TOWNSHIP OF FLORENCE
COUNTY OF BURLINGTON

FOR THE YEAR ENDED DECEMBER 31, 2018

TOWNSHIP OF FLORENCE
COUNTY OF BURLINGTON

PART I

INDEPENDENT AUDITOR'S REPORTS, BASIC FINANCIAL STATEMENTS AND SUPPLEMENTAL SCHEDULES FOR THE YEAR ENDED DECEMBER 31, 2018

This page intentionally left blank

TOWNSHIP OF FLORENCE
TABLE OF CONTENTS

	Exhibit	Page
PART I		
Independent Auditor's Report		1
Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards		5
BASIC FINANCIAL STATEMENTS:		
Current Fund		
Statements of Assets, Liabilities, Reserves and Fund Balance - Regulatory Basis	A	7
Statements of Operations and Changes in Fund Balance - Regulatory Basis	A-1	9
Statement of Revenues - Regulatory Basis	A-2	11
Statement of Expenditures - Regulatory Basis	A-3	13
Trust Fund		
Statements of Assets, Liabilities, Reserves and Fund Balance - Regulatory Basis	B	16
Statement of Revenues - Regulatory Basis	B-1	18
Statement of Expenditures - Regulatory Basis	B-2	19
General Capital Fund		
Statements of Assets, Liabilities, Reserves and Fund Balance - Regulatory Basis	C	20
Statement of Fund Balance - Regulatory Basis	C-1	21
Water and Sewer Utility Fund		
Statements of Assets, Liabilities, Reserves and Fund Balance - Regulatory Basis	D	22
Statements of Operations and Changes in Fund Balance - Regulatory Basis	D-1	24
Statement of Fund Balance - Regulatory Basis	D-2	25
Statement of Revenues - Regulatory Basis	D-3	26
Statement of Expenditures - Regulatory Basis	D-4	27
Statement of Fund Balance - Regulatory Basis	D-5	28
Statement of Revenues - Regulatory Basis	D-6	29
Statement of Expenditures - Regulatory Basis	D-7	30
General Fixed Assets Account Group		
Statements of Assets and Fund Balance - Regulatory Basis	F	31
NOTES TO FINANCIAL STATEMENTS		35

TOWNSHIP OF FLORENCE
TABLE OF CONTENTS

	Exhibit	Page
SUPPLEMENTAL SCHEDULES		
Current Fund		
Schedule of Cash	A-4	73
Schedule of Change Funds	A-5	74
Schedule of Due From/(To) State of New Jersey - Senior Citizens' and Veterans' Deductions	A-6	75
Schedule of Taxes Receivable and Analysis of Property Tax Levy	A-7	76
Schedule of Tax Title Liens Receivable	A-8	77
Schedule of Revenue Accounts Receivable	A-9	78
Schedule of 2017 Appropriation Reserves	A-10	79
Schedule of County Taxes Payable	A-11	82
Schedule of Prepaid Taxes	A-12	83
Schedule of Tax Overpayments	A-13	84
Schedule of Local District School Tax Payable	A-14	85
Schedule of Municipal Open Space Payable	A-15	86
Schedule of Special District Tax Payable	A-16	87
Schedule of Due To State	A-17	88
Schedule of Reserve for Library Aid	A-18	89
Schedule of Reserve for Sale of Tax Appeals	A-19	90
Grant Fund		
Schedule of Grants Receivable	A-20	91
Schedule of Reserve for Grants - Appropriated	A-21	92
Schedule of Due From/(To) Current Fund	A-22	93
Trust Fund		
Schedule of Cash	B-3	97
Schedule of Reserve for Animal Control Fund Expenditures	B-4	98
Schedule of Due to New Jersey State Department of Health	B-5	99
Schedule of Reserve for Various Trust Funds	B-6	100
Schedule of Reserve for Open Space	B-7	101

TOWNSHIP OF FLORENCE
TABLE OF CONTENTS

	Exhibit	Page
General Capital Fund		
Schedule of Cash	C-2	105
Schedule of Analysis of General Capital Fund Cash	C-3	106
Schedule of Grants Receivable	C-4	108
Schedule of Deferred Charges To Future Taxation - Funded	C-5	109
Schedule of Deferred Charges To Future Taxation - Unfunded	C-6	110
Schedule of Serial Bonds Payable	C-7	112
Schedule of Bond Anticipation Notes	C-8	113
Schedule of Green Trust Loans Payable	C-9	116
Schedule of Improvement Authorizations	C-10	117
Schedule of Capital Improvement Fund	C-11	118
Schedule of Bonds and Notes Authorized But Not Issued	C-12	119
Water and Sewer Utility Fund		
Schedule of Cash	D-8	123
Schedule of Utility Capital Cash	D-9	124
Schedule of Consumer Accounts Receivable	D-10	125
Schedule of Liens Receivable	D-11	126
Schedule of Fixed Capital	D-12	127
Schedule of Fixed Authorized and Uncompleted	D-13	128
Schedule of 2017 Appropriation Reserves	D-14	129
Schedule of Accrued Interest on Bonds, Loans and Notes	D-15	130
Schedule of Bond Anticipation Notes	D-16	131
Schedule of Improvement Authorizations	D-17	132
Schedule of Capital Improvement Fund	D-18	133
Schedule of Reserve for Amortization	D-19	134
Schedule of Deferred Reserve for Amortization	D-20	135
Schedule of Reserve for Developer Contributions (Toll Brothers)	D-21	136
Schedule of Bonds and Notes Authorized but Not Issued	D-22	137
Schedule of Utility Capital Serial Bonds	D-23	138
Schedule of NJEIT Bonds	D-24	139
Schedule of Assessment Bonds	D-25	140
Schedule of Assessments Receivable	D-26	141
Analysis of Assessment Trust Cash	D-27	142

TOWNSHIP OF FLORENCE
TABLE OF CONTENTS

	Exhibit	Page
PART II		
Schedule of Financial Statement Findings - Government Auditing Standards:		
Schedule of Financial Statement Findings	N/A	145
Summary Schedule of Prior Year Audit Findings and Questioned Costs as Prepared by Management	N/A	146
PART III		
Letter of Comments and Recommendations - Regulatory Basis:		
Officials in Office and Surety Bonds	N/A	149
General Comments	N/A	151
Other Comments (Findings)	N/A	152
Recommendations	N/A	152
Acknowledgment	N/A	153

HFA
HOLMAN | FRENIA
ALLISON, P.C.
Certified Public Accountants & Consultants

680 Hooper Avenue, Bldg B, Toms River, NJ 08753 • Tel: 732.797.1333
618 Stokes Road, Medford, NJ 08055 • Tel: 609.953.0612
912 Highway 33, Suite 2, Freehold, NJ 07728 • Tel: 732.409.0800
194 East Bergen Place, Red Bank, NJ 07701 • Tel: 732.747.0010
www.hfacpas.com

INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and Members
of the Township Council
Township of Florence
Florence, New Jersey

Report on the Financial Statements

We have audited the accompanying statements of assets, liabilities, reserves and fund balance - regulatory basis of the various funds and account group of the Township of Florence as of December 31, 2018 and 2017, and the related statements of operations and changes in fund balance - regulatory basis for the years then ended, the related statements of revenues - regulatory basis, and statements of expenditures - regulatory basis for the year ended December 31, 2018 and the related notes to the financial statements, which collectively comprise the Township's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

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

Opinions

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

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

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

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

In our opinion, because of the significance of the matter discussed in the "Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles" paragraph, the financial statements referred to above do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the Township, as of December 31, 2018 and 2017, or the results of its operations and changes in fund balance for the years then ended.

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the financial statements referred to above present fairly, in all material respects, the assets, liabilities, reserves and fund balance - regulatory basis of the various funds of the Township, as of December 31, 2018 and 2017, and the results of its operations and changes in fund balance - regulatory basis of such funds for the years then ended, and the statements of revenues - regulatory basis, statements of expenditures - regulatory basis of the various funds, and general fixed assets group of accounts – regulatory basis, for the year ended December 31, 2018 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.

Emphasis of Matter

Change in Accounting Principle

As discussed in Note 1 to the financial statements, during the year ended December 31, 2018 the Township adopted Governmental Accounting Standards Board (GASB) Statement No. 75, Accounting and Financial Reporting for Post-employment Benefits Other than Pensions - an Amendment of GASB Statement No. 45, 57, &74. Our opinion is not modified with respect to this matter.

Other Matters

Other Information

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

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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with Government Auditing Standards, we have also issued our report dated July 24, 2019 on our consideration of the Township's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the Township's internal control over financial reporting and compliance.

Respectfully submitted,

HOLMAN FRENIA ALLISON, P.C.

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

Medford, New Jersey
July 24, 2019

This page intentionally left blank

HFA
HOLMAN | FRENIA
ALLISON, P.C.
Certified Public Accountants & Consultants

680 Hooper Avenue, Bldg B, Toms River, NJ 08753 • Tel: 732.797.1333
618 Stokes Road, Medford, NJ 08055 • Tel: 609.953.0612
912 Highway 33, Suite 2, Freehold, NJ 07728 • Tel: 732.409.0800
194 East Bergen Place, Red Bank, NJ 07701 • Tel: 732.747.0010
www.hfacpas.com

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

Honorable Mayor and Members
of the Township Council
Township of Florence
County of Burlington
Florence, New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States and audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, the financial statements - regulatory basis of the Township of Florence, as of and for the year ended December 31, 2018, and the related notes to the financial statements, which collectively comprise the Township's basic financial statements, and have issued our report thereon dated July 24, 2019. Our report indicated that the Township's financial statements were not prepared in accordance with accounting principles generally accepted in the United States of America but rather prepared in accordance with the regulatory basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

Internal Control Over Financial Reporting

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

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

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

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

Compliance and Other Matters

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

Purpose of this Report

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

Respectfully Submitted,

HOLMAN FRENIA ALLISON, P.C.

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

Medford, New Jersey
July 24, 2019

EXHIBIT A

TOWNSHIP OF FLORENCE
CURRENT FUND
STATEMENTS OF ASSETS, LIABILITIES, RESERVES AND FUND BALANCE - REGULATORY BASIS
DECEMBER 31, 2018 AND 2017

	Reference	2018	2017
Assets			
Current Fund:			
Cash	A-4	$ 6,617,166.02	$ 8,117,589.85
Change Funds	A-5	550.00	550.00
		6,617,716.02	8,118,139.85
Receivables and Other Assets with Full Reserves:			
Delinquent Property Taxes Receivable	A-7	331,972.23	461,139.47
Tax Title Liens Receivable	A-8	243,291.88	220,354.96
Other Municipal Liens	A	19,072.53	20,775.70
Property Aquired for Taxes - Assessed Valuation	A	70,240.01	70,240.01
Revenue Accounts Receivable	A-9	36,985.52	66,347.18
		701,562.17	838,857.32
Total Assets		7,319,278.19	8,956,997.17
Federal and State Grant Fund:			
Federal and State Grants Receivable	A-20	165,201.00	8,701.00
Due from Current Fund	A-22	89,461.14	190,193.36
Total Assets		254,662.14	198,894.36
		$ 7,573,940.33	$ 9,155,891.53

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

EXHIBIT A

TOWNSHIP OF FLORENCE
CURRENT FUND
STATEMENTS OF ASSETS, LIABILITIES, RESERVES AND FUND BALANCE - REGULATORY BASIS
DECEMBER 31, 2018 AND 2017

	Reference	2018	2017
Liabilities, Reserves and Fund Balance			
Current Fund:			
Appropriation Reserves	A-3	$ 461,803.46	$ 701,362.50
Reserve for Encumbrances	A-3	300,077.49	286,511.67
Due to State of NJ - Senior Citizens & Veterans Deductions	A-6	60,654.51	63,131.22
Due to County for Added Taxes	A-11	16,983.23	10,300.85
Prepaid Taxes	A-12	310,610.92	812,313.52
Tax Overpayments	A-13	-	399.43
Local School District School Tax Payable	A-14	-	(2.00)
Tax Anticipation Notes Payable	A	2,500,000.00	3,000,000.00
Due to State of NJ - Marriage License Fees	A-17	262.00	412.00
Due to State of NJ - DCA Training Fees	A-17	2,954.00	2,578.00
Reserve for Library Expenditures	A-18	3,732.95	4,229.50
Reserve for Tax Appeals	A-19	16,560.30	16,560.30
Due to Federal and State Grant Fund	A	89,461.14	190,193.36
		3,763,100.00	5,087,990.35
Reserve for Receivables and Other Assets	A	701,562.17	838,857.32
Fund Balance	A-1	2,854,616.02	3,030,149.50
		7,319,278.19	8,956,997.17
Federal and State Grant Fund:			
Reserve for Encumbrances	A-21	1,355.00	3,031.00
Reserve for Federal and State Grants:			
Appropriated	A-21	253,307.14	195,863.36
		254,662.14	198,894.36
Total Liabilities, Reserves and Fund Balance		$ 7,573,940.33	$ 9,155,891.53

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

EXHIBIT A-1

TOWNSHIP OF FLORENCE
CURRENT FUND
STATEMENTS OF OPERATIONS AND CHANGES IN FUND BALANCE - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2018

	Reference	2018	2017
Revenue and Other Income Realized:			
Fund Balance Utilized	A-2	$ 1,818,000.00	$ 1,800,000.00
Miscellaneous Revenue Anticipated	A-2	5,504,803.68	5,397,708.53
Receipts From Delinquent Taxes	A-2	450,654.87	357,582.11
Receipts From Current Taxes	A-2	31,386,834.88	30,843,255.95
Non-Budget Revenue	A-2	146,680.11	96,014.44
Other Credit To Income:			
Unexpended Balance of Appropriation Reserves	A-10	427,710.53	277,897.94
Interfunds Liquidated	A	-	1,500.00
Tax Overpayment Adjustment		6,592.84	-
Total Income		39,741,276.91	38,773,958.97
Expenditures:			
Budget and Emergency Appropriations :			
Appropriations Within "CAPS":			
Operations:			
Salaries and Wages	A-3	5,490,762.00	5,216,584.00
Other Expenses	A-3	3,431,043.00	3,500,760.00
Deferred Charges and Statutory Expenditures	A-3	1,060,820.75	924,739.29
Appropriations Excluded From "CAPS":			
Operations:			
Other Expenses	A-3	453,478.33	195,337.99
Capital Improvements	A-3	267,000.00	533,500.00
Municipal Debt Service	A-3	1,156,324.62	833,650.46
Judgements	A-3	-	100,000.00
Transferred to Board of Education for Use of Local Schc	A-3	40,000.00	40,000.00
County Taxes	A-11	5,065,399.76	5,114,224.26
County Share of Added and Omitted Taxes	A-11	16,983.23	10,300.85
Local District School Tax	A-14	18,960,399.00	18,705,976.00
Municipal Open Space Tax	A-15	125,483.43	124,927.00
Special District Taxes	A-16	2,029,806.00	1,819,342.00
Refund of Prior Year Revenue	A	-	853.18
Prior Years' Senior Citizens and Veterans Deducations Disallowed	A	1,310.27	2,066.43
Total Expenditures		38,098,810.39	37,122,261.46

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

EXHIBIT A-1

TOWNSHIP OF FLORENCE
CURRENT FUND
STATEMENTS OF OPERATIONS AND CHANGES IN FUND BALANCE - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2018

	Reference	2018	2017
Excess in Revenue		1,642,466.52	1,651,697.51
Fund Balance, January 1	A	3,030,149.50	3,178,451.99
		4,672,616.02	4,830,149.50
Decreased By:			
Utilized as Anticipated Revenue	A	1,818,000.00	1,800,000.00
Fund Balance, December 31		$ 2,854,616.02	$ 3,030,149.50

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

TOWNSHIP OF FLORENCE
CURRENT FUND
STATEMENT OF REVENUES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2018

	Budget	Special N.J.S.A 40A:4-87	Realized	Excess/ (Deficit)
Fund Balance Anticipated	$ 1,818,000.00	$ -	$ 1,818,000.00	$ -
Miscellaneous Revenues:				
Licenses:				
Alcoholic Beverages	28,600.00	-	27,000.00	(1,600.00)
Fees and Permits	433,500.00	-	429,033.63	(4,466.37)
Fines and Costs:				
Municipal Court	257,500.00	-	228,665.38	(28,834.62)
Interest and Costs on Taxes	73,500.00	-	79,485.29	5,985.29
Interest on Investments and Deposits	27,000.00	-	66,208.81	39,208.81
Landfill Fees - Host Community Benefits	377,000.00	-	380,746.82	3,746.82
Consolidated Municipal Propety Tax Relief Aid	124,948.00	-	90,175.00	(34,773.00)
Energy Receipts Tax	1,226,415.00	-	1,261,188.00	34,773.00
Uniform Construction Code Fees	471,500.00	-	395,612.00	(75,888.00)
Special Items of General Revenue Anticipated with Prior Written Consent of Director of Local Government Services:				
Municipal Alliance on Alcoholism and Drug Abuse	-	8,701.00	8,701.00	-
Clean Communities Program	-	26,452.93	26,452.93	-
State of New Jersey DDE Grant	-	6,936.40	6,936.40	-
Burlington County Parks Grant	-	156,500.00	156,500.00	-
NJ Transportation Trust Fund	-	250,000.00	250,000.00	-
Recreation Contribution Grant	-	876.00	876.00	-
PILOT Programs	1,200,000.00	-	1,953,658.89	753,658.89
Reserve for Debt Service	1,054.15	-	1,054.15	-
Waste Management Agreement - Debt Service	142,509.38	-	142,509.38	-
Total Miscellaneous Revenues	4,363,526.53	449,466.33	5,504,803.68	691,810.82
Receipts from Delinquent Taxes	424,000.00	-	450,654.87	26,654.87
Amount to be Raised by Taxation for Support of Municipal Budget:				
Local Tax for Municipal Purposes	5,483,816.47	-	5,708,624.46	224,807.99
Total Amount to be Raised by Taxes for Support of Municipal Budget	5,483,816.47	-	5,708,624.46	224,807.99
Budget Totals	12,089,343.00	449,466.33	13,482,083.01	943,273.68
Non-Budget Revenues	-	-	146,680.11	146,680.11
	$ 12,089,343.00	$ 449,466.33	$ 13,628,763.12	$ 1,089,953.79

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

EXHIBIT A-2

TOWNSHIP OF FLORENCE
CURRENT FUND
STATEMENT OF REVENUES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2018

Analysis of Realized Revenue

Allocation of Current Tax Collections:		
Revenue From Collections	$	31,386,834.88
Allocated To School, County, and Municipal Open Space Taxes		26,198,073.42
Balance for Support of Municipal Budget Appropriations		5,188,761.46
Add: Appropriation "Reserve for Uncollected Taxes"		519,863.00
Amount for Support of Municipal Budget Appropriations	$	5,708,624.46
Receipts From Delinquent Taxes:		
Delinquent Tax Collections	$	436,995.73
Tax Title Lien Collections		13,659.14
	$	450,654.87
Fees & Permits - Other:		
Clerk	$	319,964.19
Vital Statistics		6,794.35
Recreation		35,337.00
Housing Inspections		54,625.00
	$	429,033.63

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

TOWNSHIP OF FLORENCE
CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2018

	Appropriations		Expended			Unexpended
	Budget	Budget After Modifications	Paid or Charged	Encumbered	Reserved	Balance Cancelled
OPERATIONS WITHIN "CAPS":						
GENERAL GOVERNMENT:						
Mayor and Council						
Salaries and Wages	$ 40,654.00	$ 40,654.00	$ 40,653.96	$ -	$ 0.04	$ -
Other Expenses	11,220.00	11,220.00	10,719.99	155.70	344.31	-
Municipal Clerk						
Salaries and Wages	113,603.00	113,603.00	111,911.30	-	1,691.70	-
Other Expenses	23,720.00	21,720.00	15,643.20	119.10	5,957.70	-
Business Administration Office:						
Salaries and Wages	272,038.00	265,038.00	261,059.65	-	3,978.35	-
Other Expenses	36,730.00	34,230.00	23,388.65	2,106.76	8,734.59	-
Audit Services:		-				-
Other Expenses	29,500.00	29,500.00	26,100.00	-	3,400.00	-
Revenue Administration (Tax Collection):						
Salaries and Wages	72,283.00	64,283.00	60,730.41	-	3,552.59	-
Other Expenses	10,800.00	10,800.00	8,743.56	106.51	1,949.93	-
Bureau of Assessments:						
Salaries and Wages	86,905.00	83,405.00	82,090.68	-	1,314.32	-
Other Expenses	30,125.00	22,125.00	13,168.65	4,542.41	4,413.94	-
Tax Map Revisions	4,700.00	4,700.00	1,800.00	2,065.49	834.51	-
Township Solicitor:						
Other Expenses	47,000.00	47,000.00	43,992.15	-	3,007.85	-
Special Counsel:						
Other Expenses	87,600.00	87,600.00	40,955.24	4,000.00	42,644.76	-
Treasurer:						
Salaries and Wages	74,010.00	67,010.00	64,856.90	-	2,153.10	-
Other Expenses	8,840.00	8,840.00	6,862.23	258.37	1,719.40	-
Cost of Registered Bonds	800.00	800.00	650.00	-	150.00	-
Engineering Services:		-				
Other Expenses	81,800.00	118,800.00	80,125.90	17,534.05	21,140.05	-
Industrial Development Promotion:						
Other Expenses	27,000.00	17,000.00	10,265.72	-	6,734.28	-
Expense at Participation of Free County Library						
Salaries and Wages	87,822.00	87,822.00	87,822.00	-	-	-
Other Expenses	21,180.00	21,180.00	16,935.86	2,150.77	2,093.37	-
LAND USE ADMINISTRATION						
Planning Board:						
Salaries and Wages	16,500.00	13,500.00	11,032.67	-	2,467.33	-
Other Expenses	39,830.00	31,830.00	14,229.35	1,400.50	16,200.15	-
Zoning Board of Adjustment:						
Other Expenses	14,955.00	14,955.00	5,755.31	-	9,199.69	-
INSURANCE						
General Liability Insurance	82,000.00	82,000.00	81,968.88	0.00	31.12	-
Workers Compensation Insurance	104,700.00	104,700.00	104,700.00	-	-	-
Employee Group Insurance	1,002,900.00	980,800.00	796,675.37	160,812.67	23,311.96	-
Health Benefit Waiver	34,650.00	34,650.00	34,650.00	-	-	-
PUBLIC SAFETY						
Police Department:						
Salaries and Wages	3,200,509.00	3,186,509.00	3,160,300.23	-	16,208.77	10,000.00
Other Expenses	262,833.00	278,833.00	218,373.82	31,697.58	28,761.60	-
Office of Emergency Management:						
Salaries and Wages	3,530.00	3,530.00	3,508.00	-	22.00	-
Other Expenses	4,010.00	4,010.00	-	2,359.00	1,651.00	-
Municipal Prosecutor						
Salaries and Wages	25,830.00	25,830.00	21,758.00	-	4,072.00	-
Maintenance of Traffic Lights						
Other Expenses	3,200.00	3,200.00	2,715.30	-	484.70	-
Aid to Fire District	5,000.00	5,000.00	5,000.00	-	-	-

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

TOWNSHIP OF FLORENCE
CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2018

	Appropriations		Expended			Unexpended
	Budget	Budget After Modifications	Paid or Charged	Encumbered	Reserved	Balance Cancelled
PUBLIC WORKS FUNCTIONS						
Streets and Road Maintenance:						
Salaries and Wages	257,772.00	279,772.00	251,503.53	-	25,268.47	3,000.00
Other Expenses	190,080.00	190,080.00	157,775.81	13,518.68	3,785.51	15,000.00
Sanitation Department:						
Salaries and Wages	457,394.00	457,394.00	443,245.16	-	5,148.84	9,000.00
Other Expenses	68,170.00	68,170.00	46,147.44	1,600.99	15,421.57	5,000.00
Contractual	335,000.00	335,000.00	322,550.31	1,320.00	8,129.69	3,000.00
Buildings and Grounds:						
Salaries and Wages	141,175.00	141,175.00	137,129.40	-	4,045.60	-
Other Expenses	93,715.00	93,715.00	83,337.78	7,324.77	3,052.45	-
Parks and Playgrounds						
Salaries and Wages	49,841.00	49,841.00	23,872.13	-	10,968.87	15,000.00
Other Expenses	67,415.00	67,415.00	63,565.20	1,040.00	2,809.80	-
LANDFILL/ SOLID WASTE DISPOSAL COSTS						
Landfill:						
Recycling Taxes	19,500.00	19,500.00	17,262.40	-	2,237.60	-
Landfill Taxes	25,800.00	25,800.00	19,904.76	-	5,895.24	-
HEALTH AND WELFARE						
Board of Health:						
Salaries and Wages	3,860.00	3,860.00	3,852.00	-	8.00	-
Other Expenses	1,075.00	1,075.00	808.97	-	266.03	-
Animal Control Services						
Other Expenses	1,500.00	1,500.00	175.00		325.00	1,000.00
Shade Tree Committee						
Other Expenses	36,010.00	36,010.00	32,987.00	-	3,023.00	-
Environmental Commission						
Other Expenses	750.00	750.00	224.71	-	525.29	-
PARKS AND RECREATION						
Recreation Services and Programs:						
Other Expenses	84,765.00	84,765.00	80,742.66	-	4,022.34	-
Celebration of Public Events, Anniversary or Holiday						
Other Expenses	17,400.00	17,400.00	15,545.40	-	1,854.60	-
UTILITY EXPENSES AND BULK PURCHASES						
Electricity & Natural Gas	121,000.00	106,000.00	65,339.67	2,770.45	22,889.88	15,000.00
Street Lighting	184,000.00	184,000.00	155,581.03	7,838.65	20,580.32	-
Telephone	32,500.00	32,500.00	32,306.62	173.68	19.70	-
Gasoline	122,000.00	122,000.00	96,056.50	20,997.84	4,945.66	-
UNIFORM CONSTRUCTION CODE APPROPRIATIONS						
OFFSET BY DEDICATED REVENUES (N.J.A.C. 5:23-4.17)						
Salaries and Wages	369,169.00	389,169.00	365,831.52	-	23,337.48	-
Other Expenses	46,550.00	32,550.00	22,317.99	2,887.19	7,344.82	-
MUNICIPAL COURT:						
Municipal Court:						
Salaries and Wages	218,367.00	218,367.00	194,092.96	-	14,274.04	10,000.00
Other Expenses	25,820.00	25,820.00	19,155.01	575.55	6,089.44	-
UNCLASSIFIED:						
Contributions to Senior Citizens Centers :						
Florence Center	4,250.00	4,250.00	4,250.00	-	-	-
Roebling Center	4,250.00	4,250.00	4,250.00	-	-	-
Condominium Services:						
Other Expenses	114,000.00	104,000.00	38,974.13	10,720.78	39,305.09	15,000.00
Total Operations - Within "CAPS"	9,061,905.00	9,022,805.00	8,167,928.07	300,077.49	453,799.44	101,000.00
Detail:						
Salaries and Wages	5,491,262.00	5,490,762.00	5,325,250.50	-	118,511.50	47,000.00
Other Expenses (Including Contingent)	3,570,643.00	3,532,043.00	2,842,677.57	300,077.49	335,287.94	54,000.00

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

TOWNSHIP OF FLORENCE
CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2018

	Appropriations		Expended			Unexpended
	Budget	Budget After Modifications	Paid or Charged	Encumbered	Reserved	Balance Cancelled
DEFERRED CHARGES AND STATUTORY EXPENDITURES - WITHIN "CAPS"						
Deferred Charges:						
Prior Year's Bills	14,000.00	14,000.00	5,487.75	-	-	8,512.25
Statutory Expenditures:						
Contribution To:						
Public Employees Retirement System	245,700.00	245,700.00	245,700.00	-	-	-
Social Security System (O.A.S.I.)	191,000.00	191,000.00	173,517.40	-	7,482.60	10,000.00
Police and Firemen's Pension Fund	623,233.00	623,233.00	623,233.00	-	-	-
Defined Contribution Retirement Program	3,300.00	5,400.00	4,878.58	-	521.42	-
Total Deferred Charges and Statutory Expenditures - Within "CAPS"	1,077,233.00	1,079,333.00	1,052,816.73	-	8,004.02	18,512.25
Total General Appropriations for Municipal Purposes - Within "CAPS"	10,139,138.00	10,102,138.00	9,220,744.80	300,077.49	461,803.46	119,512.25
OPERATIONS- EXCLUDED FROM "CAPS"						
Other Operations - Excluded from "CAPS":						
Sanitation:						
SFSP Fire District Payment	4,012.00	4,012.00	4,012.00	-	-	-
Public and Private Programs Offset by Revenues:						
Municipal Alliance on Alocoholism and Drug Abuse	-	8,701.00	8,701.00	-	-	-
Drunk Driving Enforcement Fund		6,936.40	6,936.40		-	-
Clean Communities Program	-	26,452.93	26,452.93	-	-	-
NJ Transportation Trust Fund		250,000.00	250,000.00	-	-	-
Burlington County Parks Grant		156,500.00	156,500.00	-	-	-
Recreation Contribution Grant (Camp)	-	876.00	876.00	-	-	-
Total Operations - Excluded from "CAPS"	4,012.00	453,478.33	453,478.33	-	-	-
Detail:						
Other Expenses	4,012.00	453,478.33	453,478.33	-	-	-
CAPITAL IMPROVEMENTS - EXCLUDED FROM "CAPS":						
Capital Improvement Fund	230,000.00	267,000.00	267,000.00	-	-	-
Total Capital Improvements - Excluded From "CAPS"	230,000.00	267,000.00	267,000.00	-	-	-
DEBT SERVICE- EXCLUDED FROM "CAPS"						
Payment of Bond Principal	585,000.00	585,000.00	585,000.00	-	-	-
Interest on Bonds	98,480.00	98,480.00	98,478.14	-	-	1.86
Interest on Notes	263,275.00	263,275.00	263,274.99	-	-	0.01
Payment of Bond Anticipation and Capital Notes	177,810.00	177,810.00	177,810.00	-	-	-
Green Trust Loan Program:						
Loan Repayments for Principal and Interest	31,765.00	31,765.00	31,761.49	-	-	3.51
Total Debt Service - Excluded From "CAPS"	1,156,330.00	1,156,330.00	1,156,324.62	-	-	5.38
TRANSFERRED TO BOARD OF EDUCATION FOR THE USE OF LOCAL SCHOOLS	40,000.00	40,000.00	40,000.00	-	-	-
Total General Appropriations for Municipal Purposes - Excluded From "CAPS"	1,430,342.00	1,916,808.33	1,916,802.95	-	-	5.38
Subtotal General Appropriations	11,569,480.00	12,018,946.33	11,137,547.75	300,077.49	461,803.46	119,517.63
Reserve for Uncollected Taxes	519,863.00	519,863.00	519,863.00	-	-	-
	$ 12,089,343.00	$ 12,538,809.33	$ 11,657,410.75	$ 300,077.49	$ 461,803.46	$ 119,517.63

Analysis of Budget after Modification:

Original Budget	$ 12,089,343.00
Appropriation by N.J.S.A. 40A:4-47	449,466.33
	$ 12,538,809.33

Analysis of Paid or Charged:

Reserve for Uncollected Taxes	$ 519,863.00
Reserve for State & Federal Grants Appropriated	449,466.33
Refunds	(1,321,879.20)
Due to General Capital Fund	267,000.00
Disbursed	11,742,960.62
	$ 11,657,410.75

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

EXHIBIT B

TOWNSHIP OF FLORENCE
TRUST FUND
STATEMENTS OF ASSETS, LIABILITIES, RESERVES AND FUND BALANCE - REGULATORY BASIS
DECEMBER 31, 2018 AND 2017

	Reference	2018	2017
Assets			
Assessment Trust Fund			
Cash	B-3	$ 9,341.77	$ 9,341.77
		9,341.77	9,341.77
Animal Control Trust Fund:			
Cash	B-3	17,174.41	15,434.19
		17,174.41	15,434.19
Open Space Trust Fund			
Cash	B-3	340,992.18	329,292.56
		340,992.18	329,292.56
Other Trust Funds:			
Cash	B-3	2,018,685.39	2,353,923.04
		2,018,685.39	2,353,923.04
Total Assets		$ 2,386,193.75	$ 2,707,991.56

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

EXHIBIT B

TOWNSHIP OF FLORENCE
TRUST FUND
STATEMENTS OF ASSETS, LIABILITIES, RESERVES AND FUND BALANCE - REGULATORY BASIS
DECEMBER 31, 2018 AND 2017

	Reference	2018	2017
Liabilities, Reserves and Fund Balance			
Assessment Trust Fund			
Fund Balance	B	$ 9,341.77	$ 9,341.77
		9,341.77	9,341.77
Animal Control Trust Fund:			
Reserve for Animal Control Fund Expenditures	B-4	17,164.21	15,423.99
Due to State of New Jersey	B-5	10.20	10.20
		17,174.41	15,434.19
Open Space Trust Fund			
Reserve for Open Space Trust Fund	B-7	340,992.18	329,292.56
		340,992.18	329,292.56
Other Trust Funds:			
Reserve for Miscellaneous Trust Funds	B-6	2,018,685.39	2,353,923.04
		2,018,685.39	2,353,923.04
Total Liabilities, Reserves and Fund Balance		$ 2,386,193.75	$ 2,707,991.56

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

EXHIBIT B-1

TOWNSHIP OF FLORENCE
OPEN SPACE TRUST FUND
STATEMENT OF REVENUES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2018

	Budget	Realized	Excess/ (Deficit)
Amount to be Raised by Taxation	$ 125,071.00	$ 125,071.00	$ -
Interest Income	-	2,122.12	2,122.12
	$ 125,071.00	$ 127,193.12	$ 2,122.12

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

TOWNSHIP OF FLORENCE
OPEN SPACE TRUST FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2018

	Appropriations		Expended			
	Budget	Budget After Modifications	Paid or Charged	Encumbered	Reserved	Cancelled
Debt Service:						
Payment of Bond Anticpation Notes and Capital Notes	75,000.00	75,000.00	75,000.00	-	-	-
Interest on Notes	32,823.00	32,823.00	31,437.64	-	-	1,385.36
	107,823.00	107,823.00	106,437.64	-	-	1,385.36
Reserve for Future Use	17,248.00	17,248.00	17,248.00	-	-	-
	17,248.00	17,248.00	17,248.00	-	-	-
	$ 125,071.00	$ 125,071.00	$ 123,685.64	$ -	$ -	$ 1,385.36

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

EXHIBIT C

TOWNSHIP OF FLORENCE
GENERAL CAPITAL FUND
STATEMENTS OF ASSETS, LIABILITIES, RESERVES AND FUND BALANCE - REGULATORY BASIS
DECEMBER 31, 2018 AND 2017

Assets	Reference	2018	2017
Cash	C-2	$ 971,699.47	$ 4,272,396.93
Grant Receivable	C-4	814,608.58	564,608.58
Deferred Charges To Future Taxation:			
Funded	C-5	2,880,723.51	3,496,705.04
Unfunded	C-6	24,312,853.77	24,090,663.77
Total Assets		$ 28,979,885.33	$ 32,424,374.32
Liabilities, Reserves and Fund Balance			
Serial Bonds Payable	C-7	$ 2,865,000.00	$ 3,450,000.00
Bond Anticipation Notes	C-8	13,616,190.00	13,869,000.00
Loans Payable	C-9	15,723.51	46,705.04
Improvement Authorizations:			
Funded	C-10	113,170.85	239,894.73
Unfunded	C-10	9,832,300.21	12,536,558.31
Reserve for Encumbrances	C-10	418,556.56	643,822.84
Capital Improvement Fund	C-11	489,804.85	247,804.85
Reserve for:			
Debt Service	C	-	1,054.15
Environmental Remediation Encumbrances	C	687.50	687.50
Recreation Improvements - Unappropriated	C	198,099.98	198,099.98
Developer Impact Fees - Unappropriated	C	97,000.00	97,000.00
Sidewalk Improvements - Unappropriated	C	62,130.00	62,130.00
Reserve for Receivables:			
Local Aid Bikeway Program Grant	C	97,118.91	97,118.91
Transportation Trust Fund Grants	C	668,489.67	418,489.67
Fund Balance	C-1	505,613.29	516,008.34
Total Liabilities, Reserves and Fund Balance		$ 28,979,885.33	$ 32,424,374.32

There were Bonds & Notes Authorized but not Issued on December 31, 2018 of $10,696,663.77 and on December 31, 2017 was $10,221,663.77.

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

EXHIBIT C-1

TOWNSHIP OF FLORENCE
GENERAL CAPITAL FUND
STATEMENT OF FUND BALANCE - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2018

Balance, December 31, 2017		$ 516,008.34
Increased By:		
Improvement Authorizations Cancelled - Funded	$ 17,751.85	
Premium on Notes	71,853.10	
		89,604.95
		605,613.29
Decreased By:		
To Fund Improvement Authorization		100,000.00
Balance, December 31, 2018		$ 505,613.29

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

EXHIBIT D

TOWNSHIP OF FLORENCE
WATER & SEWER UTILITY FUND
STATEMENTS OF ASSETS, LIABILITIES, RESERVES AND FUND BALANCE - REGULATORY BASIS
DECEMBER 31, 2018 AND 2017

	Reference	2018	2017
Assets			
Operating Fund:			
Cash	D-8	$ 3,720,965.25	$ 3,669,192.62
		3,720,965.25	3,669,192.62
Receivables With Full Reserves:			
Consumer Accounts Receivable	D-10	299,746.90	324,838.28
Utility Liens Receivable	D-11	10,852.33	753.01
		310,599.23	325,591.29
Total Operating Fund		4,031,564.48	3,994,783.91
Assessment Trust Fund:			
Cash	D-8	313,256.98	319,586.66
Assessments Receivable	D-26	128,808.05	177,478.37
Total Assessment Fund		442,065.03	497,065.03
Capital Fund:			
Cash	D-8	1,734,821.59	552,876.68
Fixed Capital	D-12	36,197,056.56	36,029,156.56
Fixed Capital Authorized and Uncompleted	D-13	7,060,000.00	4,760,000.00
Total Capital Fund		44,991,878.15	41,342,033.24
Total Assets		$ 49,465,507.66	$ 45,833,882.18

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

EXHIBIT D

TOWNSHIP OF FLORENCE
WATER & SEWER UTILITY FUND
STATEMENTS OF ASSETS, LIABILITIES, RESERVES AND FUND BALANCE - REGULATORY BASIS
DECEMBER 31, 2018 AND 2017

	Reference	2018	2017
Liabilities, Reserves and Fund Balances			
Operating Fund:			
Appropriation Reserves	D-4	$ 489,589.69	$ 434,891.20
Reserve for Encumbrances	D-4	118,098.81	403,639.31
Accrued Interest Payable	D-15	59,773.06	63,332.65
Accounts Payable	D	10.00	10.00
Reserve for Developer Contributions - Toll Bros.	D -21	-	12,086.75
		667,471.56	913,959.91
Reserve for Receivables	D	310,599.23	325,591.29
Fund Balance	D-1	3,053,493.69	2,755,232.71
Total Operating Fund		4,031,564.48	3,994,783.91
Assessment Trust Fund:			
Assessment Bonds	D-25	316,000.00	371,000.00
Fund Balance	D-5	126,065.03	126,065.03
Total Assessment Fund		442,065.03	497,065.03
Capital Fund:			
Serial Bonds	D-23	1,252,000.00	1,717,000.00
Loans Payable	D-24	-	845,000.00
Bond Anticipation Notes	D-16	5,340,650.00	1,650,000.00
Improvement Authorizations:			
Funded	D-17	-	486.23
Unfunded	D-17	2,596,826.39	966,005.25
Reserve for Encumbrances	D-17	66,345.28	1,995,277.82
Capital Improvement Fund	D-18	299,140.62	339,140.62
Reserve for Amortization	D-19	34,945,056.56	33,467,156.56
Reserve for Deferred Amortization	D-20	219,350.00	128,000.00
Reserve for Developer Contributions, Hovnanian	D	25,000.00	25,000.00
Fund Balance	D-2	247,509.30	208,966.76
Total Capital Fund		44,991,878.15	41,342,033.24
Total Liabilities, Reserves and Fund Balances		$ 49,465,507.66	$ 45,833,882.18

There were Bonds & Notes Authorized but not Issued on December 31, 2018 of $1,500,000 and on December 31, 2017 was $2,982,000.

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

EXHIBIT D-1

TOWNSHIP OF FLORENCE
WATER & SEWER OPERATING FUND
STATEMENTS OF OPERATIONS AND CHANGES IN FUND BALANCE - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2018 AND 2017

	Reference	2018	2017
Revenue and Other Income Realized:			
Fund Balance Utilized	D-3	$ 566,430.00	$ 567,959.00
Rents	D-3	4,794,771.63	4,870,746.15
Miscellaneous	D-3	913,818.56	522,830.98
Accrued Interest Adjustment	D-15	28,946.46	-
Other Credits To Income:			
Unexpended Balance of Appropriation Reserves	D-14	375,349.88	233,038.95
Total Revenue		6,679,316.53	6,194,575.08
Expenditures:			
Budget Appropriations:			
Operating	D-4	3,890,855.00	3,754,348.00
Capital Improvements	D-4	130,000.00	250,000.00
Debt Service	D-4	1,503,423.12	1,449,118.17
Deferred Charges and Statutory Expenditures	D-4	256,800.00	235,831.00
Refund of Prior Year Revenue	D	547.44	-
Interfund Created	D	32,999.99	-
Total Expenditures		5,814,625.55	5,689,297.17
Excess (Deficit) in Revenue		864,690.98	505,277.91
Fund Balance, January 1	D	2,755,232.71	2,817,913.80
		3,619,923.69	3,323,191.71
Decreased By:			
Utilized as Anticipated Revenue	D-1	566,430.00	567,959.00
Fund Balance, December 31		$ 3,053,493.69	$ 2,755,232.71

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

EXHIBIT D-2

TOWNSHIP OF FLORENCE
WATER & SEWER CAPITAL FUND
STATEMENT OF FUND BALANCE - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2018

Balance, December 31, 2017	$ 208,966.76
Increased By:	
Premium on Bond, Loan, Notes issued	38,542.54
Balance, December 31, 2018	$ 247,509.30

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

EXHIBIT D-3

TOWNSHIP OF FLORENCE
WATER & SEWER OPERATING FUND
STATEMENT OF REVENUES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2018

	Budget	Realized	Excess/ (Deficit)
Fund Balance Anticipated	$ 566,430.00	$ 566,430.00	$ -
Water and Sewer Rents	4,850,000.00	4,794,771.63	(55,228.37)
Miscellaneous	365,000.00	913,818.56	548,818.56
	$ 5,781,430.00	$ 6,275,020.19	$ 493,590.19

Analysis of Realized Revenues

Water and Sewer Rents:	
Collections	$ 4,794,771.63
	$ 4,794,771.63
Miscellaneous:	
Interest Earnings	$ 45,624.85
Interest on Assessments	7,780.37
Sludge Dumping	346,431.03
Connection Fees & Taps	313,055.00
Penalities & Costs on Delinquent Accounts	25,162.22
Miscellaneous - Other	175,765.09
	$ 913,818.56

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

TOWNSHIP OF FLORENCE
WATER & SEWER OPERATING FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2018

	Appropriations		Expended			
	Budget	Budget After Modifications	Paid or Charged	Encumbered	Reserved	Cancelled
Operating:						
Salaries and Wages	$ 1,432,120.00	$ 1,497,120.00	$ 1,433,854.09	$ -	$ 63,265.91	$ -
Other Expenses	2,050,535.00	1,982,535.00	1,577,375.35	118,098.81	287,060.84	-
Group Insurance Plan For Employees	411,200.00	411,200.00	272,761.19	-	138,438.81	-
	3,893,855.00	3,890,855.00	3,283,990.63	118,098.81	488,765.56	-
Capital Improvements:						
Capital Outlay	130,000.00	130,000.00	130,000.00	-	-	-
	130,000.00	130,000.00	130,000.00	-	-	-
Debt Service:						
Payment of Bond Principal	1,310,000.00	1,310,000.00	1,310,000.00	-	-	-
Payment of Bond Anticpation Notes and Capital Notes	51,350.00	51,350.00	51,350.00	-	-	-
Interest on Bonds	92,425.00	92,425.00	92,073.12	-	-	351.88
Interest on Notes	50,000.00	50,000.00	50,000.00	-	-	-
	1,503,775.00	1,503,775.00	1,503,423.12	-	-	351.88
Deferred Charges and Statutory Expenditures:						
Statutory Expenditures:						
Contributions To:						
Public Employees' Retirement System	144,300.00	144,300.00	144,299.12	-	0.88	-
Social Security System (O.A.S.I.)	109,500.00	112,500.00	111,676.75	-	823.25	-
	253,800.00	256,800.00	255,975.87	-	824.13	-
	$ 5,781,430.00	$ 5,781,430.00	$ 5,173,389.62	$ 118,098.81	$ 489,589.69	$ 351.88

Cash Disbursements	$ 5,189,229.46
Refunds	(92,576.71)
Accrued Interest	25,386.87
Bond Anticipation Note paid by General Capital	51,350.00
	$ 5,173,389.62

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

EXHIBIT D-5

TOWNSHIP OF FLORENCE
WATER & SEWER ASSESSMENT TRUST FUND
STATEMENT OF FUND BALANCE - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2018

Balance, December 31, 2018 & 2017	$ 126,065.03

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

EXHIBIT D-6

TOWNSHIP OF FLORENCE
WATER & SEWER UTILITY ASSESSMENT FUND
STATEMENT OF REVENUES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2018

	Budget	Realized	Excess/ (Deficit)
Assessment Cash	$ 75,000.00	$ 75,000.00	$ -
	$ 75,000.00	$ 75,000.00	$ -

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

TOWNSHIP OF FLORENCE
WATER & SEWER UTILITY ASSESSMENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2018

	Appropriations		Expended			
	Budget	Budget After Modifications	Paid or Charged	Encumbered	Reserved	Cancelled
Debt Service:						
Payment of Bond Principal	$ 75,000.00	$ 75,000.00	$ 55,000.00	$ -	$ -	$ 20,000.00
	75,000.00	75,000.00	55,000.00	-	-	20,000.00

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

EXHIBIT F

TOWNSHIP OF FLORENCE
GENERAL FIXED ASSETS ACCOUNT GROUP -
STATEMENTS OF ASSETS AND FUND BALANCE - REGULATORY BASIS
DECEMBER 31, 2018 AND 2017

Assets	Reference	2018	2017
Land	F	$ 570,986.01	$ 570,986.01
Buildings & Improvements	F	2,473,929.96	2,473,929.96
Vehicles and Equipment	F	4,229,486.90	4,204,308.98
Total Assets		$ 7,274,402.87	$ 7,249,224.95
Fund Balance			
Investment in Fixed Assets	F	$ 7,274,402.87	$ 7,249,224.95
Fund Balance		$ 7,274,402.87	$ 7,249,224.95

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

This page intentionally left blank

TOWNSHIP OF FLORENCE
COUNTY OF BURLINGTON

NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2018

****

This page intentionally left blank

Note 1. Summary of Significant Accounting Policies

Description of Financial Reporting Entity

The Township of Florence, County of Burlington, New Jersey (hereafter referred to as the "Township") is governed by the Mayor-Council Plan F form of government under the New Jersey Laws of 1950 (the Faulkner Act), with a Mayor and 5-member Township Council. Administrative responsibilities are assigned to the Township Administrator. Policy is determined by the Township Council and the Administrator is responsible for carrying out such policy.

Component Units - GASB Statement 14, as amended by GASB Statements 39 and 61, establishes criteria to be used in determining the component units, which should be included in the financial statements of a primary government. The financial statements of the Township are not presented in accordance with GAAP (as discussed below). Therefore, the Township had no component units as defined by GASB Statement No. 14, as amended by GASB Statement No. 39 and No. 61.

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

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

Current Fund – This fund accounts for revenues and expenditures for governmental operations of a general nature, including federal and state grant funds.

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

Trust Assessment Fund– This fund accounts for special assessments levied against property for the cost of an improvement (i.e. new sidewalk for a community) including debt service.

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

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

Utility Assessment Fund – This fund accounts for all local improvements assessed for municipal owned utility purposes.

Note 1. Summary of Significant Accounting Policies (continued)

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

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

An extension of the statutory dates for introduction, approval and adoption of the municipal budget may be granted by the Director of Local Government Services, with the permission of the Local Finance Board. Budgets are adopted on the same basis of accounting utilized for the preparation of the Township's financial statements. Once a budget is approved it may be amended after November 1, by a resolution adopted by the governing body.

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

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

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

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.

Note 1. Summary of Significant Accounting Policies (continued)

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

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

General Fixed Assets – Accounting for governmental fixed assets, as required by *N.J.A.C.5:30-5.6*, differs in certain respects from accounting principles generally accepted in the United States of America. In accordance with the regulations, all local units, including municipalities, must maintain a general fixed assets reporting system that establishes and maintains a physical inventory of nonexpendable, tangible property as defined and limited by the U.S. Office of Management and Budget Circular A-87 (Attachment B, Section 19), except that the useful life of such property is at least five years. The Township has adopted a capitalization threshold of $5,000.00, 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. In some instances, assets are valued at the assessed valuation of the property at the time of acquisition, which approximates fair value. No depreciation of general fixed assets is recorded. Donated general fixed assets are recorded at their acquisition value as of the date of the transaction. Interest costs relative to the acquisition of general fixed assets are recorded as expenditures when paid. Public domain ("infrastructure") general fixed assets consisting of certain improvements such as roads, bridges, curbs and gutters, streets and sidewalks and drainage systems are not capitalized. Expenditures for construction in progress are recorded in the capital funds until such time as the construction is completed and put into operation. The Township is required to maintain a subsidiary ledger detailing fixed assets records to control additions, retirements, and transfers of fixed assets. In addition, a statement of general fixed assets, reflecting the activity for the year, must be included in the Township's basic financial statements.

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

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

Note 1. Summary of Significant Accounting Policies (continued)

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

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

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

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

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

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

County Taxes – The municipality is responsible for levying, collecting and remitting County taxes for the County of Burlington. Operations is charged for the amount due the County for the year, based upon the ratables required to be certified to the County Board of Taxation by January 10th 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 10th of the current year and due to be paid to the County by February 15th of the following year.

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

Note 1. Summary of Significant Accounting Policies (continued)

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

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

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

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

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

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

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

Note 1. Summary of Significant Accounting Policies (continued)

Statement No. 75, *Accounting and Financial Reporting for Post-employment Benefits Other than Pensions*. This Statement replaces the requirements of Statement No. 45, *Accounting and Financial Reporting by Employers for Post- employment Benefits Other Than Pensions*, as amended, and No. 57, *OPEB Measurements by Agency Employers and Agent Multi-Employer Plans*, for OPEB. Statement No. 74, *Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans*, establishes new accounting and financial reporting requirements for OPEB Plans.

Note 2. Deposits and Investments

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

Deposits

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

As of December 31, 2018, the Township's bank balance of $15,790,432.94 was insured or collateralized as follows:

Insured under FDIC and GUDPA	$ 9,261,529.43
NJ Cash Management Fund	4,124,248.93
Uninsured and Uncollateralized	2,404,654.58
	$ 15,790,432.94

Investments

The Township had no investments as of December 31, 2018.

Note 3. Property Taxes

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

Comparison Schedule of Tax Rates

	2018	2017	2016
Tax Rate	$ 2.533	$ 2.502	$ 2.454
Apportionment of Tax Rate:			
Municipal	0.439	0.439	0.439
Municipal Open Space	0.010	0.010	0.009
County	0.405	0.409	0.392
Local School	1.516	1.498	1.479
Fire District	0.163	0.146	0.135

Assessed Valuation (Net Valuation Taxable)

Year	Amount
2018	$ 1,250,717,600.00
2017	1,249,273,400.00
2016	1,247,451,790.00

Comparison of Tax Levies and Collections

Year	Tax Levy	Cash Collections	Percentage Of Collection
2018	$ 31,783,012.31	$ 31,386,834.88	98.75%
2017	31,319,802.57	30,843,255.95	98.47%
2016	30,863,274.00	30,488,949.00	98.78%

Delinquent Taxes and Tax Title Liens

Year	Tax Title Liens	Delinquent Taxes	Total Delinquent	Percentage Of Tax Levy
2018	$ 243,291.88	$ 331,972.23	$ 575,264.11	1.81%
2017	220,354.96	461,139.47	681,494.43	2.18%
2016	223,220.00	343,335.00	566,555.00	1.84%

Note 3. Property Taxes (continued)

Number of Tax Title Liens

Year	Number
2018	16
2017	21
2016	21

The last tax sale was held on July 27, 2018.

Note: 4: Property Acquired By Tax Title Lien Liquidation

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

Year	Amount
2018	$ 70,240.00
2017	70,240.00
2016	70,240.00

Note: 5: Water-Sewer Utility Service Charges

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

Year	Beginning Balance	Levy	Total	Cash Collections	Percentage Of Collection
2018	$ 324,838.28	$ 4,779,779.57	$ 5,104,617.85	$ 4,794,771.63	93.93%
2017	333,624.42	4,862,100.01	5,195,724.43	4,870,886.15	93.74%
2016	312,966.08	5,016,906.98	5,329,873.06	4,996,248.64	93.74%

Note 6. Fund Balances Appropriated

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

Year	Balance December 31,	Utilized in Budget of Succeeding Year	Percentage of Fund Balance Used
Current Fund:			
2018	$ 2,854,616.02	$ 1,826,000.00	63.97%
2017	3,030,149.50	1,818,000.00	60.00%
2016	3,178,452.00	1,800,000.00	56.63%
Utility Operating Fund:			
2018	$ 3,053,493.69	$ 820,000.00	26.85%
2017	2,755,232.71	566,430.00	20.56%
2016	2,817,914.00	567,959.00	20.16%

Note 7. Disaggregated Receivable and Payable Balances

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

Note 8. Interfund Receivables, Payables and Transfers

The following interfund balances were recorded in the various statements of assets liabilities, reserves and fund balances at December 31, 2018:

Fund	Interfund Receivable	Interfund Payable
Current Fund	$ -	$ 89,461.14
State and Federal Grant Fund	89,461.14	-
	$ 89,461.14	$ 89,461.14

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

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

A summary of interfund transfers is as follows:

Fund	Transfers In	Transfers Out
Current Fund	$ 778,816.92	$ 879,549.14
State and Federal Grant Fund	856,018.03	755,285.81
General Capital Fund	84,349.99	84,349.99
Trust Other Fund	23,531.11	23,531.11
Utility Operating Fund	93,970.06	93,970.06
Utility Assessment Fund	9,620.07	9,620.07
	$ 1,846,306.18	$ 1,846,306.18

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

Note 9. Fixed Assets

The following is a summary of changes in the General Fixed Assets Account Group for the year ended December 31, 2018.

	Balance December 31, 2017	Additions	Deletions	Balance December 31, 2018
Land	$ 570,986.01	$ -	$ -	$ 570,986.01
Buildings and Improvements	2,473,929.96	-	-	2,473,929.96
Machinery & Equipment	4,204,308.98	$ 88,940.92	$ (63,763.00)	4,229,486.90
	$ 7,249,224.95	$ 88,940.92	$ (63,763.00)	$ 7,274,402.87

Note 10. Pension Obligations

A. Public Employees' Retirement System (PERS)

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

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

The following represents the membership tiers for PERS:

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

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

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

Contributions - The contribution policy for PERS is set by *N.J.S.A. 43:15A* and requires contributions by active members and contributing employers. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount, which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. Funding for noncontributory group insurance benefits is based on actual claims paid. For the fiscal year 2018, the State's pension contribution was less than the actuarial determined amount. The local

Note 10. Pension Obligations (continued)

A. Public Employees' Retirement System (PERS)

employers' contribution amounts are based on an actuarially determined rate, which includes the normal cost and unfunded accrued liability. Chapter 19, P.L. 2009 provided an option for local employers of PERS to contribute 50% of the normal and accrued liability contribution amounts certified for payments due in State fiscal year 2009. Such employers will be credited with the full payment and any such amounts will not be included in their unfunded liability. The actuaries will determine the unfunded liability of those retirement systems, by employer, for the reduced normal and accrued liability contributions provided under this law. This unfunded liability will be paid by the employer in level annual payments over a period of 15 years beginning with the payments due in the fiscal year ended June 30, 2012 and will be adjusted by the rate of return on the actuarial value of assets. For the year ended December 31, 2018, the Township's contractually required contribution to PERS plan was $431,976.

Components of Net Pension Liability - At December 31, 2018, the Township's proportionate share of the PERS net pension liability was $8,550,909. The net pension liability was measured as of June 30, 2018. The total pension liability used to calculate the net pension liability was determined using update procedures to roll forward the total pension liability from an actuarial valuation as of July 1, 2017, which was rolled forward to June 30, 2018. The Township's proportion of the net pension liability was based on the Township's actual contributions to the plan relative to the total of all participating employers' contributions for the year ended June 30, 2018. The Township's proportion measured as of June 30, 2018, was .0434287700% which was an increase of .0024516774% from its proportion measured as of June 30, 2017.

Collective Balances at December 31, 2018 and December 31, 2017

	12/31/2018	12/30/2017
Actuarial valuation date (including roll forward)	June 30, 2018	June 30, 2017
Deferred Outflows of Resources	$ 2,536,582	$ 2,901,141
Deferred Inflows of Resources	2,923,492	2,024,950
Net Pension Liability	8,550,909	9,538,812
Township's portion of the Plan's total net pension Liability	0.04343%	0.04098%

Pension Expense and Deferred Outflows/Inflows of Resources - At December 31, 2018, the Township's proportionate share of the PERS expense, calculated by the plan as of the June 30, 2018 measurement date is $709,061. This expense is not recognized by the Township because of the regulatory basis of accounting as described in Note 1, but as previously mentioned the Township contributed $431,976 to the plan in 2018.

Note 10. Pension Obligations (continued)

A. Public Employees' Retirement System (PERS)

At December 31, 2018, the Township reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	Outflows of Resources	Deferred Inflows of Resources
Differences between Expected and Actual Experience	$ 163,067	$ 44,091
Changes of Assumptions	1,409,048	2,734,126
Net Difference between Projected and Actual Earnings on Pension Plan Investments	-	80,208
Changes in Proportion and Differences between Township Contributions and Proportionate Share of Contributions	964,467	65,067
	$ 2,536,582	$ 2,923,492

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

Note 10. Pension Obligations (continued)

A. Public Employees' Retirement System (PERS)

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

Note 10. Pension Obligations (continued)

A. Public Employees' Retirement System (PERS)

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

Year Ending Dec 31,	Amount
2019	$ 84,810
2020	65,268
2021	14,421
2022	(461,743)
2023	(89,667)
	$ (386,911)

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

Inflation	2.25%
Salary Increases:	
Through 2026	1.65% - 4.15% Based on Age
Thereafter	2.65% - 5.15% Based on Age
Investment Rate of Return	7.00%
Mortality Rate Table	RP-2000
Period of Actuarial Experience Study upon which Actuarial Assumptions were Based	July 1, 2011 - June 30, 2014

Pre-retirement mortality rates were based on the RP-2000 Employee Preretirement Mortality Table for male and female active participants. For State employees, mortality tables are set back 4 years for males and females. For local employees, mortality tables are set back 2 years for males and 7 years for females. In addition, the tables provide for future improvements in mortality from the base year of 2013 using a generational approach based on the plan actuary's modified MP-2014 projection scale. Post-retirement mortality rate were based on the RP-2000 Combined Healthy Male and Female Mortality Tables (setback 1 year for males and females) for service retirements and beneficiaries of former members and a one-year static projection based on the mortality improvement Scale AA. In addition, the tables for service retirements and beneficiaries of former members provide for future improvements in mortality from the

Note 10. Pension Obligations (continued)

A. Public Employees' Retirement System (PERS)

base year of 2012 using a generational approach based on the plan actuary's modified MP-2014 projection scales. Disability retirement rates used to value disabled retirees were based on the RP-2000 Disabled Mortality Table (set back 3 years for males and set forward 1 year for females).

The actuarial assumptions used in the July 1, 2017 valuation were based on the results of an actuarial experience study for the period July 1, 2011 to June 30, 2014. It is likely that future experience will not exactly conform to these assumptions. To the extent that actual experience deviates from these assumptions, the emerging liabilities may be higher or lower than anticipated. The more the experience deviates, the larger the impact on future financial statements.

Long-Term Expected Rate of Return - In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2018) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic rates of return for each major asset class included in PERS's target asset allocation as of June 30, 2018 are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Risk Mitigation Strategies	5.00%	5.51%
Cash Equivalents	5.50%	1.00%
U.S. Treasuries	3.00%	1.87%
Investment Grade Credit	10.00%	3.78%
High Yield	2.50%	6.82%
Global Diversified Credit	5.00%	7.10%
Credit Oriented Hedge Funds	1.00%	6.60%
Debt Related Private Equity	2.00%	10.63%
Debt Related Real Estate	1.00%	6.61%
Private Real Asset	2.50%	11.83%
Equity Related Real Estate	6.25%	9.23%
U.S. Equity	30.00%	8.19%
Non-U.S. Developed Markets Equity	11.50%	9.00%
Emerging Markets Equity	6.50%	11.64%
Buyouts/Venture Capital	8.25%	13.08%
	100.00%	

Note 10. Pension Obligations (continued)

A. Public Employees' Retirement System (PERS)

Discount Rate - The discount rate used to measure the total pension liability was 5.66% as of June 30, 2018. The single blended discount rate was based on long-term expected rate of return on pension plan investments of 7.00%, and a municipal bond rate of 3.87% as of June 30, 2018 based on the Bond Buyer Go 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipals bonds with an average rating of AA/Aa or higher. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made based on the contribution rate in the most recent fiscal year. The State employer contributed 50% of the actuarially determined contributions and the local employers contributed 100% of their actuarially determined contributions. Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members through 2046. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments through 2046 and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

Sensitivity of the Township's proportionate share of the Net Pension Liability to Changes in the Discount Rate - The following presents the Township's proportionate share of the net pension liability calculated using the discount rate as disclosed above, as well as what the Township's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (4.66%) or 1-percentage-point higher (6.66%) than the current rate:

	1% Decrease (4.66%)	Current Discount Rate (5.66%)	1% Increase (6.66%)
Township's Proportionate Share of the Net Pension Liability	$ 10,751,782	$ 8,550,908	$ 6,704,516

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

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

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

The following represents the membership tiers for PFRS:

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

Note 10. Pension Obligations (continued)

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

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

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

Contributions - The contribution policy for PFRS is set by *N.J.S.A. 43:16A* and requires contributions by active members and contributing employers. State legislation has modified the amount that is contributed by the State. The State's contribution amount is based on an actuarially determined rate which includes the normal cost and unfunded accrued liability. For fiscal year 2018, the State contributed an amount less than the actuarially determined amount. The Local employers' contribution amounts are based on an actuarially determined rate which includes the normal cost and unfunded accrued liability. Chapter 19, P.L. 2009 provided an option for local employers of PFRS to contribute 50% of the normal and accrued liability contribution amounts certified for payments due in State fiscal year 2009. Such employers will be credited with the full payment and any such amounts will not be included in their unfunded liability. The actuaries will determine the unfunded liability of those retirement systems, by employer, for the reduced normal and accrued liability contributions provided under this law. This unfunded liability will be paid by the employer in level annual payments over a period of 15 years beginning with the payments due in the fiscal year ended June 30, 2012 and will be adjusted by the rate of return on the actuarial value of assets. For the year ended December 31, 2018, the Township's contractually required contributions to PFRS plan was $701,486.

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

Net Pension Liability and Pension Expense - At December 31, 2018 the Township's proportionate share of the PFRS net pension liability was $9,709,291. The net pension liability was measured as of June 30, 2018. The total pension liability used to calculate the net pension liability was determined using update procedures to roll forward the total pension liability from an actuarial valuation as of July 1, 2017, to the measurement date of June 30, 2018. The Township's proportion of the net pension liability was based on the Township's actual contributions to the plan relative to the total of all participating employers' contributions for the year ended June 30, 2018. The Township's proportion measured as of June 30, 2018, was .0717524588%, which was an increase of .0013621755% from its proportion measured as of June 30, 2017.

Note 10. Pension Obligations (continued)

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

Collective Balances at December 31, 2018 and Decmber 31, 2017

	12/31/2018	12/31/2017
Actuarial valuation date (including roll forward)	June 30, 2018	June 30, 2017
Deferred Outflows of Resources	$ 1,878,107	$ 2,646,954
Deferred Inflows of Resources	2,593,121	1,862,475
Net Pension Liability	9,709,291	10,866,899
Township's portion of the Plan's total net pension Liability	0.07175%	0.07039%

Pension Expense and Deferred Outflows/Inflows of Resources – At December 31, 2018, the Township's proportionate share of the PFRS expense, calculated by the plan as of the June 30, 2018 measurement date was $1,043,361. This expense is not recognized by the Township because of the regulatory basis of accounting as described in Note 1, but as previously mentioned the Township contributed $701,486 to the plan in 2018.

At December 31, 2018, the Township had deferred outflows of resources and deferred inflows of resources related to PFRS from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between Expected and Actual Experience	$ 98,779	$ 40,179
Changes of Assumptions	833,412	2,488,324
Net Difference between Projected and Actual Earnings on Pension Plan Investments	-	53,119
Changes in Proportion and Differences between Township Contributions and Proportionate Share of Contributions	945,916	11,499
	$ 1,878,107	$ 2,593,121

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

Note 10. Pension Obligations (continued)

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

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

Note 10. Pension Obligations (continued)

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

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

Year Ending Dec 31,	Amount
2019	$ 404,931
2020	54,798
2021	(320,428)
2022	(697,313)
2023	(157,001)
	$ (715,013)

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

Additionally, the State's proportionate share of the PFRS net pension liability attributable to the Township is $1,318,847 as of December 31, 2018. The net pension liability was measured as of June 30, 2018. The total pension liability used to calculate the net pension liability was determined using update procedures to roll forward the total pension liability from an actuarial valuation as of July 1, 2017, to the measurement date of June 30, 2018. The State's proportion of the net pension liability associated with the Township was based on a projection of the Township's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined. The State's proportion measured as of June 30, 2018 was .0717524588%, which was an increase of .0013621755% from its proportion measured as of June 30, 2017, which is the same proportion as the Township's. At December 31, 2018, the Township's and the State of New Jersey's proportionate share of the PFRS net pension liability were as follows:

Note 10. Pension Obligations (continued)

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

Township's Proportionate Share of Net Pension Liability	$ 9,709,291
State of New Jersey's Proportionate Share of Net Pension Liability Associated with the Township	1,318,847
	$ 11,028,138

At December 31, 2018, the State's proportionate share of the PFRS expense, associated with the Township, calculated by the plan as of the June 30, 2018 measurement date was $156,215.

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

Inflation	2.25%
Salary Increases:	
Through 2026	2.10% - 8.98% Based on Age
Thereafter	3.10% - 9.98% Based on Age
Investment Rate of Return	7.00%
Mortality Rate Table	RP-2000
Period of Actuarial Experience Study upon which Actuarial Assumptions were Based	July 1, 2010 - June 30, 2013

Pre-retirement mortality rates were based on the RP-2000 Employee Preretirement Mortality Table for male and female active participants. For State employees, mortality tables are set back 4 years for males and females. For local employees, mortality tables are set back 2 years for males and 7 years for females. In addition, the tables provide for future improvements in mortality from the base year of 2012 using a generational approach based on the plan actuary's modified MP-2014 projection scale. Post-retirement mortality rate were based on the RP-2000 Combined Healthy Male and Female Mortality Tables (setback 1 year for males and females) for service retirements and beneficiaries of former members and a one-year static projection based on the mortality improvement Scale AA. In addition, the tables for service retirements and beneficiaries of former members provide for future improvements in mortality from the base year of 2012 using a generational approach based on the plan actuary's modified MP-2014 projection scales. Disability retirement rates used to value disabled retirees were based on the RP-2000 Disabled Mortality Table (set back 3 years for males and set forward 1 year for females).

Note 10. Pension Obligations (continued)

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

The actuarial assumptions used in the July 1, 2017 valuation were based on the results of an actuarial experience study for the period July 1, 2010 to June 30, 2013.

Long-Term Expected Rate of Return - In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2018) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic rates of return for each major asset class included in PFRS's target asset allocation as of June 30, 2018 are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Risk Mitigation Strategies	5.00%	5.51%
Cash Equivalents	5.50%	1.00%
U.S. Treasuries	3.00%	1.87%
Investment Grade Credit	10.00%	3.78%
High Yield	2.50%	6.82%
Global Diversified Credit	5.00%	7.10%
Credit Oriented Hedge Funds	1.00%	6.60%
Debt Related Private Equity	2.00%	10.63%
Debt Related Real Estate	1.00%	6.61%
Private Real Asset	2.50%	11.83%
Equity Related Real Estate	6.25%	9.23%
U.S. Equity	30.00%	8.19%
Non-U.S. Developed Markets Equity	11.50%	9.00%
Emerging Markets Equity	6.50%	11.64%
Buyouts/Venture Capital	8.25%	13.08%
	100.00%	

Discount Rate - The discount rate used to measure the total pension liability was 6.51% as of June 30, 2018. The single blended discount rate was based on long-term expected rate of return on pension plan investments of 7.00%, and a municipal bond rate of 3.87% as of June 30, 2018 based on the Bond Buyer Go 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipals bonds with an average rating of AA/Aa or higher. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and

Note 10. Pension Obligations (continued)

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

that contributions from employers will be made based on the contribution rate in the most recent fiscal year. The State employer contributed 40% of the actuarially determined contributions and the local employers contributed 100% of their actuarially determined contributions. Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members through 2057. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments through 2057 and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

Sensitivity of the Township's proportionate share of the Net Pension Liability to Changes in the Discount Rate - The following presents the Township's proportionate share of the net pension liability calculated using the discount rate as disclosed above, as well as what the Township's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (5.51%) or 1-percentage-point higher (7.51%) than the current rate:

	1% Decrease (5.51%)	Current Discount Rate (6.51%)	1% Increase (7.51%)
Township's Proportionate Share of the Net Pension Liability	$ 12,994,681	$ 9,709,291	$ 6,980,491
State of New Jersey's Proportionate Share of Net Pension Liability associated with the Township	1,765,113	1,318,847	948,185
	$ 14,759,794	$ 11,028,138	$ 7,928,676

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

Note 11. Postemployment Benefits Other Than Pensions

General Information about the OPEB Plan

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

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

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

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

Basis of Presentation

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

Note 11. Postemployment Benefits Other Than Pensions (continued):

Allocation Methodology

GASB Statement No. 75 requires participating employers in the Plan to recognize their proportionate share of the collective net OPEB liability, collective deferred outflows of resources, collective deferred inflows of resources, and collective OPEB expense. The special funding situation's and nonspecial funding situation's net OPEB liability, deferred outflows of resources, deferred inflows of resources, and OPEB expense are based on separately calculated total OPEB liabilities. For the special funding situation and the nonspecial funding situation, the total OPEB liabilities for the year ended June 30, 2018 were $6,338,578,586 and $9,642,524,641, respectively. The nonspecial funding situation's net OPEB liability, deferred outflows of resources, deferred inflows of resources, and OPEB expense are further allocated to employers based on the ratio of the plan members of an individual employer to the total members of the Plan's nonspecial funding situation during the measurement period July 1, 2017 through June 30, 2018. Employer and nonemployer allocation percentages have been rounded for presentation purposes; therefore, amounts presented in the schedule of OPEB amounts by employer and nonemployer may result in immaterial differences.

Special Funding Situation

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

Therefore, these employers are considered to be in a special funding situation as defined by GASB Statement No. 75 and the State is treated as a nonemployer contributing entity. Since the local participating employers do not contribute under this legislation directly to the plan, there is no net OPEB liability, deferred outflows of resources or deferred inflows of resources to report in the financial statements of the local participating employers related to this legislation. However, the notes to the financial statements of the local participating employers must disclose the portion of the nonemployer contributing entities' total proportionate share of the collective net OPEB liability that is associated with the local participating employer.

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

Note 11. Postemployment Benefits Other Than Pensions (continued):

Additionally, the State's proportionate share of the OPEB liability attributable to the Township is $7,216,262.00 as of December 31, 2018. The OPEB liability was measured as of June 30, 2018. The total OPEB liability used to calculate the OPEB liability was determined using update procedures to roll forward the total OPEB liability from an actuarial valuation as of July 1, 2017, to the measurement date of June 30, 2018. The State's proportion of the OPEB liability associated with the Township was based on a projection of the Township's long-term share of contributions to the OPEB plan relative to the projected contributions of all participating members, actuarially determined. The State's proportion measured as of June 30, 2018 was 0.116132%, which was a decrease of 0.006016% from its proportion measured as of June 30, 2017, which is the same proportion as the Township's. At December 31, 2018, the Township's and the State of New Jersey's proportionate share of the OPEB liability were as follows:

State of New Jersey's Proportionate Share of OPEB Liability Associated with the Township	$ 7,216,262.00

At December 31, 2018, the State's proportionate share of the OPEB expense, associated with the Township, calculated by the plan as of the June 30, 2018 measurement date was $218,445.00

Note 12. Municipal Debt

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

	2018	2017	2016
Issued:			
General:			
Bonds, Notes and Loans	$ 16,496,913.51	$ 17,365,705.04	$ 12,976,076.00
Utility:			
Bonds, Notes and Loans	6,908,650.00	4,583,000.00	5,908,000.00
Total Debt Issued	23,405,563.51	21,948,705.04	18,884,076.00
Authorized but not issued:			
General:			
Bonds, Notes and Loans	10,969,663.77	10,221,663.77	8,425,664.00
Utility:			
Bonds, Notes and Loans	1,500,000.00	2,982,000.00	2,830,000.00
Total Authorized But Not Issued	12,469,663.77	13,203,663.77	11,255,664.00
Total Gross Debt	$ 35,875,227.28	$ 35,152,368.81	$ 30,139,740.00
Deductions:			
General:			
Funds on Hand For Payment of Bonds and Notes:			
Reserve for Debt Service	-	-	1,054.00
Open Space	2,196,500.00	2,271,500.00	2,421,500.00
Utility:			
Self Liquidating Debt	$ 8,408,650.00	$ 7,565,000.00	$ 8,738,000.00
Total Deductions	10,605,150.00	9,836,500.00	11,160,554.00
Total Net Debt	$ 25,270,077.28	$ 25,315,868.81	$ 18,979,186.00

Summary of Statutory Debt Condition - Annual Debt Statement

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

Note 12. Municipal Debt (continued)

	Gross Debt	Deductions	Net Debt
General Debt	$ 27,466,577.28	$ 2,196,500.00	$ 25,270,077.28
Utility Debt	8,408,650.00	8,408,650.00	-
	$ 35,875,227.28	$ 10,605,150.00	$ 25,270,077.28

Net Debt $25,270,077.28 divided by the average Equalized Valuation Basis per N.J.S.A 40A:2-2 as amended, $1,246,020,592.00, equals 2.028%. New Jersey statute 40A:2-6, as amended, limits the debt of a Municipality to 3.5% of the last three preceding year's average equalized valuations of real estate, including improvements and the assessed valuation of Class II Railroad Property. The remaining borrowing power in dollars at December 31, 2018 is calculated as follows:

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

3 1/2% of Equalized Valuation Basis (Municipal)	$ 43,610,720.72
Net Debt	25,270,077.28
Remaining Borrowing Power	$ 18,340,643.44

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

Cash Receipts From Fees, Rents or Other Charges for the Year		$ 6,725,020.19
Deductions:		
Operating and Maintenance Costs	$ 4,147,655.00	
Debt Service	1,503,423.12	
Total Deductions		5,651,078.12
Excess/(Deficit) in Revenue		$ 1,073,942.07

Note 12. Municipal Debt (continued)

General Debt

A. Serial Bonds Payable

On March 1, 2004, the Township issued $3,380,000 of General Obligation Bonds. The General Obligation Bonds were issued at interest rates varying from 2.000% to 3.375% and mature on March 1, 2019.

On June 21, 2011, the Township issued $5,000,000 of General Obligation Bonds. The General Obligation Bonds were issued at interest rates varying from 2.000% to 3.375% and mature on March 1, 2024.

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

Year	Principal	Interest	Total
2019	$ 585,000.00	$ 81,125.01	$ 666,125.01
2020	450,000.00	65,093.76	515,093.76
2021	455,000.00	51,518.76	506,518.76
2022	455,000.00	37,584.38	492,584.38
2023	460,000.00	230,000.00	690,000.00
2024	460,000.00	7,762.50	467,762.50
	$ 2,865,000.00	$ 473,084.41	$ 3,338,084.41

B. Bond Anticipation Notes Payable – Short Term Debt

The following is a summary of bond anticipation notes payable accounted for in the General Capital Fund at December 31, 2018:

Description	Date of Issue	Date of Maturity	Rate	Balance December 31, 2018
Series 2016D	10/31/2018	10/30/2019	2.340%	$ 2,280,000.00
Series 2017A	1/23/2018	1/23/2019	2.500%	6,186,190.00
Series 2017B	9/20/2018	7/17/2019	3.000%	5,150,000.00
				$ 13,616,190.00

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

Note 12. Municipal Debt (continued)

C. Bonds and Notes Authorized But Not Issued

As of December 31, 2018, the Township had $10,696,663.77 in various General Capital bonds and notes authorized but not issued.

Water & Sewer Utility Debt

A. Serial Bonds Payable

On June 21, 2011, the Township issued $967,000 of Utility Revenue Bonds. The Bonds were issued at interest rates varying from 2.000% to 3.375% and mature on March 1, 2024.

On March 11, 2013, the Township issued $1,310,000 of Bridge Commission Bonds. The Bonds were issued at interest rates varying from 2.000% to 5.000% and mature on November 1, 2023.

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

Year	Principal	Interest	Total
2019	$ 275,000.00	$ 60,195.02	$ 335,195.02
2020	280,000.00	49,345.02	329,345.02
2021	290,000.00	38,245.02	328,245.02
2022	295,000.00	26,554.39	321,554.39
2023	295,000.00	14,513.76	309,513.76
2024	133,000.00	2,244.38	135,244.38
	$ 1,568,000.00	$ 191,097.59	$ 1,759,097.59

B. Bond Anticipation Notes Payable – Short Term Debt

The following is a summary of bond anticipation notes payable accounted for in the Utility Capital Fund at December 31, 2018:

Description	Date of Issue	Date of Maturity	Rate	Balance December 31, 2018
Series 2017A	1/23/2018	1/23/2019	2.500%	$ 1,598,650.00
Series 2018A	7/18/2018	7/17/2019	2.750%	3,742,000.00
				$ 5,340,650.00

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

Note 12. Municipal Debt (continued)

C. Bonds and Notes Authorized But Not Issued

As of December 31, 2018 the Township had $1,500,000 in various Utility bonds and notes authorized but not issued.

Summary of Principal Debt

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

	Balance December 31, 2017	Accrued/ Increases	Retired/ Decreases	Balance December 31, 2018	Balance Due Within One Year
General Capital:					
General Bonds	$ 3,450,000.00	$ -	$ 585,000.00	$ 2,865,000.00	$ 585,000.00
Bond Anticipation Notes	13,869,000.00	13,616,190.00	13,869,000.00	13,616,190.00	13,616,190.00
Loans	46,705.04	-	30,981.53	15,723.51	15,723.51
	$ 17,365,705.04	$ 13,616,190.00	$ 14,484,981.53	$ 16,496,913.51	$ 14,216,913.51
Utility Capital:					
Utility Bonds	$ 2,088,000.00	$ -	$ 520,000.00	$ 1,568,000.00	$ 275,000.00
Bond Anticipation Notes	1,650,000.00	5,340,650.00	1,650,000.00	5,340,650.00	5,340,650.00
Loans				-	
	$ 3,738,000.00	$ 5,340,650.00	$ 2,170,000.00	$ 6,908,650.00	$ 5,615,650.00

Note 13. Tax Anticipation Note

On July 18, 2018 the Township issued $2,500,000 in Tax Anticipation Notes, 2018 Series 2018A. The purpose of the Note was to provide short-term cash flow needs prior to the collection of taxes. The Notes bear an interest rate of 2.75% and mature on March 22, 2019.

Note 14. Accrued Sick, Vacation and Compensation Time

As discussed in Note 1 and in accordance with accounting principles prescribed by the State of New Jersey, the cash basis of accounting is followed for recording the Township's liability related to unused vacation, sick pay and compensation time. The Township permits certain employees within limits to accumulate unused vacation, sick pay and compensation time, which may be taken as time off or paid at a later date at an agreed upon rate. In accordance with New Jersey accounting principles, this unused accumulated absences amount is not reported as a liability in the accompanying financial statements. It is estimated that accrued benefits for compensated absences are valued at $1,092,235.30 at December 31, 2018.

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.

Joint Insurance Pool

The Township is a member of the Municipal Excess Liability Joint Insurance Fund. The Fund provides the Township with the following coverage

Worker's Compensation	$300,000
Commercial General Liability	$300,000
Law Enforcement Professional Liability	$300,000
Employer's Liability	$300,000
Auto Liability	$300,000
Crime	$ 50,000

Contributions to the Funds are payable in two installments and are based on actuarial assumptions determined by the Funds' actuaries. The Fund publishes its own financial report for the year ended December 31, 2018 which can be obtained on the Fund's website.

New Jersey Unemployment Compensation Insurance

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

Year	Contributions	Employee Contributions	Interest Earned	Amount Reimbursed	Ending Balance
2018	$ -	$ 9,254.93	$ -	$ 7,200.00	$ 40,832.42
2017	118.07	11,117.42	-	25,336.00	38,777.49
2016	119.00	8,061.00	-	14,392.00	52,878.00

Note 16. Contingencies

Grantor Agencies

The Township receives financial assistance from the State of New Jersey and the U.S. government in the form of grants. Entitlement to the funds is generally conditional upon compliance with terms and conditions of the grant agreements and applicable regulations, including the expenditure of the funds for eligible purposes. Substantially all grants, entitlements and cost reimbursements are subject to financial and compliance audits by grantors. As a result of these audits, costs previously reimbursed could be disallowed and require repayment to the grantor agency. As of December 31, 2018 the Township estimates that no material liabilities will result from such audits.

Litigation

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

Tax Appeals

Losses arising from tax appeals are recognized at the time a decision is rendered by an administrative or judicial body; however, municipalities may establish reserves transferred from tax collections or by budget appropriation for future payments of tax appeal losses. There are no significant pending tax appeals as of December 31, 2018.

Note 17. Subsequent Events

Management has reviewed and evaluated all events and transactions that occurred between December 31, 2018 and July 24, 2019, the date the financial statements were available to be issued. They have determined that there are no material subsequent events that need to be disclosed.

SUPPLEMENTAL SCHEDULES

This page intentionally left blank

CURRENT FUND

This page intentionally left blank

EXHIBIT A-4

TOWNSHIP OF FLORENCE
CURRENT FUND
SCHEDULE OF CASH
FOR THE YEAR ENDED DECEMBER 31, 2018

		Current Fund
Balance, December 31, 2017		$ 8,117,589.85
Increased By Receipts:		
Non-Budget Revenues	$ 146,680.11	
State of New Jersey - Senior Citizens' and Veterans' Deductions	110,439.73	
Taxes Receivable	30,897,290.38	
Tax Title Liens Receivable	13,659.14	
Tax Overpayments	25,771.84	
Refunds	1,321,879.20	
Prepaid Taxes	310,610.92	
Revenue Accounts Receivable	5,055,337.35	
Verizon Line of Credit	10,016.61	
Tax Anticipation Note	2,500,000.00	
Due To State of NJ	29,294.00	
Reserve for Library Expenditures	1,237.00	
Interfund - Trust Other	23,531.11	
Due Federal & State Grant Fund	755,285.81	
		41,201,033.20
		49,318,623.05
Decreased By Disbursements:		
2018 Budget Appropriations	11,742,960.62	
2017 Appropriation Reserves	560,163.64	
County Taxes	5,075,700.61	
Local School District School Taxes	18,960,399.00	
Special District Taxes	2,029,806.00	
Municipal Open Space Taxes	125,483.43	
Tax Overpayments Refunded	26,171.27	
Tax Anticipation Note	3,000,000.00	
Due to State of NJ	29,068.00	
Reserve for Library Aid	1,733.55	
Due to Federal & State Grant Fund	856,018.03	
Due to General Capital	267,000.00	
Interfund - Trust Other	23,531.11	
Refund of Prior Year Revenue	3,421.77	
		42,701,457.03
Balance, December 31, 2018		$ 6,617,166.02

EXHIBIT A-5

TOWNSHIP OF FLORENCE
CURRENT FUND
SCHEDULE OF CHANGE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2018

	Balance December 31, 2017	Increase	Decrease	Balance December 31, 2018
Township Clerk	$ 50.00	$ -	$ -	$ 50.00
Tax Collector	400.00	-	-	400.00
Police	100.00	-	-	100.00
	$ 550.00	$ -	$ -	$ 550.00

EXHIBIT A-6

TOWNSHIP OF FLORENCE
CURRENT FUND
SCHEDULE OF DUE FROM/(TO) STATE OF NEW JERSEY -
SENIOR CITIZENS' AND VETERANS' DEDUCTIONS
FOR THE YEAR ENDED DECEMBER 31, 2018

Balance, December 31, 2017		$ (63,131.22)
Increased By:		
Deductions per Tax Duplicate	$ 112,750.00	
Deductions Allowed By Tax Collector - Current Year	2,250.00	
		115,000.00
		51,868.78
Decreased By:		
Cash Received From State of New Jersey	110,439.73	
Deductions Disallowed By Tax Collector - Current Year	773.29	
Deductions Disallowed By Tax Collector - Prior Year	1,310.27	
		112,523.29
Balance, December 31, 2018		$ (60,654.51)

TOWNSHIP OF FLORENCE
CURRENT FUND
SCHEDULE OF TAXES RECEIVABLE AND ANALYSIS OF PROPERTY TAX LEVY
FOR THE YEAR ENDED DECEMBER 31, 2018

	Balance December 31, 2017	2018 Levy	Added Taxes	Collections 2017	Collections 2018	Due From/(To) State of New Jersey	Overpayments Applied	Transferred To Tax Title Liens	Adjustments and Cancellations	Transferred To/From Arrears	Balance December 31, 2018
Arrears	$ 2,765.46	-	-	-	$ -	-	-	-	$ (47.72)	$ (1,216.53)	$ 4,029.71
2013	132.80	-	-	-	-	-	-	-	-	-	132.80
2014	2,869.83	-	-	-	-	-	-	-	-	-	2,869.83
2015	2,694.88	-	-	-	-	-	-	-	-	-	2,694.88
2016	2,769.89	-	-	-	18.77	-	-	-	-	-	2,751.12
2017	449,906.62	-	374.90	-	436,976.96	-	-	10,139.37	299.93	-	2,865.26
	461,139.48	-	374.90	-	436,995.73	-	-	10,139.37	252.21	(1,216.53)	15,343.60
2018	-	31,680,679.96	102,332.35	812,313.52	30,460,294.65	114,226.71	-	26,456.69	51,875.58	1,216.53	316,628.63
	$ 461,139.48	$ 31,680,679.96	$ 102,707.25	$ 812,313.52	$ 30,897,290.38	$ 114,226.71	$ -	$ 36,596.06	$ 52,127.79	$ -	$ 331,972.23

Analysis of Property Tax Levy

Tax Yield				
General Purpose Tax			$ 29,642,007.28	
Special District Taxes			2,038,672.68	
Added/Omitted Taxes (R.S. 54-4-63, 1 et seq.)			102,332.35	
				$ 31,783,012.31
Tax Levy				
Local School District Tax		$ 18,960,401.00		
Municipal Open Space		125,483.43		
County Taxes:				
County General Tax	$ 4,363,604.18			
County Open Space Tax	316,752.08			
County Library Tax	385,043.50			
Due County for Added and Omitted Taxes	16,983.23			
		5,082,382.99		
Special Districts Taxes		2,029,806.00		
			26,198,073.42	
Local Tax for Municipal Purposes		5,483,816.47		
Add: Additional Tax Levied		101,122.42		
			5,584,938.89	
				$ 31,783,012.31

EXHIBIT A-8

TOWNSHIP OF FLORENCE
CURRENT FUND
SCHEDULE OF TAX TITLE LIENS RECEIVABLE
FOR THE YEAR ENDED DECEMBER 31, 2018

Balance, December 31, 2017		$ 220,354.96
Increased By:		
Transfer From Taxes Receivable	36,596.06	
		36,596.06
		256,951.02
Decreased By:		
Cash Receipts	13,659.14	
		13,659.14
Balance, December 31, 2018		$ 243,291.88

EXHIBIT A-9

TOWNSHIP OF FLORENCE
CURRENT FUND
SCHEDULE OF REVENUE ACCOUNTS RECEIVABLE
FOR THE YEAR ENDED DECEMBER 31, 2018

	Balance December 31, 2017	Accrued in 2018	Collections	Balance December 31, 2018
Miscellaneous Revenues:				
Licenses:				
Alcoholic Beverages	$ -	$ 27,000.00	$ 27,000.00	$ -
Fees and Permits	2,662.80	429,511.18	429,033.63	3,140.35
Fines and Costs:				
Municipal Court	15,002.38	233,839.17	228,665.38	20,176.17
Interest and Costs on Taxes	-	79,485.29	79,485.29	-
Interest on Investments and Deposits	-	66,208.81	66,208.81	-
Landfill Fees - Host Community Benefits	-	380,746.82	380,746.82	-
Consolidated Municipal Propety Tax Relief Aid	-	90,175.00	90,175.00	-
Energy Receipts Tax	-	1,261,188.00	1,261,188.00	-
Uniform Construction Code Fees	48,682.00	360,599.00	395,612.00	13,669.00
Other Special Items:				
PILOT Programs	-	1,953,658.89	1,953,658.89	-
Reserve for Debt Service	-	1,054.15	1,054.15	-
Waste Management Agreement - Debt Service	-	142,509.38	142,509.38	-
	$ 66,347.18	$ 5,025,975.69	$ 5,055,337.35	$ 36,985.52

TOWNSHIP OF FLORENCE
CURRENT FUND
SCHEDULE OF 2017 APPROPRIATION RESERVES

	Balance December 31, 2017		Balance After	Paid or	Balance
	Encumbered	Reserves	Transfers	Charged	Lapsed
OPERATIONS - WITHIN "CAPS"					
GENERAL GOVERNMENT:					
Township Council					
Salaries and Wages	$ -	$ 0.04	$ 0.04	$ -	$ 0.04
Other Expenses	305.70	354.35	660.05	305.70	354.35
Township Clerk					
Salaries and Wages	-	10,071.44	10,071.44	-	10,071.44
Other Expenses	1,756.91	7,686.34	9,443.25	3,836.96	5,606.29
Financial Administration:					
Salaries and Wages	-	11,046.36	11,046.36	-	11,046.36
Other Expenses	1,328.61	4,007.44	5,336.05	2,210.96	3,125.09
Audit Services					
Other Expenses	-	2,200.00	2,200.00	-	2,200.00
Revenue Administration (Tax Collection):					
Salaries and Wages	-	2,790.35	2,790.35	-	2,790.35
Other Expenses	98.37	1,148.35	1,246.72	218.16	1,028.56
Bureau of Assessments					
Salaries and Wages	-	1,002.31	1,002.31	-	1,002.31
Other Expenses	3,574.37	6,477.98	10,052.35	4,112.46	5,939.89
Tax Map Revisions	2,650.00	27.50	2,677.50	2,650.00	27.50
Township Solicitor					
Other Expenses	-	2,809.84	2,809.84	2,650.00	159.84
Special Counsel					
Other Expenses	-	7,524.42	7,524.42	2,872.00	4,652.42
Treasurer					
Salaries and Wages	-	273.87	273.87	-	273.87
Other Expenses	384.04	509.00	893.04	694.72	198.32
Cost of Registered Bonds	-	150.00	150.00	-	150.00
Engineering Services					
Other Expenses	10,480.00	1,614.69	12,094.69	11,405.00	689.69
Industrial Development Promotion					
Other Expenses	-	1,962.87	1,962.87	544.96	1,417.91
Expense at Participation of Free County Library					
Other Expenses	1,686.31	313.09	1,999.40	1,986.31	13.09
LAND USE ADMINISTRATION					
Planning Board:					
Salaries and Wages	-	200.00	200.00	-	200.00
Other Expenses	359.20	9,220.66	9,579.86	1,194.20	8,385.66
Zoning Board of Adjustment:					
Other Expenses	799.21	3,995.20	4,794.41	959.21	3,835.20
INSURANCE					
General Liability Insurance	177.91	143.73	321.64	177.91	143.73
Employee Group Insurance	-	245,940.05	245,940.05	153,164.87	92,775.18
Health Benefit Waiver	32,473.95	1,350.00	33,823.95	-	33,823.95
PUBLIC SAFETY					
Police Department:					
Salaries and Wages	-	68,155.21	68,155.21	34,725.00	33,430.21
Other Expenses	30,309.47	12,542.48	42,851.95	37,499.04	5,352.91
Maintenance of Traffic Lights					
Other Expenses	452.28	484.06	936.34	695.01	241.33
Office of Emergency Management:					
Other Expenses	83.95	1,943.05	2,027.00	83.95	1,943.05
Municipal Prosecutor					
Salaries and Wages	-	1,464.00	1,464.00	-	1,464.00

TOWNSHIP OF FLORENCE
CURRENT FUND
SCHEDULE OF 2017 APPROPRIATION RESERVES

	Balance December 31, 2017		Balance After	Paid or	Balance
	Encumbered	Reserves	Transfers	Charged	Lapsed
OPERATIONS - WITHIN "CAPS"					
PUBLIC WORKS FUNCTIONS					
Streets and Road Maintenance:					
Salaries and Wages	-	6,260.36	6,260.36	1,750.00	4,510.36
Other Expenses	15,298.61	31,653.36	46,951.97	35,043.97	11,908.00
Sanitation Department:					
Salaries and Wages	-	28,759.03	28,759.03	-	28,759.03
Solid Waste Disposal Fee	88.16	3,870.86	3,959.02	88.16	3,870.86
Landfill Taxes	-	6,959.00	6,959.00	1,333.02	5,625.98
Contractual	-	1,426.96	1,426.96	-	1,426.96
Miscellaneous Other Expenses	3,129.83	9,808.60	12,938.43	9,352.89	3,585.54
Buildings and Grounds:					
Salaries and Wages	-	7,606.79	7,606.79	-	7,606.79
Other Expenses	4,247.88	12,676.18	16,924.06	10,841.62	6,082.44
Parks and Playgrounds					
Salaries and Wages	-	3,178.01	3,178.01	-	3,178.01
Other Expenses	5,082.18	3,907.17	8,989.35	8,587.98	401.37
HEALTH AND WELFARE					
Board of Health:					
Other Expenses	-	132.48	132.48	-	132.48
Animal Control Services					
Other Expenses	-	800.00	800.00	-	800.00
Shade Tree Committee					
Other Expenses	-	1,854.31	1,854.31	-	1,854.31
Environmental Commission					
Other Expenses	-	569.47	569.47	350.00	219.47
PARKS AND RECREATION					
Recreation Services and Programs:					
Other Expenses	200.98	9,054.40	9,255.38	6,424.14	2,831.24
Celebration of Public Event, Anniversary or Holiday					
Other Expenses	175.00	116.00	291.00	250.68	40.32
UTILITY EXPENSES AND BULK PURCHASES					
Electricity	14,317.58	38,773.34	53,090.92	21,348.18	31,742.74
Street Lighting	29,347.17	31,382.81	60,729.98	44,970.74	15,759.24
Gasoline	10,022.70	16,988.98	27,011.68	21,771.23	5,240.45
UNIFORM CONSTRUCTION CODE APPROPRIATIONS					
OFFSET BY DEDICATED REVENUES (N.J.A.C. 5:23-4.17)					
Salaries and Wages	-	4,957.77	4,957.77	-	4,957.77
Other Expenses	108,348.86	5,677.22	114,026.08	110,532.61	3,493.47
MUNICIPAL COURT:					
Salaries and Wages	-	11,190.56	11,190.56	-	11,190.56
Other Expenses	996.62	5,786.35	6,782.97	3,695.52	3,087.45
UNCLASSIFIED					
Condominium Services					
Other Expenses	8,335.82	38,289.84	46,625.66	20,186.36	26,439.30

EXHIBIT A-10

TOWNSHIP OF FLORENCE
CURRENT FUND
SCHEDULE OF 2017 APPROPRIATION RESERVES

	Balance December 31, 2017		Balance After	Paid or	Balance
	Encumbered	Reserves	Transfers	Charged	Lapsed
OPERATIONS - WITHIN "CAPS"					
STATUTORY EXPENDITURES					
Contribution To:					
Public Employees Retirement System	-	0.17	0.17	-	0.17
Social Security System (O.A.S.I.)	-	9,995.85	9,995.85	-	9,995.85
Police and Firemen's Pension Fund	-	0.58	0.58	-	0.58
Defined Contribution Retirement Program	-	491.29	491.29	459.90	31.39
TOTAL GENERAL APPROPRIATIONS FOR MUNICIPAL PURPOSES WITHIN "CAPS"	286,511.67	699,576.42	986,088.09	558,973.42	427,114.67
OPERATIONS EXCLUDED FROM "CAPS"					
Sanitation:					
Other Expenses	-	1,786.08	1,786.08	1,190.22	595.86
TOTAL OPERATIONS - EXCLUDED FROM "CAPS"	-	1,786.08	1,786.08	1,190.22	595.86
TOTAL GENERAL APPROPRIATIONS - EXCLUDED FROM "CAPS"	-	1,786.08	1,786.08	1,190.22	595.86
TOTAL GENERAL APPROPRIATIONS	$ 286,511.67	$ 701,362.50	$ 987,874.17	$ 560,163.64	$ 427,710.53

EXHIBIT A-11

TOWNSHIP OF FLORENCE
CURRENT FUND
SCHEDULE OF COUNTY TAXES PAYABLE
FOR THE YEAR ENDED DECEMBER 31, 2018

Balance, December 31, 2017		$ 10,300.85
Increased By:		
2018 Levy:		
County General Tax	$ 4,363,604.18	
County Open Space Tax	316,752.08	
County Library Tax	385,043.50	
Due County for Added and Omitted Taxes	16,983.23	
		5,082,382.99
		5,092,683.84
Decreased By:		
Cash Disbursements		5,075,700.61
Balance, December 31, 2018		$ 16,983.23

EXHIBIT A-12

TOWNSHIP OF FLORENCE
CURRENT FUND
SCHEDULE OF PREPAID TAXES
FOR THE YEAR ENDED DECEMBER 31, 2018

Balance, December 31, 2017	$ 812,313.52
Increased By:	
Collection of 2019 Taxes	310,610.92
	1,122,924.44
Decreased By:	
Applied to 2018 Taxes	812,313.52
Balance, December 31, 2018	$ 310,610.92

EXHIBIT A-13

TOWNSHIP OF FLORENCE
CURRENT FUND
SCHEDULE OF TAX OVERPAYMENTS
FOR THE YEAR ENDED DECEMBER 31, 2018

Balance, December 31, 2017	$ 399.43
Increased By:	
Cash Receipts	25,771.84
	26,171.27
Decreased By:	
Cash Disbursements	26,171.27
Balance, December 31, 2018	$ -

EXHIBIT A-14

TOWNSHIP OF FLORENCE
CURRENT FUND
SCHEDULE OF LOCAL DISTRICT SCHOOL TAX PAYABLE
FOR THE YEAR ENDED DECEMBER 31, 2018

Balance, December 31, 2017		
School Tax Payable	$ (2.00)	
School Tax Deferred	-	
		$ (2.00)
Increased By:		
Levy - Calender Year		18,960,401.00
		18,960,399.00
Decreased By:		
Cash Disbursements		18,960,399.00
Balance, December 31, 2018		
School Tax Payable	-	
School Tax Deferred	-	
		$ -

2018 Liability for Local District School Tax

Tax Payable, December 31, 2017	$ (2.00)	
Tax Paid	18,960,401.00	
		18,960,399.00
Less: Tax Payable, December 31, 2018		-
Amount Charged To 2018 Operations		$ 18,960,399.00

EXHIBIT A-15

TOWNSHIP OF FLORENCE
CURRENT FUND
SCHEDULE OF MUNICIPAL OPEN SPACE TAX PAYABLE
FOR THE YEAR ENDED DECEMBER 31, 2018

Balance, December 31, 2017		$ -
Increased By:		
2018 Municipal Open Space Levy	$ 125,071.00	
Added & Omitted Taxes	412.43	
		125,483.43
		125,483.43
Decreased By:		
Disbursed to Open Space Trust		125,483.43
Balance, December 31, 2018		$ -

EXHIBIT A-16

TOWNSHIP OF FLORENCE
CURRENT FUND
SCHEDULE OF SPECIAL DISTRICT TAX PAYABLE
FOR THE YEAR ENDED DECEMBER 31, 2018

Balance, December 31, 2017	$ -
Increased By:	
2018 Fire District Levy	2,029,806.00
	2,029,806.00
Decreased By:	
Cash Disbursements	2,029,806.00
Balance, December 31, 2018	$ -

EXHIBIT A-17

TOWNSHIP OF FLORENCE
CURRENT FUND
SCHEDULE OF DUE TO STATE
FOR THE YEAR ENDED DECEMBER 31, 2018

	Balance December 31, 2017	Cash Receipts	Cash Disbursements	Balance December 31, 2018
Due to State of NJ:				
Marriage Licenses	$ 412.00	$ 1,400.00	$ 1,550.00	$ 262.00
DCA Training Fees	2,578.00	27,894.00	27,518.00	2,954.00
	$ 2,990.00	$ 29,294.00	$ 29,068.00	$ 3,216.00

EXHIBIT A-18

TOWNSHIP OF FLORENCE
CURRENT FUND
SCHEDULE OF RESERVE FOR LIBRARY AID
FOR THE YEAR ENDED DECEMBER 31, 2018

Balance, December 31, 2017	$ 4,229.50
Increased By:	
Cash Receipts	1,237.00
	5,466.50
Decreased By:	
Cash Disbursements	1,733.55
Balance, December 31, 2018	$ 3,732.95

EXHIBIT A-19

TOWNSHIP OF FLORENCE
CURRENT FUND
SCHEDULE OF RESERVE FOR TAX APPEALS
FOR THE YEAR ENDED DECEMBER 31, 2018

Balance, December 31, 2018 & 2017	$ 16,560.30

EXHIBIT A-20

TOWNSHIP OF FLORENCE
GRANT FUND
SCHEDULE OF GRANTS RECEIVABLE
FOR THE YEAR ENDED DECEMBER 31, 2018

	Balance December 31, 2017	Budget Revenue Realized	Received	Cancelled	Balance December 31, 2018
Local Grants:					
Burlington County Parks Grant	$ -	$ 156,500.00	$ -	$ -	$ 156,500.00
Municipal Alliance Grant	8,701.00	8,701.00	3,323.96	5,377.04	8,701.00
Recreation Contribution Grant	-	876.00	876.00	-	-
State Grants:					-
Drunk Driving Enforcement Grant	-	6,936.40	6,936.40	-	-
Clean Communities Program	-	26,452.93	26,452.93	-	-
	$ 8,701.00	$ 199,466.33	$ 37,589.29	$ 5,377.04	$ 165,201.00

TOWNSHIP OF FLORENCE
GRANT FUND
SCHEDULE OF RESERVE FOR GRANTS - APPROPRIATED
FOR THE YEAR ENDED DECEMBER 31, 2018

	Balance December 31, 2017	Transferred from 2018 Budget Appropriation	Transferred from Encumbrances Payable	Paid or Charged	Transferred to Encumbrances Payable	Cancelled	Balance December 31, 2018
Local:							
Burlington County Parks Grant	$ 10,662.10	$ 156,500.00	$ -	$ 7,500.00	$ -	$ -	159,662.10
Municipal Alliance Grant	8,326.00	8,701.00	-	2,948.96	-	5,377.04	8,701.00
Recreation Contribution - Send A Kid to Camp	2,145.00	876.00	-	975.00	-	-	2,046.00
Recreation Contribution - Covington Baseball	19,968.96	-	-	6,896.00	-	-	13,072.96
Recreation Contribution - National Gypsum	1,500.00	-	-	1,272.83	-	-	227.17
Waste Management Environmental Grant	6,375.60	-	-	-	-	-	6,375.60
Comcast Technology Grant	25,000.00	-	-	-	-	-	25,000.00
State:							
Recycling Tonnage Grants	115,999.97	-	3,031.00	92,624.36	-	-	26,406.61
Drunk Driving Enforcement Grant	2,394.67	6,936.40	-	521.50	179.00	-	8,630.57
Clean Communities Program	-	26,452.93	-	25,382.86	-	-	1,070.07
Body Armor Replacement Fund	2,588.97	-	-	-	1,176.00	-	1,412.97
Municipal Alcohol Education/Rehab Program	902.09	-	-	200.00	-	-	702.09
	$ 195,863.36	$ 199,466.33	$ 3,031.00	$ 138,321.51	$ 1,355.00	$ 5,377.04	$ 253,307.14

EXHIBIT A-22

TOWNSHIP OF FLORENCE
GRANT FUND
SCHEDULE OF DUE FROM/(TO) CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2018

Balance, December 31, 2017	$ 190,193.36
Increased By:	
Cash Receipts	755,285.81
	945,479.17
Decreased By:	
Cash Disbursements	856,018.03
Balance, December 31, 2018	$ 89,461.14

This page intentionally left blank

TRUST FUNDS

This page intentionally left blank

EXHIBIT B-3

TOWNSHIP OF FLORENCE
TRUST FUND
SCHEDULE OF CASH
FOR THE YEAR ENDED DECEMBER 31, 2018

	Animal Control Trust Fund	Other Trust Funds	Open Space Trust	Assessment Trust Funds
Balance, December 31, 2017	$ 15,434.19	$ 2,353,923.04	$ 329,292.56	$ 9,341.77
Increased By Receipts:				
Due To State of New Jersey	2,569.80	-	-	-
Reserve for Animal Control	18,184.40	-	-	-
Interfund - Current Fund	-	23,531.11	-	50.59
Reserve for Open Space Trust Fund	-	-	127,193.12	-
Miscellaneous Trust Funds	-	9,525,750.99	-	-
	20,754.20	9,549,282.10	127,193.12	50.59
	36,188.39	11,903,205.14	456,485.68	9,392.36
Decreased By Disbursements:				
Due To State of New Jersey	2,569.80	-	-	-
Expenditures per R.S. 4:19-15.11	16,444.18	-	-	-
Reserve for Open Space Trust Fund	-	-	115,493.50	-
Interfund - Current Fund	-	23,531.11	-	50.59
Miscellaneous Trust Funds	-	9,860,988.64	-	-
	19,013.98	9,884,519.75	115,493.50	50.59
Balance, December 31, 2018	$ 17,174.41	$ 2,018,685.39	$ 340,992.18	$ 9,341.77

EXHIBIT B-4

TOWNSHIP OF FLORENCE
ANIMAL CONTROL TRUST FUND
SCHEDULE OF RESERVE FOR ANIMAL CONTROL FUND EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2018

Balance, December 31, 2017	$ 15,423.99
Increased By:	
Cash Receipts:	
Animal Control License Fees Collected	18,184.40
	33,608.39
Decreased By:	
Expenditures Per R.S. 4:19-15.11	16,444.18
Balance, December 31, 2018	$ 17,164.21

License Fees Collected

2017	$ 18,860.80
2016	19,738.20
	$ 38,599.00

EXHIBIT B-5

TOWNSHIP OF FLORENCE
ANIMAL CONTROL TRUST FUND
SCHEDULE OF DUE TO NEW JERSEY STATE DEPARTMENT OF HEALTH
FOR THE YEAR ENDED DECEMBER 31, 2018

Balance, December 31, 2017	$ 10.20
Increased By:	
State Registration Fees Collected	2,569.80
	2,580.00
Decreased By:	
Disbursed To State	2,569.80
Balance, December 31, 2018	$ 10.20

EXHIBIT B-6

TOWNSHIP OF FLORENCE
TRUST - OTHER FUND
SCHEDULE RESERVE FOR VARIOUS TRUST FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2018

	Balance December 31, 2017	Increased	Decreased	Balance December 31, 2018
Collector's Trust	$ 173,300.00	$ 277,010.86	$ 355,510.86	$ 94,800.00
Unemployment Trust	38,777.49	9,254.93	7,200.00	40,832.42
Payroll Deductions Payable	70,619.35	8,507,778.03	8,504,379.85	74,017.53
FSH - Developer Contributions	1,644,896.66	6,707.25	373,707.47	1,277,896.44
FSH - In Lieu of Contributions	5,318.37	8.58	-	5,326.95
Special Law Enforcement	6,879.47	999.90	-	7,879.37
Land Use Escrow Deposits	120,017.48	321,192.15	282,466.14	158,743.49
Flexible Spending	467.63	4,684.16	4,538.35	613.44
Public Defender Fees	12,950.81	15,973.00	16,900.00	12,023.81
Performance Bonds	228,424.98	31,413.84	-	259,838.82
Street Opening Deposits	4,430.00	3,950.00	4,900.00	3,480.00
Police Quasi Duty	18,997.36	298,485.22	298,485.82	18,996.76
POAA	3,848.00	68.00	-	3,916.00
Engineering Escrow Deposits	(10,220.00)	46,575.00	9,935.00	26,420.00
Miscellaneous Escrow	7,108.57	-	700.00	6,408.57
Patriotic Celebration	28,106.87	650.07	2,265.15	26,491.79
K-9 Care and Treatment	-	1,000.00	-	1,000.00
	$ 2,353,923.04	$ 9,525,750.99	$ 9,860,988.64	$ 2,018,685.39

EXHIBIT B-7

TOWNSHIP OF FLORENCE
TRUST FUND
SCHEDULE OF RESERVE FOR OPEN SPACE
FOR THE YEAR ENDED DECEMBER 31, 2018

Balance - December 31, 2017		$ 329,292.56
Increased By:		
Cash Receipts:		
Taxes Levied	$ 125,071.00	
Interest Income	2,122.12	
		127,193.12
		456,485.68
Decreased By:		
Cash Disbursements		115,493.50
Balance - December 31, 2018		$ 340,992.18

This page intentionally left blank

GENERAL CAPITAL FUND

This page intentionally left blank

EXHIBIT C-2

TOWNSHIP OF FLORENCE
GENERAL CAPITAL FUND
SCHEDULE OF CASH
FOR THE YEAR ENDED DECEMBER 31, 2018

Balance, December 31, 2017		$ 4,272,396.93
Increased By:		
Bond Anticipation Notes	$ 13,616,190.00	
Capital Improvement Fund - Due from Current Fund	267,000.00	
Premium on Notes Issued	71,853.10	
Interfund - Utility Operating	84,349.99	
		14,039,393.09
		18,311,790.02
Decreased By:		
Bond Anticipation Notes	13,616,190.00	
Bond Anticipation Notes and Interest - Utility	84,349.99	
Improvement Authorizations	3,638,496.41	
Miscellaneous Reserves	1,054.15	
		17,340,090.55
Balance, December 31, 2018		$ 971,699.47

EXHIBIT C-3

TOWNSHIP OF FLORENCE
GENERAL CAPITAL FUND
SCHEDULE OF ANALYSIS OF GENERAL CAPITAL FUND CASH
FOR THE YEAR ENDED DECEMBER 31, 2018

		Balance December 31, 2018
Reserve for Encumbrances		$ 418,556.56
Capital Improvement Fund		489,804.85
Miscellaneous Reserves		1,123,526.06
Grant Receivable		(814,608.58)
Ingovernmental Receivable		
Fund Balance		505,613.29
Ordinance Number	Improvement Description	
2011-03	Various Capital Improvements	88,762.25
2012-05	Improvements to Recreational Fields	121,539.63
2012-12	Acquisition of Property Adjacent to Marter Park (Open Space)	161,818.05
2013-05	Acquisition of Street Sweeper	3,726.12
2013-12	2013-2014 Road Program	322,962.65
2013-13	Repair & Reconstruction of the Boulevard	150,691.25
2013-16	Acquisition of Property on the Route 130 Corridor	134,672.46
2013-17	Acquisition of Property on Hornberger Ave for Open Space	176,290.35
2013-21	Construction of Parking Lot at Veteran's Park	157,170.85
2014-03	Acquisition of Property at 1042 Potts Mill Road-Open Space	16,923.46
2014-10	Acquisition of Police Vehicles	11,847.91
2014-11	Acquisition of Public Works Vehicles	77,236.03
2014-12	Improvements to Boulevard Street	129,824.79
2014-14	Improvements to Municipal Building	19,647.19
2014-17	Preliminary Work & Improvements to Hornberger Avenue	454,286.68
2015-01	2015 Road Program	(560,670.31)
2015-02	Acquisition of 3 Police Tahoes	(156,437.16)
2015-03	Acquisition of 791 Railroad Avenue	(58,304.53)
2015-06	Improvements to Township Buildings	(68,492.31)
2015-17	Acquisition of 1476 Hornberger Avenue	(171,122.27)
2015-21	Construction of Salt Storage Building	(359,105.39)
2015-23	Repaving and Repair to Hornberger Avenue	(54,911.12)
2015-24	Improvements to Municipal Buildings	(166,026.18)
2015-25	Improvements to Municipal Parks	(115,223.60)
2015-26	2016 Road Program	(813,446.44)
2015-30	Acquisition of 2135 Route 130	(388,298.43)
2015-31	Acquisition of Marconi Lodge	(37,735.98)
2016-03	Acquisition of 851 Railroad Avenue	57,579.20
2016-09	Acquisition of Police Vehicles	25,345.21
2016-14	Acquisition of 440 W. 4th Street	344,100.17
2016-17	Acquisition of Vehicles	35,206.56

EXHIBIT C-3

TOWNSHIP OF FLORENCE
GENERAL CAPITAL FUND
SCHEDULE OF ANALYSIS OF GENERAL CAPITAL FUND CASH
FOR THE YEAR ENDED DECEMBER 31, 2018

Ordinance Number	Improvement Description	Balance December 31, 2018
2016-29	Acquisition of B165.01, L2.01 Florence-Columbus Road	146,312.73
2016-30	Acquisition of B165.04, L63 Florence-Columbus Road	189,263.71
2016-31	Acquisition of B165.07, L17 Florence-Columbus Road - Open Space	163,626.27
2016-35	Installation of (3) Pedestrian Signals	46,859.74
2016-36	Road & Drainage Improvements - Hornberger Avenue	559,740.28
2016-37	Acquisition of 207 Iron Street	56,619.04
2017-06	2017 Road Program	651,342.92
2017-07	Acquisition of Police Vehicles	4,921.29
2017-08	Improvements to Municipal Buildings	77,656.42
2017-09	Park Improvements & Acq. Of Safety Equipment	60,554.63
2017-10	Improvements to Streets & Roads	61,400.38
2017-16	Acquisition of 711 and 713 West Thrid Street	77,048.66
2017-17	Acquisition of 111 Norman Avenue	35,200.57
2017-18	Drainage and Road Improvements - Front & Chestnut	24,835.44
2017-23	Architectural Services - Municipal Building	141,956.63
2017-29	Acquistion of Real Property (781 & 783 Railroad, 306 Foundry)	(355,329.97)
2017-30	Road & Drainage Improvements - Hornberger Avenue	(385,562.30)
2017-32	2018 Road Improvement Program	(1,690,000.96)
2017-33	Park Improvement Projects	(55,582.63)
2018-06	Acquisition of Police Vehicles	(123,991.52)
2018-07	Acquisition of 2063 Bustleton Road	(85,921.13)
2018-18	Improvements to Streets & Roads	100,000.00
2018-31	Acquisition of Police Vehicles	8,000.00
		$ 971,699.47

EXHIBIT C-4

TOWNSHIP OF FLORENCE
GENERAL CAPITAL FUND
SCHEDULE OF GRANTS RECEIVABLE
FOR THE YEAR ENDED DECEMBER 31, 2018

Balance, December 31, 2017	$ 564,608.58
Increased By:	
Grants Awarded	250,000.00
Balance, December 31, 2018	$ 814,608.58

EXHIBIT C-5

TOWNSHIP OF FLORENCE
GENERAL CAPITAL FUND
SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION - FUNDED
FOR THE YEAR ENDED DECEMBER 31, 2018

Balance, December 31, 2017		$ 3,496,705.04
Decreased By:		
Serial Bonds Paid	$ 585,000.00	
Green Trust Loan Paid	30,981.53	
		615,981.53
Balance, December 31, 2018		$ 2,880,723.51

EXHIBIT C-6

TOWNSHIP OF FLORENCE
GENERAL CAPITAL FUND
SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION - UNFUNDED
FOR THE YEAR ENDED DECEMBER 31, 2018

Ordinance Number	Improvement Description	Balance December 31, 2017	Current Year Authorizations	Decreased by: Budget Appropriations	Decreased by: Open Space	Decreased by: Authorization Cancelled	Balance December 31, 2018	Analysis of Balance: Financed by Bond Anticipation Notes	Analysis of Balance: Expended Improvement Authorizations	Analysis of Balance: Excess Financing	Analysis of Balance: Unexpended Improvement Authorizations
2011-03	Various Capital Improvements	$ 302,507.52	$ -	$ 15,475.00	$ -	$ -	$ 287,032.52	$ 278,525.00	$ -	$ -	$ 8,507.52
2012-05	Improvements to Recreational Fields	202,590.00	-	6,900.00	-	-	195,690.00	193,100.00	-	-	2,590.00
2012-12	Acquisition of Property Adjacent to Marter Park (Open Space)	320,000.00	-	-	25,000.00	-	295,000.00	295,000.00	-	-	-
2013-05	Acquisition of Street Sweeper	237,500.00	-	-		-	237,500.00	225,000.00	12,500.00	-	-
2013-12	2013-2014 Road Program	760,000.00	-	12,500.00	-	-	747,500.00	720,000.00	27,500.00	-	-
2013-13	Repair & Reconstruction of the Boulevard	203,816.25	-	40,000.00	-	-	163,816.25	196,085.00	-	(34,835.00)	2,566.25
2013-16	Acquisition of Property on the Route 130 Corridor	162,000.00	-	5,165.00	-	-	156,835.00	159,945.00	-	(3,110.00)	-
2013-17	Acquisition of Property on Hornberger Ave for Open Space Purposes	560,000.00	-	2,055.00	-	-	557,945.00	535,000.00	22,945.00	-	-
2013-21	Construction of Parking Lot at Veteran's Park	152,000.00	-	5,245.00	25,000.00	-	121,755.00	146,755.00	-	(25,000.00)	-
2014-03	Acquisition of Property at 1042 Potts Mill Road-Open Space	156,500.00	-	-	-	-	156,500.00	131,500.00	25,000.00	-	-
2014-10	Acquisition of Police Vehicles	109,250.00	-	-	25,000.00	-	84,250.00	97,110.00	-	(12,860.00)	-
2014-11	Acquisition of Public Works Vehicles	285,000.00	-	12,140.00	-	-	272,860.00	271,330.00	1,530.00	-	-
2014-12	Improvements to Boulevard Street	180,000.00	-	13,670.00	-	-	166,330.00	175,380.00	-	(9,050.00)	-
2014-14	Improvements to Municipal Building	446,500.00	-	4,620.00	-	-	441,880.00	423,000.00	18,880.00	-	-
2014-17	Preliminary Work & Improvements to Hornberger Avenue	1,425,000.00	-	23,500.00	-	-	1,401,500.00	1,388,460.00	13,040.00	-	-
2015-01	2015 Road Program	1,330,000.00	-	36,540.00		-	1,293,460.00	-	524,130.31	-	769,329.69
2015-02	Acquisition of 3 Police Tahoes	171,000.00	-	-	-	-	171,000.00	-	156,437.16	-	14,562.84
2015-03	Acquisition of 791 Railroad Avenue	95,000.00	-	-	-	-	95,000.00	-	58,304.53	-	36,695.47
2015-06	Improvements to Township Buildings	190,000.00	-	-	-	-	190,000.00	-	68,492.31	-	121,507.69
2015-17	Acquisition of 1476 Hornberger Avenue	380,000.00	-	-	-	-	380,000.00	-	171,122.27	-	208,877.73
2015-21	Construction of Salt Storage Building	570,000.00	-	-	-	-	570,000.00	-	359,105.39	-	210,894.61
2015-23	Repaving and Repair to Hornberger Avenue	242,250.00	-	-	-	-	242,250.00	-	54,911.12	-	187,338.88
2015-24	Improvements to Municipal Buildings	266,000.00	-	-	-	-	266,000.00	-	166,026.18	-	99,973.82
2015-25	Improvements to Municipal Parks	275,500.00	-	-	-	-	275,500.00	-	115,223.60	-	160,276.40
2015-26	2016 Road Program	1,805,000.00	-	-	-	-	1,805,000.00	-	813,446.44	-	991,553.56
2015-30	Acquisition of 2135 Route 130	570,000.00	-	-	-	-	570,000.00	-	388,298.43	-	181,701.57
2015-31	Acquisition of Marconi Lodge	380,000.00	-	-	-	-	380,000.00	-	37,735.98	-	342,264.02
2016-03	Acquisition of 851 Railroad Avenue	180,500.00	-	-	-	-	180,500.00	180,500.00	-	-	-
2016-09	Acquisition of Police Vehicles	133,000.00	-	-	-	-	133,000.00	133,000.00	-	-	-
2016-14	Acquisition of 440 W. 4th Street	475,000.00	-	-	-	-	475,000.00	475,000.00	-	-	-
2016-17	Acquisition of Vehicles	190,000.00	-	-	-	-	190,000.00	190,000.00	-	-	-
2016-29	Acq of B165.01, L2.01 Florence-Columbus Road	950,000.00	-	-	-	-	950,000.00	950,000.00	-	-	-
2016-30	Acq of B165.04, L63 Florence-Columbus Road	1,045,000.00	-	-	-	-	1,045,000.00	1,045,000.00	-	-	-
2016-31	Acq of B165.07, L17 Florence-Columbus Road - Open Space	1,235,000.00	-	-	-	-	1,235,000.00	1,235,000.00	-	-	-
2016-35	Installation of (3) Pedestrian Signals	71,250.00	-	-	-	-	71,250.00	71,000.00	-	-	250.00
2016-36	Road & Drainage Improvements - Hornberger Avenue	699,500.00	-	-	-	-	699,500.00	699,500.00	-	-	-
2016-37	Acquisition of 207 Iron Street	133,000.00	-	-	-	-	133,000.00	133,000.00	-	-	-
2017-06	2017 Road Program	1,805,000.00	-	-	-	-	1,805,000.00	1,805,000.00	-	-	-
2017-07	Acquisition of Police Vehicles	161,500.00	-	-	-	-	161,500.00	161,500.00	-	-	-
2017-08	Improvements to Municipal Buildings	152,000.00	-	-	-	-	152,000.00	152,000.00	-	-	-
2017-09	Park Improvements & Acq. Of Safety Equipment	171,000.00	-	-	-	-	171,000.00	171,000.00	-	-	-
2017-16	Acquisition of 711 and 713 West Third Street	247,000.00	-	-	-	-	247,000.00	247,000.00	-	-	-
2017-17	Acquisition of 111 Norman Avenue	332,500.00	-	-	-	-	332,500.00	332,500.00	-	-	-
2017-18	Drainage and Road Improvements - Front & Chestnut	256,500.00	-	-	-	-	256,500.00	256,500.00	-	-	-
2017-23	Architectural Services - Municipal Building	142,500.00	-	-	-	-	142,500.00	142,500.00	-	-	-
2017-29	Acquistion of Real Property (781 & 783 Railroad, 306 Foundry)	494,000.00	-	-	-	-	494,000.00	-	355,329.97	-	138,670.03
2017-30	Road & Drainage Improvements - Hornberger Avenue	475,000.00	-	-	-	-	475,000.00	-	385,562.30	-	89,437.70
2017-32	2018 Road Improvement Program	2,755,000.00	-	-	-	-	2,755,000.00	-	1,690,000.96	-	1,064,999.04
2017-33	Park Improvement Projects	209,000.00	-	-	-	-	209,000.00	-	55,582.63	-	153,417.37

EXHIBIT C-6

TOWNSHIP OF FLORENCE
GENERAL CAPITAL FUND
SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION - UNFUNDED
FOR THE YEAR ENDED DECEMBER 31, 2018

Ordinance Number	Improvement Description	Balance December 31, 2017	Current Year Authorizations	Decreased by: Budget Appropriations	Decreased by: Open Space	Decreased by: Authorization Cancelled	Balance December 31, 2018	Analysis of Balance: Financed by Bond Anticipation Notes	Analysis of Balance: Expended Improvement Authorizations	Analysis of Balance: Excess Financing	Analysis of Balance: Unexpended Improvement Authorizations
2018-06	Acquisiton of Police Vehicles	-	152,000.00	-	-	-	152,000.00	-	123,991.52	-	28,008.48
2018-07	Acquisition of 2063 Bustleton Road	-	171,000.00	-	-	-	171,000.00	-	85,921.13	-	85,078.87
2018-31	Acquisition of Police Vehicles	-	152,000.00	-	-	-	152,000.00	-	-	-	152,000.00
		$ 24,090,663.77	$ 475,000.00	$ 177,810.00	$ 75,000.00	$ -	$24,312,853.77	$ 13,616,190.00	$5,731,017.23	$ (84,855.00)	$ 5,050,501.54

Improvement Authorizations - Unfunded	$ 9,832,300.21
2011-03	(88,762.25)
2012-05	(121,539.63)
2012-12	(161,818.05)
2013-05	(3,726.12)
2013-12	(322,962.65)
2013-13	(150,691.25)
2013-16	(134,672.46)
2013-17	(176,290.35)
2013-21	(152,000.00)
2014-03	(16,923.46)
2014-10	(11,847.91)
2014-11	(77,236.03)
2014-12	(129,824.79)
2014-14	(19,647.19)
2014-17	(454,286.68)
2016-03	(57,579.20)
2016-09	(25,345.21)
2016-14	(344,100.17)
2016-17	(35,206.56)
2016-29	(146,312.73)
2016-30	(189,263.71)
2016-31	(163,626.27)
2016-35	(46,859.74)
2016-36	(559,740.28)
2016-37	(56,619.04)
2017-06	(651,342.92)
2017-07	(4,921.29)
2017-08	(77,656.42)
2017-09	(60,554.63)
2017-10	(61,400.38)
2017-16	(77,048.66)
2017-17	(35,200.57)
2017-18	(24,835.44)
2017-23	(141,956.63)
Less: Unexpended Proceeds of Bond Anticipation Notes	(4,781,798.67)
	$ 5,050,501.54

EXHIBIT C-7

TOWNSHIP OF FLORENCE
GENERAL CAPITAL FUND
SCHEDULE OF SERIAL BONDS PAYABLE
FOR THE YEAR ENDED DECEMBER 31, 2018

Purpose	Date of Issue	Original Issue	Maturities of Bonds Outstanding December 31, 2018 Date	Amount	Interest Rate	Balance December 31, 2017	Increased	Decreased	Balance December 31, 2018
General Improvement Bonds - 2011	6/21/2011	$ 5,000,000.00	3/1/2019	$ 450,000.00	3.000%	$ 3,180,000.00	$ -	$ 450,000.00	$ 2,730,000.00
			3/1/2020	450,000.00	3.000%				
			3/1/2021	455,000.00	3.000%				
			3/1/2022	455,000.00	3.250%				
			3/1/2023	460,000.00	3.375%				
			3/1/2024	460,000.00	3.375%				
General Improvement Bonds - 2005	3/1/2004	3,380,000.00	3/1/2019	135,000.00	3.750%	270,000.00	-	135,000.00	135,000.00
						$ 3,450,000.00	$ -	$ 585,000.00	$ 2,865,000.00

EXHIBIT C-8

TOWNSHIP OF FLORENCE
GENERAL CAPITAL FUND
SCHEDULE OF BOND ANTICIPATION NOTES
FOR THE YEAR ENDED DECEMBER 31, 2018

Ordinance Number	Improvement Description	Date of Issue of Original Note	Amount of Original Note	Date of Issue	Date of Maturity	Interest Rate	Balance December 31, 2017	Increased	Decreased	Balance December 31, 2018
2012-12	Acquisition of Property Adjacent to Marter Park for Open Space Purposes	6/20/12	$ 570,000.00	1/24/17	1/24/18	2.000%	$ 320,000.00	$ -	$ 320,000.00	$ -
				1/23/18	1/23/19	2.500%	-	295,000.00	-	295,000.00
2013-17	Acquisition of Property on Hornberger Ave for Open Space Purposes	12/19/13	760,000.00	1/24/17	1/24/18	2.000%	560,000.00	-	560,000.00	-
				1/23/18	1/23/19	2.500%	-	535,000.00	-	535,000.00
2014-03	Acquisition of Property at 1042 Potts Mill Road for Open Space Purposes	1/28/15	256,500.00	1/24/17	1/24/18	2.000%	156,500.00	-	156,500.00	-
				1/23/18	1/23/19	2.500%	-	131,500.00	-	131,500.00
2011-03	Various Capital Improvements	1/28/15	400,000.00	1/24/17	1/24/18	2.000%	294,000.00	-	294,000.00	-
				1/23/18	1/23/19	2.500%	-	278,525.00	-	278,525.00
2012-05	Improvements to Recreational Fields	1/28/15	200,000.00	1/24/17	1/24/18	2.000%	200,000.00	-	200,000.00	-
				1/23/18	1/23/19	2.500%	-	193,100.00	-	193,100.00
2013-05	Acquisition of Street Sweeper	1/28/15	237,500.00	1/24/17	1/24/18	2.000%	237,500.00	-	237,500.00	-
				1/23/18	1/23/19	2.500%	-	225,000.00	-	225,000.00
2013-12	2013/2014 Road Program	1/28/15	760,000.00	1/24/17	1/24/18	2.000%	760,000.00	-	760,000.00	-
				1/23/18	1/23/19	2.500%	-	720,000.00	-	720,000.00
2013-13	Repair & Reconstruction of the Boulevard	1/28/15	236,250.00	1/24/17	1/24/18	2.000%	201,250.00	-	201,250.00	-
				1/23/18	1/23/19	2.500%	-	196,085.00	-	196,085.00
2013-16	Acquisition of Property on the Route 130 Corridor	1/28/15	937,000.00	1/24/17	1/24/18	2.000%	162,000.00	-	162,000.00	-
				1/23/18	1/23/19	2.500%	-	159,945.00	-	159,945.00
2013-21	Construction of Parking Lot at Veteran's Park	1/28/15	152,000.00	1/24/17	1/24/18	2.000%	152,000.00	-	152,000.00	-
				1/23/18	1/23/19	2.500%	-	146,755.00	-	146,755.00
2014-10	Acquisition of Police Vehicles	1/28/15	109,250.00	1/24/17	1/24/18	2.000%	109,250.00	-	109,250.00	-
				1/23/18	1/23/19	2.500%	-	97,110.00	-	97,110.00
2014-11	Acquisition of Public Works Vehicles	1/28/15	285,000.00	1/24/17	1/24/18	2.000%	285,000.00	-	285,000.00	-
				1/23/18	1/23/19	2.500%	-	271,330.00	-	271,330.00
2014-12	Improvements to Boulevard Street	1/28/15	285,000.00	1/24/17	1/24/18	2.000%	180,000.00	-	180,000.00	-
				1/23/18	1/23/19	2.500%	-	175,380.00	-	175,380.00
2014-14	Improvements to Municipal Building	1/28/15	446,500.00	1/24/17	1/24/18	2.000%	446,500.00	-	446,500.00	-
				1/23/18	1/23/19	2.500%	-	423,000.00	-	423,000.00

TOWNSHIP OF FLORENCE
GENERAL CAPITAL FUND
SCHEDULE OF BOND ANTICIPATION NOTES
FOR THE YEAR ENDED DECEMBER 31, 2018

Ordinance Number	Improvement Description	Date of Issue of Original Note	Amount of Original Note	Date of Issue	Date of Maturity	Interest Rate	Balance December 31, 2017	Increased	Decreased	Balance December 31, 2018
2014-17	Preliminary Work & Improvements to Hornberger Avenue	1/28/15	1,425,000.00	1/24/17	1/24/18	2.000%	1,425,000.00	-	1,425,000.00	-
				1/23/18	1/23/19	2.500%	-	1,388,460.00	-	1,388,460.00
2016-29	Acquisition of B165.01, L2.01 Florence-Columbus Road	11/22/16	950,000.00	1/24/17	1/24/18	2.000%	950,000.00	-	950,000.00	-
				1/23/18	1/23/19	2.250%	-	950,000.00	-	950,000.00
2016-30	Acquisition of B165.04, L63 Florence-Columbus Road	11/22/16	1,045,000.00	11/1/17	11/1/18	2.250%	1,045,000.00	-	1,045,000.00	-
				10/31/18	10/30/19	2.340%	-	1,045,000.00	-	1,045,000.00
2016-31	Acquisition of B165.07, L17 Florence-Columbus Road for Open Space Purposes	11/22/16	1,235,000.00	11/1/17	11/1/18	2.250%	1,235,000.00	-	1,235,000.00	-
				10/31/18	10/30/19	2.340%	-	1,235,000.00	-	1,235,000.00
2016-03	Acquisition of 851 Railroad Avenue	9/21/17	180,500.00	9/21/17	9/21/18	2.000%	180,500.00	-	180,500.00	-
				9/20/18	7/17/19	3.000%	-	180,500.00	-	180,500.00
2016-09	Acquisition of Police Vehicles	9/21/17	133,000.00	9/21/17	9/21/18	2.000%	133,000.00	-	133,000.00	-
				9/20/18	7/17/19	3.000%	-	133,000.00	-	133,000.00
2016-14	Acquisition of 440 W 4th Street	9/21/17	475,000.00	9/21/17	9/21/18	2.000%	475,000.00	-	475,000.00	-
				9/20/18	7/17/19	3.000%	-	475,000.00	-	475,000.00
2016-17	Acquisition of Vehicles	9/21/17	190,000.00	9/21/17	9/21/18	2.000%	190,000.00	-	190,000.00	-
				9/20/18	7/17/19	3.000%	-	190,000.00	-	190,000.00
2016-35	Installation of (3) Pedestrian Signals	9/21/17	71,000.00	9/21/17	9/21/18	2.000%	71,000.00	-	71,000.00	-
				9/20/18	7/17/19	3.000%	-	71,000.00	-	71,000.00
2016-36	Road & Drainage Improvements - Hornberger Avenue	9/21/17	699,500.00	9/21/17	9/21/18	2.000%	699,500.00	-	699,500.00	-
				9/20/18	7/17/19	3.000%	-	699,500.00	-	699,500.00
2016-37	Acquisition of 207 Iron Street	9/21/17	133,000.00	9/21/17	9/21/18	2.000%	133,000.00	-	133,000.00	-
				9/20/18	7/17/19	3.000%	-	133,000.00	-	133,000.00
2017-06	2017 Road Program	9/21/17	1,805,000.00	9/21/17	9/21/18	2.000%	1,805,000.00	-	1,805,000.00	-
				9/20/18	7/17/19	3.000%	-	1,805,000.00	-	1,805,000.00
2017-07	Acquisition of Police Vehicles	9/21/17	161,500.00	9/21/17	9/21/18	2.000%	161,500.00	-	161,500.00	-
				9/20/18	7/17/19	3.000%	-	161,500.00	-	161,500.00
2017-08	Improvements to Municipal Community Center	9/21/17	152,000.00	9/21/17	9/21/18	2.000%	152,000.00	-	152,000.00	-
				9/20/18	7/17/19	3.000%	-	152,000.00	-	152,000.00
2017-09	Recreation Improvements and Acquistion of Related									

TOWNSHIP OF FLORENCE
GENERAL CAPITAL FUND
SCHEDULE OF BOND ANTICIPATION NOTES
FOR THE YEAR ENDED DECEMBER 31, 2018

Ordinance Number	Improvement Description	Date of Issue of Original Note	Amount of Original Note	Date of Issue	Date of Maturity	Interest Rate	Balance December 31, 2017	Increased	Decreased	Balance December 31, 2018
	Video Camera System	9/21/17	171,000.00	9/21/17	9/21/18	2.000%	171,000.00	-	171,000.00	-
				9/20/18	7/17/19	3.000%	-	171,000.00	-	171,000.00
2017-16	Acquistion of 711 and 713 W Third Street	9/21/17	247,000.00	9/21/17	9/21/18	2.000%	247,000.00	-	247,000.00	-
				9/20/18	7/17/19	3.000%	-	247,000.00	-	247,000.00
2017-17	Acquistion of 111 Norman Avenue	9/21/17	332,500.00	9/21/17	9/21/18	2.000%	332,500.00	-	332,500.00	-
				9/20/18	7/17/19	3.000%	-	332,500.00	-	332,500.00
2017-18	Drainage & Road Impr - Front & Chestnut	9/21/17	256,500.00	9/21/17	9/21/18	2.000%	256,500.00	-	256,500.00	-
				9/20/18	7/17/19	3.000%	-	256,500.00	-	256,500.00
2017-23	Architectural Services - Municipal Building	9/21/17	142,500.00	9/21/17	9/21/18	2.000%	142,500.00	-	142,500.00	-
				9/20/18	7/17/19	3.000%	-	142,500.00	-	142,500.00
							$ 13,869,000.00	$ 13,616,190.00	$ 13,869,000.00	$ 13,616,190.00

Paid by Open Space Trust Fund	$ -	$ 75,000.00
Paid by Current Fund	-	177,810.00
Cash Disbursed - Renewals	8,721,190.00	8,721,190.00
Issued for Cash	4,895,000.00	4,895,000.00
	$ 13,616,190.00	$ 13,869,000.00

EXHIBIT C-9

TOWNSHIP OF FLORENCE
GENERAL CAPITAL FUND
SCHEDULE OF GREEN ACREST TRUST LOANS PAYABLE
FOR THE YEAR ENDED DECEMBER 31, 2018

Purpose	Date of Issue	Original Issue	Schedule of Maturities Date	Schedule of Maturities Principal	Interest Rate	Balance December 31, 2017	Loans Issued	Principal Payment	Balance December 31, 2018
Recreation Complex Development	10/13/1999	$ 500,000.00	1/18/19	$ 15,723.51	2.00%	$ 46,705.04	$ -	$ 30,981.53	$ 15,723.51
						$ 46,705.04	$ -	$ 30,981.53	$ 15,723.51

TOWNSHIP OF FLORENCE
GENERAL CAPITAL FUND
SCHEDULE OF IMPROVEMENT AUTHORIZATIONS
FOR THE YEAR ENDED DECEMBER 31, 2018

Ordinance Number	Improvement Description	Ordinance Date	Ordinance Amount	Balance, December 31, 2017 Funded	Balance, December 31, 2017 Unfunded	Current Year Authorizations: Deferred Charges to Future Taxation - Unfunded	Current Year Authorizations: Capital Surplus	Current Year Authorizations: Capital Improvement Fund	Prior Year Reserve for Encumbrances	Paid or Charged	Current Year Reserve for Encumbrances	Cancelled	Balance, December 31, 2018 Funded	Balance, December 31, 2018 Unfunded
2011-03	Various Capital Improvements	2011	$ 800,000.00	$ -	$ 56,881.40	$ -	$ -	$ -	$ 40,714.18	$ 325.81	$ -	$ -	$ -	$ 97,269.77
2012-05	Improvements to Recreational Fields	2012	450,000.00	-	130,277.43	-	-	-	312.76	6,460.56	-	-	-	124,129.63
2012-12	Acquisition of Property Adjacent to Marter Park (Open Space)	2012	600,000.00	-	161,831.11	-	-	-	312.76	325.82	-	-	-	161,818.05
2013-05	Acquisition of Street Sweeper	2013	250,000.00	-	3,739.17	-	-	-	312.76	325.81	-	-	-	3,726.12
2013-12	2013-2014 Road Program	2013	800,000.00	-	322,975.70	-	-	-	312.76	325.81	-	-	-	322,962.65
2013-13	Repair & Reconstruction of the Boulevard	2013	350,000.00	-	153,270.55	-	-	-	312.76	325.81	-	-	-	153,257.50
2013-16	Acquisition of Property on the Route 130 Corridor	2013	937,000.00	-	134,685.51	-	-	-	312.76	325.81	-	-	-	134,672.46
2013-17	Acquisition of Property on Hornberger Ave for Open Space	2013	800,000.00	-	176,303.41	-	-	-	312.76	325.82	-	-	-	176,290.35
2013-21	Construction of Parking Lot at Veteran's Park	2013	160,000.00	5,183.90	152,000.00	-	-	-	312.76	325.81	-	-	5,170.85	152,000.00
2014-03	Acquisition of Property at 1042 Potts Mill Road-Open Space	2014	270,000.00	-	21,059.77	-	-	-	312.76	4,449.07	-	-	-	16,923.46
2014-10	Acquisition of Police Vehicles	2014	115,000.00	-	11,860.96	-	-	-	312.76	325.81	-	-	-	11,847.91
2014-11	Acquisition of Public Works Vehicles	2014	300,000.00	-	77,249.08	-	-	-	312.76	325.81	-	-	-	77,236.03
2014-12	Improvements to Boulevard Street	2014	300,000.00	-	130,878.50	-	-	-	312.76	1,366.47	-	-	-	129,824.79
2014-14	Improvements to Municipal Building	2014	470,000.00	-	12,791.23	-	-	-	12,941.77	6,085.81	-	-	-	19,647.19
2014-15	2014 Road Program	2014	200,000.00	11,777.75	-	-	-	-	-	-	-	11,777.75	-	-
2014-17	Preliminary Work & Improvements to Hornberger Avenue	2014	1,500,000.00	-	448,499.73	-	-	-	6,112.76	325.81	-	-	-	454,286.68
2015-01	2015 Road Program	2015	1,400,000.00	-	769,329.69	-	-	-	-	-	-	-	-	769,329.69
2015-02	Acquisition of 3 Police Tahoes	2015	180,000.00	-	14,562.84	-	-	-	-	-	-	-	-	14,562.84
2015-03	Acquisition of 791 Railroad Avenue	2015	100,000.00	-	36,695.47	-	-	-	-	-	-	-	-	36,695.47
2015-06	Improvements to Township Buildings	2015	200,000.00	-	134,624.44	-	-	-	-	9,308.00	4,008.75	-	-	121,507.69
2015-17	Acquisition of 1476 Hornberger Avenue	2015	300,000.00	-	220,712.73	-	-	-	-	10,235.00	1,600.00	-	-	208,877.73
2015-21	Construction of Salt Storage Building	2015	600,000.00	-	210,894.61	-	-	-	-	-	-	-	-	210,894.61
2015-22	Acquisition of Police Equipment	2015	80,000.00	5,974.10	-	-	-	-	-	-	-	5,974.10	-	-
2015-23	Repaving and Repair to Hornberger Avenue	2015	450,000.00	-	188,347.88	-	-	-	-	1,009.00	-	-	-	187,338.88
2015-24	Improvements to Municipal Buildings	2015	280,000.00	-	116,070.08	-	-	-	-	13,321.26	2,775.00	-	-	99,973.82
2015-25	Improvements to Municipal Parks	2015	290,000.00	-	178,771.30	-	-	-	60.72	18,555.62	-	-	-	160,276.40
2015-26	2016 Road Program	2015	1,900,000.00	-	998,435.31	-	-	-	102,601.05	109,482.80	-	-	-	991,553.56
2015-30	Acquisition of 2135 Route 130	2015	600,000.00	-	181,701.57	-	-	-	-	-	-	-	-	181,701.57
2015-31	Acquisition of Marconi Lodge	2015	400,000.00	-	342,264.02	-	-	-	-	-	-	-	-	342,264.02
2016-03	Acquisition of 851 Railroad Avenue	2016	190,000.00	-	57,925.06	-	-	-	-	345.86	-	-	-	57,579.20
2016-09	Acquisition of Police Vehicles	2016	140,000.00	-	25,691.07	-	-	-	-	345.86	-	-	-	25,345.21
2016-14	Acquisition of 440 W. 4th Street	2016	500,000.00	-	344,446.03	-	-	-	-	345.86	-	-	-	344,100.17
2016-17	Acquisition of Vehicles	2016	200,000.00	-	35,552.42	-	-	-	-	345.86	-	-	-	35,206.56
2016-29	Acquisition of B165.01, L2.01 Florence-Columbus Road	2016	1,000,000.00	-	147,508.40	-	-	-	-	1,195.67	-	-	-	146,312.73
2016-30	Acquisition of B165.04, L63 Florence-Columbus Road	2016	1,100,000.00	-	190,274.51	-	-	-	-	1,010.80	-	-	-	189,263.71
2016-31	Acquisition of B165.07, L17 Florence-Columbus Road - Open S	2016	1,300,000.00	-	164,821.94	-	-	-	-	1,195.67	-	-	-	163,626.27
2016-35	Installation of (3) Pedestrian Signals	2016	75,000.00	2,828.73	71,250.00	-	-	-	-	26,968.99	-	-	-	47,109.74
2016-36	Road & Drainage Improvements - Hornberger Avenue	2016	910,000.00	-	594,627.06	-	-	-	87,897.24	37,632.86	85,151.16	-	-	559,740.28
2016-37	Acquisition of 207 Iron Street	2016	140,000.00	-	56,964.90	-	-	-	-	345.86	-	-	-	56,619.04
2017-06	2017 Road Program	2017	1,900,000.00	-	729,166.20	-	-	-	238,270.50	204,838.70	111,255.08	-	-	651,342.92
2017-07	Acquisition of Police Vehicles	2017	170,000.00	-	6,575.65	-	-	-	42,677.00	44,331.36	-	-	-	4,921.29
2017-08	Improvements to Municipal Buildings	2017	160,000.00	7,130.25	152,000.00	-	-	-	-	77,123.83	4,350.00	-	-	77,656.42
2017-09	Park Improvements & Acq. Of Safety Equipment	2017	180,000.00	-	63,988.29	-	-	-	100,000.00	49,139.66	54,294.00	-	-	60,554.63
2017-10	Improvements to Streets & Roads	2017	150,000.00	-	126,806.12	-	-	-	1,900.00	67,305.74	-	-	-	61,400.38
2017-16	Acquisition of 711 and 713 West Third Street	2017	260,000.00	-	77,394.51	-	-	-	-	345.85	-	-	-	77,048.66
2017-17	Acquisition of 111 Norman Avenue	2017	350,000.00	-	186,562.19	-	-	-	3,715.00	155,076.62	-	-	-	35,200.57
2017-18	Drainage and Road Improvements - Front & Chestnut	2017	270,000.00	-	43,265.34	-	-	-	424.50	18,854.40	-	-	-	24,835.44
2017-23	Architectural Services - Municipal Building	2017	150,000.00	-	142,025.13	-	-	-	2,755.00	2,823.50	-	-	-	141,956.63
2017-29	Acquisition of Real Property (781 & 783 Railroad, 306 Foundry)	2017	520,000.00	26,000.00	494,000.00	-	-	-	-	381,329.97	-	-	-	138,670.03
2017-30	Road & Drainage Improvements - Hornberger Avenue	2017	500,000.00	25,000.00	475,000.00	-	-	-	-	372,254.85	38,307.45	-	-	89,437.70
2017-32	2018 Road Improvement Program	2017	2,900,000.00	145,000.00	2,755,000.00	-	-	-	-	1,762,920.83	72,080.13	-	-	1,064,999.04
2017-33	Park Improvement Projects	2017	220,000.00	11,000.00	209,000.00	-	-	-	-	66,582.63	-	-	-	153,417.37
2018-06	Acquisition of Police Vehicles	2018	160,000.00	-	-	152,000.00	-	8,000.00	-	87,256.53	44,734.99	-	-	28,008.48
2018-07	Acquisition of 2063 Bustleton Road	2018	180,000.00	-	-	171,000.00	-	9,000.00	-	94,921.13	-	-	-	85,078.87
2018-15	Improvements to Streets & Roads	2018	100,000.00	-	-	-	100,000.00	-	-	-	-	-	100,000.00	-
2018-31	Acquisition of Police Vehicles	2018	160,000.00	-	-	152,000.00	-	8,000.00	-	-	-	-	8,000.00	152,000.00
				$ 239,894.73	$ 12,536,558.31	$ 475,000.00	$ 100,000.00	$ 25,000.00	$ 643,822.84	$ 3,638,496.41	$ 418,556.56	$ 17,751.85	$ 113,170.85	$ 9,832,306.21
				-						-	-			

EXHIBIT C-11

TOWNSHIP OF FLORENCE
GENERAL CAPITAL FUND
SCHEDULE OF CAPITAL IMPROVEMENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2018

Balance, December 31, 2017	$ 247,804.85
Increased By:	
Budget Appropriation	267,000.00
	514,804.85
Decreased By:	
Appropriated to Finance Improvement Authorizations	25,000.00
Balance, December 31, 2018	$ 489,804.85

EXHIBIT C-12

TOWNSHIP OF FLORENCE
GENERAL CAPITAL FUND
SCHEDULE OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED
FOR THE YEAR ENDED DECEMBER 31, 2018

Ordinance Number	Improvement Description	Balance December 31, 2017	Current Year Authorizations	Decreased by BAN Issued	Decreased by Cash Receipt	Decreased by Cancelled	Balance December 31, 2018
2011-03	Various Capital Improvements	8,507.52	-	-	-	-	8,507.52
2012-05	Improvements to Recreational Fields	2,590.00	-	-	-	-	2,590.00
2013-13	Repair & Reconstruction of the Boulevard	2,566.25	-	-	-	-	2,566.25
2015-01	2015 Road Program	1,330,000.00	-	-	-	-	1,330,000.00
2015-02	Acquisition of 3 Police Tahoes	171,000.00	-	-	-	-	171,000.00
2015-03	Acquisition of 791 Railroad Avenue	95,000.00	-	-	-	-	95,000.00
2015-06	Improvements to Township Buildings	190,000.00	-	-	-	-	190,000.00
2015-17	Acquisition of 1476 Hornberger Avenue	380,000.00	-	-	-	-	380,000.00
2015-21	Construction of Salt Storage Building	570,000.00	-	-	-	-	570,000.00
2015-23	Repaving and Repair to Hornberger Avenue	242,250.00	-	-	-	-	242,250.00
2015-24	Improvements to Municipal Buildings	266,000.00	-	-	-	-	266,000.00
2015-25	Improvements to Municipal Parks	275,500.00	-	-	-	-	275,500.00
2015-26	2016 Road Program	1,805,000.00	-	-	-	-	1,805,000.00
2015-30	Acquisition of 2135 Route 130	570,000.00	-	-	-	-	570,000.00
2015-31	Acquisition of Marconi Lodge	380,000.00	-	-	-	-	380,000.00
2016-35	Installation of (3) Pedestrian Signals	250.00	-	-	-	-	250.00
2017-29	Acquistion of Real Property (781 & 783 Railroad, 306 Foundry)	494,000.00	-	-	-	-	494,000.00
2017-30	Road & Drainage Improvements - Hornberger Avenue	475,000.00	-	-	-	-	475,000.00
2017-32	2018 Road Improvement Program	2,755,000.00	-	-	-	-	2,755,000.00
2017-33	Park Improvement Projects	209,000.00	-	-	-	-	209,000.00
2018-06	Acquisition of Police Vehicles	-	152,000.00	-	-	-	152,000.00
2018-07	Acquisition of 2063 Bustleton Road	-	171,000.00	-	-	-	171,000.00
2018-31	Acquisition of Police Vehicles	-	152,000.00	-	-	-	152,000.00
		$ 10,221,663.77	$ 475,000.00	$ -	$ -	$ -	$ 10,696,663.77

This page intentionally left blank

WATER & SEWER UTILITY FUND

This page intentionally left blank

EXHIBIT D-9

TOWNSHIP OF FLORENCE
WATER & SEWER UTILITY CAPITAL FUND
SCHEDULE OF WATER & SEWER UTILITY CAPITAL CASH
FOR THE YEAR ENDED DECEMBER 31, 2018

	Balance December 31, 2018
Encumbrances Payable	$ 66,345.28
Capital Improvement Fund	299,140.62
Reserve for Developer Contributions, Hovnanian	25,000.00
Fund Balance	247,509.30

Ordinance Number	Improvement Description	
2013-15	Rehabilitation of Cedar Lane Water Tower	171,907.06
2014-07	Improvements to WW Plant & Wallace St. Pump Station	114,014.54
2014-08	Repairs to Wells 3, 4 & 5	56,753.21
2014-09	Acquisition of Vehicles - Water & Sewer	126,091.01
2016-16	Improvements to Wastewater Treatment Plant	136,947.78
2016-34	Water Treatment Plant Impr	77,414.92
2017-22	Redevelopment of Well #6	79,627.42
2018-08	Water Main Replacement - West Front Street	374,636.35
2018-18	Repainting of Water Tower	(40,565.90)
		$ 1,734,821.59

EXHIBIT D-10

TOWNSHIP OF FLORENCE
WATER & SEWER UTILITY OPERATING FUND
SCHEDULE OF CONSUMER ACCOUNTS RECEIVABLE
FOR THE YEAR ENDED DECEMBER 31, 2018

Balance, December 31, 2017		$ 324,838.28
Increased By:		
Water & Sewer Rents Levied		4,779,779.57
		5,104,617.85
Decreased By:		
Collections	$ 4,794,771.63	
Transfer to Liens	10,099.32	
		4,804,870.95
Balance, December 31, 2018		$ 299,746.90

EXHIBIT D-11

TOWNSHIP OF FLORENCE
WATER & SEWER UTILITY OPERATING FUND
SCHEDULE OF LIENS RECEIVABLE
FOR THE YEAR ENDED DECEMBER 31, 2018

Balance, December 31, 2017	$ 753.01
Increased By:	
Transfers From Consumer Accounts Receivable	10,099.32
Balance, December 31, 2018	$ 10,852.33

EXHIBIT D-12

TOWNSHIP OF FLORENCE
WATER & SEWER UTILITY CAPITAL FUND
SCHEDULE OF FIXED CAPITAL
FOR THE YEAR ENDED DECEMBER 31, 2018

	Balance Dec. 31, 2017	Additions By Budget Capital Outlay	Balance Dec. 31, 2018
Water Utility			
Land	$ 6,905.00	$ -	$ 6,905.00
Water Tank	566,793.05	-	566,793.05
Buildings, Wells and Equipment	1,959,307.06	130,000.00	2,089,307.06
Distribution Mains	1,117,820.82	-	1,117,820.82
Meters and Meter Boxes	429,427.75	-	429,427.75
Fire Hydrants	18,354.29	-	18,354.29
General Structures, Equipment and Miscellaneous Construction Costs	671,556.41	-	671,556.41
Replacement of Water Mains - Front Street	106,001.25	-	106,001.25
Replacement of Water Mains - Yurcisin Street	52,736.06	-	52,736.06
Construction of Water Tower & Replacement of Water Mains	2,396,729.14	-	2,396,729.14
Acquisition & Installation of Water Lines - 8th & Wallace	62,210.38	-	62,210.38
Construction of Water Main & Related Road Improvements	167,958.87	-	167,958.87
Upgrade to Water Treatment Plant	212,000.00	37,900.00	249,900.00
Replacement of Water Maines & Service Lines - Second St	138,833.84	-	138,833.84
Sewer Utility			
Plant, Pumping Station, Lines, General Structure, Equipment, etc.	18,495,736.45	-	18,495,736.45
Backwash Tank	215,092.56	-	215,092.56
Emergency Generator	316,022.31	-	316,022.31
Sewer Main Extension	153,676.56	-	153,676.56
Rehabilitation of Sewer Digesters	1,502,662.14	-	1,502,662.14
Renovation to Broad Street Pump/Main Street Extension	297,238.63	-	297,238.63
Acquisition & Installation of Equipment for Main Street Pump Station	101,889.76	-	101,889.76
Improvements Maple Street Pump Station	246,253.73	-	246,253.73
Installation of Water & Sewer Mains on Route 130	2,584,550.57	-	2,584,550.57
Installation of Water & Sewer Mains at Tall Pines Development	1,223,940.98	-	1,223,940.98
Repair & Replacement of Water Mains	858,328.01	-	858,328.01
Water & Sewer Utility			
Various Improvements	2,127,130.94	-	2,127,130.94
	$ 36,029,156.56	$ 167,900.00	$ 36,197,056.56

EXHIBIT D-13

TOWNSHIP OF FLORENCE
WATER & SEWER UTILITY CAPITAL FUND
SCHEDULE OF FIXED CAPITAL AUTHORIZED AND UNCOMPLETED
FOR THE YEAR ENDED DECEMBER 31, 2018

Ord. No.	Improvement Description	Ordinance Date	Ordinance Amount	Balance Dec. 31, 2017	2018 Authorizations	Balance Dec. 31, 2018
2013-15	Rehabilitation of Cedar Lane Water Tower	9/4/13	$ 450,000.00	$ 450,000.00	$ -	$ 450,000.00
2014-07	Improvements to WW Plant & Wallace St. Pump Station	6/4/14	250,000.00	250,000.00	-	250,000.00
2014-08	Repairs to Wells 3, 4 & 5	6/4/14	300,000.00	300,000.00	-	300,000.00
2014-09	Acquisition of Vehicles - Water & Sewer	6/4/14	250,000.00	250,000.00	-	250,000.00
2014-22	Rehabilitation of Sewer Digesters	10/15/14	400,000.00	400,000.00	-	400,000.00
2016-16	Improvements to Wastewater Treatment Plant	5/18/16	550,000.00	550,000.00	-	550,000.00
2016-34	Water Treatment Plant Impr	12/7/16	2,400,000.00	2,400,000.00	-	2,400,000.00
2017-22	Redevelopment of Well #6	8/2/17	160,000.00	160,000.00	-	160,000.00
2018-08	Water Main Replacement - West Front Street	4/18/18	800,000.00	-	800,000.00	800,000.00
2018-18	Repainting of Water Tower	8/1/18	1,500,000.00	-	1,500,000.00	1,500,000.00
				$ 4,760,000.00	$ 2,300,000.00	$ 7,060,000.00

EXHIBIT D-14

TOWNSHIP OF FLORENCE
WATER & SEWER UTILITY OPERATING FUND
SCHEDULE OF 2017 APPROPRIATION RESERVES
FOR THE YEAR ENDED DECEMBER 31, 2018

	Balance December 31, 2017		Balance After	Paid or	Balance
	Encumbered	Reserves	Modifications	Charged	Lapsed
Operating:					
Salaries and Wages	$ -	$ 22,337.75	$ 22,337.75	$ 250.00	$ 22,087.75
Other Expenses	274,487.89	345,773.49	620,261.38	333,779.21	286,482.17
Group Insurance Plan for Employees	91,251.42	62,579.79	153,831.21	91,251.42	62,579.79
Total Operating	365,739.31	430,691.03	796,430.34	425,280.63	371,149.71
Capital Improvements:					
Capital Outlay	37,900.00	59.00	37,959.00	37,900.00	59.00
Total Capital Improvements	37,900.00	59.00	37,959.00	37,900.00	59.00
Statutory Expenditures:					
Contributions To:					
Social Security System (O.A.S.I.)	-	4,141.17	4,141.17	-	4,141.17
Total Statutory Expenditures	-	4,141.17	4,141.17	-	4,141.17
	$ 403,639.31	$ 434,891.20	$ 838,530.51	$ 463,180.63	$ 375,349.88

EXHIBIT D-15

TOWNSHIP OF FLORENCE
WATER & SEWER UTILITY OPERATING FUND
SCHEDULE OF ACCRUED INTEREST ON BONDS, LOANS AND NOTES
FOR THE YEAR ENDED DECEMBER 31, 2018

Balance, December 31, 2017		$ 63,332.65
Increased by:		
Charged to Budget Appropriations:		
Interest on Bonds & Loans	$ 92,073.12	
Interest on Notes	50,000.00	
		142,073.12
Subtotal		205,405.77
Decreased by:		
Disbursed	116,686.25	
Adjustment	28,946.46	
		145,632.71
Balance, December 31, 2018		$ 59,773.06

ANALYSIS OF ACCRUED INTEREST DECEMBER 31, 2018

PRINCIPAL OUTSTANDING DECEMBER 31, 2018	INTEREST RATE	FROM	TO	PERIOD	AMOUNT
Serial Bonds:					
537,000	Various	9/1/2018	12/31/2018	120 days	5,591.25
316,000	Various	9/1/2018	12/31/2018	120 days	3,282.09
715,000	Various	12/1/2018	12/31/2018	30 days	2,979.17
Notes:					
1,598,650	2.500%	1/24/2018	12/31/2018	341 days	37,338.33
3,742,000	2.750%	7/18/2018	12/31/2018	166 days	10,582.22 *
Total					$ 59,773.06

*Accrued interest adjusted down to match available budget appropriations

EXHIBIT D-16

TOWNSHIP OF FLORENCE
WATER & SEWER CAPITAL FUND
SCHEDULE OF BOND ANTICIPATION NOTES
FOR THE YEAR ENDED DECEMBER 31, 2018

Ord. Number	Improvement Description	Date of Issue of Original Note	Date of Issue	Date of Maturity	Issue Rate	Balance December 31, 2017	Increased	Decreased	Balance December 31, 2018
2013-15	Rehabilitation of Cedar Lane Water Tower	1/28/15	1/24/17	1/24/18	2.000%	$ 450,000.00	$ -	$ 450,000.00	$ -
			1/23/18	1/23/19	2.500%	-	438,460.00	-	438,460.00
2014-07	Improvements to WW Plant & Wallace St. Pump Station	1/28/15	1/24/17	1/24/18	2.000%	250,000.00	-	250,000.00	-
			1/23/18	1/23/19	2.500%	-	246,835.00	-	246,835.00
2014-08	Repairs to Wells 3, 4 & 5	1/28/15	1/24/17	1/24/18	2.000%	300,000.00	-	300,000.00	-
			1/23/18	1/23/19	2.500%	-	296,200.00	-	296,200.00
2014-09	Acquisition of Vehicles - Water & Sewer	1/28/15	1/24/17	1/24/18	2.000%	250,000.00	-	250,000.00	-
			1/23/18	1/23/19	2.500%	-	222,220.00	-	222,220.00
2014-22	Rehabilitation of Sewer Digesters	1/28/15	1/24/17	1/24/18	2.000%	400,000.00		400,000.00	-
			1/23/18	1/23/19	2.500%	-	394,935.00	-	394,935.00
2016-16	Improvements to Wastewater Treatment Plant	7/18/18	7/18/18	7/17/19	2.750%	-	550,000.00	-	550,000.00
2016-34	Water Treatment Plant Improvements	7/18/18	7/18/18	7/17/19	2.750%	-	2,280,000.00	-	2,280,000.00
2017-22	Redevelopment of Well #6	7/18/18	7/18/18	7/17/19	2.750%	-	152,000.00	-	152,000.00
2018-08	Water Main Replacement - West Front Street	7/18/18	7/18/18	7/17/19	2.750%	-	760,000.00	-	760,000.00
						1,650,000.00	5,340,650.00	1,650,000.00	5,340,650.00

EXHIBIT D-17

TOWNSHIP OF FLORENCE
WATER & SEWER CAPITAL FUND
SCHEDULE OF IMPROVEMENT AUTHORIZATIONS
FOR THE YEAR ENDED DECEMBER 31, 2018

Ord. No.	Improvement Description	Ordinance Date	Ordinance Amount	Balance December 31, 2017 Funded	Balance December 31, 2017 Unfunded	2018 Authorizations Capital Improvement Fund	2018 Authorizations Authorizations	Prior Year Encumbrances	Paid or Charged	Current Year Encumbrances	Balance December 31, 2018 Funded	Balance December 31, 2018 Unfunded
2013-15	Rehabilitation of Cedar Lane Water Tower	9/4/13	$ 450,000.00	$ -	$ 171,920.11	$ -	$ -	$ 312.76	$ 325.81	$ -	$ -	$ 171,907.06
2014-07	Improvements to WW Plant & Wallace St. Pump Station	6/4/14	250,000.00	-	126,881.56	-	-	625.50	13,492.52	-	-	114,014.54
2014-08	Repairs to Wells 3, 4 & 5	6/4/14	300,000.00	-	60,647.93	-	-	49,932.75	53,827.47	-	-	56,753.21
2014-09	Acquisition of Vehicles - Water & Sewer	6/4/14	250,000.00	-	126,104.07	-	-	312.75	325.81	-	-	126,091.01
												-
2016-16	Improvements to Wastewater Treatment Plant	5/18/16	550,000.00	-	137,900.75	-	-	-	952.97	-	-	136,947.78
2016-34	Water Treatment Plant Impr	12/7/16	2,400,000.00	-	190,550.86	-	-	1,944,094.03	2,002,687.07	54,542.90	-	77,414.92
												-
2017-22	Redevelopment of Well #6	8/2/17	160,000.00	486.23	152,000.00	-	-	-	72,858.81	-	-	79,627.42
2018-08	Water Main Replacement - West Front Street	4/18/18	800,000.00	-	-	40,000.00	760,000.00	-	413,561.27	11,802.38	-	374,636.35
2018-18	Repainting of Water Tower	8/1/18	1,500,000.00	-	-	-	1,500,000.00	-	40,565.90	-	-	1,459,434.10
				$ 486.23	$ 966,005.28	$ 40,000.00	$ 2,260,000.00	$ 1,995,277.79	$ 2,598,597.63	$ 66,345.28	$ -	$ 2,596,826.39

EXHIBIT D-18

TOWNSHIP OF FLORENCE
WATER & SEWER UTILITY OPERATING FUND
SCHEDULE OF CAPITAL IMPROVEMENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2018

Balance, December 31, 2017	$ 339,140.62
Decreased By:	
Appropriated to Finance Improvement Authorizations	40,000.00
Balance, December 31, 2018	$ 299,140.62

EXHIBIT D-19

TOWNSHIP OF FLORENCE
WATER & SEWER UTILITY CAPITAL FUND
SCHEDULE OF RESERVE FOR AMORTIZATION
FOR THE YEAR ENDED DECEMBER 31, 2018

Balance, December 31, 2017		$ 33,467,156.56
Increased by:		
Capital Outlay	$ 167,900.00	
Serial Bonds Paid by Operating Fund	465,000.00	
Loans Paid by Operating Fund	845,000.00	
		1,477,900.00
Balance, December 31, 2018		$ 34,945,056.56

EXHIBIT D-20

TOWNSHIP OF FLORENCE
WATER & SEWER UTILITY CAPITAL FUND
SCHEDULE OF DEFERRED RESERVE FOR AMORIZATION
FOR THE YEAR ENDED DECEMBER 31, 2018

Ordinance No.	Improvement Description	Balance Dec. 31, 2017	Fixed Capital Authorized	Payment of BAN's	Balance Dec. 31, 2018
2016-34	Water Treatment Plant Improvements	$ 120,000.00	$ -	$ -	$ 120,000.00
2017-22	Redevelopment of Well #6	8,000.00	-	-	8,000.00
2018-08	Water Main Replacement West Front Street	-	40,000.00	-	40,000.00
2013-15	Rehabilitation of Cedar Lane Water Tower	-	-	11,540.00	11,540.00
2014-07	Improvements to WW Plant & Wallace St. Pump Station	-	-	3,165.00	3,165.00
2014-08	Repairs to Wells 3, 4 & 5	-	-	3,800.00	3,800.00
2014-09	Acquisition of Vehicles - Water & Sewer	-	-	27,780.00	27,780.00
2014-22	Rehabilitation of Sewer Digesters	-	-	5,065.00	5,065.00
		$ 128,000.00	$ 40,000.00	$ 51,350.00	$ 219,350.00

EXHIBIT D-21

TOWNSHIP OF FLORENCE
WATER & SEWER UTILITY OPERATING FUND
SCHEDULE OF RESERVE FOR DEVELOPER CONTRIBUTIONS (TOLL BROTHERS)
FOR THE YEAR ENDED DECEMBER 31, 2018

Balance, December 31, 2017	$ 12,086.75
Decreased By:	
Cash Disbursements	12,086.75
Balance, December 31, 2018	$ -

EXHIBIT D-22

TOWNSHIP OF FLORENCE
WATER & SEWER UTILITY CAPITAL FUND
SCHEDULE OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED
FOR THE YEAR ENDED DECEMBER 31, 2018

Ordinance Number	Improvement Description	Balance December 31, 2017	2018 Authorizations	BAN's Issued	Balance December 31, 2018
2016-16	Improvements to Wastewater Treatment Plant	$ 550,000.00	$ -	$ 550,000.00	$ -
2016-34	Water Treatment Plant Impr	2,280,000.00	-	2,280,000.00	-
2017-22	Redevelopment of Well #6	152,000.00	-	152,000.00	-
2018-08	Water Main Replacement- West Front Street	-	760,000.00	760,000.00	-
2018-18	Repainting of Water Tower	-	1,500,000.00	-	1,500,000.00
		$ 2,982,000.00	$ 2,260,000.00	$ 3,742,000.00	$ 1,500,000.00

TOWNSHIP OF FLORENCE
WATER & SEWER UTILITY CAPITAL FUND
SCHEDULE OF UTILITY CAPITAL SERIAL BONDS
FOR THE YEAR ENDED DECEMBER 31, 2018

Purpose	Date of Issue	Original Issue	Maturity of Bonds Outstanding Dec. 31, 2018 Date	Amount	Interest Rate	Balance Dec. 31, 2017	Increased	Decreased	Balance Dec. 31, 2018
Water and Sewer Revenue Bonds - 2011	3/21/2011	$ 967,000.00	3/1/19	$ 90,000.00	3.000%	$ 612,000.00	$ -	$ 75,000.00	$ 537,000.00
			3/1/20	90,000.00	3.000%				
			3/1/21	90,000.00	3.000%				
			3/1/22	90,000.00	3.125%				
			3/1/23	90,000.00	3.250%				
			3/1/24	87,000.00	3.375%				
Water and Sewer Assessment Bonds - 2005	3/1/04	2,125,000.00				160,000.00	-	160,000.00	-
Water and Sewer Revenue Bonds - 2005	3/1/04	1,580,000.00				105,000.00	-	105,000.00	-
Bridge Commission Bonds - Series 2012	3/11/13	1,310,000.00	11/1/19	130,000.00	5.00%	840,000.00	-	125,000.00	715,000.00
			11/1/20	135,000.00	5.00%				
			11/1/21	145,000.00	5.00%				
			11/1/22	150,000.00	5.00%				
			11/1/23	155,000.00	5.00%				
						$ 1,717,000.00	$ -	$ 465,000.00	$ 1,252,000.00

EXHIBIT D-24

TOWNSHIP OF FLORENCE
WATER & SEWER UTILITY CAPITAL FUND
SCHEDULE OF NJEIT BONDS
FOR THE YEAR ENDED DECEMBER 31, 2018

Purpose	Date of Issue	Original Issue	Maturity of Bonds Outstanding Dec. 31, 2018 Date	Amount	Interest Rate	Balance Dec. 31, 2017	Increased	Decreased	Balance Dec. 31, 2018
NJ Environmental Infrastructure Trust Bonds									
Sewer Plant Upgrade - 1998 Series A	9/16/98	$ 8,975,000.00				$ 705,000.00	$ -	$ 705,000.00	$ -
NJ Environmental Infrastructure Trust Bonds									
Water Storage Tank - 1998 Series A	9/16/98	$ 1,815,000.00				140,000.00	-	140,000.00	-
						$ 845,000.00	$ -	$ 845,000.00	$ -

EXHIBIT D-25

TOWNSHIP OF FLORENCE
WATER & SEWER ASSESMENT TRUST FUND
SCHEDULE OF ASSESSMENT BONDS
FOR THE YEAR ENDED DECEMBER 31, 2018

Purpose	Date of Issue	Original Issue	Maturities of Bonds Outstanding Dec. 31, 2018 Date	Amount	Interest Rate	Balance Dec. 31, 2017	Increased	Decreased	Balance Dec. 31, 2018
Assessment Bonds - Series of 2011	3/21/11	$ 701,000.00	3/1/2019	$ 55,000.00	3.000%	$ 371,000.00	$ -	$ 55,000.00	$ 316,000.00
			3/1/2020	55,000.00	3.000%				
			3/1/2021	55,000.00	3.000%				
			3/1/2022	55,000.00	3.125%				
			3/1/2023	50,000.00	3.250%				
			3/1/2024	46,000.00	3.375%				
						$ 371,000.00	$ -	$ 55,000.00	$ 316,000.00

EXHIBIT D-26

TOWNSHIP OF FLORENCE
WATER AND SEWER ASSESSMENT TRUST FUND
SCHEDULE OF ASSESSMENTS RECEIVABLE
FOR THE YEAR ENDED DECEMBER 31, 2018

Ord. Number	Improvement Description	Amount	Balance Dec. 31, 2017	Additions in 2018	Received	Balance Dec. 31, 2018
2005-18	Tall Pines Development:					
	Properties	$ 405,000.00	$ 69,016.81	$ -	$ 14,010.22	$ 55,006.59
	School District	600,000.00	108,461.56	-	34,660.10	73,801.46
			$ 177,478.37	$ -	$ 48,670.32	$ 128,808.05

Balance Pledged to:	
Assessment Bonds	$ 128,808.05
	$ 128,808.05

EXHIBIT D-27

TOWNSHIP OF FLORENCE
WATER & SEWER UTILITY ASSESSMENT TRUST FUND
ANALYSIS OF ASSESSMENT TRUST CASH
FOR THE YEAR ENDED DECEMBER 31, 2018

		Receipts		Disbursements		
	Balance Dec. 31, 2017	Assessments Receivable	Miscellaneous	Bonds Paid	Miscellaneous	Balance Dec. 31, 2018
Fund Balance	$ 126,065.03	$ -	$ -	$ -	$ -	$ 126,065.03
Assessments:		14,910.22				
2005-18 Tall Pines Development	97,790.75	48,670.32	-	55,000.00	-	91,461.07
Florence School District	95,730.88	34,660.18	-	-	-	95,730.88
Due to Water & Sewer Operating Fund:						
Interest on Assessments	-	-	7,780.37	-	7,780.37	-
Interest Earned	-	-	1,839.70	-	1,839.70	-
	$ 319,586.66	$ 48,670.32	$ 9,620.07	$ 55,000.00	$ 9,620.07	$ 313,256.98

TOWNSHIP OF FLORENCE

PART II

SCHEDULE OF FINANCIAL STATEMENT FINDINGS - GOVERNMENT AUDITING STANDARDS

FOR THE YEAR ENDED DECEMBER 31, 2018

This page intentionally left blank

TOWNSHIP OF FLORENCE
SCHEDULE OF FINANCIAL STATEMENT FINDINGS
FOR THE YEAR ENDED DECEMBER 31, 2018

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

None.

TOWNSHIP OF FLORENCE
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
AND QUESTIONED COSTS AS PREPARED BY MANAGEMENT
FOR THE YEAR ENDED DECEMBER 31, 2018

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

Financial Statement Findings

No Prior Year Findings.

FEDERAL AWARDS

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

STATE FINANCIAL ASSISTANCE

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

TOWNSHIP OF FLORENCE

PART III

LETTER OF COMMENTS AND RECOMMENDATIONS – REGULATORY BASIS

FOR THE YEAR ENDED DECEMBER 31, 2018

This page intentionally left blank

OFFICIALS IN OFFICE AND SURETY BONDS

The following officials were in office at December 31, 2018:

Name	Title
Craig H. Wilkie	Mayor
Theodore J. Lovenduski	Councilmember
Paul Ostrander	Councilmember
Frank Baldorossi	Councilmember
Jerry Sandusky	Councilmember
David B. Woolston	Councilmember
Richard A. Brook	Administrator
Nancy L. Erlston	Municipal Clerk
Sandra Blacker	Chief Financial Officer
Christine Swiderski	Tax Collector
Patricia A. Mellor	Court Administrator

This page intentionally left blank

HFA
HOLMAN | FRENIA
ALLISON, P.C.
Certified Public Accountants & Consultants

680 Hooper Avenue, Bldg B, Toms River, NJ 08753 • Tel: 732.797.1333
618 Stokes Road, Medford, NJ 08055 • Tel: 609.953.0612
912 Highway 33, Suite 2, Freehold, NJ 07728 • Tel: 732.409.0800
194 East Bergen Place, Red Bank, NJ 07701 • Tel: 732.747.0010
www.hfacpas.com

Honorable Mayor and Members
of the Township Council
Township of Florence
Florence, New Jersey

In accordance with requirements prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, the following are the *General Comments* and *Recommendations* for the year ended December 31, 2018.

GENERAL COMMENTS:

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

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

The bid threshold in accordance with N.J.S.A. 40A:11-4 was $40,000 for the year ended December 31, 2018.

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

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

Our examination of expenditures did not reveal any individual payments or contracts in excess of the bid threshold "for the performance of any work, or the furnishing of any materials, supplies or labor" other than those where bids had been previously sought by public advertisement or where a resolution had been previously adopted under the provisions of *N.J.S.A.40A:11-6*.

Collection of Interest on Delinquent Taxes and Assessments

N.J.S.54:4-67, provides the method for authorizing interest and the maximum rates to be charged for the nonpayment of taxes or assessments on or before the date when they would become delinquent.

The governing body on January 3, 2018 adopted the following resolution authorizing interest to be charged on delinquent taxes:

> *NOW THEREFORE, BE IT RESOLVED, that if said taxes are deemed to be delinquent for non-payment of taxes, the Tax Collector shall charge eight (8%) percent per annum on the first $1,500.00 of the delinquency, and eighteen (18%) percent per annum on any amount in excess of $1,500.00; and*
>
> *BE IT FURTHER RESOLVED, by the Mayor and the Council of the Township of Florence, that the Tax Collector shall allow that no interest will be charged on payments received and made by the tenth calendar day following the date upon which the same became payable; and*
>
> *BE IT FURTHER RESOLVED, by the Mayor and the Council of the Township of Florence, that the Tax Collector shall charge, in addition to the interest for delinquent taxes, as noted above, a penalty of six (6%) percent of the amount of the delinquency in taxes in excess of $10,000.00 to a taxpayer who fails to pay the delinquency prior to the end of the calendar year.*

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

OTHER COMMENTS (FINDINGS):

None.

RECOMMENDATIONS:

None.

Appreciation

We express our appreciation for the assistance and courtesies extended to the members of the audit team.

Respectfully submitted,

HOLMAN FRENIA ALLISON, P. C.

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

Medford, New Jersey
July 24, 2019