>
<b>Total Gross Debt</b>	<u>\$ 39,110,841.33</u>	<u>\$ 39,028,475.82</u>	<u>\$ 38,290,040.00</u>
<b>Deductions:</b>			
Utility:			
Self Liquidating Debt	<u>\$ 13,745,571.33</u>	<u>\$ 8,667,239.02</u>	<u>\$ 13,385,887.00</u>
Total Deductions	<u>13,745,571.33</u>	<u>8,667,239.02</u>	<u>13,385,887.00</u>
<b>Total Net Debt</b>	<u>\$ 25,365,270.00</u>	<u>\$ 30,361,236.80</u>	<u>\$ 24,904,153.00</u>

**TOWNSHIP OF HADDON  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2019**

**Note 11. Municipal Debt (continued)**

Summary of Statutory Debt Condition - Annual Debt Statement

The following schedule is a summary of the previous schedule and is prepared in accordance with the required method of setting up the Annual Debt Statement:

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
Local School Debt	\$ 2,770,000.00	\$ 2,770,000.00	\$ -
General Debt	25,365,270.00	-	25,365,270.00
Utility Debt	13,745,571.33	13,745,571.33	-
	<u>\$ 41,880,841.33</u>	<u>\$ 16,515,571.33</u>	<u>\$ 25,365,270.00</u>

Net Debt \$25,365,270 divided by the average Equalized Valuation Basis per N.J.S.A. 40A:2-2 as amended, \$1,394,983,134, equals 1.818%. New Jersey statute 40A:2-6, as amended, limits the debt of a Municipality to 3.5% of the last three preceding year's average equalized valuations of real estate, including improvements and the assessed valuation of Class II Railroad Property. The remaining borrowing power in dollars at December 31, 2019 is calculated as follows:

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

3 1/2% of Equalized Valuation Basis (Municipal)	\$ 48,824,409.69
Net Debt	<u>25,365,270.00</u>
Remaining Borrowing Power	<u>\$ 23,459,139.69</u>

Self-Liquidating Utility Calculation per N.J.S.A. 40A:2-46

Cash Receipts From Fees, Rents or Other Charges for the Year	\$ 3,720,078.10
Deductions:	
Operating and Maintenance Costs	\$ 2,241,260.27
Debt Service	<u>1,016,015.34</u>
Total Deductions	<u>3,257,275.61</u>
Excess/(Deficit) in Revenue	<u>\$ 462,802.49</u>

\*If Excess in Revenues all Utility Debt is Deducted

**TOWNSHIP OF HADDON  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2019**

**Note 11. Municipal Debt (continued)**

**General Debt**

**A. Serial Bonds Payable**

On August 15, 2013, the Township issued \$6,057,000 of General Obligation Bonds. The General Obligation Bonds were issued at interest rates varying from 2.000% to 2.750% and mature on August 15, 2032.

On August 15, 2013, the Township issued \$1,035,000 of Refunding Bonds. The Refunding Bonds were issued at interest rates of 2.000% and mature on August 15, 2021.

On September 10, 2014, the Township issued \$3,705,000 of Refunding Bonds. The Refunding Bonds were issued at interest rates varying from 2.000% to 4.000% and mature on November 15, 2026.

On April 20, 2016, the Township issued \$5,340,000 of Taxable Bonds. The Taxable Bonds were issued at interest rates varying from 2.000% to 4.000% and mature on August 15, 2046.

On August 30, 2018, the Township issued \$1,528,000 of Refunding Bonds. The Refunding Bonds were issued at interest rates varying from 3.000% to 4.000% and mature on May 1, 2028.

Principal and interest due on the outstanding bonds is as follows:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2020	\$ 1,057,000.00	\$ 447,175.00	\$ 1,504,175.00
2021	1,072,000.00	418,730.00	1,490,730.00
2022	977,000.00	389,100.00	1,366,100.00
2023	1,002,000.00	357,720.00	1,359,720.00
2024	1,011,000.00	325,460.00	1,336,460.00
2025-2029	3,893,000.00	1,178,030.00	5,071,030.00
2030-2034	2,022,000.00	725,717.50	2,747,717.50
2035-2039	1,025,000.00	481,000.00	1,506,000.00
2040-2044	1,250,000.00	257,000.00	1,507,000.00
2045-2046	520,000.00	31,200.00	551,200.00
	<u>\$ 13,829,000.00</u>	<u>\$ 4,611,132.50</u>	<u>\$ 18,440,132.50</u>

**TOWNSHIP OF HADDON  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2019**

**Note 11. Municipal Debt (continued)**

**B. Bond Anticipation Notes Payable – Short Term Debt**

The following is a summary of bond anticipation notes payable accounted for in the General Capital Fund at December 31, 2019:

<u>Description</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Rate</u>	<u>Balance December 31, 2019</u>
Series 2019 A	10/31/2019	10/29/2020	2.00%	\$ 9,211,485.00
Series 2019 A - Taxable	1/23/2019	1/22/2020	2.69%	<u>229,000.00</u>
				<u>\$ 9,440,485.00</u>

The purpose of these short-term borrowings was to provide resources for general capital construction, acquisitions or improvement projects and other purposes permitted by State Local Bond Law NJSA 40A:2 et. seq.

**C. Bonds and Notes Authorized But Not Issued**

As of December 31, 2019, the Township had \$1,954,013 in various General Capital bonds and notes authorized but not issued.

**D. Loans Payable**

Green Acres Trust Loan Program

In 2003 and 2004 the Township finalized two loan agreements with the State of New Jersey Department of Environmental Protection, pursuant to the 1989 Green Trust Loan Program.

The first loan was agreed to on October 21, 2003 for \$90,217.60 for the Development of Crystal Lake. The loan has an interest rate of 1.00% and comes to maturity on October 21, 2022.

The second loan was agreed to on January 15, 2004 for \$600,000 for the MacArthur Tract Acquisition. The loan has an interest rate of 1.00% and comes to maturity on January 15, 2023.

Principal and interest due on the outstanding loans is as follows:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2020	\$ 40,286.00	\$ 2,634.98	\$ 42,920.98
2021	41,096.00	1,825.26	42,921.26
2022	41,920.00	999.26	42,919.26
2023	<u>18,470.00</u>	<u>184.70</u>	<u>18,654.70</u>
	<u>\$ 141,772.00</u>	<u>\$ 5,644.20</u>	<u>\$ 147,416.20</u>

**TOWNSHIP OF HADDON  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2019**

**Note 11. Municipal Debt (continued)**

**Water and Sewer Utility Debt**

**A. Serial Bonds Payable**

On May 7, 2008, the Township issued \$1,620,000 of Utility Revenue Bonds. The Bonds were issued at interest rates varying from 3.65% to 4.00% and mature on May 1, 2028.

On May 7, 2008, the Township issued \$1,806,000 of Utility Refunding Bonds. The Bonds were issued at interest rates varying from 3.00% to 3.45% and mature on September 15, 2018.

On August 15, 2013, the Township issued \$2,075,000 of Utility Revenue Bonds. The Bonds were issued at interest rates varying from 2.00% to 2.75% and mature on August 15, 2032.

On August 15, 2013, the Township issued \$260,000 of Utility Refunding Bonds. The Bonds were issued at interest rates of 2.00% mature on August 15, 2021.

On September 10, 2014, the Township issued \$3,705,000 of Utility Revenue Bonds. The Bonds were issued at interest rates varying from 2.00% to 4.00% and mature on November 15, 2026.

On August 30, 2018, the Township issued \$947,000 of Utility Refunding Bonds. The Bonds were issued at interest rates varying from 3.00% to 4.00% mature on May 1, 2028.

Principal and interest due on the outstanding bonds is as follows:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2020	\$ 393,000.00	\$ 116,325.00	\$ 509,325.00
2021	393,000.00	105,270.00	498,270.00
2022	403,000.00	93,750.00	496,750.00
2023	403,000.00	81,780.00	484,780.00
2024	409,000.00	67,840.00	476,840.00
2025-2029	1,402,000.00	151,347.50	1,553,347.50
2030-2032	410,000.00	21,525.00	431,525.00
	<u>\$ 3,813,000.00</u>	<u>\$ 637,837.50</u>	<u>\$ 4,450,837.50</u>

**B. Bond Anticipation Notes Payable – Short Term Debt**

The following is a summary of bond anticipation notes payable accounted for in the Utility Capital Fund at December 31, 2019:

<u>Description</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Rate</u>	<u>Balance December 31, 2019</u>
Series 2019 A	10/31/2019	10/29/2020	2.000%	\$ 6,547,000.00
				<u>\$ 6,547,000.00</u>

**TOWNSHIP OF HADDON  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2019**

**Note 11. Municipal Debt (continued)**

The purpose of these short-term borrowings was to provide resources for utility capital construction, acquisitions or improvement projects and other purposes permitted by State Local Bond Law NJSA 40A:2 et. seq.

**C. Bonds and Notes Authorized But Not Issued**

As of December 31, 2019 the Township had \$152,987.00 in various Utility bonds and notes authorized but not issued.

**D. Loans Payable**

New Jersey Environmental Infrastructure Trust

In 2008 the Township finalized one loan agreement with the State of New Jersey Department of Environmental Protection, pursuant to the 2008 New Jersey Environmental Infrastructure Trust Financing Program.

The loan consists of two agreements, a Trust Loan Agreement of \$3,200,000 to be repaid over a 20 year period at interest rates ranging from 5.00% to 5.50%, and a no interest Fund Loan Agreement of \$3,054,403 to be repaid over a 20 year period. The proceeds of the loans are to provide for the reconstruction and rehabilitation of various sewers.

Principal and interest due on the outstanding loans is as follows:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2020	\$ 333,870.18	\$ 106,850.00	\$ 440,720.18
2021	344,266.95	98,450.00	442,716.95
2022	354,328.00	89,100.00	443,428.00
2023	364,053.31	79,200.00	443,253.31
2024	373,442.88	68,750.00	442,192.88
2025-2029	1,462,623.01	178,750.00	1,641,373.01
	<u>\$ 3,232,584.33</u>	<u>\$ 621,100.00</u>	<u>\$ 3,853,684.33</u>

**Summary of Principal Debt**

A summary of the changes in long-term and short term debt of the Township is as follows:

**TOWNSHIP OF HADDON  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2019**

**Note 11. Municipal Debt (continued)**

	Balance December 31, <u>2018</u>	Accrued/ <u>Increases</u>	Retired/ <u>Decreases</u>	Balance December 31, <u>2019</u>	Balance Due Within <u>One Year</u>
General Capital:					
General Bonds	\$ 14,800,000.00	\$ -	\$ 971,000.00	\$ 13,829,000.00	\$ 1,057,000.00
Bond Anticipation Notes	8,011,485.00	9,440,485.00	8,011,485.00	9,440,485.00	9,440,485.00
Loans	181,263.00	-	39,491.00	141,772.00	40,286.00
	<u>\$ 22,992,748.00</u>	<u>\$ 9,440,485.00</u>	<u>\$ 9,021,976.00</u>	<u>\$ 23,411,257.00</u>	<u>\$ 10,537,771.00</u>
Utility Capital:					
Utility Bonds	\$ 4,177,000.00	\$ -	\$ 364,000.00	\$ 3,813,000.00	\$ 393,000.00
Bond Anticipation Notes	3,652,500.00	6,547,000.00	3,652,500.00	6,547,000.00	6,547,000.00
Loans	3,555,477.82	-	322,893.49	3,232,584.33	333,870.18
	<u>\$ 11,384,977.82</u>	<u>\$ 6,547,000.00</u>	<u>\$ 4,339,393.49</u>	<u>\$ 13,592,584.33</u>	<u>\$ 7,273,870.18</u>

**Note 12. Deferred Compensation Salary Account**

The Township offers its employees a Deferred Compensation Plan in accordance with Internal Revenue Code Section 457 which has been approved by the Director of the Division of Local Government Services. The Plan, available to all full time employees at their option, permits employees to defer a portion of their salary to future years. The deferred compensation is not available to participants until termination, retirement, death or unforeseeable emergency. Amounts deferred under Section 457 plans must be held in trust for the exclusive benefits of participating employees and not be accessible by the Township or its creditors. Since the Township does not have a fiduciary relationship with the Plan, the balances and activities of the Plan are not reported in the Township's financial statements.

**Note 13. Accrued Sick, Vacation and Compensation Time**

As discussed in Note 1 and in accordance with accounting principles prescribed by the State of New Jersey, the cash basis of accounting is followed for recording the Township's liability related to unused vacation, sick pay and compensation time. The Township permits certain employees within limits to accumulate unused vacation, sick pay and compensation time, which may be taken as time off or paid at a later date at an agreed upon rate. In accordance with New Jersey accounting principles, this unused accumulated absences amount is not reported as a liability in the accompanying financial statements. It is estimated that accrued benefits for compensated absences are valued at \$1,496,899 at December 31, 2019.

The Township has established a Trust Fund in accordance with NJSA 40A:4-39 to set aside funds for future payments of compensated absences. As of December 31, 2019, the Township has reserved in the Other Trust Fund \$23,532.68 to fund compensated absences in accordance with NJSA 40A:4-39.

**TOWNSHIP OF HADDON  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2019**

**Note 14. Risk Management**

The Township is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters.

**Joint Insurance Pool**

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

Workers' Compensation & Employer's Liability  
General & Automobile Liability  
Public Officials Liability  
Casualty & Crime Coverage  
Property – Blanket Building & Grounds

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 Township's agreement with the pool provides that the pool will be self-sustaining through member premiums and will reinsure through commercial insurance for claims in excess of \$500,000 for each insured event.

The Fund publishes its own financial report for the year ended December 31, 2019, which can be obtained from:

Camden County Municipal Joint Insurance Fund  
Park 80 West, Plaza One  
Saddle Brook, New Jersey 07663

**New Jersey Unemployment Compensation Insurance**

The Township has elected to fund its New Jersey Unemployment Compensation Insurance under the "Reimbursement Method". Under this plan, the Township is required to reimburse the New Jersey Unemployment Trust Fund, dollar-for-dollar, for unemployment benefits paid to its former employees who were laid off or furloughed and charged to its account with the State. The Township is billed quarterly for amounts due to the State. The following is a summary of Township contributions, reimbursements to the State for benefits paid and the ending balance of the Township's unemployment trust fund for the current and previous two years:

<u>Year</u>	<u>Contributions</u>	<u>Employee Contributions</u>	<u>Interest Earned</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2019	\$ -	\$ 10,108.25	\$ 770.87	\$ 23,362.71	\$ 101,986.49
2018	-	7,950.11	597.31	21,073.62	114,470.08
2017	-	8,330.28	375.00	2,924.00	126,996.28

**TOWNSHIP OF HADDON  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2019**

**Note 15. Contingencies**

Grantor Agencies

The Township receives financial assistance from the State of New Jersey and the U.S. government in the form of grants. Entitlement to the funds is generally conditional upon compliance with terms and conditions of the grant agreements and applicable regulations, including the expenditure of the funds for eligible purposes. Substantially all grants, entitlements and cost reimbursements are subject to financial and compliance audits by grantors. As a result of these audits, costs previously reimbursed could be disallowed and require repayment to the grantor agency. As of December 31, 2019 the Township estimates that no material liabilities will result from such audits.

Litigation

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

Tax Appeals

Losses arising from tax appeals are recognized at the time a decision is rendered by an administrative or judicial body; however, municipalities may establish reserves transferred from tax collections or by budget appropriation for future payments of tax appeal losses. There are no significant pending tax appeals as of December 31, 2019.

**Note 16. Postemployment Benefits Other Than Pensions**

**A. Local Plan**

**General Information about the OPEB Plan**

The financial statements of the Township are not prepared in accordance with Governmental Accounting Standards Board (GASB) Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits Other than Pensions. The following information is provided in accordance with the requirements of the Statement and has been implemented prospectively.

Haddon Township Police Officers and employees of the Haddon Township Department of Public Works are eligible for benefits upon retirement provided they have completed 25 years of public employment, presuming they have met all retirement criteria of the Public Employees Retirement System (PERS). Effective April 22, 2008, employees of Haddon Township other than those noted above are ineligible for the above mentioned benefits.

**TOWNSHIP OF HADDON  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2019**

**Note 16. Postemployment Benefits Other Than Pensions (continued):**

**Employees and Retirees Covered** – At December 31, 2019, the following employees were covered by the Township plan:

<b>Participant Data</b>	<b>As of <u>12/31/2016</u></b>	<b>As of <u>12/31/2018</u></b>
<u>Active Employees</u>		
Total	56	54
Average Age	57.0	46.8
Average Service	16.3	12.8
<u>Retired Employees</u>		
Retirees (including spouses)	63	57

**Actuarial Assumptions and Other Inputs**

This valuation has been conducted as of December 31, 2019 based on census, plan design and premium information provided by the Township. Census includes 38 retired participants (including spouses) and 70 active participants. The Measurement Date, for each fiscal year is as of the end of the prior year. Thus, the Total OPEB Liability for fiscal year ending December 31, 2019 of \$16,486,918 is measured at December 31, 2018 as allowed under GASB 75.

The values are determined in accordance with GASB 75 including the Individual Entry Age Normal Cost method with the normal cost determined as a percentage of pay. Standard roll forward and backward techniques were used to adjust valuation dates to measurement dates. The following assumptions and other inputs applied to all periods in the measurement, unless otherwise specified:

**TOWNSHIP OF HADDON  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2019**

**Note 16. Postemployment Benefits Other Than Pensions (continued):**

Actuarial Cost Method	Individual Entry Age Normal as a level percentage of pay
Discount Rate	Based on Muni 20 year Aa as published by Fidelity Investments 3.72% as of December 31, 2019 (measured at December 31, 2018).
Inflation Rate	2.50%
Salary Increases	3.00%
Health Care Cost Trend	7.00% for 2016-2019 grading down to 3.5% (by 0.5% increments) in 2026.
Per Capita Claims Costs and Premiums	Annual per capita cost for retiree and spouse at age 64 and 65.
	Age 64                      \$    23,561
	Age 65                      \$     3,247
	Dental (all ages)              N/A
Age Based Utilization	Per capita costs (non Medicare eligible) are adjusted to reflect expected costs changers related to age. Age factors range from .60 for under age 30 to 3.00 for 75 and up.
Rates of Mortality	RP 2014 White or Blue Collar Table projected to 2024 with scale MP18.
Rates of Turnover	Ultimate termination rates vary by age
Rates of Retirement	Annual rates varying by age
Rates of Disability	None assumed
Spouse Assumption	Marrital status is assumed not to change prior to or after retirment
Retiree Participation	100% of eligible retirees are assumed to elect to participate in the plan
Funding Policy	Pay as you go
Investment Rate of Return	Not applicable
Asset Valuation Method	Not applicable

**Discount Rate** – The discount rate is the single rate that reflects (1) the long-term expected rate of return on the OPEB plan investments that are expected to be used to finance the payments of benefits, to the extent that the OPEB plan's fiduciary net position is projected to be sufficient to make projected benefit payments and OPEB plan assets are expected to be invested using a strategy to achieve that return and (2) a yield or index rate for 20-year, tax-exempt general obligation municipal bonds with an average rating of Aa, to the extent that the conditions for use of the long-term expected rate of return are not met. For the total OPEB liability calculation as of December 31, 2019, the discount rate utilized was 3.72%.

**TOWNSHIP OF HADDON  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2019**

**Note 16. Postemployment Benefits Other Than Pensions (continued):**

**Changes in the Total OPEB Liability** – The changes to the total OPEB Liability during the year ending December 31, 2019 were as follows:

**Changes in the Total OPEB Liability**

**Total OPEB Liability**

Balance, January 1, 2019	\$ 17,213,210
Changes for the Year:	
Service Cost	320,286
Interest Cost	557,862
Changes of Assumptions	(932,699)
Benefits Paid (implicit)	(671,741)
Net Changes	(726,292)
Balance, December 31, 2019	\$ 16,486,918

**Sensitivity of the Total OPEB Liability to Changes in the Discount Rate**

The following presents the total OPEB liability of the Township, as well as what the Township's total OPEB liability would be, if it were calculated using a discount rate that is 1-percentage-point lower (2.72 percent) or 1-percentage point higher (4.72 percent) than the current discount rate:

	<b>December 31, 2019</b>		
	At 1% Decrease (2.72%)	At Discount Rate (3.72%)	At 1% Increase (4.72%)
Total OPEB Liability	\$ 18,968,280.00	\$ 16,486,918.00	\$ 14,476,599.00

The following presents the total OPEB liability of the Township, as well as what the Township's total OPEB liability would be, if it were calculated using a healthcare cost trend rate that is 1-percentage-point lower or 1-percentage point higher than the current healthcare cost trend rate:

	<b>December 31, 2019</b>		
	1% Decrease	Healthcare Cost Trend Rate*	1% Increase
Total OPEB Liability	\$ 14,670,862.00	\$ 16,486,918.00	\$ 18,689,258.00

\* See Healthcare Cost Trend Assumptions for details of rates.

**TOWNSHIP OF HADDON  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2019**

**Note 16. Postemployment Benefits Other Than Pensions (continued):**

**OPEB Expense and Deferred Outflows and Deferred Inflows of Resources Related to OPEB**

For the year ended December 31, 2019, the Township's OPEB expense was estimated to be \$601,064. At December 31, 2019, the Township reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of <u>Resources</u>	Deferred Inflows of <u>Resources</u>
Differences between Expected and Actual Experience	\$ -	\$ (580,813)
Changes of Assumptions or other inputs	<u>510,100</u>	<u>(964,758)</u>
Total	<u>\$ 510,100</u>	<u>\$ (1,545,571)</u>

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

<u>Year Ending December 31,</u>	
2020	(277,084)
2021	(277,084)
2022	(277,084)
Thereafter	<u>(204,218)</u>
	<u>\$ (1,035,470)</u>

**TOWNSHIP OF HADDON  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2019**

**Note 16. Postemployment Benefits Other Than Pensions (continued):**

**Other Supplementary Information**

**Schedule of Changes in the Township's Total OPEB Liability and Related Ratios**

	Fiscal Year Ending December 31,		
	2019	2018	2017
Service Cost	\$ 320,286	\$ 280,608	\$ 304,664
Interest Cost	557,862	637,705	594,387
Changes of Assumptions	(932,699)	765,150	(437,198)
Difference between Actual and Expected	-	(871,219)	-
Benefits Paid (implicit)	(671,741)	(673,392)	(588,166)
Net Change in Total OPEB Liability	(726,292)	138,852	(126,314)
Total OPEB Liability (Beginning)	17,213,210	17,074,358	17,200,672
Total OPEB Liability (Ending)	<u>\$16,486,918</u>	<u>\$17,213,210</u>	<u>\$17,074,358</u>
Total Covered Employee Payroll	2,363,610	2,310,446	2,363,610
Net OPEB Liability as a Percentage of Payroll	698%	745%	722%

**TOWNSHIP OF HADDON  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2019**

**Note 16. Postemployment Benefits Other Than Pensions (continued):**

Year Ended	December 31,	
	2019	2018
Total OPEB Liability	\$ 16,486,918	\$ 17,213,210
Fiduciary Net Position	<u>-</u>	<u>-</u>
Net OPEB Liability	<u>\$ 16,486,918</u>	<u>\$ 17,213,210</u>
Funded Ratio	0%	0%
Covered Payroll	2,363,610	2,310,446
Net OPEB Liability as a Percentage of Covered Payroll	698%	745%

**Schedule of Employer Contributions**

Year Ended December 31,	Actuarial	Actual Contribution	Contribution Deficiency	Covered Payroll	Contributions Percentage
	Determined Contribution				Covered Payroll
2019	\$ 878,148	\$ 671,741	\$ 206,407	\$ 2,363,610	28%
2018	918,313	673,392	244,921	2,310,446	29%

**B. State Plan**

**General Information about the OPEB Plan**

The State Health Benefit Local Government Retired Employees Plan (the Plan) is a cost-sharing multiple-employer defined benefit other postemployment benefit (OPEB) plan with a special funding situation. It covers employees of local government employers that have adopted a resolution to participate in the Plan. For additional information about the Plan, please refer to the State of New Jersey (the State), Division of Pensions and Benefits' (the Division) Comprehensive Annual Financial Report (CAFR), which can be found at <https://www.state.nj.us/treasury/pensions/financial-reports.shtml>.

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

**TOWNSHIP OF HADDON  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2019**

**Note 16. Postemployment Benefits Other Than Pensions (continued):**

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.

**Basis of Presentation**

The schedule of employer and nonemployer allocations and the schedule of OPEB amounts by employer and nonemployer (collectively, the Schedules) present amounts that are considered elements of the financial statements of its participating employers or the State as a nonemployer contributing entity. Accordingly, they do not purport to be a complete presentation of the financial position or changes in financial position of the participating employers or the State. The accompanying Schedules were prepared in accordance with U.S. generally accepted accounting principles. Such preparation requires management of the Plan to make a number of estimates and assumptions relating to the reported amounts. Due to the inherent nature of these estimates, actual results could differ from those estimates.

**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 (benefit) expense. The special funding situation's and nonspecial funding situation's net OPEB liability, deferred outflows of resources, deferred inflows of resources, and OPEB (benefit) expense are based on separately calculated total OPEB liabilities. For the special funding situation and the nonspecial funding situation, the total OPEB liabilities for the year ended June 30, 2019 were \$5,637,151,775.00 and \$8,182,092,807.00, respectively. The nonspecial funding situation's net OPEB liability, deferred outflows of resources, deferred inflows of resources, and OPEB (benefit) expense are further allocated to employers based on the ratio of the plan members of an individual employer to the total members of the Plan's nonspecial funding situation during the measurement period July 1, 2018 through June 30, 2019. Employer and nonemployer allocation percentages have been rounded for presentation purposes; therefore, amounts presented in the schedule of OPEB amounts by employer and nonemployer may result in immaterial differences.

**TOWNSHIP OF HADDON  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2019**

**Note 16. Postemployment Benefits Other Than Pensions (continued):**

**Special Funding Situation**

Under Chapter 330, P.L. 1997, the State shall pay the premium or periodic charges for the qualified local police and firefighter retirees and dependents equal to 80 percent of the premium or periodic charge for the category of coverage elected by the qualified retiree under the State managed care plan or a health maintenance organization participating in the program providing the lowest premium or periodic charge. The State also provides funding for retiree health benefits to survivors of local police officers and firefighters who die in the line of duty under Chapter 271, P.L.1989.

Therefore, these employers are considered to be in a special funding situation as defined by GASB Statement No. 75 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, there is no net OPEB liability, deferred outflows of resources or deferred inflows of resources to report in the financial statements of the local participating employers related to this legislation. However, the notes to the financial statements of the local participating employers must disclose the portion of the nonemployer contributing entities' total proportionate share of the collective net OPEB liability that is associated with the local participating employer.

The participating employer allocations included in the supplemental schedule of employer special funding allocations and the supplemental schedule of special funding amounts by employer for each employer are provided as each employer is required to record in their financial statements, as an expense and corresponding revenue, their proportionate share of the OPEB expense allocated to the State of New Jersey under the special funding situation and include their proportionate share of the collective net OPEB liability in their respective notes to their financial statements. For this purpose, the proportionate share was developed based on eligible plan members subject to the special funding situation. This data takes into account active members from both participating and non-participating employer locations and retired members currently receiving OPEB benefits.

Additionally, the State's proportionate share of the OPEB liability attributable to the Township is \$5,189,866 as of December 31, 2019. The OPEB liability was measured as of June 30, 2019. The total OPEB liability used to calculate the OPEB liability was determined using update procedures to roll forward the total OPEB liability from an actuarial valuation as of July 1, 2018, to the measurement date of June 30, 2019. The State's proportion of the OPEB liability associated with the Township was based on a projection of the Township's long-term share of contributions to the OPEB plan relative to the projected contributions of all participating members, actuarially determined. The State's proportion measured as of June 30, 2019 was 0.0939220081%, which was a decrease of 0.004613995% from its proportion measured as of June 30, 2018, which is the same proportion as the Township's. At December 31, 2019, the Township's and the State of New Jersey's proportionate share of the OPEB liability were as follows:

State of New Jersey's	
Proportionate Share of OPEB Liability	
Associated with the Township	\$ 5,189,866.00

At December 31, 2019, the State's proportionate share of the OPEB expense, associated with the Township, calculated by the plan as of the June 30, 2019 measurement date was \$68,793.

**TOWNSHIP OF HADDON  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2019**

**Note 17. Subsequent Events**

Management has reviewed and evaluated all events and transactions that occurred between December 31, 2019 and September 30, 2020, the date the financial statements were available to be issued and has noted the following:

COVID-19

COVID-19, a respiratory disease caused by a new strain of coronavirus, has been characterized as a pandemic by the World Health Organization and is currently affecting many parts of the world, including the United States and the State of New Jersey. On January 31, 2020, the Secretary of the United States Health and Human Services Department declared a public health emergency for the United States and, on March 13, 2020, the President of the United States declared the outbreak of COVID-19 in the United States a national emergency. Subsequently, the President's Coronavirus Guidelines for America and the United States Centers for Disease Control and Prevention called upon Americans to take actions to slow the spread of COVID-19 in the United States.

In New Jersey, Governor Murphy by way of executive orders, has ordered, among other things: all State residents to remain home or at their place of residence unless they meet one or more enumerated exceptions; all State residents to practice social distancing; gatherings of individuals, such as parties, celebrations and social events, are cancelled; non-essential businesses to cease operations from 8:00 p.m. to 5:00 a.m.; all restaurants and bars to close except for delivery or takeout services; casinos, racetracks, gyms and fitness centers and entertainment centers to close; all county and municipal libraries to close; all business and non-profits to accommodate telework or work-from-home arrangements; the cessation of all non-essential construction projects; an extension of insurance premium grace periods; all Pre-K through 12 schools to close; all universities and colleges in the State to cease in-person instruction; The Township expects ongoing actions will be taken by State, federal and local governments and private entities to mitigate the spread of and impacts of COVID-19.

The Township cannot reasonably predict how long the outbreak may impact the financial condition or operations of the Township, whether there will be any impact on the assessed values of property within the Township or the deferral of tax payments to the Township or the costs associated with this or any other potential infectious disease outbreak, including whether there will be any reduction in State funding or an increase in operational costs of the Township.

On March 24, 2020, the Division of Local Government Services in the New Jersey Department of Community Affairs extended the date for introduction of municipal budgets to April 28, 2020 (or the next regularly scheduled governing body meeting thereafter) and the date for municipal budget adoption to May 30, 2020 (or the next regularly scheduled governing body meeting thereafter). The New Jersey Legislature is considering legislation that, if enacted, would permit the extension of any additional deadlines under the Local Budget Law, the Local Fiscal Affairs Law and the laws with respect to the issuance of tax bills. Such proposed legislation would also permit municipalities to institute an extended grace period for the receipt of property tax payments and to extend the dates for the payment of taxes by a municipality due to a county, a school district or any other taxing district. A proposed amendment to such proposed legislation would also provide that any shortfall in the property tax payments received by the municipality would be borne *pro rata* by the municipality, the county and the school district(s). There can be no assurance that this legislation, or any other actions, will be enacted by the New Jersey Legislature. The Township does not plan to issue any updates or revisions regarding this legislation, or any other actions enacted by the New Jersey Legislature, if or when such legislation or other actions are enacted.

## **SUPPLEMENTARY EXHIBITS**

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<b>CURRENT FUND</b>
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**TOWNSHIP OF HADDON  
CURRENT FUND  
SCHEDULE OF CASH - TREASURER  
FOR THE YEAR ENDED DECEMBER 31, 2019**

	<u>CURRENT</u>	<u>STATE &amp; FEDERAL</u>
Balance December 31, 2018	\$ 4,419,600.95	\$ -
Increased by Receipts:		
Tax Collector	\$ 50,255,236.69	-
Revenue Accounts Receivable	1,227,056.04	-
Miscellaneous Revenue Not Anticipated	653,140.98	-
New Jersey State Training Fees	7,239.00	-
Reserve for Flex Spending	3,105.65	-
Due to C.C.M.U.A.	113,855.23	-
Due to Trust Other	6,016.73	-
Due to Current Fund	278,690.03	-
Federal & State Grants Unappropriated	-	139,212.38
Federal & State Grants Receivable	-	514,253.27
	<u>52,544,340.35</u>	<u>653,465.65</u>
Subtotal	<u>52,544,340.35</u>	<u>653,465.65</u>
Total	<u>56,963,941.30</u>	<u>653,465.65</u>
Decreased by Disbursements:		
2019 Appropriations	12,545,579.77	-
2018 Appropriation Reserves	194,527.71	-
County Taxes	12,122,346.14	-
Due County for Added & Omitted Taxes	53,322.91	-
Fire District Taxes Payable	1,806,773.00	-
Local District School Tax	26,081,963.00	-
Business Improvement District Taxes	168,444.10	-
New Jersey State Training Fees	6,839.00	-
Tax Overpayments	16,633.08	-
Due to C.C.M.U.A.	141,493.40	-
Reserve for Revaluation	13,978.70	-
Accounts Payable	830.00	-
Refund of Prior Year Revenue	2,459.39	-
Due to Animal Control	76.10	-
Due Federal & State Grant Fund	-	278,690.03
Reserve for Federal & State Grant Funds Appropriated	-	374,775.62
	<u>53,155,266.30</u>	<u>653,465.65</u>
Total Disbursements	<u>53,155,266.30</u>	<u>653,465.65</u>
Balance December 31, 2019	<u>\$ 3,808,675.00</u>	<u>\$ -</u>

**TOWNSHIP OF HADDON  
CURRENT FUND  
SCHEDULE OF CASH - COLLECTOR  
FOR THE YEAR ENDED DECEMBER 31, 2019**

Balance December 31, 2018		\$ -
Increased by:		
Taxes Receivable	\$ 47,950,854.64	
Tax Title Liens	50,800.49	
Interest & Costs on Taxes	101,296.07	
2020 Prepaid Taxes	294,769.06	
Due from State of New Jersey Senior Citizen & Veteran Deductions	105,794.42	
Fieldstone PILOT Payments	489,507.01	
Consolidated Municipal Property Relief Aid	5,310.00	
Energy Receipts Tax	1,256,905.00	50,255,236.69
Subtotal		50,255,236.69
Decreased by:		
Payments to Treasurer		50,255,236.69
Balance December 31, 2019		\$ -

The Collector maintains no bank account. All funds are deposited directly to the Treasurer's bank account.

**SCHEDULE OF CHANGE FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2019**

Office:		
Municipal Court	\$ 75.00	
Crystal Lake Pool Operations	125.00	
Township Clerk (Central Cashiering)	150.00	
Tax Collector (Central Cashiering)	300.00	
Total	\$ 650.00	

TOWNSHIP OF HADDON  
CURRENT FUND  
SCHEDULE OF TAXES RECEIVABLE AND ANALYSIS OF PROPERTY TAX LEVY  
FOR THE YEAR ENDED DECEMBER 31, 2019

YEAR	BALANCE DECEMBER 31, 2018	2019 LEVY	ADDED TAXES	COLLECTED		DUE FROM STATE OF NEW JERSEY	CANCELLED	OVERPAYMENTS APPLIED/(CREATED)	TRANSFER TO TAX TITLE LIENS	BALANCE DECEMBER 31, 2019
				2018	2019					
2018	\$ 8,198.23	\$ -	\$ -	\$ -	\$ 8,198.23	\$ -	\$ -	\$ -	\$ -	\$ -
Total	8,198.23	-	-	-	8,198.23	-	-	-	-	-
2019	-	48,192,301.19	276,151.41	329,210.20	47,942,656.41	110,006.23	1,193.51	42,441.19	20,894.70	22,050.36
Total	\$ 8,198.23	\$ 48,192,301.19	\$ 276,151.41	\$ 329,210.20	\$ 47,950,854.64	\$ 110,006.23	\$ 1,193.51	\$ 42,441.19	\$ 20,894.70	\$ 22,050.36

ANALYSIS OF 2019 PROPERTY TAX LEVY

General Purpose Tax	\$ 46,294,109.09
Fire District Taxes	1,729,748.00
Special District Taxes	168,444.10
Added & Omitted Taxes	276,151.41
Total	<u>\$ 48,468,452.60</u>
<b>TAX LEVY:</b>	
Local District School Tax	\$ 26,081,963.00
County Taxes:	
General County Tax	\$ 11,130,796.85
County Library Tax	711,945.66
County Open Space	279,603.63
Due County for Added & Omitted Taxes	25,558.22
Fire District Taxes:	
Fire District No. 1	1,529,223.00
Fire District No. 3	46,499.00
Fire District No. 4	154,026.00
Special District Taxes:	
Haddon Township Business Improvement	168,444.10
Local Tax for Municipal Purposes	8,250,054.10
Add: Addition Tax Levied	90,339.04
Total	<u>\$ 48,468,452.60</u>

## EXHIBIT A-8

**TOWNSHIP OF HADDON  
CURRENT FUND  
SCHEDULE OF TAX TITLE LIENS  
FOR THE YEAR ENDED DECEMBER 31, 2019**

Balance December 31, 2018	\$ 105,668.31
Increased by:	
Transfers from Taxes Receivable	<u>20,894.70</u>
Subtotal	126,563.01
Decreased by:	
Lien Payments Received	<u>50,800.49</u>
Balance December 31, 2019	<u><u>\$ 75,762.52</u></u>

## EXHIBIT A-9

**SCHEDULE OF DUE FROM STATE OF NJ VETERAN AND SENIOR CITIZEN DEDUCTIONS  
FOR THE YEAR ENDED DECEMBER 31, 2019**

Balance December 31, 2018	\$ 39,746.07
Increased by:	
Senior Citizen & Veterans Deductions Per Tax Billings	\$ 115,000.00
Deductions Allowed by Tax Collector	<u>5,637.09</u>
Subtotal	120,637.09
Decreased by:	
Deductions Disallowed by Tax Collector - 2019 Taxes	10,630.86
Receipts - Collector	<u>105,794.42</u>
Balance December 31, 2019	<u><u>\$ 43,957.88</u></u>

**TOWNSHIP OF HADDON  
CURRENT FUND  
SCHEDULE OF REVENUE ACCOUNTS RECEIVABLE  
FOR THE YEAR ENDED DECEMBER 31, 2019**

	BALANCE DECEMBER 31, 2018	ACCRUED IN 2019	REALIZED	BALANCE DECEMBER 31, 2019
Clerk:				
Licenses:				
Alcoholic Beverages	\$ -	\$ 25,350.00	\$ 25,350.00	\$ -
Other	-	18,573.00	18,573.00	-
Fees & Permits	-	53,909.00	53,909.00	-
Municipal Court:				
Fines & Costs	11,499.13	169,005.51	173,099.91	7,404.73
Parking Meters	-	17,240.45	17,240.45	-
Operation of Crystal Lake	-	198,125.00	198,125.00	-
Uniform Construction Code Fees & Permits	-	342,771.00	342,771.00	-
Borough of Audubon Park - Police Protection Services	-	397,987.68	397,987.68	-
Total	<u>\$ 11,499.13</u>	<u>\$ 1,222,961.64</u>	<u>\$ 1,227,056.04</u>	<u>\$ 7,404.73</u>

**TOWNSHIP OF HADDON  
CURRENT FUND  
SCHEDULE OF FORECLOSED PROPERTY  
FOR THE YEAR ENDED DECEMBER 31, 2019**

Balance December 31, 2018 and 2019

\$ 1,894,100.00

**SCHEDULE OF DEFERRED CHARGES  
FOR THE YEAR ENDED DECEMBER 31, 2019**

	BALANCE DECEMBER 31, 2018	ADDED IN 2019	RAISED IN 2019 BUDGET	BALANCE DECEMBER 31, 2019
Overexpenditure of Appropriations	\$ -	\$ -	\$ -	\$ -
Total	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**TOWNSHIP OF HADDON  
CURRENT FUND  
SCHEDULE OF 2018 APPROPRIATION RESERVES  
FOR THE YEAR ENDED DECEMBER 31, 2019**

OPERATIONS	BALANCE December 31, 2018		BUDGET AFTER MODIFICATION	PAID OR CHARGED	BALANCE LAPSED
	ENCUMBERED	RESERVED			
<b>General Government Functions:</b>					
General Administration:					
Salaries and Wages	\$ -	\$ 28.20	\$ 28.20		\$ 28.20
Human Resources:					
Salaries and Wages	-	110.48	110.48	-	110.48
Other Expenses	351.99	8,876.96	9,228.95	4,895.51	4,333.44
Mayor & Commissioners:					
Salaries and Wages	-	196.86	196.86	-	196.86
Other Expenses	828.00	-	828.00	828.00	-
Municipal Clerk:					
Salaries and Wages	-	383.22	383.22	-	383.22
Other Expenses	-	13,244.11	13,244.11	24.70	13,219.41
Registrar of Vital Statistics:					
Salaries and Wages	-	30.40	30.40	-	30.40
Other Expenses	-	1,046.00	1,046.00	-	1,046.00
Financial Administration:					
Salaries and Wages	-	608.80	608.80	-	608.80
Other Expenses	282.80	360.29	643.09	383.58	259.51
Audit Services:					
Annual Audit	-	500.00	500.00	-	500.00
Revenue Administration (Tax Collector):					
Salaries and Wages	-	4,827.48	4,827.48	-	4,827.48
Other Expenses	47.80	2,005.02	2,052.82	(18.20)	2,071.02
Tax Assessor:					
Salaries and Wages	-	213.86	213.86	-	213.86
Other Expenses	-	3,248.80	3,248.80	66.70	3,182.10
Legal Services:					
Other Expenses	-	1,387.52	20,387.52	20,230.74	156.78
Municipal Court:					
Salaries and Wages	-	2,327.77	2,327.77	-	2,327.77
Other Expenses	2,047.44	3,391.20	5,438.64	2,372.44	3,066.20
Public Defender:					
Salaries and Wages	-	1,400.00	1,400.00	450.00	950.00
Engineering Services & Cost:					
Other Expenses	-	715.00	715.00	-	715.00
Economic Development:					
Other Expenses	-	233.65	233.65	-	233.65
<b>Land Use Administration:</b>					
Planning Board:					
Other Expenses	381.00	15.49	1,296.49	1,281.00	15.49
<b>Code Enforcement &amp; Administration:</b>					
Rent Control Commission:					
Salaries and Wages	-	1,889.19	1,889.19	-	1,889.19
Other Expenses	76.20	354.41	430.61	138.57	292.04
<b>Insurance:</b>					
General Liability	-	2,843.99	2,843.99	-	2,843.99
Employee Group Health	1,421.97	10,807.67	12,229.64	1,421.97	10,807.67

**TOWNSHIP OF HADDON  
CURRENT FUND  
SCHEDULE OF 2018 APPROPRIATION RESERVES  
FOR THE YEAR ENDED DECEMBER 31, 2019**

OPERATIONS	BALANCE December 31, 2018		BUDGET AFTER MODIFICATION	PAID OR CHARGED	BALANCE LAPSED
	ENCUMBERED	RESERVED			
<b>Public Safety Functions:</b>					
Police:					
Salaries and Wages	-	87,215.98	19,215.98	-	19,215.98
Other Expenses	15,790.61	8,456.91	24,247.52	16,360.93	7,886.59
Office of Emergency Management:					
Salaries and Wages	-	207.90	207.90	-	207.90
Other Expenses	-	250.00	250.00	-	250.00
Uniform Fire Safety Act:					
Salaries and Wages	-	824.60	824.60	-	824.60
Other Expenses	146.29	1,895.40	2,041.69	1,818.67	223.02
Municipal Prosecutor:					
Salaries and Wages	-	1,975.54	1,975.54	1,115.86	859.68
<b>Public Works Functions:</b>					
Streets & Roads Maintenance:					
Salaries and Wages	-	15,679.63	15,679.63	-	15,679.63
Other Expenses	12,884.44	9,070.87	21,955.31	11,718.19	10,237.12
Maintenance of Traffic Lights:					
Other Expenses	-	110.52	110.52	-	110.52
Shade Tree:					
Other Expenses	15,320.00	92.55	15,412.55	15,173.00	239.55
Solid Waste Collection:					
Other Expenses	21,112.25	3,930.15	25,042.40	10,200.90	14,841.50
Building & Grounds:					
Other Expenses	2,171.06	2,829.91	5,000.97	1,663.78	3,337.19
Vehicle Maintenance:					
Other Expenses	7,533.07	3,210.92	13,243.99	11,019.96	2,224.03
Community Services Act:					
Other Expenses	-	743.08	40,743.08	40,048.70	694.38
<b>Health &amp; Human Services:</b>					
Environmental Commission:					
Other Expenses	-	1,070.92	1,070.92	-	1,070.92
Animal Control Program:					
Other Expenses	-	4,974.51	4,974.51	3,675.00	1,299.51
<b>Park &amp; Recreation Functions:</b>					
Crystal Lake Pool:					
Salaries and Wages	-	787.38	787.38	-	787.38
Other Expenses	1,835.30	5,642.61	7,477.91	275.41	7,202.50
Parks & Playgrounds:					
Other Expenses	854.94	912.21	1,767.15	449.60	1,317.55
<b>Utility Expense &amp; Bulk Purchases:</b>					
Electricity	-	-	-	-	-
Street Lighting	-	21,241.66	21,241.66	18,776.75	2,464.91
Telephone & Telegraph	-	292.27	2,292.27	2,020.52	271.75
Natural Gas	-	5,131.98	5,131.98	4,205.04	926.94
Gasoline	-	2,901.15	6,401.15	6,184.03	217.12
Postage	-	1,500.00	1,500.00	-	1,500.00
Copier	-	75.30	75.30	-	75.30
<b>Landfill/Solid Waste Disposal Costs:</b>					
Disposal Costs	33,610.39	2,683.74	36,294.13	27,963.24	8,330.89

**TOWNSHIP OF HADDON  
CURRENT FUND  
SCHEDULE OF 2018 APPROPRIATION RESERVES  
FOR THE YEAR ENDED DECEMBER 31, 2019**

OPERATIONS	BALANCE December 31, 2018		BUDGET AFTER MODIFICATION	PAID OR CHARGED	BALANCE LAPSED
	ENCUMBERED	RESERVED			
<b>Appropriation Offset By</b>					
<b>Dedicated Revenues:</b>					
Code Enforcement & Administration:					
Salaries and Wages	-	2,382.44	2,382.44	-	2,382.44
Other Expenses	789.85	34,898.33	35,688.18	1,609.96	34,078.22
<b>Other Common Operating Functions:</b>					
Celebration of Public Events, Anniversary or Holiday					
Other Expenses	-	166.19	266.19	249.50	16.69
Senior Citizen Coordinator:					
Salaries and Wages	-	1,051.65	1,051.65	-	1,051.65
Other Expenses	-	1,906.75	1,906.75	736.00	1,170.75
Community Communications:					
Salaries and Wages	-	91.26	91.26	-	91.26
Other Expenses	234.29	3,278.65	3,512.94	971.84	2,541.10
Disolution of Fire District #2	-	2,249.40	2,249.40	-	2,249.40
Total General Appropriations for Municipal Purposes Within "CAPS"	117,719.69	290,778.73	408,498.42	208,311.89	200,186.53
<b>Deferred Charges &amp; Statutory Expenditures</b>					
<b>Municipal Within "CAPS":</b>					
<b>Statutory Expenditures:</b>					
Contributions to:					
Social Security System (O.A.S.I.)	-	6,090.48	6,090.48	-	6,090.48
Public Employees Retirement System	-	110.24	110.24	47.17	63.07
Total Deferred Charges & Statutory Expenditures Within "CAPS"	-	6,200.72	6,200.72	47.17	6,153.55
<b>Operations Excluded From "CAPS":</b>					
Stormwater Regulations:					
Salary & Wages	-	6,302.39	6,302.39	-	6,302.39
<b>Public &amp; Private Programs</b>					
<b>Offset by Revenues:</b>					
SFSP Fire District Payment	-	324.00	324.00	324.00	-
Total Operations Excluded from "CAPS"	-	6,626.39	6,626.39	324.00	6,302.39
Grand Total All Appropriations	\$ 117,719.69	\$ 303,605.84	\$ 421,325.53	\$ 208,683.06	\$ 212,642.47
Accounts Payable				\$ 14,155.35	
Cash Disbursements				194,527.71	
Total				\$ 208,683.06	

EXHIBIT A-14

**TOWNSHIP OF HADDON  
CURRENT FUND  
SCHEDULE OF RESERVE FOR ENCUMBRANCES  
FOR THE YEAR ENDED DECEMBER 31, 2019**

Balance, December 31, 2018	\$ 117,719.67
Increased by:	
2019 Appropriations	<u>140,845.79</u>
Subtotal	258,565.46
Decreased by:	
Transferred to 2018 Appropriations Reserves	<u>117,719.67</u>
Balance, December 31, 2019	<u><u>\$ 140,845.79</u></u>

EXHIBIT A-15

**SCHEDULE OF PREPAID TAXES  
FOR THE YEAR ENDED DECEMBER 31, 2019**

Balance, December 31, 2018	\$ 329,210.20
Increased by:	
Collections - 2019 Taxes	<u>294,769.06</u>
Subtotal	623,979.26
Decreased by:	
Application to 2018 Taxes Receivable	<u>329,210.20</u>
Balance, December 31, 2019	<u><u>\$ 294,769.06</u></u>

**TOWNSHIP OF HADDON  
CURRENT FUND  
SCHEDULE OF TAX OVERPAYMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2019**

Balance, December 31, 2018		\$	15,439.26
Increased by:			
Overpayments in 2019	\$	30,203.07	
Adjustment		17,954.26	48,157.33
			<hr/>
Subtotal			63,596.59
Decreased by:			
Refunded		16,633.08	
Applied to Current Year Taxes		42,441.19	59,074.27
			<hr/>
Balance, December 31, 2018		\$	<u>4,522.32</u>

**TOWNSHIP OF HADDON  
CURRENT FUND  
SCHEDULE OF DUE TO STATE OF NJ UNIFORM CONSTRUCTION CODE - TRAINING FEES  
FOR THE YEAR ENDED DECEMBER 31, 2019**

Balance, December 31, 2018	\$ 3,456.00
Increased by:	
Receipts - Treasurer	<u>7,239.00</u>
Subtotal	10,695.00
Decreased by:	
Disbursements	<u>6,839.00</u>
Balance, December 31, 2019	<u><u>\$ 3,856.00</u></u>

**SCHEDULE OF LOCAL SCHOOL DISTRICT TAX PAYABLE  
FOR THE YEAR ENDED DECEMBER 31, 2019**

Balance, December 31, 2018	\$ -
Increased by:	
Levy - Calendar Year 2019	<u>26,081,963.00</u>
Subtotal	26,081,963.00
Decreased by:	
Disbursements	<u>26,081,963.00</u>
Balance, December 31, 2018	<u><u>\$ -</u></u>

**TOWNSHIP OF HADDON  
CURRENT FUND  
SCHEDULE OF FIRE DISTRICT TAXES PAYABLE  
FOR THE YEAR ENDED DECEMBER 31, 2019**

	BALANCE DECEMBER 31, 2018		2019 LEVY	DISBURSEMENTS		BALANCE DECEMBER 31, 2019
Fire District No.1	\$ 11,498.00	\$	1,529,223.00	\$ 1,529,223.00	\$	11,498.00
Fire District No.3	-		46,499.00	46,499.00		-
Fire District No.4	77,013.00		154,026.00	231,051.00		(12.00)
	<hr/>					
Total	\$ 88,511.00	\$	1,729,748.00	\$ 1,806,773.00	\$	11,486.00

**SCHEDULE OF COUNTY TAXES PAYABLE  
FOR THE YEAR ENDED DECEMBER 31, 2019**

Balance December 31, 2018	\$ -
Increased by:	
County Tax	\$ 11,130,796.85
County Library Tax	711,945.66
County Open Space Tax	279,603.63
	<hr/>
Subtotal	12,122,346.14
Decreased by:	
Disbursements	<hr/> 12,122,346.14
Balance December 31, 2019	<hr/> <hr/> \$ -

**TOWNSHIP OF HADDON  
CURRENT FUND  
SCHEDULE OF DUE COUNTY FOR ADDED AND OMITTED TAXES PAYABLE  
FOR THE YEAR ENDED DECEMBER 31, 2019**

Balance December 31, 2018	\$ 53,322.91
Increased by:	
County Share of 2019 Added Taxes	<u>25,558.22</u>
Subtotal	78,881.13
Decreased by:	
Disbursements	<u>53,322.91</u>
Balance December 31, 2018	<u><u>\$ 25,558.22</u></u>

**SCHEDULE OF BUSINESS IMPROVEMENT DISTRICT TAXES PAYABLE  
FOR THE YEAR ENDED DECEMBER 31, 2019**

Balance December 31, 2018	\$ -
Increased by:	
2019 Tax Levy	<u>168,444.10</u>
Subtotal	168,444.10
Decreased by:	
Transfer to Business Improvement District	<u>168,444.10</u>
Balance December 31, 2019	<u><u>\$ -</u></u>

**TOWNSHIP OF HADDON**  
**FEDERAL AND STATE GRANTS FUND**  
**SCHEDULE OF FEDERAL, STATE AND OTHER GRANTS RECEIVABLE**  
**FOR THE YEAR ENDED DECEMBER 31, 2019**

	BALANCE DECEMBER 31, 2018	ACCRUED	RECEIVED	TRANSFERRED FROM UNAPPROPRIATED	CANCELLED	BALANCE DECEMBER 31, 2019
<b>State Grants:</b>						
Seabert Enforcement Grant	\$ 399.38	\$ -	\$ -	\$ -	\$ -	\$ 399.38
Drug Awareness & Resistance Education: Municipal Alliance Program	-	11,222.71	-	11,222.71	-	-
Safe & Secure Communities Grant	-	60,000.00	-	60,000.00	-	-
Delaware Valley Estuary Grant	25,000.00	-	-	-	-	25,000.00
Alcohol Education & Rehabilitation Fund	-	1,854.87	-	1,854.87	-	-
Environmental Commissioner - DEP Grant	210.00	-	-	-	-	210.00
Economic Development Authority Grant	350,245.72	-	30,426.80	-	-	319,818.92
Pedestrian Safety Grant	16,180.00	-	-	-	-	16,180.00
Clean Communities Program	-	28,481.99	-	28,481.99	-	-
CSP Shade Tree Program	280.00	-	-	-	-	280.00
NJ Historic Trust	18,725.00	-	-	-	-	18,725.00
Recycling Tonnage Grant	-	-	-	-	-	-
Gardiner Small Communities Grant	35,000.00	-	-	-	-	35,000.00
Drive Sover or Get Pulled Over	5,850.00	-	-	-	-	5,850.00
NJDEP - Clean Communities Grant	13,656.00	-	-	-	-	13,656.00
NJDOT Municipal Grant - 2016	50,000.00	-	50,000.00	-	-	-
NJDOT Municipal Grant - Buckner Ave - 2018	300,000.00	-	238,960.50	-	-	61,039.50
NJDOT Municipal Grant - Bradley Ave - 2018	167,000.00	-	167,000.00	-	-	-
Holiday Crackdown	7,500.00	-	-	-	-	7,500.00
Click It or Ticket	750.00	-	-	-	-	750.00
Body Armor Grant	2,589.00	2,865.97	2,865.97	-	-	2,589.00
<b>Total State Grants</b>	<b>993,385.10</b>	<b>104,425.54</b>	<b>489,253.27</b>	<b>101,559.57</b>	<b>-</b>	<b>506,997.80</b>
<b>Other Grants:</b>						
Camden County Open Space Grant: NJ Playground - 2019	-	25,000.00	25,000.00	-	-	-
Champion Avenue - 2019	-	50,000.00	-	-	-	50,000.00
<b>Total Other Grants</b>	<b>-</b>	<b>75,000.00</b>	<b>25,000.00</b>	<b>-</b>	<b>-</b>	<b>50,000.00</b>
<b>Total All Grant</b>	<b>\$ 993,385.10</b>	<b>\$ 179,425.54</b>	<b>\$ 514,253.27</b>	<b>\$ 101,559.57</b>	<b>\$ -</b>	<b>\$ 556,997.80</b>

TOWNSHIP OF HADDON  
FEDERAL AND STATE GRANTS FUND  
SCHEDULE OF RESERVES FOR GRANTS - UNAPPROPRIATED  
FOR THE YEAR ENDED DECEMBER 31, 2019

	BALANCE DECEMBER 31, 2018	CASH RECEIPTS	REALIZED AS REVENUE IN 2019 BUDGET	BALANCE DECEMBER 31, 2019
<u>STATE GRANTS</u>				
Municipal Alliance	\$ 134.71	\$ 30,914.45	\$ 134.71	\$ 30,914.45
Alcohol Education Rehabilitation Fund	1,854.87	1,366.37	1,854.87	1,366.37
Safe & Secure Communities Grant	60,000.00	60,000.00	60,000.00	60,000.00
Drug Awareness - Municipal Alliance	11,088.00	-	11,088.00	-
Clean Communities Program	28,481.99	31,813.90	28,481.99	31,813.90
Recycling Tonnage Grant	-	15,117.66	-	15,117.66
Total All Grant	\$ 101,559.57	\$ 139,212.38	\$ 101,559.57	\$ 139,212.38

**TOWNSHIP OF HADDON  
FEDERAL AND STATE GRANTS FUND  
SCHEDULE OF RESERVES FOR GRANTS - APPROPRIATED  
FOR THE YEAR ENDED DECEMBER 31, 2019**

	BALANCE DECEMBER 31, 2018	TRANSFER FROM 2019 BUDGET APPROPRIATION	EXPENDED	2019 ENCUMBERED	ADJUSTMENT	BALANCE DECEMBER 31, 2019
State Grants:						
Recycling Tonnage Grant	\$ 36,209.67	\$ -	\$ 22,603.30	\$ -	\$ -	\$ 13,606.37
Alcohol Education & Rehabilitation Fund	-	1,854.87	-	-	1,877.78	3,732.65
Environmental Commissioner - DEP Grant	620.00	-	-	-	-	620.00
Drunk Driving Enforcement Grant	11,247.00	-	-	-	-	11,247.00
Clean Communities Grant	90,755.58	28,481.99	17,280.30	509.29	-	101,447.98
Pedestrian Safety Grant	15,980.00	-	-	-	-	15,980.00
Delaware Valley Estuary Grant	25,000.00	-	-	-	-	25,000.00
Body Armor Fund	-	2,865.97	1,902.16	-	-	963.81
Economic Development Authority Grant - 2008	11,601.00	-	1,442.03	-	-	10,158.97
Economic Development Authority Grant - 2009	308,302.50	-	-	-	-	308,302.50
Economic Development Authority Grant - 2011	25,347.33	-	12,305.65	-	-	13,041.68
Economic Development Authority Grant - 2013	86,855.59	-	25,054.04	-	-	61,801.55
CSIP Tree Commission	99.00	-	-	-	-	99.00
NJ Historic Trust	25,300.00	-	-	-	-	25,300.00
NJDEP Clean Communities	13,656.00	-	-	-	-	13,656.00
NJ DOT Municipal Aid	14,847.00	-	-	-	-	14,847.00
NJ DOT Municipal Aid Buckner Ave 2018	300,000.00	-	100,000.00	200,000.00	-	-
Click It or Ticket - 2014	4,000.00	-	-	-	(4,000.00)	-
Drive Sober or Get Pulled Over - 2013	2,700.00	-	-	-	9,000.00	11,700.00
Drive Sober or Get Pulled Over - 2014	5,000.00	-	-	-	(5,000.00)	-
Safe & Secure Communities Grant	-	60,000.00	60,000.00	-	-	-
NJLM Grant	1,115.00	-	-	-	-	1,115.00
Holiday Crackdown - 2014	6,350.00	-	-	-	-	6,350.00
Municipal Alliance	18,528.25	11,222.71	13,887.14	-	-	15,863.82
Green Communities	500.00	-	-	-	-	500.00
Sustainable Grant	35,000.00	-	-	-	-	35,000.00
Gardiner Small Communities	525.00	-	-	-	-	525.00
<b>Total State Grants</b>	<b>1,039,538.92</b>	<b>104,425.54</b>	<b>254,474.62</b>	<b>200,509.29</b>	<b>1,877.78</b>	<b>690,858.33</b>
Other Grants:						
Camden County Recreation Grant:						
New Jersey Ave	25,000.00	-	-	-	-	25,000.00
Recchino Field	47,615.00	-	-	-	-	47,615.00
New Jersey Avenue Playground	-	25,000.00	-	-	-	25,000.00
Champion School	-	50,000.00	39,500.00	-	-	10,500.00
Fire Safety Program - Township Match	355.00	-	-	-	-	355.00
Municipal Alliance - Township Match	1,848.22	-	-	-	-	1,848.22
Safe & Secure Grant - Township Match	27,447.00	127,900.00	80,801.00	-	-	74,546.00
<b>Total Other Grants</b>	<b>102,265.22</b>	<b>202,900.00</b>	<b>120,301.00</b>	<b>-</b>	<b>-</b>	<b>184,864.22</b>
<b>Total All Grant</b>	<b>\$ 1,141,804.14</b>	<b>\$ 307,325.54</b>	<b>\$ 374,775.62</b>	<b>\$ 200,509.29</b>	<b>\$ 1,877.78</b>	<b>\$ 875,722.55</b>

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<b>TRUST FUND</b>
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**TOWNSHIP OF HADDON  
TRUST FUND  
SCHEDULE OF CASH - TREASURER  
FOR THE YEAR ENDED DECEMBER 31, 2019**

	OTHER	ANIMAL CONTROL FUND
Balance December 31, 2018	\$ 1,749,689.35	\$ 1,085.02
Increased by Receipts:		
Animal Control	-	6,589.60
Dog Registration Fees - Due State of New Jersey	-	648.60
Due Current Fund	21,149.68	122.93
Reserve for Payroll	7,469,774.55	-
Marriage License Fees - Due State of New Jersey	1,675.00	-
Community Development Block Grant Receivable	28,726.47	-
Various Reserves	1,477,028.97	-
Total Increases	<u>8,998,354.67</u>	<u>7,361.13</u>
Total Increases & Balances	<u>10,748,044.02</u>	<u>8,446.15</u>
Decreased by Disbursements:		
Expenditures Under R.S.4:19-15.11	-	2,110.98
Dog Registration Fees - Due State of New Jersey	-	648.60
Due Current Fund	6,016.73	-
Reserve for Payroll	7,449,808.11	-
Marriage License Fees - Due State of New Jersey	1,500.00	-
Various Reserves	1,572,639.63	-
Total Disbursements	<u>9,029,964.47</u>	<u>2,759.58</u>
Balance December 31, 2019	<u>\$ 1,718,079.55</u>	<u>\$ 5,686.57</u>

**TOWNSHIP OF HADDON  
TRUST ASSESSMENT FUND  
SCHEDULE OF DEPOSITS ON FUTURE ASSESSMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2019**

NAME	BLOCK	LOT	AMOUNT
Alan J. Curtin	248	20	\$ 300.00
Hamilton Builders, Inc. (D&G Albanese Paving)	20	8	<u>150.00</u>
Total			<u><u>\$ 450.00</u></u>

**TOWNSHIP OF HADDON  
TRUST FUND - ANIMAL CONTROL FUND  
SCHEDULE OF RESERVE FOR ANIMAL CONTROL FUND EXPENDITURES  
FOR THE YEAR ENDED DECEMBER 31, 2019**

Balance December 31, 2018	\$	-
Increased by:		
Receipts:		
Dog License Fees	\$	5,432.40
Cat License Fees		1,027.20
Late Fees & Duplicate Tag Fees		130.00
		<u>6,589.60</u>
Subtotal		6,589.60
Decreased by:		
Disbursements - Expenditures Under R.S. 4:19-15.11 Cash		<u>2,110.98</u>
Balance/(Deficit) December 31, 2019	<u>\$</u>	<u>4,478.62</u>

**LICENSE FEES COLLECTED**

YEAR	AMOUNT
2018	\$ 5,325.00
2017	<u>7,452.00</u>
Total	<u>\$ 12,777.00</u>

EXHIBIT B-4

**TOWNSHIP OF HADDON  
TRUST FUND - ANIMAL CONTROL FUND  
SCHEDULE OF DUE TO/FROM CURRENT FUND  
FOR THE YEAR ENDED DECEMBER 31, 2019**

Balance December 31, 2018	\$ 1,148.93
Increased by:	
Interest Earned on Investments & Deposits	<u>89.02</u>
Balance December 31, 2019	<u><u>\$ 1,237.95</u></u>

EXHIBIT B-5

**SCHEDULE OF DUE TO STATE OF NEW JERSEY  
FOR THE YEAR ENDED DECEMBER 31, 2019**

Balance December 31, 2018	\$ -
Increased by:	
Registration Fees Collected	<u>648.60</u>
Subtotal	648.60
Decreased by:	
Disbursements	<u>648.60</u>
Balance December 31, 2019	<u><u>\$ -</u></u>

**TOWNSHIP OF HADDON  
TRUST OTHER FUND  
SCHEDULE OF COMMUNITY DEVELOPMENT BLOCK GRANT RECEIVABLE  
FOR THE YEAR ENDED DECEMBER 31, 2019**

Balance, December 31, 2018	\$ 20,260.01
Increased by:	
Additional Funding Awarded	<u>32,500.00</u>
Subtotal	52,760.01
Decreased by:	
Cash Receipts	<u>28,726.47</u>
Balance, December 31, 2019	<u><u>\$ 24,033.54</u></u>

**TOWNSHIP OF HADDON  
TRUST OTHER FUND  
SCHEDULE OF PAYROLL DEDUCTIONS PAYABLE  
FOR THE YEAR ENDED DECEMBER 31, 2019**

Balance December 31, 2018	\$ 157,641.81
Increased by:	
Receipts	<u>7,469,774.55</u>
Subtotal	7,627,416.36
Decreased by:	
Disbursements	<u>7,449,808.11</u>
Balance December 31, 2019	<u><u>\$ 177,608.25</u></u>

## EXHIBIT B-8

**TOWNSHIP OF HADDON  
TRUST FUND OTHER FUND  
SCHEDULE OF DUE (TO)/FROM CURRENT FUND  
FOR THE YEAR ENDED DECEMBER 31, 2019**

Balance, December 31, 2018	\$ 5,922.66
Increased by:	
Payments made by Current Fund	<u>6,016.73</u>
Subtotal	11,939.39
Decreased by:	
Interest Earned	<u>21,149.68</u>
Balance, December 31, 2019	<u><u>\$ (9,210.29)</u></u>

## EXHIBIT B-9

**SCHEDULE OF DUE TO STATE OF NEW JERSEY - MARRIAGE & BURIAL LICENSE FEES  
FOR THE YEAR ENDED DECEMBER 31, 2019**

Balance, December 31, 2018	\$ 2,790.00
Increased by:	
Receipts	<u>1,675.00</u>
Subtotal	4,465.00
Decreased by:	
Disbursements	<u>1,500.00</u>
Balance, December 31, 2018	<u><u>\$ 2,965.00</u></u>
Marriage License	\$ 145.00
Burial License	<u>2,820.00</u>
Total	<u><u>\$ 2,965.00</u></u>

**TOWNSHIP OF HADDON  
TRUST OTHER FUND  
SCHEDULE OF VARIOUS OTHER RESERVES  
FOR THE YEAR ENDED DECEMBER 31, 2019**

	BALANCE DECEMBER 31, 2018	INCREASES	DECREASES	BALANCE DECEMBER 31, 2019
Reserve for:				
POAA	\$ 6,216.71	\$ 196.00	\$ -	\$ 6,412.71
Unemployment Compensation Insurance	114,470.08	10,879.12	23,362.71	101,986.49
Reserve for Recreation	1,826.91	21,528.00	20,134.00	3,220.91
Tax Title Liens & Premiums	633,190.04	1,128,886.70	1,096,223.76	665,852.98
Municipal Drug Alliance	360.11	1.77	-	361.88
Funds Held in Escrow	69,548.44	17,811.80	6,577.50	80,782.74
Employment of Off-Duty Police Officers - PSEG	602,146.57	203,911.78	244,130.82	561,927.53
Accumulated Leave Compensation	104,016.81	-	80,484.13	23,532.68
Donations - Civic Celebrations	36,138.03	45,308.00	40,213.06	41,232.97
Election Expense	3,158.44	1,500.00	1,300.00	3,358.44
Maintenance - West Bid Signs	4,000.00	-	-	4,000.00
Cell Tower Lease Deposits	4,400.00	-	-	4,400.00
Library	2,403.25	-	-	2,403.25
Public Defender	9,640.50	1,980.00	-	11,620.50
M.L.E.T.A.	800.00	-	-	800.00
Shade Tree Program	681.18	-	-	681.18
Developer Escrow - Lazcor	14,920.02	49.71	-	14,969.73
Fieldstone Haddontowne Escrow	67.05	1.19	-	68.24
Community Garden Donations	205.24	1,170.00	723.28	651.96
Environment Community Donations	17,003.27	2,607.52	371.20	19,239.59
McDonalds Inspection Escrow	1,314.31	9,000.00	8,900.00	1,414.31
Reserve for Community Development Block Grant	14,387.29	44,195.89	36,341.07	22,242.11
Reserve for Police Video Surcharge	1,074.00	468.00	-	1,542.00
Reserve for T-Mobile Inspection Escrow	3,000.00	-	632.50	2,367.50
Reserve for AT&T Escrow	4,500.00	-	-	4,500.00
Disposal of Forfeited Property	-	1,708.49	-	1,708.49
Reserve for Farmers Market Proceeds	-	12,325.00	11,738.10	586.90
Reserve for Briarwood Street Pipe - T-Mobile	-	6,000.00	1,507.50	4,492.50
TACO Performance Bond	12,398.50	-	-	12,398.50
Total	<u>\$ 1,661,866.75</u>	<u>\$ 1,509,528.97</u>	<u>\$ 1,572,639.63</u>	<u>\$ 1,598,756.09</u>

Cash Receipts	\$ 1,477,028.97
Grant Awards	<u>32,500.00</u>
Total Increases	<u>\$ 1,509,528.97</u>

<b>GENERAL CAPITAL FUND</b>
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**TOWNSHIP OF HADDON  
GENERAL CAPITAL FUND  
SCHEDULE OF GENERAL CAPITAL CASH - TREASURER  
FOR THE YEAR ENDED DECEMBER 31, 2019**

Balance, December 31, 2018			\$ 997,002.62
Increased by Receipts:			
Bond Anticipation Notes	\$ 9,440,485.00		
Premium on Bond Anticipation Notes	57,676.05		
Interest Due to Current Fund	8,956.46		
Reserve for DY DEE Development - Interest Earnings	281.04		
Capital Improvement Fund	85,000.00	9,592,398.55	
Subtotal			10,589,401.17
Decreased by Disbursements:			
Bond Anticipation Note Payable	7,542,985.00		
Improvement Authorizations	1,930,062.60	9,473,047.60	
Balance, December 31, 2019			<u><u>\$ 1,116,353.57</u></u>

**TOWNSHIP OF HADDON  
GENERAL CAPITAL FUND  
ANALYSIS OF GENERAL CAPITAL CASH  
FOR THE YEAR ENDED DECEMBER 31, 2019**

Fund Balance	\$ 87,747.71
Capital Improvement Fund	36,550.00
Due Trust Assessment Fund	450.00
Reserve for Encumbrances	693,650.25
Reserve for Flood Proceeds	25,868.72
Reserve for DY DEE Development	5,761.23
Due Current Fund	(256,166.19)

**Improvement Authorizations:****ORDINANCE**

NUMBER	DESCRIPTION	
911	Various Improvements	412.00
933-1065	Acquisition of MacArthur Tract	66,755.80
1103	Acquisition, Construction, Repair & Installation of Various Capital Improvements	14,843.97
1134	Acquisition, Construction, Repair & Installation of Various Capital Improvements	851.00
1161	Acquisition, Construction, Repair & Installation of Various Capital Improvements	(898.00)
1185	Acquisition, Construction, Repair & Installation of Various Capital Improvements	(20,103.00)
1220	Completion of Various Capital Improvements & Acquisition of Capital Equipment	71,740.44
1240	Acquisition, Construction, Repair & Installation of Various Capital Improvements	53,389.10
1265	Acquisition, Construction, Repair & Installation of Various Capital Improvements	84,896.16
1279	Acquisition, Construction, Repair & Installation of Various Capital Improvements	9,191.00
1298	Acquisition, Construction, Repair & Installation of Various Capital Improvements	(42,163.04)
1308	Acquisition of Various Capital Equipment Department of Public Safety	87.40
1309	Acquisition of Capital Equipment & Various Capital Improvements	77.00
1322	Acquisition of Capital Equipment & Various Capital Improvements	(26,032.33)
1328	Acquisition of Real Property in the Township	7,492.50
1334	Acquisition of Capital Equipment & Various Capital Improvements	29,066.82
1336	Acquisition of Various Equipment for Police Department	3.18
1355	Acquisition of Capital Equipment & Various Capital Improvements	13,211.80
1356	Acquisition of Various Equipment for Police Department	116,742.61
1369	Acquisition of Capital Equipment & Various Capital Improvements	56,328.09
1383	Refunding Ordinance	(16,140.84)
1384	Acquisition of Capital Equipment & Various Capital Improvements	247,739.56
1395	Acquisition of Capital Equipment & Various Capital Improvements	(144,999.37)
Total		<u>\$ 1,116,353.57</u>

**TOWNSHIP OF HADDON  
GENERAL CAPITAL FUND  
SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION - FUNDED  
FOR THE YEAR ENDED DECEMBER 31, 2019**

Balance, December 31, 2018			\$ 14,981,263.00
Decreased by:			
2019 Budget Appropriations:			
Serial Bonds Payable	\$	971,000.00	
Green Acres Loans		39,491.00	1,010,491.00
			<hr/>
Balance, December 31, 2019			<u><u>\$ 13,970,772.00</u></u>

**TOWNSHIP OF HADDON  
GENERAL CAPITAL FUND  
SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION - UNFUNDED  
FOR THE YEAR ENDED DECEMBER 31, 2019**

ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	BALANCE DECEMBER 31, 2018	2019 AUTHORIZATIONS	FUNDED	BALANCE DECEMBER 31, 2019	ANALYSIS OF BALANCE		
						BALANCE OUTSTANDING	UNEXPENDED BALANCE	EXPENDED BALANCE
1161	Acquisition, Construction, Repair & Installation of Various Capital Improvements	\$ 898.00	\$ -	\$ -	\$ 898.00	\$ -	\$ -	\$ 898.00
1185	Acquisition, Construction, Repair & Installation of Various Capital Improvements	38,765.00	-	-	38,765.00	-	18,662.00	20,103.00
1298	Acquisition of Capital Equipment & Various Capital Improvements	964,500.00	-	45,000.00	919,500.00	869,500.00	7,836.96	42,163.04
1308	Acquisition of Various Capital Equipment for the Department of Public Safety	155,500.00	-	25,000.00	130,500.00	130,500.00	-	-
1309	Acquisition of Capital Equipment & Various Capital Improvements	1,131,485.00	-	52,000.00	1,079,485.00	1,079,485.00	-	-
1321	Acquisition of Capital Equipment & Various Capital Improvements	158,350.00	-	25,000.00	133,350.00	133,350.00	-	-
1322	Acquisition of Capital Equipment & Various Capital Improvements	1,133,750.00	-	60,000.00	1,073,750.00	1,043,750.00	3,967.67	26,032.33
1328	Acquisition of Real Property in the Township	308,500.00	-	5,000.00	303,500.00	303,500.00	-	-
1334	Acquisition of Capital Equipment & Various Capital Improvements	1,293,750.00	-	60,000.00	1,233,750.00	1,233,150.00	600.00	-
1336	Acquisition of Various Capital Equipment for the Police Department	165,000.00	-	25,000.00	140,000.00	140,000.00	-	-
1345	Improvements to Real Property in the Township	237,500.00	-	8,500.00	229,000.00	229,000.00	-	-
1355	Acquisition of Capital Equipment & Various Capital Improvements	1,353,750.00	-	125,000.00	1,228,750.00	1,228,750.00	-	-
1356	Acquisition of Various Capital Equipment for the Police Department	190,000.00	-	38,000.00	152,000.00	152,000.00	-	-
1369	Acquisition of Capital Equipment & Various Capital Improvements	1,353,750.00	-	-	1,353,750.00	1,353,750.00	-	-
1383	Refunding Ordinance	480,000.00	-	-	480,000.00	-	463,859.16	16,140.84
1384	Acquisition of Capital Equipment & Various Capital Improvements	1,543,750.00	-	-	1,543,750.00	1,543,750.00	-	-
1395	Acquisition of Capital Equipment & Various Capital Improvements	-	1,353,750.00	-	1,353,750.00	-	1,208,750.63	144,999.37
Total		\$ 10,509,248.00	\$ 1,353,750.00	\$ 468,500.00	\$ 11,394,498.00	\$ 9,440,485.00	\$ 1,703,676.42	\$ 250,336.58

Payment by Budget Appropriation \$ 468,500.00

Total \$ 468,500.00

Improvement Authorizations Unfunded \$ 2,174,425.38

Less - Unexpended Proceeds of Bond Anticipation

Notes Issued:

Ordinance 1308	87.40
Ordinance 1309	77.00
Ordinance 1328	7,492.50
Ordinance 1334	29,066.82
Ordinance 1336	3.18
Ordinance 1355	13,211.80
Ordinance 1356	116,742.61
Ordinance 1369	56,328.09
Ordinance 1384	247,739.56
	<u>\$ 1,703,676.42</u>

## EXHIBIT C-6

**TOWNSHIP OF HADDON  
GENERAL CAPITAL FUND  
SCHEDULE OF RESERVE FOR DY-DEE DEVELOPMENT  
FOR THE YEAR ENDED DECEMBER 31, 2019**

Balance, December 31, 2018	\$ 5,480.19
Increased by:	
Interest Earnings	<u>281.04</u>
Balance, December 31, 2019	<u><u>\$ 5,761.23</u></u>

## EXHIBIT C-7

**SCHEDULE OF DUE FROM CURRENT FUND  
FOR THE YEAR ENDED DECEMBER 31, 2019**

Balance, December 31, 2018	\$ 265,122.65
Decreased by:	
Interest Due to Current	<u>8,956.46</u>
Balance, December 31, 2019	<u><u>\$ 256,166.19</u></u>

**TOWNSHIP OF HADDON  
GENERAL CAPITAL FUND  
SCHEDULE OF CAPITAL IMPROVEMENT FUND  
FOR THE YEAR ENDED DECEMBER 31, 2019**

Balance, December 31, 2018	\$ 22,800.00
Increased by:	
Budget Appropriation	<u>85,000.00</u>
Subtotal	107,800.00
Decreased by:	
Appropriation to Finance Improvement Authorizations	<u>71,250.00</u>
Balance, December 31, 2019	<u><u>\$ 36,550.00</u></u>

TOWNSHIP OF HADDON  
GENERAL CAPITAL FUND  
SCHEDULE OF IMPROVEMENT AUTHORIZATIONS  
FOR THE YEAR ENDED DECEMBER 31, 2019

ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	ORDINANCE AMOUNT		BALANCE December 31, 2018		2019 AUTHORIZATIONS	PRIOR YEAR ENCUMBRANCES RECLASSIFIED	EXPENDED	RESERVE FOR ENCUMBRANCES	BALANCE December 31, 2019	
		DATE		FUNDED	UNFUNDED					FUNDED	UNFUNDED
911	Various Improvements	5/7/1991	\$ 2,895,000.00	\$ 412.00	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 412.00	\$ -
933-1065	Acquisition of MacArthur Tract	4/21/1928	1,650,000.00	66,755.80	-	-	-	-	-	66,755.80	-
1103	Acquisition, Construction, Repair & Installation of Various Capital Improvements	5/18/2004	3,675,000.00	14,843.97	-	-	-	-	-	14,843.97	-
1104/1247	Acquisition, Construction, Repair & Installation of Various Capital Improvements to the DyDee	9/28/2004	8,000,000.00	-	-	-	3,775.00	-	3,775.00	-	-
1134	Wash Redevelopment Project	5/31/2005	1,400,000.00	851.00	-	-	-	-	-	851.00	-
1185	Installation of Various Capital Improvements	6/25/2007	1,550,000.00	-	18,662.00	-	10,118.62	-	10,118.62	-	18,662.00
1220	Installation of Various Capital Improvements	6/23/2009	2,400,000.00	81,747.97	-	-	473.17	9,290.70	1,190.00	71,740.44	-
1240	Completion of Various Capital Improvements and Acquisition of Capital Equipment	6/23/2010	2,211,000.00	70,123.60	-	-	141,012.43	48,656.40	109,090.53	53,389.10	-
1265	Acquisition, Construction, Repair & Installation of Various Capital Improvements	6/23/2010	1,625,000.00	86,462.00	-	-	70,860.58	1,565.84	70,860.58	84,896.16	-
1279	Acquisition, Construction, Repair & Installation of Various Capital Improvements	4/26/2011	1,365,000.00	9,191.00	-	-	42,500.00	42,500.00	-	9,191.00	-
1298	Acquisition of Various Capital Improvements	7/24/2012	1,054,500.00	-	11,593.06	-	50,500.00	54,256.10	-	-	7,836.96
1308	Acquisition of Various Capital Capital Equipment for the Department of Public Safety	7/23/2013	215,800.00	-	87.40	-	-	-	-	-	87.40
1309	Acquisition of Capital Equipment & Various Capital Improvements	7/23/2013	1,300,000.00	-	77.00	-	15,700.00	15,700.00	-	-	77.00
1322	Acquisition of Capital Equipment & Various Capital Improvements	8/26/2014	1,425,000.00	-	3,967.67	-	-	-	-	-	3,967.67
1328	Acquisition of Real Property in the Township	4/28/2015	330,000.00	-	7,492.50	-	-	-	-	-	7,492.50
1334	Acquisition of Capital Equipment & Various Capital Improvements	7/28/2015	1,425,000.00	-	81,307.44	-	32,542.45	80,588.47	3,594.60	-	29,666.82
1336	Acquisition of Various Capital Equipment for the Police Department	7/28/2015	200,000.00	-	3.18	-	1,781.46	1,781.46	-	-	3.18
1355	Acquisition of Capital Equipment & Various Capital Improvements	4/26/2016	1,425,000.00	-	130,575.51	-	32,550.48	128,093.28	21,820.91	-	13,211.80
1356	Acquisition of Various Capital Equipment for the Police Department	4/26/2016	200,000.00	-	131,271.64	-	10,759.86	25,288.89	-	-	116,742.61
1369	Acquisition of Capital Equipment & Various Capital Improvements	5/23/2017	1,425,000.00	-	228,817.40	-	387,657.28	424,295.31	135,851.28	-	56,328.09
1383	Refunding Ordinance	5/22/2018	480,000.00	-	463,859.16	-	-	-	-	-	463,859.16
1384	Acquisition of Capital Equipment & Various Capital Improvements	5/22/2018	1,625,000.00	-	852,755.23	-	614,129.84	907,343.28	311,802.23	-	247,739.56
1395	Acquisition of Capital Equipment & Various Capital Improvements	4/30/2019	1,425,000.00	-	-	1,425,000.00	-	190,702.87	25,546.50	-	1,208,750.63
Total				\$ 330,387.34	\$ 1,930,469.19	\$ 1,425,000.00	\$ 1,414,361.17	\$ 1,930,062.60	\$ 693,650.25	\$ 302,079.47	\$ 2,174,425.38

**TOWNSHIP OF HADDON  
GENERAL CAPITAL FUND  
SCHEDULE OF GREEN TRUST LOAN PROGRAM - CRYSTAL LAKE DEVELOPMENT  
FOR THE YEAR ENDED DECEMBER 31, 2019**

Balance, December 31, 2018	\$ 21,464.00
Decreased by:	
Payments	<u>5,206.00</u>
Balance, December 31, 2019	<u><u>\$ 16,258.00</u></u>

**SCHEDULE OF GREEN ACRES LOAN PAYABLE DECEMBER 31, 2019**

	PRINCIPAL	INTEREST	TOTAL
April 2020	\$ 2,643.00	\$ 162.56	\$ 2,805.56
October 2020	2,669.00	136.14	2,805.14
April 2021	2,696.00	109.45	2,805.45
October 2021	2,723.00	82.49	2,805.49
April 2022	2,750.00	55.27	2,805.27
October 2022	<u>2,777.00</u>	<u>27.77</u>	<u>2,804.77</u>
Total	<u><u>\$ 16,258.00</u></u>	<u><u>\$ 573.68</u></u>	<u><u>\$ 16,831.68</u></u>

**TOWNSHIP OF HADDON  
GENERAL CAPITAL FUND  
SCHEDULE OF GREEN TRUST LOAN PROGRAM - MAC ARTHUR TRACT ACQUISITION  
FOR THE YEAR ENDED DECEMBER 31, 2019**

Balance, December 31, 2018	\$ 159,799.00
Decreased by:	
Payments	<u>34,285.00</u>
Balance, December 31, 2019	<u><u>\$ 125,514.00</u></u>

**SCHEDULE OF GREEN ACRES LOAN PAYABLE DECEMBER 31, 2019**

	PRINCIPAL	INTEREST	TOTAL
January 2020	\$ 17,400.00	\$ 1,255.14	\$ 18,655.14
July 2020	17,574.00	1,081.14	18,655.14
January 2021	17,750.00	905.41	18,655.41
July 2021	17,927.00	727.91	18,654.91
January 2022	18,106.00	548.64	18,654.64
July 2022	18,287.00	367.58	18,654.58
January 2023	<u>18,470.00</u>	<u>184.70</u>	<u>18,654.70</u>
Total	<u><u>\$ 125,514.00</u></u>	<u><u>\$ 5,070.52</u></u>	<u><u>\$ 130,584.52</u></u>

**TOWNSHIP OF HADDON  
GENERAL CAPITAL FUND  
SCHEDULE OF GENERAL SERIAL BONDS  
FOR THE YEAR ENDED DECEMBER 31, 2019**

PURPOSE	DATE OF ISSUE	ORIGINAL ISSUE	MATURITIES OF BONDS		INTEREST RATE	BALANCE DECEMBER 31, 2018	ISSUED	PAID BY BUDGET APPROPRIATION	BALANCE DECEMBER 31, 2019
			OUTSTANDING						
			DATE	AMOUNT					
2013 General Bonds	8/15/2013	\$ 6,057,000.00	8/15/2020	\$ 305,000.00		\$ 4,802,000.00	\$ -	\$ 210,000.00	\$ 4,592,000.00
			8/15/2021	310,000.00					
			8/15/2022	320,000.00					
			8/15/2023	325,000.00					
			8/15/2024	335,000.00					
			8/15/2025	340,000.00					
			8/15/2026	350,000.00					
			8/15/2027	360,000.00					
			8/15/2028	370,000.00					
			8/15/2029	380,000.00					
			8/15/2030	390,000.00					
			8/15/2031	400,000.00					
8/15/2032	407,000.00								
2013 Refunding Bonds	8/15/2013	1,035,000.00	8/15/2020	110,000.00		335,000.00	-	115,000.00	220,000.00
			8/15/2021	110,000.00					
2014 Refunding Bonds	9/10/2014	3,705,000.00	11/15/2020	375,000.00		3,055,000.00	-	380,000.00	2,675,000.00
			11/15/2021	375,000.00					
			11/15/2022	370,000.00					
			11/15/2023	390,000.00					
			11/15/2024	390,000.00					
			11/15/2025	390,000.00					
			11/15/2026	385,000.00					

**TOWNSHIP OF HADDON  
GENERAL CAPITAL FUND  
SCHEDULE OF GENERAL SERIAL BONDS  
FOR THE YEAR ENDED DECEMBER 31, 2019**

PURPOSE	DATE OF ISSUE	ORIGINAL ISSUE	MATURITIES OF BONDS			BALANCE DECEMBER 31, 2018	ISSUED	PAID BY BUDGET APPROPRIATION	BALANCE DECEMBER 31, 2019
			OUTSTANDING		INTEREST RATE				
			December 31, 2019	AMOUNT					
			DATE						
2016 Taxable Bonds	4/20/2016	5,340,000.00	4/15/2020	130,000.00		5,080,000.00	-	130,000.00	4,950,000.00
			4/15/2021	130,000.00					
			4/15/2022	130,000.00					
			4/15/2023	130,000.00					
			4/15/2024	130,000.00					
			4/15/2025	130,000.00					
			4/15/2026	130,000.00					
			4/15/2027	135,000.00					
			4/15/2028	140,000.00					
			4/15/2029	145,000.00					
			4/15/2030	150,000.00					
			4/15/2031	160,000.00					
			4/15/2032	165,000.00					
			4/15/2033	170,000.00					
			4/15/2034	180,000.00					
			4/15/2035	185,000.00					
			4/15/2036	195,000.00					
			4/15/2037	205,000.00					
			4/15/2038	215,000.00					
			4/15/2039	225,000.00					
			4/15/2040	230,000.00					
			4/15/2041	245,000.00					
			4/15/2042	255,000.00					
			4/15/2043	260,000.00					
			4/15/2044	260,000.00					
			4/15/2045	260,000.00					
			4/15/2046	260,000.00					

TOWNSHIP OF HADDON  
GENERAL CAPITAL FUND  
SCHEDULE OF GENERAL SERIAL BONDS  
FOR THE YEAR ENDED DECEMBER 31, 2019

PURPOSE	DATE OF ISSUE	ORIGINAL ISSUE	MATURITIES OF BONDS OUTSTANDING		INTEREST RATE	BALANCE DECEMBER 31, 2018	ISSUED	PAID BY BUDGET APPROPRIATION	BALANCE DECEMBER 31, 2019
			DATE	AMOUNT					
2018 Refunding Bonds	8/30/2018	1,528,000.00	5/1/2020	137,000.00		1,528,000.00	-	136,000.00	1,392,000.00
			5/1/2021	147,000.00					
			5/1/2022	157,000.00					
			5/1/2023	157,000.00					
			5/1/2024	156,000.00					
			5/1/2025	157,000.00					
			5/1/2026	157,000.00					
			5/1/2027	157,000.00					
			5/1/2028	167,000.00					
Total						\$ 14,800,000.00	\$ -	\$ 971,000.00	\$ 13,829,000.00

TOWNSHIP OF HADDON  
GENERAL CAPITAL FUND  
SCHEDULE OF BOND ANTICIPATION NOTES  
FOR THE YEAR ENDED DECEMBER 31, 2019

ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	DATE OF ORIGINAL NOTE	DATE OF ISSUE	DATE OF MATURITY	INTEREST RATE	BALANCE DECEMBER 31, 2018	INCREASE	DECREASE	BALANCE DECEMBER 31, 2019
1298	Acquisition of Capital Equipment & Various Capital Improvements	11/13/2014	11/2/2018 10/31/2019	11/1/2019 10/29/2020	1.79% 2.00%	\$ 914,500.00	\$ 869,500.00	\$ 914,500.00	\$ 869,500.00
1308	Acquisition of Capital Equipment & Various Capital Improvements	11/13/2014	11/2/2018 10/31/2019	11/1/2019 10/29/2020	1.79% 2.00%	155,500.00	130,500.00	155,500.00	130,500.00
1309	Acquisition of Capital Equipment & Various Capital Improvements	11/13/2014	11/2/2018 10/31/2019	11/1/2019 10/29/2020	1.79% 2.00%	1,131,485.00	1,079,485.00	1,131,485.00	1,079,485.00
1321	Acquisition of Capital Equipment & Various Capital Improvements	11/10/2015	11/2/2018 10/31/2019	11/1/2019 10/29/2020	1.79% 2.00%	158,350.00	133,350.00	158,350.00	133,350.00
1322	Acquisition of Capital Equipment & Various Capital Improvements	11/10/2015	11/2/2018 10/31/2019	11/1/2019 10/29/2020	1.79% 2.00%	1,103,750.00	1,043,750.00	1,103,750.00	1,043,750.00
1328	Acquisition of Real Property in the Township	11/10/2015	11/2/2018 10/31/2019	11/1/2019 10/29/2020	1.79% 2.00%	308,500.00	303,500.00	308,500.00	303,500.00
1334	Acquisition of Capital Equipment & Various Capital Improvements	11/10/2015	11/2/2018 10/31/2019	11/1/2019 10/29/2020	1.79% 2.00%	1,293,150.00	1,233,150.00	1,293,150.00	1,233,150.00
1336	Acquisition of Various Equipment for Police department	11/10/2015	11/2/2018 10/31/2019	11/1/2019 10/29/2020	1.79% 2.00%	165,000.00	140,000.00	165,000.00	140,000.00
1345	Improvements to Real Property in the Township	11/08/2016	1/23/2018 1/23/2019	1/22/2019 1/22/2020	1.29% 2.69%	237,500.00	229,000.00	237,500.00	229,000.00
1355	Acquisition of Capital Equipment & Various Capital Improvements	11/08/2016	11/2/2018 10/31/2019	11/1/2019 10/29/2020	1.79% 2.00%	1,353,750.00	1,228,750.00	1,353,750.00	1,228,750.00
1356	Acquisition of Various Equipment for Police Department	11/08/2016	11/2/2018 10/31/2019	11/1/2019 10/29/2020	1.79% 2.00%	190,000.00	152,000.00	190,000.00	152,000.00
1369	Acquisition of Capital Equipment & Various Capital Improvements	11/2/2018	11/2/2018 10/31/2019	11/1/2019 10/29/2020	1.79% 2.00%	1,000,000.00	1,353,750.00	1,000,000.00	1,353,750.00
1384	Acquisition of Capital Equipment & Various Capital Improvements	11/1/2019	11/1/2019	10/29/2020	2.00%	-	1,543,750.00	-	1,543,750.00
Total						\$ 8,011,485.00	\$ 9,440,485.00	\$ 8,011,485.00	\$ 9,440,485.00

Paid by Budget Appropriations  
Renewal  
BAN's Issued

\$	\$
7,542,985.00	468,500.00
1,897,500.00	7,542,985.00
\$	\$
9,440,485.00	8,011,485.00

**TOWNSHIP OF HADDON  
GENERAL CAPITAL FUND  
SCHEDULE OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED  
FOR THE YEAR ENDED DECEMBER 31, 2019**

ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	BALANCE DECEMBER 31, 2018	2019 AUTHORIZATIONS	BOND ANTICIPATION NOTES ISSUED	FUNDED WITH CAPITAL SURPLUS	BALANCE DECEMBER 31, 2019
1161	Acquisition, Construction, Repair & Installation of Various Capital Improvements	\$ 898.00	\$ -	\$ -	-	\$ 898.00
1185	Acquisition, Construction, Repair & Installation of Various Capital Improvements	38,765.00	-	-	-	38,765.00
1298	Acquisition of Capital Equipment & Various Capital Improvements	50,000.00	-	-	-	50,000.00
1322	Acquisition of Capital Equipment & Various Capital Improvements	30,000.00	-	-	-	30,000.00
1334	Acquisition of Capital Equipment & Various Capital Improvements	600.00	-	-	-	600.00
1369	Acquisition of Capital Equipment & Various Capital Improvements	353,750.00	-	353,750.00	-	-
1383	Refunding Ordinance	480,000.00	-	-	-	480,000.00
1384	Acquisition of Capital Equipment & Various Capital Improvements	1,543,750.00	-	1,543,750.00	-	-
1395	Acquisition of Capital Equipment & Various Capital Improvements	-	1,353,750.00	-	-	1,353,750.00
Total		\$ 2,497,763.00	\$ 1,353,750.00	\$ 1,897,500.00	-	\$ 1,954,013.00

<b>WATER-SEWER UTILITY FUND</b>
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**TOWNSHIP OF HADDON  
WATER-SEWER UTILITY OPERATING FUND  
SCHEDULE OF CASH - TREASURER  
FOR THE YEAR ENDED DECEMBER 31, 2019**

	<u>OPERATING FUND</u>	<u>CAPITAL FUND</u>
Balance, December 31, 2018	\$ 309,233.08	\$ 1,101,103.48
Increased by Receipts:		
Collector	\$ 3,302,225.70	\$ -
Interest on Investments	7,258.69	20,293.71
Premium on Sale of Notes	-	38,450.71
Interfund Receipts - Current Fund	200,000.00	-
Interfund Receipts - Utility Operating	-	50,000.00
Bond Anticipation Notes Issued	-	6,547,000.00
	<u>3,509,484.39</u>	<u>6,655,744.42</u>
Subtotal	<u>3,509,484.39</u>	<u>6,655,744.42</u>
Total	<u>3,818,717.47</u>	<u>7,756,847.90</u>
Decreased by Disbursements:		
2019 Appropriations	3,019,653.75	-
2018 Appropriation Reserves	54,225.05	-
Accrued Interest	282,510.34	-
Bond Anticipation Notes Paid	-	3,597,000.00
Improvement Authorizations	-	806,093.97
	<u>3,356,389.14</u>	<u>4,403,093.97</u>
Total Disbursements	<u>3,356,389.14</u>	<u>4,403,093.97</u>
Balance, December 31, 2019	<u>\$ 462,328.33</u>	<u>\$ 3,353,753.93</u>

**TOWNSHIP OF HADDON  
WATER-SEWER UTILITY OPERATING FUND  
SCHEDULE OF CASH - COLLECTOR  
FOR THE YEAR ENDED DECEMBER 31, 2018**

Balance, December 31, 2018		\$	-
Increased by Receipts:			
Consumer Accounts Receivable:			
Water	\$ 1,948,255.63		
Sewer	1,254,278.52		
Privilege Fees	9,700.00		
Other Receipts	89,991.55		3,302,225.70
			<hr/>
Subtotal			3,302,225.70
Decreased by Disbursements:			
Payment to Treasurer			<hr/>
			3,302,225.70
Balance, December 31, 2019		\$	<hr/> <hr/> -

**TOWNSHIP OF HADDON  
WATER-SEWER UTILITY CAPITAL FUND  
ANALYSIS OF CASH - WATER-SEWER UTILITY CAPITAL FUND  
FOR THE YEAR ENDED DECEMBER 31, 2019**

Fund Balance	38,450.71
Capital Improvement Fund	\$ 12,427.00
Due Water/Sewer Operating Fund	22,563.17
Reserve for Encumbrances	910,643.72
NJEIT Loan Receivable	(278,697.00)

**IMPROVEMENT AUTHORIZATIONS:**

## ORDINANCE

NUMBER	DESCRIPTION	
1085	Various Improvements to the Water-Sewer Utility	600.00
1185	Various Improvements to the Water-Sewer Utility	7,551.00
1216	Rehabilitation & Reconstruction of Sewer Utility	(152,500.00)
1221	Various Improvements to the Water-Sewer Utility	11,003.89
1241	Various Improvements to the Water-Sewer Utility	13,774.70
1280	Various Improvements to the Water-Sewer Utility	57,066.50
1299	Various Improvements to the Water-Sewer Utility	3,082.58
1310	Various Improvements to the Water-Sewer Utility	4,941.68
1323	Various Improvements to the Water-Sewer Utility	122,971.99
1335	Various Improvements to the Water-Sewer Utility	103,679.15
1357	Various Improvements to the Water-Sewer Utility	59,766.69
1370	Various Improvements to the Water-Sewer Utility	500,550.65
1385	Various Improvements to the Water-Sewer Utility	965,877.50
1396	Various Improvements to the Water-Sewer Utility	950,000.00
	Total	<u>\$ 3,353,753.93</u>

## EXHIBIT D-7

**TOWNSHIP OF HADDON  
WATER-SEWER UTILITY OPERATING FUND  
SCHEDULE OF CONSUMER ACCOUNTS RECEIVABLE - WATER  
FOR THE YEAR ENDED DECEMBER 31, 2019**

Balance, December 31, 2018	\$ 4,217.02
Increased by:	
Water Rents Levied	<u>1,948,255.63</u>
Subtotal	1,952,472.65
Decreased by:	
Receipts - Collector	<u>1,948,255.63</u>
Balance, December 31, 2019	<u><u>\$ 4,217.02</u></u>

## EXHIBIT D-8

**SCHEDULE OF CONSUMER ACCOUNTS RECEIVABLE - SEWER  
FOR THE YEAR ENDED DECEMBER 31, 2019**

Balance, December 31, 2018	\$ 9,064.44
Increased by:	
Sewer Rents Levied	<u>1,254,278.52</u>
Subtotal	1,263,342.96
Decreased by:	
Receipts - Collector	<u>1,254,278.52</u>
Balance, December 31, 2019	<u><u>\$ 9,064.44</u></u>

EXHIBIT D-9

**TOWNSHIP OF HADDON  
WATER-SEWER UTILITY CAPITAL FUND  
SCHEDULE OF CAPITAL IMPROVEMENT FUND  
FOR THE YEAR ENDED DECEMBER 31, 2019**

Balance, December 31, 2019 and 2018

\$ 12,427.00

EXHIBIT D-10

**WATER-SEWER UTILITY OPERATING FUND  
SCHEDULE OF UTILITY LIENS  
FOR THE YEAR ENDED DECEMBER 31, 2019**

Balance, December 31, 2019 and 2018

\$ 1,235.00

**TOWNSHIP OF HADDON  
WATER-SEWER UTILITY CAPITAL FUND  
SCHEDULE OF FIXED CAPITAL - WATER  
FOR THE YEAR ENDED DECEMBER 31, 2019**

	BALANCE DECEMBER 31, 2019
Filter	\$ 49,959.00
Springs & Wells	563,598.00
Ozone Sterilization & Aeration Plant	15,463.00
Pumping Station Structure	75,334.00
Electric Power Pumping Equipment	12,444.00
Storage Reservoir, Tanks & Standpipes	103,723.00
Distribution Main & Accessories	480,969.00
Meters, Meter Boxes & Vaults	544,172.00
Fire Hydrants	12,265.00
General Equipment	153,552.00
Legal Expenditures During Construction	2,146.00
Pumping Station & Equipment	382,710.00
Water Plant Filter	23,494.00
Construction of Water Main in Main Street	6,460.00
Service Pipes & Stops	50,357.00
General & Mechanical Generator, General Building & Wash Water Tank	48,551.00
Electrical Generator Installation at Water Plant	32,273.00
Booster Pumping Station at Crystal Lake Avenue & Valley Drive	576,667.00
Elevated Water Storage Tank at Beechwood Avenue & Fist Street	851,042.00
Improvement to Water Supply & Distribution System	3,061,321.00
Refunding Issue	191,000.00
Improvement to Water Supply & Sewerage System	933,355.00
Reconstruction & Repair of Well No. 2	182,062.00
Replacement, Repairs & Improvements to Mains	209,476.00
Line Stop Machine	40,000.00
Vehicles	70,000.00
Land for Well No. 4	75,000.00
Dome Cover for Water Plant	12,700.00
Water Plant Improvements	152,200.00
Water Distribution System Improvements	242,605.00
Water Storage Improvements	191,675.00
Well Improvements	103,815.00
Water Supply Rehabilitation Improvements	258,867.00
	<hr/>
Total	<u><u>\$ 9,709,255.00</u></u>

**TOWNSHIP OF HADDON  
WATER-SEWER UTILITY CAPITAL FUND  
SCHEDULE OF FIXED CAPITAL - SEWER  
FOR THE YEAR ENDED DECEMBER 31, 2019**

	BALANCE DECEMBER 31, 2019
Sewer Mains & Services	\$ 416,012.00
Transportation Equipment	608.00
Bettlewood Disposal Plant	20,483.00
Westmont Sewerage Disposal Plant	160,302.00
General Improvements	42,038.00
Right-of-Way for Haddonleigh Truck Sewer	750.00
Cuthbert Boulevard Sewerage Disposal Plant	118,698.00
Improvements to Sewerage Disposal Plant & Sewerage Pumping Stations	116,704.00
Sanitary Sewerage Disposal & Collections System	1,566,581.00
Wells	3,380.00
Equipment	35,137.00
Tax Map	600.00
Calvert Avenue Pumping Station Improvement	855.00
Calvert Avenue Reconstruction of Sewerage Treatment Plant	875,113.00
Installation of Communitor	9,440.00
South Park Drive Pumping Station	33,379.00
West Albertson Avenue Pumping Station	163,010.00
Construction of Sanitary Sewers	110,734.00
Improvements to Pumping Stations & Sewer Plant	162,601.00
West Collingswood Heights Disposal Plant	90,140.00
Renovations to Coles Mill Road Sewerage Treatment Plant	25,000.00
Replacement to Sewer Lines	495,256.00
Improvement of the Sanitary Sewerage System	311,524.00
	<hr/>
Total	<u><u>\$ 4,758,345.00</u></u>

**TOWNSHIP OF HADDON  
WATER-SEWER UTILITY CAPITAL FUND  
SCHEDULE OF FIXED CAPITAL AUTHORIZED AND UNCOMPLETED  
FOR THE YEAR ENDED DECEMBER 31, 2019**

ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	ORDINANCE		BALANCE DECEMBER 31, 2018	2019 DEFERRED CHARGES TO FUTURE REVENUES	BALANCE DECEMBER 31, 2019
		DATE	AMOUNT			
1105	Various Improvements to the Water-Sewer Utility	5/18/2004	855,000.00	\$ 855,000.00	\$ -	\$ 855,000.00
1122	Various Improvements to the Water-Sewer Utility	3/22/2005	332,413.00	332,413.00	-	332,413.00
1135	Various Improvements to the Water-Sewer Utility	5/31/2005	1,045,000.00	1,100,000.00	-	1,100,000.00
1162	Various Improvements to the Water-Sewer Utility	5/23/2006	850,000.00	850,000.00	-	850,000.00
1185	Various Improvements to the Water-Sewer Utility	6/25/2007	770,000.00	770,000.00	-	770,000.00
1216	Rehabilitation & Reconstruction of Sewer	5/27/2008	6,540,000.00	6,540,000.00	-	6,540,000.00
1221	Various Improvements to the Water-Sewer Utility	5/27/2008	705,250.00	705,250.00	-	705,250.00
1241	Various Improvements to the Water-Sewer Utility	5/26/2009	845,000.00	845,000.00	-	845,000.00
1266	Various Improvements to the Water-Sewer Utility	6/23/2010	340,000.00	340,000.00	-	340,000.00
1280	Various Improvements to the Water-Sewer Utility	5/24/2011	590,000.00	590,000.00	-	590,000.00
1299	Various Improvements to the Water-Sewer Utility	7/24/2012	750,000.00	750,000.00	-	750,000.00
1310	Various Improvements to the Water-Sewer Utility	7/24/2013	750,000.00	750,000.00	-	750,000.00
1323	Various Improvements to the Water-Sewer Utility	8/26/2014	750,000.00	750,000.00	-	750,000.00
1335	Various Improvements to the Water-Sewer Utility	8/25/2015	750,000.00	750,000.00	-	750,000.00
1357	Various Improvements to the Water-Sewer Utility	4/26/2016	750,000.00	750,000.00	-	750,000.00
1370	Various Improvements to the Water-Sewer Utility	5/23/2017	1,000,000.00	1,000,000.00	-	1,000,000.00
1385	Various Improvements to the Water-Sewer Utility	5/22/2018	1,000,000.00	1,000,000.00	-	1,000,000.00
1396	Various Improvements to the Water-Sewer Utility	5/28/2019	1,000,000.00	-	1,000,000.00	1,000,000.00
Total				<u>\$ 18,677,663.00</u>	<u>\$ 1,000,000.00</u>	<u>\$ 19,677,663.00</u>

**TOWNSHIP OF HADDON  
WATER-SEWER UTILITY OPERATING FUND  
SCHEDULE OF 2018 APPROPRIATION RESERVES  
FOR THE YEAR ENDED DECEMBER 31, 2019**

	BALANCE DECEMBER 31, 2018		DISBURSED	BALANCE LAPSED
	ENCUMBERED	RESERVED		
Operating:				
Salaries and Wages	\$ -	\$ 64,785.30	\$ -	\$ 64,785.30
Other Expenses	15,238.41	46,893.99	54,225.05	7,907.35
Statutory Expenditures:				
Contribution to:				
Social Security System (O.A.S.I.)	-	15,371.27	-	15,371.27
State Disability Insurance	-	1,550.10	-	1,550.10
Total	<u>\$ 15,238.41</u>	<u>\$ 128,600.66</u>	<u>\$ 54,225.05</u>	<u>\$ 89,614.02</u>
			Cash Disbursements	\$ 54,225.05
			Accounts Payable	<u>-</u>
			Total	<u>\$ 54,225.05</u>

**SCHEDULE OF RESERVE FOR ENCUMBRANCES  
FOR THE YEAR ENDED DECEMBER 31, 2019**

Balance, December 31, 2018	\$ 15,238.41
Increased by:	
2019 Appropriations	<u>13,941.27</u>
Subtotal	29,179.68
Decreased by:	
Transferred to 2018 Appropriation Reserves	<u>15,238.41</u>
Balance, December 31, 2019	<u>\$ 13,941.27</u>

**SCHEDULE OF PROTESTED CHECKS RECEIVABLE  
FOR THE YEAR ENDED DECEMBER 31, 2019**

Balance, December 31, 2019 and 2018	<u>\$ 2,608.30</u>
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## EXHIBIT D-17

**TOWNSHIP OF HADDON  
WATER-SEWER UTILITY OPERATING FUND  
SCHEDULE OF ACCRUED INTEREST PAYABLE  
FOR THE YEAR ENDED DECEMBER 31, 2019**

Balance, December 31, 2018	\$ 78,399.57
Increased by:	
Budget Appropriation for Interest on Bonds	<u>287,621.86</u>
Subtotal	366,021.43
Decreased by:	
Cash Disbursements	<u>282,510.34</u>
Balance, December 31, 2019	<u><u>\$ 83,511.09</u></u>

## EXHIBIT D-18

**WATER-SEWER UTILITY CAPITAL FUND  
SCHEDULE OF DUE TO WATER-SEWER UTILITY OPERATING FUND  
FOR THE YEAR ENDED DECEMBER 31, 2019**

Balance, December 31, 2018	\$ 2,269.46
Increased by:	
Interest Earned on Investments & Deposits	<u>20,293.71</u>
Balance, December 31, 2019	<u><u>\$ 22,563.17</u></u>

## EXHIBIT D-19

**WATER-SEWER UTILITY CAPITAL FUND  
SCHEDULE OF CAPITAL FUND BALANCE  
FOR THE YEAR ENDED DECEMBER 31, 2019**

Balance, December 31, 2018	\$ -
Increased by:	
Improvement Authorizations - Funded	-
Premium on Notes Issued	<u>38,450.71</u>
	38,450.71
Decreased by:	
Anticipated Revenue in the Operating Budget	<u>-</u>
Balance, December 31, 2019	<u><u>\$ 38,450.71</u></u>

**TOWNSHIP OF HADDON  
WATER-SEWER UTILITY CAPITAL FUND  
SCHEDULE OF RESERVE FOR AMORTIZATION  
FOR THE YEAR ENDED DECEMBER 31, 2019**

Balance, December 31, 2018 \$ 19,479,536.18

Increased by:

Paid by Operating Fund:

Serial Bonds Payable	\$ 364,000.00	
Bond Anticipation Notes	55,500.00	
Environmental Infrastructure Loan	322,893.49	742,393.49
		742,393.49

Balance, December 31, 2019 \$ 20,221,929.67

**SCHEDULE OF DEFERRED RESERVE FOR AMORTIZATION  
FOR THE YEAR ENDED DECEMBER 31, 2019**

ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	DATE OF ORDINANCE	BALANCE DECEMBER 31, 2019
General Improvements:			
1135	Various Improvements to the Water-Sewer Utility	05/31/2005	\$ 55,000.00
1221	Various Improvements to the Water-Sewer Utility	5/27/2008	35,263.00
1335	Various Improvements to the Water-Sewer Utility	8/25/2015	37,500.00
1396	Various Improvements to the Water-Sewer Utility	5/28/2019	50,000.00
		Total	\$ 177,763.00

TOWNSHIP OF HADDON  
WATER-SEWER UTILITY CAPITAL FUND  
SCHEDULE OF IMPROVEMENT AUTHORIZATIONS  
FOR THE YEAR ENDED DECEMBER 31, 2019

ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	AUTHORIZED DATE	AMOUNT	BALANCE 12/31/2018		2019 AUTHORIZATIONS	PRIOR YEAR ENCUMBRANCES RECLASSIFIED	EXPENDED	RESERVE FOR ENCUMBRANCES	BALANCE 12/31/2019	
				FUNDED	UNFUNDED					FUNDED	UNFUNDED
1085	Various Improvements to the Water-Sewer Utility	6/18/2002									
1114		12/28/2004	\$ 850,000.00	\$ 600.00	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 600.00	\$ -
1185	Various Improvements to the Water-Sewer Utility	6/25/2007	770,000.00	7,551.00	-	-	-	-	-	7,551.00	-
1216	Rehabilitation & Reconstruction of Sewer Utility	5/27/2008	6,540,000.00	-	-	-	454,510.00	-	454,510.00	-	-
1221	Various Improvements to the Water-Sewer Utility	5/27/2008	705,250.00	11,003.89	-	-	27,242.00	-	27,242.00	11,003.89	-
1241	Various Improvements to the Water-Sewer Utility	5/26/09	845,000.00	17,654.70	487.00	-	38,300.00	3,880.00	38,300.00	13,774.70	487.00
1280	Various Improvements to the Water-Sewer Utility	5/24/11	590,000.00	57,066.50	-	-	-	-	-	57,066.50	-
1299	Various Improvements to the Water-Sewer Utility	7/24/12	750,000.00	-	6,000.02	-	5,959.26	3,225.00	5,652.70	-	3,081.58
1310	Various Improvements to the Water-Sewer Utility	7/24/13	750,000.00	-	6,235.04	-	1,115.99	-	2,409.35	-	4,941.68
1323	Various Improvements to the Water-Sewer Utility	8/26/14	750,000.00	-	157,827.90	-	131,431.98	88,795.63	77,492.26	-	122,971.99
1335	Various Improvements to the Water-Sewer Utility	8/25/15	750,000.00	-	123,869.80	-	43,372.14	53,046.33	10,516.46	-	103,679.15
1357	Various Improvements to the Water-Sewer Utility	8/25/15	750,000.00	-	269,699.70	-	259,397.13	358,572.69	110,757.45	-	59,766.69
1370	Various Improvements to the Water-Sewer Utility	5/23/17	1,000,000.00	-	913,765.97	-	-	240,130.92	173,084.40	-	500,550.65
1385	Various Improvements to the Water-Sewer Utility	5/22/2018	1,000,000.00	-	985,000.00	-	-	10,672.50	8,450.00	-	965,877.50
1396	Various Improvements to the Water-Sewer Utility	5/28/2019	1,000,000.00	-	-	1,000,000.00	-	47,770.90	2,229.10	-	950,000.00
Total				\$ 93,876.09	\$ 2,462,885.43	\$ 1,000,000.00	\$ 961,328.50	\$ 806,093.97	\$ 910,643.72	\$ 89,996.09	\$ 2,711,356.24

**TOWNSHIP OF HADDON**  
**WATER-SEWER UTILITY CAPITAL FUND**  
**SCHEDULE OF WATER-SEWER SERIAL BONDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2019**

PURPOSE	DATE OF ISSUE	ORIGINAL ISSUE	MATURITIES OF BONDS		INTEREST RATE	BALANCE DECEMBER 31, 2018	ISSUED IN 2019	PAID BY BUDGET APPROPRIATION	BALANCE DECEMBER 31, 2019
			OUTSTANDING 12/31/2019	DATE					
2013 General Bonds	8/15/2013	\$ 2,075,000.00		8/15/2020	2.00%	\$ 1,650,000.00	\$ -	\$ 75,000.00	\$ 1,575,000.00
				8/15/2021	2.00%				
				8/15/2022	2.00%				
				8/15/2023	2.00%				
				8/15/2024	2.00%				
				8/15/2025	2.13%				
				8/15/2026	2.25%				
				8/15/2027	2.35%				
				8/15/2028	2.45%				
				8/15/2029	2.50%				
				8/15/2030	2.60%				
				8/15/2031	2.65%				
	8/15/2032	2.75%							
2013 Refunding Bonds	8/15/2013	260,000.00		8/15/2020	2.00%	85,000.00	-	30,000.00	55,000.00
				8/15/2021	2.00%				
2014 Refunding Bonds	9/10/2014	3,705,000.00		11/15/2020	3.00%	1,495,000.00	-	175,000.00	1,320,000.00
				11/15/2021	3.00%				
				11/15/2022	4.00%				
				11/15/2023	4.00%				
				11/15/2024	4.00%				
				11/15/2025	4.00%				
	11/15/2026	4.00%							
2018 Refunding Bonds	8/30/2018	947,000.00		5/1/2020	3.00%	947,000.00	-	84,000.00	863,000.00
				5/1/2021	4.00%				
				5/1/2022	4.00%				
				5/1/2023	4.00%				
				5/1/2024	4.00%				
				5/1/2025	4.00%				
				5/1/2026	4.00%				
				5/1/2027	4.00%				
				5/1/2028	4.00%				
Total						\$ 4,177,000.00	\$ -	\$ 364,000.00	\$ 3,813,000.00

TOWNSHIP OF HADDON  
WATER-SEWER UTILITY CAPITAL FUND  
SCHEDULE OF NEW JERSEY ENVIRONMENTAL INFRASTRUCTURE TRUST LOAN  
FOR THE YEAR ENDED DECEMBER 31, 2019

IMPROVEMENT DESCRIPTION	DATE OF ISSUE	ORIGINAL ISSUE	MATURITIES OF BONDS OUTSTANDING		INTEREST RATE	BALANCE DECEMBER 31, 2018	PAID BY BUDGET APPROPRIATION	BALANCE DECEMBER 31, 2019
			DATE	AMOUNT				
Reconstruction & Rehabilitation of Various Sewers	11/9/2008	\$ 3,200,000.00	8/1/2020	\$ 170,000.00	4.42%	\$ 2,055,000.00	\$ 160,000.00	\$ 1,895,000.00
			8/1/2021	180,000.00	4.51%			
			8/1/2022	190,000.00	4.60%			
			8/1/2023	200,000.00	4.66%			
			8/1/2024	210,000.00	4.80%			
			8/1/2025	220,000.00	4.85%			
			8/1/2026	230,000.00	4.89%			
			8/1/2027	240,000.00	4.92%			
			8/1/2028	255,000.00	4.95%			
Reconstruction & Rehabilitation of Various Sewers	11/9/2008	3,200,000.00	9/1/2019-28 & 3/1/2019-28	Various Various	NONE NONE	1,500,477.82	162,893.49	1,337,584.33
						\$ 3,555,477.82	\$ 322,893.49	\$ 3,232,584.33

Principal payments are due on September 1st and March 1st through 2028. An amortization schedule is on file with the CFO.

TOWNSHIP OF HADDON  
WATER-SEWER UTILITY CAPITAL FUND  
SCHEDULE OF BOND ANTICIPATION NOTES  
FOR THE YEAR ENDED DECEMBER 31, 2019

ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	DATE OF ORIGINAL NOTE	DATE OF ISSUE	DATE OF MATURITY	INTEREST RATE	BALANCE DECEMBER 31, 2018	INCREASE	DECREASE	BALANCE DECEMBER 31, 2019
1299	Various Improvements to the Water-Sewer Utility	11/13/2014	11/2/2018 10/31/2019	11/1/2019 10/29/2020	1.790% 2.000%	\$ 725,400.00 -	- 713,400.00	\$ 725,400.00 -	\$ - 713,400.00
1310	Various Improvements to the Water-Sewer Utility	11/13/2014	11/2/2018 10/31/2019	11/1/2019 10/29/2020	1.790% 2.000%	724,600.00 -	- 711,600.00	724,600.00 -	- 711,600.00
1323	Various Improvements to the Water-Sewer Utility	11/10/2015	11/2/2018 10/31/2019	11/1/2019 10/29/2020	1.790% 2.000%	740,000.00 -	- 724,500.00	740,000.00 -	- 724,500.00
1335	Various Improvements to the Water-Sewer Utility	11/08/2016	11/2/2018 10/31/2019	11/1/2019 10/29/2020	1.790% 2.000%	712,500.00 -	- 697,500.00	712,500.00 -	- 697,500.00
1357	Various Improvements to the Water-Sewer Utility	11/2/2018	11/2/2018 10/31/2019	11/1/2019 10/29/2020	1.790% 2.000%	750,000.00 -	- 750,000.00	750,000.00 -	- 750,000.00
1370	Various Improvements to the Water-Sewer Utility	10/31/2019	10/31/2019	10/29/2020	2.000%	-	1,000,000.00	-	1,000,000.00
1385	Various Improvements to the Water-Sewer Utility	10/31/2019	10/31/2019	10/29/2020	2.000%	-	1,000,000.00	-	1,000,000.00
1396	Various Improvements to the Water-Sewer Utility	10/31/2019	10/31/2019	10/29/2020	2.000%	-	950,000.00	-	950,000.00
						\$ 3,652,500.00	\$ 6,547,000.00	\$ 3,652,500.00	\$ 6,547,000.00
						Paid by Utility Operating Fund			
						\$ -			
						New BAN's Issued			
						2,950,000.00			
						BAN Rollover			
						3,597,000.00			
						\$ 3,597,000.00			
						\$ 3,652,500.00			

**TOWNSHIP OF HADDON  
WATER-SEWER UTILITY CAPITAL FUND  
STATEMENT OF BONDS & NOTES AUTHORIZED BUT NOT ISSUED  
FOR THE YEAR ENDED DECEMBER 31, 2019**

ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	BALANCE DECEMBER 31, 2018	AUTHORIZED	BOND ANTICIPATION NOTES ISSUED	BALANCE DECEMBER 31, 2019
1216	Rehabilitation & Reconstruction of Sewer	\$ 152,500.00	\$ -	\$ -	\$ 152,500.00
1241	Various Improvements to the Water-Sewer Utility	487.00	-	-	487.00
1370	Various Improvements to the Water-Sewer Utility	1,000,000.00	-	1,000,000.00	-
1385	Various Improvements to the Water-Sewer Utility	1,000,000.00	-	1,000,000.00	-
1396	Various Improvements to the Water-Sewer Utility	-	950,000.00	950,000.00	-
		<u>\$ 2,152,987.00</u>	<u>\$ 950,000.00</u>	<u>\$ 2,950,000.00</u>	<u>\$ 152,987.00</u>

**TOWNSHIP OF HADDON**

**PART II**

**SCHEDULE OF FINANCIAL STATEMENT FINDINGS -  
GOVERNMENT AUDITING STANDARDS**

**FOR THE YEAR ENDED DECEMBER 31, 2019**

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**TOWNSHIP OF HADDON  
SCHEDULE OF FINANCIAL STATEMENT FINDINGS  
FOR THE YEAR ENDED DECEMBER 31, 2019**

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

None.

**TOWNSHIP OF HADDON  
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS  
AND QUESTIONED COSTS AS PREPARED BY MANAGEMENT  
FOR THE YEAR ENDED DECEMBER 31, 2019**

This section identifies the status of prior year findings related to the financial statements, federal awards and state financial assistance that are required to be reported in accordance with *Government Auditing Standards*, Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), and New Jersey OMB's Circular 15-08.

No prior year findings.

**FEDERAL AWARDS**

N/A – No Federal Single Audit in prior year.

**STATE FINANCIAL ASSISTANCE**

N/A – No State Single Audit in prior year.

**TOWNSHIP OF HADDON**

**PART III**

**LETTER OF COMMENTS AND RECOMMENDATIONS – REGULATORY BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2019**

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## OFFICIALS IN OFFICE AND SURETY BONDS

The following officials were in office at December 31, 2019:

<u>Name</u>	<u>Title</u>	
Randall W. Teague	Mayor	
James Mulroy	Commissioner	
Ryan Linhart	Commissioner	
Jack Bruno	Chief Financial Officer	(1)
Jenai Johnson	Municipal Clerk	(1)
Dawn Pennock	Treasurer	(1)
Margaret King	Tax Collector	(1)
Laura Donohue	Court Administrator	(1)
Robert Gleaner	Magistrate	(1)
Stuart A. Platt, Esq.	Solicitor	
Gregory Fusco	Engineer	

(1) There were Employee's Blanket Performance Bonds in the amount of \$1,000,000 for the Township employees and court personnel carried by the Camden County Joint Insurance Fund.

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