

TOWNSHIP OF CHESTERFIELD

COUNTY OF BURLINGTON

REPORT OF AUDIT

FOR THE YEAR ENDED

DECEMBER 31, 2020



TOWNSHIP OF CHESTERFIELD**TABLE OF CONTENTS**

<u>Exhibit No.</u>		<u>Page No.</u>
	<u>PART I</u>	
	Independent Auditor's Report	2
	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	5
	<u>CURRENT FUND</u>	
A	Statements of Assets, Liabilities, Reserves and Fund Balance-- Regulatory Basis	7
A-1	Statements of Operations and Changes in Fund Balance--Regulatory Basis	9
A-2	Statement of Revenues--Regulatory Basis	10
A-3	Statement of Expenditures--Regulatory Basis	12
	<u>TRUST FUNDS</u>	
B	Statements of Assets, Liabilities, and Reserves--Regulatory Basis	16
	<u>GENERAL CAPITAL FUND</u>	
C	Statements of Assets, Liabilities, Reserves and Fund Balance-- Regulatory Basis	17
	<u>SEWER UTILITY FUNDS</u>	
D	Statements of Assets, Liabilities, Reserves and Fund Balance-- Regulatory Basis	18
D-1	Sewer Utility Operating Fund - Statements of Operations and Changes in Fund Balance--Regulatory Basis	19
D-2	Sewer Utility Operating Fund-Statement of Revenues--Regulatory Basis	20
D-3	Sewer Utility Operating Fund-Statement of Expenditures--Regulatory Basis	21
	<u>GENERAL FIXED ASSET ACCOUNT GROUP</u>	
E	Statement of General Fixed Asset Group of Accounts--Regulatory Basis	22
	Notes to Financial Statements	23

TOWNSHIP OF CHESTERFIELD**TABLE OF CONTENTS (CONT'D)**

<u>Exhibit No.</u>		<u>Page No.</u>
<u>SUPPLEMENTAL EXHIBITS</u>		
<u>CURRENT FUND</u>		
SA-1	Statement of Current Cash per N.J.S.40A:5-5--Chief Financial Officer	62
SA-2	Statement of Current Cash per N.J.S.40A:5-5--Collector	63
SA-3	Statement of Change Funds	63
SA-4	Statement of Petty Cash Fund	63
SA-5	Statement of Taxes Receivable and Analysis of Property Tax Levy	64
SA-6	Statement of Prepaid Taxes	65
SA-7	Statement of Revenue Accounts Receivable	66
SA-8	Statement of Reserve for Sale of Municipal Assets	67
SA-9	Statement of Tax Overpayments	67
SA-10	Statement of Due State of New Jersey Veterans' and Senior Citizens' Deductions	68
SA-11	Statement of 2019 Appropriation Reserves and Encumbrances	69
SA-12	Statement of Accounts Payable	71
SA-13	Statement of Regional High School Tax	71
SA-14	Statement of County Taxes Payable	72
SA-15	Statement of Due County for Added and Omitted Taxes	72
SA-16	Statement of Local School District Tax	73
SA-17	Statement of Fire District Tax	73
SA-18	Statement of Reserve for Pipeline Community Impacts	74
SA-19	Statement of Due State of New Jersey--Marriage Licenses	75
SA-20	Statement of Due State of New Jersey--DCA Fees	75
SA-21	Federal, State And Local Grant Fund-Statement of Federal, State And Local Grants Receivable	76
SA-22	Federal, State And Local Grant Fund-Statement of Reserve for Federal, State And Local Grants – Unappropriated	77
SA-23	Federal, State And Local Grant Fund-Statement of Reserve for Federal, State And Local Grants – Appropriated	78
SA-24	Federal, State And Local Grant Fund-Statement of Due Current Fund	80
<u>TRUST FUNDS</u>		
SB-1	Statement of Trust Cash per N.J.S.40A:5-5--Chief Financial Officer	82
SB-2	Animal Control Trust Fund-Statement of Reserve for Animal Control Fund Expenditures	84
SB-3	Animal Control Trust Fund-Statement of Due to State of New Jersey	84
SB-4	Animal Control Trust Fund-Statement of Due Current Fund	85
SB-5	Trust Other Fund - Statement of Trust Other Reserves	86
<u>GENERAL CAPITAL FUND</u>		
SC-1	Statement of General Capital Cash per N.J.S.40A:5-5--Chief Financial Officer	88
SC-2	Analysis of General Capital Cash	89
SC-3	Statement of Deferred Charges to Future Taxation--Funded	91
SC-4	Schedule of Deferred Charges to Future Taxation--Unfunded	92
SC-5	Statement of Improvement Authorizations	93

TOWNSHIP OF CHESTERFIELD

TABLE OF CONTENTS (CONT'D)

Exhibit No.

Page No.

SUPPLEMENTAL EXHIBITS

GENERAL CAPITAL FUND (cont'd)

SC-6	Statement of Due Current Fund	94
SC-7	Statement of Reserve for Encumbrances	94
SC-8	Statement of Due from County - Open Space Funds	95
SC-9	Statement of Capital Improvement Fund	95
SC-10	Statement of Reserve for Recreation Improvements	96
SC-11	Statement of Reserve for Open Space	97
SC-12	Statement of Reserve for Payment of Debt	97
SC-13	Statement of General Serial Bonds	98
SC-14	Schedule of Bonds and Notes Authorized But Not Issued	100

SEWER UTILITY FUND

SD-1	Statement of Sewer Utility Cash Per N.J.S. 40A:5-5--Chief Financial Officer	102
SD-2	Sewer Utility Operating Fund-Statement of Sewer Utility Cash Per N.J.S. 40A:5-5--Collector	103
SD-3	Sewer Utility Capital Fund-Analysis of Sewer Capital Cash	104
SD-4	Sewer Utility Operating Fund-Statement of Sewer Rents Receivable	105
SD-5	Sewer Utility Operating Fund-Statement of Sewer Overpayments	105
SD-6	Sewer Utility Capital Fund-Statement of Fixed Capital	106
SD-7	Sewer Utility Capital Fund-Statement of Fixed Capital Authorized and Uncompleted	107
SD-8	Sewer Utility Operating Fund-Statement of Due Sewer Utility Capital Fund	108
SD-9	Sewer Utility Capital Fund-Statement of Capital Improvement Fund	108
SD-10	Sewer Utility Capital Fund-Statement of Reserve for Amortization	108
SD-11	Sewer Utility Operating Fund-Statement of 2019 Appropriations Reserves and Encumbrances	109
SD-12	Sewer Utility Operating Fund-Statement of Accrued Interest on Bonds, Notes and Loans	110
SD-13	Sewer Utility Capital Fund-Statement of Deferred Reserve for Amortization	111
SD-14	Sewer Utility Capital Fund-Statement of Improvement Authorizations	112
SD-15	Sewer Utility Capital Fund-Statement of New Jersey Environmental Infrastructure Trust Loan Payable	113
SD-16	Sewer Utility Capital Fund-Schedule of Bonds and Notes Authorized But Not Issued	114

PART II

SCHEDULE OF FINDINGS & RECOMMENDATIONS

Schedule of Findings and Recommendations	116
Summary Schedule of Prior Year Audit Findings and Recommendations as Prepared by Management	117
OFFICIALS IN OFFICE AND SURETY BONDS	118
APPRECIATION	119

TOWNSHIP OF CHESTERFIELD

PART I

REPORT OF AUDIT OF FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2020

INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and
Members of the Township Committee
Township of Chesterfield
Chesterfield, New Jersey 08515

Report on the Financial Statements

We have audited the accompanying statements of assets, liabilities, reserves and fund balance - regulatory basis of the various funds of the Township of Chesterfield, in the County of Burlington, State of New Jersey, as of December 31, 2020 and 2019, and the related statements of operations and changes in fund balance - regulatory basis for the years then ended, and the related statement of revenues - regulatory basis, statement of expenditures - regulatory basis, and statement of general fixed asset group of accounts - regulatory basis for the year ended December 31, 2020, and the related notes to the financial statements, which collectively comprise the Township's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the financial reporting provisions of the Division of Local Government Services, Department of Community Affairs, State of New Jersey; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

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

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

Opinions

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

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

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

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

In our opinion, because of the significance of the matter discussed in the “*Basis for Adverse Opinion on Accounting Principles Generally Accepted in the United States of America*” paragraph, the financial statements referred to above do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the Township of Chesterfield, in the County of Burlington, State of New Jersey, as of December 31, 2020 and 2019, or the results of its operations and changes in fund balance for the years then ended.

Opinion on Regulatory Basis of Accounting

In our opinion, the financial statements referred to previously present fairly, in all material respects, the assets, liabilities, reserves and fund balance - regulatory basis of the various funds of the Township of Chesterfield, in the County of Burlington, State of New Jersey, as of December 31, 2020 and 2019, and the results of its operations and changes in fund balance - regulatory basis of such funds for the years then ended, and the revenues - regulatory basis and expenditures - regulatory basis of the various funds, and general fixed asset group of accounts - regulatory basis, for the year ended December 31, 2020, 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

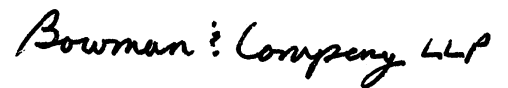
Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Township’s basic financial statements. The supplemental statements and schedules presented for the various funds, as listed in the table of contents, are presented for purposes of additional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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 14, 2021 on our consideration of the Township of Chesterfield, in the County of Burlington, State of New Jersey, internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Township of Chesterfield's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Township of Chesterfield's internal control over financial reporting and compliance.

Respectfully submitted,



BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants



Robert S. Marrone
Certified Public Accountant
Registered Municipal Accountant

Voorhees, New Jersey
June 14, 2021

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

INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and
Members of the Township Committee
Township of Chesterfield
Chesterfield, New Jersey 08515

We have audited, in accordance with the auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States; and the audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, the financial statements prepared on a regulatory basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, of the Township of Chesterfield, in the County of Burlington, State of New Jersey, as of and for the year ended December 31, 2020, and the related notes to the financial statements, which collectively comprise the Township's basic financial statements, and have issued our report thereon dated June 14, 2021. That report indicated that the Township of Chesterfield's financial statements were not prepared in accordance with accounting principles generally accepted in the United States of America, but were prepared on a regulatory basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Township of Chesterfield's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Township of Chesterfield's internal control. Accordingly, we do not express an opinion on the effectiveness of the Township of Chesterfield'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 deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

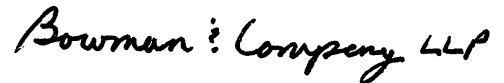
Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Township of Chesterfield'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 financial statements. 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 entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* and audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey in considering the Township's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Respectfully submitted,



BOWMAN & COMPANY LLP
Certified Public Accountants

& Consultants



Robert S. Marrone
Certified Public Accountant
Registered Municipal Accountant

Voorhees, New Jersey
June 14, 2021

TOWNSHIP OF CHESTERFIELD
CURRENT FUND
 Statements of Assets, Liabilities, Reserves and Fund Balance - Regulatory Basis
 As of December 31, 2020 and 2019

<u>ASSETS</u>	<u>Ref.</u>	<u>2020</u>	<u>2019</u>
Regular Fund:			
Cash	SA-1	\$ 8,687,140.41	\$ 7,107,202.48
Cash - Change Fund	SA-3	350.00	300.00
		<u>8,687,490.41</u>	<u>7,107,502.48</u>
Receivables with Full Reserves:			
Delinquent Property Taxes Receivable	SA-5	202,280.60	256,728.36
Property Acquired for Taxes - Assessed Valuation	A	53,000.00	53,000.00
Revenue Accounts Receivable	SA-7	68,547.49	76,709.29
Due Federal and State Grant Fund	SA-24		196,988.44
Due Trust Other Funds	B	25,108.14	27,309.65
		<u>348,936.23</u>	<u>610,735.74</u>
		<u>9,036,426.64</u>	<u>7,718,238.22</u>
Federal, State and Local Grant Fund:			
Federal, State and Local Grant Funds Receivable	SA-21	838,244.18	724,193.04
Due Current Fund	SA-24	196,584.28	
Due Trust Other Fund	B	3,026.00	3,026.00
		<u>1,037,854.46</u>	<u>727,219.04</u>
		<u>\$ 10,074,281.10</u>	<u>\$ 8,445,457.26</u>

(Continued)

TOWNSHIP OF CHESTERFIELD
CURRENT FUND
 Statements of Assets, Liabilities, Reserves and Fund Balance - Regulatory Basis
 As of December 31, 2020 and 2019

<u>LIABILITIES, RESERVES AND FUND BALANCE</u>	<u>Ref.</u>	<u>2020</u>	<u>2019</u>
Regular Fund:			
Liabilities:			
Appropriation Reserves	A-3; SA-11	\$ 765,066.55	\$ 586,769.84
Reserve for Encumbrances	A-3; SA-11	106,087.95	150,522.20
Accounts Payable	SA-12	10,227.91	19,543.25
Due County for Added/Omitted Taxes	SA-15	37,024.52	58,942.38
Prepaid Taxes	SA-6	291,151.65	185,878.32
Tax Overpayments	SA-9		9,016.64
Local School District School Tax Payable	SA-16	192,995.50	92,717.50
Regional District High School Tax Payable	SA-13	525,616.55	284,491.27
Due State of New Jersey - Marriage License Fees	SA-19	150.00	100.00
Due State of New Jersey - DCA Fees	SA-20	3,038.00	4,112.00
Due State of New Jersey - Veterans' and Senior Citizens' Deductions	SA-10	5,326.42	4,826.42
Reserve for Sale of Municipal Assets	SA-8	660,000.00	710,000.00
Reserve for Recreation Building Deposit	A	325.00	325.00
Reserve for Tax Appeals	A	80,732.00	80,732.00
Reserve for Pipeline Community Impacts	SA-18	1,035,720.00	517,860.00
Due Animal Control Trust Fund	B	28.78	28.78
Due Federal and State Grant Fund	SA-24	196,584.28	
Due General Capital Fund	C	538,222.81	239,393.45
		<u>4,448,297.92</u>	<u>2,945,259.05</u>
Reserves for Receivables	A	348,936.23	610,735.74
Fund Balance	A-1	<u>4,239,192.49</u>	<u>4,162,243.43</u>
		<u>9,036,426.64</u>	<u>7,718,238.22</u>
Federal, State and Local Grant Fund:			
Due Current Fund	SA-24		196,988.44
Reserve for Encumbrances	SA-23	611,779.03	26,582.17
Appropriated Reserves	SA-23	424,736.08	502,238.86
Unappropriated Reserves	SA-22	1,339.35	1,409.57
		<u>1,037,854.46</u>	<u>727,219.04</u>
		<u>\$ 10,074,281.10</u>	<u>\$ 8,445,457.26</u>

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

TOWNSHIP OF CHESTERFIELD
CURRENT FUND

Statements of Operations and Changes in Fund Balance - Regulatory Basis
For the Years Ended December 31, 2020 and 2019

	<u>2020</u>	<u>2019</u>
<u>Revenue and Other Income Realized</u>		
Fund Balance Utilized	\$ 1,416,000.00	\$ 1,312,000.00
Miscellaneous Revenues Anticipated	1,550,402.85	1,433,062.73
Receipts from Delinquent Taxes and Tax Title Liens	256,651.11	341,553.22
Receipts from Current Taxes	25,166,959.93	24,371,645.08
Non-Budget Revenue	204,125.86	821,263.34
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	533,301.65	536,530.45
Liquidation of Reserves for:		
Due from Grant Fund	196,988.44	
Due from Trust Other Fund	2,201.51	
Grants Appropriated Canceled	23,491.78	
Refund of Prior Year Expenditure - Change Fund Established	50.00	
Accounts Payable Canceled	2,445.34	
	<hr/>	<hr/>
Total Income	29,352,618.47	28,816,054.82
<u>Expenditures</u>		
Budget Appropriations:		
Within "CAPS":		
Operations:		
Salaries and Wages	1,398,038.00	1,180,510.00
Other Expenses	1,654,338.00	1,690,288.00
Deferred Charges and Statutory Expenditures	452,951.43	443,509.48
Excluded from "CAPS":		
Operations:		
Salaries and Wages	485,163.00	643,690.00
Other Expenses	913,754.58	579,457.22
Capital Improvements--Excluded from "CAPS"	25,000.00	25,000.00
Municipal Debt Service--Excluded from "CAPS"	534,387.50	534,431.25
County Taxes	3,384,674.77	3,323,826.76
Due County for Added and Omitted Taxes	37,024.52	58,942.38
Local District School Tax	11,785,125.00	11,584,567.00
Regional High School Tax	6,200,567.00	5,661,494.00
Fire District Taxes	982,021.00	935,614.00
Cancellation of Grant Receivable	4,423.10	
Refund of Prior Year Revenue	2,201.51	
Creation of Reserve for:		
Due from Trust Other Fund		11,157.67
Due from Federal and State Grant Fund		45,715.21
	<hr/>	<hr/>
Total Expenditures	27,859,669.41	26,718,202.97
Statutory Excess to Fund Balance	1,492,949.06	2,097,851.85
<u>Fund Balance</u>		
Balance Jan. 1	4,162,243.43	3,376,391.58
	<hr/>	<hr/>
Decreased by:	5,655,192.49	5,474,243.43
Utilized as Revenue	1,416,000.00	1,312,000.00
	<hr/>	<hr/>
Balance Dec. 31	\$ 4,239,192.49	\$ 4,162,243.43
	<hr/>	<hr/>

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

TOWNSHIP OF CHESTERFIELD
CURRENT FUND
Statement of Revenues - Regulatory Basis
For the Year Ended December 31, 2020

	Anticipated		Realized	Excess (Deficit)
	Budget	N.J.S.A. 40A:4-87		
Fund Balance Anticipated	\$ 1,416,000.00		\$ 1,416,000.00	
Miscellaneous Revenues:				
Licenses				
Alcoholic Beverages	5,000.00			\$ (5,000.00)
Other	2,000.00		1,919.00	(81.00)
Fees and Permits	78,500.00		84,794.37	6,294.37
Municipal Court Fines and Costs	107,000.00		46,865.70	(60,134.30)
Interest and Costs on Taxes	50,000.00		60,545.91	10,545.91
Interest on Investments and Deposits	33,000.00		42,016.28	9,016.28
Energy Receipts Taxes	512,715.00		512,715.01	0.01
Uniform Construction Code Fees	80,000.00		102,272.00	22,272.00
Special Items of General Revenue Anticipated with Prior Written Consent of the Director of the Division of Local Government Services: Public and Private Revenue Off-Set with Appropriations:				
Recycling Tonnage Grant	1,409.57		1,409.57	
Safe & Secure Communities Grant		\$ 25,000.00	25,000.00	
NJDEP - Clean Communities Program		13,745.01	13,745.01	
NJDOT Municipal Aid 2020 - Sykesville Road II		244,000.00	244,000.00	
NJDOT Municipal Aid 2021 - White Pine Road		210,000.00	210,000.00	
Burlington County Municipal Parks Grant		100,000.00	100,000.00	
Other Special Items:				
Reserve for Sale of Municipal Assets	50,000.00		50,000.00	
Reserve for Open Space	40,000.00		40,000.00	
Reserve for the Payment of Debt	15,120.00		15,120.00	
Miscellaneous Revenues	974,744.57	592,745.01	1,550,402.85	(17,086.73)
Receipts from Delinquent Taxes	200,000.00		256,651.11	56,651.11
Amount to be Raised by Taxes for Support of Municipal Budget:				
Local Tax for Municipal Purposes including Reserve for Uncollected Taxes	2,790,755.43		3,287,547.64	496,792.21
Budget Totals	5,381,500.00	592,745.01	6,510,601.60	536,356.59
Non-Budget Revenue			204,125.86	204,125.86
	<u>\$ 5,381,500.00</u>	<u>\$ 592,745.01</u>	<u>\$ 6,714,727.46</u>	<u>\$ 740,482.45</u>

(Continued)

TOWNSHIP OF CHESTERFIELD
CURRENT FUND
Statement of Revenues - Regulatory Basis
For the Year Ended December 31, 2020

Analysis of Realized Revenue

Allocation of Current Tax Collections:		
Revenue from Collections		\$ 25,166,959.93
Allocated to:		
County, School Taxes, and Special District		22,389,412.29
Amount for Support of Municipal Budget Appropriations		2,777,547.64
Add: Appropriation "Reserve for Uncollected Taxes"		510,000.00
Amount for Support of Municipal Budget Appropriations		\$ 3,287,547.64
Receipts from Delinquent Taxes		\$ 256,651.11

Analysis of Non-Budget Revenues

Miscellaneous Revenue Not Anticipated:		
Cash:		
Septic Permits	\$ 275.00	
Driveway Permit	1,000.00	
Well Permits	25.00	
Solicitor's Permit	800.00	
Copies, Postage, Buckets	1,744.07	
Certified Tax List	270.00	
Land Rental	6,401.00	
Miscellaneous	56.45	
Duplicate Bills	65.00	
Certificates	200.00	
Kennel License	50.00	
Police Monies	175.00	
DMV Inspection Fees	300.00	
Discovery Monies	27.05	
Architectural Review Fees	120.00	
Historic Preservation Fees	1,700.00	
Vacant Property Registrations	1,450.00	
Forfeited Funds	2,238.45	
6% Year End Penalties	4,483.81	
Outside Police Fees	105,787.50	
Firearm Fees	598.00	
Special Charges	1,415.00	
Scrap Sold	774.70	
Sale of Property and Equipment	11,243.18	
Bond Credits & Savings	145.79	
2% Seniors & Veterans Admin Fee	495.00	
Recreation Field Fees	3,825.00	
Recreation Building Fees	2,250.00	
Refund of Prior Year Expenditures	5,111.24	
COVID Reimbursement Grant	51,099.62	
		\$ 204,125.86

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

TOWNSHIP OF CHESTERFIELD
CURRENT FUND
Statement of Expenditures - Regulatory Basis
For the Year Ended December 31, 2020

	Appropriations		Expended			Unexpended Balance Canceled
	Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	
OPERATIONS--WITHIN "CAPS"						
General Government						
Administrative and Executive						
Salaries and Wages	\$ 83,500.00	\$ 87,500.00	\$ 85,603.27		\$ 1,896.73	
Other Expenses	29,400.00	29,400.00	19,061.99	\$ 2,191.05	8,146.96	
Mayor and Committee						
Salaries and Wages	32,500.00	32,500.00	32,500.00			
Other Expenses	2,850.00	2,850.00	628.21		2,221.79	
Municipal Clerk						
Salaries and Wages	96,000.00	96,000.00	94,963.61		1,036.39	
Other Expenses	17,700.00	17,700.00	9,765.58	91.07	7,843.35	
Financial Administration						
Salaries and Wages	74,000.00	74,000.00	68,355.50		5,644.50	
Other Expenses	16,450.00	17,450.00	11,092.73	2,037.98	4,319.29	
Audit Service						
Other Expenses	30,000.00	30,000.00	30,000.00			
Assessment of Taxes						
Salaries and Wages	24,000.00	24,000.00	23,501.97		498.03	
Other Expenses	13,850.00	13,850.00	8,909.15		4,940.85	
Maintenance of Tax Map	1,500.00	1,500.00	220.00		1,280.00	
Collection of Taxes						
Salaries and Wages	28,500.00	28,500.00	27,791.82		708.18	
Other Expenses	10,200.00	11,200.00	9,816.83		1,383.17	
Legal Services and Costs						
Other Expenses	125,000.00	125,000.00	71,450.17		53,549.83	
Engineering Services and Costs						
Other Expenses	85,000.00	85,000.00	72,162.53	10,964.00	1,873.47	
Historical Preservation Commission						
Other Expenses	1,000.00	1,000.00	207.54	91.00	701.46	
Public Buildings and Grounds						
Salaries and Wages	1,000.00	1,000.00			1,000.00	
Other Expenses	41,600.00	54,100.00	45,094.66	5,764.77	3,240.57	
Municipal Land Use Law (N.J.S.40:55D-1):						
Planning Board						
Salaries and Wages	7,900.00	7,900.00	7,589.04		310.96	
Other Expenses	33,350.00	33,350.00	27,044.05		6,305.95	
Environmental Commission (NJS 40:56A-1 et seq)						
Salaries and Wages	1,500.00	1,500.00	1,429.92		70.08	
Other Expenses	10,000.00	10,000.00	3,005.40	179.92	6,814.68	
Recycling Program						
Salaries and Wages	500.00	600.00	507.83		92.17	
Other Expenses	2,000.00	2,000.00	623.82	155.00	1,221.18	
Insurance						
Liability Insurance	51,000.00	51,000.00	50,127.00		873.00	
Workers Compensation Insurance	105,000.00	105,000.00	89,047.00		15,953.00	
Group Plan for Employees	371,000.00	371,000.00	298,999.48		72,000.52	
Health Benefit Waiver Buy Back	3,000.00	4,500.00	4,500.00			

(Continued)

TOWNSHIP OF CHESTERFIELD
CURRENT FUND
Statement of Expenditures - Regulatory Basis
For the Year Ended December 31, 2020

	Appropriations		Expended			Unexpended Balance Canceled
	Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	
OPERATIONS--WITHIN "CAPS" (CONT'D)						
<u>Public Safety</u>						
Police						
Salaries and Wages	\$ 544,838.00	\$ 544,838.00	\$ 442,914.89		\$ 101,923.11	
Other Expenses	36,700.00	37,700.00	11,935.95	\$ 21,480.28	4,283.77	
Acquisition of Police Car	50,000.00	50,000.00	4,846.98	39,359.30	5,793.72	
First Aid Organization Contribution						
Other Expenses	500.00	1,000.00	465.32		534.68	
Fire District SFSP Appropriation	1,863.00	1,863.00	1,863.00			
Animal Control Officer						
Salaries and Wages	500.00	500.00	499.92		0.08	
Other Expenses	3,000.00	4,000.00	2,709.40		1,290.60	
Emergency Management Services						
Salaries and Wages	1,500.00	1,500.00			1,500.00	
Other Expenses	1,000.00	1,000.00	613.40		386.60	
<u>Streets and Roads</u>						
Road Repairs and Maintenance						
Salaries and Wages	360,000.00	360,000.00	231,325.08		128,674.92	
Other Expenses	63,375.00	63,375.00	36,657.33	11,987.32	14,730.35	
Vehicle Maintenance	37,000.00	37,000.00	15,106.08	3,302.05	18,591.87	
<u>Health and Welfare</u>						
Board of Health						
Salaries and Wages	6,400.00	6,500.00	5,786.88		713.12	
Other Expenses	700.00	700.00	111.00		589.00	
<u>Recreation and Education</u>						
Parks and Playgrounds						
Salaries and Wages	5,200.00	5,200.00	4,999.92		200.08	
Other Expenses	152,000.00	152,000.00	132,323.90	8,209.60	11,466.50	
Senior Citizen Programs						
Other Expenses	1,000.00	1,000.00			1,000.00	
Celebration of Public Events						
Other Expenses	11,000.00	11,000.00			11,000.00	
Unclassified:						
Utilities:						
Electricity	86,000.00	86,000.00	57,574.24		28,425.76	
Street Lighting	114,000.00	114,000.00	106,333.52		7,666.48	
Telephone	14,000.00	14,000.00	9,153.99		4,846.01	
Water	3,000.00	3,000.00	822.74		2,177.26	
Natural Gas	9,000.00	9,000.00	3,589.27		5,410.73	
Telecommunications	7,000.00	8,500.00	7,695.92		804.08	
Gasoline	80,000.00	80,000.00	26,726.14		53,273.86	
State Uniform Construction Code:						
Construction Official						
Salaries and Wages	126,000.00	126,000.00	114,533.19		11,466.81	
Other Expenses	4,500.00	4,500.00	1,824.39	274.61	2,401.00	

(Continued)

TOWNSHIP OF CHESTERFIELD
CURRENT FUND
 Statement of Expenditures - Regulatory Basis
 For the Year Ended December 31, 2020

	Appropriations		Expended			Unexpended Balance Canceled
	Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	
OPERATIONS--WITHIN "CAPS" (CONT'D)						
Property Maintenance Code Enforcement Other Expenses	\$ 33,000.00	\$ 8,800.00			\$ 8,800.00	
Total Operations --within "CAPS"	3,052,376.00	3,052,376.00	\$ 2,314,411.55	\$ 106,087.95	631,876.50	-
Detail:						
Salaries and Wages	1,393,838.00	1,398,038.00	1,142,302.84		255,735.16	
Other Expenses (Including Contingent)	1,658,538.00	1,654,338.00	1,172,108.71	106,087.95	376,141.34	
DEFERRED CHARGES AND STATUTORY EXPENDITURES --MUNICIPAL--WITHIN "CAPS"						
Statutory Expenditures:						
Contribution to:						
Public Employees Retirement System	86,000.00	86,000.00	85,391.42		608.58	
Social Security System (O.A.S.I.)	148,951.43	148,951.43	136,238.02		12,713.41	
Police and Firemen's Retirement System	207,000.00	207,000.00	206,208.00		792.00	
Unemployment Compensation	10,000.00	10,000.00	10,000.00			
Defined Contribution Retirement Program	1,000.00	1,000.00			1,000.00	
Total Deferred Charges and Statutory Expenditures--Municipal--Within "CAPS"	452,951.43	452,951.43	437,837.44	-	15,113.99	-
Total General Appropriations for Municipal Purposes Within--"CAPS"	3,505,327.43	3,505,327.43	2,752,248.99	106,087.95	646,990.49	-
OPERATIONS-- EXCLUDED FROM "CAPS"						
Aid to Crosswicks Library	25,000.00	25,000.00	25,000.00			
<u>Appropriation "CAP" Waiver (40A:4-45.3ee):</u>						
Public Safety						
Police - Salary and Wages	485,163.00	485,163.00	485,163.00			
Ambulance Service - Contractual	159,600.00	159,600.00	115,792.91		43,807.09	
<u>Shared Service Agreements:</u>						
Municipal Court - Bordentown Township	115,000.00	115,000.00	60,731.03		54,268.97	
<u>Public and Private Programs Off-set by Revenues:</u>						
Matching Funds for Grants	20,000.00	20,000.00			20,000.00	
Safe & Secure Communities Grant (40A:4-87 \$25,000.00)		25,000.00	25,000.00			
NJDEP - Clean Communities Program (40A:4-87 \$13,745.01)		13,745.01	13,745.01			
NJDOT Municipal Aid 2020 - Sykesville Road II (40A:4-87 \$244,000.00)		244,000.00	244,000.00			
NJDOT Municipal Aid 2021 - White Pine Road (40A:4-87 \$210,000.00)		210,000.00	210,000.00			
Burlington County Municipal Parks Grant (40A:4-87 \$100,000.00)		100,000.00	100,000.00			
Recycling Tonnage Grant	1,409.57	1,409.57	1,409.57			
Total Operations Excluded from "CAPS"	806,172.57	1,398,917.58	1,280,841.52	-	118,076.06	-

(Continued)

TOWNSHIP OF CHESTERFIELD
CURRENT FUND
Statement of Expenditures - Regulatory Basis
For the Year Ended December 31, 2020

	Appropriations		Expended			Unexpended Balance Canceled
	Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	
OPERATIONS-- EXCLUDED FROM "CAPS" (CONT'D)						
Detail:						
Salaries and Wages	\$ 485,163.00	\$ 485,163.00	\$ 485,163.00			
Other Expenses	321,009.57	913,754.58	795,678.52		\$ 118,076.06	
CAPITAL IMPROVEMENTS--EXCLUDED FROM "CAPS"						
Capital Improvement Fund	25,000.00	25,000.00	25,000.00			
MUNICIPAL DEBT SERVICE--EXCLUDED FROM "CAPS"						
Payment of Bond Principal	295,000.00	295,000.00	295,000.00			
Interest on Bonds	240,000.00	240,000.00	239,387.50			\$ 612.50
Total Municipal Debt Service-- Excluded from "CAPS"	535,000.00	535,000.00	534,387.50	-	-	612.50
Total General Appropriations for Municipal Purposes Excluded from "CAPS"	1,366,172.57	1,958,917.58	1,840,229.02	-	118,076.06	612.50
Subtotal General Appropriations	4,871,500.00	5,464,245.01	4,592,478.01	\$ 106,087.95	765,066.55	612.50
Reserve for Uncollected Taxes	510,000.00	510,000.00	510,000.00			
Total General Appropriations	\$ 5,381,500.00	\$ 5,974,245.01	\$ 5,102,478.01	\$ 106,087.95	\$ 765,066.55	\$ 612.50
Adopted Budget		\$ 5,381,500.00				
Appropriations by N.J.S.A. 40A:4-87		592,745.01				
		\$ 5,974,245.01				
Disbursed			\$ 3,973,323.43			
Reserve for Uncollected Taxes			510,000.00			
Capital Improvement Fund - Due General Capital Fund			25,000.00			
Reserve for Federal and State Grant Funds - Appropriated			594,154.58			
			\$ 5,102,478.01			

TOWNSHIP OF CHESTERFIELD
TRUST FUNDS
 Statements of Assets, Liabilities and Reserves - Regulatory Basis
 As of December 31, 2020 and 2019

<u>ASSETS</u>	<u>Ref.</u>	<u>2020</u>	<u>2019</u>
Animal Control Fund:			
Cash	SB-1	\$ 3,806.05	\$ 2,753.62
Due Current Fund	A	28.78	28.78
		<u>3,834.83</u>	<u>2,782.40</u>
Other Funds:			
Cash	SB-1	2,242,820.47	2,369,748.98
		<u>\$ 2,246,655.30</u>	<u>\$ 2,372,531.38</u>
 <u>LIABILITIES AND RESERVES</u>			
Animal Control Fund:			
Reserve for Animal Control Fund Expenditures	SB-2	\$ 3,791.03	\$ 2,745.80
Due to State of New Jersey	SB-3	43.80	36.60
		<u>3,834.83</u>	<u>2,782.40</u>
Other Funds:			
Due Current Fund	SB-4	25,108.14	27,309.65
Due Federal and State Grant Fund	A	3,026.00	3,026.00
Due to Victims of Crime Compensation Board	B	4,510.01	4,510.01
Reserve for Encumbrances	SB-5	3,886.00	26,613.28
Reserve for Payroll Deductions Payable	SB-5	46,673.74	14,324.16
Reserve for Unemployment Trust	SB-5	77,257.45	64,497.25
Reserve for Escrow Deposits	SB-5	508,859.62	718,395.26
Reserve for Police Special Duty	SB-5	234,129.48	148,440.73
Reserve for Public Defender	SB-5	693.88	143.88
Reserve for TDR Credits - NJ Turnpike	SB-5	118,750.00	118,750.00
Reserve for Affordable Housing Trust	SB-5	24,856.58	22,410.03
Reserve for Tax Sale Premiums	SB-5	195,900.00	266,500.00
Reserve for Basin Maintenance	SB-5	805,574.37	781,631.75
Reserve for Municipal Drug Alliance	SB-5	35,024.78	36,069.78
Reserve for Snow Removal	SB-5	40,000.00	40,000.00
Reserve for Ad Book - Community Outreach	SB-5	2,867.47	2,867.47
Reserve for Parking Offense Adjudication Act	SB-5	16.00	16.00
Reserve for Memorial Bricks	SB-5	993.59	993.59
Reserve for The Green Team	SB-5	589.52	589.52
Reserve for Police Donations	SB-5	2,456.00	2,456.00
Reserve for Landscaping and Trees Donations	SB-5	60,000.00	60,000.00
Reserve for Basin Landscaping	SB-5	50,615.59	29,172.37
Reserve for Harvest Festival	SB-5	1,032.25	1,032.25
		<u>2,242,820.47</u>	<u>2,369,748.98</u>
		<u>\$ 2,246,655.30</u>	<u>\$ 2,372,531.38</u>

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

TOWNSHIP OF CHESTERFIELD
GENERAL CAPITAL FUND
 Statements of Assets, Liabilities, Reserves and Fund Balance - Regulatory Basis
 As of December 31, 2020 and 2019

<u>ASSETS</u>	<u>Ref.</u>	<u>2020</u>	<u>2019</u>
Cash	SC-1	\$ 1,159,175.00	\$ 1,172,769.08
Accounts Receivable:			
Due from County - Open Space Funds	SC-8	132,000.00	144,000.00
Due Current Fund	SC-6	538,222.81	239,393.45
Deferred Charges to Future Taxation:			
Funded	SC-3	7,320,000.00	7,615,000.00
Unfunded	SC-4	1,319,720.87	1,319,720.87
		<u>\$ 10,469,118.68</u>	<u>\$ 10,490,883.40</u>
 <u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
General Serial Bonds	SC-13	\$ 7,320,000.00	\$ 7,615,000.00
Improvement Authorizations:			
Funded	SC-5	683,270.04	806,892.03
Unfunded	SC-5	260,273.87	314,598.25
Capital Improvement Fund	SC-9	145,515.42	135,169.42
Reserve for Grants Receivable	SC-8	132,000.00	144,000.00
Reserve for Encumbrances	SC-7	208,220.10	72,544.45
Reserve for Transportation Improvements	C	147,635.33	147,635.33
Reserve for Road Improvements	C	350,000.00	350,000.00
Reserve for Open Space	SC-11	127,351.39	167,351.39
Reserve for Recreation Improvements	SC-10	648,169.49	708,269.49
Reserve for Payment of Debt	SC-12	432,380.00	15,120.00
Fund Balance	C	14,303.04	14,303.04
		<u>\$ 10,469,118.68</u>	<u>\$ 10,490,883.40</u>

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

TOWNSHIP OF CHESTERFIELD
SEWER UTILITY FUND

Statements of Assets, Liabilities, Reserves and Fund Balance - Regulatory Basis
As of December 31, 2020 and 2019

<u>ASSETS</u>	<u>Ref.</u>	<u>2020</u>	<u>2019</u>
Operating Fund:			
Cash	SD-1	\$ 3,096,554.38	\$ 3,211,118.22
Receivables with Full Reserves:			
Sewer Rents Receivable	SD-4	149,650.49	148,304.25
Total Operating Fund		<u>3,246,204.87</u>	<u>3,359,422.47</u>
Capital Fund:			
Due Sewer Operating Fund	SD-8	258,340.00	250,571.78
Fixed Capital	SD-6	6,119,495.00	19,495.00
Fixed Capital Authorized and Uncompleted	SD-7	90,000.00	6,190,000.00
Total Capital Fund		<u>6,467,835.00</u>	<u>6,460,066.78</u>
		<u>\$ 9,714,039.87</u>	<u>\$ 9,819,489.25</u>
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
Operating Fund:			
Liabilities:			
Reserve for Encumbrances	D-3; SD-11	\$ 988.91	\$ 36.92
Appropriation Reserves	D-3; SD-11	92,389.55	132,990.05
Accounts Payable	D	500.00	500.00
Due Sewer Capital Fund	SD-8	258,340.00	250,571.78
Sewer Rents Overpayments	SD-5	6,511.76	7,648.23
Accrued Interest on Bonds, Notes & Loans	SD-12	6,052.08	10,390.63
		364,782.30	402,137.61
Reserve for Receivables	D	149,650.49	148,304.25
Fund Balance	D-1	2,731,772.08	2,808,980.61
Total Operating Fund		<u>3,246,204.87</u>	<u>3,359,422.47</u>
Capital Fund:			
New Jersey Environmental Infrastructure Trust Loan	SD-15	514,565.31	870,353.84
Improvement Authorizations:			
Funded	SD-14	5,000.00	5,000.00
Unfunded	SD-14		42,231.78
Reserve for Amortization	SD-10	5,546,569.69	19,495.00
Deferred Reserve for Amortization	SD-13	90,000.00	5,261,286.16
Reserve for Encumbrances	SD-14	1,700.00	1,700.00
Capital Improvement Fund	SD-9	300,505.00	250,505.00
Fund Balance	D	9,495.00	9,495.00
Total Capital Fund		<u>6,467,835.00</u>	<u>6,460,066.78</u>
		<u>\$ 9,714,039.87</u>	<u>\$ 9,819,489.25</u>

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

TOWNSHIP OF CHESTERFIELD
SEWER UTILITY OPERATING FUND
 Statements of Operations and Changes in Fund Balance - Regulatory Basis
 For the Years Ended December 31, 2020 and 2019

<u>Revenue and Other Income Realized</u>	<u>2020</u>	<u>2019</u>
Operating Surplus Anticipated	\$ 290,600.00	\$ 308,600.00
Sewer Rents	513,155.14	492,687.78
Miscellaneous	42,535.89	49,127.98
Connection Fees	4,850.00	173,807.44
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	103,000.42	111,851.99
 Total Income	 <u>954,141.45</u>	 <u>1,136,075.19</u>
 <u>Expenditures</u>		
Operating	309,600.00	309,600.00
Capital Improvements	50,000.00	50,000.00
Debt Service	376,149.98	376,506.88
Deferred Charges and Statutory Expenditures	5,000.00	5,000.00
 Total Expenditures	 <u>740,749.98</u>	 <u>741,106.88</u>
 Excess in Revenue	 213,391.47	 394,968.31
 <u>Fund Balance</u>		
Balance Jan. 1	<u>2,808,980.61</u>	<u>2,722,612.30</u>
	3,022,372.08	3,117,580.61
Decreased by:		
Utilized as Revenue	<u>290,600.00</u>	<u>308,600.00</u>
 Balance Dec. 31	 <u><u>\$ 2,731,772.08</u></u>	 <u><u>\$ 2,808,980.61</u></u>

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

TOWNSHIP OF CHESTERFIELD
SEWER UTILITY OPERATING FUND
Statement of Revenues - Regulatory Basis
For the Year Ended December 31, 2020

	Anticipated <u>Budget</u>	<u>Realized</u>	Excess <u>(Deficit)</u>
Sewer Operating Surplus Anticipated	\$ 290,600.00	\$ 290,600.00	
Sewer Rents	341,000.00	513,155.14	\$ 172,155.14
Miscellaneous	49,000.00	42,535.89	(6,464.11)
Connection Fees	<u>65,000.00</u>	<u>4,850.00</u>	<u>(60,150.00)</u>
	<u>\$ 745,600.00</u>	<u>\$ 851,141.03</u>	<u>\$ 105,541.03</u>

Analysis of Realized Revenues:

Sewer Rents:

Consumer Accounts Receivable:

Collections

\$ 505,506.91

Overpayments Applied

7,648.23

\$ 513,155.14

Miscellaneous:

Interest on Deposits

\$ 22,044.97

Miscellaneous

20,490.92

\$ 42,535.89

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

TOWNSHIP OF CHESTERFIELD
SEWER UTILITY OPERATING FUND
Statement of Expenditures - Regulatory Basis
For the Year Ended December 31, 2020

	Appropriations		Paid or Charged			Unexpended Balance Canceled
	Original Budget	Budget After Modification	Expended	Encumbered	Reserved	
Operating:						
Salaries and Wages	\$ 46,000.00	\$ 46,000.00	\$ 43,531.01		\$ 2,468.99	
Other Expenses	263,600.00	263,600.00	174,374.06	\$ 988.91	88,237.03	
Total Operating	<u>309,600.00</u>	<u>309,600.00</u>	<u>217,905.07</u>	<u>988.91</u>	<u>90,706.02</u>	<u>-</u>
Capital Improvements:						
Capital Improvement Fund	<u>50,000.00</u>	<u>50,000.00</u>	<u>50,000.00</u>			
Debt Service:						
New Jersey Infrastructure Loans:						
Payment of Bonds (Share of Debt)	356,000.00	356,000.00	355,788.53			\$ 211.47
Interest on Bonds (Share of Debt)	<u>25,000.00</u>	<u>25,000.00</u>	<u>20,361.45</u>			<u>4,638.55</u>
Total Debt Service	<u>381,000.00</u>	<u>381,000.00</u>	<u>376,149.98</u>	<u>-</u>	<u>-</u>	<u>4,850.02</u>
Deferred Charges and Statutory Expenditures:						
Statutory Expenditures:						
Contribution to:						
Social Security System (O.A.S.I.)	<u>5,000.00</u>	<u>5,000.00</u>	<u>3,316.47</u>		<u>1,683.53</u>	
	<u>\$ 745,600.00</u>	<u>\$ 745,600.00</u>	<u>\$ 647,371.52</u>	<u>\$ 988.91</u>	<u>\$ 92,389.55</u>	<u>\$ 4,850.02</u>
Disbursed			\$ 572,671.52			
Due Sewer Utility Capital Fund			50,000.00			
Accrued Interest on Bonds and Notes			<u>24,700.00</u>			
			<u>\$ 647,371.52</u>			

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

TOWNSHIP OF CHESTERFIELD
GENERAL FIXED ASSET ACCOUNT GROUP
Statement of General Fixed Asset Group of Accounts - Regulatory Basis
For the Year Ended December 31, 2020

	Balance <u>Dec. 31, 2019</u>	<u>Additions</u>	<u>Deletions</u>	Balance <u>Dec. 31, 2020</u>
General Fixed Assets:				
Land	\$ 3,112,771.00			\$ 3,112,771.00
Land Improvements	422,090.00	\$ 30,866.62		452,956.62
Buildings	7,127,109.44			7,127,109.44
Equipment	<u>1,889,137.00</u>	<u>164,300.26</u>	<u>\$ 206,185.00</u>	<u>1,847,252.26</u>
	<u>\$ 12,551,107.44</u>	<u>\$ 195,166.88</u>	<u>\$ 206,185.00</u>	<u>\$ 12,540,089.32</u>
Investment in General Fixed Assets	<u>\$ 12,551,107.44</u>	<u>\$ 195,166.88</u>	<u>\$ 206,185.00</u>	<u>\$ 12,540,089.32</u>

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

TOWNSHIP OF CHESTERFIELD
Notes to Financial Statements
For the Year Ended December 31, 2020

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Description of Financial Reporting Entity - The Township of Chesterfield (hereafter referred to as the "Township") was incorporated as a township by an act of the New Jersey legislature on February 21, 1798. The Township, located in Burlington County, New Jersey, has a total area of approximately twenty-two square miles, and is located approximately twenty-seven miles from the City of Philadelphia. The Township borders Bordentown, Mansfield, North Hanover, Springfield and Hamilton Townships. According to the 2010 census, the population is 7,699.

The Township is governed under the Township Committee form of government, with a five-member Committee. The Committee is elected directly by the voters in partisan elections to serve three-year terms of office on a staggered basis, with one or two seats coming up for election each year. At an annual reorganization meeting, the Committee selects one of its members to serve as Mayor and another as Deputy Mayor. Legislative and executive power is vested in the Committee.

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

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

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

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

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

Sewer Utility Operating and Capital Funds - The sewer utility operating and capital funds account for the operations and acquisition of capital facilities of the municipally owned sewer operations.

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

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

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

An extension of the statutory dates for introduction, approval, and adoption of the municipal budget may be granted by the Director of the Division of Local Government Services, with the permission of the Local Finance Board.

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

Cash, Cash Equivalents and Investments - Cash and cash equivalents include petty cash, change funds and cash on deposit with public depositories. All certificates of deposit are recorded as cash regardless of the date of maturity. Investments are stated at cost; therefore, unrealized gains or losses on investments have not been recorded.

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

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

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

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

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

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

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

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

Utility Fixed Assets - Property and equipment purchased by a utility fund are recorded in the utility capital account at cost and are adjusted for disposition and abandonment. The amounts shown do not represent replacement cost or current value. The reserve for amortization and deferred reserve for amortization accounts in the utility capital fund represent charges to operations for the cost of acquisition of property and equipment, improvements, and contributed capital.

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

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

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

Fund Balance - Fund balances included in the current fund and sewer utility operating fund represent amounts available for anticipation as revenue in future years' budgets, with certain restrictions.

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

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

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

School Taxes - The Township is responsible for levying, collecting, and remitting school taxes for the Township of Chesterfield School District and the Northern Burlington County Regional High School District. For the local and regional high school districts, operations is charged for the Township's share of the amount required to be raised by taxation for the period from July 1 to June 30, increased by the amount deferred at December 31, 2019 and decreased by the amount deferred at December 31, 2020.

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

Fire District Taxes - The municipality is responsible for levying, collecting, and remitting fire district taxes for the Township of Chesterfield Fire District. Operations is charged for the full amount required to be raised from taxation to operate the Fire District for the period from January 1 to December 31.

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

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

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

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

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

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

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

Note 2: CASH AND CASH EQUIVALENTS

Custodial Credit Risk Related to Deposits - Custodial credit risk is the risk that, in the event of a bank failure, the Township's deposits might not be recovered. Although the Township does not have a formal policy regarding custodial credit risk, N.J.S.A. 17:9-41 et seq. requires that governmental units shall deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act (GUDPA). Under the Act, the first \$250,000.00 of governmental deposits in each insured depository is protected by the Federal Deposit Insurance Corporation (FDIC). Public funds owned by the municipality in excess of FDIC insured amounts are protected by GUDPA. However, GUDPA does not protect intermingled agency funds such as salary withholdings, bail funds, or funds that may pass to the municipality relative to the happening of a future condition. Such funds are classified as uninsured and uncollateralized.

As of December 31, 2020, the Township's bank balances of \$15,292,245.33 were exposed to custodial credit risk as follows:

Insured by FDIC and GUDPA	\$ 14,914,844.13
Uninsured and Uncollateralized	<u>377,401.20</u>
Total	<u>\$ 15,292,245.33</u>

New Jersey Cash Management Fund - During the year, the Township participated in the New Jersey Cash Management Fund. The Fund is governed by regulations of the State Investment Council, who prescribe standards designed to insure the quality of investments in order to minimize risk to the Funds participants. Deposits with the New Jersey Cash Management Fund are not subject to custodial credit risk as defined above. At December 31, 2020, the Township's deposits with the New Jersey Cash Management Fund were \$266,583.01.

Note 3: PROPERTY TAXES

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

Comparative Schedule of Tax Rates

	<u>Year Ended</u>				
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Tax Rate	\$ 2.940	\$ 2.904	\$ 2.840	\$ 2.812	\$ 2.704
Apportionment of Tax Rate:					
Municipal	\$ 0.339	\$ 0.339	\$ 0.328	\$ 0.309	\$ 0.263
County	0.413	0.416	0.415	0.414	0.407
Local School	1.434	1.444	1.451	1.453	1.429
Regional School	0.754	0.705	0.646	0.636	0.605
Special Tax*:					
Fire District #1	\$ 0.120	\$ 0.117	\$ 0.112	\$ 0.104	\$ 0.104
Fire District #2			0.094	0.094	0.087

*The Township's Fire Districts merged into one Fire District effective in 2019.

Assessed Valuation

<u>Year</u>	<u>Amount</u>
2020	\$ 821,807,556.00
2019	802,344,056.00
2018	785,185,266.00
2017	768,327,218.00
2016	747,461,210.00

Comparison of Tax Levies and Collections

<u>Year</u>	<u>Tax Levy</u>	<u>Collections</u>	<u>Percentage of Collections</u>
2020	\$ 25,421,621.68	\$ 25,166,959.93	99.00%
2019	24,650,273.45	24,371,645.08	98.87%
2018	23,533,797.70	23,212,693.72	98.64%
2017	22,703,533.57	22,451,951.47	98.89%
2016	21,419,997.00	21,109,685.00	98.55%

Note 3: PROPERTY TAXES (CONT'D)

Five-year comparison of certain statistical information relative to property taxes and property tax collections for the current and previous four calendar years (cont'd):

Delinquent Taxes and Tax Title Liens

<u>Year</u>	<u>Tax Title Liens</u>	<u>Delinquent Taxes</u>	<u>Total Delinquent</u>	<u>Percentage of Tax Levy</u>
2020		\$ 202,280.60	\$ 202,280.60	0.80%
2019		256,728.36	256,728.36	1.04%
2018	\$ 28,439.33	303,591.32	332,030.65	1.41%
2017	20,421.71	219,529.64	239,951.35	1.06%
2016	1,521.00	254,915.00	256,436.00	1.20%

The following comparison is made of the number of tax title liens receivable on December 31 for the current and previous four calendar years:

<u>Year</u>	<u>Number</u>
2020	0
2019	0
2018	4
2017	4
2016	1

Note 4: PROPERTY ACQUIRED BY TAX TITLE LIEN LIQUIDATION

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

<u>Year</u>	<u>Amount</u>
2020	\$ 53,000.00
2019	53,000.00
2018	53,000.00
2017	53,000.00
2016	53,000.00

Note 5: SEWER UTILITY SERVICE CHARGES

The following is a five-year comparison of sewer utility service charges (rents) for the current and previous four years:

<u>Year</u>	<u>Balance Beginning of Year</u>		<u>Levy</u>	<u>Total</u>	<u>Cash Collections</u>
	<u>Receivable</u>	<u>Liens</u>			
2020	\$ 148,304.25		\$ 514,566.63	\$ 662,870.88	\$ 513,155.14
2019	150,849.53		491,415.41	642,264.94	492,687.78
2018	39,090.51	\$ 91.00	449,260.65	488,442.16	337,501.63
2017	42,696.33		408,148.93	450,845.26	411,663.75
2016	32,919.06		399,639.54	432,558.60	389,862.27

Note 6: FUND BALANCES APPROPRIATED

The following schedules detail the amount of fund balances available at the end of the current year and four previous years and the amounts utilized in the subsequent year's budgets:

Current Fund

<u>Year</u>	<u>Balance December 31,</u>	<u>Utilized in Budget of Succeeding Year</u>	<u>Percentage of Fund Balance Used</u>
2020	\$ 4,239,192.49	\$ 1,259,000.00	29.70%
2019	4,162,243.43	1,416,000.00	34.02%
2018	3,376,391.58	1,312,000.00	38.86%
2017	3,635,623.68	1,350,000.00	37.13%
2016	3,039,215.99	1,300,000.00	42.77%

Sewer Utility Fund

<u>Year</u>	<u>Balance December 31,</u>	<u>Utilized in Budget of Succeeding Year</u>	<u>Percentage of Fund Balance Used</u>
2020	\$ 2,731,772.08	\$ 336,150.00	12.31%
2019	2,808,980.61	290,600.00	10.35%
2018	2,722,612.30	308,600.00	11.33%
2017	2,670,889.78	302,600.00	11.33%
2016	2,475,885.15	302,600.00	12.22%

Note 7: INTERFUND RECEIVABLES AND PAYABLES

The following interfund balances were recorded on the various statements of assets, liabilities, reserves and fund balance as of December 31, 2020:

<u>Fund</u>	<u>Interfunds Receivable</u>	<u>Interfunds Payable</u>
Current	\$ 25,108.14	\$ 734,835.87
Federal and State Grant	199,610.28	
Trust - Animal Control	28.78	
Trust - Other		28,134.14
General Capital	538,222.81	
Sewer Utility - Operating		258,340.00
Sewer Utility - Capital	258,340.00	
Totals	<u>\$ 1,021,310.01</u>	<u>\$ 1,021,310.01</u>

The interfund receivables and payables above predominately resulted from collections and payments made by certain funds on behalf of other funds. During the year 2021, the Township expects to liquidate such interfunds, depending upon the availability of cash flow.

Note 8: PENSION PLANS

A substantial number of the Township's employees participate in one of the following defined benefit pension plans: the Public Employees' Retirement System ("PERS") and the Police and Firemen's Retirement System ("PFRS"), which are administered by the New Jersey Division of Pensions and Benefits. In addition, eligible Township employees may participate in the Defined Contribution Retirement Program ("DCRP"), which is a defined contribution pension plan. This plan is administered by Prudential Financial for the New Jersey Division of Pensions and Benefits. Each Plan has a Board of Trustees that is primarily responsible for its administration. The Division issues a publicly available financial report that includes financial statements, required supplementary information and detailed information about the PERS and PFRS plans' fiduciary net position which can be obtained by writing to or at the following website:

State of New Jersey
Division of Pensions and Benefits
P.O. Box 295
Trenton, New Jersey 08625-0295
<https://www.state.nj.us/treasury/pensions/financial-reports.shtml>

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

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

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

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

Note 8: PENSION PLANS (CONT'D)**General Information about the Pension Plans (Cont'd)****Vesting and Benefit Provisions**

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

The following represents the membership tiers for PERS:

Tier Definition

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

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

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

The following represents the membership tiers for PFRS:

Tier Definition

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

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

Note 8: PENSION PLANS (CONT'D)**General Information about the Pension Plans (Cont'd)****Vesting and Benefit Provisions (Cont'd)**

Defined Contribution Retirement Program - Eligible members are provided with a defined contribution retirement plan intended to qualify for favorable Federal income tax treatment under IRC Section 401(a), a noncontributory group life insurance plan and a noncontributory group disability benefit plan. A participant's interest in that portion of his or her defined contribution retirement plan account attributable to employee contributions shall immediately become and shall at all times remain fully vested and non-forfeitable. A participant's interest in that portion of his or her defined contribution retirement plan account attributable to employer contributions shall be vested and non-forfeitable on the date the participant commences the second year of employment or upon his or her attainment of age 65, while employed by an employer, whichever occurs first.

Contributions

Public Employees' Retirement System - The contribution policy is set by N.J.S.A. 43:15A and requires contributions by active members and contributing employers. Pursuant to the provisions of P.L. 2011, C. 78, the member contribution rate is currently 7.50% of base salary, effective July 1, 2018. The rate for members who are eligible for the Prosecutors Part of PERS (P.L. 2001, C. 366) is 10.0%. Employers' contributions are based on an actuarially determined amount, which includes the normal cost and unfunded accrued liability.

The Township's contractually required contribution rate for the year ended December 31, 2020 was 18.06% of the Township's covered payroll. This amount was actuarially determined as the amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, including an additional amount to finance any unfunded accrued liability.

Based on the most recent PERS measurement date of June 30, 2020, the Township's contractually required contribution to the pension plan for the year ended December 31, 2020 is \$110,165.00, and is payable by April 1, 2021. Due to the basis of accounting described in note 1, no liability has been recorded in the financial statements for this amount. For the prior year measurement date of June 30, 2019, the Township's contractually required contribution to the pension plan for the year ended December 31, 2019 was \$84,225.00, which was paid on April 1, 2020.

Employee contributions to the Plan for the year ended December 31, 2020 were \$49,043.76.

Police and Firemen's Retirement System - The contribution policy for PFRS is set by N.J.S.A. 43:16A and requires contributions by active members and contributing employers. Pursuant to the provisions of P.L. 2011, C. 78, the member contribution rate is currently 10.0% of base salary. 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.

Note 8: PENSION PLANS (CONT'D)**General Information about the Pension Plans (Cont'd)****Contributions (Cont'd)**

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

The Township's contractually required contribution rate for the year ended December 31, 2020 was 29.06% of the Township's covered payroll. This amount was actuarially determined as the amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability.

Based on the most recent PFRS measurement date of June 30, 2020, the Township's contractually required contribution to the pension plan for the year ended December 31, 2020 is \$251,451.00, and is payable by April 1, 2021. Due to the basis of accounting described in note 1, no liability has been recorded in the financial statements for this amount. For the prior year measurement date of June 30, 2019, the Township's contractually required contribution to the pension plan for the year ended December 31, 2019 was \$206,208.00, which was paid on April 1, 2020.

Employee contributions to the Plan for the year ended December 31, 2020 were \$88,381.40.

The amount of contractually required contribution for the State of New Jersey's proportionate share, associated with the Township, for the year ended December 31, 2020 was 4.01% of the Township's covered payroll.

Based on the most recent PFRS measurement date of June 30, 2020, the State's contractually required contribution, on-behalf of the Township, to the pension plan for the year ended December 31, 2020 was \$34,732.00, and is payable by April 1, 2021. For the prior year measurement date of June 30, 2019, the State's contractually required contribution, on-behalf of the Township, to the pension plan for the year ended December 31, 2019 was \$26,580.00, which was paid on April 1, 2020.

Defined Contribution Retirement Program - The contribution policy is set by N.J.S.A. 43:15C-3 and requires contributions by active members and contributing employers. In accordance with Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007, Plan members are required to contribute 5.5% of their annual covered salary. In addition to the employee contributions, the Township is required to contribute 3% of the employees' base salary, for each pay period, to Prudential Financial not later than the fifth business day after the date on which the employee is paid for that pay period.

The Township adopted a Defined Contribution Retirement Program on February 11, 2009. Currently, no Township employees participate in the program.

Note 8: PENSION PLANS (CONT'D)**Pension Liabilities, Pension (Benefit) Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions****Public Employees' Retirement System**

Pension Liability - As of December 31, 2020, the Township's proportionate share of the PERS net pension liability was \$1,642,217.00. The net pension liability was measured as of June 30, 2020 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2019. The total pension liability was calculated through the use of updated procedures to roll forward from the actuarial valuation date to the measurement date of June 30, 2020. The Township's proportion of the net pension liability was based on a projection of the Township's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. For the June 30, 2020 measurement date, the Township's proportion was 0.0100703912%, which was an increase of 0.0014115520% from its proportion measured as of June 30, 2019.

Pension Expense - For the year ended December 31, 2020, the Township's proportionate share of the PERS pension (benefit) expense, calculated by the Plan as of the June 30, 2020 measurement date was \$121,554.00. This (benefit) expense is not recognized by the Township because of the regulatory basis of accounting as described in note 1; however, as previously mentioned, for the year ended December 31, 2020, the Township's contribution to PERS was \$84,225.00, and was paid on April 1, 2020.

Police and Firemen's Retirement System

Pension Liability - As of December 31, 2020, the Township's and State of New Jersey's proportionate share of the PFRS net pension liability were as follows:

Township's Proportionate Share of Net Pension Liability	\$ 2,908,309.00
State of New Jersey's Proportionate Share of Net Pension Liability Associated with the Township	<u>451,356.00</u>
	<u>\$ 3,359,665.00</u>

The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2019. The total pension liability was calculated through the use of updated procedures to roll forward from the actuarial valuation date to the measurement date of June 30, 2020. The Township's proportion of the net pension liability was based on a projection of the Township's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers and the State of New Jersey, actuarially determined. For the June 30, 2020 measurement date, the Township's proportion was 0.0225078375%, which was an increase of 0.0020934392% from its proportion measured as of June 30, 2019. Likewise, at June 30, 2020, the State of New Jersey's proportion, on-behalf of the Township, was 0.0225078375%, which was an increase of 0.0020934392% from its proportion, on-behalf of the Township, measured as of June 30, 2019.

Note 8: PENSION PLANS (CONT'D)**Pension Liabilities, Pension (Benefit) Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)****Police and Firemen's Retirement System (Cont'd)**

Pension Expense - For the year ended December 31, 2020, the Township's proportionate share of the PFRS pension (benefit) expense, calculated by the Plan as of the June 30, 2020 measurement date was \$322,957.00. This (benefit) expense is not recognized by the Township because of the regulatory basis of accounting as described in note 1; however, as previously mentioned, for the year ended December 31, 2020, the Township's contribution to PFRS was \$206,208.00, and was paid on April 1, 2020.

For the year ended December 31, 2020, the State's proportionate share of the PFRS pension (benefit) expense, associated with the Township, calculated by the Plan as of the June 30, 2020 measurement date, was \$51,152.00. This on-behalf (benefit) expense is not recognized by the Township because of the regulatory basis of accounting as described in note 1.

Deferred Outflows of Resources and Deferred Inflows of Resources - As of December 31, 2020, the Township had deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources			Deferred Inflows of Resources		
	PERS	PFRS	Total	PERS	PFRS	Total
Differences between Expected and Actual Experience	\$ 29,902.00	\$ 29,321.00	\$ 59,223.00	\$ 5,808.00	\$ 10,438.00	\$ 16,246.00
Changes of Assumptions	53,275.00	7,319.00	60,594.00	687,612.00	779,700.00	1,467,312.00
Net Difference between Projected and Actual Earnings on Pension Plan Investments	56,132.00	170,528.00	226,660.00	-	-	-
Changes in Proportion and Differences between Township Contributions and Proportionate Share of Contributions	282,491.00	567,343.00	849,834.00	54,862.00	-	54,862.00
Township Contributions Subsequent to the Measurement Date	55,083.00	125,726.00	180,809.00	-	-	-
	<u>\$ 476,883.00</u>	<u>\$ 900,237.00</u>	<u>\$ 1,377,120.00</u>	<u>\$ 748,282.00</u>	<u>\$ 790,138.00</u>	<u>\$ 1,538,420.00</u>

Deferred outflows of resources in the amounts of \$55,083.00 and 125,726.00 for PERS and PFRS, respectively, will be included as a reduction of the net pension liability during the year ending December 31, 2021. These amounts were based on an estimated April 1, 2022 contractually required contribution, prorated from the pension plans' measurement date of June 30, 2020 to the Township's year end of December 31, 2020.

Note 8: PENSION PLANS (CONT'D)**Pension Liabilities, Pension (Benefit) Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)**

Deferred Outflows of Resources and Deferred Inflows of Resources (Cont'd) - The Township will amortize the other deferred outflows of resources and deferred inflows of resources related to pensions over the following number of years:

	PERS		PFRS	
	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between Expected and Actual Experience				
Year of Pension Plan Deferral:				
June 30, 2015	5.72	-	-	5.53
June 30, 2016	5.57	-	-	5.58
June 30, 2017	5.48	-	5.59	-
June 30, 2018	-	5.63	5.73	-
June 30, 2019	5.21	-	-	5.92
June 30, 2020	5.16	-	5.90	-
Changes of Assumptions				
Year of Pension Plan Deferral:				
June 30, 2014	6.44	-	6.17	-
June 30, 2015	5.72	-	5.53	-
June 30, 2016	5.57	-	5.58	-
June 30, 2017	-	5.48	-	5.59
June 30, 2018	-	5.63	-	5.73
June 30, 2019	-	5.21	-	5.92
June 30, 2020	-	5.16	-	5.90
Net Difference between Projected and Actual Earnings on Pension Plan Investments				
Year of Pension Plan Deferral:				
June 30, 2016	5.00	-	5.00	-
June 30, 2017	5.00	-	5.00	-
June 30, 2018	5.00	-	5.00	-
June 30, 2019	5.00	-	5.00	-
June 30, 2020	5.00	-	5.00	-
Changes in Proportion and Differences between Township Contributions and Proportionate Share of Contributions				
Year of Pension Plan Deferral:				
June 30, 2014	6.44	6.44	6.17	6.17
June 30, 2015	5.72	5.72	5.53	5.53
June 30, 2016	5.57	5.57	5.58	5.58
June 30, 2017	5.48	5.48	5.59	5.59
June 30, 2018	5.63	5.63	5.73	5.73
June 30, 2019	5.21	5.21	5.92	5.92
June 30, 2020	5.16	5.16	5.90	5.90

Note 8: PENSION PLANS (CONT'D)**Pension Liabilities, Pension (Benefit) Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)**

Deferred Outflows of Resources and Deferred Inflows of Resources (Cont'd) - Other amounts included as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in future periods as follows:

Year Ending			
<u>Dec 31,</u>	<u>PERS</u>	<u>PFRS</u>	<u>Total</u>
2021	\$ (154,644.00)	\$ (96,401.00)	\$ (251,045.00)
2022	(132,703.00)	(56,852.00)	(189,555.00)
2023	(54,598.00)	40,147.00	(14,451.00)
2024	14,998.00	70,996.00	85,994.00
2025	465.00	26,483.00	26,948.00
	<u>\$ (326,482.00)</u>	<u>\$ (15,627.00)</u>	<u>\$ (342,109.00)</u>

Actuarial Assumptions

The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2019. The total pension liability was calculated through the use of updated procedures to roll forward from the actuarial valuation date to the measurement date of June 30, 2020. This actuarial valuation used the following actuarial assumptions, applied to all periods included in the measurement:

	<u>PERS</u>	<u>PFRS</u>
Inflation Rate:		
Price	2.75%	2.75%
Wage	3.25%	3.25%
Salary Increases (1):		
Through 2026	2.00% - 6.00%	
Thereafter	3.00% - 7.00%	
Through All Future Years		3.25% - 15.25%
Investment Rate of Return	7.00%	7.00%
Period of Actuarial Experience		
Study upon which Actuarial Assumptions were Based	July 1, 2014 - June 30, 2018	July 1, 2013 - June 30, 2018

(1) Based on Years of Service

Note 8: PENSION PLANS (CONT'D)**Actuarial Assumptions (Cont'd)****Public Employees' Retirement System**

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

Police and Firemen's Retirement System

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-2020.

For both PERS and PFRS, in accordance with State statute, the long-term expected rate of return on Plan investments (7.00% at June 30, 2020) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension Plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic rates of return for each major asset class included in PERS' and PFRS' target asset allocation as of June 30, 2020 are summarized in the table that follows:

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

Note 8: PENSION PLANS (CONT'D)**Actuarial Assumptions (Cont'd)****Discount Rate -**

Public Employees' Retirement System - The discount rate used to measure the total pension liability was 7.00% as of June 30, 2020. This single blended discount rate was based on the long-term expected rate of return on pension plan investments of 7.00% and a municipal bond rate of 2.21% as of the June 30, 2020 measurement date based on the Bond Buyer Go 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. The projection of cash flows used to determine the discount rate assumed that contributions from Plan members will be made at the current member contribution rates and that contributions from employers would be based on 78% of the actuarially determined contributions for the State 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 benefit payments of current plan members. Therefore, the long-term expected rate of return on Plan investments was applied to all projected benefit payments to determine the total pension liability.

Police and Firemen's Retirement System - The discount rate used to measure the total pension liability was 7.00% as of June 30, 2020. This single blended discount rate was based on the long-term expected rate of return on pension plan investments of 7.00%, and a municipal bond rate of 2.21% as of June 30, 2020 measurement date based on the Bond Buyer Go 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. The projection of cash flows used to determine the discount 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 78% of the actuarially determined contributions for the State and 100% of actuarially determined contributions for the local employers. Based on those assumptions, the Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on Plan investments was applied to all projected benefit payments to determine the total pension liability.

Sensitivity of Township's Proportionate Share of Net Pension Liability to Changes in the Discount Rate

Public Employees' Retirement System (PERS) - The following presents the Township's proportionate share of the net pension liability as of the June 30, 2020 measurement date, calculated using a discount rate of 7.00%, as well as what the Township's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1% lower or 1% higher than the current rates used:

	PERS		
	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Township's Proportionate Share of the Net Pension Liability	\$ 2,067,278.00	\$ 1,642,217.00	\$ 1,281,542.00

Note 8: PENSION PLANS (CONT'D)**Sensitivity of Fire District's Proportionate Share of Net Pension Liability to Changes in the Discount Rate (Cont'd)**

Police and Firemen's Retirement System (PFRS) - As previously mentioned, PFRS has a special funding situation, where the State of New Jersey pays a portion of the Township's annual required contribution. As such, the net pension liability as of the June 30, 2020 measurement date, for the Township and the State of New Jersey, calculated using a discount rate of 7.00%, as well as using a discount rate that is 1% lower or 1% higher than the current rates used, is as follows:

	PFRS		
	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Township's Proportionate Share of the Net Pension Liability	\$ 3,867,453.00	\$ 2,908,309.00	\$ 2,111,668.00
State of New Jersey's Proportionate Share of Net Pension Liability associated with the Township	<u>600,211.00</u>	<u>451,356.00</u>	<u>327,721.00</u>
	<u>\$ 4,467,664.00</u>	<u>\$ 3,359,665.00</u>	<u>\$ 2,439,389.00</u>

Pension Plan Fiduciary Net Position

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

Note 8: PENSION PLANS (CONT'D)**Supplementary Pension Information**

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

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

	<u>Measurement Date Ended June 30,</u>			
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Township's Proportion of the Net Pension Liability	0.0100703912%	0.0086588392%	0.0090065426%	0.0087570807%
Township's Proportionate Share of the Net Pension Liability	\$ 1,642,217.00	\$ 1,560,191.00	\$ 1,773,343.00	\$ 2,038,508.00
Township's Covered Payroll (Plan Measurement Period)	\$ 728,736.00	\$ 615,324.00	\$ 632,484.00	\$ 648,036.00
Township's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	225.35%	253.56%	280.38%	314.57%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	58.32%	56.27%	53.60%	48.10%
	<u>Measurement Date Ended June 30,</u>			
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Township's Proportion of the Net Pension Liability	0.8824883000%	0.8940113600%	0.0078258283%	0.0074673557%
Township's Proportionate Share of the Net Pension Liability	\$ 2,613,677.00	\$ 2,006,876.00	\$ 1,465,209.00	\$ 1,427,160.00
Township's Covered Payroll (Plan Measurement Period)	\$ 607,096.00	\$ 604,028.00	\$ 541,204.00	\$ 515,112.00
Township's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	430.52%	332.25%	270.73%	277.06%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	40.14%	47.93%	52.08%	48.72%

Note 8: PENSION PLANS (CONT'D)**Supplementary Pension Information (Cont'd)*****Schedule of the Township's Contributions - Public Employees' Retirement System (PERS) (Last Eight Years)***

	<u>Year Ended December 31,</u>			
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Township's Contractually Required Contribution	\$ 110,165.00	\$ 84,225.00	\$ 89,586.00	\$ 81,125.00
Township's Contribution in Relation to the Contractually Required Contribution	\$ (110,165.00)	\$ (84,225.00)	(89,586.00)	(81,125.00)
Township's Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -
Township's Covered Payroll (Calendar Year)	\$ 609,999.00	\$ 720,584.00	\$ 654,374.00	\$ 628,537.00
Township's Contributions as a Percentage of Covered Payroll	18.06%	11.69%	13.69%	12.91%
	<u>Year Ended December 31,</u>			
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Township's Contractually Required Contribution	\$ 78,399.00	\$ 76,861.00	\$ 64,515.00	\$ 56,265.00
Township's Contribution in Relation to the Contractually Required Contribution	(78,399.00)	(76,861.00)	(64,515.00)	(56,265.00)
Township's Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -
Township's Covered Payroll (Calendar Year)	\$ 620,559.00	\$ 613,943.00	\$ 581,496.00	\$ 549,554.00
Township's Contributions as a Percentage of Covered Payroll	12.63%	12.52%	11.09%	10.24%

Note 8: PENSION PLANS (CONT'D)**Supplementary Pension Information (Cont'd)*****Schedule of the Township's Proportionate Share of the Net Pension Liability - Police and Firemen's Retirement System (PFRS) (Last Eight Plan Years)***

	Measurement Date Ended June 30,			
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Township's Proportion of the Net Pension Liability	0.0225078375%	0.0204143983%	0.0186760597%	0.0180810918%
Township's Proportionate Share of the Net Pension Liability	\$ 2,908,309.00	\$ 2,498,277.00	\$ 2,527,179.00	\$ 2,791,371.00
State's Proportionate Share of the Net Pension Liability associated with the Township	451,356.00	394,483.00	343,275.00	312,657.00
Total	<u>\$ 3,359,665.00</u>	<u>\$ 2,892,760.00</u>	<u>\$ 2,870,454.00</u>	<u>\$ 3,104,028.00</u>
Township's Covered Payroll (Plan Measurement Period)	\$ 776,632.00	\$ 692,404.00	\$ 619,588.00	\$ 602,516.00
Township's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	374.48%	360.81%	407.88%	463.29%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	63.52%	65.00%	62.48%	58.60%
	Measurement Date Ended June 30,			
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Township's Proportion of the Net Pension Liability	0.0176187720%	0.0146168268%	0.0163760012%	0.0225726457%
Township's Proportionate Share of the Net Pension Liability	\$ 3,365,636.00	\$ 2,434,654.00	\$ 2,059,949.00	\$ 3,000,830.00
State's Proportionate Share of the Net Pension Liability associated with the Township	282,630.00	213,511.00	221,822.00	279,714.00
Total	<u>\$ 3,648,266.00</u>	<u>\$ 2,648,165.00</u>	<u>\$ 2,281,771.00</u>	<u>\$ 3,280,544.00</u>
Township's Covered Payroll (Plan Measurement Period)	\$ 563,140.00	\$ 462,888.00	\$ 555,728.00	\$ 694,716.00
Township's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	597.66%	525.97%	370.68%	431.95%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	52.01%	56.31%	62.41%	58.70%

Note 8: PENSION PLANS (CONT'D)**Supplementary Pension Information (Cont'd)*****Schedule of the Township's Contributions - Police and Firemen's Retirement System (PFRS) (Last Eight Years)***

	<u>Year Ended December 31,</u>			
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Township's Contractually Required Contribution	\$ 251,451.00	\$ 206,208.00	\$ 182,586.00	\$ 160,021.00
Township's Contribution in Relation to the Contractually Required Contribution	(251,451.00)	(206,208.00)	(182,586.00)	(160,021.00)
Township's Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Township's Covered Payroll (Calendar Year)	\$ 865,279.00	\$ 777,954.00	\$ 703,424.00	\$ 655,589.00
Township's Contributions as a Percentage of Covered Payroll	29.06%	26.51%	25.96%	24.41%
	<u>Year Ended December 31,</u>			
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Township's Contractually Required Contribution	\$ 143,653.00	\$ 118,813.00	\$ 125,779.00	\$ 164,685.00
Township's Contribution in Relation to the Contractually Required Contribution	(143,653.00)	(118,813.00)	(125,779.00)	(164,685.00)
Township's Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Township's Covered Payroll (Calendar Year)	\$ 614,114.00	\$ 588,398.00	\$ 466,622.00	\$ 517,163.00
Township's Contributions as a Percentage of Covered Payroll	23.39%	20.19%	26.96%	31.84%

Note 8: PENSION PLANS (CONT'D)**Supplementary Pension Information (Cont'd)****Other Notes to Supplementary Pension Information*****Public Employees' Retirement System (PERS)*****Changes in Benefit Terms**

The June 30, 2020 measurement date included two changes to the plan provisions. Chapter 157, P.L. 2019 expanded the definition of regular or assigned duties for purposes of accidental disability. The Division of Pension and Benefits (DPB) also adopted a new policy regarding the crediting of interest on member contributions for the purpose of refund of accumulated deductions.

Changes in Assumptions

The discount rate used as of June 30 measurement date is as follows:

<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>
2020	7.00%	2016	3.98%
2019	6.28%	2015	4.90%
2018	5.66%	2014	5.39%
2017	5.00%		

The long-term expected rate of return used as of June 30 measurement date is as follows:

<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>
2020	7.00%	2016	7.65%
2019	7.00%	2015	7.90%
2018	7.00%	2014	7.90%
2017	7.00%		

The mortality assumption was updated upon direction from the DPB.

Police and Firemen's Retirement System (PFRS)**Changes in Benefit Terms**

None

Changes in Assumptions

The discount rate used as of June 30 measurement date is as follows:

<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>
2020	7.00%	2016	3.98%
2019	6.28%	2015	4.90%
2018	5.66%	2014	5.39%
2017	5.00%		

Note 8: PENSION PLANS (CONT'D)**Supplementary Pension Information (Cont'd)****Other Notes to Supplementary Pension Information (Cont'd)*****Police and Firemen's Retirement System (PFRS) (Cont'd)*****Changes in Assumptions (Cont'd)**

The long-term expected rate of return used as of June 30 measurement date is as follows:

<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>
2020	7.00%	2016	7.65%
2019	7.00%	2015	7.90%
2018	7.00%	2014	7.90%
2017	7.00%		

The mortality assumption was updated upon direction from the DPB.

Note 9: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS

In May of 2021, the New Jersey Division of Local Government Services issued Local Finance Notice 2021-10 which allows local units to disclose the most recently available information as it relates to the New Jersey Division of Pension's reporting on GASBS No. 75, *Accounting and Financial Reporting for Postemployment Benefits other than Pensions*. As of the date of this report, the information for the measurement period ended June 30, 2020 was not available; therefore, the information from the measurement period June 30, 2019 is disclosed below.

General Information about the OPEB Plan

Plan Description and Benefits Provided - The Township does not provide postemployment benefits to its retirees, however, the State of New Jersey (the "State") provides these benefits to certain Township retirees and their dependents under a special funding situation as described below.

The State of New Jersey, on-behalf of the Township, contributes to the State Health Benefits Local Government Retired Employees Plan (the "Plan"), which 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. The Plan meets the definition of an equivalent arrangement as defined in paragraph 4 of GASB Statement No. 75, *Accounting and Financial Reporting for the Postemployment Benefits Other Than Pensions* (GASB Statement No. 75); therefore, assets are accumulated to pay associated benefits. For additional information about the Plan, please refer to the State of New Jersey (the State), Division of Pensions and Benefits' (the Division) Comprehensive Annual Financial Report (CAFR), which can be found at <https://www.state.nj.us/treasury/pensions/financial-reports.shtml>.

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

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

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.

Note 9: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**General Information about the OPEB Plan (Cont'd)**

Contributions - The funding policy for the OPEB plan is pay-as-you-go; therefore, there is no prefunding of the liability. However, due to premium rates being set prior to each calendar year, there is a minimal amount of net position available to cover benefits in future years. Contributions to pay for the health benefit premiums of participating employees in the OPEB plan are collected from the State of New Jersey, participating local employers, and retired members.

Special Funding Situation Component - The State of New Jersey makes contributions to cover those employees eligible under Chapter 330, P.L. 1997, as disclosed below. Local employers remit employer contributions on a monthly basis. Retired member contributions are generally received on a monthly basis. Partially funded benefits are also available to local police officers and firefighters who retire with 25 years of service or on disability from an employer who does not provide coverage under the provisions of Chapter 330, P.L. 1997. Upon retirement, these individuals must enroll in the OPEB plan.

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% 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, the Township is 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 Township does 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 Township is required disclose:

- a) the State's proportion (percentage) of the collective net OPEB liability that is associated with the Township,
- b) the State's proportionate share of the collective net OPEB liability that is associated with the Township, and
- c) the State's proportionate share of the OPEB (benefit) expense that is associated with the Township.

The amount of actual contributions to the OPEB Plan made by the State, on-behalf of the Township, is not known, however, under the Special Funding Situation, the State's OPEB (benefit) expense, on-behalf of the Township, is \$29,491.00 for the year ended December 31, 2019 representing 3.79% of the Township's covered payroll.

OPEB Liability and OPEB (Benefit) Expense

OPEB Liability - At December 31, 2019 the State's proportionate Share of the Net OPEB liability associated with the Township is \$2,224,224.00. The net OPEB liability was measured as of June 30, 2019, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of June 30, 2018, which was rolled forward to June 30, 2019.

The State's proportion of the net OPEB liability, on-behalf of the Township, was based on the ratio of the plan members of an individual employer to the total members of the Plan's special funding situation during the measurement period July 1, 2018 through June 30, 2019. For the June 30, 2019 measurement date, the State's proportion on-behalf of the Township was 0.040252% which was a decrease of 0.001978% from its proportion measured as of the June 30, 2018 measurement date.

Note 9: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**OPEB Liability and OPEB (Benefit) Expense (Cont'd)**

OPEB (Benefit) Expense - At December 31, 2019, the State's proportionate share of the OPEB (benefit) expense, associated with the Township, calculated by the Plan as of the June 30, 2019 measurement date, is \$29,491.00. This on-behalf (benefit) expense is not recognized by the Township because of the regulatory basis of accounting as described in note 1.

Actuarial Assumptions

The actuarial assumptions vary for each plan member depending on the pension plan in which the member is enrolled. The actuarial valuation at June 30, 2019 used the following actuarial assumptions, applied to all periods in the measurement:

Inflation Rate	2.50%
Salary Increases *	
PERS:	
Not Applicable Under Special Funding Situation	
PFRS:	
Rate for all Years	3.25% to 15.25%

* Salary Increases are Based on Years of Service
Within the Respective Plan

PFRS mortality rates were based on Pub-2010 Safety classification headcount weighted mortality with fully generational mortality improvement projections from the central year using Scale MP-2019.

Actuarial assumptions used in the July 1, 2018 valuation were based on the results of the PFRS experience study prepared for July 1, 2013 to June 30, 2018.

100% of active members are considered to participate in the Plan upon retirement.

All of the Plan's investments are in the State of New Jersey Cash Management Fund ("CMF"). The New Jersey Division of Investments manages the CMF, which is available on a voluntary basis for investment by State and certain non-State participants. The CMF is considered to be an investment trust fund as defined in GASB Statement No. 31, *Certain Investments and External Investment Pools*. The CMF invests in U.S. Government and Agency Obligations, Commercial Paper, Corporate Obligations and Certificates of Deposit. Units of ownership in the CMF may be purchased or redeemed on any given business day (excluding State holidays) are the unit cost of value of \$1.00. Participant shares are valued on a fair value basis. The CMF pay interest to participants on a monthly basis.

Discount Rate - The discount rate used to measure the OPEB Liability at June 30, 2019 was 3.50%. This represents the municipal bond return rate as chosen by the State. The source is the Bond Buyer Go 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. As the long-term rate of return is less than the municipal bond rate, it is not considered in the calculation of the discount rate, rather the discount rate is set at the municipal bond rate.

Note 9: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**Actuarial Assumptions (Cont'd)**

Health Care Trend Assumptions - For pre-Medicare medical benefits, the trend is initially 5.7% and decreases to a 4.5% long-term trend rate after eight years. For post-65 medical benefits, the actual fully-insured Medicare Advantage trend rates for fiscal year 2020 are reflected. The assumed post-65 medical trend is 4.5% for all future years. For prescription drug benefits, the initial trend rate is 7.5% and decreases to a 4.5% long-term trend rate after eight years.

Sensitivity of the net OPEB Liability to Changes in the Discount Rate

As previously mentioned, the OPEB Plan has a special funding situation where the State of New Jersey pays the Township's contributions for certain eligible employees. As such, the proportionate share of the net OPEB liability as of June 30, 2019, the Plan's measurement date, calculated using a discount rate of 3.50%, as well as using a discount rate that is 1% lower or 1% higher than the current rates used, is as follows:

	1% Decrease <u>(2.50%)</u>	Current Discount Rate <u>(3.50%)</u>	1% Increase <u>(4.50%)</u>
State of New Jersey's Proportionate Share of the Net OPEB Liability Associated with the Township	\$ 2,571,769.00	\$ 2,224,224.00	\$ 1,941,798.00

Sensitivity of the net OPEB Liability to Changes in the Healthcare Cost Trend Rates

The net OPEB Liability as of June 30, 2019, the Plan's measurement date, using a healthcare cost trend rates that are 1% lower or 1% higher than the current healthcare cost trend rate used, is as follows:

	1% Decrease	Healthcare Cost Trend Rates	1% Increase
State of New Jersey's Proportionate Share of the Net OPEB Liability Associated with the Township	\$ 1,876,971.00	\$ 2,224,224.00	\$ 2,667,204.00

OPEB Plan Fiduciary Net Position

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

Note 9: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**Supplementary OPEB Information**

In accordance with GASB No. 75, the following information is also presented for the State Health Benefits Local Government Retired Employees Plan. These schedules are presented to illustrate the requirements to show information for 10 years; however, until a full 10-year trend is compiled, this presentation will only include information for those years for which information is available.

Schedule of the State's Proportionate Share of the net OPEB Liability Associated with the Township (Last Three Plan Years)

	<u>Measurement Date Ended June 30,</u>		
	<u>2019</u>	<u>2018</u>	<u>2017</u>
Township's Proportion of the Net OPEB Liability	0.000000%	0.000000%	0.000000%
State's Proportion of the Net OPEB Liability Associated with the Township	100.000000%	100.000000%	100.000000%
	<u>100.000000%</u>	<u>100.000000%</u>	<u>100.000000%</u>
Township's Proportionate Share of the Net OPEB Liability	\$ -	\$ -	\$ -
State's Proportionate Share of the Net OPEB Liability Associated with the Township	2,224,224.00	2,624,107.00	3,123,914.00
Total	<u>\$ 2,224,224.00</u>	<u>\$ 2,624,107.00</u>	<u>\$ 3,123,914.00</u>
Township's Covered Payroll (Plan Measurement Period)	\$ 747,921.00	\$ 696,246.00	\$ 618,960.00
Township's Proportionate Share of the Net OPEB Liability as a Percentage of Covered Payroll	0.00%	0.00%	0.00%
State's Proportionate Share of the Net OPEB Liability as a Percentage of Covered Payroll	297.388%	376.894%	504.704%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	1.98%	1.97%	1.03%

Schedule of the State's Contributions Associated with the Township (Last Three Years)

The amount of actual contributions that the State made on-behalf of the Township is not known.

Note 9: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**Other Notes to Supplementary OPEB Information**Changes in Benefit Terms

In 2019, there were slight changes to the Chapter 48 provisions.

Changes in Assumptions

In 2019, the discount rate changed to 3.50% from 3.87%, and there were changes in the assumed health care cost trend, PPO/HMO future retiree elections, and excise tax assumptions. Further, decrements, salary scale, and mortality assumptions were updated based on the July 1, 2013 - June 30, 2018 PFRS experience study. For mortality related to PFRS members and retirees, the Pub-2010 "Safety" classification headcount-weighted mortality table with fully generational mortality improvement projections from the central year using Scale MP-2019 was used.

In 2018, the discount rate changed to 3.87% from 3.58%, there were changes in the census, claims and premiums experience and a decrease in the assumed health care cost trend and excise tax assumptions.

In 2017, the discount rate changed to 3.58% from 2.85%.

Note 10: COMPENSATED ABSENCES

Under the existing policy of the Township, certain employees are entitled to accumulate annual unused sick leave and vacation days. Unused sick leave may be accumulated and carried forward to the subsequent year. Vacation days not used during the year may not be accumulated and carried forward.

The Township compensates employees for unused sick leave upon termination or retirement. There is a maximum payout of \$2,500.00.

The Township does not record accrued expenses related to compensated absences. However, it is estimated that, at December 31, 2020, accrued benefits for compensated absences are valued at \$36,201.34.

Note 11: DEFERRED COMPENSATION SALARY ACCOUNT

The Township offers its employees a deferred compensation plan in accordance with Internal Revenue Code Section 457, which has been approved by the Director of the Division of Local Government Services. The Plan, available to all full time employees at their option, permits employees to defer a portion of their salary to future years. The deferred compensation is not available to participants until termination, retirement, death, or unforeseeable emergency.

Amounts deferred under Section 457 plans must be held in trust for the exclusive benefit of participating employees and not be accessible by the Township or its creditors. Since the Township does not have a fiduciary relationship with the Plan, the balances and activities of the Plan are not reported in the Township's financial statements.

Note 12: LEASE OBLIGATIONS

At December 31, 2020, the Township had lease agreements in effect for the following:

Operating:
Two (2) Copiers
One (1) Postage Meter

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

<u>Year</u>	<u>Amount</u>
2021	<u>\$ 3,925.04</u>

Rental payments under operating leases for the year 2020 were \$5,398.08.

Note 13: CAPITAL DEBT**General Improvement Bonds**

Pooled Loan Revenue Refunding Bonds, Series 2013A-1 - On March 11, 2013, the Township entered into a guaranteed pooled loan agreement with the Burlington County Bridge Commission with interest rates ranging from 2.00%-5.00%. The proceeds of \$485,000.00 were used to advance refund a 2003 loan with the Burlington County Bridge Commission. The final maturity of the loan is December 1, 2023.

Pooled Loan Revenue Bonds, Series 2013A-2 - On March 11, 2013, the Township entered into a guaranteed pooled loan agreement with the Burlington County Bridge Commission with interest rates ranging from 2.00%-5.00%. The proceeds of \$1,960,000.00 were used to fund various general capital improvements. The final maturity of the loan is December 1, 2032.

General Improvement Bonds, Series 2016 - On June 1, 2016, the Township issued \$6,365,000.00 of general improvement bonds, with interest rates ranging from 2.25% to 3.00%. The purpose of the bonds is to fund various capital ordinances, specifically 2015-02 and 2016-03. The final maturity of the bonds is May 15, 2046.

The following schedule represents the remaining debt service, through maturity, for the general improvement bonds:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	\$ 310,000.00	\$ 228,981.25	\$ 538,981.25
2022	320,000.00	217,962.50	537,962.50
2023	330,000.00	206,581.25	536,581.25
2024	305,000.00	194,612.50	499,612.50
2025	310,000.00	184,862.50	494,862.50
2026-2030	1,620,000.00	765,312.50	2,385,312.50
2031-2035	1,410,000.00	510,662.50	1,920,662.50
2036-2040	1,250,000.00	313,500.00	1,563,500.00
2041-2045	1,250,000.00	126,000.00	1,376,000.00
2046	<u>215,000.00</u>	<u>3,225.00</u>	<u>218,225.00</u>
Totals	<u>\$ 7,320,000.00</u>	<u>\$ 2,751,700.00</u>	<u>\$ 10,071,700.00</u>

Sewer Utility Debt - New Jersey Environmental Infrastructure Loans

From 2001 to 2003, the Township entered into two loan agreements with the New Jersey Environmental Infrastructure Trust to provide funding, at no interest, from the fund loan, and at interest rates ranging from 4.00% to 5.50% from the trust loan. The proceeds were used to fund various projects within the Township. Semiannual debt payments are due February 1st and August 1st through 2023.

The following schedule represents the remaining debt service, through maturity, for the New Jersey Environmental Infrastructure loans:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	\$ 365,770.46	\$ 14,625.00	\$ 380,395.46
2022	75,049.14	4,275.00	79,324.14
2023	<u>73,745.71</u>	<u>2,137.50</u>	<u>75,883.21</u>
Totals	<u>\$ 514,565.31</u>	<u>\$ 21,037.50</u>	<u>\$ 535,602.81</u>

Note 13: CAPITAL DEBT (CONT'D)

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

	<u>2020</u>	<u>2019</u>	<u>2018</u>
<u>Issued</u>			
General:			
Bonds	\$ 7,320,000.00	\$ 7,615,000.00	\$ 7,900,000.00
Sewer Utility:			
Loans	514,565.31	870,353.84	1,216,113.84
Total Issued	<u>7,834,565.31</u>	<u>8,485,353.84</u>	<u>9,116,113.84</u>
<u>Authorized but not Issued</u>			
General:			
Bonds and Notes	1,319,720.87	1,319,720.87	1,319,720.87
Sewer Utility:			
Bonds and Notes	58,360.00	58,360.00	58,360.00
Total Authorized but not Issued	<u>1,378,080.87</u>	<u>1,378,080.87</u>	<u>1,378,080.87</u>
Total Issued and Authorized but not Issued	<u>9,212,646.18</u>	<u>9,863,434.71</u>	<u>10,494,194.71</u>
<u>Deductions</u>			
General:			
Reserve for Payment of Bonds	432,380.00	15,120.00	15,360.00
County Open Space Receivable	132,000.00	144,000.00	156,000.00
Sewer Utility:			
Self-Liquidating	572,925.31	928,713.84	1,274,473.84
Total Deductions	<u>1,137,305.31</u>	<u>1,087,833.84</u>	<u>1,445,833.84</u>
Net Debt	<u>\$ 8,075,340.87</u>	<u>\$ 8,775,600.87</u>	<u>\$ 9,048,360.87</u>

The summarized statement of debt condition which follows is prepared in accordance with the required method of setting up the annual debt statement and indicated a statutory net debt of 2.261%.

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
Local School Purposes	\$ 31,585,000.00	\$ 20,825,100.54	\$ 10,759,899.46
Regional School Purposes	13,387,085.53	13,387,085.53	
Self-Liquidating	572,925.31	572,925.31	
General	8,639,720.87	564,380.00	8,075,340.87
	<u>\$ 54,184,731.71</u>	<u>\$ 35,349,491.38</u>	<u>\$ 18,835,240.33</u>

Net debt \$18,835,240.33 divided by the equalized valuation basis per N.J.S.A.40A:2-2, as amended, \$833,004,021.67, equals 2.261%.

Note 13: CAPITAL DEBT (CONT'D)**Summary of Statutory Debt Condition - Annual Debt Statement****Borrowing Power Under N.J.S.A. 40A:2-6 as Amended**

3 1/2% of Equalized Valuation Basis (Municipal)	\$	29,155,140.76
Less: Net Debt		<u>18,835,240.33</u>
Remaining Borrowing Power	\$	<u><u>10,319,900.43</u></u>

**Calculation of "Self-Liquidating Purpose,"
Sewer Utility Per N.J.S.A. 40:2-45**

Cash Receipts from Fees, Rents, Fund Balance Anticipated, Interest and Other Investment Income, and Other Charges for the Year	\$	851,141.03
Deductions:		
Operating and Maintenance Costs	\$	314,600.00
Debt Service		<u>376,149.98</u>
Total Deductions		<u>690,749.98</u>
Excess in Revenue	\$	<u><u>160,391.05</u></u>

A revised Annual Debt Statement should be filed by the Chief Financial Officer.

Note 14: SCHOOL TAXES

Chesterfield Township local school tax has been raised and the liability deferred by statutes, resulting in the school tax payable set forth in the current fund liabilities as follows:

	<u>Balance December 31,</u>	
	<u>2020</u>	<u>2019</u>
Balance of Tax	\$ 5,892,559.00	\$ 5,792,281.00
Deferred	<u>5,699,563.50</u>	<u>5,699,563.50</u>
Taxes Payable	<u><u>\$ 192,995.50</u></u>	<u><u>\$ 92,717.50</u></u>

Northern Burlington County Regional High School tax has been raised and the liability deferred by statutes, resulting in the school tax payable set forth in the current fund liabilities as follows:

	<u>Balance December 31,</u>	
	<u>2020</u>	<u>2019</u>
Balance of Tax	\$ 3,063,475.55	\$ 2,822,350.27
Deferred	<u>2,537,859.00</u>	<u>2,537,859.00</u>
Taxes Payable	<u><u>\$ 525,616.55</u></u>	<u><u>\$ 284,491.27</u></u>

Note 15: 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.

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

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

<u>Year</u>	<u>Township Contributions</u>	<u>Employee Contributions</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2020	\$ 10,000.00	\$ 2,866.70	\$ 106.50	\$ 77,257.45
2019	10,000.00	2,809.76	407.81	64,497.25
2018	10,000.00	2,593.32	3,622.43	52,095.30

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

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

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

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

The Township's agreement with the Pool provides that the Pool will be self-sustaining through member premiums and will reinsure through the Municipal Excess Liability Joint Insurance Fund, which is an insurance pool formed by all the other joint insurance funds.

For more information regarding claims, coverages and deductibles, the Fund publishes its own financial report which can be obtained from:

Burlington County Municipal Joint Insurance Fund
 P.O. Box 489
 Marlton, New Jersey 08053

Note 16: CONTINGENCIES

Grantor Agencies - Amounts received or receivable from grantor agencies could be subject to audit and adjustment by grantor agencies. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time, although the Township expects such amount, if any, to be immaterial.

Litigation - 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.

Note 17: CONCENTRATIONS

The Township depends on financial resources flowing from, or associated with, both the federal government and the State of New Jersey. As a result of this dependency, the Township is subject to changes in specific flows of intergovernmental revenues based on modifications to federal and State laws and federal and State appropriations.

Note 18: SUBSEQUENT EVENTS

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

<u>Purpose</u>	<u>Adoption</u>	<u>Authorization</u>
General Improvements		
Improvements to the Storm Water System	5/13/2021	\$ 95,000.00
Demolition and Removal of Old Municipal Building	5/27/2021	80,750.00

COVID-19 - On January 30, 2020, the World Health Organization (“WHO”) announced a global health emergency because of a new strain of coronavirus originating in Wuhan, China (the “COVID-19 outbreak”) and the risks to the international community as the virus spreads globally beyond its point of origin. In March 2020, the WHO classified the COVID-19 outbreak as a pandemic, based on the rapid increase in exposure globally.

The full impact of the COVID-19 outbreak continues to evolve as of the date of this report. As such, it is uncertain as to the full magnitude that the pandemic will have on the Township’s financial condition, liquidity, and future results of operations. During the 2020 year, the Township waived the renewal fee with respect to alcohol licenses and did not receive the estimated amount of municipal court fines and cost. These revenue shortfalls, were not material overall to the Township. Management is actively monitoring the global situation on its financial condition, liquidity, operations, suppliers, industry, and workforce. Given the daily evolution of the COVID-19 outbreak and the global responses to curb its spread, the Township is not able to estimate the effects of the COVID-19 outbreak on its results of operations, financial condition, or liquidity for calendar year 2021.

SUPPLEMENTAL EXHIBITS

SUPPLEMENTAL EXHIBITS

CURRENT FUND

TOWNSHIP OF CHESTERFIELD

CURRENT FUND

Statement of Current Cash Per N.J.S.40A:5-5 - Chief Financial Officer

For the Year Ended December 31, 2020

Balance Dec. 31, 2019		\$ 7,107,202.48
Increased by Receipts:		
Tax Collector	\$ 25,676,556.25	
Revenue Accounts Receivable	277,867.35	
Energy Receipts Tax	512,715.01	
Miscellaneous Revenue not Anticipated	204,125.86	
Reserve for Marriage Licenses	575.00	
Reserve for DCA Fees	8,648.00	
Petty Cash	100.00	
Reserve for Pipeline Community Impacts	517,860.00	
Reserve for Redemption of Tax Title Liens	245,296.73	
Due General Capital Fund	432,380.00	
Due Federal and State Grant Fund	475,243.96	
		<u>28,351,368.16</u>
		35,458,570.64
Decreased by Disbursements:		
2020 Appropriations	3,973,323.43	
2019 Appropriation Reserves and Encumbrances	203,990.39	
Accounts Payable	6,870.00	
County Taxes Payable	3,384,674.77	
Due County - Added and Omitted Taxes	58,942.38	
Local District School Taxes Payable	11,684,847.00	
Regional School Taxes Payable	5,959,441.72	
Fire District Taxes Payable	982,021.00	
Reserve for Marriage Licenses	525.00	
Reserve for DCA Fees	9,722.00	
Petty Cash	100.00	
Tax Overpayments	95,642.61	
Reserve for Redemption of Tax Title Liens	245,296.73	
Due General Capital Fund	103,430.64	
Due Federal and State Grant Fund	62,602.56	
		<u>26,771,430.23</u>
Balance Dec. 31, 2020		<u>\$ 8,687,140.41</u>

TOWNSHIP OF CHESTERFIELD
CURRENT FUND
 Statement of Current Cash Per N.J.S.40A:5-5 - Collector
 For the Year Ended December 31, 2020

Receipts:		
Taxes Receivable	\$ 25,213,482.72	
Due from State of New Jersey - Senior Citizens and Veterans	24,750.00	
Prepaid Taxes	291,151.65	
Tax Overpayments	86,625.97	
Interest and Cost on Taxes	<u>60,545.91</u>	
		\$ 25,676,556.25
Decreased by:		
Disbursed to Chief Financial Officer		<u>\$ 25,676,556.25</u>

Exhibit SA-3

CURRENT FUND
 Statement of Change Funds
 For the Year Ended December 31, 2020

<u>Office</u>	<u>Balance</u> <u>Dec. 31, 2019</u>	<u>Increased</u>	<u>Balance</u> <u>Dec. 31, 2020</u>
Construction Code	\$ 100.00		\$ 100.00
Tax Office	100.00		100.00
Police Department	50.00		50.00
Chief Financial Officer	50.00		50.00
Animal Licensing		\$ 50.00	50.00
	<u>\$ 300.00</u>	<u>\$ 50.00</u>	<u>\$ 350.00</u>

Exhibit SA-4

CURRENT FUND
 Statement of Petty Cash Fund
 For the Year Ended December 31, 2020

<u>Office</u>	<u>Received</u> <u>from Chief</u> <u>Financial Officer</u>	<u>Disbursed</u> <u>to Chief</u> <u>Financial Officer</u>
Township Clerk	<u>\$ 100.00</u>	<u>\$ 100.00</u>

TOWNSHIP OF CHESTERFIELD
CURRENT FUND
 Statement of Taxes Receivable and Analysis of Property Tax Levy
 For the Year Ended December 31, 2020

Year	Balance	2020 Levy	2019	Collections		Due from State of New Jersey	Appeals/ Canceled	Balance Dec. 31, 2020
	Dec. 31, 2019			2020	2020			
2018	\$ 8.37			\$	8.37			
2019	256,719.99				256,642.74		\$ 77.25	
	256,728.36				256,651.11		77.25	
2020		\$ 25,421,621.68	\$ 185,878.32		24,956,831.61	\$ 24,250.00	52,381.15	\$ 202,280.60
	<u>\$ 256,728.36</u>	<u>\$ 25,421,621.68</u>	<u>\$ 185,878.32</u>		<u>\$ 25,213,482.72</u>	<u>\$ 24,250.00</u>	<u>\$ 52,458.40</u>	<u>\$ 202,280.60</u>

Analysis of 2020 Tax Levy
Tax Yield

General Purpose Tax	\$ 25,147,311.22
Added Taxes (54:4-63.1 et seq.)	<u>274,310.46</u>
	<u>\$ 25,421,621.68</u>

Tax Levy

Local District School Tax	\$ 11,785,125.00
Regional High School	6,200,567.00
Fire District Tax	982,021.00
County Taxes:	
County Tax	\$ 2,950,781.30
County Library Tax	262,245.09
County Open Space	<u>171,648.38</u>
	3,384,674.77
Due County for Added Taxes	<u>37,024.52</u>
Total County Taxes	3,421,699.29
Local Tax for Municipal Purposes	2,790,755.43
Add: Additional Tax Levied	<u>241,453.96</u>
Local Tax for Municipal Purposes Levied	<u>3,032,209.39</u>
	<u>\$ 25,421,621.68</u>

TOWNSHIP OF CHESTERFIELD
CURRENT FUND
Statement of Prepaid Taxes
For the Year Ended December 31, 2020

Balance Dec. 31, 2019	\$ 185,878.32
Increased by:	
Collections - 2021 Taxes	<u>291,151.65</u>
	477,029.97
Decreased by:	
Applied to Taxes Receivable	<u>185,878.32</u>
Balance Dec. 31, 2020	<u><u>\$ 291,151.65</u></u>

TOWNSHIP OF CHESTERFIELD
CURRENT FUND
 Statement of Revenue Accounts Receivable
 For the Year Ended December 31, 2020

	<u>Balance</u> <u>Dec. 31, 2019</u>	<u>Accrued</u> <u>in 2020</u>	<u>Realized</u>	<u>Balance</u> <u>Dec. 31, 2020</u>
Clerk:				
Licenses:				
Other		\$ 1,919.00	\$ 1,919.00	
Fees and Permits	\$ 68,814.37	83,476.33	84,794.37	\$ 67,496.33
Municipal Court:				
Fines and Costs	7,894.92	40,021.94	46,865.70	1,051.16
Interest on Investments		42,016.28	42,016.28	
Uniform Construction Code Fees		102,272.00	102,272.00	
	<u>\$ 76,709.29</u>	<u>\$ 269,705.55</u>	<u>\$ 277,867.35</u>	<u>\$ 68,547.49</u>

TOWNSHIP OF CHESTERFIELD
CURRENT FUND
 Statement of Reserve for Sale of Municipal Assets
 For the Year Ended December 31, 2020

Balance Dec. 31, 2019	\$	710,000.00
Decreased by:		
Anticipated as Revenue		50,000.00
Balance Dec. 31, 2020	\$	660,000.00

CURRENT FUND
 Statement of Tax Overpayments
 For the Year Ended December 31, 2020

Balance Dec. 31, 2019	\$	9,016.64
Increased by:		
Receipts		86,625.97
		95,642.61
Decreased by:		
Refunded	\$	95,642.61

TOWNSHIP OF CHESTERFIELD
CURRENT FUND

Statement of Due State of New Jersey Veterans' and Senior Citizens' Deductions
For the Year Ended December 31, 2020

Balance Dec. 31, 2019		\$ 4,826.42
Increased by:		
Receipts - Collector		<u>24,750.00</u>
		29,576.42
Decreased by:		
2020 Senior Citizens' Deductions per Tax Billing	\$ 1,750.00	
2020 Veterans' Deductions per Tax Billing	<u>22,500.00</u>	
		<u>24,250.00</u>
Balance Dec. 31, 2020		<u><u>\$ 5,326.42</u></u>

TOWNSHIP OF CHESTERFIELD
CURRENT FUND
Statement of 2019 Appropriation Reserves and Encumbrances
For the Year Ended December 31, 2020

	Balance Dec. 31, 2019		Budget After Modification	Disbursed	Balance Lapsed
	Encumbered	Reserved			
General Government					
Administrative and Executive					
Salaries and Wages		\$ 2,243.01	\$ 2,243.01		\$ 2,243.01
Other Expenses	\$ 1,590.61	5,736.61	7,327.22	\$ 3,548.81	3,778.41
Municipal Clerk					
Salaries and Wages		194.39	194.39		194.39
Other Expenses	205.63	3,103.11	3,308.74	3,070.63	238.11
Financial Administration					
Salaries and Wages		1,210.26	1,210.26		1,210.26
Other Expenses	399.99	6,415.91	6,815.90	4,172.44	2,643.46
Assessment of Taxes					
Salaries and Wages		458.92	458.92		458.92
Other Expenses					
Maintenance of Tax Map		559.00	559.00	362.50	196.50
Maintenance Other Expenses	1,417.80	11,331.22	12,749.02	1,418.54	11,330.48
Collection of Taxes					
Salaries and Wages		351.28	351.28		351.28
Other Expenses	1,458.56	2,729.87	4,688.43	3,103.56	1,584.87
Legal Services and Costs					
Other Expenses		56,646.58	53,646.58	2,405.00	51,241.58
Engineering Services and Costs					
Other Expenses	3,245.00	36,449.59	39,694.59	6,670.50	33,024.09
Historical Preservation Commission					
Salaries and Wages		300.00	300.00		300.00
Other Expenses		0.87	0.87		0.87
Municipal Land Use Law (N.J.S.40:55D-1):					
Planning Board					
Salaries and Wages		11.02	11.02		11.02
Other Expenses		12,323.30	12,323.30	635.19	11,688.11
Mayor and Council					
Other Expenses		4,750.03	4,750.03		4,750.03
Insurance					
Group Plan for Employees		646.00	646.00	633.98	12.02
Liability Insurance		10,127.30	10,127.30		10,127.30
Workers Compensation Insurance		25,706.69	25,706.69		25,706.69
Health Benefit Waiver Buy Back		1,500.00	1,500.00		1,500.00
Public Safety					
Police					
Other Expenses	10,629.01	8,543.48	19,172.49	9,992.92	9,179.57
Acquisition of Police Car	90,863.96	6,963.19	97,827.15	89,363.43	8,463.72
First Aid Organization Contribution					
Other Expenses	94.60	752.29	846.89	94.60	752.29
Emergency Management Services					
Salaries and Wages		1,500.00	1,500.00		1,500.00
Other Expenses		180.00	180.00		180.00
Animal Control					
Salaries and Wages		2,500.00	2,500.00		2,500.00
Other Expenses	240.08	412.72	652.80	112.23	540.57
Streets and Roads					
Road Repair and Maintenance					
Salaries and Wages		32,371.68	32,371.68	2,133.14	30,238.54
Other Expenses	6,038.59	20,091.10	26,129.69	6,906.25	19,223.44
Recycling Program					
Other Expenses		3,850.00	3,850.00		3,850.00
Public Buildings and Grounds					
Salaries and Wages		3,000.00	3,000.00		3,000.00
Other Expenses	1,515.75	10.94	3,526.69	2,295.12	1,231.57

(Continued)

TOWNSHIP OF CHESTERFIELD
CURRENT FUND
Statement of 2019 Appropriation Reserves and Encumbrances
For the Year Ended December 31, 2020

	Balance Dec. 31, 2019		Budget After Modification	Disbursed	Balance Lapsed
	Encumbered	Reserved			
<u>Streets and Roads (Cont'd)</u>					
Maintenance of Vehicles					
Other Expenses	\$ 1,522.55	\$ 7,405.11	\$ 8,927.66	\$ 2,817.12	\$ 6,110.54
<u>Health and Welfare</u>					
Board of Health					
Salaries and Wages		625.87	625.87		625.87
Other Expenses		16.50	16.50		16.50
Environmental Commission (NJS 40:56A-1 et seq)					
Salaries and Wages		70.01	70.01		70.01
Other Expenses		7,710.47	7,710.47	580.08	7,130.39
<u>Recreation and Education</u>					
Parks and Playgrounds					
Salaries and Wages		0.04	0.04		0.04
Other Expenses	4,271.32	8,457.01	12,728.33	4,596.32	8,132.01
Senior Citizen Programs					
Other Expenses		1,000.00	1,000.00	937.17	62.83
Celebration of Public Events					
Other Expenses		7,376.20	7,376.20		7,376.20
<u>Unclassified</u>					
Utilities					
Electricity		23,408.53	23,408.53	4,873.56	18,534.97
Street Lighting		13,181.99	13,181.99	9,615.48	3,566.51
Telephone		4,799.55	4,799.55	586.06	4,213.49
Water		2,291.51	2,291.51		2,291.51
Natural Gas		1,728.16	1,728.16	684.50	1,043.66
Telecommunications		51.94	551.94	183.97	367.97
Gasoline		35,972.04	35,972.04	2,425.45	33,546.59
State Uniform Construction Code					
Construction Official					
Salaries and Wages		3,617.56	3,617.56	261.00	3,356.56
Other Expenses	1,108.61	1,235.02	2,343.63	1,185.70	1,157.93
Property Maintenance Code Enforcement					
Other Expenses	60.00	12,655.00	12,715.00		12,715.00
<u>Statutory Expenditures</u>					
Social Security System (O.A.S.I.)		18,969.44	18,969.44		18,969.44
Defined Contribution Retirement Program		1,000.00	1,000.00		1,000.00
<u>Operations Excluded from "CAPS"</u>					
Appropriation "CAP" Waiver (40A:4-45.3ee):					
Public Safety					
Police - Salaries and Wages		117,442.25	117,442.25	2,965.00	114,477.25
Ambulance Service - Contractual		12,583.33	12,583.33	9,500.00	3,083.33
Shared Service Agreements					
Municipal Court- Bordentown	25,860.14	37,201.95	63,062.09	25,860.14	37,201.95
Public and Private Programs Offset by Revenues:					
Matching Funds for Grants		5,000.00	5,000.00		5,000.00
Totals	<u>\$ 150,522.20</u>	<u>\$ 586,769.84</u>	<u>\$ 737,292.04</u>	<u>\$ 203,990.39</u>	<u>\$ 533,301.65</u>

TOWNSHIP OF CHESTERFIELD
CURRENT FUND
Statement of Accounts Payable
For the Year Ended December 31, 2020

Balance Dec. 31, 2019		\$	19,543.25
Decreased by:			
Disbursed	\$	6,870.00	
Canceled		<u>2,445.34</u>	
			<u>9,315.34</u>
Balance Dec. 31, 2020		\$	<u><u>10,227.91</u></u>

CURRENT FUND
Statement of Regional High School Tax
For the Year Ended December 31, 2020

Balance Dec. 31, 2019			
School Tax Payable	\$	284,491.27	
School Tax Deferred		<u>2,537,859.00</u>	
			\$ 2,822,350.27
Increased by:			
Levy - School Year July 1, 2020 to June 30, 2021			<u>6,200,567.00</u>
			9,022,917.27
Decreased by:			
Payments			<u>5,959,441.72</u>
Balance Dec. 31, 2020			
School Tax Payable		525,616.55	
School Tax Deferred		<u>2,537,859.00</u>	
			<u><u>\$ 3,063,475.55</u></u>
2020 Liability for Regional High School Tax:			
Tax Paid		\$	5,959,441.72
Add: Tax Payable Dec. 31, 2020			<u>525,616.55</u>
			6,485,058.27
Less: Tax Payable Dec. 31, 2019			<u>284,491.27</u>
Amount Charged to 2020 Operations		\$	<u><u>6,200,567.00</u></u>

TOWNSHIP OF CHESTERFIELD
CURRENT FUND
 Statement of County Taxes Payable
 For the Year Ended December 31, 2020

2020 Tax Levy:		
County Tax	\$ 2,950,781.30	
County Library Tax	262,245.09	
County Open Space Tax	<u>171,648.38</u>	
		\$ 3,384,674.77
Decreased by:		
Payments		<u>\$ 3,384,674.77</u>

CURRENT FUND
 Statement of Due County for Added and Omitted Taxes
 For the Year Ended December 31, 2020

Balance Dec. 31, 2019		\$ 58,942.38
Increased by:		
2020 Omitted/Added Taxes		<u>37,024.52</u>
		95,966.90
Decreased by:		
Payments		<u>58,942.38</u>
Balance Dec. 31, 2020		<u>\$ 37,024.52</u>

TOWNSHIP OF CHESTERFIELD
CURRENT FUND
Statement of Local School District Tax
For the Year Ended December 31, 2020

Balance Dec. 31, 2019		
School Tax Payable	\$ 92,717.50	
School Tax Deferred	<u>5,699,563.50</u>	
School Tax Deferred		\$ 5,792,281.00
Increased By:		
Levy - School Year July 1, 2020 to June 30, 2021		<u>11,785,125.00</u>
		17,577,406.0
Decreased by:		
Payments		<u>11,684,847.00</u>
Balance Dec. 31, 2020		
School Tax Payable	\$ 192,995.50	
School Tax Deferred	<u>5,699,563.50</u>	
		<u>\$ 5,892,559.00</u>
2020 Liability for Local School District Tax:		
Tax Paid		\$ 11,684,847.00
Add: Tax Payable Dec. 31, 2020		<u>192,995.50</u>
		11,877,842.50
Less: Tax Payable Dec. 31, 2019		<u>92,717.50</u>
Amount Charged to 2020 Operations		<u>\$ 11,785,125.00</u>

Exhibit SA-17

CURRENT FUND
Statement of Fire District Tax
For the Year Ended December 31, 2020

2020 Tax Levy		\$ 982,021.00
Decreased by:		
Payments		<u>\$ 982,021.00</u>

TOWNSHIP OF CHESTERFIELD
CURRENT FUND
Statement of Reserve for Pipeline Community Impacts
For the Year Ended December 31, 2020

Balance Dec. 31, 2019	\$ 517,860.00
Increased by:	
Receipts	<u>517,860.00</u>
Balance Dec. 31, 2020	<u><u>\$ 1,035,720.00</u></u>

TOWNSHIP OF CHESTERFIELD
CURRENT FUND
Statement of Due State of New Jersey - Marriage Licenses
For the Year Ended December 31, 2020

Balance Dec. 31, 2019	\$	100.00
Increased by:		
Receipts		575.00
		675.00
Decreased by:		
Disbursements		525.00
Balance Dec. 31, 2020	\$	150.00

CURRENT FUND
Statement of Due State of New Jersey - DCA Fees
For the Year Ended December 31, 2020

Balance Dec. 31, 2019	\$	4,112.00
Increased by:		
Receipts		8,648.00
		12,760.00
Decreased by:		
Disbursements		9,722.00
Balance Dec. 31, 2020	\$	3,038.00

TOWNSHIP OF CHESTERFIELD
FEDERAL, STATE AND LOCAL GRANT FUND
Statement of Federal, State and Local Grants Receivable
For the Year Ended December 31, 2020

<u>Program</u>	<u>Balance</u> <u>Dec. 31, 2019</u>	<u>Accrued</u>	<u>Decreased</u>	<u>Balance</u> <u>Dec. 31, 2020</u>
Federal Grant:				
Bulletproof Vest Program	\$ 1,883.16			\$ 1,883.16
State Grants:				
Safe and Secure Communities Grant	10,416.62	\$ 25,000.00	\$ 18,749.38	16,667.24
New Jersey Department of Transportation Grant:				
Harker Road	205,000.00		124,050.00	80,950.00
Harker Road Phase 2	240,000.00			240,000.00
Sykesville Road	250,000.00		250,000.00	
Sykesville Road II		244,000.00	58,976.10	185,023.90
White Pine Road		210,000.00		210,000.00
New Jersey Department of Energy and Protection:				
2018 Green Communities Program	10.00		10.00	
Clean Communities Program		13,745.01	13,745.01	
Body Armor Replacement Grant		1,339.35	1,339.35	
Municipal Alliance Program:				
2018	366.16		366.16	
2019	12,104.00		8,384.12	3,719.88
Total State Grants	<u>717,896.78</u>	<u>494,084.36</u>	<u>475,620.12</u>	<u>736,361.02</u>
Local Grants:				
Burlington County Municipal Park Program - 2016	4,413.10		4,413.10	
Burlington County Park Grant - Recreation Facilities		100,000.00		100,000.00
Total Local Grants	<u>4,413.10</u>	<u>100,000.00</u>	<u>4,413.10</u>	<u>100,000.00</u>
Grand Total	<u>\$ 724,193.04</u>	<u>\$ 594,084.36</u>	<u>\$ 480,033.22</u>	<u>\$ 838,244.18</u>
Receipts - Due Current Fund			\$ 475,243.96	
Canceled - Grants Appropriated			366.16	
Canceled - Fund Balance			4,423.10	
			<u>\$ 480,033.22</u>	

TOWNSHIP OF CHESTERFIELD
 FEDERAL, STATE AND LOCAL GRANT FUND
 Statement of Reserve for Federal, State and Local Grants - Unappropriated
 For the Year Ended December 31, 2020

	<u>Balance Dec. 31, 2019</u>	<u>Grants Receivable</u>	<u>Realized as Revenue in 2020 Budget</u>	<u>Balance Dec. 31, 2020</u>
State Grants:				
Safe and Secure Communities Grant		\$ 25,000.00	\$ 25,000.00	
NJDOT Municipal Aid 2020 - Sykesville Rd II		244,000.00	244,000.00	
NJDOT Municipal Aid 2021 - White Pine Road		210,000.00	210,000.00	
NJDEP Clean Communities Program		13,745.01	13,745.01	
Recycling Tonnage Grant	\$ 1,409.57		1,409.57	
Body Armor Replacement Grant		<u>1,339.35</u>		<u>\$ 1,339.35</u>
Total State Grants	<u>1,409.57</u>	<u>494,084.36</u>	<u>494,154.58</u>	<u>1,339.35</u>
Local Grants:				
Burlington County Park Grant - Recreation Facilities		<u>100,000.00</u>	<u>100,000.00</u>	
	<u>-</u>	<u>100,000.00</u>	<u>100,000.00</u>	<u>-</u>
	<u>\$ 1,409.57</u>	<u>\$ 594,084.36</u>	<u>\$ 594,154.58</u>	<u>\$ 1,339.35</u>
 Original Budget Appropriated by 40A:4-87			 \$ 1,409.57 <u>592,745.01</u> <u>\$ 594,154.58</u>	

TOWNSHIP OF CHESTERFIELD
FEDERAL, STATE AND LOCAL GRANT FUND
 Statement of Reserve for Federal, State and Local Grants - Appropriated
 For the Year Ended December 31, 2020

Program	Balance Dec. 31, 2019	2020 Budget Appropriation	Prior Year Encumbrances Canceled	Decreased	Balance Dec. 31, 2020
Federal Grants:					
Bulletproof Vest Program - 2016	\$ 19.12				\$ 19.12
Bulletproof Vest Program - 2017	368.87				368.87
Total Federal Grants	387.99	-	-	-	387.99
State Grants:					
New Jersey Department of Transportation:					
Harker Road	25,421.74				25,421.74
Harker Road Phase 2	21,217.83		\$ 13,503.04	\$ 13,503.04	21,217.83
Sykesville Road	250,000.00			250,000.00	
Sykesville Road II		\$ 244,000.00		243,413.13	586.87
White Pine Road		210,000.00			210,000.00
Safe and Secure Communities Grant:					
2019	4,166.60			4,166.60	
2020		25,000.00		20,833.40	4,166.60
Reforestation Grant - 2012	1,704.16		13,079.13	14,783.29	
Reforestation Grant - 2013	113,007.77				113,007.77
Drunk Driving Enforcement Fund	14,673.30			605.77	14,067.53
Donation to Police	1,587.55				1,587.55
New Jersey Department of Energy and Protection:					
Clean Communities Program - 2016	525.22			525.22	
Clean Communities Program - 2017	13,217.69			4,172.61	9,045.08
Clean Communities Program - 2018	5,567.50			3,414.26	2,153.24
Clean Communities Program - 2019	3,047.64			3,044.05	3.59
Clean Communities Program - 2020		13,745.01		7,354.00	6,391.01
Green Communities - 2008	1,536.00			1,536.00	
Green Communities - 2018	10.00				10.00
Alcohol Education & Rehabilitation	372.50				372.50
Alcohol Education & Rehabilitation - 2017	386.04				386.04
Recycling Tonnage Grant:					
2015	300.32			300.32	
2016	3,513.18			3,513.18	
2017	2,543.00			2,543.00	
2018	1,441.40			1,441.40	
2019	1,952.53			1,952.53	
2020		1,409.57		519.95	889.62
Body Armor Replacement Grant:					
2016	1,115.28				1,115.28
2017	1,301.99				1,301.99
2018	1,303.45				1,303.45
2019	1,409.99				1,409.99
Municipal Alliance Program:					
2018	1,132.46			1,132.46	
2018 Match	168.82			168.82	
2019	3,511.56				3,511.56
2019 Match	927.89				927.89
Total State Grants	477,063.41	494,154.58	26,582.17	578,923.03	418,877.13

(Continued)

TOWNSHIP OF CHESTERFIELD
FEDERAL, STATE AND LOCAL GRANT FUND
Statement of Reserve for Federal, State and Local Grants - Appropriated
For the Year Ended December 31, 2020

<u>Program</u>	<u>Balance Dec. 31, 2019</u>	<u>2020 Budget Appropriation</u>	<u>Prior Year Encumbrances Canceled</u>	<u>Decreased</u>	<u>Balance Dec. 31, 2020</u>
Local Grants:					
Burlington County Park Grant - Bike Paths	\$ 14,203.40			\$ 14,203.40	
Burlington County Municipal Park Program - 2015	5,113.10			5,113.10	
Burlington County Park Grant - Recreation Facilities		\$ 100,000.00		100,000.00	
Comcast Technology - 2018	2,470.96				\$ 2,470.96
Matching Funds for Grants	3,000.00				3,000.00
	<u>24,787.46</u>	<u>100,000.00</u>	<u>-</u>	<u>119,316.50</u>	<u>5,470.96</u>
Total Local Grants	<u>\$ 502,238.86</u>	<u>\$ 594,154.58</u>	<u>\$ 26,582.17</u>	<u>\$ 698,239.53</u>	<u>\$ 424,736.08</u>
Original Budget					
Appropriated by 40A:4-87					
		\$ 1,409.57			
		<u>592,745.01</u>			
		<u>\$ 594,154.58</u>			
Due Current Fund					
Reserve for Encumbrances				\$ 62,602.56	
Canceled - Fund Balance				611,779.03	
Canceled - Grants Receivable				23,491.78	
				<u>366.16</u>	
				<u>\$ 698,239.53</u>	

TOWNSHIP OF CHESTERFIELD
FEDERAL, STATE AND LOCAL GRANT FUND
Statement of Due Current Fund
For the Year Ended December 31, 2020

Balance Dec. 31, 2019 (Due to Current)		\$ 196,988.44
Increased by:		
Received by Current Fund	\$ 475,243.96	
Grants Receivable Canceled	<u>4,423.10</u>	
		<u>479,667.06</u>
		676,655.50
Decreased by:		
Disbursed by Current Fund	62,602.56	
Grants Appropriated Canceled	<u>23,491.78</u>	
		<u>86,094.34</u>
Balance Dec. 31, 2020 (Due from Current)		<u><u>\$ 196,584.28</u></u>

SUPPLEMENTAL EXHIBITS

TRUST FUND

TOWNSHIP OF CHESTERFIELD
TRUST FUNDS
Statement of Trust Cash Per N.J.S.40A:5-5 - Chief Financial Officer
For the Year Ended December 31, 2020

	<u>Animal Control</u>	<u>Other</u>
Balance Dec. 31, 2019	\$ 2,753.62	\$ 2,369,748.98
Increased by Receipts:		
Reserve for Animal Control Expenditures	\$ 6,379.20	
Due State of New Jersey	889.80	
Net Payroll		\$ 1,228,945.16
Payroll Deductions Payable		860,345.82
Reserve for Unemployment Trust		12,866.70
Reserve for Escrow Deposits		124,854.74
Reserve for Police Special Duty		585,019.50
Reserve for Public Defender		550.00
Reserve for Affordable Housing Trust		4,418.25
Reserve for Tax Sale Premiums		81,500.00
Reserve for Basin Maintenance		38,152.40
Reserve for The Green Team		250.00
Reserve for Basin Landscaping		21,443.22
	<u>7,269.00</u>	<u>2,958,345.79</u>
Carried Forward	10,022.62	5,328,094.77

(Continued)

TOWNSHIP OF CHESTERFIELD
TRUST FUNDS
Statement of Trust Cash Per N.J.S.40A:5-5 - Chief Financial Officer
For the Year Ended December 31, 2020

	Animal Control	Other
Brought Forward	\$ 10,022.62	\$ 5,328,094.77
Decreased by Disbursements:		
Reserve for Animal Control Expenditures	\$ 5,333.97	
Due State of New Jersey	882.60	
Net Payroll		\$ 1,228,945.16
Payroll Deductions Payable		827,996.24
Reserve for Unemployment Trust		106.50
Reserve for Escrow Deposits		334,030.88
Reserve for Police Special Duty		522,160.75
Reserve for Affordable Housing Trust		1,971.70
Reserve for Tax Sale Premiums		152,100.00
Reserve for Basin Maintenance		14,209.78
Reserve for Municipal Drug Alliance		1,045.00
Reserve for Memorial Bricks		256.78
Reserve for The Green Team		250.00
Due Current Fund		2,201.51
	<u>6,216.57</u>	<u>3,085,274.30</u>
Balance Dec. 31, 2020	<u>\$ 3,806.05</u>	<u>\$ 2,242,820.47</u>
Trust - Other		\$ 2,177,140.29
Trust - Payroll		65,680.18
		<u>2,242,820.47</u>

TOWNSHIP OF CHESTERFIELD
ANIMAL CONTROL TRUST FUND
 Statement of Reserve for Animal Control Fund Expenditures
 For the Year Ended December 31, 2020

Balance Dec. 31, 2019	\$	2,745.80
Increased by:		
Receipts:		
Dog License Fees Collected		6,379.20
		9,125.00
Decreased by:		
Disbursed:		
Expenditures Under R.S.4:19-15.11		5,333.97
Balance Dec. 31, 2020	\$	3,791.03

License Fees Collected

<u>Year</u>		<u>Amount</u>
2019	\$	6,596.20
2018		4,440.40
	\$	11,036.60

ANIMAL CONTROL TRUST FUND
 Statement of Due to State of New Jersey
 For the Year Ended December 31, 2020

Balance Dec. 31, 2019	\$	36.60
Increased by:		
Receipts		889.80
		926.40
Decreased by:		
Disbursed		882.60
Balance Dec. 31, 2020	\$	43.80

TOWNSHIP OF CHESTERFIELD
TRUST OTHER FUND
Statement of Due Current Fund
For the Year Ended December 31, 2020

Balance Dec. 31, 2019	\$ 27,309.65
Decreased by:	
Disbursed	2,201.51
Balance Dec. 31, 2020	\$ 25,108.14
<u>Analysis of Balance Dec. 31, 2020</u>	
Police Special Duty	\$ 5,243.69
Payroll Deductions Payable	19,020.90
Escrow Deposits	743.55
Tax Sale Premiums	100.00
	\$ 25,108.14

TOWNSHIP OF CHESTERFIELD
TRUST OTHER FUND
Statement of Trust Other Reserves
For the Year Ended December 31, 2020

	Balance Dec. 31, 2019	Increased by		Decreased by		Balance Dec. 31, 2020
		Receipts	Encumbrances Canceled	Disbursements	Reserve for Encumbrances	
Payroll Deductions Payable	\$ 14,324.16	\$ 860,345.82		\$ 827,996.24		\$ 46,673.74
Reserve for Unemployment Trust	64,497.25	12,866.70		106.50		77,257.45
Reserve for Escrow Deposits	718,395.26	124,854.74	\$ 3,526.50	334,030.88	\$ 3,886.00	508,859.62
Reserve for Police Special Duty	148,440.73	585,019.50	22,830.00	522,160.75		234,129.48
Reserve for Public Defender	143.88	550.00				693.88
Reserve for TDR Credits - NJ Turnpike	118,750.00					118,750.00
Reserve for Affordable Housing Trust	22,410.03	4,418.25		1,971.70		24,856.58
Reserve for Tax Sale Premiums	266,500.00	81,500.00		152,100.00		195,900.00
Reserve for Basin Maintenance	781,631.75	38,152.40		14,209.78		805,574.37
Reserve for Municipal Drug Alliance	36,069.78			1,045.00		35,024.78
Reserve for Snow Removal	40,000.00					40,000.00
Reserve for Ad Book - Community Outreach	2,867.47					2,867.47
Reserve for Parking Offense Adjudication Act	16.00					16.00
Reserve for Memorial Bricks	993.59		256.78	256.78		993.59
Reserve for The Green Team	589.52	250.00		250.00		589.52
Reserve for Police Donations	2,456.00					2,456.00
Reserve for Landscaping and Trees Donations	60,000.00					60,000.00
Reserve for Basin Landscaping	29,172.37	21,443.22				50,615.59
Reserve for Harvest Festival	1,032.25					1,032.25
	<u>\$2,308,290.04</u>	<u>\$1,729,400.63</u>	<u>\$26,613.28</u>	<u>\$1,854,127.63</u>	<u>\$3,886.00</u>	<u>\$2,206,290.32</u>

SUPPLEMENTAL EXHIBITS
GENERAL CAPITAL FUND

TOWNSHIP OF CHESTERFIELD
GENERAL CAPITAL FUND
Statement of General Capital Cash Per N.J.S.40A:5-5 - Chief Financial Officer
For the Year Ended December 31, 2020

Balance Dec. 31, 2019	\$ 1,172,769.08
Increased by Receipts:	
Reserve for Recreation Improvements	<u>9,900.00</u>
	1,182,669.08
Decreased by Disbursements:	
Improvements Authorizations - Recreation	<u>23,494.08</u>
Balance Dec. 31, 2020	<u><u>\$ 1,159,175.00</u></u>

TOWNSHIP OF CHESTERFIELD
GENERAL CAPITAL FUND
 Analysis of General Capital Cash
 For the Year Ended December 31, 2020

	Balance (Deficit) <u>Dec. 31, 2019</u>	Receipts		Disbursements		Transfers		Balance (Deficit) <u>Dec. 31, 2020</u>
		Miscellaneous	Improvement Authorizations	From	To			
Grant Receivable	\$ (144,000.00)				\$ 12,000.00		\$ (132,000.00)	
Due from Current Fund	(239,393.45)			\$ 457,380.00	158,550.64		(538,222.81)	
Reserve for Encumbrances	72,544.45			72,544.45	208,220.10		208,220.10	
Capital Improvement Fund	135,169.42			14,654.00	25,000.00		145,515.42	
Reserve for Transportation Improvements	147,635.33						147,635.33	
Reserve for Grants Receivable	144,000.00			429,500.00	417,500.00		132,000.00	
Reserve to Pay Debt Service	15,120.00			15,120.00	432,380.00		432,380.00	
Reserve for Road Improvements	350,000.00						350,000.00	
Reserve for Open Space	167,351.39			40,000.00			127,351.39	
Reserve Recreation Improvements	708,269.49	\$ 9,900.00		70,000.00			648,169.49	
Fund Balance	14,303.04						14,303.04	
Improvement Authorizations:								
1999-02/								
1997-10 Farm Preservation	(9,861.81)							(9,861.81)
1992-02/ Acquisition of Public Works Equipment	282.55							282.55
2009-17 Road Striping	51,000.00							51,000.00
2008-17 Acquisition of Various Equipment/Road Striping	2,063.41							2,063.41
2009-16 Acquisition of Security Cameras	1,370.83							1,370.83
2009-16 Construction of Various Roads	405,548.50			120,866.45	20,253.32			304,935.37
2014-16 Acquisition of Pick-Up Truck	(37,074.00)							(37,074.00)
2014-16 Acquisition of Police Equipment	(28,822.00)							(28,822.00)
2014-17 Acquisition of BI 500 Lt 8 and Related Demolition	(562,522.34)							(562,522.34)
2014-18 Police Laser Equipment	30.50							30.50
2015-02 Construction of New Municipal Building				5,802.77	5,802.77			
2015-03 Acquisitions of Various Public Works Equipment	(136,955.00)							(136,955.00)
2016-03 Construction of New Municipal Building	126,067.53			34,853.17	132.90			91,347.26
2016-10 Acquisition of an Ambulance	(47,500.00)							(47,500.00)
2016-10 Acquisition of Police Equipment	(6,840.00)							(6,840.00)
2016-10 Acquisition of Public Works Equipment	(175,547.47)			59,031.32	4,706.94			(229,871.85)
2018-09 DPW Site Improvements and Public Works Equipment	27,423.10			7,388.16				20,034.94
2019-07 Acquisition of Police Vehicle	7,131.85			40,545.30	40,545.30			7,131.85
2019-19 Emergency Squad Building Improvements	2,273.25							2,273.25
2020-15 Police Equipment				14,654.00	14,654.00			

(Continued)

TOWNSHIP OF CHESTERFIELD
GENERAL CAPITAL FUND
 Analysis of General Capital Cash
 For the Year Ended December 31, 2020

	Balance (Deficit) <u>Dec. 31, 2019</u>	Receipts		Disbursements		Transfers		Balance (Deficit) <u>Dec. 31, 2020</u>
		Miscellaneous		Improvement Authorizations		From	To	
Projects Funded by Recreation Contributions:								
2004-14/								
2005-08 Smart Growth Village Plan: Recreation	\$ 14,400.83							\$ 14,400.83
2011-7 Recreation Improvements: Recreation Equipment	150.77							150.77
2014-21 Playground Resurfacing	25,877.75							25,877.75
2014-21 Recreation Building at Fenton Lake Park	2,573.81				\$ 1,103.22	\$ 1,103.22		2,573.81
2015-12 Playground Resurfacing	3,323.56							3,323.56
2015-12 Recreational Building Security/Key Lock System	3,933.28							3,933.28
2015-12 Various Equipment	7,482.76							7,482.76
2015-12 Tennis Courts Project	25,487.54							25,487.54
2018-16 Improvements for a Cricket Pitch, Completion of Gazebo Project, and Picnic Benches	3,043.39							3,043.39
2019-10 Galestown Playground Resurfacing	25,801.00							25,801.00
2019-12 Chesterfield Hose Co. Parking Improvements	9,575.00							9,575.00
2019-17 Various Park Improvements	62,050.82			\$ 11,743.01	606.35			49,701.46
2020-11 Restroom Addition to Recreation Building				11,751.07	26,800.00	70,000.00		31,448.93
	<u>\$ 1,172,769.08</u>	<u>\$ 9,900.00</u>	<u>\$ 23,494.08</u>		<u>\$ 1,410,849.19</u>	<u>\$ 1,410,849.19</u>		<u>\$ 1,159,175.00</u>

TOWNSHIP OF CHESTERFIELD
GENERAL CAPITAL FUND
Statement of Deferred Charges to Future Taxation - Funded
For the Year Ended December 31, 2020

Balance Dec. 31, 2019	\$ 7,615,000.00
Decreased by:	
Budget Appropriation to Pay Bonds	<u>295,000.00</u>
Balance Dec. 31, 2020	<u><u>\$ 7,320,000.00</u></u>

TOWNSHIP OF CHESTERFIELD
GENERAL CAPITAL FUND
 Schedule of Deferred Charges to Future Taxation - Unfunded
 As of December 31, 2020

Ordinance Number	Improvement Description	Balance Dec. 31, 2020	Analysis of Balance Dec. 31, 2020	
			Expenditures	Unexpended Improvement Authorizations
General Improvements:				
1997-10	Farm Preservation	\$ 146,000.00	\$ 9,861.81	\$ 136,138.19
2008-17	Acquisition of Various Equipment	40,050.00		40,050.00
2009-18	Preliminary Costs - New Municipal Building	19,320.87		19,320.87
2014-16	Acquisition of Pick-Up Truck	38,000.00	37,074.00	926.00
2014-16	Acquisition of Police Equipment	31,350.00	28,822.00	2,528.00
2014-17	Acquisition of B1 500 Lot 8 and Related Demolition	562,523.00	562,522.34	0.66
2016-10	Acquisition of an Ambulance	47,500.00	47,500.00	
2016-10	Acquisition of Police Equipment	6,840.00	6,840.00	
2016-10	Acquisition of Public Works Equipment	238,137.00	229,871.85	8,265.15
2015-03	Acquisition of Public Works Equipment	190,000.00	136,955.00	53,045.00
		<u>\$ 1,319,720.87</u>	<u>\$ 1,059,447.00</u>	<u>\$ 260,273.87</u>

TOWNSHIP OF CHESTERFIELD
GENERAL CAPITAL FUND
 Statement of Improvement Authorizations
 For the Year Ended December 31, 2020

Ordinance Number	Improvement Description	Ordinance		Balance Dec. 31, 2019		2020 Authorizations	Encumbrances Canceled	Paid or Charged	Balance Dec. 31, 2020	
		Date	Amount	Funded	Unfunded				Funded	Unfunded
General Improvements:										
1997-10	Farm Preservation	08-28-97	\$ 500,000.00		\$ 136,138.19					\$ 136,138.19
1999-02f (09-17)	Acquisition of Public Works Equipment	06-10-09	160,000.00	\$ 282.55					\$ 282.55	
1999-02g (09-17)	Road Stripping	06-10-09	51,000.00	51,000.00					51,000.00	
2008-17	Acquisition of Various Equipment	10-08-08	139,000.00	2,063.41	40,050.00				2,063.41	40,050.00
2009-16c	Acquisition of Security Cameras	06-10-09	7,500.00	1,370.83					1,370.83	
2009-16d	Construction of Various Roads	06-10-09	720,000.00	405,548.50			\$ 20,253.32	\$ 120,866.45	304,935.37	
2009-18a	Preliminary Costs - New Municipal Building	06-10-09	22,000.00		19,320.87					19,320.87
2014-16	Acquisition of Pick-Up Truck	07-20-14	40,000.00						926.00	
2014-16	Acquisition of Police Equipment	07-20-14	33,000.00						2,528.00	
2014-17	Acquisition of B1 500 Lt 8 and Related Demolition	07-20-14	592,129.00		0.66					0.66
2014-18	Police Laser Equipment	07-10-14	7,000.00	30.50					30.50	
2015-02	Construction of New Municipal Building	03-12-15	5,200,000.00				5,802.77	5,802.77		
2015-03	Acquisition of Public Works Equipment	03-12-15	200,000.00		53,045.00					53,045.00
2016-03	Construction of New Municipal Building	03-10-16	1,500,000.00	126,067.53			132.90	34,853.17	91,347.26	
2016-10	Acquisition of Public Works Equipment	09-08-16	250,671.00		62,589.53		4,706.94	59,031.32		8,265.15
2018-09	DPW Site Improvements and Public Works Equipment	05-10-18	71,000.00	27,423.10				7,388.16	20,034.94	
2019-07	Acquisition of Police Vehicle	03-14-19	50,000.00	7,131.85			40,545.30	40,545.30	7,131.85	
2019-19	Emergency Squad Building Improvements	08-19-19	10,000.00	2,273.25					2,273.25	
2020-15	Police Equipment	12-10-20	14,654.00			\$ 14,654.00		14,654.00		
				<u>623,191.52</u>	<u>314,598.25</u>	<u>14,654.00</u>	<u>71,441.23</u>	<u>283,141.17</u>	<u>480,469.96</u>	<u>260,273.87</u>
Projects Funded by Recreation Contributions:										
2004-14 (05-08)	Smart Growth Village Plan - Recreation	09-08-05	90,259.00	14,400.83					14,400.83	
2011-07c	Recreation Improvements - Equipment	03-09-11	61,000.00	150.77					150.77	
2014-21a	Playground Resurfacing	09-11-14	121,300.00	25,877.75					25,877.75	
2014-21b	Recreation Building at Fenton Lane Park	09-11-14	150,700.00	2,573.81			1,103.22	1,103.22	2,573.81	
2015-12a	Playground Resurfacing	09-10-15	32,500.00	3,323.56					3,323.56	
2015-12b	Recreation Building Security & Key Lock System	09-10-15	12,500.00	3,933.28					3,933.28	
2015-12c	Various Equipment	09-10-15	22,000.00	7,482.76					7,482.76	
2015-12d	Tennis Court Project	09-10-15	83,000.00	25,487.54					25,487.54	
2018-16	Improvements for a Cricket Pitch, Completion of Gazebo Project, and Picnic Benches	07-26-18	30,000.00	3,043.39					3,043.39	
2019-10	Galestown Playground Resurfacing	05-23-19	80,000.00	25,801.00					25,801.00	
2019-12	Chesterfield Hose Co. Parking Improvements	06-13-19	50,000.00	9,575.00					9,575.00	
2019-17	Various Park Improvements	08-29-19	95,000.00	62,050.82				12,349.36	49,701.46	
2020-11	Restroom Addition to Recreation Building	09-24-20	70,000.00			70,000.00		38,551.07	31,448.93	
				<u>183,700.51</u>	<u>-</u>	<u>70,000.00</u>	<u>1,103.22</u>	<u>52,003.65</u>	<u>202,800.08</u>	<u>-</u>
				<u>\$ 806,892.03</u>	<u>\$ 314,598.25</u>	<u>\$ 84,654.00</u>	<u>\$ 72,544.45</u>	<u>\$ 335,144.82</u>	<u>\$ 683,270.04</u>	<u>\$ 260,273.87</u>
								\$ 23,494.08	Disbursed - Recreation	
								103,430.64	Disbursed by Current Fund	
								208,220.10	Encumbrances	
								<u>\$ 335,144.82</u>		
						Capital Improvement Fund	\$ 14,654.00			
						Recreation Fund	70,000.00			
							<u>\$ 84,654.00</u>			

TOWNSHIP OF CHESTERFIELD
GENERAL CAPITAL FUND
Statement of Due Current Fund
For the Year Ended December 31, 2020

Balance Dec. 31, 2019		\$ 239,393.45
Increased by:		
Capital Improvement Fund	\$ 25,000.00	
Received by Current Fund - County Open Space Grant	<u>432,380.00</u>	
		<u>457,380.00</u>
		696,773.45
Decreased by:		
Anticipated in Current Fund Budget:		
Reserve to Pay Debt	\$ 15,120.00	
Reserve for Open Space	<u>40,000.00</u>	
		55,120.00
Disbursed by Current Fund on Behalf of General Capital Fund	<u>103,430.64</u>	
		<u>158,550.64</u>
Balance Dec. 31, 2020		<u><u>\$ 538,222.81</u></u>

GENERAL CAPITAL FUND
Statement of Reserve for Encumbrances
For the Year Ended December 31, 2020

Balance Dec. 31, 2019		\$ 72,544.45
Increased by:		
Charges to Improvement Authorizations		<u>208,220.10</u>
		280,764.55
Decreased by:		
Canceled to Improvement Authorizations		<u>72,544.45</u>
Balance Dec. 31, 2020		<u><u>\$ 208,220.10</u></u>

TOWNSHIP OF CHESTERFIELD
GENERAL CAPITAL FUND
Statement of Due from County - Open Space Funds
For the Year Ended December 31, 2020

Balance Dec. 31, 2019	\$	144,000.00
Increased by:		
Accrued in 2020		417,500.00
		561,500.00
Decreased by:		
Reserve to Pay Debt Service - Principal Portion		429,500.00
Balance Dec. 31, 2020	\$	132,000.00

GENERAL CAPITAL FUND
Statement of Capital Improvement Fund
For the Year Ended December 31, 2020

Balance Dec. 31, 2019	\$	135,169.42
Increased by:		
Current Fund Budget Appropriation - Due Current Fund		25,000.00
		160,169.42
Decreased by:		
Improvement Authorizations		14,654.00
Balance Dec. 31, 2020	\$	145,515.42

TOWNSHIP OF CHESTERFIELD
GENERAL CAPITAL FUND
Statement of Reserve for Recreation Improvements
For the Year Ended December 31, 2020

Balance Dec. 31, 2019	\$ 708,269.49
Increased by:	
Receipts:	
Recreation Contributions	<u>9,900.00</u>
	718,169.49
Decreased by:	
Appropriation to Finance Improvement Authorizations:	
Ordinance 2020-11	<u>70,000.00</u>
Balance Dec. 31, 2020	<u><u>\$ 648,169.49</u></u>

TOWNSHIP OF CHESTERFIELD
GENERAL CAPITAL FUND
 Statement of Reserve for Open Space
 For the Year Ended December 31, 2020

Balance Dec. 31, 2019	\$	167,351.39
Decreased by:		
Anticipated as Current Fund Revenue		40,000.00
Balance Dec. 31, 2020	\$	127,351.39

GENERAL CAPITAL FUND
 Statement of Reserve for Payment of Debt
 For the Year Ended December 31, 2020

Balance Dec. 31, 2019	\$	15,120.00
Increased by:		
Due Current Fund - County Open Space Funds		432,380.00
		447,500.00
Decreased by:		
Anticipated as Current Fund Revenue		15,120.00
Balance Dec. 31, 2020	\$	432,380.00

TOWNSHIP OF CHESTERFIELD
GENERAL CAPITAL FUND
Statement of General Serial Bonds
For the Year Ended December 31, 2020

<u>Purpose</u>	<u>Date of Issue</u>	<u>Amount of Original Issue</u>	<u>Maturities of Bonds Outstanding Dec. 31, 2020</u>		<u>Interest Rate</u>	<u>Balance Dec. 31, 2019</u>	<u>Paid by Budget Appropriation</u>	<u>Balance Dec. 31, 2020</u>
			<u>Date</u>	<u>Amount</u>				
General Obligation Refunding Bonds, Series 2013A-1 (Pooled Loan Agreement)	03-11-13	\$ 485,000.00	12-01-21	\$ 55,000.00	5.000%	\$ 215,000.00	\$ 50,000.00	\$ 165,000.00
			12-01-22	55,000.00	5.000%			
			12-01-23	55,000.00	5.000%			
General Obligation Bonds, Series 2013A-2 (Pooled Loan Agreement)	03-11-13	1,960,000.00	12-01-21	90,000.00	5.000%	1,465,000.00	85,000.00	1,380,000.00
			12-01-22	95,000.00	5.000%			
			12-01-23	100,000.00	5.000%			
			12-01-24	105,000.00	5.000%			
			12-01-25	110,000.00	5.000%			
			12-01-26	115,000.00	5.000%			
			12-01-27	120,000.00	5.000%			
			12-01-28	125,000.00	5.000%			
			12-01-29	130,000.00	3.375%			
			12-01-30	130,000.00	3.375%			
			12-01-31	130,000.00	3.375%			
			12-01-32	130,000.00	3.375%			

(Continued)

TOWNSHIP OF CHESTERFIELD
GENERAL CAPITAL FUND
Statement of General Serial Bonds
For the Year Ended December 31, 2020

<u>Purpose</u>	<u>Date of Issue</u>	<u>Amount of Original Issue</u>	<u>Maturities of Bonds Outstanding Dec. 31, 2020</u>		<u>Interest Rate</u>	<u>Balance Dec. 31, 2019</u>	<u>Paid by Budget Appropriation</u>	<u>Balance Dec. 31, 2020</u>
			<u>Date</u>	<u>Amount</u>				
General Obligation Bonds, Series 2016	06-01-16	\$ 6,365,000.00	05-15-21	\$ 165,000.00	2.250%			
			05-15-22	170,000.00	2.250%			
			05-15-23	175,000.00	2.250%			
			05-15-24	200,000.00	2.250%			
			05-15-25	200,000.00	2.250%			
			05-15-26	200,000.00	2.250%			
			05-15-27	200,000.00	2.500%			
			05-15-28	200,000.00	2.500%			
			05-15-29	200,000.00	2.500%			
			05-15-30	200,000.00	2.500%			
			05-15-31	200,000.00	2.500%			
			05-15-32	200,000.00	3.000%			
			05-15-33	250,000.00	3.000%			
			05-15-34	250,000.00	3.000%			
			05-15-35	250,000.00	3.000%			
			05-15-36	250,000.00	3.000%			
			05-15-37	250,000.00	3.000%			
			05-15-38	250,000.00	3.000%			
			05-15-39	250,000.00	3.000%			
			05-15-40	250,000.00	3.000%			
			05-15-41	250,000.00	3.000%			
05-15-42	250,000.00	3.000%						
05-15-43	250,000.00	3.000%						
05-15-44	250,000.00	3.000%						
05-15-45	250,000.00	3.000%						
05-15-46	215,000.00	3.000%	\$ 5,935,000.00	\$ 160,000.00	\$ 5,775,000.00			
						\$ 7,615,000.00	\$ 295,000.00	\$ 7,320,000.00

TOWNSHIP OF CHESTERFIELD
GENERAL CAPITAL FUND
 Schedule of Bonds and Notes Authorized But Not Issued
 As of December 31, 2020

<u>Ordinance</u> <u>Number</u>	<u>Improvement Description</u>	<u>Balance</u> <u>Dec. 31, 2020</u>
General Improvements:		
1997-10	Farm Preservation	\$ 146,000.00
2008-17	Acquisition of Various Equipment	40,050.00
2009-18	Preliminary Costs - New Municipal Building	19,320.87
2014-16	Acquisition of Pick-Up Truck	38,000.00
2014-16	Acquisition of Police Equipment	31,350.00
2014-17	Acquisition of B1 500 Lt 8 and Related Demolition	562,523.00
2015-03	Acquisition of Public Works Equipment	190,000.00
2016-10	Acquisition of an Ambulance	47,500.00
2016-10	Acquisition of Police Equipment	6,840.00
2016-10	Acquisition of Public Works Equipment	<u>238,137.00</u>
		<u>\$ 1,319,720.87</u>

SUPPLEMENTAL EXHIBITS

SEWER UTILITY FUND

TOWNSHIP OF CHESTERFIELD
SEWER UTILITY FUNDS
Statement of Sewer Utility Cash
Per N.J.S.40A:5-5 - Chief Financial Officer
For the Year Ended December 31, 2020

Balance Dec. 31, 2019		\$ 3,211,118.22
Increased by Receipts:		
Sewer Utility Collector	\$ 512,018.67	
Miscellaneous Revenues	42,535.89	
Connection Fees	<u>4,850.00</u>	
		<u>559,404.56</u>
		3,770,522.78
Decreased by Disbursements:		
2020 Budget Appropriations	572,671.52	
2019 Appropriation Reserves and Encumbrances	30,026.55	
Accrued Interest on Bonds and Notes	29,038.55	
Due Sewer Utility Capital Fund	<u>42,231.78</u>	
		<u>673,968.40</u>
Balance Dec. 31, 2020		<u><u>\$ 3,096,554.38</u></u>

TOWNSHIP OF CHESTERFIELD
SEWER UTILITY OPERATING FUND
Statement of Sewer Utility Cash
Per N.J.S. 40A:5-5 - Collector
For the Year Ended December 31, 2020

Receipts:

Sewer Rent Overpayments	\$ 6,511.76
Sewer Rents Receivable	<u>505,506.91</u>

\$ 512,018.67

Decreased by:

Disbursed to Chief Financial Officer	<u>\$ 512,018.67</u>
--------------------------------------	----------------------

TOWNSHIP OF CHESTERFIELD
SEWER UTILITY CAPITAL FUND
 Analysis of Sewer Capital Cash
 For the Year Ended December 31, 2020

	Balance (Deficit) <u>Dec. 31, 2019</u>	Transfers		Balance (Deficit) <u>Dec. 31, 2020</u>
		<u>To</u>	<u>From</u>	
Due Sewer Operating Fund	\$ (250,571.78)	\$ 42,231.78	\$ 50,000.00	\$ (258,340.00)
Reserve for Encumbrances	1,700.00	1,700.00	1,700.00	1,700.00
Capital Improvement Fund	250,505.00	50,000.00		300,505.00
Fund Balance	9,495.00			9,495.00
Improvement Authorizations:				
Ordinance				
<u>Number</u>				
2000-15/2001-14				
2016-18	Sewer Collection System and Plant Upgrades	(16,128.22)	42,231.78	(58,360.00)
2014-19	Sewer Line Extension	5,000.00	1,700.00	5,000.00
		<u>\$ -</u>	<u>\$ 95,631.78</u>	<u>\$ -</u>
		<u>\$ -</u>	<u>\$ 95,631.78</u>	<u>\$ -</u>

TOWNSHIP OF CHESTERFIELD
SEWER UTILITY OPERATING FUND
Statement of Sewer Rents Receivable
For the Year Ended December 31, 2020

Balance Dec. 31, 2019		\$ 148,304.25
Increased by:		
Sewer Rents Levied		<u>514,566.63</u>
		662,870.88
Decreased by:		
Collections	\$ 505,506.91	
Overpayments Applied	<u>7,648.23</u>	
		\$ 513,155.14
Canceled		<u>65.25</u>
		<u>513,220.39</u>
Balance Dec. 31, 2020		<u><u>\$ 149,650.49</u></u>

SEWER UTILITY OPERATING FUND
Statement of Sewer Overpayments
For the Year Ended December 31, 2020

Balance Dec. 31, 2019		\$ 7,648.23
Increased by:		
Collections		<u>6,511.76</u>
		14,159.99
Decreased by:		
Overpayments Applied		<u>7,648.23</u>
Balance Dec. 31, 2020		<u><u>\$ 6,511.76</u></u>

TOWNSHIP OF CHESTERFIELD
SEWER UTILITY CAPITAL FUND
 Statement of Fixed Capital Authorized and Uncompleted
 For the Year Ended December 31, 2020

Ordinance Number	Improvement Description	Ordinance		Balance Dec. 31, 2019	Costs to Fixed Capital	Balance Dec. 31, 2020
		Date	Amount			
2000-15/2001-14/ 2016-18	Sewer Collection System and Plant Upgrades	12-08-16	\$ 6,100,000.00	\$ 6,100,000.00	\$ 6,100,000.00	
2014-19	Sewer Line Extension	07-10-14	90,000.00	<u>90,000.00</u>		<u>\$ 90,000.00</u>
				<u>\$ 6,190,000.00</u>	<u>\$ 6,100,000.00</u>	<u>\$ 90,000.00</u>

TOWNSHIP OF CHESTERFIELD
SEWER UTILITY OPERATING FUND
Statement of Due Sewer Utility Capital Fund
For the Year Ended December 31, 2020

Balance Dec. 31, 2019	\$ 250,571.78
Increased by:	
Budget Appropriation - Capital Improvement Fund	<u>50,000.00</u>
	300,571.78
Decreased by:	
Disbursed by Sewer Operating on behalf of Sewer Capital	<u>42,231.78</u>
Balance Dec. 31, 2020	<u><u>\$ 258,340.00</u></u>

Exhibit SD-9

SEWER UTILITY CAPITAL FUND
Statement of Capital Improvement Fund
For the Year Ended December 31, 2020

Balance Dec. 31, 2019	\$ 250,505.00
Increased by:	
Budget Appropriation - Due Sewer Utility Operating Fund	<u>50,000.00</u>
Balance Dec. 31, 2020	<u><u>\$ 300,505.00</u></u>

Exhibit SD-10

SEWER UTILITY CAPITAL FUND
Statement of Reserve for Amortization
For the Year Ended December 31, 2020

Balance Dec. 31, 2019	\$ 19,495.00
Increased by:	
Transferred from Deferred Reserve for Amortization for Completed Project	<u>5,527,074.69</u>
Balance Dec. 31, 2020	<u><u>\$ 5,546,569.69</u></u>

TOWNSHIP OF CHESTERFIELD
SEWER UTILITY OPERATING FUND
Statement of 2019 Appropriation Reserves and Encumbrances
For the Year Ended December 31, 2020

	<u>Balance Dec. 31, 2019</u>		<u>Budget After Modification</u>	<u>Disbursed</u>	<u>Balance Lapsed</u>
	<u>Encumbered</u>	<u>Reserved</u>			
Operating:					
Salaries and Wages		\$ 1,270.82	\$ 1,270.82		\$ 1,270.82
Other Expenses	\$ 36.92	130,140.93	130,177.85	\$ 30,026.55	100,151.30
Statutory Expenditures:					
Contribution to:					
Social Security System (O.A.S.I.)		1,578.30	1,578.30		1,578.30
	<u>\$ 36.92</u>	<u>\$ 132,990.05</u>	<u>\$ 133,026.97</u>	<u>\$ 30,026.55</u>	<u>\$ 103,000.42</u>

TOWNSHIP OF CHESTERFIELD
SEWER UTILITY OPERATING FUND
 Statement of Accrued Interest on Bonds, Notes and Loans
 For the Year Ended December 31, 2020

Balance Dec. 31, 2019		\$ 10,390.63
Increased by:		
Budget Appropriations for:		
Interest on Loans		24,700.00
		35,090.63
Decreased by:		
Interest Paid		29,038.55
Balance Dec. 31, 2020		\$ 6,052.08

Analysis of Accrued Interest Dec. 31, 2020

<u>Principal</u> <u>Outstanding</u> <u>Dec. 31, 2020</u>	<u>Interest</u> <u>Rate</u>	<u>From</u>	<u>To</u>	<u>Period</u>	<u>Amount</u>
NJEIT Loans					
\$ 310,000.00	Variable	08-01-20	12-31-20	5 months	\$ 6,052.08

TOWNSHIP OF CHESTERFIELD
SEWER UTILITY CAPITAL FUND
Statement of Deferred Reserve For Amortization
For the Year Ended December 31, 2020

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Date of Ordinance</u>	<u>Balance Dec. 31, 2019</u>	<u>Paid by Budget Appropriation</u>	<u>Transfer to Reserve for Amortization</u>	<u>Balance Dec. 31, 2020</u>
2000-15/2001-14/ 2016-18	Sewer Collection System and Plant Upgrades	12-08-16	\$ 5,171,286.16	\$ 355,788.53	\$ 5,527,074.69	
2014-19	Sewer Line Extension	07-10-14	<u>90,000.00</u>	<u> </u>	<u> </u>	<u>\$ 90,000.00</u>
			<u>\$ 5,261,286.16</u>	<u>\$ 355,788.53</u>	<u>\$ 5,527,074.69</u>	<u>\$ 90,000.00</u>

TOWNSHIP OF CHESTERFIELD
SEWER UTILITY CAPITAL FUND
Statement of Improvement Authorizations
For the Year Ended December 31, 2020

Ordinance Number	Improvement Description	Ordinance		Balance Dec. 31, 2019		Prior Year Encumbrances Canceled	Decreased	Balance Dec. 31, 2020 Funded
		Date	Amount	Funded	Unfunded			
2000-15 / 2001-14 / 2016-18	Sewer Collection System and Plant Upgrades	12-08-16	\$ 6,100,000.00		\$ 42,231.78		\$ 42,231.78	
2014-19	Sewer Line Extension	07-10-14	90,000.00	\$ 5,000.00		\$ 1,700.00	1,700.00	\$ 5,000.00
				<u>\$ 5,000.00</u>	<u>\$ 42,231.78</u>	<u>\$ 1,700.00</u>	<u>\$ 43,931.78</u>	<u>\$ 5,000.00</u>
Disbursed by Sewer Operating Fund Reserve for Encumbrances							\$ 42,231.78 1,700.00	<u>\$ 43,931.78</u>

TOWNSHIP OF CHESTERFIELD
SEWER UTILITY CAPITAL FUND
 Statement of New Jersey Environmental Infrastructure Trust Loan Payable
 For the Year Ended December 31, 2020

<u>Purpose</u>	<u>Date of Issue</u>	<u>Original Issue</u>	<u>Maturities Outstanding Dec. 31, 2020</u>		<u>Interest Rate (A)</u>	<u>Balance Dec. 31, 2019</u>	<u>Paid by Budget Appropriation</u>	<u>Balance Dec. 31, 2020</u>
			<u>Date</u>	<u>Amount</u>				
Sewer Collection System:								
Trust Portion	5-10-01	\$ 2,250,000.00	09-01-21	\$ 180,000.00	4.75%	\$ 350,000.00	\$ 170,000.00	\$ 180,000.00
Fund Portion	10-15-01	2,214,872.00	03-01-21 09-01-21	2,667.99 115,004.78		234,143.96	116,471.19	117,672.77
Expansion of A.C. Wagner Youth Correctional Facility Wastewater Treatment Plan:								
Trust Portion	10-15-03	600,000.00	08-01-21 08-01-22 08-01-23	40,000.00 45,000.00 45,000.00	4.50% 4.75% 4.75%	170,000.00	40,000.00	130,000.00
Fund Portion	10-15-03	557,638.00	02-01-21 08-01-21 02-01-22 08-01-22 02-01-23 08-01-23	1,852.34 26,245.35 1,303.50 28,745.64 651.75 28,093.96		116,209.88	29,317.34	86,892.54
						<u>\$ 870,353.84</u>	<u>\$ 355,788.53</u>	<u>\$ 514,565.31</u>

(A) Interest applicable to Trust Loan only.

TOWNSHIP OF CHESTERFIELD
SEWER UTILITY CAPITAL FUND
Schedule of Bonds and Notes Authorized But Not Issued
As of December 31, 2020

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Balance Dec. 31, 2020</u>
2000-15 / 2001-14 / 2016-18	Sewer Collection System and Plant Upgrades	<u>\$ 58,360.00</u>

PART II
SCHEDULE OF FINDINGS AND RECOMMENDATIONS
FOR THE YEAR ENDED DECEMBER 31, 2020

TOWNSHIP OF CHESTERFIELD
Schedule of Findings and Recommendations
For the Year Ended December 31, 2020

Schedule of Financial Statement Findings

This section identifies the significant deficiencies, material weaknesses, fraud, noncompliance with provisions of laws, regulations, contracts, and grant agreements related to financial statements for which *Government Auditing Standards* and audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, requires.

None.

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

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

FINANCIAL STATEMENT FINDINGS

None.

FEDERAL AWARDS

Not Applicable.

STATE FINANCIAL ASSISTANCE PROGRAMS

Not Applicable.

TOWNSHIP OF CHESTERFIELD
 Officials in Office and Surety Bonds

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

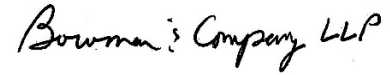
<u>Name</u>	<u>Title</u>	<u>Amount of Surety Bond</u>
Jeremy Liedtka	Mayor	
Lido Panfili	Deputy Mayor	
Denise Koetas-Dale	Committeewoman	
Shreekant Dhopte	Committeeman	
Michael Russo	Committeeman	
Caryn Hoyer	Municipal Clerk, Tax Collector and Registrar of Vital Statistics	\$1,000,000.00
Thomas Sahol	Township Administrator (from August 2020)	\$1,000,000.00
Kyle Wilson	Township Administrator (until March 2020) and Chief of Police	\$1,000,000.00
Wendy Wulstein	Chief Financial Officer, Treasurer, Deputy Tax Collector and Qualified Purchasing Agent	\$1,000,000.00
Glenn Riccardi	Construction Official	\$1,000,000.00
Glenn McMahon	Tax Assessor	\$1,000,000.00

19750


APPRECIATION

I express my appreciation for the assistance and courtesies rendered by the Township officials during the course of the audit.

Respectfully submitted,



BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants



Robert S. Marrone
Certified Public Accountant
Registered Municipal Accountant